

**AUDITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED AUGUST 31, 2020**
[Education Act, Sections 139, 140, 244]

The Edmonton Catholic Separate School Division

Legal Name of School Jurisdiction

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SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements of The Edmonton Catholic Separate School Division presented to Alberta Education have been prepared by school jurisdiction management which has responsibility for their preparation, integrity and objectivity. The financial statements, including notes, have been prepared in accordance with Canadian Public Sector Accounting Standards and follow format prescribed by Alberta Education.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school jurisdiction's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that accounting records may be relied upon to properly reflect the school jurisdiction's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong system of budgetary control.

Board of Trustees Responsibility

The ultimate responsibility for the financial statements lies with the Board of Trustees. The Board reviewed the audited financial statements with management in detail and approved the financial statements for release.

External Auditors

The Board appoints external auditors to audit the financial statements and meets with the auditors to review their findings. The external auditors were given full access to school jurisdiction records.

Declaration of Management and Board Chair

To the best of our knowledge and belief, these financial statements reflect, in all material respects, the financial position, results of operations, remeasurement gains and losses, changes in net financial assets (debt), and cash flows for the year in accordance with Canadian Public Sector Accounting Standards.

BOARD CHAIR

Sandra Palazzo

Name

"Original Signed"

Signature

SUPERINTENDENT

Robert Martin

Name

"Original Signed"

Signature

SECRETARY-TREASURER OR TREASURER

James Grattan

Name

"Original Signed"

Signature

November 25, 2020

Board-approved Release Date

c.c. **ALBERTA EDUCATION, Financial Reporting & Accountability Branch**
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Independent Auditor's Report

To the Board of Trustees of
The Edmonton Catholic Separate School Division

Opinion

We have audited the financial statements of The Edmonton Catholic Separate School Division ("the Division"), which comprise the statement of financial position as at August 31, 2020, and the statements of operations, change in financial assets (net debt), re-measurement gains and losses, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Edmonton Catholic Separate School District as at August 31, 2020, and its results of operations, its changes in its net debt, 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 Division in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation and fair presentation of these 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 Division's ability to continue as a going concern, disclosing, as applicable, matters related to a going concern and using the going concern basis of accounting unless management either intends to liquidate the Division or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the 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 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 Entity'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 Division to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Edmonton, Canada

November 25, 2020



Chartered Professional Accountants

STATEMENT OF FINANCIAL POSITION
As at August 31, 2020 (in dollars)

	2020	2019 Restated
FINANCIAL ASSETS		
Cash and cash equivalents (Schedule 5; Note 3)	\$ 46,855,689	\$ 34,135,776
Accounts receivable (net after allowances) (Note 4)	\$ 15,932,711	\$ 23,163,474
Portfolio investments		
Operating (Schedule 5)	\$ 30,000,000	\$ 30,000,000
Endowments	\$ -	\$ -
Inventories for resale	\$ -	\$ -
Other financial assets	\$ -	\$ -
Total financial assets	\$ 92,788,400	\$ 87,299,250
LIABILITIES		
Bank indebtedness (Note 5)	\$ -	\$ -
Accounts payable and accrued liabilities (Note 6)	\$ 29,411,972	\$ 36,408,940
Unspent deferred contributions (Schedule 2; Note 11)	\$ 24,611,017	\$ 11,555,007
Employee future benefits liabilities (Note 7)	\$ 5,927,986	\$ 5,753,686
Environmental liabilities	\$ -	\$ -
Other liabilities	\$ -	\$ -
Debt		
Supported: Debentures	\$ -	\$ -
Unsupported: Debentures	\$ -	\$ -
Mortgages and capital loans	\$ -	\$ -
Capital leases (Note 8)	\$ 10,382,642	\$ 10,614,502
Total liabilities	\$ 70,333,617	\$ 64,332,135
Net financial assets	\$ 22,454,783	\$ 22,967,115
NON-FINANCIAL ASSETS		
Tangible capital assets (Schedule 6)	\$ 486,609,804	\$ 462,856,008
Inventory of supplies	\$ 3,026,359	\$ 2,542,791
Prepaid expenses (Note 9)	\$ 4,524,874	\$ 3,739,133
Other non-financial assets	\$ -	\$ -
Total non-financial assets	\$ 494,161,037	\$ 469,137,932
Net assets before spent deferred capital contributions	\$ 516,615,820	\$ 492,105,047
Spent deferred capital contributions (Schedule 2; Note 11)	\$ 444,402,511	\$ 421,248,744
Net assets	\$ 72,213,309	\$ 70,856,303
Net assets (Note 10)		
Accumulated surplus (deficit) (Schedule 1)	\$ 72,213,309	\$ 70,856,303
Accumulated remeasurement gains (losses)	\$ -	\$ -
	\$ 72,213,309	\$ 70,856,303
Contractual rights (Note 18)		
Contractual obligations (Note 19)		
Contingent liabilities (Note 20)		

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF OPERATIONS
For the Year Ended August 31, 2020 (in dollars)

	Budget 2020	Actual 2020	Actual 2019 Restated
REVENUES			
Government of Alberta	\$ 487,432,000	\$ 409,120,989	\$ 418,282,403
Federal Government and other government grants	\$ 8,934,000	\$ 9,543,857	\$ 8,514,581
Property taxes	\$ -	\$ 60,317,950	\$ 66,914,401
Fees (Schedule 8)	\$ 15,413,000	\$ 11,881,668	\$ 15,139,004
Sales of services and products	\$ 5,800,000	\$ 4,425,212	\$ 5,391,368
Investment income	\$ 1,450,000	\$ 1,044,988	\$ 1,228,541
Donations and other contributions	\$ 5,254,000	\$ 3,938,537	\$ 4,835,815
Other revenue (Note 13)	\$ 1,966,000	\$ 3,183,988	\$ 5,858,748
Total revenues	\$ 526,249,000	\$ 503,457,189	\$ 526,164,861
EXPENSES			
Instruction - ECS	\$ 51,853,000	\$ 48,571,502	\$ 53,009,347
Instruction - Grades 1 - 12	\$ 359,567,000	\$ 345,250,371	\$ 356,540,552
Plant operations and maintenance (Schedule 4)	\$ 69,061,000	\$ 65,847,633	\$ 66,729,318
Transportation	\$ 23,372,000	\$ 20,549,123	\$ 22,361,390
Board & system administration	\$ 15,209,000	\$ 14,668,063	\$ 14,994,170
External services	\$ 8,787,000	\$ 7,213,491	\$ 7,854,503
Total expenses	\$ 527,849,000	\$ 502,100,183	\$ 521,489,280
Annual operating surplus (deficit)	\$ (1,600,000)	\$ 1,357,006	\$ 4,675,581
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
Annual surplus (deficit)	\$ (1,600,000)	\$ 1,357,006	\$ 4,675,581
Accumulated surplus (deficit) at beginning of year	\$ 70,856,303	\$ 70,856,303	\$ 66,180,722
Accumulated surplus (deficit) at end of year	\$ 69,256,303	\$ 72,213,309	\$ 70,856,303

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF CASH FLOWS
For the Year Ended August 31, 2020 (in dollars)

	2020	2019 Restated
CASH FLOWS FROM:		
A. OPERATING TRANSACTIONS		
Annual surplus (deficit)	\$ 1,357,006	\$ 4,675,581
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 17,859,319	\$ 17,459,905
Net (gain)/loss on disposal of tangible capital assets	\$ (1,560,065)	\$ (3,544,102)
Transfer of tangible capital assets (from)/to other entities	\$ (2,366,035)	\$ (8,237,538)
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (14,843,241)	\$ (14,313,537)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ 174,300	\$ 11,900
Donations in kind	\$ -	\$ -
	\$ 621,284	\$ (3,947,791)
(Increase)/Decrease in accounts receivable	\$ 7,230,763	\$ 3,189,844
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ (483,568)	\$ (444,375)
(Increase)/Decrease in prepaid expenses	\$ (785,741)	\$ (1,064,700)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ (6,996,968)	\$ (3,052,228)
Increase/(Decrease) in unspent deferred contributions	\$ 13,056,010	\$ (3,083,167)
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
Other - Trade payables for capital projects	\$ (1,225,888)	\$ (2,364,272)
Total cash flows from operating transactions	\$ 11,415,892	\$ (10,766,689)
B. CAPITAL TRANSACTIONS		
Acquisition of tangible capital assets	\$ (39,259,104)	\$ (32,749,572)
Net proceeds from disposal of unsupported capital assets	\$ 1,572,089	\$ 3,622,537
Other - Trade payables for capital projects	\$ 1,225,888	\$ 2,364,272
Total cash flows from capital transactions	\$ (36,461,127)	\$ (26,762,763)
C. INVESTING TRANSACTIONS		
Purchases of portfolio investments	\$ -	\$ (30,000,000)
Proceeds on sale of portfolio investments	\$ -	\$ -
Other (Describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from investing transactions	\$ -	\$ (30,000,000)
D. FINANCING TRANSACTIONS		
Debt issuances	\$ -	\$ -
Debt repayments	\$ -	\$ -
Increase (decrease) in spent deferred capital contributions	\$ 37,997,008	\$ 37,967,258
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ (231,860)	\$ (313,036)
Other (describe)	\$ -	\$ -
Other (describe)	\$ -	\$ -
Total cash flows from financing transactions	\$ 37,765,148	\$ 37,654,222
Increase (decrease) in cash and cash equivalents	\$ 12,719,913	\$ (29,875,230)
Cash and cash equivalents, at beginning of year	\$ 34,135,776	\$ 64,011,006
Cash and cash equivalents, at end of year	\$ 46,855,689	\$ 34,135,776

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF CHANGE IN NET FINANCIAL ASSETS
For the Year Ended August 31, 2020 (in dollars)

