
Audited Financial Statements

Of the Saskatchewan Rivers School Division No. 119

School Division No. 2010500

For the Period Ending: August 31, 2022

Jerrold Pidborochynski
Chief Financial Officer

MNP LLP
Auditor

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

Independent Auditor's Report

To the Trustees of the Board of Education of Saskatchewan Rivers Public School Division No. 119:

Opinion

We have audited the financial statements of Saskatchewan Rivers Public School Division No. 119 (the "School Division"), which comprise the statement of financial position as at August 31, 2022, and the statements of operations, changes in net assets, cash flows and the related schedules for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School Division as at August 31, 2022, and the results of its operations, its remeasurement gains and losses and its 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 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 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.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the 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.

Those charged with governance are responsible for overseeing the School Division's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian 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 financial statements.

Independent Auditor's Report *continued*

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 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 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 financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Prince Albert, Saskatchewan

November 28, 2022

MNP LLP

Chartered Professional Accountants

Management's Responsibility for the Financial Statements

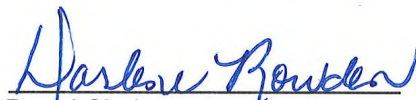
The School Division's management is responsible for the preparation of the financial statements in accordance with Canadian public sector accounting standards and the format specified in the Financial Reporting Manual issued by the Ministry of Education. The preparation of financial statements necessarily 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 composed 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 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 financial statements. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the School Division's 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 Saskatchewan Rivers School Division No. 119:


Board Chair


CEO/Director of Education


Chief Financial Officer

November 28, 2022

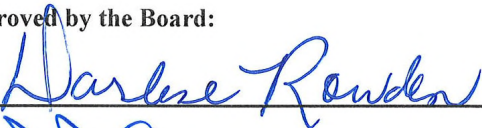
Saskatchewan Rivers School Division No. 119
 Statement of Financial Position
 as at August 31, 2022

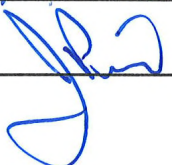
	2022	2021
	\$	\$
Financial Assets		(Restated - Note 2J(i))
Cash and Cash Equivalents	25,613,495	29,769,460
Accounts Receivable (Note 7)	788,993	439,163
Portfolio Investments (Note 3)	2,000,000	1,000,000
Total Financial Assets	28,402,488	31,208,623
Liabilities		
Accounts Payable and Accrued Liabilities (Note 8)	5,981,334	6,960,593
Liability for Employee Future Benefits (Note 5)	3,221,600	3,178,400
Deferred Revenue (Note 9)	195,611	1,047,781
Total Liabilities	9,398,545	11,186,774
Net Financial Assets	19,003,943	20,021,849
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	58,314,979	62,768,547
Inventory of Supplies Held for Consumption	137,828	141,036
Prepaid Expenses	700,857	660,782
Total Non-Financial Assets	59,153,664	63,570,365
Accumulated Surplus (Note 12)	78,157,607	83,592,214

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, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$ (Note 13)	\$	\$ (Restated - Note 2J(i))
REVENUES			
Property Taxes and Other Related	-	-	118,651
Grants	90,987,788	97,912,425	99,237,912
Tuition and Related Fees	2,596,213	2,607,242	2,299,631
School Generated Funds	2,280,000	2,304,343	1,318,469
Complementary Services (Note 10)	1,611,542	1,923,808	1,866,543
External Services (Note 11)	4,011,354	2,528,426	4,400,276
Other	1,031,742	1,374,167	1,308,917
Total Revenues (Schedule A)	102,518,639	108,650,411	110,550,399
EXPENSES			
Governance	507,962	440,426	506,339
Administration	3,315,166	3,375,752	3,211,947
Instruction	74,211,913	77,711,891	74,893,185
Plant Operation & Maintenance	15,914,133	15,560,368	18,160,839
Student Transportation	7,226,063	7,405,430	6,684,752
Tuition and Related Fees	69,072	81,100	81,800
School Generated Funds	2,305,000	2,351,613	1,389,831
Complementary Services (Note 10)	1,707,630	1,906,312	1,944,291
External Services (Note 11)	4,070,122	5,251,526	4,261,749
Other	500	600	-
Total Expenses (Schedule B)	109,327,561	114,085,018	111,134,733
Operating Deficit for the Year	(6,808,922)	(5,434,607)	(584,334)
Accumulated Surplus from Operations, Beginning of Year	83,592,214	83,592,214	84,176,548
Accumulated Surplus from Operations, End of Year	76,783,292	78,157,607	83,592,214

