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## Audited Financial Statements

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Of the Ile a la Crosse School Division No. 112

School Division No. 6720100

For the Period Ending: August 31, 2019

Jansen Corrigan

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Chief Financial Officer

Vantage Chartered Professional Accountants

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Auditor

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

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## MANAGEMENT REPORT

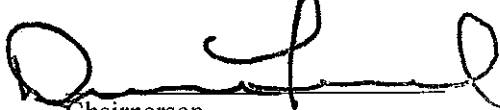
The school division's management is responsible for the preparation of the financial statements in accordance with Canadian public sector accounting standards and the format specified in the Financial Reporting Manual issued by the Ministry of Education. The preparation of financial statements necessarily involves the use of estimates based on management's judgement, 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, Vantage Chartered Professional Accountants, 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 Ile a la Crosse School Division No. 112:



Chairperson



Director of Education



Chief Financial Officer

December 13, 2019

## INDEPENDENT AUDITORS' REPORT

The Board of Directors  
Ile a la Crosse School Division No. 112  
Ile a la Crosse, Saskatchewan

### *Opinion*

We have audited the accompanying financial statements of the Ile a la Crosse School Division No. 112, which comprise the statement of financial position as at August 31, 2019, the statements of operations and accumulated surplus, changes in net financial assets, and cash flows 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 Ile a la Crosse School Division No. 112 as at August 31, 2019, and results of its operations, changes in its 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 *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Ile a la Crosse School Division No. 112 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 Ile a la Crosse School Division No. 112'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 organization or to cease operations, or has no realistic alternative but to do so.

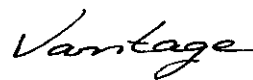
Those charged with governance are responsible for overseeing the organization's financial reporting process.

### *Auditors' 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 auditors' 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 judgement 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 organization'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 organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the organization 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.

The logo for Vantage Chartered Professional Accountants, featuring the word "Vantage" in a stylized, cursive script.

Chartered Professional Accountants

North Battleford, Saskatchewan  
December 13, 2019

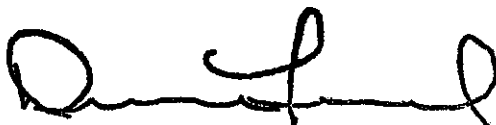
## Ile a la Crosse School Division No. 112

Statement of Financial Position  
as at August 31, 2019

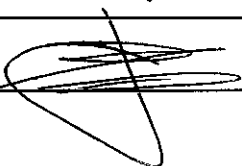
	2019	2018
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	1,706,945	1,337,772
Accounts Receivable (Note 7)	345,694	506,741
Portfolio Investments (Note 3)	2,104,505	2,069,354
<b>Total Financial Assets</b>	<b>4,157,144</b>	<b>3,913,867</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities (Note 8)	115,352	31,182
Liability for Employee Future Benefits (Note 5)	77,300	72,800
<b>Total Liabilities</b>	<b>192,652</b>	<b>103,982</b>
<b>Net Financial Assets</b>	<b>3,964,492</b>	<b>3,809,885</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Schedule C)	18,612,953	19,189,657
Prepaid Expenses	67,636	67,636
<b>Total Non-Financial Assets</b>	<b>18,680,589</b>	<b>19,257,293</b>
<b>Accumulated Surplus (Note 11)</b>	<b>22,645,081</b>	<b>23,067,178</b>

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

Approved by the Board:



Chairperson



Chief Financial Officer

**Ile a la Crosse School Division No. 112**  
**Statement of Operations and Accumulated Surplus from Operations**  
**for the year ended August 31, 2019**

	<b>2019 Budget</b>	<b>2019 Actual</b>	<b>2018 Actual</b>
	\$ (Note 12)	\$	\$
<b>REVENUES</b>			
Property Taxes and Other Related	-	-	27,664
Grants	6,581,208	6,374,725	6,452,741
Tuition and Related Fees	-	-	13,220
School Generated Funds	74,000	218,092	128,833
Complementary Services (Note 9)	312,593	392,199	373,658
External Services (Note 10)	277,876	248,025	240,247
Other	112,500	301,024	166,278
<b>Total Revenues (Schedule A)</b>	<b>7,358,177</b>	<b>7,534,065</b>	<b>7,402,641</b>
<b>EXPENSES</b>			
Governance	100,272	134,071	102,134
Administration	515,796	637,044	507,068
Instruction	4,144,842	4,303,149	4,014,483
Plant	1,542,544	1,739,377	1,691,976
Transportation	318,605	348,569	254,038
School Generated Funds	74,700	158,551	132,518
Complementary Services (Note 9)	261,685	297,399	335,862
External Services (Note 10)	425,970	338,002	436,537
Other	150	-	505
<b>Total Expenses (Schedule B)</b>	<b>7,384,564</b>	<b>7,956,162</b>	<b>7,475,121</b>
<b>Operating (Deficit) for the Year</b>	<b>(26,387)</b>	<b>(422,097)</b>	<b>(72,480)</b>
<b>Accumulated Surplus from Operations, Beginning of Year</b>	<b>23,067,178</b>	<b>23,067,178</b>	<b>23,139,658</b>
<b>Accumulated Surplus from Operations, End of Year</b>	<b>23,040,791</b>	<b>22,645,081</b>	<b>23,067,178</b>

