

Consolidated Audited Financial Statements

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

School Division No. 4160000

For the Period Ending: August 31, 2020



Chief Financial Officer



Auditor

Note - Copy to be sent to Ministry of Education, Regina

Management's Responsibility for the Consolidated Financial Statements

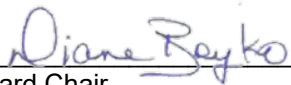
The school division's management is responsible for the preparation of the consolidated financial statements in accordance with Canadian public sector accounting standards and the format specified in the Financial Reporting Manual issued by the Ministry of Education. The preparation of financial statements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


Board Chair


CEO/Director of Education


Chief Financial Officer

November 30, 2020

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, 2020, 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, 2020, and the results of its consolidated operations and accumulated surplus from 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 information

Management is responsible for the other information. The other information obtained at the date of this auditor's report is information included in the Annual report, which includes the consolidated financial statements and our auditor's report thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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.

Independent Auditor's Report

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 30, 2020

MNP LLP

Chartered Professional Accountants

MNP

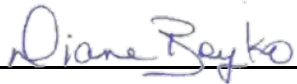
St. Paul's Roman Catholic Separate School Division No. 20
Consolidated Statement of Financial Position
as at August 31, 2020

	2020	2019
	\$	\$
Financial Assets		
Cash and Cash Equivalents	33,117,476	31,528,189
Accounts Receivable (Note 3)	11,346,875	6,552,760
Total Financial Assets	44,464,351	38,080,949
Liabilities		
Accounts Payable and Accrued Liabilities (Note 4)	8,889,904	7,921,914
Long-Term Debt (Note 5)	30,037,802	32,126,190
Liability for Employee Future Benefits (Note 6)	5,892,000	5,629,000
Deferred Revenue (Note 7)	2,880,803	5,376,623
Total Liabilities	47,700,509	51,053,727
Net Debt	(3,236,158)	(12,972,778)
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	277,315,826	277,809,628
Prepaid Expenses	446,206	331,893
Total Non-Financial Assets	277,762,032	278,141,521
Accumulated Surplus (Note 10)	274,525,874	265,168,743

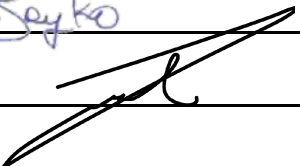
Contractual Rights (Note 15)
Contractual Obligations and Commitments (Note 16)

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

Approved by the Board:



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, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
REVENUES	(Note 13)		
Property Taxes and Other Related Grants	49,382,448	49,432,221	49,472,751
Tuition and Related Fees	136,707,859	149,343,638	133,259,630
School Generated Funds	2,534,840	2,887,434	2,712,811
Complementary Services (Note 8)	3,677,677	3,215,722	4,700,094
External Services (Note 9)	2,165,041	2,165,041	2,145,452
Other	150,000	150,000	150,000
	1,702,015	2,074,400	2,491,800
Total Revenues (Schedule A)	196,319,880	209,268,456	194,932,538
EXPENSES			
Governance	643,660	530,126	590,591
Administration	4,778,788	5,175,340	5,141,107
Instruction	150,566,575	147,744,900	143,854,694
Plant	31,273,443	31,924,059	31,418,475
Transportation	8,607,073	7,597,680	7,829,545
Tuition and Related Fees	103,227	148,465	103,227
School Generated Funds	3,677,677	3,173,703	4,549,810
Complementary Services (Note 8)	2,185,464	1,950,122	2,045,123
External Services (Note 9)	150,000	156,127	148,774
Other	1,662,605	1,510,803	1,618,219
Total Expenses (Schedule B)	203,648,512	199,911,325	197,299,565
Operating Surplus (Deficit) for the Year	(7,328,632)	9,357,131	(2,367,027)
Accumulated Surplus from Operations, Beginning of Year	265,168,743	265,168,743	267,535,770
Accumulated Surplus from Operations, End of Year	257,840,111	274,525,874	265,168,743