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, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$ (Note 13)	\$	\$ (Restated - Note 2J(i))
Net Financial Assets , Beginning of Year	20,021,849	20,021,849	17,045,470
Changes During the Year			
Operating Deficit for the Year	(6,808,922)	(5,434,607)	(584,334)
Acquisition of Tangible Capital Assets (Schedule C)	(817,600)	(491,692)	(1,668,119)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	10,000	237,925	169,590
Net Gain on Disposal of Capital Assets (Schedule C)	-	(93,702)	(62,324)
Amortization of Tangible Capital Assets (Schedule C)	5,526,500	4,801,037	5,146,736
Net Acquisition of Inventory of Supplies	-	3,208	(3,633)
Net Change in Other Non-Financial Assets	-	(40,075)	(21,537)
Change in Net Financial Assets	(2,090,022)	(1,017,906)	2,976,379
Net Financial Assets, End of Year	17,931,827	19,003,943	20,021,849

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, 2022

	2022	2021
	\$	\$
OPERATING ACTIVITIES		
Operating Deficit for the Year	(5,434,607)	(584,334)
Add Non-Cash Items Included in Deficit (Schedule D)	4,707,335	5,084,412
Net Change in Non-Cash Operating Activities (Schedule E)	(2,177,266)	25,609
Cash Provided (Used) by Operating Activities	(2,904,538)	4,525,687
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(489,352)	(830,918)
Proceeds on Disposal of Tangible Capital Assets	237,925	169,590
Cash (Used) by Capital Activities	(251,427)	(661,328)
INVESTING ACTIVITIES		
Cash Used to Acquire Portfolio Investments	(2,000,000)	(1,000,000)
Proceeds on Disposal of Portfolio Investments	1,000,000	5,000,000
Cash Provided (Used) by Investing Activities	(1,000,000)	4,000,000
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(4,155,965)	7,864,359
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	29,769,460	21,905,101
CASH AND CASH EQUIVALENTS, END OF YEAR	25,613,495	29,769,460

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, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
Property Taxes and Other Related Revenue	(Note 13)		
Other Tax Revenues			
Treaty Land Entitlement - Urban	-	-	116,673
Treaty Land Entitlement - Rural	-	-	1,978
Total Other Tax Revenues	-	-	118,651
Total Property Taxes and Other Related Revenue	-	-	118,651
Grants			
Operating Grants			
Ministry of Education Grants			
Operating Grant	87,865,587	92,587,185	89,971,875
Other Ministry Grants	2,806,721	3,523,180	3,141,726
Total Ministry Grants	90,672,308	96,110,365	93,113,601
Other Provincial Grants	-	-	5,205,420
Federal Grants	21,300	1,303,077	696,646
Grants from Others	294,180	498,983	222,245
Total Operating Grants	90,987,788	97,912,425	99,237,912
Total Grants	90,987,788	97,912,425	99,237,912
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
Federal Government and First Nations	2,596,213	2,607,242	2,177,050
Individuals and Other	-	-	122,581
Total Operating Tuition and Related Fees	2,596,213	2,607,242	2,299,631
Total Tuition and Related Fees Revenue	2,596,213	2,607,242	2,299,631
School Generated Funds Revenue			
Curricular			
Student Fees	30,000	9,273	12,337
Total Curricular Fees	30,000	9,273	12,337
Non-Curricular Fees			
Commercial Sales - Non-GST	150,000	55,107	11,503
Fundraising	1,400,000	1,699,162	946,674
Grants and Partnerships	115,000	146,553	145,685
Students Fees	285,000	130,372	79,258
Other	300,000	263,876	123,012
Total Non-Curricular Fees	2,250,000	2,295,070	1,306,132
Total School Generated Funds Revenue	2,280,000	2,304,343	1,318,469
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	1,611,542	1,623,808	1,566,543
Other Ministry Grants	-	300,000	300,000
Total Operating Grants	1,611,542	1,923,808	1,866,543
Total Complementary Services Revenue	1,611,542	1,923,808	1,866,543