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

**Ile a la Crosse School Division No. 112**  
**Statement of Changes in Net Financial Assets**  
**for the year ended August 31, 2019**

	<b>2019 Budget</b>	<b>2019 Actual</b>	<b>2018 Actual</b>
	\$ (Note 12)	\$	\$
<b>Net Financial Assets, Beginning of Year</b>	<b>3,809,885</b>	<b>3,809,885</b>	<b>3,402,315</b>
<b>Changes During the Year</b>			
Operating (Deficit) for the Year	(26,387)	(422,097)	(72,480)
Acquisition of Tangible Capital Assets (Schedule C)	(543,443)	(221,587)	(368,187)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	-	-	23,990
Net Loss on Disposal of Capital Assets (Schedule C)	-	-	18,620
Write-Down of Tangible Capital Assets (Schedule C)	-	-	505
Amortization of Tangible Capital Assets (Schedule C)	847,893	798,292	844,720
Net Change in Other Non-Financial Assets	-	-	(39,598)
<b>Change in Net Financial Assets</b>	<b>278,063</b>	<b>154,607</b>	<b>407,570</b>
<b>Net Financial Assets, End of Year</b>	<b>4,087,948</b>	<b>3,964,492</b>	<b>3,809,885</b>

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

## Ile a la Crosse School Division No. 112

Statement of Cash Flows  
for the year ended August 31, 2019

	2019	2018
	\$	\$
<b>OPERATING ACTIVITIES</b>		
Operating (Deficit) for the Year	(422,097)	(72,480)
Add Non-Cash Items Included in Deficit (Schedule D)	798,292	863,845
Net Change in Non-Cash Operating Activities (Schedule E)	249,717	(186,238)
<b>Cash Provided by Operating Activities</b>	<b>625,912</b>	<b>605,127</b>
<b>CAPITAL ACTIVITIES</b>		
Cash Used to Acquire Tangible Capital Assets	(221,587)	(368,187)
Proceeds on Disposal of Tangible Capital Assets	-	23,990
<b>Cash (Used) by Capital Activities</b>	<b>(221,587)</b>	<b>(344,197)</b>
<b>INVESTING ACTIVITIES</b>		
Cash Used to Acquire Portfolio Investments	(35,151)	(15,404)
<b>Cash (Used) by Investing Activities</b>	<b>(35,151)</b>	<b>(15,404)</b>
<b>INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>369,173</b>	<b>245,526</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>1,337,772</b>	<b>1,092,246</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>1,706,945</b>	<b>1,337,772</b>

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



**Ile a la Crosse School Division No. 112**  
**Schedule A: Supplementary Details of Revenues**  
**for the year ended August 31, 2019**

	2019 Budget	2019 Actual	2018 Actual
	\$	\$	\$
<b>Property Taxes and Other Related Revenue</b>			
<b>Tax Levy Revenue</b>			
Property Tax Levy Revenue	-	-	45,329
<b>Total Property Tax Revenue</b>	-	-	45,329
<b>Grants in Lieu of Taxes</b>			
Federal Government	-	-	4,747
Provincial Government	-	-	522
<b>Total Grants in Lieu of Taxes</b>	-	-	5,269
<b>Deletions from Levy</b>			
Cancellations	-	-	(761)
Other Deletions	-	-	(22,173)
<b>Total Deletions from Levy</b>	-	-	(22,934)
<b>Total Property Taxes and Other Related Revenue</b>	-	-	27,664
<b>Grants</b>			
<b>Operating Grants</b>			
Ministry of Education Grants			
Operating Grant	6,412,765	6,181,959	6,014,384
<b>Total Ministry Grants</b>	6,412,765	6,181,959	6,014,384
<b>Total Operating Grants</b>	6,412,765	6,181,959	6,014,384
<b>Capital Grants</b>			
Ministry of Education Capital Grants	168,443	192,766	438,357
<b>Total Capital Grants</b>	168,443	192,766	438,357
<b>Total Grants</b>	6,581,208	6,374,725	6,452,741
<b>Tuition and Related Fees Revenue</b>			
<b>Operating Fees</b>			
Other Related Fees	-	-	13,220
<b>Total Operating Tuition and Related Fees</b>	-	-	13,220
<b>Total Tuition and Related Fees Revenue</b>	-	-	13,220
<b>School Generated Funds Revenue</b>			
Fundraising	74,000	218,092	128,833
<b>Total Non-Curricular Fees</b>	74,000	218,092	128,833
<b>Total School Generated Funds Revenue</b>	74,000	218,092	128,833

