ST. PAUL’S ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 20

CONSOLIDATED FINANCIAL STATEMENTS

August 31, 2019

Management's Responsibility for the Consolidated Financial Statements

The School Division's management is responsible for the preparation of the consolidated financial statements in accordance with Canadian public sector accounting standards and the format specified in the Financial Reporting Manual issued by the Ministry of Education. The preparation of 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.

The School Division's management maintains a system of accounting and administrative controls to ensure that accurate and reliable financial statements are prepared and to provide reasonable assurance that transactions are authorized, assets are safeguarded, and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board of Education is comprised of elected officials who are not employees of the School Division. The Board is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and for approving the consolidated financial statements. The Board is also responsible for the appointment of the School Division's external auditors.

The external auditors, MNP LLP, conduct an independent examination in accordance with Canadian auditing standards and express their opinion on the consolidated financial statements. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School Division's consolidated financial statements. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

On behalf of the St Paul's Roman Catholic Separate School Division No. 20:

Diane Boyko
Board Chair

Greg Chatlain
CEO/Director of Education

Chief Financial Officer

November 25, 2019

Independent Auditor's Report

To the Trustees of the Board of Education of St. Paul's Roman Catholic Separate School Division No. 20:

Opinion

We have audited the consolidated financial statements of St. Paul's Roman Catholic Separate School Division No. 20 (the "School Division"), which comprise the consolidated statement of financial position as at August 31, 2019, and the consolidated statements of operations and accumulated surplus from operations, changes in net debt, cash flows and the related schedules for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the School Division as at August 31, 2019, and the results of its consolidated operations, changes in its net debt, and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the School Division in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The consolidated financial statements of St. Paul's Roman Catholic Separate School Division No. 20 for the year ended August 31, 2018 were reported on by another firm of Chartered Professional Accountants who expressed an unqualified opinion in their Independent Auditor's Report dated December 3, 2018.

Responsibilities of Management and the Trustees of the Board of Education for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the School 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 School Division or to cease operations, or has no realistic alternative but to do so.

The Trustees of the Board of Education are responsible for overseeing the School Division’s financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

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

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

- Identify and assess the risks of material misstatement of the consolidated 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 School 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 School 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 consolidated 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 School Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the School Division to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Trustees of the Board of Education 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.

Saskatoon, Saskatchewan

November 25, 2019

MNP LLP

Chartered Professional Accountants

St. Paul's Roman Catholic Separate School Division No. 20
Consolidated Statement of Financial Position
as at August 31, 2019

	2019	2018
	$	$
Financial Assets		
Cash and Cash Equivalents	31,528,189	27,283,867
Accounts Receivable (Note 3)	6,552,760	5,043,660
Portfolio Investments (Note 4)	-	56,100
Total Financial Assets	**38,080,949**	**32,383,627**
Liabilities		
Accounts Payable and Accrued Liabilities (Note 5)	7,921,914	6,009,911
Long-Term Debt (Note 6)	32,126,190	32,773,772
Liability for Employee Future Benefits (Note 7)	5,629,000	5,473,100
Deferred Revenue (Note 8)	5,376,623	4,273,278
Total Liabilities	**51,053,727**	**48,530,061**
Net Debt	**(12,972,778)**	**(16,146,434)**
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	277,809,628	283,341,335
Prepaid Expenses	331,893	340,869
Total Non-Financial Assets	**278,141,521**	**283,682,204**
Accumulated Surplus (Note 11)	**265,168,743**	**267,535,770**

Contractual Rights (Note 16)
Contractual Obligations and Commitments (Note 17)

The accompanying notes and schedules are an integral part of these statements.

Approved by the Board:

Diane Boyko
_______________________ Chairperson

_______________________ Chief Financial Officer

St. Paul's Roman Catholic Separate School Division No. 20
Consolidated Statement of Operations and Accumulated Surplus from Operations
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$ (Note 14)	$	$
REVENUES			
Property Taxes and Other Related	48,914,281	49,472,751	49,923,392
Grants	127,726,373	133,259,630	126,860,577
Tuition and Related Fees	2,032,529	2,712,811	2,647,607
School Generated Funds	3,543,919	4,700,094	4,240,427
Complementary Services (Note 9)	2,075,452	2,145,452	1,926,524
External Services (Note 10)	150,000	150,000	150,000
Other	1,375,837	2,491,800	1,957,791
Total Revenues (Schedule A)	**185,818,391**	**194,932,538**	**187,706,318**
EXPENSES			
Governance	582,807	590,591	603,695
Administration	4,675,222	5,141,107	5,372,449
Instruction	142,633,258	143,854,694	136,250,005
Plant	30,789,278	31,418,475	31,423,470
Transportation	8,405,609	7,829,545	7,901,069
Tuition and Related Fees	10,000	103,227	-
School Generated Funds	3,543,919	4,549,810	3,947,734
Complementary Services (Note 9)	2,087,273	2,045,123	1,692,045
External Services (Note 10)	150,000	148,774	150,072
Other	1,715,774	1,618,219	1,669,521
Total Expenses (Schedule B)	**194,593,140**	**197,299,565**	**189,010,060**
Operating Deficit for the Year	**(8,774,749)**	**(2,367,027)**	**(1,303,742)**
Accumulated Surplus from Operations, Beginning of Year	**267,535,770**	**267,535,770**	**268,839,512**
Accumulated Surplus from Operations, End of Year	**258,761,021**	**265,168,743**	**267,535,770**

The accompanying notes and schedules are an integral part of these statements.

St. Paul's Roman Catholic Separate School Division No. 20
Consolidated Statement of Changes in Net Debt
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$ (Note 14)	$	$
Net Debt, Beginning of Year	**(16,146,434)**	**(16,146,434)**	**(22,016,621)**
Changes During the Year			
Operating Deficit for the Year	(8,774,749)	(2,367,027)	(1,303,742)
Acquisition of Tangible Capital Assets (Schedule C)	(1,146,132)	(5,155,249)	(3,501,973)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	-	1,000	-
Net Loss on Disposal of Capital Assets (Schedule C)	-	13,564	-
Amortization of Tangible Capital Assets (Schedule C)	11,077,037	10,672,392	10,689,448
Net Change in Other Non-Financial Assets	-	8,976	(13,546)
Change in Net Debt	**1,156,156**	**3,173,656**	**5,870,187**
Net Debt, End of Year	**(14,990,278)**	**(12,972,778)**	**(16,146,434)**

The accompanying notes and schedules are an integral part of these statements.