Saskatchewan Rivers School Division No. 119
 Schedule A: Supplementary Details of Revenues
 for the year ended August 31, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
External Services	(Note 13)		
Operating Grants			
Ministry of Education Grants			
Other Ministry Grants	3,709,239	2,074,899	4,128,348
Other Provincial Grants	-	98,179	50,194
Other Grants	-	75,000	2,820
Total Operating Grants	<u>3,709,239</u>	<u>2,248,078</u>	<u>4,181,362</u>
Fees and Other Revenue			
Other Revenue	302,115	280,348	218,914
Total Fees and Other Revenue	<u>302,115</u>	<u>280,348</u>	<u>218,914</u>
Total External Services Revenue	4,011,354	2,528,426	4,400,276
Other Revenue			
Miscellaneous Revenue*	874,506	968,059	1,033,228
Sales & Rentals	19,000	22,138	15,773
Investments	138,236	290,268	197,592
Gain on Disposal of Capital Assets	-	93,702	62,324
Total Other Revenue	1,031,742	1,374,167	1,308,917
TOTAL REVENUE FOR THE YEAR	102,518,639	108,650,411	110,550,399
Miscellaneous Revenue*	2022 Budget	2022 Actual	2021 Actual
Administration fee	137,500	206,011	120,064
Follow Their Voices reimbursement	290,778	280,540	143,115
Ministry approved use of deferred revenue for LED project	-	-	303,876
Ministry other non-grant payments	-	156,143	149,815
Other	446,228	325,365	316,358
	<u>874,506</u>	<u>968,059</u>	<u>1,033,228</u>

Saskatchewan Rivers School Division No. 119
 Schedule B: Supplementary Details of Expenses
 for the year ended August 31, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$ (Note 13)	\$	\$ (Restated - Note 2J(i))
Governance Expense			
Board Members Expense	274,800	272,608	267,803
Professional Development - Board Members	26,100	26,431	8,645
Grants to School Community Councils	61,442	5,006	4,674
Elections	-	-	82,609
Other Governance Expenses	145,620	136,381	142,608
Total Governance Expense	507,962	440,426	506,339
Administration Expense			
Salaries	2,268,191	2,295,151	2,289,658
Benefits	288,248	291,166	237,027
Supplies & Services	226,063	321,230	233,527
Non-Capital Furniture & Equipment	24,000	22,839	18,994
Building Operating Expenses	75,040	75,342	74,742
Communications	64,024	64,895	69,231
Travel	15,400	9,618	3,582
Professional Development	54,200	26,148	4,358
Amortization of Tangible Capital Assets	300,000	269,363	280,828
Total Administration Expense	3,315,166	3,375,752	3,211,947
Instruction Expense			
Instructional (Teacher Contract) Salaries	51,479,183	53,479,319	52,086,008
Instructional (Teacher Contract) Benefits	2,695,837	2,984,363	2,653,212
Program Support (Non-Teacher Contract) Salaries	11,687,985	12,718,692	11,876,841
Program Support (Non-Teacher Contract) Benefits	2,372,507	2,609,557	2,368,956
Instructional Aids	1,983,421	2,689,154	2,556,094
Supplies & Services	933,519	835,625	715,128
Non-Capital Furniture & Equipment	817,244	871,507	976,421
Communications	140,483	143,317	139,076
Travel	116,250	88,730	68,988
Professional Development	706,234	551,606	514,579
Student Related Expense	57,250	68,966	73,147
Amortization of Tangible Capital Assets	1,222,000	671,055	864,735
Total Instruction Expense	74,211,913	77,711,891	74,893,185

Saskatchewan Rivers School Division No. 119
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$ (Note 13)	\$	\$ (Restated - Note 2J(i))
Plant Operation & Maintenance Expense			
Salaries	4,782,685	4,594,973	4,573,268
Benefits	940,794	948,141	941,960
Supplies & Services	1,550	225,225	529
Non-Capital Furniture & Equipment	58,000	39,930	45,793
Building Operating Expenses	6,879,604	6,536,491	9,338,142
Communications	16,500	18,856	14,807
Travel	119,000	116,010	103,666
Professional Development	16,000	5,959	1,654
Amortization of Tangible Capital Assets	3,100,000	2,988,240	3,054,465
Amortization of Tangible Capital Assets ARO	-	86,543	86,555
Total Plant Operation & Maintenance Expense	15,914,133	15,560,368	18,160,839
Student Transportation Expense			
Salaries	2,850,370	2,826,151	2,786,308
Benefits	597,340	561,573	554,635
Supplies & Services	847,458	1,138,131	696,938
Non-Capital Furniture & Equipment	339,000	310,304	310,834
Building Operating Expenses	70,975	62,890	58,397
Communications	12,500	9,731	18,940
Travel	11,500	11,491	7,596
Professional Development	10,500	4,507	1,696
Contracted Transportation	1,611,420	1,704,957	1,408,778
Amortization of Tangible Capital Assets	875,000	775,695	840,630
Total Student Transportation Expense	7,226,063	7,405,430	6,684,752
Tuition and Related Fees Expense			
Tuition Fees	69,072	81,100	81,800
Total Tuition and Related Fees Expense	69,072	81,100	81,800
School Generated Funds Expense			
Academic Supplies & Services	200,000	85,613	40,783
Cost of Sales	700,000	814,946	463,719
Non-Capital Furniture & Equipment	70,000	57,596	27,826
School Fund Expenses	1,310,000	1,383,317	840,528
Amortization of Tangible Capital Assets	25,000	10,141	16,975
Total School Generated Funds Expense	2,305,000	2,351,613	1,389,831