**Ile a la Crosse School Division No. 112**  
**Schedule A: Consolidated Supplementary Details of Revenues**  
**for the year ended August 31, 2019**

	2019 Budget	2019 Actual	2018 Actual
	\$	\$	\$
<b>Complementary Services</b>			
<b>Operating Grants</b>			
Ministry of Education Grants			
Operating Grant	168,443	188,531	189,364
Other Ministry Grants	-	88,534	88,534
Other Provincial Grants	137,150	82,350	80,850
Other Grants	-	32,784	-
<b>Total Operating Grants</b>	<b>305,593</b>	<b>392,199</b>	<b>358,748</b>
<b>Fees and Other Revenue</b>			
Other Revenue	7,000	-	14,910
<b>Total Fees and Other Revenue</b>	<b>7,000</b>	<b>-</b>	<b>14,910</b>
<b>Total Complementary Services Revenue</b>	<b>312,593</b>	<b>392,199</b>	<b>373,658</b>
<b>External Services</b>			
<b>Operating Grants</b>			
Other Grants	-	110,000	110,000
<b>Total Operating Grants</b>	<b>-</b>	<b>110,000</b>	<b>110,000</b>
<b>Capital Grants</b>			
Other Capital Grants	115,000	-	-
<b>Total Capital Grants</b>	<b>115,000</b>	<b>-</b>	<b>-</b>
<b>Fees and Other Revenue</b>			
Other Revenue	162,876	138,025	130,247
<b>Total Fees and Other Revenue</b>	<b>162,876</b>	<b>138,025</b>	<b>130,247</b>
<b>Total External Services Revenue</b>	<b>277,876</b>	<b>248,025</b>	<b>240,247</b>
<b>Other Revenue</b>			
Miscellaneous Revenue	35,000	139,532	86,084
Sales & Rentals	55,000	101,423	56,336
Investments	22,500	60,069	23,858
<b>Total Other Revenue</b>	<b>112,500</b>	<b>301,024</b>	<b>166,278</b>
<b>TOTAL REVENUE FOR THE YEAR</b>	<b>7,358,177</b>	<b>7,534,065</b>	<b>7,402,641</b>

**Ile a la Crosse School Division No. 112**  
**Schedule B: Supplementary Details of Expenses**  
**for the year ended August 31, 2019**

	2019 Budget	2019 Actual	2018 Actual
	\$	\$	\$
<b>Governance Expense</b>			
Board Members Expense	71,413	67,905	73,697
Professional Development - Board Members	4,009	51,118	-
Professional Development - Advisory Committees	-	-	10,114
Other Governance Expenses	24,850	15,048	18,323
<b>Total Governance Expense</b>	<b>100,272</b>	<b>134,071</b>	<b>102,134</b>
<b>Administration Expense</b>			
Salaries	374,886	509,828	382,432
Benefits	43,992	48,794	39,908
Supplies & Services	39,400	47,386	50,644
Non-Capital Furniture & Equipment	4,200	2,454	2,552
Building Operating Expenses	7,968	6,374	9,565
Communications	6,850	10,307	7,271
Travel	20,000	5,555	6,943
Professional Development	6,000	1,733	3,140
Amortization of Tangible Capital Assets	12,500	4,613	4,613
<b>Total Administration Expense</b>	<b>515,796</b>	<b>637,044</b>	<b>507,068</b>
<b>Instruction Expense</b>			
Instructional (Teacher Contract) Salaries	2,636,075	2,694,264	2,601,329
Instructional (Teacher Contract) Benefits	111,547	135,798	127,095
Program Support (Non-Teacher Contract) Salaries	486,144	568,371	519,348
Program Support (Non-Teacher Contract) Benefits	142,307	145,690	122,822
Instructional Aids	117,298	210,653	162,758
Supplies & Services	274,379	179,822	142,232
Non-Capital Furniture & Equipment	38,131	44,588	65,566
Communications	7,077	17,326	14,023
Travel	830	26,063	18,422
Professional Development	37,708	67,954	49,402
Student Related Expense	184,726	165,738	143,274
Amortization of Tangible Capital Assets	108,620	46,882	48,212
<b>Total Instruction Expense</b>	<b>4,144,842</b>	<b>4,303,149</b>	<b>4,014,483</b>

