
Audited Financial Statements

Of the Lloydminster Roman Catholic Separate School Division No. 89

School Division No. 6060000

For the Period Ending: August 31, 2020



Chief Financial Officer



Auditor

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

**LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
FINANCIAL STATEMENTS
AUGUST 31, 2020**

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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.

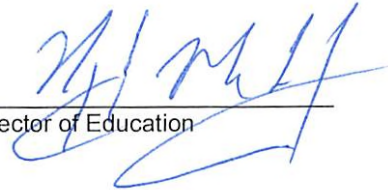
The Board of Education is composed of elected officials who are not employees of the School Division. The Board is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control, and for approving the financial statements. The Board is also responsible 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 Auditors' 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 Lloydminster Roman Catholic Separate School Division No. 89:



Board Chair



Director of Education



Chief Financial Officer

November 25, 2020

Independent Auditor's Report

To the Trustees of the Board of Education of Lloydminster Roman Catholic Separate School Division No. 89:

Opinion

We have audited the financial statements of Lloydminster Roman Catholic Separate School Division No. 89 (the "School Division"), which comprise the statement of financial position as at August 31, 2020, and the statements of operations and accumulated surplus from operations, changes in net financial 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, 2020, and the results of its operations, changes in net financial assets 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 the Trustees of the Board of Education 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.

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

Auditor's Responsibilities for the Audit of the 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.

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 the Trustees of the Board of Education regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Lloydminster, Saskatchewan
November 25, 2020

MNP LLP
Chartered Professional Accountants

Lloydminster Roman Catholic Separate School Division No. 89
Statement of Financial Position
as at August 31, 2020

	2020	2019
	\$	\$
Financial Assets		
Cash and Cash Equivalents	4,373,404	3,907,420
Accounts Receivable (Note 7)	745,833	315,282
Portfolio Investments (Note 3)	4,581,952	4,582,753
Total Financial Assets	9,701,189	8,805,455
Liabilities		
Accounts Payable and Accrued Liabilities (Note 8)	1,493,858	903,159
Liability for Employee Future Benefits (Note 5)	410,800	369,700
Deferred Revenue (Note 9)	332,925	924,670
Total Liabilities	2,237,583	2,197,529
Net Financial Assets	7,463,606	6,607,926
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	46,269,632	47,976,731
Prepaid Expenses	250,241	281,001
Total Non-Financial Assets	46,519,873	48,257,732
Accumulated Surplus (Note 12)	53,983,479	54,865,658

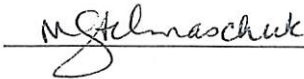
Contractual Rights (Note 15)
 Contractual Obligations and Commitments (Note 16)
 Contingent Liabilities (Note 17)

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

Approved by the Board:



Chairperson



Chief Financial Officer

Lloydminster Roman Catholic Separate School Division No. 89
Statement of Operations and Accumulated Surplus from Operations
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
REVENUES	(Note 13)		
Property Taxes and Other Related	3,363,978	3,417,960	3,381,823
Grants	24,874,376	26,332,465	24,411,815
Tuition and Related Fees	32,691	52,656	46,672
School Generated Funds	754,885	603,265	765,000
Complementary Services (Note 10)	577,596	520,884	589,220
External Services (Note 11)	102,800	82,113	105,489
Other	627,155	617,895	644,746
Total Revenues (Schedule A)	30,333,481	31,627,238	29,944,765
EXPENSES			
Governance	231,617	176,362	203,191
Administration	1,479,906	1,479,443	1,483,958
Instruction	22,825,661	22,482,626	22,315,080
Plant	4,456,151	5,535,957	4,269,035
Transportation	1,412,254	1,233,555	1,370,617
Tuition and Related Fees	99,400	88,005	105,188
School Generated Funds	754,885	622,891	724,834
Complementary Services (Note 10)	913,223	778,529	791,204
External Services (Note 11)	124,853	105,111	127,138
Other	7,500	6,938	8,702
Total Expenses (Schedule B)	32,305,450	32,509,417	31,398,947
Operating (Deficit) for the Year	(1,971,969)	(882,179)	(1,454,182)
Accumulated Surplus from Operations, Beginning of Year	54,865,658	54,865,658	56,319,840
Accumulated Surplus from Operations, End of Year	52,893,689	53,983,479	54,865,658