Saskatchewan Rivers School Division No. 119
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$ (Note 13)	\$	\$ (Restated - Note 2J(i))
Complementary Services Expense			
Instructional (Teacher Contract) Salaries & Benefits	1,036,656	1,027,329	1,013,691
Program Support (Non-Teacher Contract) Salaries & Benefits	582,574	774,965	799,614
Instructional Aids	86,400	104,018	130,986
Contracted Transportation & Allowances	2,000	-	-
Total Complementary Services Expense	1,707,630	1,906,312	1,944,291
External Service Expense			
Grant Transfers	2,152,386	2,752,474	2,016,308
Administration Salaries & Benefits	98,572	105,030	101,812
Instructional (Teacher Contract) Salaries & Benefits	-	106,255	-
Program Support (Non-Teacher Contract) Salaries & Benefits	582,494	571,807	634,345
Plant Operation & Maintenance Salaries & Benefits	125,154	126,060	124,054
Transportation Salaries & Benefits	18,408	21,287	17,337
Instructional Aids	26,000	78,267	133,722
Supplies & Services	643,821	1,179,700	590,401
Non-Capital Furniture & Equipment	12,200	6,415	10,622
Building Operating Expenses	366,368	232,889	591,637
Communications	6,500	17,250	9,511
Travel	3,419	1,664	195
Professional Development (Non-Salary Costs)	14,300	34,588	17,456
Contracted Transportation & Allowances	16,000	17,840	11,801
Amortization of Tangible Capital Assets	4,500	-	2,548
Total External Services Expense	4,070,122	5,251,526	4,261,749
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	500	600	-
Total Interest and Bank Charges	500	600	-
Total Other Expense	500	600	-
TOTAL EXPENSES FOR THE YEAR	109,327,561	114,085,018	111,134,733

Saskatchewan Rivers School Division No. 119
Schedule C - Supplementary Details of Tangible Capital Assets
for the year ended August 31, 2022

	Tangible Capital Assets											2021 \$	
	Land	Improvements	Buildings	Buildings	School	Other	Furniture and Equipment	Computer Hardware and Equipment	Computer Software	Under Construction	Assets		
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	(Restated - Note 2)(i)
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	10,868,945	1,486,172	4,198,655	2,672,668	55,279	-	161,011,980	163,664,960
Additions/Purchases	-	-	-	-	-	-	-	212,954	196,020	-	82,718	491,692	1,668,119
Disposals	-	-	-	-	(951,351)	-	-	(659,085)	(1,131,375)	(29,645)	-	(2,771,456)	(4,321,099)
Closing Balance as of August 31	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
Tangible Capital Assets - Amortization													
Opening Balance as of September 1	-	5,641,701	75,973,747	229,702	3,910,789	6,328,133	1,206,569	2,780,243	2,132,094	40,455	-	98,243,433	97,310,530
Amortization of the Period	-	191,268	3,009,634	2,244	86,543	728,582	76,302	362,741	338,596	5,127	-	4,801,037	5,146,736
Disposals	-	-	-	-	-	(807,128)	-	(659,085)	(1,131,375)	(29,645)	-	(2,627,233)	(4,213,833)
Closing Balance as of August 31	N/A	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	N/A	100,417,237	98,243,433
Net Book Value													
Opening Balance as of September 1	2,573,177	1,405,075	51,194,986	13,384	787,700	4,540,812	279,603	1,418,412	540,574	14,824	-	62,768,547	66,354,430
Closing Balance as of August 31	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
Change in Net Book Value	-	(191,268)	(3,009,634)	(2,244)	(86,543)	(872,805)	(76,302)	(149,787)	(142,576)	(5,127)	82,718	(4,453,568)	(3,585,883)
Disposals													
Historical Cost	-	-	-	-	-	951,351	-	659,085	1,131,375	29,645	-	2,771,456	4,321,099
Accumulated Amortization	-	-	-	-	-	807,128	-	659,085	1,131,375	29,645	-	2,627,233	4,213,833
Net Cost	-	-	-	-	-	144,223	-	-	-	-	-	144,223	107,266
Price of Sale	-	-	-	-	-	237,925	-	-	-	-	-	237,925	169,590
Gain on Disposal	-	-	-	-	-	93,702	-	-	-	-	-	93,702	62,324