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, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
	(Note 13)		
Net Debt, Beginning of Year	(12,972,778)	(12,972,778)	(16,146,434)
Changes During the Year			
Operating Surplus (Deficit) for the Year	(7,328,632)	9,357,131	(2,367,027)
Acquisition of Tangible Capital Assets (Schedule C)	(915,350)	(10,054,850)	(5,155,249)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	-	1,138	1,000
Net (Gain) Loss on Disposal of Capital Assets (Schedule C)	-	(1,138)	13,564
Amortization of Tangible Capital Assets (Schedule C)	10,346,721	10,548,652	10,672,392
Net Change in Other Non-Financial Assets	-	(114,313)	8,976
Change in Net Debt	2,102,739	9,736,620	3,173,656
Net Debt, End of Year	(10,870,039)	(3,236,158)	(12,972,778)

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, 2020

	2020	2019
	\$	\$
OPERATING ACTIVITIES		
Operating Surplus (Deficit) for the Year	9,357,131	(2,367,027)
Add Non-Cash Items Included in Surplus (Deficit) (Schedule D)	8,266,066	10,228,901
Net Change in Non-Cash Operating Activities (Schedule E)	(6,337,346)	1,028,196
Cash Provided by Operating Activities	11,285,851	8,890,070
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(7,609,314)	(3,075,143)
Proceeds on Disposal of Tangible Capital Assets	1,138	1,000
Cash Used by Capital Activities	(7,608,176)	(3,074,143)
INVESTING ACTIVITIES		
Proceeds on Disposal of Portfolio Investments	-	56,100
Cash Provided by Investing Activities	-	56,100
FINANCING ACTIVITIES		
Repayment of Long-Term Debt	(2,088,388)	(1,627,705)
Cash Used by Financing Activities	(2,088,388)	(1,627,705)
INCREASE IN CASH AND CASH EQUIVALENTS	1,589,287	4,244,322
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	31,528,189	27,283,867
CASH AND CASH EQUIVALENTS, END OF YEAR	33,117,476	31,528,189

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, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Property Taxes and Other Related Revenue			
Tax Levy Revenue			
Property Tax Levy Revenue	47,998,739	48,257,824	47,094,226
Revenue from Supplemental Levies	309,766	339,140	398,283
Total Property Tax Revenue	48,308,505	48,596,964	47,492,509
Grants in Lieu of Taxes			
Federal Government	324,439	226,536	193,098
Provincial Government	824,752	952,265	951,131
Other	445,917	523,334	700,981
Total Grants in Lieu of Taxes	1,595,108	1,702,135	1,845,210
Other Tax Revenues			
Treaty Land Entitlement - Urban	71,404	-	571,231
House Trailer Fees	12,385	16,494	21,661
Total Other Tax Revenues	83,789	16,494	592,892
Additions to Levy			
Penalties	27,378	16,895	32,351
Other	373,967	261,486	233,568
Total Additions to Levy	401,345	278,381	265,919
Deletions from Levy			
Cancellations	(35,800)	(77,357)	(29,626)
Other Deletions	(970,499)	(1,084,396)	(694,153)
Total Deletions from Levy	(1,006,299)	(1,161,753)	(723,779)
Total Property Taxes and Other Related Revenue	49,382,448	49,432,221	49,472,751
Grants			
Operating Grants			
Ministry of Education Grants			
Operating Grant	129,955,341	137,509,551	123,819,037
Other Ministry Grants	5,550,305	5,601,548	1,821,062
Total Ministry Grants	135,505,646	143,111,099	125,640,099
Other Provincial Grants	646,198	599,746	770,592
Federal Grants	-	65,000	1,242
Grants from Others	306,015	264,899	268,628
Total Operating Grants	136,457,859	144,040,744	126,680,561
Capital Grants			
Ministry of Education Capital Grants	250,000	5,244,694	6,507,956
Other Capital Grants	-	58,200	71,113
Total Capital Grants	250,000	5,302,894	6,579,069
Total Grants	136,707,859	149,343,638	133,259,630

