

Manitoba
Education



Education Funding Branch
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Winnipeg, Manitoba
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**FRONTIER SCHOOL DIVISION
30 SPEERS ROAD
WINNIPEG, MANITOBA R2J 1L9**

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of Frontier School Division

We have audited the following financial statements of Frontier School Division (the "Division") as at June 30, 2021, and for the year then ended:

Consolidated – Statement of Financial Position
Consolidated – Statement of Revenue, Expenses and Accumulated Surplus
Consolidated – Statement of Change in Net Debt
Consolidated – Statement of Cash Flow
Operating Fund – Schedule of Financial Position
Operating Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Capital Fund – Schedule of Financial Position
Capital Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Capital Fund – Schedule of Tangible Capital Assets
Capital Fund – Schedule of Capital Reserve Accounts
Special Purpose Fund – Schedule of Financial Position
Special Purpose Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Notes to the Financial Statements

In our opinion, these financial statements present fairly, in all material respects, the financial position of Frontier School Division as at June 30, 2021 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada.

Basis for Opinion

We conducted our audit in accordance with the Canadian generally accepted accounting standards ("Canadian GAAS"). 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 ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our 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.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the above listed financial statements taken as a whole. The current year's supplementary information included in the other statements and reports is presented for purposes of additional analysis and is not a required part of basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and in, our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Our opinion on these financial statements does not extend to any budget information contained therein.

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 PSAS, 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 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 GAAS 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 GAAS, 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 Division's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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.

The logo for Deloitte, featuring the word "Deloitte" in a stylized, cursive font with a small "CPA" to its right.

Chartered Professional Accountants

Winnipeg, Manitoba
November 29, 2021

AUDITOR'S REPORT ON ENROLMENT

TO THE BOARD OF TRUSTEES FRONTIER SCHOOL DIVISION

We have audited the attached EIS Enrolment File Verification Report - EIS Cert. - part 2 of 2 (prepared in accordance with Part I, Sections 1.1 and 1.2 of the Public Schools Enrolment and Categorical Grants Reporting for the 2020/21 School Year) of the Frontier School Division as at September 30, 2020. This enrolment information is the responsibility of the Division's management. Our responsibility is to express an opinion on this enrolment information based on our audit.

We conducted our audit in accordance with the standards for assurance engagements set out in the CICA Handbook - Assurance. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the enrolment information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the enrolment information.

In our opinion, this report presents fairly, in all material respects, the enrolment of the Frontier School Division as at September 30, 2020 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2020/21 School Year referred to above.



Auditor

November 29, 2021

Date

I hereby certify that the preceding report has been presented to the members of the Board of Frontier School Division.



Chairperson of the Board



Date

MANAGEMENT REPORT

Management's Responsibility for the Financial Statements


The accompanying consolidated financial statements of Frontier School Division are the responsibility of the Division management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada. A summary of the significant accounting policies are described in Note 2 to the consolidated financial statements.

The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods. Division management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Board of Trustees of the Division met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by Deloitte LLP, independent external auditors appointed by the Board. The accompanying Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Division's consolidated financial statements.


Chairperson


Secretary-Treasurer

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2021	2020
	Financial Assets		
	Cash and Bank	-	2,198,269
	Due from - Provincial Government	4,336,515	2,969,758
	- Federal Government	1,091,395	1,010,524
	- Municipal Government	2,222,194	2,180,516
	- Other School Divisions	-	-
	- First Nations	24,945,369	27,159,731
	Accounts Receivable	1,201,558	1,597,218
	Accrued Investment Income	-	-
	Portfolio Investments	-	-
		<u>33,797,031</u>	<u>37,116,016</u>
	Liabilities		
*	Overdraft	4,096,608	-
	Accounts Payable	10,700,065	9,548,256
	Accrued Liabilities	10,053,960	11,187,814
*	Employee Future Benefits	1,234,525	1,060,750
	Accrued Interest Payable	696,324	726,914
	Due to - Provincial Government	383,750	380,240
	- Federal Government	-	-
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	1,145,907	6,833,556
*	Deferred Revenue	1,295,921	2,450,659
*	Borrowings from the Provincial Government	40,232,189	39,797,027
*	Other Borrowings	2,612,610	2,003,612
	School Generated Funds Liability	387,962	419,994
		<u>72,839,821</u>	<u>74,408,822</u>
	Net Assets (Debt)	<u>(39,042,790)</u>	<u>(37,292,806)</u>
	Non-Financial Assets		
*	Net Tangible Capital Assets (TCA Schedule)	77,551,676	77,402,025
	Inventories	-	-
	Prepaid Expenses	771,497	347,177
		<u>78,323,173</u>	<u>77,749,202</u>
*	Accumulated Surplus	<u>39,280,383</u>	<u>40,456,396</u>