An asset retirement obligation for the removal and disposal of asbestos (Note 8) is related to buildings with a net book value of \$29,870,721 (2021 - \$28,080,716)

Saskatchewan Rivers School Division No. 119

Schedule D: Non-Cash Items Included in Deficit
for the year ended August 31, 2022

	2022	2021
	\$	\$
Non-Cash Items Included in Deficit		(Restated - Note 2J(i))
Amortization of Tangible Capital Assets (Schedule C)	4,801,037	5,146,736
Net Gain on Disposal of Tangible Capital Assets (Schedule C)	(93,702)	(62,324)
Total Non-Cash Items Included in Deficit	4,707,335	5,084,412

Saskatchewan Rivers School Division No. 119
Schedule E: Net Change in Non-Cash Operating Activities
for the year ended August 31, 2022

	2022	2021
	\$	\$
Net Change in Non-Cash Operating Activities		
Decrease (Increase) in Accounts Receivable	(349,830)	828,737
Decrease in Accounts Payable and Accrued Liabilities*	(981,599)	(1,197,599)
Increase (Decrease) in Liability for Employee Future Benefits	43,200	(213,500)
Increase (Decrease) in Deferred Revenue	(852,170)	633,141
Decrease (Increase) in Inventory of Supplies Held for Consumption	3,208	(3,633)
Increase in Prepaid Expenses	(40,075)	(21,537)
Total Net Change in Non-Cash Operating Activities	(2,177,266)	25,609

* This amount does not include the \$2,340 increase in accounts payable and accrued liabilities related to the acquisition of tangible capital assets.

Saskatchewan Rivers School Division No. 119

Schedule F: Detail of Designated Assets
for the year ended August 31, 2022

	August 31 2021	Additions during the year	Reductions during the year	August 31 2022
	\$	\$	\$	\$
				(Note 12)
External Sources				
Contractual Agreements				
Family Resource Centre	171,681	263,080	372,296	62,465
Following Their Voices	2,786,534	-	2,786,534	-
Invitational Shared Services Initiative - Muskoday	-	120,000	97,593	22,407
Invitational Shared Services Initiative - Wahpeton	5,740	120,000	125,740	-
Kids First Project	863,870	1,391,819	1,312,971	942,718
Other Projects	277,485	338,686	212,140	404,031
Total Contractual Agreements	4,105,310	2,233,585	4,907,274	1,431,621
Jointly Administered Funds				
School generated funds	1,322,959	-	65,561	1,257,398
Total Jointly Administered Funds	1,322,959	-	65,561	1,257,398
Ministry of Education				
PMR maintenance project allocations	3,540,245	2,881,579	1,798,021	4,623,803
Education Emergency Pandemic Support Program Allocation	1,470,687	-	1,470,687	-
Safe Return to Classroom	-	197,588	171,584	26,004
Total Ministry of Education	5,010,932	3,079,167	3,440,292	4,649,807
Total	10,439,201	5,312,752	8,413,127	7,338,826
Internal Sources				
Board governance				
Election cost	-	100,000	-	100,000
Total Board governance	-	100,000	-	100,000
Curriculum and student learning				
Indigenous Language Program	90,128	-	26,140	63,988
Literacy Support Program	-	1,444,896	-	1,444,896
Total curriculum and student learning	90,128	1,444,896	26,140	1,508,884
Facilities				
Frank J. Dunn Pool Decommission	-	300,000	-	300,000
Major facility renovations	-	6,500,000	-	6,500,000
Track Resurfacing	1,600,000	-	-	1,600,000
Total facilities	1,600,000	6,800,000	-	8,400,000
Furniture and equipment				
Applied Arts and Machine Shop Equipment	92,522	-	-	92,522
Inclusive Education Intensive Needs Equipment Renewal	75,177	-	15,368	59,809
Replacement of Track Equipment	100,000	-	-	100,000
Total furniture and equipment	267,699	-	15,368	252,331
Information technology				
Technology equipment	237,726	1,387,274	-	1,625,000
Total information technology	237,726	1,387,274	-	1,625,000
Other				
School Budget Carryovers	148,293	-	138,318	9,975
Total Other	148,293	-	138,318	9,975