St. Paul's Roman Catholic Separate School Division No. 20
Consolidated Statement of Cash Flows
for the year ended August 31, 2019

	2019	2018
	$	$
OPERATING ACTIVITIES		
Operating Deficit for the Year	(2,367,027)	(1,303,742)
Add Non-Cash Items Included in Deficit (Schedule D)	10,228,901	10,689,448
Net Change in Non-Cash Operating Activities (Schedule E)	1,028,196	4,186,963
Cash Provided by Operating Activities	**8,890,070**	**13,572,669**
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(3,075,143)	(5,244,096)
Proceeds on Disposal of Tangible Capital Assets	1,000	-
Cash Used by Capital Activities	**(3,074,143)**	**(5,244,096)**
INVESTING ACTIVITIES		
Proceeds on Disposal of Portfolio Investments	56,100	-
Cash Provided by Investing Activities	**56,100**	**-**
FINANCING ACTIVITIES		
Repayment of Long-Term Debt	(1,627,705)	(1,836,920)
Cash Used by Financing Activities	**(1,627,705)**	**(1,836,920)**
INCREASE IN CASH AND CASH EQUIVALENTS	**4,244,322**	**6,491,653**
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	**27,283,867**	**20,792,214**
CASH AND CASH EQUIVALENTS, END OF YEAR	**31,528,189**	**27,283,867**

The accompanying notes and schedules are an integral part of these statements.

St. Paul's Roman Catholic Separate School Division No. 20

Schedule A: Consolidated Supplementary Details of Revenues
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$	$	$
Property Taxes and Other Related Revenue			
Tax Levy Revenue			
Property Tax Levy Revenue	48,791,995	47,094,226	48,594,791
Revenue from Supplemental Levies	445,120	398,283	313,613
Total Property Tax Revenue	**49,237,115**	**47,492,509**	**48,908,404**
Grants in Lieu of Taxes			
Federal Government	78,263	193,098	328,467
Provincial Government	841,326	951,131	834,993
Other	498,926	700,981	451,455
Total Grants in Lieu of Taxes	**1,418,515**	**1,845,210**	**1,614,915**
Other Tax Revenues			
Treaty Land Entitlement - Urban	-	571,231	-
House Trailer Fees	19,566	21,661	12,539
Total Other Tax Revenues	**19,566**	**592,892**	**12,539**
Additions to Levy			
Penalties	24,457	32,351	27,718
Other	92,937	233,568	378,611
Total Additions to Levy	**117,394**	**265,919**	**406,329**
Deletions from Levy			
Cancellations	(29,349)	(29,626)	(36,244)
Other Deletions	(1,848,960)	(694,153)	(982,551)
Total Deletions from Levy	**(1,878,309)**	**(723,779)**	**(1,018,795)**
Total Property Taxes and Other Related Revenue	**48,914,281**	**49,472,751**	**49,923,392**
Grants			
Operating Grants			
Ministry of Education Grants			
Operating Grant	121,419,814	123,819,037	118,671,131
Other Ministry Grants	2,065,736	1,821,062	1,648,191
Total Ministry Grants	**123,485,550**	**125,640,099**	**120,319,322**
Other Provincial Grants	647,203	770,592	651,346
Federal Grants	-	1,242	97,213
Grants from Others	241,015	268,628	2,071,703
Total Operating Grants	**124,373,768**	**126,680,561**	**123,139,584**
Capital Grants			
Ministry of Education Capital Grants	3,352,605	6,507,956	3,500,747
Other Capital Grants	-	71,113	220,246
Total Capital Grants	**3,352,605**	**6,579,069**	**3,720,993**
Total Grants	**127,726,373**	**133,259,630**	**126,860,577**

St. Paul's Roman Catholic Separate School Division No. 20
Schedule A: Consolidated Supplementary Details of Revenues
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$	$	$
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
School Boards	128,975	43,000	68,571
Federal Government and First Nations	10,000	82,528	51,195
Individuals and Other	1,893,554	2,587,283	2,527,841
Total Tuition Fees	**2,032,529**	**2,712,811**	**2,647,607**
Total Tuition and Related Fees Revenue	**2,032,529**	**2,712,811**	**2,647,607**
School Generated Funds Revenue			
Curricular			
Student Fees	-	2,784	11,759
Total Curricular Fees	**-**	**2,784**	**11,759**
Non-Curricular Fees			
Commercial Sales - Non-GST	56,496	60,445	81,473
Fundraising	799,154	1,158,480	946,658
Grants and Partnerships	430,173	786,982	588,970
Students Fees	2,074,514	2,660,653	2,451,226
Other	183,582	30,750	160,341
Total Non-Curricular Fees	**3,543,919**	**4,697,310**	**4,228,668**
Total School Generated Funds Revenue	**3,543,919**	**4,700,094**	**4,240,427**
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	2,075,452	1,795,452	1,762,524
Other Ministry Grants	-	350,000	164,000
Total Operating Grants	**2,075,452**	**2,145,452**	**1,926,524**
Total Complementary Services Revenue	**2,075,452**	**2,145,452**	**1,926,524**
External Services			
Operating Grants			
Ministry of Education Grants			
Other Ministry Grants	150,000	150,000	150,000
Total Operating Grants	**150,000**	**150,000**	**150,000**
Total External Services Revenue	**150,000**	**150,000**	**150,000**
Other Revenue			
Miscellaneous Revenue	445,714	1,226,661	942,714
Sales & Rentals	857,123	783,861	811,705
Investments	73,000	480,278	203,372
Gain on Disposal of Capital Assets	-	1,000	-
Total Other Revenue	**1,375,837**	**2,491,800**	**1,957,791**
TOTAL REVENUE FOR THE YEAR	**185,818,391**	**194,932,538**	**187,706,318**

St. Paul's Roman Catholic Separate School Division No. 20
Schedule B: Consolidated Supplementary Details of Expenses
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$	$	$
Governance Expense			
Board Members Expense	245,807	246,660	221,541
Professional Development - Board Members	50,000	31,109	24,049
Grants to School Community Councils	48,000	42,443	93,120
Other Governance Expenses	239,000	270,379	264,985
Total Governance Expense	**582,807**	**590,591**	**603,695**
Administration Expense			
Salaries	3,545,957	3,604,316	3,877,490
Benefits	470,986	495,924	547,026
Supplies & Services	212,679	194,174	286,913
Non-Capital Furniture & Equipment	4,956	1,579	934
Building Operating Expenses	240,623	665,498	466,040
Communications	90,000	72,659	62,765
Travel	35,000	31,943	33,016
Professional Development	15,000	11,672	10,240
Amortization of Tangible Capital Assets	60,021	63,342	88,025
Total Administration Expense	**4,675,222**	**5,141,107**	**5,372,449**
Instruction Expense			
Instructional (Teacher Contract) Salaries	100,160,671	100,794,084	97,723,748
Instructional (Teacher Contract) Benefits	5,334,451	5,178,039	4,748,834
Program Support (Non-Teacher Contract) Salaries	21,303,742	21,859,753	19,741,825
Program Support (Non-Teacher Contract) Benefits	4,526,881	4,613,103	4,299,046
Instructional Aids	2,932,233	3,744,165	3,063,962
Supplies & Services	2,103,360	2,345,759	1,968,915
Non-Capital Furniture & Equipment	735,777	708,932	585,060
Communications	600,581	348,499	297,962
Travel	285,470	227,521	183,759
Professional Development	765,596	565,920	351,143
Student Related Expense	1,313,035	1,307,193	1,224,219
Amortization of Tangible Capital Assets	2,571,461	2,161,726	2,061,532
Total Instruction Expense	**142,633,258**	**143,854,694**	**136,250,005**

