



MISSION: *Strives for excellence in education and seeks to maximize each child's unique learning ability.*

VISION: *Pursuit of excellence, respect of diversity and achievement for all.*

**THE REGULAR MEETING FOR THE BOARD OF EDUCATION OF THE
SASKATCHEWAN RIVERS PUBLIC SCHOOL DIVISION**

**Board Room, Education Centre
545 – 11th Street East
Prince Albert, SK S6V 1B1
Monday, November 27, 2023
Time: 2:00 p.m.**

AGENDA (#23R-16)

1. Call to order by Board Chair Darlene Rowden
2. Land acknowledgement – Darlene Rowden
3. Declaration of conflict of interest
4. Motion to move into Closed Session
5. Regular session convenes at 2:45 p.m.
6. Adoption of the agenda
7. Business arising from the previous meeting
8. New business (Board Committee Reports, Trustees' items and Notice of Motions)
 - (a) Matters and Motions brought forward from Closed Session of November 27, 2023
9. Reports from administrative staff
 - (a) Audited Financial Statements – Year Ended August 31, 2023 – *J. Pidborochynski*
10. Adjournment

CALENDAR OF EVENTS

Monday, December 4, 2023 Time: 9:30 a.m. to 12:30 p.m.	EDI Workshop, Education Centre, Board Room, 545 – 11 th Street East, Prince Albert, SK
Monday, December 11, 2023 Time: 11:00 a.m.	Board/Director Check In, Education Centre, Board Room, 545 – 11 th Street East, Prince Albert, SK
Monday, December 11, 2023 Time: 2:00 p.m.	Regular meeting, Education Centre, Board Room, 545 – 11th Street East, Prince Albert, SK

NOVEMBER

Regular Board Meeting Agenda Items

- Hold Organizational Meeting – Elections, Appointments and Establish Committees
- Appoint Voting Delegates and Allocate Votes for the SSBA Convention
- Approve Annual Report for Submission to Ministry of Education
- Approve Board Development Plan
- Approve the Audited Financial Statements
- Review Audit Report and Management Letter (ensure deficiencies from previous year have been remedied to the satisfaction of the auditor)

Events/Action

- SSBA Fall General Assembly
- Public Section General Meeting
- Elders Council / Fall Pipe Ceremony
- SCC Regional Meeting – rural (*pilot*)

Budget Considerations

- Review operations and priorities for next fiscal year

DECEMBER

Regular Board Meeting Agenda Items

Events/Action

- Board/Director Check In

MEETING DATE: November 27, 2023

Type of Meeting	Agenda Items	Intent
<input checked="" type="checkbox"/> Regular	<input type="checkbox"/> Correspondence	<input checked="" type="checkbox"/> Information
<input type="checkbox"/> Closed Session	<input type="checkbox"/> New Business	<input type="checkbox"/> Decision
<input type="checkbox"/> Committee of the Whole	<input checked="" type="checkbox"/> Reports from Administrative Staff	<input type="checkbox"/> Discussion
	<input type="checkbox"/> Other: _____	
<i>Primary Policy Reference:</i>	<u>2.8</u>	
FROM:	J. Pidborochynski, Chief Financial Officer	ATTACHMENTS <input checked="" type="checkbox"/>

BACKGROUND

RE: AUDITED FINANCIAL STATEMENTS – YEAR ENDED AUGUST 31, 2023

I am pleased to present the Audited Financial Statement on the financial operations of the school division for the year ended August 31, 2023 and to comment on the overall financial position of the Saskatchewan Rivers Public School Division.

The financial statements have been prepared in accordance with generally accepted accounting principles for local governments, as recommended by the Public Sector Accounting Board (PSAB) of the Canadian Institute of Chartered Accountants (CICA).

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenue as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. Expenses also include the amortization of tangible capital assets.

The budget approved by the Board of Education was developed to support provision of information for the provincial funding model for school divisions and is used to manage program spending within the guidelines of the funding model. Given differences between the funding model and generally accepted accounting principles established by PSAB, the budget figures presented have been adjusted to conform to the basis of accounting used to prepare the financial statements.

RECOMMENDATION

That the Board approve the Financial Statements for the fiscal year ended August 31, 2023.

FINANCIAL SUMMARY

The school division ended the year with a deficit of \$2,092,602 which was realized on revenues of \$113,870,869 and expenses of \$115,963,471.

Actual revenue was over budgeted revenue by \$5,244,998. The major factors contributing to the overall budget variance were increases in grants of \$1,342,622, school generated funds of \$604,827, external services of \$571,649 and other revenue of \$2,662,624.

Actual expense was over budgeted expense by \$3,174,100. The major factors contributing to the overall budget variance were increases in instruction of \$2,505,767, school generated funds of \$509,421 and external services of \$328,151 with decreases in student transportation of \$234,425.

Operating Revenue

Grants

Grants were over budget by \$1,342,622. The main reason for the variance was in the increase in operating grants of \$1,342,622.

Tuition Fees and Other Revenue

Tuition fee revenue was under budget by \$36,724. The main reason for the variance was in the increase in transportation fees of \$9,873 and a decrease in Federal Government and First Nations tuition fees of \$46,597.

School Generated Funds Revenue

School generated funds revenue was over budget by \$604,827. The main reason for the variance was in the level of revenue generated through school based activities.

Complementary Services Revenue

Complementary services revenue was over budget by \$100,000. The main reason for the variance was in the increase in operating grants of \$100,000.

External Services Revenue

External Services revenue was over budget by \$571,649. The main reasons for the variance were the increase in operating grants of \$566,596 and fees and other revenue of \$5,053.

Other Revenue

Other fee revenue was over budget by \$2,662,624. The main reasons for the variance were the increase in reimbursements of \$219,382, sales and rentals of \$3,098, investment income of \$714,163, and gain on disposal of capital assets of \$1,725,981.

Operating Expense

Governance

Governance expense was over budget by \$6,208 as a result of the increase in board members expense of \$15,567, professional development – board members of \$17,231, other governance expenses of \$30,467 and a decrease in grants to school community councils of \$57,057.

Administration

Total administration expense was over budget by \$30,108 as result of the increase in salaries and benefits of \$53,454, non-capital equipment of \$1,865, building operating expense of \$18,041, professional development of \$8,901 and a decrease in supplies and services of \$14,939, communications of \$13,590, travel of \$2,010 and amortization of \$21,614.