	Budget 2020	2020	2019 Restated
Annual surplus (deficit)	\$ (1,600,000)	\$ 1,357,006	\$ 4,675,581
Effect of changes in tangible capital assets			
Acquisition of tangible capital assets	\$ (5,200,000)	\$ (39,259,104)	\$ (32,749,572)
Amortization of tangible capital assets	\$ 17,776,000	\$ 17,859,319	\$ 17,459,905
Net (gain)/loss on disposal of tangible capital assets	\$ 20,000	\$ (1,560,065)	\$ (3,544,102)
Net proceeds from disposal of unsupported capital assets	\$ -	\$ 1,572,089	\$ 3,622,537
Write-down carrying value of tangible capital assets	\$ -	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ (2,366,035)	\$ (8,237,538)
Other changes	\$ -	\$ -	\$ -
Total effect of changes in tangible capital assets	\$ 12,596,000	\$ (23,753,796)	\$ (23,448,770)
Acquisition of inventory of supplies	\$ -	\$ (483,568)	\$ (444,375)
Consumption of inventory of supplies	\$ -	\$ -	\$ -
(Increase)/Decrease in prepaid expenses	\$ -	\$ (785,741)	\$ (1,064,700)
(Increase)/Decrease in other non-financial assets	\$ -	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -	\$ -
Change in spent deferred capital contributions (Schedule 2)	\$ -	\$ 23,153,767	\$ 23,653,721
Other changes	\$ -	\$ -	\$ -
Increase (decrease) in net financial assets	\$ 10,996,000	\$ (512,332)	\$ 3,371,457
Net financial assets at beginning of year	\$ 22,967,115	\$ 22,967,115	\$ 19,595,658
Net financial assets at end of year	\$ 33,963,115	\$ 22,454,783	\$ 22,967,115

The accompanying notes and schedules are part of these financial statements.

STATEMENT OF REMEASUREMENT GAINS AND LOSSES

For the Year Ended August 31, 2020 (in dollars)

	2020	2019
Unrealized gains (losses) attributable to:		
Portfolio investments	\$ -	\$ -
Derivatives	\$ -	\$ -
Other	\$ -	\$ -
Amounts reclassified to the statement of operations:		
Portfolio investments	\$ -	\$ -
Derivatives	\$ -	\$ -
Other	\$ -	\$ -
Other Adjustment (Describe)	\$ -	\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -
Accumulated remeasurement gains (losses) at beginning of year	\$ -	\$ -
Accumulated remeasurement gains (losses) at end of year	\$ -	\$ -

The accompanying notes and schedules are part of these financial statements.

SCHEDULE 1

SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2020 (in dollars)

	NET ASSETS	ACCUMULATED REEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
Balance at August 31, 2019	\$ 70,856,303	\$ -	\$ 70,856,303	\$ 30,992,761	\$ -	\$ (0)	\$ 23,426,127	\$ 16,437,415
Prior period adjustments:								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2019	\$ 70,856,303	\$ -	\$ 70,856,303	\$ 30,992,761	\$ -	\$ (0)	\$ 23,426,127	\$ 16,437,415
Operating surplus (deficit)	\$ 1,357,006		\$ 1,357,006			\$ 1,357,006		
Board funded tangible capital asset additions				\$ 3,628,133		\$ 145,209	\$ -	\$ (3,773,342)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ (12,024)		\$ (1,550,832)		\$ 1,562,856
Write-down of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year	\$ -	\$ -						
Endowment expenses & disbursements	\$ -		\$ -		\$ -	\$ -		
Endowment contributions	\$ -		\$ -		\$ -	\$ -		
Reinvested endowment income	\$ -		\$ -		\$ -	\$ -		
Direct credits to accumulated surplus (Describe)	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets	\$ -			\$ (17,859,319)		\$ 17,859,319		
Capital revenue recognized	\$ -			\$ 14,843,241		\$ (14,843,241)		
Debt principal repayments (unsupported)	\$ -			\$ 326,883		\$ (326,883)		
Additional capital debt or capital leases	\$ -			\$ (95,023)		\$ 95,023		
Net transfers to operating reserves	\$ -					\$ (26,161,728)	\$ 26,161,728	
Net transfers from operating reserves	\$ -					\$ 23,426,127	\$ (23,426,127)	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2020	\$ 72,213,309	\$ -	\$ 72,213,309	\$ 31,824,652	\$ -	\$ (0)	\$ 26,161,728	\$ 14,226,929

SCHEDULE 1

**SCHEDULE OF NET ASSETS
For the Year Ended August 31, 2020 (in dollars)**

	INTERNALLY RESTRICTED RESERVES BY PROGRAM									
	School & Instruction Related		Operations & Maintenance		Board & System Administration		Transportation		External Services	
	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves	Operating Reserves	Capital Reserves
Balance at August 31, 2019	\$ 18,951,078	\$ -	\$ -	\$ 16,437,415	\$ 4,470,587	\$ -	\$ 4,462	\$ -	\$ -	\$ -
Prior period adjustments:										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted Balance, August 31, 2019	\$ 18,951,078	\$ -	\$ -	\$ 16,437,415	\$ 4,470,587	\$ -	\$ 4,462	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ -	\$ -	\$ (3,773,342)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ 1,562,856		\$ -		\$ -		\$ -
Write-down of unsupported tangible capital assets or board funded portion of supported		\$ -		\$ -		\$ -		\$ -		\$ -
Net remeasurement gains (losses) for the year										
Endowment expenses & disbursements										
Endowment contributions										
Reinvested endowment income										
Direct credits to accumulated surplus (Describe)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Amortization of tangible capital assets										
Capital revenue recognized										
Debt principal repayments (unsupported)										
Additional capital debt or capital leases										
Net transfers to operating reserves	\$ 21,164,102		\$ -		\$ 4,992,643		\$ 4,983		\$ -	
Net transfers from operating reserves	\$ (18,951,078)		\$ -		\$ (4,470,587)		\$ (4,462)		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Balance at August 31, 2020	\$ 21,164,102	\$ -	\$ -	\$ 14,226,929	\$ 4,992,643	\$ -	\$ 4,983	\$ -	\$ -	\$ -

**SCHEDULE OF DEFERRED CONTRIBUTIONS
(EXTERNALLY RESTRICTED CONTRIBUTIONS ONLY)
For the Year Ended August 31, 2020 (in dollars)**

	Alberta Education					Other GoA Ministries					Other Sources				Total
	IMR	CMR	Safe Return to Class	Others	Total Education	Alberta Infrastructure	Children's Services	Health	Other GOA Ministries	Total Other GoA Ministries	Gov't of Canada	Donations and grants from others	Other	Total other sources	
Deferred Operating Contributions (DOC)															
Balance at Aug 31, 2019	\$ 5,575,171	\$ -		\$ 739,088	\$ 6,314,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 132,230	\$ -	\$ 132,230	\$ 6,446,489
Prior period adjustments - please explain:	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ 5,575,171	\$ -		\$ 739,088	\$ 6,314,259	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 132,230	\$ -	\$ 132,230	\$ 6,446,489
Received during the year (excluding investment income)	\$ 12,660,158	\$ -	\$ -	\$ 2,057,882	\$ 14,718,040	\$ -	\$ -	\$ 28,300	\$ 4,000	\$ 32,300	\$ 4,285	\$ 421,864	\$ -	\$ 426,149	\$ 15,176,489
Transfer (to) grant/donation revenue (excluding investment income)	\$ (6,382,654)	\$ (19,343)	\$ (196,560)	\$ (1,760,741)	\$ (8,359,298)	\$ (1,100,869)	\$ -	\$ (5,873)	\$ -	\$ (1,106,742)	\$ -	\$ (80,160)	\$ -	\$ (80,160)	\$ (9,546,200)
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ 109,368	\$ -	\$ -	\$ -	\$ 109,368	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 109,368
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (2,430,859)	\$ 19,343	\$ -	\$ -	\$ (2,411,516)	\$ 1,100,869	\$ -	\$ -	\$ -	\$ 1,100,869	\$ -	\$ -	\$ -	\$ -	\$ (1,310,647)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: Receivable during	\$ -	\$ -	\$ 196,560	\$ -	\$ 196,560	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 196,560
DOC closing balance at Aug 31, 2020	\$ 9,531,184	\$ -	\$ -	\$ 1,036,229	\$ 10,567,413	\$ -	\$ -	\$ 22,427	\$ 4,000	\$ 26,427	\$ 4,285	\$ 473,934	\$ -	\$ 478,219	\$ 11,072,059
Unspent Deferred Capital Contributions (UDCC)															
Balance at Aug 31, 2019	\$ -	\$ -		\$ -	\$ -	\$ 5,108,518	\$ -	\$ -	\$ -	\$ 5,108,518	\$ -	\$ -	\$ -	\$ -	\$ 5,108,518
Prior period adjustments - please explain:	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ -	\$ -		\$ -	\$ -	\$ 5,108,518	\$ -	\$ -	\$ -	\$ 5,108,518	\$ -	\$ -	\$ -	\$ -	\$ 5,108,518
Received during the year (excluding investment income)	\$ -	\$ 10,010,000	\$ -	\$ -	\$ 10,010,000	\$ 27,930,342	\$ -	\$ -	\$ -	\$ 27,930,342	\$ -	\$ -	\$ -	\$ -	\$ 37,940,342
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,797,092	\$ -	\$ -	\$ -	\$ 4,797,092	\$ -	\$ -	\$ -	\$ -	\$ 4,797,092
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ -	\$ 13,332	\$ -	\$ -	\$ 13,332	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,332
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 2,430,859	\$ (19,343)	\$ -	\$ -	\$ 2,411,516	\$ (1,100,869)	\$ -	\$ -	\$ -	\$ (1,100,869)	\$ -	\$ -	\$ -	\$ -	\$ 1,310,647
Transferred from (to) SDCC	\$ (2,430,859)	\$ (797,301)	\$ -	\$ -	\$ (3,228,160)	\$ (32,402,813)	\$ -	\$ -	\$ -	\$ (32,402,813)	\$ -	\$ -	\$ -	\$ -	\$ (35,630,973)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at Aug 31, 2020	\$ -	\$ 9,206,688	\$ -	\$ -	\$ 9,206,688	\$ 4,332,270	\$ -	\$ -	\$ -	\$ 4,332,270	\$ -	\$ -	\$ -	\$ -	\$ 13,538,958
Total Unspent Deferred Contributions at Aug 31, 2020	\$ 9,531,184	\$ 9,206,688	\$ -	\$ 1,036,229	\$ 19,774,101	\$ 4,332,270	\$ -	\$ 22,427	\$ 4,000	\$ 4,358,697	\$ 4,285	\$ 473,934	\$ -	\$ 478,219	\$ 24,611,017
Spent Deferred Capital Contributions (SDCC)															
Balance at Aug 31, 2019	\$ 17,696,880	\$ -		\$ -	\$ 17,696,880	\$ 403,551,864	\$ -	\$ -	\$ -	\$ 403,551,864	\$ -	\$ -	\$ -	\$ -	\$ 421,248,744
Prior period adjustments - please explain: Note 23	\$ (5,507,692)	\$ -		\$ -	\$ (5,507,692)	\$ 5,507,692	\$ -	\$ -	\$ -	\$ 5,507,692	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ 12,189,188	\$ -		\$ -	\$ 12,189,188	\$ 409,059,556	\$ -	\$ -	\$ -	\$ 409,059,556	\$ -	\$ -	\$ -	\$ -	\$ 421,248,744
Donated tangible capital assets				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ -	\$ 2,366,035	\$ -	\$ -	\$ -	\$ 2,366,035	\$ -	\$ -	\$ -	\$ -	\$ 2,366,035
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 2,430,859	\$ 797,301	\$ -	\$ -	\$ 3,228,160	\$ 32,402,813	\$ -	\$ -	\$ -	\$ 32,402,813	\$ -	\$ -	\$ -	\$ -	\$ 35,630,973
Amounts recognized as revenue (Amortization of SDCC)	\$ (599,671)	\$ -	\$ -	\$ -	\$ (599,671)	\$ (14,243,570)	\$ -	\$ -	\$ -	\$ (14,243,570)	\$ -	\$ -	\$ -	\$ -	\$ (14,843,241)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at Aug 31, 2020	\$ 14,020,376	\$ 797,301	\$ -	\$ -	\$ 14,817,677	\$ 429,584,834	\$ -	\$ -	\$ -	\$ 429,584,834	\$ -	\$ -	\$ -	\$ -	\$ 444,402,511