Saskatchewan Rivers School Division No. 119

Schedule F: Detail of Designated Assets
for the year ended August 31, 2022

	August 31 2021	Additions during the year	Reductions during the year	August 31 2022
	\$	\$	\$	\$
				(Note 12)
Professional development Consultant	3,325	-	231	3,094
Total professional development	3,325	-	231	3,094
Total	2,347,171	9,732,170	180,057	11,899,284
Total Designated Assets	12,786,372	15,044,922	8,593,184	19,238,110

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

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, 2022

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 \$3,221,600 (2021 - \$3,178,400) because actual experience may differ significantly from actuarial estimations.
- useful lives of capital assets and related accumulated amortization of \$100,417,237 (2021 - \$98,243,433) because the actual useful lives of the capital assets may differ from their estimated economic lives.
- estimated undiscounted asset retirement obligation of \$4,698,489 (2021 - \$4,689,489) 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, 2022

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, insurance reimbursements, 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, 2022

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.

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.

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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

g) Liabilities (continued)

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 depreciated 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, 2022

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. 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.

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, 2022

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

j) Accounting Changes

i) Modified Retroactive adjustment of opening accumulated surplus with restatement of prior period comparatives

During the year, the School Division implemented a new accounting policy with respect to its Asset Retirement Obligations (ARO) associated with tangible capital assets to conform to the new Public Sector Accounting standard for ARO (PS 3280). The obligation has been accounted for using the modified retroactive application with restatement of prior period comparative amounts. The change in accounting policy has impacted the School Division's financial statements as follows:

	As previously Stated August 31, 2021	Increase (Decrease)	Restated August 31, 2021
Tangible Capital Assets, Opening	\$158,966,471	\$4,698,489	\$163,664,960
Amortization	\$5,060,181	\$86,555	\$5,146,736
Accumulated Amortization, Opening	\$93,486,296	\$3,824,234	\$97,310,530
Accounts Payable and Accrued Liabilities	\$2,262,104	\$4,698,489	\$6,960,593
Operating Deficit	\$497,779	\$(86,555)	\$584,334
Accumulated Surplus, Opening	\$88,000,782	\$(3,824,234)	\$84,176,548

3. PORTFOLIO INVESTMENTS

Portfolio investments are comprised of the following:

	2022	2021
Portfolio investments in the cost and amortized cost category:	<u>Cost</u>	<u>Cost</u>
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	\$ -
Term deposit with BlueShore Financial, 1.20% interest rate, matured May 2022	\$ -	\$ 1,000,000
Total portfolio investments	\$ 2,000,000	\$ 1,000,000

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

4. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Amortization of TCA	2022 Actual	2021 Actual
Governance	\$ 253,886	\$ 186,540	\$ -	\$ 440,426	\$ 506,339
Administration	2,586,317	520,072	269,363	3,375,752	3,211,947
Instruction	71,791,931	5,248,905	671,055	77,711,891	74,893,185
Plant Operation & Maintenance	5,543,114	6,942,471	3,074,783	15,560,368	18,160,839
Student Transportation	3,387,724	3,242,011	775,695	7,405,430	6,684,752
Tuition and Related Fees	-	81,100	-	81,100	81,800
School Generated Funds	-	2,341,472	10,141	2,351,613	1,389,831
Complementary Services	1,802,294	104,018	-	1,906,312	1,944,291
External Services	930,439	4,321,087	-	5,251,526	4,261,749
Other	-	600	-	600	-
TOTAL	\$ 86,295,705	\$ 22,988,276	\$ 4,801,037	\$ 114,085,018	\$ 111,134,733

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, 2022.