Instruction

Total instructional services expense was over budget by \$2,505,767 as a result of the increase in instructional salaries and benefits of \$1,256,132, program support salaries and benefits of \$1,829,277, instructional aids of \$123,189, communication of \$10,960 and a decrease in supplies and services of \$48,790, non-capital equipment of \$133,506, travel of \$27,168, professional development of \$102,711, student related expense of \$27,488 and amortization of \$374,128.

Plant

Total expense for plant operations and maintenance was over budget by \$13,689 as a result of the increase in building operating expenses of \$160,806, travel of \$5,364 and a decrease in salaries and benefits of \$115,073, supplies and services of \$979, non-capital equipment of \$14,137, communications of \$420, professional development of \$9,224 and amortization of \$12,648.

Student Transportation

This category of expense was under budget by \$234,425 as a result of the decrease in salaries and benefits of \$35,778, supplies and services of \$87,520, non-capital equipment of \$44,950, building operating expenses of \$25,405, communications of \$1,635, professional development of \$6,705, amortization of \$67,363 and an increase in travel of \$1,716, contracted transportation of \$33,215.

Tuition and Related Expense

Total expense was over budget by \$52,520. The main reason for the variance was the increase in tuition fees paid to individuals.

School Generated Funds

Total expense was over budget by \$509,421 as a result of the increase in cost of sales of \$267,203, school fund expenses of \$370,338 and a decrease in academic supplies and services of \$91,710, non-capital equipment of \$19,862, and amortization of \$16,548.

Complementary Services

Total expense was under budget by \$37,100 as a result of the decrease in salaries and benefits of \$23,899, instructional aids of \$11,201 and contracted transportation and allowances of \$2,000.

External Services

Total expense was over budget by \$328,151 as a result of the increase in grant transfers of \$339, salaries and benefits of \$164,510, instructional aids of \$57,752, supplies and services of \$119,317, non-capital equipment of \$10,996, travel of \$3,242, professional development of \$8,247, contracted transportation

and allowances of \$6,909 and a decrease in building operating expense of \$38,188, communications of \$1,973 and amortization of \$3,000.

Other expenses

This category of expense was under budget by \$239. The main factor causing the variance was an increase in interest and bank charges of \$239.

Audited Financial Statements

Of the Saskatchewan Rivers School Division No. 119

School Division No. 2010500

For the Period Ending: August 31, 2023

Jerrold Pidborochynski
Chief Financial Officer

MNP LLP
Auditor

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

Saskatchewan Rivers School Division No. 119

Statement of Financial Position
as at August 31, 2023

	2023	2022
	\$	\$
Financial Assets		
Cash and Cash Equivalents	24,859,243	25,613,495
Accounts Receivable (Note 7)	850,557	788,993
Portfolio Investments (Note 3)	4,000,000	2,000,000
Total Financial Assets	29,709,800	28,402,488
Liabilities		
Accounts Payable and Accrued Liabilities (Note 8)	4,474,976	5,981,334
Liability for Employee Future Benefits (Note 5)	3,216,100	3,221,600
Deferred Revenue (Note 9)	2,068,681	195,611
Total Liabilities	9,759,757	9,398,545
Net Financial Assets	19,950,043	19,003,943
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	55,100,120	58,314,979
Inventory of Supplies Held for Consumption	191,113	137,828
Prepaid Expenses	823,729	700,857
Total Non-Financial Assets	56,114,962	59,153,664
Accumulated Surplus (Note 12)	76,065,005	78,157,607

Contingent Liabilities (Note 15)

Contractual Obligations (Note 16)

*The accompanying notes and schedules are an integral part of these statements.***Approved by the Board:**

_____ Chairperson

_____ Chief Financial Officer

Saskatchewan Rivers School Division No. 119
Statement of Operations and Accumulated Surplus from Operations
for the year ended August 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
	\$	\$	\$
REVENUES	(Note 13)		
Grants	98,082,791	99,425,413	97,613,442
Tuition and Related Fees	2,648,673	2,611,949	2,607,242
School Generated Funds	2,280,000	2,884,827	2,304,343
Complementary Services (Note 10)	1,941,824	2,041,824	1,923,808
External Services (Note 11)	2,453,375	3,025,024	2,827,409
Other	1,219,208	3,881,832	1,374,167
Total Revenues (Schedule A)	108,625,871	113,870,869	108,650,411
EXPENSES			
Governance	518,204	524,412	440,426
Administration	3,567,224	3,597,332	3,375,752
Instruction	77,262,361	79,768,128	77,415,077
Plant Operation & Maintenance	16,638,656	16,652,345	15,560,368
Student Transportation	7,827,227	7,592,802	7,405,430
Tuition and Related Fees	69,072	121,592	81,100
School Generated Funds	2,300,000	2,809,421	2,351,613
Complementary Services (Note 10)	2,072,682	2,035,582	1,906,312
External Services (Note 11)	2,533,445	2,861,596	5,548,340
Other	500	261	600
Total Expenses (Schedule B)	112,789,371	115,963,471	114,085,018
Operating Deficit for the Year	(4,163,500)	(2,092,602)	(5,434,607)
Accumulated Surplus from Operations, Beginning of Year	78,157,607	78,157,607	83,592,214
Accumulated Surplus from Operations, End of Year	73,994,107	76,065,005	78,157,607

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

Saskatchewan Rivers School Division No. 119
Statement of Changes in Net Financial Assets
for the year ended August 31, 2023

	2023 Budget	2023 Actual	2022 Actual
	\$	\$	\$
	(Note 13)		
Net Financial Assets, Beginning of Year	19,003,943	19,003,943	20,021,849
Changes During the Year			
Operating Deficit, for the Year	(4,163,500)	(2,092,602)	(5,434,607)
Acquisition of Tangible Capital Assets (Schedule C)	(1,244,500)	(1,655,762)	(491,692)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	10,000	28,804	237,925
Net Gain on Disposal of Capital Assets (Schedule C)	-	(28,804)	(93,702)
Amortization of Tangible Capital Assets (Schedule C)	5,073,000	4,577,699	4,801,037
Net Acquisition of Inventory of Supplies Held for Consumption	-	(53,285)	3,208
Net Change in Other Non-Financial Assets	-	(122,872)	(40,075)
Change in Net Financial Assets	(325,000)	946,100	(1,017,906)
Net Financial Assets, End of Year	18,678,943	19,950,043	19,003,943