St. Paul's Roman Catholic Separate School Division No. 20

Schedule B: Consolidated Supplementary Details of Expenses

for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$	$	$
Plant Operation & Maintenance Expense			
Salaries	7,526,190	7,650,370	7,270,918
Benefits	1,644,893	1,521,520	1,550,070
Supplies & Services	12,230	54,415	8,573
Non-Capital Furniture & Equipment	124,696	295,449	90,688
Building Operating Expenses	12,920,694	13,354,386	13,858,907
Communications	332	137	460
Travel	109,355	93,958	102,282
Professional Development	6,500	2,086	2,851
Amortization of Tangible Capital Assets	8,444,388	8,446,154	8,538,721
Total Plant Operation & Maintenance Expense	**30,789,278**	**31,418,475**	**31,423,470**
Student Transportation Expense			
Salaries	1,520	1,256	133,842
Benefits	-	225	12,553
Contracted Transportation	8,404,089	7,828,064	7,754,674
Total Student Transportation Expense	**8,405,609**	**7,829,545**	**7,901,069**
Tuition and Related Fees Expense			
Tuition Fees	10,000	103,227	-
Total Tuition and Related Fees Expense	**10,000**	**103,227**	**-**
School Generated Funds Expense			
Academic Supplies & Services	-	1,869	1,912
Cost of Sales	40,217	47,223	57,082
School Fund Expenses	3,503,702	4,500,718	3,888,740
Total School Generated Funds Expense	**3,543,919**	**4,549,810**	**3,947,734**

St. Paul's Roman Catholic Separate School Division No. 20
Schedule B: Consolidated Supplementary Details of Expenses
for the year ended August 31, 2019

	2019 Budget	2019 Actual	2018 Actual
	$	$	$
Complementary Services Expense			
Instructional (Teacher Contract) Salaries & Benefits	1,288,577	1,277,728	1,164,160
Program Support (Non-Teacher Contract) Salaries & Benefits	728,629	702,511	487,640
Instructional Aids	10,000	122	286
Supplies & Services	-	-	102
Non-Capital Furniture & Equipment	5,000	24,822	-
Travel	-	1,656	509
Professional Development (Non-Salary Costs)	1,500	251	-
Student Related Expenses	32,400	20,191	21,930
Contracted Transportation & Allowances	20,000	16,672	16,248
Amortization of Tangible Capital Assets	1,167	1,170	1,170
Total Complementary Services Expense	**2,087,273**	**2,045,123**	**1,692,045**
External Service Expense			
Instructional (Teacher Contract) Salaries & Benefits	93,258	48,160	77,081
Instructional Aids	8,000	40,007	3,766
Supplies & Services	42,742	60,607	55,647
Travel	-	-	13,578
Student Related Expenses	6,000	-	-
Total External Services Expense	**150,000**	**148,774**	**150,072**
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	158,424	76,609	60,999
Interest on Capital Loans	1,524,436	1,526,379	1,602,240
Interest on Other Long-Term Debt	32,913	667	6,282
Total Interest and Bank Charges	**1,715,774**	**1,603,655**	**1,669,521**
Loss on Disposal of Tangible Capital Assets	-	14,564	-
Total Other Expense	**1,715,774**	**1,618,219**	**1,669,521**
TOTAL EXPENSES FOR THE YEAR	**194,593,140**	**197,299,565**	**189,010,060**

St. Paul's Roman Catholic Separate School Division No. 20

Schedule C - Consolidated Supplementary Details of Tangible Capital Assets
for the year ended August 31, 2019

	Land	Land Improvements	Buildings	Buildings Short-Term	Other Vehicles	Furniture and Equipment	Computer Hardware and Audio Visual Equipment	Computer Software	Assets Under Construction	2019	2018
	$	$	$	$	$	$	$	$	$	$	$
Tangible Capital Assets - at Cost											
Opening Balance as of September 1	9,578,065	1,993,602	327,098,245	39,328,310	581,344	11,165,757	9,228,996	357,628	-	**399,331,947**	**398,392,063**
Additions/Purchases	-	-	-	346,964	100,158	545,009	2,179,091	118,975	1,865,052	**5,155,249**	**3,501,973**
Disposals	(14,564)	-	(110,710)	-	(35,711)	(430,596)	(1,640,734)	(122,977)	-	**(2,355,292)**	**(2,562,089)**
Transfers to (from)	-	-	-	1,156,416	-	-	-	-	(1,156,416)	**-**	**-**
Closing Balance as of August 31	**9,563,501**	**1,993,602**	**326,987,535**	**40,831,690**	**645,791**	**11,280,170**	**9,767,353**	**353,626**	**708,636**	**402,131,904**	**399,331,947**
Tangible Capital Assets - Amortization											
Opening Balance as of September 1	-	813,470	79,059,018	26,649,291	425,073	3,399,081	5,369,400	275,279	-	**115,990,612**	**107,863,253**
Amortization of the Period	-	86,968	6,334,386	1,031,974	94,099	1,117,663	1,936,583	70,719	-	**10,672,392**	**10,689,448**
Disposals	-	-	(110,710)	-	(35,711)	(430,596)	(1,640,734)	(122,977)	-	**(2,340,728)**	**(2,562,089)**
Closing Balance as of August 31	**N/A**	**900,438**	**85,282,694**	**27,681,265**	**483,461**	**4,086,148**	**5,665,249**	**223,021**	**N/A**	**124,322,276**	**115,990,612**
Net Book Value											
Opening Balance as of September 1	9,578,065	1,180,132	248,039,227	12,679,019	156,271	7,766,676	3,859,596	82,349	-	**283,341,335**	**290,528,810**
Closing Balance as of August 31	9,563,501	1,093,164	241,704,841	13,150,425	162,330	7,194,022	4,102,104	130,605	708,636	**277,809,628**	**283,341,335**
Change in Net Book Value	**(14,564)**	**(86,968)**	**(6,334,386)**	**471,406**	**6,059**	**(572,654)**	**242,508**	**48,256**	**708,636**	**(5,531,707)**	**(7,187,475)**
Disposals											
Historical Cost	14,564	-	110,710	-	35,711	430,596	1,640,734	122,977	-	**2,355,292**	**2,562,089**
Accumulated Amortization	-	-	110,710	-	35,711	430,596	1,640,734	122,977	-	**2,340,728**	**2,562,089**
Net Cost	**14,564**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**14,564**	**-**
Price of Sale	-	-	-	-	1,000	-	-	-	-	**1,000**	**-**
Gain (Loss) on Disposal	**(14,564)**	**-**	**-**	**-**	**1,000**	**-**	**-**	**-**	**-**	**(13,564)**	**-**