See accompanying notes to the Financial Statements

**CONSOLIDATED STATEMENT
OF REVENUE, EXPENSES
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

Notes	2021	2020
Revenue		
Provincial Government	59,978,154	54,369,343
Federal Government	1,751,022	898,951
Municipal Government	2,856,456	2,810,998
- Property Tax		
- Other	430,169	419,740
Other School Divisions	17,550	16,250
First Nations	80,865,911	79,815,863
Private Organizations and Individuals	5,603,212	5,306,039
Other Sources	1,678,259	1,852,401
School Generated Funds	345,746	493,413
Other Special Purpose Funds	-	-
	<u>153,526,479</u>	<u>145,982,998</u>
Expenses		
Regular Instruction	63,101,769	61,224,937
Student Support Services	21,461,810	19,758,187
Adult Learning Centres	3,426,592	3,866,887
Community Education and Services	2,659,365	2,564,216
Divisional Administration	7,400,517	7,082,682
Instructional and Other Support Services	7,288,860	7,096,034
Transportation of Pupils	11,415,723	10,760,948
Operations and Maintenance	29,456,563	24,159,280
Fiscal	1,980,582	2,093,211
- Interest		
- Other	1,346,509	1,232,338
Amortization	4,802,463	4,425,855
Other Capital Items	-	-
School Generated Funds	361,739	498,729
Other Special Purpose Funds	-	-
	<u>154,702,492</u>	<u>144,763,304</u>
Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(1,176,013)</u>	<u>1,219,694</u>
Less: Non-vested Sick Leave Expense (Recovery)	<u>0</u>	<u>0</u>
Net Current Year Surplus (Deficit)	<u>(1,176,013)</u>	<u>1,219,694</u>
Opening Accumulated Surplus	40,456,396	39,236,702
Adjustments:		
Tangible Cap. Assets and Accum. Amort.	-	-
Other than Tangible Cap. Assets	-	-
Non-vested sick leave - prior years	-	-
Opening Accumulated Surplus, as adjusted	<u>40,456,396</u>	<u>39,236,702</u>
Closing Accumulated Surplus	<u>39,280,383</u>	<u>40,456,396</u>

See accompanying notes to the Financial Statements

* NOTE REQUIRED

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2021

	2021	2020
Net Current Year Surplus (Deficit)	<u>(1,176,013)</u>	<u>1,219,694</u>
Amortization of Tangible Capital Assets	4,802,463	4,425,855
Acquisition of Tangible Capital Assets	(4,952,114)	(4,753,209)
(Gain) / Loss on Disposal of Tangible Capital Assets	(28,651)	(1,785)
Proceeds on Disposal of Tangible Capital Assets	<u>28,651</u>	<u>1,785</u>
	<u>(149,651)</u>	<u>(327,354)</u>
Inventories (Increase)/Decrease	-	-
Prepaid Expenses (Increase)/Decrease	<u>(424,320)</u>	<u>263,332</u>
	<u>(424,320)</u>	<u>263,332</u>
(Increase)/Decrease in Net Debt	<u>(1,749,984)</u>	<u>1,155,672</u>
Net Debt at Beginning of Year	(37,292,806)	(38,448,478)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>-</u>
	<u>(37,292,806)</u>	<u>(38,448,478)</u>
Net Assets (Debt) at End of Year	<u><u>(39,042,790)</u></u>	<u><u>(37,292,806)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2021