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

Saskatchewan Rivers School Division No. 119

Statement of Cash Flows
for the year ended August 31, 2023

	2023	2022
	\$	\$
OPERATING ACTIVITIES		
Operating Deficit for the Year	(2,092,602)	(5,434,607)
Add Non-Cash Items Included in Deficit (Schedule D)	4,841,817	4,707,335
Net Change in Non-Cash Operating Activities (Schedule E)	123,491	(2,177,266)
Cash Provided by (Used in) Operating Activities	2,872,706	(2,904,538)
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(1,655,762)	(489,352)
Proceeds on Disposal of Tangible Capital Assets	28,804	237,925
Cash Used in Capital Activities	(1,626,958)	(251,427)
INVESTING ACTIVITIES		
Cash Used to Acquire Portfolio Investments	(4,000,000)	(2,000,000)
Proceeds on Disposal of Portfolio Investments	2,000,000	1,000,000
Cash Used in Investing Activities	(2,000,000)	(1,000,000)
DECREASE IN CASH AND CASH EQUIVALENTS	(754,252)	(4,155,965)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	25,613,495	29,769,460
CASH AND CASH EQUIVALENTS, END OF YEAR	24,859,243	25,613,495

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

Saskatchewan Rivers School Division No. 119
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2023

	2023 Budget	2023 Actual	2022 Actual
	\$	\$	\$
Grants	(Note 13)		
Operating Grants			
Ministry of Education Grants			
Operating Grant	94,983,466	94,392,710	92,587,185
Operating Grant - PMR	2,881,579	2,621,413	2,881,579
Other Ministry Grants	196,446	299,504	641,601
Total Ministry Grants	98,061,491	97,313,627	96,110,365
Other Provincial Grants	-	176,958	-
Federal Grants	21,300	1,734,828	1,303,077
Grants from Others	-	200,000	200,000
Total Operating Grants	98,082,791	99,425,413	97,613,442
Total Grants	98,082,791	99,425,413	97,613,442
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
Federal Government and First Nations	2,648,673	2,482,757	2,421,695
Individuals and Other	-	119,319	185,547
Total Tuition Fees	2,648,673	2,602,076	2,607,242
Transportation Fees	-	9,873	-
Total Operating Tuition and Related Fees	2,648,673	2,611,949	2,607,242
Total Tuition and Related Fees Revenue	2,648,673	2,611,949	2,607,242
School Generated Funds Revenue			
Curricular			
Student Fees	30,000	10,216	9,273
Total Curricular Fees	30,000	10,216	9,273
Non-Curricular Fees			
Commercial Sales - Non-GST	150,000	64,581	55,107
Fundraising	1,400,000	2,045,179	1,699,162
Grants and Partnerships	115,000	239,468	146,553
Students Fees	285,000	217,472	130,372
Other	300,000	307,911	263,876
Total Non-Curricular Fees	2,250,000	2,874,611	2,295,070
Total School Generated Funds Revenue	2,280,000	2,884,827	2,304,343
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	1,641,824	1,641,824	1,623,808
Other Ministry Grants	300,000	400,000	300,000
Total Operating Grants	1,941,824	2,041,824	1,923,808
Total Complementary Services Revenue	1,941,824	2,041,824	1,923,808

Saskatchewan Rivers School Division No. 119
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2023

	2023 Budget	2023 Actual	2022 Actual
	\$	\$	\$
External Services	(Note 13)		
Operating Grants			
Ministry of Education Grants			
Other Ministry Grants	1,857,080	2,226,051	2,074,899
Other Provincial Grants	-	131,346	98,179
Other Grants	294,180	360,459	373,983
Total Operating Grants	2,151,260	2,717,856	2,547,061
Fees and Other Revenue			
Other Revenue	302,115	307,168	280,348
Total Fees and Other Revenue	302,115	307,168	280,348
Total External Services Revenue	2,453,375	3,025,024	2,827,409
Other Revenue			
Miscellaneous Revenue*	902,104	1,121,486	968,059
Sales & Rentals	19,000	22,098	22,138
Investments	298,104	1,012,267	290,268
Gain on Disposal of Capital Assets	-	1,725,981	93,702
Total Other Revenue	1,219,208	3,881,832	1,374,167
TOTAL REVENUE FOR THE YEAR	108,625,871	113,870,869	108,650,411
Miscellaneous Revenue*	2023 Budget	2023 Actual	2022 Actual
Administration fee	148,500	182,726	206,011
Follow Their Voices reimbursement	305,778	286,820	280,540
Ministry other non-grant payments	-	224,296	156,143
Other	447,826	427,644	325,365
	902,104	1,121,486	968,059

Saskatchewan Rivers School Division No. 119
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2023

	2023 Budget	2023 Actual	2022 Actual
	\$	\$	\$
Governance Expense	(Note 13)		
Board Members Expense	284,042	299,609	272,608
Professional Development - Board Members	26,100	43,331	26,431
Grants to School Community Councils	61,442	4,385	5,006
Other Governance Expenses	146,620	177,087	136,381
Total Governance Expense	518,204	524,412	440,426
Administration Expense			
Salaries	2,495,964	2,522,017	2,295,151
Benefits	308,971	336,372	291,166
Supplies & Services	233,734	218,795	321,230
Non-Capital Furniture & Equipment	18,000	19,865	22,839
Building Operating Expenses	86,431	104,472	75,342
Communications	69,524	55,934	64,895
Travel	15,400	13,390	9,618
Professional Development	54,200	63,101	26,148
Amortization of Tangible Capital Assets	285,000	263,386	269,363
Total Administration Expense	3,567,224	3,597,332	3,375,752
Instruction Expense			
Instructional (Teacher Contract) Salaries	53,592,948	54,626,058	53,479,319
Instructional (Teacher Contract) Benefits	3,007,203	3,230,225	2,984,363
Program Support (Non-Teacher Contract) Salaries	12,145,512	13,643,821	12,718,692
Program Support (Non-Teacher Contract) Benefits	2,504,149	2,835,117	2,609,557
Instructional Aids	2,587,123	2,710,312	2,689,154
Supplies & Services	574,376	525,586	538,811
Non-Capital Furniture & Equipment	902,581	769,075	871,507
Communications	140,429	151,389	143,317
Travel	138,000	110,832	88,730
Professional Development	723,343	620,632	551,606
Student Related Expense	81,697	54,209	68,966
Amortization of Tangible Capital Assets	865,000	490,872	671,055
Total Instruction Expense	77,262,361	79,768,128	77,415,077