Closing net book value of tangible capital assets includes total leased tangible capital assets of $784,098 (2018 - $0) in Computer Hardware and Audio Visual Equipment.
Amortization of $196,025 (2018 - $0) has been recorded on these assets.

St. Paul's Roman Catholic Separate School Division No. 20

Schedule D: Consolidated Non-Cash Items Included in Deficit
for the year ended August 31, 2019

	2019	2018
	$	$
Non-Cash Items Included in Deficit		
Amortization of Tangible Capital Assets (Schedule C)	10,672,392	10,689,448
In-Kind Ministry of Education Capital Grants for Joint-Use Schools Project included in Deficit	(457,055)	-
Net Loss on Disposal of Tangible Capital Assets (Schedule C)	13,564	-
Total Non-Cash Items Included in Deficit	**10,228,901**	**10,689,448**

St. Paul's Roman Catholic Separate School Division No. 20

Schedule E: Consolidated Net Change in Non-Cash Operating Activities
for the year ended August 31, 2019

	2019	2018
	$	$
Net Change in Non-Cash Operating Activities		
(Increase) Decrease in Accounts Receivable	(1,509,100)	4,233,194
Increase (Decrease) in Accounts Payable and Accrued Liabilities *	1,269,075	(492,633)
Increase in Liability for Employee Future Benefits	155,900	297,400
Increase in Deferred Revenue	1,103,345	162,548
Decrease (Increase) in Prepaid Expenses	8,976	(13,546)
Total Net Change in Non-Cash Operating Activities	**1,028,196**	**4,186,963**

* This amount does not include the $642,928 increase in accounts payable and accrued liabilities related to the acquisition of tangible capital assets.

1. AUTHORITY AND PURPOSE

The school division operates under the authority of *The Education Act, 1995* of Saskatchewan as a corporation under the name of "The Board of Education of the St. Paul's Roman Catholic Separate School Division No. 20" and operates as "the St. Paul's Roman Catholic Separate School Division No. 20". The school division provides education services to residents within its boundaries and is governed by an elected board of trustees. The school division is exempt from income tax.

2. SIGNIFICANT ACCOUNTING POLICIES

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards for other government organizations as established by the Public Sector Accounting Board (PSAB) and as published by the Chartered Professional Accountants of Canada (CPA Canada). Significant aspects of the accounting policies as adopted by the school division are as follows:

a) Basis of Accounting

The consolidated financial statements are prepared using the accrual basis of accounting.

b) Reporting Entity and Consolidation

The school division reporting entity is comprised of all the organizations which are controlled by the school division and the school division's share of partnerships.

Partnerships
A partnership represents a contractual arrangement between the school division and a party or parties outside the school division reporting entity. The partners have significant clearly defined common goals, make a financial investment in the partnership, share control of decision making, and share, on an equitable basis, the significant risks and benefits associated with the operations of the partnership.

Partnerships are accounted for on a proportionate consolidation basis whereby the school division's pro-rata share of the partnership's assets, liabilities, revenues and expenses are combined on a line-by-line basis. The partnership's accounting policies are consistent with the accounting policies of the school division. Inter-company balances and transactions between the school division and the partnership have been eliminated.

The school division has an interest in one partnership:

- Humboldt Collegiate Institute – 58.3% (2018 – 58.1%)

c) Measurement Uncertainty and the Use of Estimates

Canadian public sector accounting standards require management to make estimates and assumptions that affect reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the year.

Measurement uncertainty that may be material to these consolidated financial statements exists for:

- The liability for future employee benefits of $5,629,000 (2018 - $5,473,100) because actual experience may differ significantly from actuarial estimations.
- Property taxation revenue of $49,472,751 (2018 - $49,923,392) because final tax assessments may differ from initial estimates.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

- Useful lives of tangible capital assets and related amortization $10,672,392 (2018 - 10,689,448) because the actual useful lives of the capital assets may differ from their estimated economic lives.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary they are reported in earnings in the periods in which they become known.

While best estimates are used for reporting items subject to measurement uncertainty, it is reasonably possible that changes in future conditions, occurring within one fiscal year, could require material changes in the amounts recognized or disclosed.

d) Financial Instruments

Financial instruments are any contracts that give rise to financial assets of one entity and financial liabilities or equity instruments of another entity. A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The school division recognizes a financial instrument when it becomes a party to the contractual provisions of a financial instrument. The financial assets and financial liabilities portray these rights and obligations in the consolidated financial statements. Financial instruments of the school division include cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities and long-term debt.

All financial instruments are measured at cost or amortized cost. Transaction costs are a component of the cost of financial instruments measured using cost or amortized cost. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenues or expenses. Impairment losses such as write-downs or write-offs are reported in the consolidated statement of operations and accumulated surplus from operations.

Gains and losses on financial instruments, measured at cost or amortized cost, are recognized in the consolidated statement of operations and accumulated surplus from operations in the period the gain or loss occurs.

Remeasurement Gains and Losses have not been recognized by the school division in a statement of remeasurement gains and losses because it does not have financial instruments that give rise to material gains or losses.

e) Financial Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations. Valuation allowances are used where considered necessary to reduce the amounts reported for financial assets to their net realizable value.

Cash and Cash Equivalents consist of cash and bank deposits held for the purpose of meeting short-term operating cash commitments rather than for investing purposes.

Accounts Receivable includes taxes receivable, provincial grants receivable and other receivables. Taxes receivable represent education property taxes assessed or estimated owing to the end of the fiscal period but not yet received. Provincial grants receivable represent capital and other grants earned but not received at the end of the fiscal year, provided reasonable estimates of the amounts can be made. Grants are earned when the events giving rise to the grant have occurred, the grant is authorized, and any eligibility criteria have been met. Other receivables are

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

recorded at cost less valuation allowances. These allowances are recorded where collectability is considered doubtful.