**Ile a la Crosse School Division No. 112**  
**Schedule B: Consolidated Supplementary Details of Expenses**  
**for the year ended August 31, 2019**

	2019 Budget	2019 Actual	2018 Actual
	\$	\$	\$
<b>Plant Operation &amp; Maintenance Expense</b>			
Salaries	289,323	419,673	394,313
Benefits	61,604	77,894	72,117
Supplies & Services	24,741	10,092	14,025
Non-Capital Furniture & Equipment	-	34,889	26,285
Building Operating Expenses	692,376	557,583	527,185
Communications	2,500	3,678	4,515
Travel	10,000	29,389	20,885
Professional Development	1,000	-	-
Amortization of Tangible Capital Assets	461,000	606,179	632,651
<b>Total Plant Operation &amp; Maintenance Expense</b>	<b>1,542,544</b>	<b>1,739,377</b>	<b>1,691,976</b>
<b>Student Transportation Expense</b>			
Salaries	101,513	-	103,214
Benefits	33,084	457	22,558
Supplies & Services	56,115	30,173	57,991
Non-Capital Furniture & Equipment	20,000	2,515	26,371
Building Operating Expenses	4,500	6,183	19
Communications	700	2,103	1,325
Travel	2,000	3,029	3,703
Contracted Transportation	-	265,252	-
Amortization of Tangible Capital Assets	100,693	38,857	38,857
<b>Total Student Transportation Expense</b>	<b>318,605</b>	<b>348,569</b>	<b>254,038</b>
<b>School Generated Funds Expense</b>			
School Fund Expenses	74,000	158,551	132,518
Amortization of Tangible Capital Assets	700	-	-
<b>Total School Generated Funds Expense</b>	<b>74,700</b>	<b>158,551</b>	<b>132,518</b>

**Ile a la Crosse School Division No. 112**  
**Schedule B: Consolidated Supplementary Details of Expenses**  
**for the year ended August 31, 2019**

	2019 Budget	2019 Actual	2018 Actual
	\$	\$	\$
<b>Complementary Services Expense</b>			
Instructional (Teacher Contract) Salaries & Benefits	69,054	52,369	110,970
Program Support (Non-Teacher Contract) Salaries & Benefits	109,701	152,138	132,385
Instructional Aids	38,000	33,793	50,742
Supplies & Services	6,000	11,230	42
Non-Capital Furniture & Equipment	-	1,161	-
Building Operating Expenses	3,000	21,584	12,442
Communications	750	750	2,055
Professional Development (Non-Salary Costs)	4,500	2,700	2,896
Student Related Expenses	21,600	7,375	9,525
Contracted Transportation & Allowances	5,000	-	-
Amortization of Tangible Capital Assets	4,080	14,299	14,805
<b>Total Complementary Services Expense</b>	<b>261,685</b>	<b>297,399</b>	<b>335,862</b>
<b>External Service Expense</b>			
Instructional (Teacher Contract) Salaries & Benefits	86,646	112,286	113,131
Program Support (Non-Teacher Contract) Salaries & Benefits	-	-	20
Instructional Aids	3,250	-	99
Supplies & Services	5,300	913	906
Non-Capital Furniture & Equipment	3,600	5,466	7,868
Building Operating Expenses	155,124	130,369	184,757
Communications	3,400	1,506	3,354
Professional Development (Non-Salary Costs)	900	-	-
Student Related Expenses	7,450	-	2,200
Amortization of Tangible Capital Assets	160,300	87,462	105,582
Loss on Disposal of Tangible Capital Assets	-	-	18,620
<b>Total External Services Expense</b>	<b>425,970</b>	<b>338,002</b>	<b>436,537</b>
<b>Other Expense</b>			
<b>Interest and Bank Charges</b>			
Current Interest and Bank Charges	150	-	-
<b>Total Interest and Bank Charges</b>	<b>150</b>	<b>-</b>	<b>-</b>
Write-Down of Tangible Capital Assets	-	-	505
<b>Total Other Expense</b>	<b>150</b>	<b>-</b>	<b>505</b>
<b>TOTAL EXPENSES FOR THE YEAR</b>	<b>7,384,564</b>	<b>7,956,162</b>	<b>7,475,121</b>