	2021	2020
Operating Transactions		
Net Current Year Surplus (Deficit)	(1,176,013)	1,219,694
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	4,802,463	4,425,855
(Gain)/Loss on Disposal of Tangible Capital Assets	(28,651)	(1,785)
Employee Future Benefits Increase/(Decrease)	173,775	4,772
Due from Other Organizations (Increase)/Decrease	725,056	(13,370,633)
Accounts Receivable & Accrued Income (Increase)/Decrease	395,660	(1,328,079)
Inventories and Prepaid Expenses - (Increase)/Decrease	(424,320)	263,332
Due to Other Organizations Increase/(Decrease)	(5,684,139)	3,239,326
Accounts Payable & Accrued Liabilities Increase/(Decrease)	(12,635)	1,151,677
Deferred Revenue Increase/(Decrease)	(1,154,738)	(15,451,230)
School Generated Funds Liability Increase/(Decrease)	(32,032)	(13,213)
Adjustments Other than Tangible Cap. Assets	-	-
Cash Provided by (Applied to) Operating Transactions	<u>(2,415,574)</u>	<u>(19,860,284)</u>
Capital Transactions		
Acquisition of Tangible Capital Assets	(4,952,114)	(4,753,209)
Proceeds on Disposal of Tangible Capital Assets	28,651	1,785
Cash Provided by (Applied to) Capital Transactions	<u>(4,923,463)</u>	<u>(4,751,424)</u>
Investing Transactions		
Portfolio Investments (Increase)/Decrease	-	16,500,000
Cash Provided by (Applied to) Investing Transactions	<u>-</u>	<u>16,500,000</u>
Financing Transactions		
Borrowings from the Provincial Government Increase/(Decrease)	435,162	(2,494,414)
Other Borrowings Increase/(Decrease)	608,998	(5,798)
Cash Provided by (Applied to) Financing Transactions	<u>1,044,160</u>	<u>(2,500,212)</u>
Cash and Bank / Overdraft (Increase)/Decrease	(6,294,877)	(10,611,920)
Cash and Bank (Overdraft) at Beginning of Year	<u>2,198,269</u>	<u>12,810,189</u>
Cash and Bank (Overdraft) at End of Year	<u><u>(4,096,608)</u></u>	<u><u>2,198,269</u></u>

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	-	1,580,404
Due from		
- Provincial Government	3,640,191	2,242,844
- Federal Government	1,091,395	1,010,524
- Municipal Government	2,222,194	2,180,516
- Other School Divisions	-	-
- First Nations	24,945,369	27,159,731
- Other Funds	-	-
Accounts Receivable	1,201,558	1,597,218
Accrued Investment Income	-	-
Portfolio Investments	-	-
	33,100,707	35,771,237
Liabilities		
Overdraft	4,666,448	-
Accounts Payable	10,700,065	9,548,256
Accrued Liabilities	10,053,960	11,187,814
Employee Future Benefits	1,234,525	1,060,750
Accrued Interest Payable	-	-
Due to		
- Provincial Government	383,750	380,240
- Federal Government	-	-
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	1,145,907	6,833,556
- Capital Fund	1,490,274	476,865
Deferred Revenue	859,261	1,253,401
Other Borrowings	-	-
	30,534,190	30,740,882
Net Financial Assets (Net Debt)	2,566,517	5,030,355
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	771,497	347,177
	771,497	347,177
Accumulated Surplus (Deficit)	3,338,014	5,377,532

**OPERATING FUND
SCHEDULE OF REVENUE, EXPENSES
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2021 Actual	2021 Budget	2020 Actual
Revenue			
Provincial Government - Core	54,853,394	49,448,578	49,163,050
Federal Government	1,151,022	-	898,951
Municipal Government - Property Tax	2,856,456	2,872,893	2,810,998
- Other	430,169	425,000	419,740
Other School Divisions	17,550	-	16,250
First Nations	80,865,911	87,252,076	79,815,863
Private Organizations and Individuals	5,603,212	4,968,565	5,306,039
Other Sources	415,421	397,015	836,946
	<u>146,193,135</u>	<u>145,364,127</u>	<u>139,267,837</u>
Expenses			
Regular Instruction	63,101,769	62,969,895	61,224,937
Student Support Services	21,461,810	22,046,113	19,758,187
Adult Learning Centres	3,426,592	3,763,557	3,866,887
Community Education and Services	2,659,365	2,124,264	2,564,216
Divisional Administration	7,400,517	7,517,311	7,082,682
Instructional and Other Support Services	7,288,860	7,921,166	7,096,034
Transportation of Pupils	11,415,723	12,267,356	10,760,948
Operations and Maintenance	29,456,563	24,689,465	24,159,280
Fiscal	1,412,015	1,290,000	1,252,201
	<u>147,623,214</u>	<u>144,589,127</u>	<u>137,765,372</u>
Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(1,430,079)</u>	<u>775,000</u>	<u>1,502,465</u>
Less: Non-vested Sick Leave Expense (Recovery)	<u>-</u>	<u>-</u>	<u>-</u>
Current Year Surplus (Deficit) after Non-vested Sick Leave	<u>(1,430,079)</u>	<u>775,000</u>	<u>1,502,465</u>
Net Transfers from (to) Capital Fund	(609,439)	(775,000)	(1,133,265)
Transfers from Special Purpose Funds	<u>-</u>	<u>-</u>	<u>-</u>
Net Current Year Surplus (Deficit)	<u>(2,039,518)</u>	<u>0</u>	<u>369,200</u>
Opening Accumulated Surplus (Deficit)	5,377,532		5,008,332
Adjustments: Liability for Contaminated Sites	<u>-</u>		<u>-</u>
	<u>-</u>		<u>-</u>
Non-vested sick leave - prior years	<u>-</u>		<u>-</u>
Opening Accumulated Surplus (Deficit), as adjusted	<u>5,377,532</u>		<u>5,008,332</u>
Closing Accumulated Surplus (Deficit)	<u>3,338,014</u>		<u>5,377,532</u>

OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA
For the Year Ended June 30, 2021

Funding of Schools Program

Base Support		
Instructional Support	4,072,715	
Additional Instructional Support for Small Schools		
Sparsity	943,606	
Curricular Materials	126,810	
Information Technology	131,037	
Library Services	194,442	
Student Services	1,310,897	
Counselling and Guidance	175,421	
Professional Development	82,427	
Physical Education	26,375	
Occupancy	4,175,820	11,239,550
Categorical Support		
Transportation	1,376,553	
Board and Room	219,600	
Special Needs: Coordinator/Clinician	310,685	
Special Needs: Level 2	972,800	
Special Needs: Level 3	538,815	
Senior Years Technology Education	59,125	
English as an Additional Language	3,000	
Indigenous Academic Achievement (including BSSIP)	851,750	
Indigenous and International Languages	14	
French Language Education	-	
Small Schools	398,112	
Enrolment Change Support	62,161	
Northern Allowance	1,416,045	
Early Childhood Development Initiative	38,282	
Literacy and Numeracy	169,080	
Education for Sustainable Development	28,000	6,444,022
Equalization		14,666,765
Additional Equalization		4,758,592
Adjustment for Days Closed		-
Formula Guarantee		-
Other Program Support		
School Buildings Support: "D" Projects	287,160	
Technology Education Equipment Replacement	94,700	
Skills Strategy Equipment Enhancement	19,075	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	(9,450)	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	391,485
		<u>37,500,414</u>

**OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA (CONT'D)**

For the Year Ended June 30, 2021

Other Department of Education

Non-Resident	3,242,030	
Special Needs	-	
Institutional Programs	-	
Nursing Supports (URIS)	-	
Substitute Fees	-	
General Support Grant	1,075,984	
Education Property Tax Credit	557,383	
Tax Incentive Grant	159,237	
Early Years Enhancement Grant	268,903	
Community Schools	240,000	
Healthy Schools Initiative	18,740	
Learning to Age 18 Coordinator	20,000	
Other: COVID Support (Safe School Restart and Contingency)	4,171,987	
Personal Protective Equipment (PPE) Grant Transfer	43,758	
Special Operating Grant	4,449,700	
Common Area Grant (Churchill and Leaf Rapids)	512,125	
Paul Martin Grant	30,000	
Minor Teacherage/ Capital Grant	894,598	
Career Development	135,000	
Healthy Child - PEER (Cormorant)	40,000	
		15,859,445

Other Provincial Government Departments (Not including GBE's)

Employment Programs	66,391	
Adult Learning Centres	1,200,850	
Other: Justice - Lighthouse	24,000	
Aboriginal and Northern Affairs (Gardening)	114,300	
Municipal Affairs (Frontier Games and Green Team)	39,244	
Aboriginal and Northern Affairs (Grand Rapids)	35,000	
Heritage Grant Program	8,750	
Northern Regional Health	5,000	
		1,493,535

Funding of Schools Program (previous page)	37,500,414
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TOTAL PROVINCIAL GOVERNMENT REVENUE	54,853,394
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**OPERATING FUND - REVENUE DETAIL
NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2021