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

Lloydminster Roman Catholic Separate School Division No. 89
Statement of Changes in Net Financial Assets
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
	(Note 13)		
Net Financial Assets, Beginning of Year	6,607,926	6,607,926	6,191,694
Changes During the Year			
Operating (Deficit) for the Year	(1,971,969)	(882,179)	(1,454,182)
Acquisition of Tangible Capital Assets (Schedule C)	(196,731)	(322,968)	(189,271)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	-	18,300	750
Net (Gain) on Disposal of Capital Assets (Schedule C)	-	(18,300)	(750)
Amortization of Tangible Capital Assets (Schedule C)	2,134,000	2,030,067	2,069,151
Net Change in Prepaid Expenses	-	30,760	(9,466)
Change in Net Financial Assets	(34,700)	855,680	416,232
Net Financial Assets, End of Year	6,573,226	7,463,606	6,607,926

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

Lloydminster Roman Catholic Separate School Division No. 89

Statement of Cash Flows for the year ended August 31, 2020

	2020	2019
	\$	\$
OPERATING ACTIVITIES		
Operating (Deficit) for the Year	(882,179)	(1,454,182)
Add Non-Cash Items Included in Deficit (Schedule D)	2,011,767	2,068,401
Net Change in Non-Cash Operating Activities (Schedule E)	(359,737)	309,155
Cash Provided by Operating Activities	769,851	923,374
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(322,968)	(189,271)
Proceeds on Disposal of Tangible Capital Assets	18,300	750
Cash (Used) by Capital Activities	(304,668)	(188,521)
INVESTING ACTIVITIES		
Cash Used to Acquire Portfolio Investments	-	(703)
Proceeds on Disposal of Portfolio Investments	801	-
Cash Provided (Used) by Investing Activities	801	(703)
INCREASE IN CASH AND CASH EQUIVALENTS	465,984	734,150
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	3,907,420	3,173,270
CASH AND CASH EQUIVALENTS, END OF YEAR	4,373,404	3,907,420

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

Lloydminster Roman Catholic Separate School Division No. 89

Schedule A: Supplementary Details of Revenues

for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Property Taxes and Other Related Revenue			
Tax Levy Revenue			
Property Tax Levy Revenue	3,363,978	3,393,114	3,357,390
Total Property Tax Revenue	3,363,978	3,393,114	3,357,390
Grants in Lieu of Taxes			
Federal Government	-	647	629
Provincial Government	-	3,161	4,189
Total Grants in Lieu of Taxes	-	3,808	4,818
Other Tax Revenues			
House Trailer Fees	-	7,057	5,484
Total Other Tax Revenues	-	7,057	5,484
Additions to Levy			
Penalties	-	16,821	16,330
Total Additions to Levy	-	16,821	16,330
Deletions from Levy			
Cancellations	-	(2,840)	(2,199)
Total Deletions from Levy	-	(2,840)	(2,199)
Total Property Taxes and Other Related Revenue	3,363,978	3,417,960	3,381,823
Grants			
Operating Grants			
Ministry of Education Grants			
Operating Grant	9,261,098	9,480,068	8,991,854
Other Ministry Grants	279,449	387,464	279,449
Total Ministry Grants	9,540,547	9,867,532	9,271,303
Other Provincial Grants	107,184	40,381	157,957
Grants from Others	15,226,645	14,901,617	14,982,555
Total Operating Grants	24,874,376	24,809,530	24,411,815
Capital Grants			
Other Capital Grants	-	1,522,935	-
Total Capital Grants	-	1,522,935	-
Total Grants	24,874,376	26,332,465	24,411,815

Lloydminster Roman Catholic Separate School Division No. 89

Schedule A: Supplementary Details of Revenues

for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
Federal Government and First Nations	32,691	52,656	46,672
Total Tuition Fees	32,691	52,656	46,672
Total Tuition and Related Fees Revenue	32,691	52,656	46,672
School Generated Funds Revenue			
Curricular			
Student Fees	160,655	113,726	168,076
Total Curricular Fees	160,655	113,726	168,076
Non-Curricular Fees			
Commercial Sales - Non-GST	60,250	56,434	62,635
Fundraising	309,800	247,845	311,844
Grants and Partnerships	50,850	35,890	44,600
Students Fees	173,330	149,370	177,845
Total Non-Curricular Fees	594,230	489,539	596,924
Total School Generated Funds Revenue	754,885	603,265	765,000
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	131,698	131,698	130,412
Other Ministry Grants	-	33,225	8,161
Other Provincial Grants	9,500	-	29,176
Other Grants	195,885	191,231	180,023
Total Operating Grants	337,083	356,154	347,772
Fees and Other Revenue			
Tuition and Related Fees	225,013	140,358	193,385
Other Revenue	15,500	24,372	48,063
Total Fees and Other Revenue	240,513	164,730	241,448
Total Complementary Services Revenue	577,596	520,884	589,220