St. Paul's Roman Catholic Separate School Division No. 20
Schedule A: Consolidated Supplementary Details of Revenues
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
School Boards	128,975	56,432	43,000
Federal Government and First Nations	51,195	-	82,528
Individuals and Other	2,354,670	2,831,002	2,587,283
Total Tuition Fees	2,534,840	2,887,434	2,712,811
Total Tuition and Related Fees Revenue	2,534,840	2,887,434	2,712,811
School Generated Funds Revenue			
Curricular			
Student Fees	11,800	4,208	2,784
Total Curricular Fees	11,800	4,208	2,784
Non-Curricular Fees			
Commercial Sales - Non-GST	70,629	53,547	60,445
Fundraising	820,668	782,444	1,158,480
Grants and Partnerships	510,584	609,540	786,982
Students Fees	2,124,995	1,685,123	2,660,653
Other	139,001	80,860	30,750
Total Non-Curricular Fees	3,665,877	3,211,514	4,697,310
Total School Generated Funds Revenue	3,677,677	3,215,722	4,700,094
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	2,165,041	1,815,041	1,795,452
Other Ministry Grants	-	350,000	350,000
Total Operating Grants	2,165,041	2,165,041	2,145,452
Total Complementary Services Revenue	2,165,041	2,165,041	2,145,452
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	1,124,724	1,226,661
Sales & Rentals	856,301	584,642	783,861
Investments	400,000	363,896	480,278
Gain on Disposal of Capital Assets	-	1,138	1,000
Total Other Revenue	1,702,015	2,074,400	2,491,800
TOTAL REVENUE FOR THE YEAR	196,319,880	209,268,456	194,932,538

St. Paul's Roman Catholic Separate School Division No. 20
Schedule B: Consolidated Supplementary Details of Expenses
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Governance Expense			
Board Members Expense	268,800	251,258	246,660
Professional Development - Board Members	50,000	14,038	31,109
Grants to School Community Councils	48,000	30,970	42,443
Elections	-	3,274	-
Other Governance Expenses	276,860	230,586	270,379
Total Governance Expense	643,660	530,126	590,591
Administration Expense			
Salaries	3,632,544	3,872,439	3,604,316
Benefits	477,368	521,211	495,924
Supplies & Services	199,876	259,453	194,174
Non-Capital Furniture & Equipment	14,956	5,214	1,579
Building Operating Expenses	277,623	370,038	665,498
Communications	90,000	68,366	72,659
Travel	35,000	19,221	31,943
Professional Development	15,000	6,701	11,672
Amortization of Tangible Capital Assets	36,421	52,697	63,342
Total Administration Expense	4,778,788	5,175,340	5,141,107
Instruction Expense			
Instructional (Teacher Contract) Salaries	106,549,880	104,245,480	100,794,084
Instructional (Teacher Contract) Benefits	5,442,341	5,486,643	5,178,039
Program Support (Non-Teacher Contract) Salaries	22,670,417	22,764,215	21,859,753
Program Support (Non-Teacher Contract) Benefits	5,123,048	4,929,328	4,613,103
Instructional Aids	3,107,835	3,606,818	3,744,165
Supplies & Services	2,305,623	2,099,675	2,345,759
Non-Capital Furniture & Equipment	669,922	454,180	708,932
Communications	375,397	445,781	348,499
Travel	286,329	152,533	227,521
Professional Development	793,046	351,062	565,920
Student Related Expense	1,432,429	1,216,823	1,307,193
Amortization of Tangible Capital Assets	1,810,308	1,992,362	2,161,726
Total Instruction Expense	150,566,575	147,744,900	143,854,694

St. Paul's Roman Catholic Separate School Division No. 20
Schedule B: Consolidated Supplementary Details of Expenses
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Plant Operation & Maintenance Expense			
Salaries	7,887,060	7,699,999	7,650,370
Benefits	1,675,597	1,575,390	1,521,520
Supplies & Services	215,185	405,065	54,415
Non-Capital Furniture & Equipment	108,023	314,875	295,449
Building Operating Expenses	12,761,040	13,324,878	13,354,386
Communications	248	83	137
Travel	120,965	100,064	93,958
Professional Development	6,500	1,282	2,086
Amortization of Tangible Capital Assets	8,498,825	8,502,423	8,446,154
Total Plant Operation & Maintenance Expense	31,273,443	31,924,059	31,418,475
Student Transportation Expense			
Salaries	1,549	1,561	1,256
Benefits	-	-	225
Contracted Transportation	8,605,524	7,596,119	7,828,064
Total Student Transportation Expense	8,607,073	7,597,680	7,829,545
Tuition and Related Fees Expense			
Tuition Fees	103,227	148,465	103,227
Total Tuition and Related Fees Expense	103,227	148,465	103,227
School Generated Funds Expense			
Academic Supplies & Services	1,781	2,696	1,869
Cost of Sales	53,177	42,139	47,223
School Fund Expenses	3,622,719	3,128,868	4,500,718
Total School Generated Funds Expense	3,677,677	3,173,703	4,549,810