**SCHEDULE OF PROGRAM OPERATIONS
for the Year Ended August 31, 2020 (in dollars)**

REVENUES	2020							2019
	Instruction		Plant Operations and Maintenance	Transportation	Board & System Administration	External Services	TOTAL	TOTAL
	ECS	Grades 1 - 12						
(1) Alberta Education	\$ 51,581,106	\$ 270,087,329	\$ 39,992,416	\$ 13,216,853	\$ 14,668,063	\$ 1,743,314	\$ 391,289,081	\$ 401,908,825
(2) Alberta Infrastructure	\$ -	\$ 1,401,779	\$ 15,816,597	\$ -	\$ -	\$ -	\$ 17,218,376	\$ 15,800,637
(3) Other - Government of Alberta	\$ -	\$ 235,735	\$ 309,904	\$ -	\$ -	\$ -	\$ 545,639	\$ 517,941
(4) Federal Government and First Nations	\$ -	\$ 3,681,853	\$ -	\$ -	\$ -	\$ 5,862,004	\$ 9,543,857	\$ 8,514,581
(5) Other Alberta school authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 67,893	\$ 67,893	\$ 55,000
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ 60,317,950	\$ -	\$ -	\$ -	\$ -	\$ 60,317,950	\$ 66,914,401
(9) Fees	\$ 87,179	\$ 8,330,191	\$ -	\$ 3,464,298	\$ -	\$ -	\$ 11,881,668	\$ 15,139,004
(10) Sales of services and products	\$ 8,973	\$ 3,489,536	\$ 692,850	\$ -	\$ -	\$ 233,853	\$ 4,425,212	\$ 5,391,368
(11) Investment income	\$ -	\$ 1,044,988	\$ -	\$ -	\$ -	\$ -	\$ 1,044,988	\$ 1,228,541
(12) Gifts and donations	\$ 170,144	\$ 3,269,918	\$ 233,006	\$ -	\$ -	\$ -	\$ 3,673,068	\$ 4,411,222
(13) Rental of facilities	\$ -	\$ 128,512	\$ 1,488,721	\$ -	\$ -	\$ -	\$ 1,617,233	\$ 2,236,224
(14) Fundraising	\$ -	\$ 265,469	\$ -	\$ -	\$ -	\$ -	\$ 265,469	\$ 424,593
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 1,566,755	\$ -	\$ -	\$ -	\$ 1,566,755	\$ 3,622,524
(16) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(17) TOTAL REVENUES	\$ 51,847,402	\$ 352,253,260	\$ 60,100,249	\$ 16,681,151	\$ 14,668,063	\$ 7,907,064	\$ 503,457,189	\$ 526,164,861
EXPENSES								
(18) Certificated salaries	\$ 18,500,806	\$ 200,091,859	\$ -	\$ -	\$ 1,947,969	\$ 393,829	\$ 220,934,463	\$ 221,570,954
(19) Certificated benefits	\$ 2,100,871	\$ 47,511,895	\$ -	\$ -	\$ 371,013	\$ 80,084	\$ 50,063,863	\$ 48,728,194
(20) Non-certificated salaries and wages	\$ 20,477,506	\$ 50,436,019	\$ 21,794,696	\$ 842,746	\$ 7,796,428	\$ 4,181,233	\$ 105,528,628	\$ 110,164,787
(21) Non-certificated benefits	\$ 4,494,694	\$ 12,711,356	\$ 5,383,672	\$ 205,482	\$ 1,759,308	\$ 212,333	\$ 24,766,845	\$ 25,948,862
(22) SUB - TOTAL	\$ 45,573,877	\$ 310,751,129	\$ 27,178,368	\$ 1,048,228	\$ 11,874,718	\$ 4,867,479	\$ 401,293,799	\$ 406,412,797
(23) Services, contracts and supplies	\$ 2,997,625	\$ 33,056,848	\$ 21,921,041	\$ 19,500,895	\$ 2,500,710	\$ 2,346,012	\$ 82,323,131	\$ 97,013,820
(24) Amortization of supported tangible capital assets	\$ -	\$ 300,910	\$ 14,542,331	\$ -	\$ -	\$ -	\$ 14,843,241	\$ 14,313,537
(25) Amortization of unsupported tangible capital assets	\$ -	\$ 1,129,741	\$ 1,607,393	\$ -	\$ 278,944	\$ -	\$ 3,016,078	\$ 3,146,368
(26) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Unsupported interest on capital debt	\$ -	\$ -	\$ 439,792	\$ -	\$ -	\$ -	\$ 439,792	\$ 449,777
(28) Other interest and finance charges	\$ -	\$ -	\$ -	\$ -	\$ 13,008	\$ -	\$ 13,008	\$ 17,950
(29) Losses on disposal of tangible capital assets	\$ -	\$ 4,627	\$ 2,063	\$ -	\$ -	\$ -	\$ 6,690	\$ 78,422
(30) Other expense	\$ -	\$ 7,116	\$ 156,645	\$ -	\$ 683	\$ -	\$ 164,444	\$ 56,609
(31) TOTAL EXPENSES	\$ 48,571,502	\$ 345,250,371	\$ 65,847,633	\$ 20,549,123	\$ 14,668,063	\$ 7,213,491	\$ 502,100,183	\$ 521,489,280
(32) OPERATING SURPLUS (DEFICIT)	\$ 3,275,900	\$ 7,002,889	\$ (5,747,384)	\$ (3,867,972)	\$ -	\$ 693,573	\$ 1,357,006	\$ 4,675,581

SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE
for the Year Ended August 31, 2020 (in dollars)

EXPENSES	Custodial	Maintenance	Utilities and Telecomm.	Expensed IMR/CMR, Modular Unit Relocations & Lease Payments	Facility Planning & Operations Administration	Unsupported Amortization & Other Expenses	Supported Capital & Debt Services	2020 TOTAL Operations and Maintenance	2019 TOTAL Operations and Maintenance
Non-certificated salaries and wages	\$ 13,765,142	\$ 6,016,378	\$ -	\$ -	\$ 2,013,176			\$ 21,794,696	\$ 22,738,777
Non-certificated benefits	\$ 3,539,179	\$ 1,424,232	\$ -	\$ -	\$ 420,261			\$ 5,383,672	\$ 5,431,676
Sub-total Remuneration	\$ 17,304,321	\$ 7,440,610	\$ -	\$ -	\$ 2,433,437			\$ 27,178,368	\$ 28,170,453
Supplies and services	\$ 1,054,485	\$ 1,832,457	\$ -	\$ 7,199,481	\$ 2,196,656			\$ 12,283,079	\$ 12,926,157
Electricity			\$ 4,336,784					\$ 4,336,784	\$ 4,511,339
Natural gas/heating fuel			\$ 2,007,550					\$ 2,007,550	\$ 2,217,372
Sewer and water			\$ 981,623					\$ 981,623	\$ 1,019,920
Telecommunications			\$ 367,867					\$ 367,867	\$ 361,556
Insurance					\$ 1,225,120			\$ 1,225,120	\$ 1,179,187
ASAP maintenance & renewal payments							\$ 875,663	\$ 875,663	\$ 547,496
Amortization of tangible capital assets									
Supported							\$ 14,542,331	\$ 14,542,331	\$ 13,781,619
Unsupported						\$ 1,607,393		\$ 1,607,393	\$ 1,564,442
Total Amortization						\$ 1,607,393	\$ 14,542,331	\$ 16,149,724	\$ 15,346,061
Interest on capital debt									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ 439,792		\$ 439,792	\$ 449,777
Lease payments for facilities				\$ -				\$ -	\$ -
Other interest charges						\$ -		\$ -	\$ -
Losses on disposal of capital assets						\$ 2,063		\$ 2,063	\$ -
TOTAL EXPENSES	\$ 18,358,806	\$ 9,273,067	\$ 7,693,824	\$ 7,199,481	\$ 5,855,213	\$ 2,049,248	\$ 15,417,994	\$ 65,847,633	\$ 66,729,318

SQUARE METRES									
School buildings								494,013.0	494,936.0
Non school buildings								31,392.0	31,392.0

Note:

Custodial: All expenses related to activities undertaken to keep the school environment and maintenance shops clean and safe.