Lloydminster Roman Catholic Separate School Division No. 89
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
External Services			
Fees and Other Revenue			
Other Revenue	102,800	82,113	105,489
Total Fees and Other Revenue	102,800	82,113	105,489
Total External Services Revenue	102,800	82,113	105,489
Other Revenue			
Miscellaneous Revenue	262,604	269,220	277,167
Sales & Rentals	163,551	126,130	177,387
Investments	201,000	204,245	189,442
Gain on Disposal of Capital Assets	-	18,300	750
Total Other Revenue	627,155	617,895	644,746
TOTAL REVENUE FOR THE YEAR	30,333,481	31,627,238	29,944,765

Lloydminster Roman Catholic Separate School Division No. 89

Schedule B: Supplementary Details of Expenses

for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Governance Expense			
Board Members Expense	108,580	86,938	86,859
Professional Development - Board Members	11,500	4,151	9,848
Grants to School Community Councils	12,000	-	12,000
Other Governance Expenses	99,537	85,273	94,484
Total Governance Expense	231,617	176,362	203,191
Administration Expense			
Salaries	1,134,865	1,156,227	1,109,938
Benefits	116,326	121,959	111,195
Supplies & Services	101,788	104,480	140,892
Non-Capital Furniture & Equipment	11,500	16,964	12,880
Communications	41,467	36,085	42,646
Travel	58,960	41,468	53,187
Professional Development	15,000	2,260	13,220
Total Administration Expense	1,479,906	1,479,443	1,483,958
Instruction Expense			
Instructional (Teacher Contract) Salaries	14,334,950	14,421,647	14,350,626
Instructional (Teacher Contract) Benefits	803,625	813,757	755,208
Program Support (Non-Teacher Contract) Salaries	4,425,404	4,228,183	3,964,474
Program Support (Non-Teacher Contract) Benefits	814,588	780,760	789,343
Instructional Aids	517,745	348,734	325,219
Supplies & Services	396,739	508,316	610,165
Non-Capital Furniture & Equipment	174,850	208,563	155,459
Communications	99,100	99,766	95,660
Travel	45,263	49,831	43,903
Professional Development	151,750	102,377	181,518
Student Related Expense	345,647	317,253	386,565
Amortization of Tangible Capital Assets	716,000	603,439	656,940
Total Instruction Expense	22,825,661	22,482,626	22,315,080

Lloydminster Roman Catholic Separate School Division No. 89

Schedule B: Supplementary Details of Expenses

for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Plant Operation & Maintenance Expense			
Salaries	1,160,521	1,003,468	1,058,068
Benefits	224,613	185,386	182,382
Non-Capital Furniture & Equipment	-	947	879
Building Operating Expenses	1,762,339	3,043,762	1,720,127
Communications	26,528	26,569	26,267
Travel	20,150	22,961	26,429
Professional Development	1,000	-	587
Amortization of Tangible Capital Assets	1,261,000	1,252,864	1,254,296
Total Plant Operation & Maintenance Expense	4,456,151	5,535,957	4,269,035
Student Transportation Expense			
Salaries	662,992	589,388	659,921
Benefits	126,608	98,572	119,794
Supplies & Services	175,200	124,348	156,324
Non-Capital Furniture & Equipment	172,000	166,627	172,150
Building Operating Expenses	23,172	25,628	26,133
Communications	2,532	1,557	3,293
Travel	2,250	1,980	1,980
Professional Development	8,000	500	795
Contracted Transportation	82,500	51,191	72,312
Amortization of Tangible Capital Assets	157,000	173,764	157,915
Total Student Transportation Expense	1,412,254	1,233,555	1,370,617
Tuition and Related Fees Expense			
Tuition Fees	99,400	88,005	105,188
Total Tuition and Related Fees Expense	99,400	88,005	105,188
School Generated Funds Expense			
Academic Supplies & Services	82,255	60,844	57,643
Cost of Sales	89,750	78,783	94,407
School Fund Expenses	582,880	483,264	572,784
Total School Generated Funds Expense	754,885	622,891	724,834