St. Paul's Roman Catholic Separate School Division No. 20
Schedule B: Consolidated Supplementary Details of Expenses
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Complementary Services Expense			
Instructional (Teacher Contract) Salaries & Benefits	1,320,806	1,265,982	1,277,728
Program Support (Non-Teacher Contract) Salaries & Benefits	794,591	632,483	702,511
Instructional Aids	10,000	9,260	122
Non-Capital Furniture & Equipment	5,000	14,428	24,822
Travel	-	681	1,656
Professional Development (Non-Salary Costs)	1,500	-	251
Student Related Expenses	32,400	10,343	20,191
Contracted Transportation & Allowances	20,000	15,775	16,672
Amortization of Tangible Capital Assets	1,167	1,170	1,170
Total Complementary Services Expense	2,185,464	1,950,122	2,045,123
External Service Expense			
Instructional (Teacher Contract) Salaries & Benefits	97,345	-	48,160
Instructional Aids	8,000	-	40,007
Supplies & Services	39,655	156,127	60,607
Student Related Expenses	5,000	-	-
Total External Services Expense	150,000	156,127	148,774
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	158,424	59,867	76,609
Interest on Capital Loans	1,445,184	1,447,402	1,526,379
Interest on Other Long-Term Debt	58,997	3,534	667
Total Interest and Bank Charges	1,662,605	1,510,803	1,603,655
Loss on Disposal of Tangible Capital Assets	-	-	14,564
Total Other Expense	1,662,605	1,510,803	1,618,219
TOTAL EXPENSES FOR THE YEAR	203,648,512	199,911,325	197,299,565

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, 2020

	Land	Land Improvements	Buildings	Buildings Short-Term	Other Vehicles	Furniture and Equipment	Audio Visual Equipment	Computer Hardware and	Computer Software	Assets Under Construction	2020	2019
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Tangible Capital Assets - at Cost												
Opening Balance as of September 1	9,563,501	1,993,602	326,987,535	40,831,690	645,791	11,280,170	9,767,353	708,636	353,626	708,636	402,131,904	399,331,947
Additions/Purchases	1,709,500	-	944,340	2,109,667	69,155	394,343	859,446	3,847,903	120,496	3,847,903	10,054,850	5,155,249
Disposals	-	-	-	-	(45,193)	(196,981)	(2,088,570)	-	(121,652)	-	(2,452,396)	(2,355,292)
Transfers to (from)	-	-	-	1,199,892	-	179,645	-	(1,379,537)	-	-	-	-
Closing Balance as of August 31	11,273,001	1,993,602	327,931,875	44,141,249	669,753	11,657,177	8,538,229	3,177,002	352,470	409,734,358	402,131,904	402,131,904
Tangible Capital Assets - Amortization												
Opening Balance as of September 1	-	900,438	85,282,694	27,681,265	483,461	4,086,148	5,665,249	-	223,021	-	124,322,276	115,990,612
Amortization of the Period	-	83,184	6,326,711	1,131,822	67,920	1,160,912	1,707,606	-	70,497	-	10,548,652	10,672,392
Disposals	-	-	-	-	(45,193)	(196,981)	(2,088,570)	-	(121,652)	-	(2,452,396)	(2,340,728)
Closing Balance as of August 31	N/A	983,622	91,609,405	28,813,087	506,188	5,050,079	5,284,285	171,866	132,418,532	N/A	124,322,276	124,322,276
Net Book Value												
Opening Balance as of September 1	9,563,501	1,093,164	241,704,841	13,150,425	162,330	7,194,022	4,102,104	130,605	708,636	708,636	277,809,628	283,341,335
Closing Balance as of August 31	11,273,001	1,009,980	236,322,470	15,328,162	163,565	6,607,098	3,253,944	180,604	3,177,002	3,177,002	277,315,826	277,809,628
Change in Net Book Value	1,709,500	(83,184)	(5,382,371)	2,177,737	1,235	(586,924)	(848,160)	49,999	(493,802)	2,468,366	(493,802)	(5,531,707)
Disposals												
Historical Cost	-	-	-	-	45,193	196,981	2,088,570	-	121,652	-	2,452,396	2,355,292
Accumulated Amortization	-	-	-	-	45,193	196,981	2,088,570	-	121,652	-	2,452,396	2,340,728
Net Cost	-	-	-	-	-	-	-	-	-	-	-	14,564
Price of Sale	-	-	-	-	1,138	-	-	-	-	-	1,138	1,000
Gain (Loss) on Disposal	-	-	-	-	1,138	-	-	-	-	-	1,138	(13,564)

Closing cost of leased tangible capital assets includes \$980,123 (2019 - \$980,123) in Computer Hardware and Audio Visual Equipment. Accumulated amortization of \$392,050 (2019 - \$196,025) has been recorded on these assets.