Saskatchewan Rivers School Division No. 119
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2023

	2023	2023	2022
	Budget	Actual	Actual
	\$	\$	\$
Plant Operation & Maintenance Expense	(Note 13)		
Salaries	4,844,190	4,706,789	4,594,973
Benefits	971,933	994,261	948,141
Supplies & Services	1,550	571	225,225
Non-Capital Furniture & Equipment	58,000	43,863	39,930
Building Operating Expenses	7,556,483	7,717,289	6,536,491
Communications	16,500	16,080	18,856
Travel	119,000	124,364	116,010
Professional Development	16,000	6,776	5,959
Amortization of Tangible Capital Assets	3,055,000	2,992,895	2,988,240
Amortization of Tangible Capital Assets ARO	-	49,457	86,543
Total Plant Operation & Maintenance Expense	16,638,656	16,652,345	15,560,368
Student Transportation Expense			
Salaries	2,745,838	2,738,925	2,826,151
Benefits	576,400	547,535	561,573
Supplies & Services	1,273,231	1,185,711	1,138,131
Non-Capital Furniture & Equipment	325,600	280,650	310,304
Building Operating Expenses	79,141	53,736	62,890
Communications	12,500	10,865	9,731
Travel	7,500	9,216	11,491
Professional Development	10,500	3,795	4,507
Contracted Transportation	1,951,517	1,984,732	1,704,957
Amortization of Tangible Capital Assets	845,000	777,637	775,695
Total Student Transportation Expense	7,827,227	7,592,802	7,405,430
Tuition and Related Fees Expense			
Tuition Fees	69,072	121,592	81,100
Total Tuition and Related Fees Expense	69,072	121,592	81,100
School Generated Funds Expense			
Academic Supplies & Services	200,000	108,290	85,613
Cost of Sales	700,000	967,203	814,946
Non-Capital Furniture & Equipment	70,000	50,138	57,596
School Fund Expenses	1,310,000	1,680,338	1,383,317
Amortization of Tangible Capital Assets	20,000	3,452	10,141
Total School Generated Funds Expense	2,300,000	2,809,421	2,351,613

Saskatchewan Rivers School Division No. 119
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2023

	2023 Budget	2023 Actual	2022 Actual
	\$	\$	\$
Complementary Services Expense	(Note 13)		
Instructional (Teacher Contract) Salaries & Benefits	1,131,327	1,165,067	1,027,329
Program Support (Non-Teacher Contract) Salaries & Benefits	850,955	793,316	774,965
Instructional Aids	88,400	77,199	104,018
Contracted Transportation & Allowances	2,000	-	-
Total Complementary Services Expense	2,072,682	2,035,582	1,906,312
External Service Expense			
Grant Transfers	-	339	2,752,474
Administration Salaries & Benefits	106,848	108,100	105,030
Instructional (Teacher Contract) Salaries & Benefits	98,677	98,772	106,255
Program Support (Non-Teacher Contract) Salaries & Benefits	543,825	701,567	571,807
Plant Operation & Maintenance Salaries & Benefits	126,618	127,698	126,060
Transportation Salaries & Benefits	18,408	22,749	21,287
Instructional Aids	46,000	103,752	78,267
Supplies & Services	1,229,608	1,348,925	1,476,514
Non-Capital Furniture & Equipment	12,200	23,196	6,415
Building Operating Expenses	301,042	262,854	232,889
Communications	13,500	11,527	17,250
Travel	3,419	6,661	1,664
Professional Development (Non-Salary Costs)	14,300	22,547	34,588
Contracted Transportation & Allowances	16,000	22,909	17,840
Amortization of Tangible Capital Assets	3,000	-	-
Total External Services Expense	2,533,445	2,861,596	5,548,340
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	500	261	600
Total Interest and Bank Charges	500	261	600
Total Other Expense	500	261	600
TOTAL EXPENSES FOR THE YEAR	112,789,371	115,963,471	114,085,018

Saskatchewan Rivers School Division No. 119
Schedule C - Supplementary Details of Tangible Capital Assets
for the year ended August 31, 2023

	Land		Buildings	Buildings	School	Other	Furniture and	Computer Hardware and	Computer	Assets			
	Land	Improvements	Buildings	Short-Term	ARO	Buses	Vehicles	Equipment	Audio Visual Equipment	Software	Under Construction	2023	2022
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Tangible Capital Assets - at Cost													
Opening Balance as of September 1	2,573,177	7,046,776	127,168,733	243,086	4,698,489	9,917,594	1,486,172	3,752,524	1,737,313	25,634	82,718	158,732,216	161,011,980
Additions/Purchases	-	-	-	155,631	-	1,030,878	51,812	228,240	189,201	-	-	1,655,762	491,692
Disposals	-	-	-	-	-	(181,831)	(58,767)	(125,506)	(1,003,035)	-	-	(1,369,139)	(2,771,456)
Write-Downs	-	-	-	-	(1,990,100)	-	-	-	-	-	-	(1,990,100)	-
Transfers to (from)	-	-	-	82,718	-	-	-	-	-	-	(82,718)	-	-
Closing Balance as of August 31	2,573,177	7,046,776	127,168,733	481,435	2,708,389	10,766,641	1,479,217	3,855,258	923,479	25,634	-	157,028,739	158,732,216
Tangible Capital Assets - Amortization													
Opening Balance as of September 1	-	5,832,969	78,983,381	231,946	3,997,332	6,249,587	1,282,871	2,483,899	1,339,315	15,937	-	100,417,237	98,243,433
Amortization of the Period	-	178,646	3,009,634	14,096	49,457	731,228	84,757	323,345	181,689	4,847	-	4,577,699	4,801,037
Disposals	-	-	-	-	-	(181,831)	(58,767)	(125,506)	(1,003,035)	-	-	(1,369,139)	(2,627,233)
Write-Downs	-	-	-	-	(1,697,178)	-	-	-	-	-	-	(1,697,178)	-
Closing Balance as of August 31	N/A	6,011,615	81,993,015	246,042	2,349,611	6,798,984	1,308,861	2,681,738	517,969	20,784	N/A	101,928,619	100,417,237
Net Book Value													
Opening Balance as of September 1	2,573,177	1,213,807	48,185,352	11,140	701,157	3,668,007	203,301	1,268,625	397,998	9,697	82,718	58,314,979	62,768,547
Closing Balance as of August 31	2,573,177	1,035,161	45,175,718	235,393	358,778	3,967,657	170,356	1,173,520	405,510	4,850	-	55,100,120	58,314,979
Change in Net Book Value	-	(178,646)	(3,009,634)	224,253	(342,379)	299,650	(32,945)	(95,105)	7,512	(4,847)	(82,718)	(3,214,859)	(4,453,568)
Disposals													
Historical Cost	-	-	-	-	-	181,831	58,767	125,506	1,003,035	-	-	1,369,139	2,771,456
Accumulated Amortization	-	-	-	-	-	181,831	58,767	125,506	1,003,035	-	-	1,369,139	2,627,233
Net Cost	-	-	-	-	-	-	-	-	-	-	-	-	144,223
Price of Sale	-	-	-	-	-	5,504	23,300	-	-	-	-	28,804	237,925
Gain on Disposal	-	-	-	-	-	5,504	23,300	-	-	-	-	28,804	93,702