Details of the employee future benefits are as follows:

	2022	2021
Long-term assumptions used:		
Discount rate at end of period (per annum)	4.01%	1.97%
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, 2022

5. EMPLOYEE FUTURE BENEFITS (continued)

Liability for Employee Future Benefits	2022	2021
Accrued Benefit Obligation - beginning of year	\$ 2,506,500	\$ 3,449,300
Current period service cost	197,600	267,800
Interest cost	51,700	56,000
Benefit payments	(161,500)	(165,300)
Actuarial gain	(295,200)	(722,300)
Plan amendments	-	(379,000)
Accrued Benefit Obligation - end of year	2,299,100	2,506,500
Unamortized net actuarial gain	922,500	671,900
Liability for Employee Future Benefits	\$ 3,221,600	\$ 3,178,400

Employee Future Benefits Expense	2022	2021
Current period service cost	\$ 197,600	\$ 267,800
Amortization of net actuarial (gain) loss	(44,600)	7,000
Plan amendments	-	(379,000)
Benefit cost	153,000	(104,200)
Interest cost	51,700	56,000
Total Employee Future Benefits Expense	\$ 204,700	\$ (48,200)

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, 2022

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:

	2022			2021
	STRP	STSP	TOTAL	TOTAL
Number of active School Division members	715	1	716	712
Member contribution rate (percentage of salary)	9.50%	6.05%	6.05% - 9.50%	6.05% - 9.50%
Member contributions for the year	\$ 5,512,535	\$ 516	\$ 5,513,051	\$ 5,354,900

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:

	2022	2021
Number of active School Division members	669	636
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	\$ 1,941,707	\$ 1,878,890
School Division contributions for the year	\$ 1,941,707	\$ 1,878,890
Actuarial extrapolation valuation date	Dec-31-2021	Dec-31-2020
Plan Assets (in thousands)	\$ 3,568,400	\$ 3,221,426
Plan Liabilities (in thousands)	\$ 2,424,014	\$ 2,382,526
Plan Surplus (in thousands)	\$ 1,144,386	\$ 838,900

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
 NOTES TO THE FINANCIAL STATEMENTS
 As at August 31, 2022

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:

	2022			2021		
	Total Receivable	Valuation Allowance	Net of Allowance	Total Receivable	Valuation Allowance	Net of Allowance
Other Receivables	\$ 788,993	\$ -	\$ 788,993	\$ 439,163	\$ -	\$ 439,163
Total Accounts Receivable	\$ 788,993	\$ -	\$ 788,993	\$ 439,163	\$ -	\$ 439,163

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2022	2021
Accrued Salaries and Benefits	\$ 166,026	\$ 216,998
Supplier Payments	1,085,291	2,029,109
Liability for Asset Retirement Obligation	4,698,489	4,698,489
Accrued Interest Payable	4,705	4,705
Other - GST, PST payable	26,823	11,292
Total Accounts Payable and Accrued Liabilities	\$ 5,981,334	\$ 6,960,593

The School Division recognized an estimated liability for asset retirement obligation (ARO) of \$4,698,489 (2021 - \$ 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.

9. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2021	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2022
Non-Capital deferred revenue:				
Friday Night Lights	\$ 37,719	\$ -	\$ -	\$ 37,719
Jordan's Principle	976,363	384,129	1,259,965	100,527
International Tuition Fees	33,699	57,365	33,699	57,365
Total Deferred Revenue	\$ 1,047,781	\$ 441,494	\$ 1,293,664	\$ 195,611

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
 NOTES TO THE FINANCIAL STATEMENTS
 As at August 31, 2022

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	2022	2021
Revenues:			
Operating Grants	\$ 1,923,808	\$ 1,923,808	\$ 1,866,543
Total Revenue	1,923,808	1,923,808	1,866,543
Expenses:			
Salaries & Benefits	1,802,294	1,802,294	1,813,305
Instructional Aids	104,018	104,018	130,986
Total Expenses	1,906,312	1,906,312	1,944,291
Excess (Deficiency) of Revenue over Expenses	\$ 17,496	\$ 17,496	\$ (77,748)

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

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	2022	2021
Revenues:						
Operating Grants	\$ 1,391,819	\$ -	\$ 263,080	\$ 593,179	\$ 2,248,078	\$ 4,181,362
Fees and Other Revenue	-	-	-	280,348	280,348	218,914
Total Revenue	1,391,819	-	263,080	873,525	2,528,426	4,400,276
Expenses:						
Grant Transfers	-	2,752,474	-	-	2,752,474	2,016,308
Salaries & Benefits	514,211	-	-	416,228	930,439	877,548
Instructional Aids	15,601	-	-	62,666	78,267	133,722
Supplies & Services	718,060	5,507	327,433	128,700	1,179,700	590,401
Non-Capital Furniture & Equipment	2,540	-	-	3,875	6,415	10,622
Building Operating Expenses	19,901	-	44,863	168,125	232,889	591,637
Communications	17,250	-	-	-	17,250	9,511
Travel	323	1,341	-	-	1,664	195
Professional Development (Non-Salary Costs)	7,245	27,212	-	131	34,588	17,456
Contracted Transportation & Allowances	17,840	-	-	-	17,840	11,801
Amortization of Tangible Capital Assets	-	-	-	-	-	2,548
Total Expenses	1,312,971	2,786,534	372,296	779,725	5,251,526	4,261,749
Deficiency(Excess) of Revenue over Expenses	\$ 78,848	\$ (2,786,534)	\$ (109,216)	\$ 93,800	\$ (2,723,100)	\$ 138,527