**Ile a la Crosse School Division No. 112**  
**Schedule C - Supplementary Details of Tangible Capital Assets**  
**for the year ended August 31, 2019**

	Land		Buildings		School	Other	Furniture and	Computer Hardware and	
	Land	Improvements	Buildings	Short-Term	Buses	Vehicles	Equipment	Audio Visual Equipment	
	\$	\$	\$	\$	\$	\$	\$	\$	\$
	2018	2019	2018	2019	2018	2019	2018	2019	2018
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<i>Tangible Capital Assets - at Cost</i>									
Opening Balance as of September 1	136,162	674,194	22,382,045	987,110	494,293	548,659	1,400,161	454,373	26,754,975
Additions/Purchases	-	24,168	27,485	67,905	-	-	-	102,030	368,187
Disposals	-	-	-	-	-	-	-	-	(45,660)
Write-Downs	-	-	-	-	-	-	-	-	(505)
Closing Balance as of August 31	136,162	698,362	22,409,530	1,055,015	494,293	548,659	1,400,161	556,403	27,076,997
<i>Tangible Capital Assets - Amortization</i>									
Opening Balance as of September 1	-	213,858	4,917,779	718,262	230,123	302,825	1,056,944	447,549	7,045,670
Amortization of the Period	-	33,015	597,231	66,663	25,288	13,569	59,113	3,413	844,720
Disposals	-	-	-	-	-	-	-	-	(3,050)
Closing Balance as of August 31	N/A	246,873	5,515,010	784,925	255,411	316,394	1,116,057	450,962	7,887,340
<i>Net Book Value</i>									
Opening Balance as of September 1	136,162	460,336	17,464,266	268,848	264,170	245,834	343,217	6,824	19,709,305
Closing Balance as of August 31	136,162	451,489	16,894,520	270,090	238,882	232,265	284,104	105,441	19,189,657
Change in Net Book Value	-	(8,847)	(569,746)	1,242	(25,288)	(13,569)	(59,113)	98,617	(519,648)
<i>Disposals</i>									
Historical Cost	-	-	-	-	-	-	-	-	45,660
Accumulated Amortization	-	-	-	-	-	-	-	-	3,050
Net Cost	-	-	-	-	-	-	-	-	42,610
Price of Sale	-	-	-	-	-	-	-	-	23,990
(Loss) on Disposal	-	-	-	-	-	-	-	-	(18,620)

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**Ile a la Crosse School Division No. 112**  
**Schedule D: Non-Cash Items Included in Deficit**  
**for the year ended August 31, 2019**

	2019	2018
	\$	\$
<b>Non-Cash Items Included in Deficit</b>		
Amortization of Tangible Capital Assets (Schedule C)	798,292	844,720
Net Loss on Disposal of Tangible Capital Assets (Schedule C)	-	18,620
Write-Down of Tangible Capital Assets (Schedule C)	-	505
<b>Total Non-Cash Items Included in Deficit</b>	<b>798,292</b>	<b>863,845</b>

**Ile a la Crosse School Division No. 112**  
**Schedule E: Net Change in Non-Cash Operating Activities**  
**for the year ended August 31, 2019**

	2019	2018
	\$	\$
<b>Net Change in Non-Cash Operating Activities</b>		
Decrease (Increase) in Accounts Receivable	161,047	(133,808)
Increase (Decrease) in Accounts Payable and Accrued Liabilities	84,170	(18,732)
Increase in Liability for Employee Future Benefits	4,500	5,900
(Increase) in Prepaid Expenses	-	(39,598)
<b>Total Net Change in Non-Cash Operating Activities</b>	<b>249,717</b>	<b>(186,238)</b>

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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**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 Ile-a-la-Crosse School Division No. 112" and operates as "the Ile a la Crosse School Division No. 112". 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) 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 \$ 77,300 (2018 - \$ 72,800) because actual experience may differ significantly from actuarial estimations.
- useful lives of capital assets and related amortization of \$ 798,291 (2018 - \$ 844,720) because the actual useful lives of the capital assets may differ from their estimated economic lives.

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

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



**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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**c) 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.

**d) 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, 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 provincial grants receivable and other receivables. Provincial grants receivable represent capital grants earned but not received at the end of the fiscal year, provided reasonable estimates of the amounts can be made. Grants are earned when the events giving rise to the grant have occurred, the grant is authorized and any eligibility criteria have been met.