Buildings with a net book value of \$28,817,308 (2022-\$31,074,515) include an asset retirement obligation for the removal and disposal of asbestos (Note 8)

Saskatchewan Rivers School Division No. 119

Schedule D: Non-Cash Items Included in Deficit for the year ended August 31, 2023

	2023	2022
	\$	\$
Non-Cash Items Included in Deficit		
Amortization of Tangible Capital Assets (Schedule C)	4,577,699	4,801,037
In-Kind Ministry of Education Capital Grants for Joint-Use Schools Project	-	-
Net Gain on Disposal of Tangible Capital Assets (Schedule C)	(28,804)	(93,702)
Write-Down of Tangible Capital Assets (Schedule C)	292,922	-
Total Non-Cash Items Included in Deficit	4,841,817	4,707,335

Saskatchewan Rivers School Division No. 119

Schedule E: Net Change in Non-Cash Operating Activities for the year ended August 31, 2023

	2023	2022
	\$	\$
Net Change in Non-Cash Operating Activities		
Increase in Accounts Receivable	(61,564)	(349,830)
Decrease (Increase) in Inventories for Sale	-	-
Decrease (Increase) in Assets Held for Sale	-	-
Increase (Decrease) in Provincial Grant Overpayment	-	-
Decrease in Accounts Payable and Accrued Liabilities	(1,506,358)	(981,599)
(Decrease) Increase in Liability for Employee Future Benefits	(5,500)	43,200
Increase (Decrease) in Deferred Revenue	1,873,070	(852,170)
(Increase) Decrease in Inventory of Supplies Held for Consumption	(53,285)	3,208
Increase in Prepaid Expenses	(122,872)	(40,075)
Total Net Change in Non-Cash Operating Activities	123,491	(2,177,266)

Saskatchewan Rivers School Division No. 119

Schedule F: Detail of Designated Assets
for the year ended August 31, 2023

	August 31 2022	Additions during the year	Reductions during the year	August 31 2023
	\$	\$	\$	\$
External Sources				
Contractual Agreements				
Family Resource Centre	62,465	437,020	238,696	260,789
Invitational Shared Services Initiative - Montreal Lake	-	80,000	3,700	76,300
Invitational Shared Services Initiative - Muskoday	22,407	180,000	97,226	105,181
Invitational Shared Services Initiative - Wahpeton	-	180,000	70,456	109,544
Kids First Project	942,718	1,341,381	1,293,995	990,104
Other Projects	404,031	189,339	424,569	168,801
Total Contractual Agreements	1,431,621	2,407,740	2,128,642	1,710,719
Jointly Administered Funds				
School generated funds	1,257,398	105,080	-	1,362,478
Total Jointly Administered Funds	1,257,398	105,080	-	1,362,478
Ministry of Education				
PMR maintenance project allocations	4,623,803	2,621,413	2,860,015	4,385,201
Safe Return to Classroom	26,004	-	26,004	-
Total Ministry of Education	4,649,807	2,621,413	2,886,019	4,385,201
Total	7,338,826	5,134,233	5,014,661	7,458,398
Internal Sources				
Board governance				
Election cost	100,000	-	-	100,000
Total Board governance	100,000	-	-	100,000
Curriculum and student learning				
Indigenous Language Program	63,988	-	23,948	40,040
Literacy Support Program	1,444,896	-	583,200	861,696
Total curriculum and student learning	1,508,884	-	607,148	901,736
Facilities				
Frank J. Dunn Pool Decommission	300,000	-	-	300,000
Major facility renovations	6,500,000	-	-	6,500,000
Track Resurfacing	1,600,000	700,000	-	2,300,000
Total facilities	8,400,000	700,000	-	9,100,000
Furniture and equipment				
Applied Arts and Machine Shop Equipment	92,522	-	35,234	57,288
Inclusive Education Intensive Needs Equipment Renewal	59,809	-	53,792	6,017
Replacement of Track Equipment	100,000	-	-	100,000
Total furniture and equipment	252,331	-	89,026	163,305
Information technology				
Technology equipment	1,625,000	-	77,197	1,547,803
Total information technology	1,625,000	-	77,197	1,547,803
Other				
School Budget Carryovers	9,975	65,713	-	75,688
Total Other	9,975	65,713	-	75,688

Professional development				
Consultant	3,094	507	-	3,601
Total professional development	3,094	507	-	3,601
Total	11,899,284	766,220	773,371	11,892,133
Total Designated Assets	19,238,110	5,900,453	5,788,032	19,350,531

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

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 Saskatchewan Rivers School Division No. 119” and operates as “the Saskatchewan Rivers School Division No. 119”. The School Division provides education services to residents within its geographic region and is governed by an elected board of trustees. The School Division is exempt from income tax.

2. SIGNIFICANT ACCOUNTING POLICIES

Significant aspects of the accounting policies adopted by the School Division are as follows:

a) Basis of Accounting

These 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).

b) Trust Funds

Trust funds are properties assigned to the School Division (trustee) under a trust agreement or statute to be administered for the benefit of the trust beneficiaries. As a trustee, the School Division merely administers the terms and conditions embodied in the agreement, and it has no unilateral authority to change the conditions set out in the trust indenture.