St. Paul's Roman Catholic Separate School Division No. 20
Schedule D: Consolidated Non-Cash Items Included in Surplus / Deficit
for the year ended August 31, 2020

	2020	2019
	\$	\$
Non-Cash Items Included in Surplus / Deficit		
Amortization of Tangible Capital Assets (Schedule C)	10,548,652	10,672,392
In-Kind Ministry of Education Capital Grants for Joint-Use Schools Project included in Surplus / Deficit	(2,281,448)	(457,055)
Net (Gain) Loss on Disposal of Tangible Capital Assets (Schedule C)	(1,138)	13,564
Total Non-Cash Items Included in Surplus / Deficit	8,266,066	10,228,901

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, 2020

	2020	2019
	\$	\$
Net Change in Non-Cash Operating Activities		
(Increase) in Accounts Receivable	(4,794,115)	(1,509,100)
Increase in Accounts Payable and Accrued Liabilities *	803,902	1,269,075
Increase in Liability for Employee Future Benefits	263,000	155,900
(Decrease) Increase in Deferred Revenue	(2,495,820)	1,103,345
(Increase) Decrease in Prepaid Expenses	(114,313)	8,976
Total Net Change in Non-Cash Operating Activities	(6,337,346)	1,028,196

* This amount does not include the \$164,088 increase in accounts payable and accrued liabilities related to the acquisition of tangible capital assets.

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

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 after adjusting the accounting policies to a basis 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 – 57.3% (2019 – 58.3%)

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 \$5,892,000 (2019 - \$5,629,000) because actual experience may differ significantly from actuarial estimations.
- Property taxation revenue of \$49,432,221 (2019 - \$49,472,751) because final tax assessments may differ from initial estimates.

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

- Useful lives of tangible capital assets and related accumulated amortization \$132,418,532 (2019 - \$124,322,276) 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, 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

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

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

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.

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

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.

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

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 1/12th 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 2019 and 2020 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:

	2020		2019	
	Total Receivable	Net of Allowance	Total Receivable	Net of Allowance
Taxes Receivable	\$ 7,159,965	\$ 7,159,965	\$ 1,759,105	\$ 1,759,105
Provincial Grants Receivable	2,507,383	2,507,383	3,100,489	3,100,489
Other Receivables	1,679,527	1,679,527	1,693,166	1,693,166
Total Accounts Receivable	\$ 11,346,875	\$ 11,346,875	\$ 6,552,760	\$ 6,552,760

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

4. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2020	2019
Accrued Salaries and Benefits	\$ 4,251,007	\$ 3,432,466
Supplier Payments	4,638,897	4,343,094
Accrued Interest Payable	-	124,214
SIG Grant Overpayment	-	22,140
Total Accounts Payable and Accrued Liabilities	\$ 8,889,904	\$ 7,921,914

5. LONG-TERM DEBT

Details of long-term debt are as follows:

		2020	2019
Capital Loans:	BMO 5.01% twenty year fixed rate loan, payable in blended monthly instalments of \$179,973 until December 2033.	\$ 20,974,023	\$ 22,140,922
	Royal Bank 4.25% twenty year fixed rate loan, payable in blended monthly instalments of \$77,106 until December 2031.	8,310,550	8,915,207
	BMO 1.98% five year fixed rate loan, payable in blended monthly instalments of \$15,422, expired in March 2020.	-	122,284
		29,284,573	31,178,413
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.	753,229	947,777
		753,229	947,777
Total Long-Term Debt		\$ 30,037,802	\$ 32,126,190

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

5. LONG-TERM DEBT (Cont'd)

Future principal repayments over the next 5 years are estimated as follows:			
	Capital Loans	Capital Leases	Total
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
2025	2,077,149	-	2,077,149
Thereafter	19,817,969	-	19,817,969
Total	\$ 29,284,573	\$ 753,229	\$ 30,037,802