Portfolio Investments consist of guaranteed investment certificates (GICs) and are carried at cost. The school division values its portfolio investments in accordance with its policy for financial instruments, as described in Note 2 (d).

f) Non-Financial Assets

Non-financial assets are assets held for consumption in the provision of services. These assets do not normally provide resources to discharge the liabilities of the school division unless they are sold.

Tangible Capital Assets have useful lives extending beyond the accounting period, are used by the school division to provide services to the public and are not intended for sale in the ordinary course of operations.

Tangible capital assets are recorded at cost (or estimated cost when the actual cost is unknown) and include all costs directly attributable to the acquisition, design, construction, development, installation and betterment of the tangible capital asset. The school division does not capitalize interest incurred while a tangible capital asset is under construction.

The cost of depreciable tangible capital assets, net of any residual value, is amortized on a straight-line basis over their estimated useful lives as follows:

Land improvements (pavement, fencing, lighting, etc.)	20 years
Buildings	50 years
Buildings – short-term (portables, storage sheds, outbuildings, garages)	20 years
Other vehicles	5 years
Furniture and equipment	10 years
Computer hardware and audio visual equipment	5 years
Computer software	5 years
Leased capital assets	Lease term

Assets under construction are not amortized until completed and placed into service for use.

Prepaid Expenses are prepaid amounts for goods or services will provide economic benefits in one or more future periods such as insurance, Saskatchewan School Boards Association fees, Workers' Compensation premiums and software licenses.

g) Liabilities

Liabilities are present obligations arising from transactions and events occurring prior to year-end, which will be satisfied in the future through the use of assets or another form of economic settlement.

Accounts Payable and Accrued Liabilities include accounts payable and accrued liabilities owing to third parties and employees for work performed, goods supplied and services rendered, but not yet paid, at the end of the fiscal period.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Long-Term Debt is comprised of capital loans with initial maturities of more than one year and are incurred for the purpose of financing capital expenses in accordance with the provisions of *The Education Act, 1995.* Long-term debt also includes capital lease obligations where substantially all of the benefits and risks incident to ownership are transferred to the school division without necessarily transferring legal ownership. The amount of the lease liability recorded at the beginning of the lease term is the present value of the minimum lease payments, excluding the portion thereof relating to executory costs.

Liability for Employee Future Benefits represents post-employment and compensated absence benefits that accrue to the school division's employees. The cost of these benefits is recorded as the benefits are earned by employees. The liability relating to these benefits is actuarially determined using the projected benefit method pro-rated on service. Actuarial valuations are performed periodically using assumptions including discount rate, inflation, salary escalation, termination and retirement rates and mortality. An actuary extrapolates these valuations when a valuation is not done in the current fiscal year. Actuarial gains and losses are amortized on a straight line basis over the expected average remaining service life of the related employee groups.

h) Employee Pension Plans

Multi-Employer Defined Benefit Plans

The school division's employees participate in one of the following multi-employer defined benefit plans:

i) Teachers participate in the Saskatchewan Teachers' Retirement Plan (STRP) or the Saskatchewan Teachers' Superannuation Plan (STSP). The school division's obligation for these plans is limited to collecting and remitting contributions of the employees at rates determined by the plans.

ii) Other employees participate in the Municipal Employees' Pension Plan (MEPP). The plan is accounted for as a defined contribution plan whereby the school division's contributions are expensed when due.

i) Revenue Recognition

Revenues are recorded on the accrual basis. Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues, provided the amount to be received can be reasonably estimated and collection is reasonably assured.

The school division's sources of revenues include the following:

i) Government Transfers (Grants)
Grants from governments are considered to be government transfers. Government transfers are recognized as revenues when the transfer is authorized, all eligibility criteria have been met, except when, and to the extent, stipulations by the transferor give rise to an obligation that meets the definition of a liability. Transfers with stipulations are recorded as deferred revenue and recognized as revenue in the consolidated statement of operations and accumulated surplus from operations as the stipulation liabilities are settled. Payments made by the Government of Saskatchewan on behalf of the school division for Joint-Use capital projects are recorded as government transfers with ownership of schools vesting with the school division.

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

ii) Property Taxation

Property tax is levied and collected on a calendar year basis. Uniform education property tax mill rates are set by the Government of Saskatchewan and agreed to by the Board of Education, although separate school divisions have a legislative right to set their own mill rates. Tax revenues are recognized on the basis of time with $1/12^{th}$ of estimated total tax revenue recorded in each month of the school division's fiscal year. The tax revenue for the September to December portion of the fiscal year is based on the actual amounts reported by the municipalities for the calendar taxation year. For the January to August portion of its fiscal year, the school division estimates tax revenue based on estimate information provided by municipalities who levy and collect the property tax on behalf of the school division. The final annual taxation amounts are reported to the division by each municipality following the conclusion of each calendar taxation year, and any difference between final amounts and the school division's estimates is recorded as an adjustment to revenue in the next fiscal year.

On January 1, 2018, pursuant to *The Education Property Tax Act*, the Government of Saskatchewan became the taxing authority for education property tax. The legislation provides authority to separate school divisions to set a bylaw to determine and apply their own mill rates for education property taxes. For both the 2018 and 2019 taxation years, the school division does have a bylaw in place.

iii) Fees and Services

Revenues from tuition fees and other fees and services are recognized in the year they are earned. Amounts that are restricted pursuant to legislation, regulation or agreements with external parties that may only be used in the conduct of certain programs or in the delivery of specific services and transactions are initially recorded as deferred revenue and subsequently recognized as revenue in the fiscal year the related expenses are incurred or services are performed.

iv) Interest Income

Interest is recognized as revenue when it is earned.

v) Other (Non-Government Transfer) Contributions

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the school division if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

3. ACCOUNTS RECEIVABLE

All accounts receivable presented on the Consolidated Statement of Financial Position are net of any valuation allowances for doubtful accounts. Details of accounts receivable balances and allowances are as follows:

	2019		2018	
	Total Receivable	Net of Allowance	Total Receivable	Net of Allowance
Taxes Receivable	$ 1,759,105	$ 1,759,105	$ 1,128,443	$ 1,128,443
Provincial Grants Receivable	3,100,489	3,100,489	1,120,098	1,120,098
Other Receivables	1,693,166	1,693,166	2,795,119	2,795,119
Total Accounts Receivable	**$ 6,552,760**	**$ 6,552,760**	**$ 5,043,660**	**$ 5,043,660**

4. PORTFOLIO INVESTMENTS

Portfolio investments are comprised of the following:

	2019	2018
Portfolio investments in the cost and amortized cost category:	Cost	Cost
Home Trust Company GIC, interest of 2.35%	$ -	$ 10,000
Canadian Western Bank GIC, interest of 2.35%	-	11,600
ING Bank of Canada GIC, interest of 2.70%	-	34,500
Total portfolio investments	**$ -**	**$ 56,100**

5. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2019	2018
Accrued Salaries and Benefits	$ 3,432,466	$ 3,092,187
Supplier Payments	4,343,094	2,895,584
Other	146,354	22,140
Total Accounts Payable and Accrued Liabilities	$ 7,921,914	$ 6,009,911

6. LONG-TERM DEBT

Details of long-term debt are as follows:

		2019	2018
Capital Loans:	BMO 5.01% twenty year fixed rate loan, payable in blended monthly instalments of $179,973 until December 2033.	$ 22,140,922	$ 23,080,114
	Royal Bank 4.25% twenty year fixed rate loan, payable in blended monthly instalments of $77,106 until December 2031.	8,915,207	9,405,576
	BMO 1.98% five year fixed rate loan, payable in blended monthly instalments of $15,422 until March 2020.	122,284	288,082
		31,178,413	32,773,772
Other Long-Term Debt:			
Capital Lease:	Five year capital lease for Konica Minolta multifunction printing devices, variable monthly cost per copy payment based on usage,bearing interest at 0.42%, expiring June 30, 2024.	947,777	-
		947,777	-
Total Long-Term Debt		$ 32,126,190	$ 32,773,772

Future principal repayments over the next 5 years are estimated as follows:

	Capital Loans	Capital Leases	Total
2020	$ 1,893,840	$ 194,548	$ 2,088,388
2021	1,718,055	195,350	1,913,405
2022	1,801,509	196,156	1,997,665
2023	1,889,041	196,965	2,086,006
2024	1,980,850	164,758	2,145,608
Thereafter	21,895,118	-	21,895,118
Total	$ 31,178,413	$ 947,777	$ 32,126,190

Principal and interest payments on long-term debt are as follows:

	Capital Loans	Capital Leases	2019	2018
Principal	$ 1,595,358	$ 32,347	$ 1,627,705	$ 1,836,920
Interest	1,526,379	667	1,527,046	1,608,522
Total	$ 3,121,737	$ 33,014	$ 3,154,751	$ 3,445,442

7. EMPLOYEE FUTURE BENEFITS

The school division provides certain post-employment and compensated absence benefits to its employees. These benefits include accumulating non-vested sick leave, severance, and vacation banks. The liability associated with these benefits is calculated based on the present value of expected future payments pro-rated for service and is included in Liability for Employee Future Benefits in the Consolidated Statement of Financial Position. Morneau Shepell Ltd, a firm of consulting actuaries, performed an actuarial valuation as at March 31, 2018 and extrapolated the results to estimate the Liability for Employee Future Benefits as at August 31, 2019.

Details of the employee future benefits are as follows:

	2019	2018
Long-term assumptions used:		
Discount rate at end of period	1.93% per annum	3.00% per annum
Inflation rate and productivity (excluding merit and promotion) - Teachers	2.50% per annum	2.50% per annum
Inflation rate and productivity (excluding merit and promotion) - Non-Teachers	3.00% per annum	3.00% per annum
Expected average remaining service life (years)	14	14

Liability for Employee Future Benefits	2019	2018
Accrued Benefit Obligation - beginning of year	$ 5,028,900	$ 5,486,100
Current period service cost	427,800	444,800
Interest cost	157,600	155,100
Benefit payments	(406,600)	(331,400)
Actuarial loss (gain)	554,500	(725,700)
Accrued Benefit Obligation - end of year	5,762,200	5,028,900
Unamortized Net Actuarial (Loss) Gain	(133,200)	444,200
Liability for Employee Future Benefits	$ 5,629,000	$ 5,473,100

Employee Future Benefits Expense	2019	2018
Current service cost	$ 427,800	$ 444,800
Amortization of net actuarial (gain) loss	(22,900)	28,900
Benefit cost	404,900	473,700
Interest cost	157,600	155,100
Total Employee Future Benefits Expense	$ 562,500	$ 628,800

8. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2018	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2019
Capital projects				
Federal capital tuition	$ 21,004	$ -	$ (21,004)	$ -
Other Non-Government deferred capital transfers	72,912	-	(20,412)	52,500
Total capital projects deferred revenue	93,916	-	(41,416)	52,500
Non-capital deferred revenue				
International Student Program tuition	2,375,747	2,577,500	(2,375,747)	2,577,500
Holy Family Community Space	1,115,400	-	(50,700)	1,064,700
Facility rentals	4,488	9,851	(4,488)	9,851
Property tax income	683,727	1,672,072	(683,727)	1,672,072
Total non-capital deferred revenue	4,179,362	4,259,423	(3,114,662)	5,324,123
Total Deferred Revenue	$ 4,273,278	$ 4,259,423	$ (3,156,078)	$ 5,376,623

9. COMPLEMENTARY SERVICES

Complementary services represent those services and programs where the primary purpose is other than K-12 learning/learning support, but which have the specific objective of enhancing the school division's ability to successfully deliver its K-12 curriculum/learning programs.

Following is a summary of the revenues and expenses of the Complementary Services programs operated by the school division:

Summary of Complementary Services Revenues and Expenses, by Program	Pre-K Programs	2019	2018
Revenues:			
Operating Grants	$ 2,145,452	$ 2,145,452	$ 1,926,524
Total Revenues	2,145,452	2,145,452	1,926,524
Expenses:			
Salaries & Benefits	1,980,239	1,980,239	1,651,800
Instructional Aids	122	122	286
Supplies and Services	-	-	102
Non-Capital Furniture & Equipment	24,822	24,822	-
Travel	1,656	1,656	509
Professional Development (Non-Salary Costs)	251	251	-
Student Related Expenses	20,191	20,191	21,930
Contracted Transportation & Allowances	16,672	16,672	16,248
Amortization of Tangible Capital Assets	1,170	1,170	1,170
Total Expenses	2,045,123	2,045,123	1,692,045
Excess of Revenue over Expenses	$ 100,329	$ 100,329	$ 234,479

10. EXTERNAL SERVICES

External services represent those services and programs that are outside of the school division's learning/learning support and complementary programs. These services have no direct link to the delivery of the school division's K-12 programs nor do they directly enhance the school division's ability to deliver its K-12 programs.