Lloydminster Roman Catholic Separate School Division No. 89
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
Complementary Services Expense			
Administration Salaries & Benefits	107,170	114,670	93,754
Instructional (Teacher Contract) Salaries & Benefits	162,844	161,738	167,975
Program Support (Non-Teacher Contract) Salaries & Benefits	451,879	389,912	343,440
Supplies & Services	5,500	3,816	10,217
Travel	4,050	5,172	4,050
Professional Development (Non-Salary Costs)	1,500	325	-
Student Related Expenses	180,280	102,896	171,768
Total Complementary Services Expense	913,223	778,529	791,204
External Service Expense			
Program Support (Non-Teacher Contract) Salaries & Benefits	57,528	50,992	55,760
Supplies & Services	63,500	49,279	68,280
Non-Capital Furniture & Equipment	3,000	4,015	2,273
Travel	825	825	825
Total External Services Expense	124,853	105,111	127,138
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	7,500	6,938	8,702
Total Interest and Bank Charges	7,500	6,938	8,702
Total Other Expense	7,500	6,938	8,702
TOTAL EXPENSES FOR THE YEAR	32,305,450	32,509,417	31,398,947

Lloydminster Roman Catholic Separate School Division No. 89

Schedule C - Supplementary Details of Tangible Capital Assets

for the year ended August 31, 2020

	Land		Buildings	School	Other	Furniture and	Computer Hardware and	Computer			
	Land	Improvements	Buildings	Short-Term	Buses	Vehicles	Equipment	Audio Visual Equipment	Software	2020	2019
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Tangible Capital Assets - at Cost											
Opening Balance as of September 1	3,340,556	2,007,746	55,737,689	2,726,210	2,241,094	279,684	2,404,782	1,788,867	30,551	70,557,179	70,659,419
Additions/Purchases	-	-	-	-	61,333	45,791	-	215,844	-	322,968	189,271
Disposals	-	-	-	-	-	(34,993)	(59,950)	(658,391)	-	(753,334)	(291,511)
Closing Balance as of August 31	3,340,556	2,007,746	55,737,689	2,726,210	2,302,427	290,482	2,344,832	1,346,320	30,551	70,126,813	70,557,179
Tangible Capital Assets - Amortization											
Opening Balance as of September 1	-	1,244,640	16,170,318	934,682	1,414,119	184,442	1,321,677	1,288,829	21,741	22,580,448	20,802,808
Amortization of the Period	-	97,678	1,136,295	109,919	151,826	18,526	240,450	269,262	6,111	2,030,067	2,069,151
Disposals	-	-	-	-	-	(34,993)	(59,950)	(658,391)	-	(753,334)	(291,511)
Closing Balance as of August 31	N/A	1,342,318	17,306,613	1,044,601	1,565,945	167,975	1,502,177	899,700	27,852	23,857,181	22,580,448
Net Book Value											
Opening Balance as of September 1	3,340,556	763,106	39,567,371	1,791,528	826,975	95,242	1,083,105	500,038	8,810	47,976,731	49,856,611
Closing Balance as of August 31	3,340,556	665,428	38,431,076	1,681,609	736,482	122,507	842,655	446,620	2,699	46,269,632	47,976,731
Change in Net Book Value	-	(97,678)	(1,136,295)	(109,919)	(90,493)	27,265	(240,450)	(53,418)	(6,111)	(1,707,099)	(1,879,880)
Disposals											
Historical Cost	-	-	-	-	-	34,993	59,950	658,391	-	753,334	291,511
Accumulated Amortization	-	-	-	-	-	34,993	59,950	658,391	-	753,334	291,511
Net Cost	-	-	-	-	-	-	-	-	-	-	-
Price of Sale	-	-	-	-	-	18,300	-	-	-	18,300	750
Gain (Loss) on Disposal	-	-	-	-	-	18,300	-	-	-	18,300	750

Lloydminster Roman Catholic Separate School Division No. 89

**Schedule D: Non-Cash Items Included in Deficit
for the year ended August 31, 2020**

	2020	2019
	\$	\$
Non-Cash Items Included in Deficit		
Amortization of Tangible Capital Assets (Schedule C)	2,030,067	2,069,151
Net (Gain) on Disposal of Tangible Capital Assets (Schedule C)	(18,300)	(750)
Total Non-Cash Items Included in Deficit	2,011,767	2,068,401