Principal and interest payments on long-term debt are as follows:				
	Capital Loans	Capital Leases	2020	2019
Principal	\$ 1,893,840	\$ 194,548	\$ 2,088,388	\$ 1,627,705
Interest	1,447,402	3,534	1,450,936	1,527,046
Total	\$ 3,341,242	\$ 198,082	\$ 3,539,324	\$ 3,154,751

6. EMPLOYEE FUTURE BENEFITS

The school division provides certain post-employment, compensated absence and termination benefits to its employees. These benefits include accumulating non-vested sick leave, severance benefits, and accumulating vacation banks. The liability associated with these benefits is calculated as the present value of expected future payments pro-rated for service and is recorded as Liability for Employee Future Benefits in the Consolidated Statement of Financial Position. HUB International 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, 2020. The benefits consulting practice, previously owned by Morneau Shepell Inc., was acquired by HUB International Limited in March 2020.

Details of the employee future benefits 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, 2020

6. EMPLOYEE FUTURE BENEFITS (Cont'd)

	2020	2019
Long-term assumptions used:		
Discount rate at end of period (per annum)	1.54%	1.93%
Inflation rate and productivity - Teachers (excluding merit and promotion) (per annum)	2.50%	2.50%
Inflation rate and productivity - Non-Teachers (excluding merit and promotion) (per annum)	3.00%	3.00%
Expected average remaining service life (years)	14	14

Liability for Employee Future Benefits	2020	2019
Accrued Benefit Obligation - beginning of year	\$ 5,762,200	\$ 5,028,900
Current period service cost	505,200	427,800
Interest cost	117,300	157,600
Benefit payments	(376,200)	(406,600)
Actuarial loss	233,800	554,500
Accrued Benefit Obligation - end of year	6,242,300	5,762,200
Unamortized net actuarial loss	(350,300)	(133,200)
Liability for Employee Future Benefits	\$ 5,892,000	\$ 5,629,000

Employee Future Benefits Expense	2020	2019
Current period service cost	\$ 505,200	\$ 427,800
Amortization of net actuarial (gain) loss	16,700	(22,900)
Benefit cost	521,900	404,900
Interest cost	117,300	157,600
Total Employee Future Benefits Expense	\$ 639,200	\$ 562,500

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

7. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2019	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2020
Capital projects				
Climate Action Incentive Fund	\$ -	\$ 531,428	\$ (496,826)	\$ 34,602
Other Non-Government deferred capital transfers	52,500	-	(7,500)	45,000
Total capital projects deferred revenue	52,500	531,428	(504,326)	79,602
Non-capital deferred revenue				
International Student Program tuition	2,577,500	1,457,102	(2,577,500)	1,457,102
Holy Family Community Space	1,064,700	-	(50,700)	1,014,000
United Way grant	-	12,500	-	12,500
Facility rentals	9,851	-	(9,851)	-
Property tax income	1,672,072	317,599	(1,672,072)	317,599
Total non-capital deferred revenue	5,324,123	1,787,201	(4,310,123)	2,801,201
Total Deferred Revenue	\$ 5,376,623	\$ 2,318,629	\$ (4,814,449)	\$ 2,880,803

8. 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:

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

8. COMPLEMENTARY SERVICES (Cont'd)

Summary of Complementary Services Revenues and Expenses, by Program	Pre-K Programs	2020	2019
Revenues:			
Operating Grants	\$2,165,041	\$2,165,041	\$ 2,145,452
Total Revenue	2,165,041	2,165,041	2,145,452
Expenses:			
Salaries & Benefits	1,898,465	1,898,465	1,980,239
Instructional Aids	9,260	9,260	122
Non-Capital Furniture & Equipment	14,428	14,428	24,822
Travel	681	681	1,656
Professional Development (Non-Salary Costs)	-	-	251
Student Related Expenses	10,343	10,343	20,191
Contracted Transportation & Allowances	15,775	15,775	16,672
Amortization of Tangible Capital Assets	1,170	1,170	1,170
Total Expenses	1,950,122	1,950,122	2,045,123
Excess of Revenue over Expenses	\$ 214,919	\$ 214,919	\$ 100,329

9. 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	2020	2019
Revenues:			
Operating Grants	\$ 150,000	\$ 150,000	\$ 150,000
Total Revenues	150,000	150,000	150,000
Expenses:			
Salaries & Benefits	-	-	48,160
Instructional Aids	-	-	40,007
Supplies and Services	156,127	156,127	60,607
Total Expenses	156,127	156,127	148,774
(Deficiency) Excess of Revenues over Expenses	\$ (6,127)	\$ (6,127)	\$ 1,226