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 family 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, summer language immersion program and swimming pool.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
 NOTES TO THE FINANCIAL STATEMENTS
 As at August 31, 2022

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. These internally restricted amounts, or designated assets, 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, 2021 (Restated - Note 2J(i))	Additions during the year	Reductions during the year	August 31, 2022
Invested in Tangible Capital Assets:				
Net Book Value of Tangible Capital Assets	\$ 62,768,547	\$ 491,692	\$ 4,945,260	\$ 58,314,979
Less: Liability for Asset Retirement Obligation	4,698,489	-	-	4,698,489
	58,070,058	491,692	4,945,260	53,616,490
Designated Assets (Schedule F)	12,786,372	15,044,922	8,593,184	19,238,110
Unrestricted Surplus	12,735,784	-	7,432,777	5,303,007
Total Accumulated Surplus	\$ 83,592,214	\$ 15,536,614	\$ 20,971,221	\$ 78,157,607

13. BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board of Education on June 7, 2021 and the Minister of Education on August 27, 2021.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

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, 2021	Total December 31, 2020
Cash	\$ 226,272	\$ 76,876	\$ 303,148	\$ 295,990
Total Assets	226,272	76,876	303,148	295,990
Revenues				
Contributions and donations	80,249	37,844	118,093	72,462
Interest on investments	1,505	528	2,033	2,784
	81,754	38,372	120,126	75,246
Expenses				
In-kind & school expenditures	85,348	-	85,348	33,171
Scholarships paid	-	27,620	27,620	16,900
	85,348	27,620	112,968	50,071
Excess (Deficiency) of Revenue over Expenses	(3,594)	10,752	7,158	25,175
Trust Fund Balance, Beginning of Year	229,866	66,124	295,990	270,815
Trust Fund Balance, End of Year	\$ 226,272	\$ 76,876	\$ 303,148	\$ 295,990

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 \$1,617,135 (2021 - \$1,400,564).
- operating lease for multifunction printing devices, variable monthly cost based on usage expiring June 30, 2027. Costs for the current year were \$208,138 (2021 - \$223,916).

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
 NOTES TO THE FINANCIAL STATEMENTS
 As at August 31, 2022

- four buses to be purchased in 2022/23 in the amount of \$438,616.

16. CONTRACTUAL OBLIGATIONS (continued)

- washroom upgrade project contract in the amount of \$524,155 over 2 years. The current amount spent on the contract is \$485,110 and the amount of future costs remaining on the contract is \$39,045.
- capital master plan project contract in the amount of \$159,248 over 2 years. The current amount spent on the contract is \$53,340 and the amount of future costs remaining on the contract is \$105,908.
- window replacement project contract in the amount of \$332,877 over 2 years. The current amount spent on the contract is \$182,087 and the amount of future costs remaining on the contract is \$150,790.
- Outdoor rink project contract in the amount of \$159,540 over 2 years. The current amount spent on the contract is \$74,620 and the amount of future costs remaining on the contract is \$84,920.

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 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, 2022 was:

		August 31, 2022				
	Total	0-30 days	30-60 days	60-90 days	over 90 days	
Other Receivables	\$ 643,400	\$ 449,602	\$ -	\$ -	\$ -	\$ 193,798
Net Receivables	\$ 643,400	\$ 449,602	\$ -	\$ -	\$ -	\$ 193,798

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

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
 NOTES TO THE FINANCIAL STATEMENTS
 As at August 31, 2022

17. 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, 2022				
	Total	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 5,981,334	\$ 1,282,845	\$ -	\$ -	\$ 4,698,489
Total	\$ 5,981,334	\$ 1,282,845	\$ -	\$ -	\$ 4,698,489

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, 2022.

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.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2022

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.