Lloydminster Roman Catholic Separate School Division No. 89

**Schedule E: Net Change in Non-Cash Operating Activities
for the year ended August 31, 2020**

	2020	2019
	\$	\$
Net Change in Non-Cash Operating Activities		
(Increase) in Accounts Receivable	(430,551)	(104,136)
Increase in Accounts Payable and Accrued Liabilities	590,699	375,418
Increase in Liability for Employee Future Benefits	41,100	23,600
(Decrease) Increase in Deferred Revenue	(591,745)	23,739
Decrease (Increase) in Prepaid Expenses	30,760	(9,466)
Total Net Change in Non-Cash Operating Activities	(359,737)	309,155

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

1. AUTHORITY AND PURPOSE

The school division operates under the authority of *The Education Act, 1995* of Saskatchewan as a corporation under the name of “The Board of Education of the Lloydminster Roman Catholic Separate School Division No. 89” and operates as “the Lloydminster Roman Catholic Separate School Division No. 89”. 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 and is a registered charity under the *Income Tax Act*.

2. SIGNIFICANT ACCOUNTING POLICIES

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).

Significant aspects of the accounting policies adopted by the school division are as follows:

a) Basis of Accounting

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

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.

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

- the liability for employee future benefits of \$410,800 (2019 - \$369,700) because actual experience may differ significantly from actuarial estimations.
- useful lives of capital assets and related accumulated amortization of \$23,857,181 (2019 - \$22,580,448) because the actual useful lives of the capital assets may differ from their estimated economic lives.
- property taxation revenue of \$3,417,960 (2019 - \$3,381,823) because final tax assessments may differ from initial estimates.

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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 expenses. 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.

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 any 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.

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Cash and Cash Equivalents consist of cash, bank deposits and highly liquid investments with initial maturity terms of three months or less and held for the purpose of meeting short-term operating cash commitments rather than for investing purposes.

Accounts Receivable includes taxes receivable and other receivables. Taxes receivable represent education property taxes assessed or estimated owing to the end of the fiscal period but not yet received. The allowance for uncollected taxes is a valuation allowance used to reduce the amount reported for taxes receivable to the estimated net recoverable amount. The allowance represents management's estimate of the amount of taxes that will not be collected taking into consideration prior years' tax collections and information provided by municipalities regarding collectability of outstanding balances.

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

Portfolio Investments consist of equity common shares with Synergy Credit Union Ltd. and Lloydminster & District Co-operative and term deposits with maturity dates greater than 3 months. The school division values its portfolio investments in accordance with its policy for financial instruments, as described in Note 2 (d).

f) Non-Financial Assets

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

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

Tangible capital assets are recorded at cost (or estimated cost when the actual cost is unknown) and include all costs directly attributable to the acquisition, design, construction, development, installation and betterment of the tangible capital asset.

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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

Prepaid Expenses are prepaid amounts for goods or services which will provide economic benefits in one or more future periods. Prepaid expenses include supplies, insurance premiums, license fees, and membership fees.

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.

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.

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

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 Alberta Teachers' Retirement Fund (ATRF). 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.

Defined Contribution Plans

The school division's support staff participate in a defined contribution pension plan. The school division's contributions to the plan are expensed when due.

i) Revenue Recognition

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

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

i) Government Transfers (Grants)

Grants from governments are considered to be government transfers. Government transfers are recognized as revenues when the transfer is authorized, all eligibility criteria have been met, except when, and to the extent, stipulations by the transferor give rise to an obligation that meets the definition of a liability. Transfers with stipulations are recorded as deferred revenue and recognized as revenue in the statement of operations and accumulated surplus from operations as the stipulation liabilities are settled.

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

ii) Property Taxation

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

On January 1, 2018, pursuant to *The Education Property Tax Act*, the Government of Saskatchewan became the taxing authority for education property tax. The legislation provides authority to separate school divisions to set a bylaw to determine and apply their own mill rates for education property taxes. For both the 2019 and 2020 taxation years, the school division does have a bylaw in place.

iii) Fees and Services

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

iv) Interest Income

Interest is recognized as revenue when it is earned.

v) Other (Non-Government Transfer) Contributions

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

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

3. PORTFOLIO INVESTMENTS

Portfolio investments are comprised of the following:

	2020	2019
Portfolio investments in the cost or amortized cost category:	Cost	Cost
Equity common shares of Lloydminster & District Co-operative	\$ 41,841	\$ 41,709
Equity common shares of Synergy Credit Union	40,111	41,044
Synergy Credit Union term deposits, interest rates 2.30% - 3.50%, maturing October 2020 to December 2022	4,500,000	4,500,000
Total portfolio investments reported at cost or amortized cost	\$ 4,581,952	\$ 4,582,753

4. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Amortization of TCA	2020 Actual	2019 Actual
Governance	\$ 86,938	\$ 89,424	\$ -	\$ 176,362	\$ 203,191
Administration	1,278,186	201,257	-	1,479,443	1,483,958
Instruction	20,244,347	1,634,840	603,439	22,482,626	22,315,080
Plant	1,188,854	3,094,239	1,252,864	5,535,957	4,269,035
Transportation	687,960	371,831	173,764	1,233,555	1,370,617
Tuition and Related Fees	-	88,005	-	88,005	105,188
School Generated Funds	-	622,891	-	622,891	724,834
Complementary Services	666,320	112,209	-	778,529	791,204
External Services	50,992	54,119	-	105,111	127,138
Other	-	6,938	-	6,938	8,702
TOTAL	\$ 24,203,597	\$ 6,275,753	\$ 2,030,067	\$ 32,509,417	\$ 31,398,947

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

5. EMPLOYEE FUTURE BENEFITS

The school division provides certain post-employment, compensated absence and termination benefits to its employees. These benefits include non-vested sick leave and retirement gratuity. 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, 2018 and extrapolated the results to estimate the Liability for Employee Future Benefits as at August 31, 2020. The benefits consulting practice, previously owned by Morneau Shepell Inc., was acquired by HUB International Limited in March 2020.

Details of the employee future benefits are as follows:

	2020	2019
Long-term assumptions used:		
Discount rate at end of period (per annum)	1.54%	1.93%
Inflation and productivity rate - Teachers (excluding merit and promotion) (per annum)	2.50%	2.50%
Inflation and productivity rate - Non-Teachers (excluding merit and promotion) (per annum)	3.00%	3.00%
Expected average remaining service life (years)	15	15

Liability for Employee Future Benefits	2020	2019
Accrued Benefit Obligation - beginning of year	\$ 399,300	\$ 327,500
Current period service cost	38,500	31,400
Interest cost	8,400	10,500
Benefit payments	(9,000)	(18,300)
Actuarial losses	21,600	48,200
Plan amendments	(1,000)	-
Accrued Benefit Obligation - end of year	457,800	399,300
Unamortized net actuarial (losses)	(47,000)	(29,600)
Liability for Employee Future Benefits	\$ 410,800	\$ 369,700

Employee Future Benefits Expense	2020	2019
Current period service cost	\$ 38,500	\$ 31,400
Amortization of net actuarial loss	3,200	-
Benefit cost	41,700	31,400
Interest cost	8,400	10,500
Total Employee Future Benefits Expense	\$ 50,100	\$ 41,900

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

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 Alberta Teachers' Retirement Fund (ATRF)

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

The STRP and ATRF are funded by contributions by the participating employee members and the Governments of Saskatchewan and Alberta respectively. The school division's obligation to the STRP and ATRF 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 Alberta for the ATRF.

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

	2020			2019
	STRP	ATRF	TOTAL	TOTAL
Number of active School Division members	152	35	187	189
Member contribution rate (percentage of salary)	9.50%/11.70%	10.17%/14.52%	9.50%/14.52%	9.50%/14.52%
Member contributions for the year	\$ 1,197,833	\$ 262,660	\$ 1,460,493	\$ 1,459,626

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.

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

6. PENSION PLANS (CONT'D)

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:

	2020	2019
Number of active School Division members	176	163
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	\$ 551,616	\$ 540,542
School Division contributions for the year	\$ 551,616	\$ 540,542
Actuarial extrapolation date	Dec-31-2019	Dec-31-2018
Plan Assets (in thousands)	\$ 2,819,222	\$ 2,487,505
Plan Liabilities (in thousands)	\$ 2,160,754	\$ 2,024,269
Plan Surplus (in thousands)	\$ 658,468	\$ 463,236

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:

	2020			2019		
	Total Receivable	Valuation Allowance	Net of Allowance	Total Receivable	Valuation Allowance	Net of Allowance
Taxes Receivable	\$456,856	\$ -	\$ 456,856	\$ 6,817	\$ -	\$ 6,817
Other Receivables	288,977	-	288,977	308,465	-	308,465
Total Accounts Receivable	\$745,833	\$ -	\$ 745,833	\$ 315,282	\$ -	\$ 315,282

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2020	2019
Accrued Salaries and Benefits	\$ 207,352	\$ 64,510
Supplier Payments	1,273,991	828,813
Staff Funds	12,515	9,836
Total Accounts Payable and Accrued Liabilities	\$ 1,493,858	\$ 903,159

9. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2019	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2020
Non-Capital deferred revenue:				
Unearned fees for service	\$ 50,489	\$ 75,719	\$ 41,597	\$ 84,611
Unearned taxation revenue	874,181	-	874,181	-
Unearned CAIF Grant	-	85,257	64,008	21,249
Unearned Government grants	-	1,750,000	1,522,935	227,065
Total Deferred Revenue	\$ 924,670	\$ 1,910,976	\$ 2,502,721	\$ 332,925

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

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 Programs	Community and Inter-Agency Liason	Other Programs	2020	2019
Revenues:					
Operating Grants	\$ 131,698	\$ -	\$ 224,456	\$ 356,154	\$ 347,772
Fees and Other Revenues	-	-	164,730	164,730	241,448
Total Revenues	131,698	-	389,186	520,884	589,220
Expenses:					
Salaries & Benefits	337,690	72,386	256,244	666,320	605,169
Supplies and Services	-	2,175	1,641	3,816	10,217
Travel	-	5,172	-	5,172	4,050
Professional Development (Non-Salary Costs)	-	325	-	325	-
Student Related Expenses	2,275	-	100,621	102,896	171,768
Total Expenses	339,965	80,058	358,506	778,529	791,204
Excess (Deficiency) of Revenues over Expenses	\$ (208,267)	\$ (80,058)	\$ 30,680	\$ (257,645)	\$ (201,984)

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	Cafeteria	2020	2019
Revenues:			
Fees and Other Revenues	\$ 82,113	\$ 82,113	\$ 105,489
Total Revenues	82,113	82,113	105,489
Expenses:			
Salaries & Benefits	50,992	50,992	55,760
Supplies and Services	49,279	49,279	68,280
Non-Capital Equipment	4,015	4,015	2,273
Travel	825	825	825
Total Expenses	105,111	105,111	127,138
(Deficiency) of Revenues over Expenses	\$ (22,998)	\$ (22,998)	\$ (21,649)

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

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 the 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 2019	Additions during the year	Reductions during the year	August 31 2020
Invested in Tangible Capital Assets:				
Net Book Value of Tangible Capital Assets	\$ 47,976,731	\$ 322,968	\$ 2,030,067	\$ 46,269,632
	47,976,731	322,968	2,030,067	46,269,632
PMR maintenance project allocations (1)	-	245,166	245,166	-
Federal Agencies Policy Reserve (2)	5,532	-	5,532	-
Designated Assets:				
Capital Projects:				
Equipment Replacement	100,000	-	-	100,000
Administrative Building Reserve	457,556	57,551	-	515,107
Other Vehicle Reserve	14,479	60,521	-	75,000
Holy Rosary Expansion/New Elementary Reserve	2,000,000	-	-	2,000,000
Grounds/Parking Lot Reserve	500,000	-	-	500,000
Bus Fleet Expansion Reserve	260,000	-	-	260,000
Synergy Vault Reserve	-	40,000	-	40,000
	3,332,035	158,072	-	3,490,107
Other:				
Enrollment Contingency Fund	-	533,000	-	533,000
Educational Programming Reserve	500,000	167,000	-	667,000
Information Technology resource contingency	4,293	7,185	-	11,478
Salary Contingency	400,000	-	-	400,000
School generated funds	123,649	446,321	454,550	115,420
School Community Council	31,284	166,943	160,479	37,748
	1,059,226	1,320,449	615,029	1,764,646
Unrestricted Surplus	2,492,134	-	33,040	2,459,094
Total Accumulated Surplus	\$ 54,865,658	\$ 2,046,655	\$ 2,928,834	\$ 53,983,479

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

12. ACCUMULATED SURPLUS (CONT'D)

Details of accumulated surplus are as follows:

- (1) **PMR Maintenance Project Allocations** represent transfers received from the Ministry of Education as funding support for maintenance projects on the school division's approved 3-year capital maintenance plans. Unspent funds at the end of a fiscal year are designated for future approved capital plan maintenance project expenditures.
- (2) **Federal Agencies Policy Reserve** represents the capital portion of the tuition received from Federal Agencies as per Regulation 22 fee calculation. The funds are to be used for future capital projects.

13. BUDGET FIGURES

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

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

14. TRUSTS

The school division, as the trustee, administers trust funds for legacy scholarships. The trust assets and transactions are not included in the financial statements.