Maintenance: All expenses associated with the repair, replacement, enhancement and minor construction of buildings, grounds and equipment components. This includes regular and preventative maintenance undertaken to ensure components reach or exceed their life cycle and the repair of broken components. Maintenance expenses exclude operational costs related to expensed IMR & Modular Unit relocations, as they are reported on separately.

Utilities & Telecommunications: All expenses related to electricity, natural gas and other heating fuels, sewer and water and all forms of telecommunications.

Expensed IMR & Modular Unit Relocation & Lease Pmts: All operational expenses associated with non-capitalized Infrastructure Maintenance Renewal projects, modular unit (portable) relocation, and payments on leased facilities.

Facility Planning & Operations Administration: All expenses related to the administration of operations and maintenance including (but not limited to) contract administration, clerical functions, negotiations, supervision of employees & contractors, school facility planning & project 'administration', administration of joint-use agreements, and all expenses related to ensuring compliance with health and safety standards, codes and government regulations.

Unsupported Amortization & Other Expenses: All expenses related to unsupported capital assets amortization and interest on unsupported capital debt.

Supported Capital & Debt Services: All expenses related to supported capital assets amortization and interest on supported capital debt.

**SCHEDULE OF CASH, CASH EQUIVALENTS, AND PORTFOLIO INVESTMENTS
for the Year Ended August 31, 2020 (in dollars)**

Cash & Cash Equivalents

	2020			2019
	Average Effective (Market) Yield	Cost	Amortized Cost	Amortized Cost
Cash		\$ 46,855,689	\$ 46,855,689	34,135,776
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Other, including GIC's	0.00%	-	-	-
Total cash and cash equivalents		\$ 46,855,689	\$ 46,855,689	\$ 34,135,776

See Note 3 for additional detail.

Portfolio Investments

	Average Effective (Market) Yield	2020			2019
		Cost	Fair Value	Balance	Balance
Interest-bearing securities					
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -	\$ -
Bonds and mortgages	0.00%	-	-	-	-
	0.00%	-	-	-	-
Equities					
Canadian equities	0.00%	\$ -	\$ -	\$ -	\$ -
Global developed equities	0.00%	-	-	-	-
Emerging markets equities	0.00%	-	-	-	-
Private equities	0.00%	-	-	-	-
Pooled investment funds	0.00%	-	-	-	-
Total fixed income securities	0.00%	-	-	-	-
Other					
GIC's	0.87%	\$ 30,000,000	\$ 30,000,000	\$ 30,000,000	\$ 30,000,000
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Other (Specify)	0.00%	-	-	-	-
Total equities	0.87%	30,000,000	30,000,000	30,000,000	30,000,000
Total portfolio investments	0.87%	\$ 30,000,000	\$ 30,000,000	\$ 30,000,000	\$ 30,000,000

See Note 5 for additional detail.

Portfolio investments

Operating

Cost
Unrealized gains and losses

Endowments

Cost
Unrealized gains and losses
Deferred revenue

Total portfolio investments

	2020	2019
Operating		
Cost	\$ 30,000,000	\$ 30,000,000
Unrealized gains and losses	-	-
	30,000,000	30,000,000
Endowments		
Cost	\$ -	\$ -
Unrealized gains and losses	-	-
Deferred revenue	-	-
	-	-
Total portfolio investments	\$ 30,000,000	\$ 30,000,000

The following represents the maturity structure for portfolio investments based on principal amount:

	2020	2019
Under 1 year	100.0%	100.0%
1 to 5 years	0.0%	0.0%
6 to 10 years	0.0%	0.0%
11 to 20 years	0.0%	0.0%
Over 20 years	0.0%	0.0%
	100.0%	100.0%

**SCHEDULE OF TANGIBLE CAPITAL ASSETS
For the Year Ended August 31, 2020 (in dollars)**

Tangible Capital Assets	2020						2019
	Land	Work In Progress	Buildings	Equipment	Vehicles	Computer Hardware & Software	Total
Estimated useful life			25-50 Years	5-10 Years	5-10 Years	3-5 Years	
Historical cost							
Beginning of year	\$ 4,939,308	\$ 18,032,872	\$ 646,844,926	\$ 20,111,045	\$ 3,688,977	\$ 4,256,121	\$ 697,873,249
Prior period adjustments	-	-	-	-	-	-	-
Additions	-	35,610,715	4,934,930	789,864	193,934	95,696	41,625,139
Transfers in (out)	-	(25,236,804)	25,236,804	-	-	-	-
Less disposals including write-offs	-	-	(136,026)	(2,045,646)	(12,650)	(558,507)	(2,752,829)
Historical cost, August 31, 2020	\$ 4,939,308	\$ 28,406,783	\$ 676,880,634	\$ 18,855,263	\$ 3,870,261	\$ 3,793,310	\$ 736,745,559
Accumulated amortization							
Beginning of year	\$ -	\$ -	\$ 213,183,219	\$ 16,762,928	\$ 2,270,254	\$ 2,800,840	\$ 235,017,241
Prior period adjustments	-	-	-	-	-	-	-
Amortization	-	-	15,856,855	1,354,836	263,586	384,042	17,859,319
Other additions	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	(136,025)	(2,040,686)	(5,587)	(558,507)	(2,740,805)
Accumulated amortization, August 31, 2020	\$ -	\$ -	\$ 228,904,049	\$ 16,077,078	\$ 2,528,253	\$ 2,626,375	\$ 250,135,755
Net Book Value at August 31, 2020	\$ 4,939,308	\$ 28,406,783	\$ 447,976,585	\$ 2,778,185	\$ 1,342,008	\$ 1,166,935	\$ 486,609,804
Net Book Value at August 31, 2019	\$ 4,939,308	\$ 18,032,872	\$ 433,661,707	\$ 3,348,117	\$ 1,418,723	\$ 1,455,281	\$ 462,856,008

	2020	2019
Total cost of assets under capital lease	\$ 12,121,306	\$ 12,033,205
Total amortization of assets under capital lease	\$ 291,867	\$ 273,857

Assets under capital lease includes buildings with a total cost of \$11,805,742 (2019 - \$11,805,742) and accumulated amortization of \$1,180,574 (2019 - \$944,459).

Included in additions to construction in progress and buildings is a total of \$2,366,035 (2019 - \$8,237,538) related to costs incurred by Alberta Infrastructure on behalf of the Division for modernization of schools and installation of modular buildings.

SCHEDULE 7

School Jurisdiction Code: 110

**SCHEDULE OF REMUNERATION AND MONETARY INCENTIVES
For the Year Ended August 31, 2020 (in dollars)**

Board Members:	FTE	Remuneration	Benefits	Allowances	Performance Bonuses	ERIP's / Other Paid	Other Accrued Unpaid Benefits (1)	Expenses
Chair Laura Thibert (Ward 77)	1.00	\$51,795	\$7,653	\$6,000			\$1,700	\$2,119
Vice Chair/Chair Sandra Palazzo (Ward 72)	1.00	\$47,227	\$7,557	\$6,000			\$1,700	\$2,884
Terence Harris (Ward 71)	1.00	\$42,453	\$7,281	\$6,000			\$1,700	\$2,929
Carla Smiley (Ward 73)	1.00	\$42,453	\$7,281	\$6,000			\$1,700	\$3,988
Debbie Engel (Ward 74)	1.00	\$42,453	\$7,281	\$6,000			\$1,700	\$4,213
Alene Mutala (Ward 75)	1.00	\$42,453	\$3,823	\$6,000			\$1,700	\$2,946
Vice Chair Lisa Turchansky (Ward 76)	1.00	\$42,807	\$7,318	\$6,000			\$1,700	\$735
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
Subtotal	7.00	\$311,641	\$48,194	\$42,000			\$11,900	\$19,814
Joan Carr, Superintendent	0.50	\$145,830	\$15,714	\$2,625	\$0	\$0	\$0	\$0
Robert Martin, Superintendent/Acting Superint.	0.41	\$107,847	\$11,432	\$2,000	\$0	\$0	\$0	\$988
Giuseppe Naccarato, Acting Superintendent	0.09	\$21,180	\$3,199	\$0	\$0	\$0	\$0	\$2,084
James Grattan, Chief Financial Officer	1.00	\$188,241	\$35,413	\$0	\$0	\$0	\$0	\$1,575
Andrea Klotz, Corporate Secretary	0.58	\$96,214	\$3,900	\$0	\$0	\$0	\$0	\$0
Michelle Collett, Corporate Secretary	0.08	\$6,749	\$1,282	\$0	\$0	\$0	\$0	\$0
Certificated		\$220,659,606	\$50,028,893	\$0	\$0	\$0	\$0	\$0
School based	2,252.71							
Non-School based	70.05							
Non-certificated		\$104,925,783	\$24,371,756	\$0	\$0	\$0	\$252,400	
Instructional	988.90							
Plant Operations & Maintenance	326.25							
Transportation	11.60							
Other	471.65							
TOTALS	4,130.82	\$326,463,091	\$74,519,783	\$46,625	\$0	\$0	\$264,300	\$24,461

(1) Other Accrued Unpaid Benefits Include:

Accrued unpaid benefits for the year ended August 31, 2020 includes retirement allowances of \$264,300 (2019 - \$516,952) recorded in employee future benefit liabilities (Note 7). Benefits include the Government of Alberta portion of the current service contribution to the Alberta Teachers Pension Fund on behalf of the Division. The total amount included in benefits for the Superintendents is \$19,304 (2019 - \$18,854). Other benefits are comprised of premiums for dental, extended health, vision, extended disability, life insurance, Workers Compensation Board, Employment Insurance, Canada Pension Plan and Health Care Spending. The remaining 0.34 FTE for Corporate Secretary for the year was provided by an external contractor for a total cost of \$35,560. Additional information on the above expenses are available on the Division's website.