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

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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**Portfolio Investments** consist of guaranteed investment certificates (GICs) with CIBC. The school division values its portfolio investments in accordance with its policy for financial instruments, as described in Note 2(c).

**e) Non-Financial Assets**

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

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

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

The 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

**Prepaid Expenses** are prepaid amounts for goods or services which will provide economic benefits in one or more future periods. Prepaid expenses include insurance premiums.

**f) 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

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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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.

**g) 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). The school division's obligation for this plan 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.

**h) 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.

**ii) Property Taxation**

On January 1, 2018, pursuant to *The Education Property Tax Act*, the Government of Saskatchewan became the taxing authority for education property tax. As of that date, the school division no longer earns taxation revenue.

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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Prior to January 1, 2018, the school division levied and collected property tax on a calendar year basis. Uniform education property tax mill rates were set by the Government of Saskatchewan. Tax revenues were recognized on the basis of time with 1/12<sup>th</sup> of estimated total tax revenue recorded in each month of the school division's fiscal year. Tax revenue for September to December 2017 was based on actual amounts reported by the municipalities for the calendar taxation year.

**iii) Fees and Services**

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

**iv) Interest Income**

Interest is recognized as revenue when it is earned.

**v) Other (Non-Government Transfer) Contributions**

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

**3. PORTFOLIO INVESTMENTS**

Portfolio investments are comprised of the following:

	2019	2018
<b>Portfolio investments in the cost or amortized cost category:</b>	<b>Cost</b>	<b>Cost</b>
GICs with CIBC	\$ 2,104,505	\$ 2,069,354
<b>Total portfolio investments</b>	<b>\$ 2,104,505</b>	<b>\$ 2,069,354</b>

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

**4. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION**

Function	Salaries & Benefits	Goods & Services	Amortization of TCA	2019 Actual	2018 Actual
Governance	\$ 119,023	\$ 15,048	\$ -	\$ 134,071	\$ 102,134
Administration	558,622	73,809	4,613	637,044	507,068
Instruction	3,544,123	712,144	46,882	4,303,149	4,014,483
Plant	497,567	635,631	606,179	1,739,377	1,691,976
Transportation	457	309,255	38,857	348,569	254,038
School Generated Funds	-	158,551	-	158,551	132,518
Complementary Services	204,507	78,593	14,299	297,399	335,862
External Services	112,286	138,254	87,462	338,002	436,537
Other	-	-	-	-	505
<b>TOTAL</b>	<b>\$5,036,585</b>	<b>\$2,121,285</b>	<b>\$ 798,292</b>	<b>\$ 7,956,162</b>	<b>\$7,475,121</b>

**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, accumulating vacation banks 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. Morneau Shepell Ltd, a firm of consulting actuaries, performed an actuarial valuation as at March 31, 2018 and extrapolated the results to estimate the Liability for Employee Future Benefits as at August 31, 2019.

Details of the employee future benefits are as follows:

	2019	2018
Long-term assumptions used:		
Discount rate at end of period	1.93%	3.00%
Inflation and productivity rate (excluding merit and promotion) - Teachers	2.50%	2.50%
Inflation and productivity rate (excluding merit and promotion) - Non-Teachers	3.00%	3.00%
Expected average remaining service life (years)	11	11

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

<b>Liability for Employee Future Benefits</b>	<b>2019</b>	<b>2018</b>
<b>Accrued Benefit Obligation - beginning of year</b>	<b>\$ 76,500</b>	<b>\$ 94,300</b>
Current period service cost	5,800	6,200
Interest cost	2,400	2,600
Benefit payments	(7,900)	(6,200)
Actuarial (gains) losses	7,900	(20,400)
Plan amendments	2,800	-
<b>Accrued Benefit Obligation - end of year</b>	<b>87,500</b>	<b>76,500</b>
Unamortized Net Actuarial (Losses)	(10,200)	(3,700)
<b>Liability for Employee Future Benefits</b>	<b>\$ 77,300</b>	<b>\$ 72,800</b>

<b>Employee Future Benefits Expense</b>	<b>2019</b>	<b>2018</b>
Current period service cost	\$ 5,800	\$ 6,200
Amortization of net actuarial loss	1,400	3,300
Plan amendments	2,800	-
<b>Benefit cost</b>	<b>10,000</b>	<b>9,500</b>
Interest cost	2,400	2,600
<b>Total Employee Future Benefits Expense</b>	<b>\$ 12,400</b>	<b>\$ 12,100</b>

## 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)

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

The STRP is funded by contributions by the participating employee members and the Government of Saskatchewan. The school division's obligation to the STRP is limited to collecting and remitting contributions of the employees at rates determined by the plan. Accordingly, these financial statements do not include any expense for employer contributions to the plan. Net pension assets or liabilities for this plan are not reflected in these financial statements as ultimate responsibility for retirement benefits rests with the Saskatchewan Teachers' Federation.