Information about these trusts is as follows:

	Reiber		Brown		Arts		Ranger Rebekkah		Patrick Harty		William Gow		Total	Total
	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>	<u>2020</u>	<u>2019</u>
Cash and short-term investments	\$8,015	\$7,991	\$32,892	\$34,769	\$1,243	\$1,243	\$32,138	\$34,037	\$8,225	\$8,699	\$11,905	\$11,866	\$94,418	\$98,605
Total Assets	8,015	7,991	32,892	34,769	1,243	1,243	32,138	34,037	8,225	8,699	11,905	11,866	94,418	98,605
Revenues														
Contributions and donations	-	-	-	-	-	-	-	-	-	-	-	10,000	-	10,000
Interest on investments	24	70	123	349	-	40	101	317	26	81	39	3	313	860
	24	70	123	349	-	40	101	317	26	81	39	10,003	313	10,860
Expenses														
Awards to students	-	-	2,000	2,000	-	-	2,000	2,000	500	500	-	1,200	4,500	5,700
	-	-	2,000	2,000	-	-	2,000	2,000	500	500	-	1,200	4,500	5,700
Excess (Deficiency) of Revenues over Expenses	24	70	(1,877)	(1,651)	-	40	(1,899)	(1,683)	(474)	(419)	39	8,803	(4,187)	5,160
Trust Fund Balance, Beginning of Year	7,991	7,921	34,769	36,420	1,243	1,203	34,037	35,720	8,699	9,118	11,866	3,063	98,605	93,445
Trust Fund Balance, End of Year	\$8,015	\$7,991	\$32,892	\$34,769	\$1,243	\$1,243	\$32,138	\$34,037	\$8,225	\$8,699	\$11,905	\$11,866	\$94,418	\$98,605

LLOYDMINSTER ROMAN CATHOLIC SEPARATE SCHOOL DIVISION NO. 89
NOTES TO THE FINANCIAL STATEMENTS
As at August 31, 2020

15. CONTRACTUAL RIGHTS

Significant contractual rights of the school division are as follows:

- \$85,257 for the Climate Action Incentive Fund agreement with the Government of Saskatchewan for LED Lighting projects. These projects are expected to be complete in the 2020-21 school year.

16. CONTRACTUAL OBLIGATIONS AND COMMITMENTS

Significant contractual obligations and commitments of the school division are as follows:

- construction contract for Father Gorman Roof Replacement in the amount of \$237,255 to be completed by December 2020
- construction contract for St. Mary's Roof Replacement in the amount of \$934,772 to be completed by December 2020

17. 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.

18. COMPARATIVE INFORMATION

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

19. RISK MANAGEMENT

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

i) Credit Risk

Credit risk is the risk to the school division from potential non-payment of accounts receivable. The credit risk related to the school division's receivables from the provincial government, federal government and their agencies are considered to be minimal. For other receivables, the school division has adopted credit policies which include the 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.

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19. RISK MANAGEMENT (CONT'D)

The aging of other accounts receivable as at August 31, 2020 was:

	August 31, 2020				
	Total	0-30 days	30-60 days	60-90 days	Over 90 days
Other Receivables	\$ 168,472	\$ 146,521	\$ 2,436	\$ 152	\$ 19,363
Gross Receivables	168,472	146,521	2,436	152	19,363
Allowance for Doubtful Accounts	-	-	-	-	-
Net Receivables	\$ 168,472	\$ 146,521	\$ 2,436	\$ 152	\$ 19,363

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

ii) Liquidity Risk

Liquidity risk is the risk that the school division will not be able to meet its financial obligations as they come due. The school division manages liquidity risk by maintaining adequate cash balances and budget practices and monitoring.

The following table sets out the contractual maturities of the school division's financial liabilities:

	August 31, 2020				
	Total	Within 6 months			
		6 months	to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 1,493,858	\$ 1,493,858	\$ -	\$ -	\$ -
Total	\$ 1,493,858	\$ 1,493,858	\$ -	\$ -	\$ -

iii) Market Risk

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

Interest Rate Risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The school division's interest rate exposure relates to cash and cash equivalents.

The school division also has an authorized bank line of credit of \$4,000,000 with interest payable monthly at a rate of prime 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 at August 31, 2020.

The school division minimizes these risks by:

- 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

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20. COVID-19 PANDEMIC

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

In 2019-20, the City of Lloydminster deferred property tax collections due to the COVID-19 pandemic. This does not change the revenue recognition of education property tax, however, it results in decreased cash collections and deferred revenues and an increase in account receivable and accounts payable. In 2020-21, it is expected that the cash will be collected from the deferred education property tax and accounts receivable and accounts payable will decrease.