Following is a summary of the revenues and expenses of the External Services programs operated by the school division:

Summary of External Services Revenues and Expenses, by Program	Invitational Shared Services Initiative	2019	2018
Revenues:			
Operating Grants	$ 150,000	$ 150,000	$ 150,000
Total Revenues	150,000	150,000	150,000
Expenses:			
Salaries & Benefits	48,160	48,160	77,081
Instructional Aids	40,007	40,007	3,766
Supplies and Services	60,607	60,607	55,647
Travel	-	-	13,578
Total Expenses	148,774	148,774	150,072
Excess (Deficiency) of Revenues over Expenses	$ 1,226	$ 1,226	$ (72)

11. ACCUMULATED SURPLUS

Accumulated surplus represents the financial assets and non-financial assets of the school division less liabilities. This represents the accumulated balance of net surplus arising from the operations of the school division including school generated funds.

Certain amounts of the accumulated surplus, as approved by the Board of Education, have been designated for specific future purposes. These internally restricted amounts, or designated assets, are included in the accumulated surplus presented in the consolidated statement of financial position. The school division does not maintain separate bank accounts for designated assets.

Details of accumulated surplus are as follows:

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2019

11. ACCUMULATED SURPLUS (Cont'd)

	August 31 2018	Additions during the year	Reductions during the year	August 31 2019
Invested in Tangible Capital Assets				
Net Book Value of Tangible Capital Assets	$ 283,341,335	$ 5,155,249	$ 10,686,956	$ 277,809,628
Less: Debt owing on Tangible Capital Assets	(32,773,772)	(980,123)	(1,627,705)	(32,126,190)
	250,567,563	4,175,126	9,059,251	245,683,438
PMR maintenance project allocations	1,299,278	3,777,181	2,437,856	2,638,603
Designated Assets				
Capital projects				
Designated for tangible capital asset expenditures	687,410	330,253	269,132	748,531
Other				
Board elections	75,000	50,000	-	125,000
Claims fluctuation reserve	100,000	-	-	100,000
Coordinator carryover	417,601	661,609	277,601	801,609
Curricular renewal and implementation	1,270,000	150,000	-	1,420,000
Facility renewal and construction	3,367,526	-	-	3,367,526
Federal playground grant	50,000	-	50,000	-
Holy Family maintenance fund	152,100	50,700	-	202,800
Humboldt Collegiate Institute	331,101	32,855	-	363,956
Invitational Shared Services Initiative	7,500	150,000	148,731	8,769
JUSP unfixed furniture and equipment and minor works	102,081	-	-	102,081
Modular classroom moves and new construction	1,039,307	-	-	1,039,307
Oskāyak High School	1,415,804	237,493	-	1,653,297
Saskatoon French School	500,028	89,815	-	589,843
Scholarship funds	225,523	5,941	61,567	169,897
School decentralized budget carryover	136,070	170,603	136,070	170,603
School furniture replacement	450,000	250,000	124,500	575,500
School generated funds	1,426,524	22,313	-	1,448,837
Snow removal	50,000	25,000	-	75,000
	11,803,575	2,226,582	1,067,601	12,962,556
Unrestricted Surplus	3,865,354	18,792	-	3,884,146
Total Accumulated Surplus	$ 267,535,770	$ 10,197,681	$ 12,564,708	$ 265,168,743

PMR Maintenance Project Allocations represent transfers received from the Ministry of Education as funding support for maintenance projects on the school division's approved 3-year capital maintenance plans. Unspent funds at the end of a fiscal year are designated for future approved capital plan maintenance project expenditures.

12. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Debt Service	Amortization of TCA	2019 Actual	2018 Actual
Governance	$ 246,660	$ 343,931	$ -	$ -	$ 590,591	$ 603,695
Administration	4,100,240	977,525	-	63,342	5,141,107	5,372,449
Instruction	132,444,979	9,247,989	-	2,161,726	143,854,694	136,250,005
Plant	9,171,890	13,800,431	-	8,446,154	31,418,475	31,423,470
Transportation	1,481	7,828,064	-	-	7,829,545	7,901,069
Tuition and Related Fees	-	103,227	-	-	103,227	-
School Generated Funds	-	4,549,810	-	-	4,549,810	3,947,734
Complementary Services	1,980,239	63,714	-	1,170	2,045,123	1,692,045
External Services	48,160	100,614	-	-	148,774	150,072
Other	-	25,324	1,592,895	-	1,618,219	1,669,521
TOTAL	$ 147,993,649	$ 37,040,629	$ 1,592,895	$ 10,672,392	$ 197,299,565	$ 189,010,060

13. PENSION PLANS

Multi-Employer Defined Benefit Plans

Information on the multi-employer pension plans to which the school division contributes is as follows:

i) Saskatchewan Teachers' Retirement Plan (STRP) and Saskatchewan Teachers' Superannuation Plan (STSP)

The STRP and STSP provide retirement benefits based on length of service and pensionable earnings.

The STRP and STSP are funded by contributions by the participating employee members and the Government of Saskatchewan. The school division's obligation to the STRP and STSP is limited to collecting and remitting contributions of the employees at rates determined by the plans.

Accordingly, these consolidated financial statements do not include any expense for employer contributions to these plans. Net pension assets or liabilities for these plans are not reflected in these consolidated financial statements as ultimate responsibility for retirement benefits rests with the Saskatchewan Teachers' Federation for the STRP and with the Government of Saskatchewan for the STSP.

Details of the contributions to these plans for the school division's employees are as follows:

	2019			2018
	STRP	STSP	TOTAL	TOTAL
Number of active School Division members	1,222	2	1,224	1,174
Member contribution rate (percentage of salary)	9.50% - 11.70%	6.05% - 7.85%	6.05% - 11.70%	6.05% - 13.50%
Member contributions for the year	$ 10,053,185	$ 7,674	$ 10,060,859	$ 11,402,221

13. PENSION PLANS (Cont'd)

ii) Municipal Employees' Pension Plan (MEPP)

The MEPP provides retirement benefits based on length of service and pensionable earnings.

The MEPP is funded by employer and employee contributions at rates set by the Municipal Employees' Pension Commission.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees which could affect future contribution rates and/or benefits.

The contributions to the MEPP by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these consolidated financial statements. The plan is accounted for as a defined contribution plan whereby the school division's contributions are expensed when due.

Details of the MEPP are as follows:

	2019	2018
Number of active School Division members	731	710
Member contribution rate (percentage of salary)	9.00%	8.15% - 9.00%
School Division contribution rate (percentage of salary)	9.00%	8.15% - 9.00%
Member contributions for the year	$ 2,479,692	$ 2,185,581
School Division contributions for the year	$ 2,479,692	$ 2,185,581
Actuarial extrapolation date	31-Dec-18	31-Dec-17
Plan Assets (in thousands)	$ 2,487,505	$ 2,469,995
Plan Liabilities (in thousands)	$ 2,024,269	$ 2,015,818
Plan Surplus (in thousands)	$ 463,236	$ 454,177

14. BUDGET FIGURES

Budget figures included in the consolidated financial statements were approved by the Board of Education on June 25, 2018 and the Minister of Education on August 22, 2018.