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

Details of the contributions to this plan for the school division's employees are as follows:

	<b>2019</b>		<b>2018</b>
	<b>STRP</b>	<b>TOTAL</b>	<b>TOTAL</b>
Number of active School Division members	31	31	31
Member contribution rate (percentage of salary)	9.50%	9.50%	11.30%
Member contributions for the year	\$ 250,286	\$ 250,286	\$ 366,695

**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:

	<b>2019</b>	<b>2018</b>
Number of active School Division members	33	33
Member contribution rate (percentage of salary)	9.00%	8.15%
School Division contribution rate (percentage of salary)	9.00%	8.15%
Member contributions for the year	\$ 105,317	\$ 95,893
School Division contributions for the year	\$ 105,317	\$ 95,893
Actuarial extrapolation date	Dec/31/2018	Dec/31/2017
Plan Assets (in thousands)	\$ 2,487,505	\$ 2,469,995
Plan Liabilities (in thousands)	\$ 2,024,269	\$ 2,015,818
Plan Surplus (in thousands)	\$ 463,236	\$ 454,177

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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**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:

	<b>2019</b>			<b>2018</b>		
	Total Receivable	Valuation Allowance	Net of Allowance	Total Receivable	Valuation Allowance	Net of Allowance
Provincial Grants Receivable	\$ 269,914	\$ -	\$ 269,914	\$ 269,914	\$ -	\$ 269,914
Other Receivables	75,780	-	75,780	236,827	-	236,827
<b>Total Accounts Receivable</b>	<b>\$ 345,694</b>	<b>\$ -</b>	<b>\$ 345,694</b>	<b>\$ 506,741</b>	<b>\$ -</b>	<b>\$ 506,741</b>

**8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

Details of accounts payable and accrued liabilities are as follows:

	<b>2019</b>	<b>2018</b>
Accrued Salaries and Benefits	\$ 97,785	\$ 19,346
Supplier Payments	-	11,836
Damage Deposits and Other Payables	17,567	-
<b>Total Accounts Payable and Accrued Liabilities</b>	<b>\$ 115,352</b>	<b>\$ 31,182</b>



**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

**9. COMPLEMENTARY SERVICES**

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

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

<b>Summary of Complementary Services Revenues and Expenses, by Program</b>	<b>Pre-K Programs</b>	<b>Community and Interagency</b>	<b>Other Programs</b>	<b>2019</b>	<b>2018</b>
<b>Revenues:</b>					
Operating Grants	\$ 188,531	\$ 51,350	\$ 152,318	\$ 392,199	\$ 358,748
Fees and Other Revenues	-	-	-	-	14,910
<b>Total Revenues</b>	<b>188,531</b>	<b>51,350</b>	<b>152,318</b>	<b>392,199</b>	<b>373,658</b>
<b>Expenses:</b>					
Salaries & Benefits	52,369	64,274	87,864	204,507	243,355
Instructional Aids	6,037	7,593	20,163	33,793	50,742
Supplies and Services	-	-	11,230	11,230	42
Non-Capital Equipment	-	-	1,161	1,161	-
Building Operating Expenses	-	-	21,584	21,584	12,442
Communications	-	750	-	750	2,055
Professional Development (Non-Salary Costs)	-	2,700	-	2,700	2,896
Student Related Expenses	-	-	7,375	7,375	9,525
Amortization of Tangible Capital Assets	1,507	-	12,792	14,299	14,805
<b>Total Expenses</b>	<b>59,913</b>	<b>75,317</b>	<b>162,169</b>	<b>297,399</b>	<b>335,862</b>
<b>Excess (Deficiency) of Revenues over Expenses</b>	<b>\$ 128,618</b>	<b>\$ (23,967)</b>	<b>\$ (9,851)</b>	<b>\$ 94,800</b>	<b>\$ 37,796</b>