Trust funds are not included in the financial statements as they are not controlled by the School Division. Trust fund activities administered by the School Division are disclosed in Note 14 of the financial statements.

c) Measurement Uncertainty and the Use of Estimates

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

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

c) Measurement Uncertainty and the Use of Estimates (continued)

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

- the liability for employee future benefits of \$3,216,100 (2022 - \$3,221,600) because actual experience may differ significantly from actuarial estimations.
- useful lives of capital assets and related accumulated amortization of \$101,928,619 (2022 - \$100,417,237) because the actual useful lives of the capital assets may differ from their estimated economic lives.
- estimated undiscounted asset retirement obligation of \$2,708,389 (2022 - \$4,698,489) because actual expense may differ significantly from valuation estimates.

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 financial statements. Financial instruments of the School Division include cash and cash equivalents, accounts receivable, portfolio investments and accounts payable and accrued liabilities.

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 expense. Impairment losses such as write-downs or write-offs are reported in the statement of operations and accumulated surplus from operations.

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

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Financial Instruments (continued)

Foreign currency transactions are translated at the exchange rate prevailing at the date of the transactions. Financial assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the financial statement date. The School Division believes that it is not subject to significant unrealized foreign exchange translation gains and losses arising from its financial instruments.

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 other receivables.

Other receivables are recorded at cost less valuation allowances. These allowances are recorded where collectability is considered doubtful. Other receivables include First Nations tuition fees, goods and services tax rebate, provincial sales tax rebate and other miscellaneous items.

Portfolio Investments consist of term deposits. 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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Non-Financial Assets (continued)

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
School buses	12 years
Other vehicles – passenger	5 years
Other vehicles – heavy (graders, 1 ton truck, etc.)	10 years
Furniture and equipment	10 years
Computer hardware and audio visual equipment	5 years
Computer software	5 years

*Buildings that include asbestos and are fully and/or nearly fully amortized have had their useful life reassessed and increased by 10 years

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

Pooled assets in furniture and equipment, computer hardware and audio visual equipment and computer software are written down when the tangible capital assets in its current capacity can no longer contribute to the School Divisions ability to provide services or the value of future economic benefits associated with the tangible capital asset is less than its net book value, and there is no alternative use for the asset

Inventory of Supplies Held for Consumption consists of supplies held for consumption by the School Division in the course of normal operations and are recorded at the lower of cost and replacement cost. Inventory of supplies held for consumption include maintenance parts for buses.

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

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

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. Amounts are payable within one year.

Asset Retirement Obligation (ARO) consists of buildings assets that contain asbestos. The School Division recognizes the fair value of an ARO in the period in which it incurs a legal obligation associated with the retirement of a tangible capital asset. The estimated fair value of an ARO is capitalized as part of the related tangible capital asset and amortized on the same basis as the underlying asset.

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

Employees of the school division participate in the following 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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

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 that meet the definition of a liability are recorded as deferred revenue and recognized as revenue in the statement of operations and accumulated surplus from operations as the stipulation liabilities are settled.

ii) Fees and Services

Revenues from tuition fees and other fees and services are recognized in the year they are earned. Revenues from transactions with performance obligations, which are enforceable promises to provide specific goods or services to the specific payor in return for promised consideration, are recognized when (or as) the School Division satisfies a performance obligation and control of the benefits associated with the goods and services have been passed to the payor. For each performance obligation, the School Division determines whether the performance obligation is satisfied over a period of time or at a point in time.

Revenues from transactions with no performance obligations are recognized when the School Division has the authority to claim or retain an inflow of economic resources and has identified a past transaction or event that gives rise to an asset. For each transaction with no performance obligation, the school division recognizes revenue at its realizable value.

iii) Interest Income

Interest is recognized as revenue when it is earned.

iv) 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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

3. PORTFOLIO INVESTMENTS

Portfolio investments are comprised of the following:

	2023	2022
	<u>Cost</u>	<u>Cost</u>
Portfolio investments in the cost and amortized cost category:		
Term deposit with TCU Financial, 5.15% interest rate, matures November 2023	\$ 1,000,000	\$ -
Term deposit with Kindred Credit Union, 5.25% interest rate, matures February 2024	\$ 250,000	\$ -
Term deposit with Haventree, 5.15% interest rate, matures February 2024	\$ 750,000	\$ -
Term deposit with ConnectFirst Credit Union, 5.15% interest rate, matures May 2024	\$ 1,000,000	\$ -
Term deposit with Prospera Credit Union, 5.80% interest rate, matures July 2024	\$ 1,000,000	\$ -
Term deposit with Kindred Credit Union, 2.00% interest rate, matures February 2023	\$ -	\$ 250,000
Term deposit with Haventree Bank, 2.00% interest rate, matures February 2023	\$ -	\$ 100,000
Term deposit with Canadian Western Bank, 1.72% interest rate, matures February 2023	\$ -	\$ 100,000
Term deposit with Meridian Credit Union, 1.70% interest rate, matures February 2023	\$ -	\$ 250,000
Term deposit with Bridgewater Bank, 1.97% interest rate, matures February 2023	\$ -	\$ 100,000
Term deposit with First Ontario Credit Union, 1.70% interest rate, matures February 2023	\$ -	\$ 200,000
Term deposit with G&F Financial, 3.00% interest rate, matures May 2023	\$ -	\$ 1,000,000
Total portfolio investments	\$ 4,000,000	\$ 2,000,000

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

4. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Amortization of TCA	2023 Actual	2022 Actual
Governance	\$ 274,335	\$ 250,077	\$ -	\$ 524,412	\$ 440,426
Administration	2,858,389	475,557	263,386	3,597,332	3,375,752
Instruction	74,335,221	4,942,035	490,872	79,768,128	77,415,077
Plant Operation & Maintenance	5,701,050	7,908,943	3,042,352	16,652,345	15,560,368
Student Transportation	3,286,460	3,528,705	777,637	7,592,802	7,405,430
Tuition and Related Fees	-	121,592	-	121,592	81,100
School Generated Funds	-	2,805,969	3,452	2,809,421	2,351,613
Complementary Services	1,958,383	77,199	-	2,035,582	1,906,312
External Services	1,058,886	1,802,710	-	2,861,596	5,548,340
Other	-	261	-	261	600
TOTAL	\$ 89,472,724	\$ 21,913,048	\$ 4,577,699	\$ 115,963,471	\$ 114,085,018

5. 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, retirement gratuity 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 statement of financial position. HUB International Limited, a firm of consulting actuaries, performed an actuarial valuation as at March 31, 2021 and extrapolated the results to estimate the Liability for Employee Future Benefits as at August 31, 2023.