Federal Government			
Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		-	
English as an Additional Language (Adults)		-	
Other:			
	Jordan's Principle	1,146,674	
	Canada Summer Jobs	4,348	
			1,151,022
Municipal Government			
Special Requirement	3,573,076		
Less: Education Property Tax Credit	(557,383)		
Less: Tax Incentive Grant	(159,237)	2,856,456	
Other:		430,169	3,286,625
Other School Divisions			
Tuition Fees		17,550	
Transfer Fees		-	
Residual Fees		-	
Transportation of Pupils		-	
Other:			
			17,550
First Nations			
Tuition Fees		68,412,570	
Transportation of Pupils		4,738,485	
Other:			
	Norway House Adult Ed	1,223,272	
	Special Needs	2,563,765	
	Misipawistik Breakfast Grant	30,000	
	FC Room & Board	3,897,819	
			80,865,911
Private Organizations and Individuals (Includes GBE's)			
Regular Tuition		-	
International Tuition		-	
Continuing Education		-	
Other Tuition:	Manitoba Hydro	3,502,661	
Food Service		264,016	
Government Business Enterprises (GBE's)		-	
Other:	Red Cross	45,389	
	Teacherage Income	1,546,807	
	Tides Canada (NMFCCC)	76,066	
	Northern Neighbour Foundation	6,505	
	Climate Incentive Action Fund	152,547	
	Town of Grand Rapids	9,221	5,603,212
Other Sources			
Interest		153,426	
Donations		-	
Other:	FC Misc/Canteen	116,940	
	FSD Builders	36,824	
	Power Smart	3,220	
	Desjardins Grant	5,000	
	Dakota Ojibway Council	18,511	
	Misc Expense/Income	81,500	
			415,421
TOTAL NON-PROVINCIAL GOVERNMENT REVENUE			91,339,741

OPERATING FUND - EXPENSE BY FUNCTION AND BY OBJECT

For the Year Ended June 30

FUNCTION OBJECT	100	200	300	400	500	600	700	800	900	2021	2020
	Regular Instruction	Student Support Services	Adult Learning Centres	Education and Services	Divisional Administration	Instructional and Other Support Services	Transportation of Pupils	Operations and Maintenance	Fiscal	TOTALS	TOTALS
Salaries	47,954,988	17,649,840	1,845,382	2,078,366	5,209,822	4,101,189	5,892,568	10,150,146		94,882,301	89,681,914
Employees Benefits and Allowances	3,365,287	2,246,477	114,538	190,680	637,535	441,832	911,571	1,592,088		9,500,008	8,588,056
Services	1,529,498	793,593	106,763	27,109	944,561	1,097,055	3,411,012	12,395,232		20,304,823	20,743,789
Supplies, Materials and Minor Equipment	6,951,465	771,900	133,027	363,210	504,690	1,630,884	1,103,908	5,319,097		16,778,181	12,916,779
Interest and Bank Charges									65,506	65,506	19,863
Bad Debt Expense									-	0	0
Transfers	3,300,531	-	1,226,882	-	103,909	17,900	96,664	-	(PAYROLL TAX) 1,346,509	6,092,395	5,814,971
TOTALS	63,101,769	21,461,810	3,426,592	2,659,365	7,400,517	7,288,860	11,415,723	29,456,563	1,412,015	147,623,214	137,765,372

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100
For the Year Ended June 30, 2021

REGULAR INSTRUCTION		10 ADMINISTRATION	SINGLE TRACK SCHOOLS *			80 DUAL TRACK SCHOOLS **	90 SENIOR YEARS TECHNOLOGY EDUCATION	TOTALS
			20 ENGLISH LANGUAGE	50 FRANÇAIS	70 FRENCH IMMERSION			
CODE	OBJECT \ PROGRAM							
3XX SALARIES								
320	Executive, Managerial and Supervisory	4,768,151					4,768,151	
330	Instructional - Teaching		39,019,883			395,832	39,415,715	
350	Instructional - Other		552,636				552,636	
360	Technical, Specialized and Service		1,100,655				1,100,655	
370	Secretarial, Clerical and Other	1,705,505					1,705,505	
390	Information Technology	412,326					412,326	
	Total Salaries	6,885,982	40,673,174	0	0	395,832	47,954,988	
4XX EMPLOYEES BENEFITS AND ALLOWANCES		590,706	2,750,895				3,365,287	
5-6XX SERVICES								
510	Professional, Technical and Specialized		320,144			120,227	440,371	
520	Communications	307,439	3,086				310,525	
540	Travel and Meetings	25,334	192,297				217,631	
560	Tuition		13,876				13,876	
570	Printing and Binding						0	
580	Insurance and Bond Premiums	6,252	16,969				23,221	
590	Maintenance and Repair Services		108,575				108,575	
610	Rentals	14,612	301,805				316,417	
630	Advertising	13,687	134				13,821	
640	Dues and Fees						0	
650	Professional and Staff Development	85,061					85,061	
680	Information Technology Services						0	
	Total Services	452,385	956,886	0	0	120,227	1,529,498	
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies	6,514	2,599,410			29,362	2,635,286	
740	Curricular and Media Materials		516,322				516,322	
760	Minor Equipment	7,255	866,202			27,931	901,388	
780	Information Technology Equipment	54,016	2,840,429			4,024	2,898,469	
	Total Supplies, Materials and Minor Equipment	67,785	6,822,363	0	0	61,317	6,951,465	
96X-99 TRANSFERS								
960	School Divisions		754,301				754,301	
980	Organizations and Individuals		2,546,230				2,546,230	
	Total Transfers	0	3,300,531	0	0	0	3,300,531	
TOTALS		7,996,858	54,503,849	0	0	601,062	63,101,769	