The Edmonton Catholic Separate School Division

Notes to the Financial Statements

August 31, 2020

1. Authority and purpose

The Edmonton Catholic Separate School Division (the "Division") delivers education programs under the authority of the *Education Act*, 2012, Chapter E-0.3.

The Division receives funding for instruction and support under Education Grants Regulation (AR 120/2008). The regulation allows for the setting of conditions and use of grant monies. The Division is limited on certain funding allocations and administration expenses.

2. Summary of significant accounting policies

These financial statements have been prepared in accordance with the CICA Canadian Public Sector Accounting Standards (PSAS) and accounting policies consistent with those prescribed by Alberta Education for Alberta school divisions.

Budget information represents the original budget submitted to Alberta Education in May 2019, and does not reflect the amended budget, adjusted for identified circumstances relating to operating and program changes, submitted in November 2019. The Board of Trustees approved the original budget.

The financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of the accounting policies summarized below.

Valuation of financial assets and liabilities

The Division's financial assets and liabilities are generally measured as follows:

<u>Financial Statement Component</u>	<u>Measurement</u>
Cash and cash equivalents	Cost
Accounts receivable	Lower of cost or net recoverable value
Portfolio investments	Fair value and amortized cost
Accounts payable and accrued liabilities	Cost
Debt	Amortized cost

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. Financial assets are the Division's financial claims on external organizations and individuals at the year-end.

- i) Cash and cash equivalents
Cash comprises of cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. Cash equivalents have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term commitments rather than for investment purposes.
- ii) Accounts receivable
Accounts receivable are recognized at the lower of cost or net recoverable value. A valuation allowance is recognized when recovery is uncertain.

The Edmonton Catholic Separate School Division

Notes to the Financial Statements

August 31, 2020

iii) Portfolio investments

Investments in Guaranteed Investment Certificates (GIC's) with original maturities of greater than three months are reported at cost or amortized cost. Detailed information regarding portfolio investments is disclosed in Schedule 5.

Liabilities

Liabilities are present obligations of the Division to external organizations and individuals arising from past transactions or events occurring before the year-end, the settlement of which is expected to result in the future sacrifice of economic benefits. They are recognized when there is an appropriate basis of measurement and management can reasonably estimate the amounts.

i) Accounts payable and accrued liabilities

Accounts payable and accrued liabilities include unearned revenue collected from external organizations and individuals for which goods and services have yet to be provided.

ii) Deferred contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per *Public Sector Accounting Standard (PSAS) PS 3200- Liabilities*. These contributions are recognized by the Division once it has met all eligibility criteria to receive the contributions. When stipulations are met, deferred contributions are recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability.

Deferred contributions also include contributions for capital expenditures, unspent and spent:

- *Unspent Deferred Capital Contributions*

Unspent Deferred Capital Contributions (UDCC) represent externally restricted supported capital funds provided for a specific capital purpose received or receivable by the Division, but the related expenditure has not been made at year-end. These contributions must also have stipulations that meet the definition of a liability per *PS 3200- Liabilities*.

- *Spent Deferred Capital Contributions*

Spent Deferred Capital Contributions (SDCC) represent externally restricted supported capital funds that have been spent but have yet to be amortized over the useful life of the related capital asset. Amortization over the useful life of the related capital asset is due to certain stipulations related to the contributions that require the Division to use the asset in a prescribed manner over the life of the associated asset.

iii) Employee future benefits

The Division provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The Division accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans excluding pension benefits. Benefits primarily include retirement allowances. The benefits cost for certain groups of employees is actuarially determined using an accrued benefit method and using management's best estimate of expected termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on investment bond rates.

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The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

The most recent valuation of the obligation was performed at August 31, 2020. The next valuation will be performed at August 31, 2021.

iv) Environmental liabilities

Contaminated sites are a result of contamination of a chemical, organic or radioactive material or live organism that exceeds an environmental standard, being introduced into soil, water, or sediment.

Contaminated sites no longer in in product use

The liability is recognized net of any expected recoveries. A liability for remediation of contaminated sites normally results from an operation that is no longer in productive use and is recognized when all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the Division is directly responsible or accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

Other environmental liabilities

A liability for remediation of contaminated sites from an operation that is in productive use and may be due to unexpected events resulting in contamination, is recognized net of any expected recoveries, when all the following criteria are met:

- the Division has a duty or responsibility to others, leaving little or no discretion to avoid the obligation;
- the duty or responsibility to others entails settlement by future transfer or use of assets, or a provision of services at a specified or determinable date, or on demand;
- the transaction or events obligating the school jurisdiction have already occurred; and
- a reasonable estimate of the amount can be made.

The Division has determined that there is no liability for contaminated sites as no such liabilities have been ascertained.

v) Asset retirement obligations

Liabilities are recognized for statutory, contractual, or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development, or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related asset. In subsequent periods, the liability is adjusted for the accretion of discount and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and the discount accretion is included on the Statement of Operations.

The Division has determined that there is no asset retirement obligation liability as the Division has no identifiable asset retirement obligations.

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Non-financial assets

Non-financial assets are acquired, constructed, or developed assets that do not normally provide resources to discharge existing liabilities, but instead:

- a) are normally employed to deliver Division services;
 - b) may be consumed in the normal course of operations; and
 - c) are not for sale in the normal course of operations.
- i) Tangible capital assets
Certain tangible capital assets, including new school construction and major renovations (except administrative buildings and replacement of equipment and vehicles), are funded by Alberta Education and Alberta Infrastructure when approved.

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement, or betterment of the asset. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Buildings include land and site improvements as well as assets under capital lease.
- Construction-in-progress is recorded as an addition to buildings at the date of substantial completion.
- Sites and buildings are written down to residual value when conditions indicate they no longer contribute to the ability of the Division to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. For supported assets, the write-downs are accounted for as reductions to Spent Deferred Capital Contributions.
- Buildings that are demolished or destroyed are written-off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the Division are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at present value of the minimum lease payments excluding executor costs (e.g. insurance, maintenance costs, etc.). The discount rate used to determine the present value of the lease payments is the lower of the Division's rate for incremental borrowing or the interest rate implicit in the lease. A schedule of repayments and amount of interest on the leases is provided in Note 8.
- Provincially funded Infrastructure Maintenance and Renewal (IMR) and Capital Maintenance and Renewal (CMR) projects that improve or sustain the operating functionality of building components or land improvements and do not extend the useful life of the underlying asset or costs are below \$5,000 are expensed when incurred.
- Tangible capital assets, including assets under capital lease, are amortized over their estimated useful lives on a straight-line basis, at the following rates:

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- Buildings	2% to 5%
- Vehicles	10% to 20%
- Computer Hardware & Software	20% to 25%
- Equipment	10% to 20%

Construction-in-progress is not amortized. When construction-in-progress is transferred to buildings, amortization of the building commences once the building is in productive use.

ii) Inventory of supplies

Inventory of supplies is valued at the lower of cost and replacement cost. Cost is determined using the average cost method.

iii) Prepaid expenses

Prepaid expenses are amounts paid for goods and services which will provide economic benefits in one or more future periods. Prepaid expenses are recognized at cost and amortized based on the terms of the agreement or using a methodology that reflects use of the resource.

Operating and capital reserves

Certain amounts are internally or externally restricted for future operating or capital purposes. Transfers to and from reserves are recorded when approved by the Board of Trustees. Capital reserves are restricted to capital purposes and may only be used for operating purposes with approval by the Minister of Education. Reserves are disclosed in the Schedule of Net Assets.

Revenue recognition

Revenues are recorded on an accrual basis. Instruction and support allocations are recognized in the year to which they relate. Fees for services related to courses and programs are recognized as revenue when such courses and programs are delivered.

Eligibility criteria are criteria that the Division has to meet in order to receive certain contributions. *Stipulations* describe what the Division must perform in order to keep the contributions. Contributions without eligibility criteria or stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity. Contributions with eligibility criteria but without stipulations are recognized as revenue when the contributions are authorized by the transferring government or entity and all eligibility criteria have been met.

Contributions with stipulations are recognized as revenue in the period the stipulations are met, except when and to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with *PSAS Section 3200- Liabilities*. Such liabilities are recorded as deferred contributions. The following items fall under this category:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year the stipulated related expenses are incurred;
- Unspent deferred capital contributions; or
- Spent deferred capital contributions.

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Contributed services

Volunteers contribute a considerable number of hours per year to schools to ensure that certain programs are delivered, such as kindergarten, lunch services and the raising of school generated funds. Contributed services are not recognized in the financial statements.

Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

Allocation of Costs

- Alberta Teachers' Pension costs are allocated based on each program's proportional share of total certificated salaries. A matching amount is recorded in each program's revenue from Alberta Education.
- Supplies and services are allocated where applicable based on actual program identification.

Pensions

Pension costs included in these statements comprise the costs of employer contributions for current service of employees during the year.

The current service and past service costs of the Alberta Teachers' Retirement Fund are met by contributions by active members and the Government of Alberta. Under the terms of the *Teachers' Pension Plan Act*, the Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the Alberta Teachers' Retirement Fund on behalf of the Division is included in both revenues (Alberta Education), and expenses (certificated benefits) in the financial statements.

For the year ended August 31, 2020, the amount contributed to the Alberta Teachers' Retirement Fund by the Province for the Division's certificated staff was \$24,298,896 (2019 - \$24,060,626).

The Division participates in the Local Authorities Pension Plan (LAPP), a multi-employer, defined benefit pension plan, and does not report on any unfunded liabilities. The expense recorded by the Division for this pension plan is the annual contributions of \$16,901,543 for the year ended August 31, 2020 (2019 - \$18,554,523).