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

10. 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, 2020

10. ACCUMULATED SURPLUS (Cont'd)

	August 31 2019	Additions during the year	Reductions during the year	August 31 2020
Invested in Tangible Capital Assets				
Net Book Value of Tangible Capital Assets	\$ 277,809,628	\$ 10,054,850	\$ 10,548,652	\$ 277,315,826
Less: Debt owing on Tangible Capital Assets	(32,126,190)	-	2,088,388	(30,037,802)
	245,683,438	10,054,850	12,637,040	247,278,024
PMR maintenance project allocations	2,638,603	3,818,127	1,597,585	4,859,145
Designated Assets				
Capital projects				
Designated for tangible capital asset expenditures	748,531	115,452	589,592	274,391
Other				
Board elections	125,000	-	-	125,000
Claims fluctuation reserve	100,000	-	100,000	-
Coordinator carryover	801,609	294,631	240,500	855,740
COVID-19 committed expenses	-	1,614,477	-	1,614,477
Curricular renewal and implementation	1,420,000	-	-	1,420,000
Facility renewal and construction	3,367,526	-	3,248,000	119,526
Holy Family maintenance fund	202,800	50,700	-	253,500
Humboldt Collegiate Institute	363,956	-	12,436	351,520
Invitational Shared Services Initiative	8,769	150,000	156,127	2,642
JUSP unfixed furniture and equipment and minor works	102,081	-	-	102,081
Modular classroom moves and new construction	1,039,307	-	-	1,039,307
Operating grant/property tax reconciliation	-	6,646,803	-	6,646,803
Oskāyak High School	1,653,297	535,086	-	2,188,383
Saskatoon French School	589,843	16,398	26,897	579,344
Scholarship funds	169,897	268	-	170,165
School decentralized budget carryover	170,603	654,408	170,603	654,408
School furniture replacement	575,500	175,000	175,000	575,500
School generated funds	1,448,837	7,935	-	1,456,772
Snow removal	75,000	-	-	75,000
	12,962,556	10,261,158	4,719,155	18,504,559
Unrestricted Surplus	3,884,146	-	-	3,884,146
Total Accumulated Surplus	\$ 265,168,743	\$ 24,134,135	\$ 18,953,780	\$ 274,525,874

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.

St. Paul's Roman Catholic Separate School Division No. 20
Notes to the Consolidated Financial Statements
for the year ended August 31, 2020

11. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Debt Service	Amortization of TCA	2020 Actual	2019 Actual
Governance	\$ 251,258	\$ 278,868	\$ -	\$ -	\$ 530,126	\$ 590,591
Administration	4,393,650	728,993	-	52,697	5,175,340	5,141,107
Instruction	137,425,666	8,326,872	-	1,992,362	147,744,900	143,854,694
Plant	9,275,389	14,146,247	-	8,502,423	31,924,059	31,418,475
Transportation	1,561	7,596,119	-	-	7,597,680	7,829,545
Tuition and Related Fees	-	148,465	-	-	148,465	103,227
School Generated Funds	-	3,173,703	-	-	3,173,703	4,549,810
Complementary Services	1,898,465	50,487	-	1,170	1,950,122	2,045,123
External Services	-	156,127	-	-	156,127	148,774
Other	-	59,867	1,450,936	-	1,510,803	1,618,219
TOTAL	\$ 153,245,989	\$ 34,665,748	\$ 1,450,936	\$ 10,548,652	\$ 199,911,325	\$ 197,299,565

12. 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:

	2020			2019
	STRP	STSP	TOTAL	TOTAL
Number of active School Division members	1,233	2	1,235	1,224
Member contribution rate (percentage of salary)	9.50% - 11.70%	6.05% - 7.85%	6.05% - 11.70%	6.05% - 11.70%
Member contributions for the year	\$ 10,408,315	\$ 9,582	\$ 10,417,897	\$ 10,060,859

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12. 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:

	2020	2019
Number of active School Division members	763	731
Member contribution rate (percentage of salary)	9.00%	9.00%
School Division contribution rate (percentage of salary)	9.00%	9.00%
Member contributions for the year	\$ 2,681,616	\$ 2,479,692
School Division contributions for the year	\$ 2,681,616	\$ 2,479,692
Actuarial extrapolation date	31-Dec-19	31-Dec-18
Plan Assets (in thousands)	\$ 2,819,222	\$ 2,487,505
Plan Liabilities (in thousands)	\$ 2,160,754	\$ 2,024,269
Plan Surplus (in thousands)	\$ 658,468	\$ 463,236

13. BUDGET FIGURES

Budget figures included in the consolidated financial statements were approved by the Board of Education on June 24, 2019 and the Minister of Education on August 26, 2019.