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

## 10. EXTERNAL SERVICES

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

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

Summary of External Services Revenues and Expenses, by Program	Adult Education	Teacherages	2019	2018
<b>Revenues:</b>				
Operating Grants	\$ 110,000	\$ -	\$ 110,000	\$ 110,000
Fees and Other Revenues	-	138,025	138,025	130,247
<b>Total Revenues</b>	<b>110,000</b>	<b>138,025</b>	<b>248,025</b>	<b>240,247</b>
<b>Expenses:</b>				
Salaries & Benefits	112,286	-	112,286	113,151
Instructional Aids	-	-	-	99
Supplies and Services		913	913	906
Non-Capital Equipment	-	5,466	5,466	7,868
Building Operating Expenses	-	130,369	130,369	184,757
Communications	-	1,506	1,506	3,354
Student Related Expenses		-	-	2,200
Amortization of Tangible Capital Assets	68	87,394	87,462	105,582
Loss on Disposal of Tangible Capital Assets	-	-	-	18,620
<b>Total Expenses</b>	<b>112,354</b>	<b>225,648</b>	<b>338,002</b>	<b>436,537</b>
<b>(Deficiency) of Revenues over Expenses</b>	<b>\$ (2,354)</b>	<b>\$ (87,623)</b>	<b>\$ (89,977)</b>	<b>\$ (196,290)</b>

## 11. ACCUMULATED SURPLUS

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

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

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

Details of accumulated surplus are as follows:

	August 31 2018	Additions during the year	Reductions during the year	August 31 2019
<b>Invested in Tangible Capital Assets:</b>				
Net Book Value of Tangible Capital Assets	\$ 19,189,657	\$ 221,587	\$ 798,291	\$ 18,612,953
	<b>19,189,657</b>	<b>221,587</b>	<b>798,291</b>	<b>18,612,953</b>
<b>S.286 pre-April 2009 capital reserves (1)</b>	<b>1,894,199</b>	<b>-</b>	<b>-</b>	<b>1,894,199</b>
<b>PMR maintenance project allocations (2)</b>	<b>168,443</b>	<b>192,766</b>	<b>107,789</b>	<b>253,420</b>
<b>Designated Assets:</b>				
<b>Capital Projects:</b>				
Designated for tangible capital asset expenditures	733,683	-	-	733,683
	<b>733,683</b>	<b>-</b>	<b>-</b>	<b>733,683</b>
<b>Other:</b>				
School generated funds	-	60,334	-	60,334
	<b>-</b>	<b>60,334</b>	<b>-</b>	<b>60,334</b>
<b>Unrestricted Surplus</b>	<b>1,081,196</b>	<b>9,296</b>	<b>-</b>	<b>1,090,492</b>
<b>Total Accumulated Surplus</b>	<b>\$ 23,067,178</b>	<b>\$ 483,983</b>	<b>\$ 906,080</b>	<b>\$ 22,645,081</b>

- (1) **S.286 pre-April 2009 Capital Reserves** represent capital reserves that were created by pre-April 2009 board of education motions that designated certain prior years' operating surpluses to be set aside for the purpose of future capital expenditures. Pursuant to S.286 of *The Education Act, 1995*, the school division is required to hold these reserves as a special fund for the purpose of constructing or acquiring any capital works that may be approved by the Minister of Education.
- (2) **PMR Maintenance Project Allocations** represent transfers received from the Ministry of Education as funding support for maintenance projects on the school division's approved 3-year capital maintenance plans. Unspent funds at the end of a fiscal year are designated for future approved capital plan maintenance project expenditures.

## 12. BUDGET FIGURES

Budget figures included in the financial statements were approved by the board of education on June 26, 2018 and the Minister of Education on August 22, 2018.

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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### 13. RISK MANAGEMENT

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

#### i) Credit Risk

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

The school division does not have a significant exposure to any individual customer. Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect impairment in collectability.

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

August 31, 2019					
	Total	0-30 days	30-60 days	60-90 days	Over 90 days
Grants Receivable	\$ 269,914	\$ -	\$ -	\$ -	\$ 269,914
Other Receivables	26,663	26,663	-	-	-
<b>Net Receivables</b>	<b>\$ 296,577</b>	<b>\$ 26,663</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 269,914</b>

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 to meet operational requirements.

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

August 31, 2019					
	Total	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 115,352	\$ 115,352	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ 115,352</b>	<b>\$ 115,352</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**ILE-A-LA-CROSSE SCHOOL DIVISION NO. 112**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**As at August 31, 2019**

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**iii) Market Risk**

The school division is exposed to market risks with respect to interest rates.

**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 portfolio investments.

The school division minimizes these risks by:

- Holding cash in an account a Canada Bank, denominated in Canadian currency.
- Investing in GICs and term deposits for short terms at fixed interest rates.

**14. SUBSEQUENT EVENTS**

Subsequent to the year end the school division entered into a wrongful dismissal settlement at a total cost of \$75,098.