At December 31, 2019, the LAPP reported a surplus of \$7,913,261,000 (2018 – surplus of \$3,469,347,000). Effective for year-ends starting in 2008 – 2009, the Government of Alberta has taken responsibility for the LAPP unfunded liabilities.

Program Reporting

The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services (ECS) education instructional services that fall under the basic public education mandate.
- **Grades 1 – 12 Instruction:** The provision of instructional services for grades 1 – 12 that fall under the basic public education mandate.
- **Plant Operations and Maintenance:** The operation and maintenance of all school buildings and maintenance shop facilities.

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- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facilities.
- **Board & System Administration:** The provision of board governance and system-based/central office administration.
- **External Services:** All projects, activities, and services offered outside the public education mandate for ECS children and students in grades 1 – 12. Services offered beyond the mandate for public education are to be self-support, and Alberta Education funding may not be utilized to support these programs.

Revenues and expenses are reported by program on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as, supplies and services, school administration and instruction support, and System Instructional Support.

Trusts under administration

The Division has cash that has been transferred to it to be administered or directed by a trust agreement or statute. The Division holds title to the property for the benefit of the beneficiary.

Trusts under administration have been excluded from the financial reporting of the Division. Trust balances are disclosed in Note 14.

Funds collected by schools

Funds generated from school activities are included with the assets, liabilities, revenue and expenses of the Division as accountability and control of these funds rests with the Division.

Financial instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, portfolio investments, accounts receivable, accounts payable and accrued liabilities and capital leases. Unless otherwise noted, it is management's opinion that the Division is not exposed to significant credit and liquidity risks, or market risk, which includes currency, interest rate and other price risks.

All the Division's financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of items in the cost or amortized cost upon initial recognition. The gain or loss arising from derecognition of a financial instrument is recognized in the statement of operations. Impairment losses such as write-downs or write-offs are reported in the statement of operations.

Measurement uncertainty

The precise determination of many assets and liabilities is dependent on future events. As a result, the preparation of financial statements for a period involves the use of estimates and approximations, which have been made using careful judgement. Actual results could differ from those estimates. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits.

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Future accounting changes

The Public Sector Accounting Board has issued the following accounting standards:

- **PS 3280 Asset Retirement Obligations (effective April 1, 2022)**
This standard provides guidance on how to account for and report liabilities for retirement of tangible capital assets.
- **PS 3400 Revenue (effective April 1, 2023)**
This standard provides guidance on how to account for and report on revenue, and specifically, it addresses revenue arising from exchange transactions and unilateral transactions.
- **PS 3450 Financial Instruments (effective April 1, 2021 as amended in March 2018)**
Adoption of this standard requires corresponding adoption of PS 2601 Foreign Currency Translation, PS 1201 Financial Statement Presentation, and PS 3401 Portfolio Investments in the same fiscal period. These standards provide guidance on: recognition, measurement and disclosure of financial instruments; standards on how to account for and report transactions that are denominated in a foreign currency; general reporting principles and standards for the disclosure of information in financial statements; and how to account for and report portfolio investments.

Management is in the process of assessing the impact, if any, of these standards on the financial statements.

3. Cash and cash equivalents

Cash and cash equivalents include a \$200,000 (2019 - \$200,000) deposit in a share account at a Credit Union. Interest earned on this account for the year ended August 31, 2020 totaled \$7,300 (2019 - \$7,000) and is included in investment income.

4. Accounts receivable

	<u>2020</u>	<u>2019</u>
Alberta Education	\$ 196,560	\$ -
Alberta Infrastructure – Capital	5,488,382	8,128,950
Other Alberta school jurisdictions	35,914	6,945
Alberta Health Services	22,187	36,700
City of Edmonton	8,038,722	11,128,893
Other	2,150,946	3,861,986
Allowance for doubtful accounts	-	-
	<u>\$ 15,932,711</u>	<u>\$ 23,163,474</u>

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5. Bank indebtedness

The Division has a \$10,000,000 Canadian Dollar Demand Overdraft facility which bears interest at prime less 0.5%. The Division is subject to interest rate risk on outstanding balances as overdraft interest fluctuates with the prime interest rate. As at August 31, 2020 there was a \$nil balance outstanding (2019 - \$nil).

The Division has an active purchasing card facility in the amount of \$1,500,000 and as at August 31, 2020 there was a \$186,821 balance outstanding (2019 - \$179,283).

6. Accounts payable and accrued liabilities

	<u>2020</u>	<u>2019</u>
Alberta Local Authorities Pension Plan	\$ 672,583	\$ 757,913
Accrued vacation paid liability	3,769,001	3,560,983
Other salaries and benefit costs	511,245	-
Unearned revenue	2,270,245	3,848,800
Alberta Education	7,470,815	11,661,768
Other trade payables and accrued liabilities	14,718,083	16,579,476
	<u>\$ 29,411,972</u>	<u>\$ 36,408,940</u>

7. Employee future benefit liabilities

	<u>2020</u>	<u>2019</u>
Retirement allowance	\$ 5,780,400	\$ 5,606,100
Other employee future benefits	147,586	147,586
	<u>\$ 5,927,986</u>	<u>\$ 5,753,686</u>

The Division provides retirement allowance plans to certain groups of active employees. These active employees are entitled to a retirement allowance based on the number of years of service at retirement or at termination or end of contract where applicable. Funding is provided when the retirement allowances are paid and accordingly, there are no plan assets. However, the Division has provided for the payment of these benefits.

An actuarial valuation was performed as at August 31, 2020 for certain groups of employees which comprised of the majority of the retirement allowances. The amount of this valuation is included in the total of retirement allowances. The valuation and assumptions are as follows:

Accrued Benefit Obligation	<u>2020</u>	<u>2019</u>
Accrued benefit obligation – beginning of year	\$ 4,607,000	\$ 4,142,000
Current service costs	368,000	317,000
Interest cost	121,000	151,000
Benefits paid	(277,000)	(303,000)
Actuarial loss (gain)	18,000	300,000
Accrued benefit obligation – end of year	<u>\$ 4,837,000</u>	<u>\$ 4,607,000</u>

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Accrued Benefit (Liability) Asset	2020	2019
Funded status – deficit	\$ (4,837,000)	\$ (4,607,000)
Unamortized net actuarial loss	350,000	369,000
Accrued benefit liability	<u>\$ (4,487,000)</u>	<u>\$ (4,238,000)</u>
Net Benefit Plan Cost	2020	2019
Current service cost (employer portion)	\$ 368,000	\$ 317,000
Interest cost	121,000	151,000
Amortization of net actuarial loss	37,000	7,000
Net benefit plan cost	<u>\$ 526,000</u>	<u>\$ 475,000</u>
Unamortized Net Actuarial (Loss) Gain	2020	2019
Balance – beginning of year	\$ (369,000)	\$ (76,000)
Net actuarial loss	(18,000)	(300,000)
Amortization for current year	37,000	7,000
Balance – end of year	<u>\$ (350,000)</u>	<u>\$ (369,000)</u>
Continuity of Accrued Benefit (Liability) Asset	2020	2019
Balance – beginning of year	\$ (4,238,000)	\$ (4,066,000)
Benefits paid	277,000	303,000
Net benefit plan cost	(526,000)	(475,000)
Balance – end of year	<u>\$ (4,487,000)</u>	<u>\$ (4,238,000)</u>
Assumptions	2020	2019
Discount rate		
Beginning of year	2.5%	3.5%
End of year	2.1%	2.5%
Average remaining service period of active employees		
Beginning of year	10 years	11 years
End of year	10 years	10 years
Mortality	CPM14Publ w MI 2017	CPM14Publ w MI 2017
Termination	Varies by age	Varies by age
Retirement rate	LAPP ret rates	LAPP ret rates

8. Capital leases

The Division entered a 30-year lease commencing on September 1, 2014 with the City of Edmonton for the Cardinal Collins Academic Centre in northwest Edmonton. The lease has a bargain purchase option. The Division is responsible for the operating and maintenance costs of the facility.

Under the terms of the lease, the Division is obligated to make annual payments of \$692,376, including interest at an effective rate of 4.1%. The lease expires on August 31, 2044.

The Division also entered into various equipment leases with annual payments of \$67,787, including effective interest rates ranging from 4% - 7% and expiring from August 2023 to August 2025.

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	<u>2020</u>	<u>2019</u>
Obligations under capital lease – building with a net book value of \$10,625,168 (2019 - \$10,861,283) pledged as collateral	\$ 10,169,377	\$ 10,432,357
Obligations under capital lease – equipment with a net book value of \$228,992 (2019 - \$189,721) pledged as collateral	213,265	182,145
	<u>\$ 10,382,642</u>	<u>\$ 10,614,502</u>

Payments on the capital leases are due as follows:

	<u>Total</u>
2020-2021	\$ 763,715
2021-2022	760,162
2022-2023	760,162
2023-2024	714,817
2024-2025	692,376
2025 to maturity	<u>12,462,761</u>
Total payments	16,153,993
Less amount representing interest	<u>(5,771,351)</u>
	<u>\$ 10,382,642</u>

9. Prepaid expenses

	<u>2020</u>	<u>2019</u>
Licenses and Support	\$ 3,472,518	\$ 2,404,663
Lease – interest	429,396	439,792
Other	622,960	894,678
	<u>\$ 4,524,874</u>	<u>\$ 3,739,133</u>

10. Net assets

Detailed information related to net assets is available on the Schedule of Net Assets.