Details of the employee future benefits are as follows:

	2023	2022
Long-term assumptions used:		
Discount rate at end of period (per annum)	4.40%	4.01%
Inflation and productivity rate for teachers (excluding merit and promotion) (per annum)	2.50%	2.50%
Inflation and productivity rate for non-teachers (excluding merit and promotion) (per annum)	3.00%	3.00%
Expected average remaining service life (years)	14	14

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

5. EMPLOYEE FUTURE BENEFITS (continued)

Liability for Employee Future Benefits	2023	2022
Accrued Benefit Obligation - beginning of year	\$ 2,299,100	\$ 2,506,500
Current period service cost	167,400	197,600
Interest cost	94,900	51,700
Benefit payments	(202,100)	(161,500)
Actuarial gain	(69,900)	(295,200)
Accrued Benefit Obligation - end of year	2,289,400	2,299,100
Unamortized net actuarial gain	926,700	922,500
Liability for Employee Future Benefits	\$ 3,216,100	\$ 3,221,600

Employee Future Benefits Expense	2023	2022
Current period service cost	\$ 167,400	\$ 197,600
Amortization of net actuarial gain	(65,700)	(44,600)
Benefit cost	101,700	153,000
Interest cost	94,900	51,700
Total Employee Future Benefits Expense	\$ 196,600	\$ 204,700

6. 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 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 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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

6. PENSION PLANS (continued)

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

Details of the contributions to these plans for the School Division's employees are as follows:

	2023			2022
	STRP	STSP	TOTAL	TOTAL
Number of active School Division members	728	1	729	716
Member contribution rate (percentage of salary)	9.50%	6.05%	6.05% - 9.50%	6.05% - 9.50%
Member contributions for the year	\$ 5,664,571	\$ 326	\$ 5,664,897	\$ 5,513,051

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 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:

	2023	2022
Number of active School Division members	702	669
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	\$ 2,033,548	\$ 1,941,707
School Division contributions for the year	\$ 2,030,148	\$ 1,941,707
Actuarial extrapolation valuation date	Dec-31-2022	Dec-31-2021
Plan Assets (in thousands)	\$ 3,275,495	\$ 3,568,400
Plan Liabilities (in thousands)	\$ 2,254,194	\$ 2,424,014
Plan Surplus (in thousands)	\$ 1,021,301	\$ 1,144,386

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2023

7. ACCOUNTS RECEIVABLE

All accounts receivable presented on the statement of financial position are net of any valuation allowances for doubtful accounts. Details of accounts receivable balances and allowances are as follows:

	2023			2022		
	Total Receivable	Valuation Allowance	Net of Allowance	Total Receivable	Valuation Allowance	Net of Allowance
Other Receivables	\$ 850,557	\$ -	\$ 850,557	\$ 788,993	\$ -	\$ 788,993
Total Accounts Receivable	\$ 850,557	\$ -	\$ 850,557	\$ 788,993	\$ -	\$ 788,993

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2023	2022
Accrued Salaries and Benefits	\$ 123,140	\$ 166,026
Supplier Payments	1,616,958	1,085,291
Liability for Asset Retirement Obligation	2,708,389	4,698,489
Accrued Interest Payable	4,705	4,705
Other - GST, PST payable	21,784	26,823
Total Accounts Payable and Accrued Liabilities	\$ 4,474,976	\$ 5,981,334

The School Division recognized an estimated liability for asset retirement obligation (ARO) of \$2,708,389 (2022 - \$ 4,698,489) for the removal and disposal of asbestos. The nature of the liability is related to asbestos containing materials within several of the School Division's facilities that will be required to be properly disposed of when the building is disposed of, or remediation work is undertaken. The assumptions used in estimating the liability include the various types of asbestos containing materials within each of the School Division's buildings, along with the standard of work that will be required to safely remove the asbestos containing materials. Additionally, assumptions were made around the remaining useful life of all School Division buildings that contain asbestos materials to determine when the remediation costs may be incurred.

Liability for Asset Retirement Obligations	2023	2022
Asset Retirement Obligations, beginning of year	\$ 4,698,489	\$ 4,698,489
Revisions in estimated cash flows	(1,990,100)	-
Asset Retirement Obligations, end of year	\$ 2,708,389	\$ 4,698,489

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9. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2022	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2023
Non-Capital deferred revenue:				
Friday Night Lights	\$ 37,719	\$ -	\$ -	\$ 37,719
Jordan's Principle	100,527	3,570,288	1,687,113	1,983,702
International Tuition Fees	57,365	47,260	57,365	47,260
Total Deferred Revenue	\$ 195,611	\$ 3,617,548	\$ 1,744,478	\$ 2,068,681

10. 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 Program	2023	2022
Revenues:			
Operating Grants	\$ 2,041,824	\$ 2,041,824	\$ 1,923,808
Total Revenue	2,041,824	2,041,824	1,923,808
Expenses:			
Salaries & Benefits	1,958,383	1,958,383	1,802,294
Instructional Aids	77,199	77,199	104,018
Total Expenses	2,035,582	2,035,582	1,906,312
Excess of Revenue over Expenses	\$ 6,242	\$ 6,242	\$ 17,496

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11. 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	Kids First	Following Their Voices	Family Resource Centre	Other Programs	2023	2022
Revenues:						
Operating Grants	\$ 1,341,381	\$ -	\$ 437,020	\$ 939,455	\$ 2,717,856	\$ 2,547,061
Fees and Other Revenue	-	-	-	307,168	307,168	280,348
Total Revenue	1,341,381	-	437,020	1,246,623	3,025,024	2,827,409
Expenses:						
Grant Transfers	-	339	-	-	339	2,752,474
Salaries & Benefits	499,820	-	101,474	457,592	1,058,886	930,439
Instructional Aids	22,762	-	42,639	38,351	103,752	78,267
Supplies & Services	694,034	13,045	50,389	591,457	1,348,925	1,476,514
Non-Capital Furniture & Equipment	10,146	-	1,691	11,359	23,196	6,415
Building Operating Expenses	18,008	-	37,448	207,398	262,854	232,889
Communications	10,173	-	1,354	-	11,527	17,250
Travel	703	5,665	293	-	6,661	1,664
Professional Development (Non-Salary Costs)	15,475	-	3,372	3,700	22,547	34,588
Contracted Transportation & Allowances	22,874	-	35	-	22,909	17,840
Total Expenses	1,293,995	19,049	238,695	1,309,857	2,861,596	5,548,340
(Deficiency) Excess of Revenue over Expenses	\$ 47,386	\$ (19,049)	\$ 198,325	\$ (63,234)	\$ 163,428	\$ (2,720,931)

The purpose and nature of each External Services program is as follows:

Kids First Project offers support to high-risk families with young children.