14. 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.

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14. 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, 2020. These amounts represent 100% of the partnership's financial position and activities.

	2020	2019
Capital Assets	\$ 14,227,899	\$ 14,671,263
Total Assets	14,227,899	14,671,263
Accumulated Surplus	14,227,899	14,671,263
Total Liabilities and Accumulated Surplus	14,227,899	14,671,263
Revenue	3,689,628	3,806,543
Expenses	(3,711,321)	(3,750,189)
Total Operating (Deficit) Surplus	(21,693)	56,354
Less: Allocated to Horizon School Division No. 205	9,257	(23,507)
Less: Allocated to St. Paul's Roman Catholic Separate School Division No. 20	12,436	(32,847)
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 57.3% (2019 – 58.3%). 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:

	2020	2019
Capital Assets	\$ 9,787,895	\$ 10,105,678
Revenue	\$ 2,115,258	\$ 2,218,889
Expenses	\$ (2,127,695)	\$ (2,186,034)

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 10 – Accumulated Surplus.

15. 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, with a balance of \$114,243. The lease ends August 30, 2021.

During the year, the school division was approved for a grant of \$1,062,857 by the Government of Saskatchewan from the Climate Action Incentive Fund (CAIF) to complete projects at two schools. As of August 31, 2020, the school division had received \$531,428, and will received the remaining balance of \$531,429 at project completion.

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16. 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
2021	\$ 7,259,712
2022	7,443,956
2023	6,515,485
	\$ 21,219,153

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:				
2021	\$ 46,200	\$ 46,200	\$ 195,350	\$ 195,350
2022	46,200	46,200	196,156	196,156
2023	-	-	196,964	196,964
2024	-	-	164,759	164,759
Total future minimum lease payments	92,400	92,400	753,229	753,229
Less: Interest and executory costs	-	-	(6,087)	(6,087)
Total Lease Obligations	\$ 92,400	\$ 92,400	\$ 747,142	\$ 747,142

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17. 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, 2020 was:

	August 31, 2020				
	Total	0-30 days	30-60 days	60-90 days	Over 90 days
Grants Receivable	\$ 2,507,383	\$ 2,507,383	\$ -	\$ -	\$ -
Other Receivables	1,401,457	1,041,097	-	-	360,360
Net Receivables	\$ 3,908,840	\$ 3,548,480	\$ -	\$ -	\$ 360,360

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, 2020				
	Total	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 8,889,904	\$ 8,889,904	\$ -	\$ -	\$ -
Long-term debt	30,037,802	956,702	956,702	8,306,428	19,817,970
Total	\$ 38,927,706	\$ 9,846,606	\$ 956,702	\$ 8,306,428	\$ 19,817,970

iii) Market Risk

The school division is exposed to market risks with respect to interest rates, 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 \$15,000,000 (2019 - \$28,000,000) with interest payable

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17. RISK MANAGEMENT (Cont'd)

monthly at a rate of prime minus 1.00% per annum, which was approved by the Ministry of Education on 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, 2020 (2019 - \$0).

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.

18. COVID-19 PANDEMIC

The COVID-19 pandemic is complex and rapidly evolving. It has caused material disruption to businesses and has resulted in an economic slowdown. The school division continues to assess and monitor the impact of COVID-19 on its financial condition. The magnitude and duration of COVID-19 is uncertain and, accordingly, it is difficult to reliably measure the potential future impact on the school division's financial position and operations.

In 2019-20, some municipalities deferred property tax collections due to the COVID-19 pandemic. This does not change the revenue recognition of education property tax; however, it results in decreased cash collections and an increase in accounts receivables. Consequently, the school operating grant from the Ministry of Education has increased in 2019-20 to offset this. In 2020-21, it is expected that the cash will be collected from the deferred education property tax, accounts receivable will decrease and the school operating grant from the Ministry of Education will also decrease.