The Division's net assets are summarized as follows:

	<u>2020</u>	<u>2019</u>
Unrestricted surplus	\$ -	\$ -
Operating reserves	<u>26,161,728</u>	<u>23,426,127</u>
Accumulated surplus from operations	26,161,728	23,426,127
Investment in tangible capital assets	31,824,652	30,992,761
Capital reserves	14,226,929	16,437,415
Accumulated surplus	<u>\$ 72,213,309</u>	<u>\$ 70,856,303</u>

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The activity for Capital Reserves is as follows:

	<u>2020</u>	<u>2019</u>
Balance – beginning of year	\$ 16,437,415	\$ 15,570,616
Net proceeds for disposal of school properties	1,562,856	3,621,537
Change in funding for various school projects	-	400,845
Repairs and renovations of schools	(3,500,759)	(2,928,080)
Renovation of non-school property	(272,583)	(227,503)
Balance – end of year	<u>\$ 14,226,929</u>	<u>\$ 16,437,415</u>

The Board approves transfers to capital reserves to fund identified future capital expenditures of the Division. There were no transfers to capital reserves for the year (2019 - \$nil). The Board approved the transfer of \$3,773,342 (2019 - \$3,155,583) from capital reserves for various capital projects during the year.

11. Deferred contributions

Deferred operating contributions (DOC)	<u>2020</u>	<u>2019</u>
Balance – beginning of year	\$ 6,446,489	\$ 9,544,283
Received / receivable during the year	15,373,049	13,198,213
Transferred to revenue	(9,546,200)	(9,635,856)
Interest earned	109,368	224,420
Transfer to UDCC	(1,310,647)	(6,884,571)
Balance – end of year	<u>\$ 11,072,059</u>	<u>\$ 6,446,489</u>
Unspent deferred capital contributions (UDCC)	<u>2020</u>	<u>2019</u>
Balance – beginning of year	\$ 5,108,518	\$ 5,093,891
Government grants received / receivable	42,737,434	24,011,591
Interest earned	13,332	-
Transfer from DOC	1,310,647	6,884,571
Transfer to SDCC	(35,630,973)	(29,729,720)
Capital revenue recognized	-	(1,151,815)
Balance – end of year	<u>\$ 13,538,958</u>	<u>\$ 5,108,518</u>
Total unspent deferred contributions	<u>\$ 24,611,017</u>	<u>\$ 11,555,007</u>
Spent deferred capital contributions (SDCC)	<u>2020</u>	<u>2019</u>
Balance – beginning of year	\$ 421,248,744	\$ 397,595,023
Transfer from UDCC	35,630,973	29,729,720
Additions from Alberta Infrastructure managed projects	2,366,035	8,237,538
Capital revenue recognized	(14,843,241)	(14,313,537)
Balance – end of year	<u>\$ 444,402,511</u>	<u>\$ 421,248,744</u>

Included in transfer from UDCC and additions from Alberta Infrastructure managed projects are contributions related to buildings totaling \$37,565,004 (2019 - \$37,920,991).

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12. School generated funds – Unspent

	<u>2020</u>	<u>2019</u>
Balance – beginning of year	\$ 671,360	\$ 610,951
Gross receipts		
Fees	1,467,910	2,219,221
Fundraising	265,469	424,593
Gifts and donations	3,323,127	3,797,905
Other sales and services	441,065	1,526,038
Total gross receipts	<u>5,497,571</u>	<u>7,967,757</u>
Total direct costs and use of funds	5,860,609	7,907,348
Balance – end of year	<u>\$ 308,322</u>	<u>\$ 671,360</u>

Total direct costs include cost of goods sold to raise funds. Unspent school generated funds are included in unearned revenue in accounts payable and accrued liabilities (Note 6).

13. Other revenue

	<u>2020</u>	<u>2019</u>
Rental of facilities	\$ 1,617,233	\$ 2,236,224
Gains on disposal of tangible capital assets	1,566,755	3,622,524
	<u>\$ 3,183,988</u>	<u>\$ 5,858,748</u>

14. Trusts under administration

These balances represent mainly cash held in trust on behalf of the Regional Collaborative Service Delivery (RCSD), cash held to fund scholarships and cash held for the Deferred Salary Leave Plan. The RCSD was created so that school-aged children in Edmonton, in particular those with special needs, have access to culturally-responsive health and related support services they need to participate in their school programs and attain their potential. The Division was appointed banker for the RCSD and is responsible for distributing the cash in accordance with the wishes of the RCSD. These cash balances are not recorded on the statements of the Division.

	<u>2020</u>	<u>2019</u>
Deferred salary leave plan	\$ 1,281,569	\$ 981,820
Scholarships	170,427	159,092
Regional Collaborative Service Delivery	1,686,439	2,943,414
Other	-	16,835
	<u>\$ 3,138,435</u>	<u>\$ 4,101,161</u>

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15. Economic dependence on related third party

The Division's primary source of income is from the Alberta Government. The Division received allocations from Alberta Education, a related party. The Division's ability to continue viable operations is dependent on this funding. In the current year, \$409,120,989 or 81.3% (2019 - \$418,282,403 or 79.5%) of operating revenue was recognized from the Government of Alberta. Included in accounts receivable at August 31, 2020 was \$196,560 (2019 - \$nil) related to this revenue (Note 4).

In the current year, \$60,317,950 or 12.0% (2019 - \$66,914,401 or 12.7%) of operating revenue was recognized from the City of Edmonton supplementary requisition of municipal taxes from Catholic rate payers. Included in accounts receivable at August 31, 2020 is \$7,470,815 (2019 - \$11,128,893) related to this revenue (Note 4).

16. Related party transactions

Related parties are entities consolidated or accounted for on a modified equity basis in the Government of Alberta Consolidated Financial Statements. Related parties also include key management personnel in the Division and their close family members.

All entities that are consolidated in the accounts of the Government of Alberta are related parties of school authorities. These include government departments, health authorities, post-secondary institutions and other school authorities in Alberta.

The Division is related to the Edmonton Catholic Schools Foundation by virtue of providing significant financial support and representation on the board of the Foundation.

The Foundation was established in 2013 with a mission to raise public awareness concerning the benefits of and to enhance the funding for Catholic education in the City of Edmonton. The Foundation was incorporated under the *Companies Act* of the Province of Alberta. Under the provisions of the *Income Tax Act*, the Foundation is exempt from income tax.

The Foundation is not a controlled entity and has not been consolidated with the Division's financial statements.

The Division had the following related party transactions for the year ended August 31, 2020.

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	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenue	Expenses
Government of Alberta (GOA)				
Alberta Education				
Accounts receivable / Accounts payable	\$ 196,560	\$ 7,470,815		
Inventory of supplies / Deferred operating contributions	496,474	10,567,413		
Unspent deferred capital contributions		9,206,688		
Spent deferred capital contributions		14,817,677	599,671	
Grant revenue			366,390,514	
ATRF payments made on behalf of the Division			24,298,896	
Other Alberta school jurisdictions	35,914	-	67,893	202,013
Alberta Health Services	22,187	-	474,662	591,015
Post-secondary institutions	-	-	-	259,070
Alberta Infrastructure				
Accounts receivable / Accounts payable	5,488,382	-		
Unspent deferred capital contributions		4,332,270		
Spent deferred capital contributions		429,584,834	14,243,570	
Grant revenue			2,974,806	
Other:				
Local Authorities Pension Plan		672,583		16,901,543
Edmonton Catholic Schools Foundation	-	-	186,144	250,000
TOTAL 2019/2020	\$ 6,239,517	\$476,652,280	\$409,236,156	\$ 18,203,641
TOTAL 2018/2019	\$ 8,172,595	\$445,091,202	\$418,542,672	\$ 20,092,741

During the year, capital allocations of \$38,732,310 (2019 - \$34,811,285) were received from Alberta Infrastructure.

Maintenance costs totaling \$875,663 (2019 - \$547,496) related to the three schools constructed under the Alberta Schools Alternative Procurement (ASAP) project were paid by Alberta Infrastructure and are recorded as an increase in revenue from Alberta Infrastructure and an increase in services, contracts and supplies expense included in plant operations and maintenance.

17. Nutrition program

	Budget 2020	2020	2019
Revenues			
Alberta Education	\$ 513,433	\$ 513,433	\$ 513,433
Expenses	513,433	513,433	513,433
Annual surplus (deficit)	\$ -	\$ -	\$ -

The average estimated number of students served per meal in current year are 1,051 (2019 - 1,051).

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Notes to the Financial Statements

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18. Contractual rights

Contractual rights are rights of the Division to economic resources arising from contracts or agreements that will result in both assets and revenues in the future when the terms of those contracts or agreements are met.

	<u>2020</u>	<u>2019</u>
Contractual rights from operating leases*	\$ 4,918,902	\$ 5,891,346
Contractual rights from joint use agreement	320,000	300,000
Contractual rights from capital grant agreements**	31,278,415	64,118,392
	<u>\$ 36,517,317</u>	<u>\$ 70,309,738</u>

* Operating leases include \$309,904 (2019 - \$619,808) with an Other Government of Alberta Department.

** Capital grant agreements include \$25,278,415 (2019 - \$58,118,392) with an Other Government of Alberta Department.

The estimated amounts that will be received or receivable under these agreements are as follows:

	<u>Operating Leases</u>	<u>Capital Grant Agreements</u>	<u>Joint Use Agreements</u>	<u>Total</u>
2020-2021	\$ 2,456,840	\$ 13,986,741	\$ 160,000	\$ 16,603,581
2021-2022	666,843	12,000,000	160,000	12,826,843
2022-2023	683,683	5,291,674	-	5,975,357
2023-2024	707,258	-	-	707,258
Thereafter	404,278	-	-	404,278
Total	<u>\$ 4,918,902</u>	<u>\$ 31,278,415</u>	<u>\$ 320,000</u>	<u>\$ 36,517,317</u>

The Joint Use Agreement is an arrangement between the City of Edmonton and various School Boards including the Division regarding the shared use of City facilities, sport fields and school facilities to maximize benefit to both students and citizens of the City of Edmonton.