Following Their Voices represents transfers from the Ministry of Education as funding support to raise the educational achievement and participation of First Nations, Metis and Inuit students.

Family Resource Centre Program represents transfers received from the Ministry of Education as funding support which will provide flexible early learning and parenting opportunities to families with young children who may not otherwise have access to regulated programs or require additional supports that are not met through other early learning or parenting programs in the community of Prince Albert.

Other Programs include after school programs, cafeteria, community mobilization, invitational shared services initiative, nutrition programs, summer literacy camp, driver education program, summer language immersion program and swimming pool.

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12. 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 and are included in accumulated surplus presented in the statement of financial position. The School Division does not maintain separate bank accounts for designated assets.

Details of accumulated surplus are as follows:

	August 31, 2022	Additions during the year	Reductions during the year	August 31, 2023
Invested in Tangible Capital Assets:				
Net Book Value of Tangible Capital Assets	\$ 58,314,979	\$ 1,655,762	\$ 4,870,621	\$ 55,100,120
Less: Liability for Asset Retirement Obligation	4,698,489	-	1,990,100	2,708,389
	53,616,490	1,655,762	2,880,521	52,391,731
Designated Assets (Schedule F)	19,238,110	5,900,453	5,788,032	19,350,531
Unrestricted Surplus	5,303,007	-	980,264	4,322,743
Total Accumulated Surplus	\$ 78,157,607	\$ 7,556,215	\$ 9,648,817	\$ 76,065,005

13. BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board of Education on August 29, 2022, and the Minister of Education on October 27, 2022. Subsequently, certain line items in the budget were reclassified, although the total revenue and total expenses are unchanged. Per the Ministry of Education's directive, grants and expenses for the Drivers Education Program were reclassified from Instruction to External Services.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
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14. TRUSTS

The School Division, as the trustee, administers trust funds for the Saskatchewan Rivers School Division No. 119 of Saskatchewan Charity and Scholarship Fund. Two bank accounts are held: (1) charities and (2) scholarships. The operating cycle for these funds is January 1 to December 31. The accounts are audited by MNP LLP. The trust assets and transactions are not included in the financial statements.

Information about these trusts is as follows:

	Charity	Scholarships	Total December 31, 2022	Total December 31, 2021
Cash	\$ 316,464	\$ 75,534	\$ 391,998	\$ 303,148
Total Assets	316,464	75,534	391,998	303,148
Revenues				
Contributions and donations	108,019	16,114	124,133	118,093
Interest on investments	6,462	1,844	8,306	2,033
	114,481	17,958	132,439	120,126
Expenses				
In-kind & school expenditures	24,289	-	24,289	85,348
Scholarships paid	-	19,300	19,300	27,620
	24,289	19,300	43,589	112,968
Excess (Deficiency) of Revenue over Expenses	90,192	(1,342)	88,850	7,158
Trust Fund Balance, Beginning of Year	226,272	76,876	303,148	295,990
Trust Fund Balance, End of Year	\$ 316,464	\$ 75,534	\$ 391,998	\$ 303,148

15. CONTINGENT LIABILITIES

The School Division has been named as a defendant in certain legal actions in which damages have been sought. The outcome of these actions is not determinable as at the date of reporting and accordingly, no provision has been made in these financial statements for any liability that may result. The School Division's share of settlement, if any, will be charged to expenses in the year in which the amount is determinable.

16. CONTRACTUAL OBLIGATIONS

Significant contractual obligations of the School Division are as follows:

- student transportation services contract, variable monthly cost based on routes, with Parkland Bus Contractors Association for the period July 1, 2022 to June 30, 2027. Costs for the current year were \$1,857,671 (2022 - \$1,617,135).
- operating lease for multifunction printing devices, variable monthly cost based on usage expiring June 30, 2027. Costs for the current year were \$190,192 (2022 - \$208,138).
- five buses to be purchased in 2023/24 in the amount of \$752,650.

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16. CONTRACTUAL OBLIGATIONS (continued)

- hydronic boilers project contract in the amount of \$790,430 over 2 years. The current amount spent on the contract is \$504,725 and the amount of future costs remaining on the contract is \$285,705.
- roof project contract in the amount of \$740,088 over 2 years. The current amount spent on the contract is \$131,342 and the amount of future costs remaining on the contract is \$608,746.
- window replacement project contract in the amount of \$786,185 over 2 years. The current amount spent on the contract is \$461,365 and the amount of future costs remaining on the contract is \$324,820.
- compressor project contract in the amount of \$14,022 to start and be completed in 2023/24.

17. COMPARATIVE INFORMATION

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

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 and foreign exchange 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 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 other accounts receivable at August 31, 2023 was:

	August 31, 2023				
	Total	0-30 days	30-60 days	60-90 days	over 90 days
Other Receivables	\$ 619,270	\$ 540,483	\$ 1,401	\$ -	\$ 77,386
Net Receivables	\$ 619,270	\$ 540,483	\$ 1,401	\$ -	\$ 77,386

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

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NOTES TO THE FINANCIAL STATEMENTS
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18. RISK MANAGEMENT (continued)

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 and budget practices and monitoring.

The following table sets out the contractual maturities of the School Division's financial liabilities:

	August 31, 2023				
	Total	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 4,474,976	\$ 1,766,587	\$ -	\$ -	\$ 2,708,389
Total	\$ 4,474,976	\$ 1,766,587	\$ -	\$ -	\$ 2,708,389

iii) Market Risk

The School Division is exposed to market risks with respect to interest rates and foreign currency exchange 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 portfolio investments. The School Division also has an authorized bank line of credit of \$5,000,000 with interest payable monthly at a rate of prime minus 0.50% per annum. 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, 2023.

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

Foreign Currency Risk

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The School Division is exposed to currency risk on purchases denominated in U.S. dollars for which the related accounts payable balances are subject to exchange rate fluctuations; however, the School Division believes that it is not subject to significant foreign exchange risk from its financial instruments.