15. PARTNERSHIP

The school division operates Humboldt Collegiate Institute (HCI) under a joint operating agreement between the school division and Horizon School Division No. 205. The purpose of the partnership is to provide secondary education to the Catholic and Public students of Humboldt and surrounding area. Any distribution (recovery) of annual operating surplus (deficit) is shared between the partners according to their proportionate share of the student population for the given fiscal year.

15. PARTNERSHIP (Cont'd)

The following is a schedule of relevant financial information as stated within the financial statements for the partnership for the year ended August 31, 2019. These amounts represent 100% of the partnership's financial position and activities.

	2019	2018
Tangible Capital Assets	$ 14,671,263	$ 15,126,611
Total Assets	$ 14,671,263	$ 15,126,611
Accumulated Surplus	$ 14,671,263	$ 15,126,611
Total Liabilities and Accumulated Surplus	$ 14,671,263	$ 15,126,611
Revenue	$ 3,806,543	$ 3,836,346
Expenses	(3,750,189)	(3,685,917)
Total Operating Surplus	$ 56,354	$ 150,429
Less: Allocated to Horizon School Division No. 205	(23,507)	(63,030)
Less: Allocated to St. Paul's Roman Catholic Separate School Division No. 20	(32,847)	(87,399)
Total Accumulated Surplus	$ -	$ -

The above amounts have been proportionately consolidated in the school division's consolidated financial statements at the school division's partnership share of 58.3% (2018 – 58.1%). After adjusting accounting policies to be consistent with those of the school division and eliminating transactions between the partnership and the school division, the following amounts have been included in the school division's consolidated financial statements:

	2019	2018
Tangible Capital Assets	$ 10,105,678	$ 10,419,075
Revenue	$ 2,218,889	$ 2,228,917
Expenses	$ (2,186,034)	$ (2,141,518)

The school division's allocation of the accumulated balance of net operating surplus including school generated funds arising from the operations of HCI has been included in designated assets as disclosed in Note 11 – Accumulated Surplus.

16. CONTRACTUAL RIGHTS

Significant contractual rights of the school division are as follows:

Three-year facility lease agreement for Sion Middle School to STC Urban First Nations Services Inc. of $342,729, ending August 30, 2021.

	Sion Middle School
2020	$ 114,243
2021	114,243
Total Contractual Rights	**$ 228,486**

17. CONTRACTUAL OBLIGATIONS AND COMMITMENTS

On July 4, 2014, the school division signed a five-year contract with Hertz Northern Bus for student transportation services, with an option to extend the contract for an additional three years. The option was exercised December 11, 2017, extending the contract to June 30, 2022.

On August 25, 2016, the school division signed a seven-year contract with First Canada ULC for student transportation services, expiring June 30, 2023. The school division has a right to extend the contract for an additional three years.

	Transportation Services
2020	$ 7,080,834
2021	7,259,712
2022	7,443,956
2023	6,515,485
	$ 28,299,987

The school division leases instructional space for its Opening Doors Program from PNV Holdings Ltd. On July 8, 2019, the school division signed a three-year lease extension for the period ending August 31, 2022. The annual lease cost is $46,200.

On June 25, 2019 the school division signed a five-year capital lease with Konica Minolta Business Solutions (Canada) Ltd. The lease is paid through a monthly cost per copy charged. The annual guaranteed minimum number of copies is 21.37 million.

Operating and capital lease obligations of the school division are as follows:

	Operating Leases		Capital Leases	
	Instructional Space	Total Operating	Multifunction copiers	Total Capital
Future minimum lease payments:				
2020	$ 46,200	$ 46,200	$ 198,082	$ 198,082
2021	46,200	46,200	198,082	198,082
2022	46,200	46,200	198,082	198,082
2023	-	-	198,082	198,082
2024	-	-	165,070	165,070
Total future minimum lease payments	138,600	138,600	957,398	957,398
Interest costs	-	-	(9,621)	(9,621)
Total Lease Obligations	$ 138,600	$ 138,600	$ 947,777	$ 947,777

18. RISK MANAGEMENT

The school division is exposed to financial risks from its financial assets and liabilities. These risks include credit risk, liquidity risk and market risk (consisting of interest rate risk).

i) Credit Risk

Credit risk is the risk to the school division from potential non-payment of accounts receivable. The credit risk related to the school division's receivables from the provincial government, federal government and their agencies are considered to be minimal. For other receivables, the school division has adopted credit policies which include close monitoring of overdue accounts. The school division does not have a significant exposure to any individual customer. Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect impairment in collectability.

The aging of provincial grants and other accounts receivable as at August 31, 2019 was:

	August 31, 2019				
	Total	0-30 days	30-60 days	60-90 days	Over 90 days
Grants Receivable	$ 3,100,489	$ 3,100,489	$ -	$ -	$ -
Other Receivables	1,434,161	992,413	6,332	5,058	430,358
Net Receivables	$ 4,534,650	$ 4,092,902	$ 6,332	$ 5,058	$ 430,358

Receivable amounts related to GST are not applicable to credit risk, as these do not meet the definition of a financial instrument.

ii) Liquidity Risk

Liquidity risk is the risk that the school division will not be able to meet its financial obligations as they come due. The school division manages liquidity risk by maintaining adequate cash balances, budget practices and monitoring and forecasts. The following table sets out the contractual maturities of the school division's financial liabilities:

	August 31, 2019				
	Total	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	$ 7,921,914	$ 7,921,914	$ -	$ -	$ -
Long-term debt (includes interest)	43,447,176	1,734,050	1,672,362	13,099,134	26,941,630
Total	$ 51,369,090	$ 9,655,964	$ 1,672,362	$ 13,099,134	$ 26,941,630

iii) Market Risk

The school division is exposed to market risks with respect to interest rates is as follows:

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The school division's interest rate exposure relates to cash and cash equivalents and long-term debt. The school division also has an authorized bank line of credit of $28,000,000 with interest payable monthly at a rate of prime minus 1.00% per annum, which was approved by the Ministry of Education on

18. RISK MANAGEMENT (Cont'd)

June 19, 2015. Changes in the bank's prime rate can cause fluctuation in interest payments and cash flows. There was no balance outstanding on this credit facility as of August 31, 2019.

The school division minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency
- investing in GICs and term deposits for short terms at fixed interest rates
- managing cash flows to minimize utilization of its bank line of credit
- managing its interest rate risk on long-term debt through the use of fixed rate terms.

19. COMPARATIVE INFORMATION

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