19. Contractual obligations

The Division has commitments relating to various operating lease, service and construction contracts under which the Division will be required to make annual payments. The estimated minimum annual payments required under these agreements are as follows:

	<u>Services</u>	<u>Construction</u>	<u>Leases</u>	<u>Total</u>
2020-2021	\$ 17,018,886	\$ 26,994,580	\$ 466,743	\$ 44,480,209
2021-2022	17,241,919	8,477,159	3,376	25,722,454
2022-2023	213,858	4,238,579	3,376	4,455,813
2023-2024	10,932	-	3,376	14,308
2024-2025	-	-	1,590	1,590
	<u>\$ 34,485,595</u>	<u>\$ 39,710,318</u>	<u>\$ 478,461</u>	<u>\$ 74,674,374</u>

The Division made a commitment to the City of Edmonton regarding a sports facility ("the Facility") in west Edmonton. The Division will make an annual operating contribution to cover the operating costs of the Facility equal to 30% of the total usage of the Facility by the Division. The Division will provide additional operating contributions if the actual expenditures of the Facility exceeded the annual operation contributions and the Division will be reimbursed if the actual expenditures are less than the annual operating contributions. The Division also committed to 22% of the cost of major / life cycle maintenance of the Facility if there are insufficient funds in the Facility's reserve account. The reserve account is maintained by the City of Edmonton and funded from any surpluses from the Facility's operations. The agreement expires September 16, 2038.

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Notes to the Financial Statements

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The Division entered into an agreement for the purchase of electricity at a flat rate of 6.30 cents per kilowatt hour. This agreement expires December 31, 2020.

20. Contingent liabilities

The Division is involved in various claims and litigation arising in the normal course of operations. While the outcomes of these matters are uncertain and there is no assurance that such matters will be resolved in the Division's favour, the Division does not currently believe that the disposition of claims presently outstanding will be significant to the overall financial position of the Division. Therefore, no provision for these claims and litigation has been included in these financial statements. None of these contingent liabilities involve related parties.

21. Statement of cash flows – supplemental disclosures

Supplemental cash flows are as follows:

	<u>2020</u>	<u>2019</u>
Interest Paid		
Unsupported	\$ 439,792	\$ 449,777

22. COVID-19 pandemic fiscal impact

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic. This pandemic has had significant financial, economic, and social impacts and continues to spread in Canada and around the world.

As directed by the Government of Alberta, the Division closed all schools to students in March 2020. Thereafter, through to the end of the school year, most teachers and other staff continued with modified on-line instructional operations and administrative work. The exception to this was a number of temporary layoffs that occurred in May in response to reduced funding from Alberta Education. This funding has been reinstated by Alberta Education for the 2020-2021 school year. As directed by the Alberta Education, the Division's schools re-opened in September 2020 under near normal operations with health measures. In response, the Division has implemented various health and safety measures in all schools and operating sites in accordance with Government of Alberta public health measures and given parents the option of in-class or on-line learning for their children.

The COVID-19 pandemic is evolving, and the Division continues to respond in accordance with public health measures and financial assistance from its limited reserves, as necessary. There is uncertainty regarding future cash flows and possible impact on the future operations of the Division. This may include increased costs in response to COVID-19, reductions in various revenues, including uncollectible receivables and decreases in investment income, as well as delayed completion of capital projects. The duration and potential impacts of COVID-19 are currently unknown. As a result, the Division is unable to estimate the future effect of these developments on the financial statements.

The Edmonton Catholic Separate School Division

Notes to the Financial Statements

August 31, 2020

23. Subsequent event

On August 26, 2020, the Federal Government announced the Safe Return to Class Fund under which, up to \$2 billion in support would be provided to provinces and territories regarding COVID-19. This funding is anticipated to support the Division's re-entry plan for a safe environment for the resumption of both in-person and on-line classes in fiscal year 2020-2021. The Division is expected to receive a total allocation of \$15,601,950 from this fund to be paid in two instalments. In September 2020, the Division received \$7,800,975 (50%) of this allocation.

24. Prior period reclassification adjustment

For the year ended August 31, 2019 the Division has reclassified balances related to the classification of spent deferred capital contributions, gifts and donations, rental of facilities, fundraising and gains on disposal of capital assets. These reclassifications are required to reflect Alberta Education's disclosure policy for the year ended August 31, 2020 and were retrospectively applied to the comparative figures.

In prior years, unspent deferred contributions, (formally deferred contributions) included deferred operating contributions (DOC), unspent deferred capital contributions (UDCC) and spent deferred capital contributions (SDCC). For the August 31, 2020 year end, SDCC is presented separately under net assets in the statement of financial position. This change in presentation had no net effect on the Division's net assets for the year previously reported.

In prior years, gifts and donations, rental of facilities, fundraising and gains on disposal of capital assets were presented separately on the statement of operations. For the August 31, 2020 year end, gifts and donations and fundraising are classified as donations and other contributions. Rental of facilities and gains on disposal of capital assets are classified as other revenue. This change in presentation had no net effect on total revenues, or the excess of revenues over expenses for the year previously reported.

	2019 As previously reported	Reclassification	2019 Restated
Gifts and donations	\$ 4,411,222	\$ (4,411,222)	\$ -
Fundraising	424,593	(424,593)	-
Rental of facilities	2,236,224	(2,236,224)	-
Gains on disposal of tangible capital assets	3,622,524	(3,622,524)	-
Donations and other contributions	-	4,835,815	4,835,815
Other revenue	-	5,858,748	5,858,748

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For the year ended August 31, 2019 the Division has reclassified balances related to the classification of spent deferred capital contributions (SDCC) for Alberta Education contributions and Alberta Infrastructure contributions reported in Schedule 2 – Schedule of Deferred Contributions (“Schedule 2”). During the preparation of the August 31, 2020 financial statements, management identified certain inconsistencies in the recording of Alberta Education and Alberta Infrastructure funded capital contributions. For the year ended August 31, 2019, the reclassification resulted in a decrease of \$5,507,692 in SDCC for Alberta Education funded capital projects and an increase in SDCC for Alberta Infrastructure funded capital projects. This reclassification had no effect on the total deferred contributions previously reported in the statement of financial position or Schedule 2.

	2019 As previously reported	Reclassification	2019 Restated
Alberta Education – SDCC	\$ 17,696,880	\$ (5,507,692)	\$ 12,189,188
Alberta Infrastructure – SDCC	403,551,864	5,507,692	409,059,556

SCHEDULE 8

UNAUDITED SCHEDULE OF FEES
For the Year Ended August 31, 2020 (in dollars)

	Actual Fees Collected 2018/2019	Budgeted Fee Revenue 2019/2020	(A) Actual Fees Collected 2019/2020	(B) Unspent September 1, 2019*	(C) Funds Raised to Defray Fees 2019/2020	(D) Expenditures 2019/2020	(A) + (B) + (C) - (D) Unspent Balance at August 31, 2020*
Transportation Fees	\$4,240,315	\$4,409,000	\$3,464,298	\$0	\$0	\$0	\$3,464,298
Basic Instruction Fees							
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Fees to Enhance Basic Instruction							
Technology user fees	\$1,495,889	\$1,392,000	\$1,494,072	\$0	\$0	\$0	\$1,494,072
Alternative program fees	\$2,211,093	\$2,359,000	\$1,751,123	\$0	\$0	\$0	\$1,751,123
Fees for optional courses	\$1,514,422	\$1,491,000	\$1,287,044	\$0	\$0	\$0	\$1,287,044
Activity fees	\$1,257,765	\$1,360,000	\$771,841	\$0	\$0	\$0	\$771,841
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$153,175	\$141,000	\$148,090	\$0	\$0	\$0	\$148,090
Non-Curricular fees							
Extracurricular fees	\$2,371,138	\$2,303,000	\$1,819,980	\$0	\$0	\$0	\$1,819,980
Non-curricular travel	\$1,250,576	\$1,308,000	\$693,376	\$0	\$0	\$0	\$693,376
Lunch supervision and noon hour activity fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Non-curricular goods and services	\$644,631	\$650,000	\$451,844	\$0	\$0	\$0	\$451,844
Other Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL FEES	\$15,139,004	\$15,413,000	\$11,881,668	\$0	\$0	\$0	\$11,881,668

*Unspent balances cannot be less than \$0

Please disclose amounts paid by parents of students that are recorded as "Sales of services and products", "Fundraising", or "Other revenue" (rather than fee revenue):	Actual 2020	Actual 2019
Cafeteria sales, hot lunch, milk programs	\$272,850	\$348,307
Special events, graduation, tickets	\$84,770	\$981,169
International and out of province student revenue	\$1,702,297	\$1,691,029
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$718,241	\$1,037,060
Adult education revenue	\$0	\$0
Preschool	\$113,800	\$176,313
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$129,866	\$67,741
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
TOTAL	\$3,021,824	\$4,301,619

SCHEDULE 9

UNAUDITED SCHEDULE OF CENTRAL ADMINISTRATION EXPENSES
For the Year Ended August 31, 2020 (in dollars)

EXPENSES	Allocated to Board & System Administration			
	Salaries & Benefits	Supplies & Services	Other	TOTAL
Office of the superintendent	\$ 1,135,234	\$ 250,294	\$ -	\$ 1,385,528
Educational administration (excluding superintendent)	\$ 1,115,794	\$ 91,479	\$ -	\$ 1,207,273
Business administration	\$ 2,735,248	\$ 264,912	\$ -	\$ 3,000,160
Board governance (Board of Trustees)	\$ 607,730	\$ 1,092,334	\$ -	\$ 1,700,064
Information technology	\$ 849,541	\$ 39,422	\$ -	\$ 888,963
Human resources	\$ 2,647,987	\$ 547,019	\$ -	\$ 3,195,006
Central purchasing, communications, marketing	\$ 1,615,849	\$ 187,945	\$ -	\$ 1,803,794
Payroll	\$ 1,167,335	\$ 27,305	\$ -	\$ 1,194,640
Administration - insurance			\$ -	\$ -
Administration - amortization			\$ 278,944	\$ 278,944
Administration - other (admin building, interest)			\$ 13,691	\$ 13,691
Other (describe)	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -
Other (describe)	\$ -	\$ -	\$ -	\$ -
TOTAL EXPENSES	\$ 11,874,718	\$ 2,500,710	\$ 292,635	\$ 14,668,063