* 90% or more of enrolment is in one of the following instructional programs: English Language, Français, French Immersion.

** includes multi-track schools.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 200
For the Year Ended June 30, 2021

STUDENT SUPPORT SERVICES		10	30	40	50	60	70	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION /CO-ORDINATION	CLINICAL AND RELATED SERVICES	SPECIAL PLACEMENT	REGULAR PLACEMENT	RESOURCE SERVICES	COUNSELLING AND GUIDANCE	
3XX SALARIES								
320	Executive, Managerial and Supervisory						422,958	422,958
330	Instructional - Teaching				72,283	3,626,972	1,400,750	5,100,005
350	Instructional - Other				9,011,301		1,665,982	10,677,283
360	Technical, Specialized and Service		54,309				141,071	195,380
370	Secretarial, Clerical and Other						72,590	72,590
380	Clinician		567,836				613,788	1,181,624
390	Information Technology							0
	Total Salaries	0	622,145	0	9,083,584	3,626,972	4,317,139	17,649,840
4XX EMPLOYEES BENEFITS AND ALLOWANCES								
			46,888		1,530,003	221,549	448,037	2,246,477
5-6XX SERVICES								
510	Professional, Technical and Specialized		397,554		914		55,459	453,927
520	Communications		557			535	4,526	5,618
540	Travel and Meetings		21,963		2,379	17,779	71,092	113,213
560	Tuition							0
570	Printing and Binding							0
580	Insurance and Bond Premiums		5,398			2,610	12,411	20,419
590	Maintenance and Repair Services		32,000				24,596	56,596
610	Rentals		29,429			12,693	71,393	113,515
630	Advertising		177		282	165	3,171	3,795
640	Dues and Fees					982	2,682	3,664
650	Professional and Staff Development						22,846	22,846
680	Information Technology Services							0
	Total Services	0	487,078	0	3,575	34,764	268,176	793,593
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies		41,223		278,838	28,604	68,572	417,237
740	Curricular and Media Materials							0
760	Minor Equipment		6,988		50,283	32,115	80,750	170,136
780	Information Technology Equipment		13,647		74,863	6,228	89,789	184,527
	Total Supplies, Materials and Minor Equipment	0	61,858	0	403,984	66,947	239,111	771,900
96X-99 TRANSFERS								
960	School Divisions							0
980	Organizations and Individuals							0
	Total Transfers	0	0	0	0			0
TOTALS		0	1,217,969	0	11,021,146	3,950,232	5,272,463	21,461,810

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300

For the Year Ended June 30, 2021

ADULT LEARNING CENTRES		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX SALARIES				
320	Executive, Managerial and Supervisory	101,014		101,014
330	Instructional - Teaching		1,636,673	1,636,673
350	Instructional - Other		40,206	40,206
360	Technical, Specialized and Service		38,298	38,298
370	Secretarial, Clerical and Other	29,191		29,191
390	Information Technology			0
	Total Salaries	130,205	1,715,177	1,845,382
4XX EMPLOYEES BENEFITS AND ALLOWANCES				
5-6XX SERVICES				
510	Professional, Technical and Specialized		21,091	21,091
520	Communications	11,367	2,737	14,104
530	Utility Services	11,337		11,337
540	Travel and Meetings	4,651	8,130	12,781
560	Tuition			0
570	Printing and Binding			0
580	Insurance and Bond Premiums	1,475		1,475
590	Maintenance and Repair Services		1,315	1,315
610	Rentals	9,054	33,956	43,010
620	Property Taxes			0
630	Advertising			0
640	Dues and Fees			0
650	Professional and Staff Development		1,650	1,650
680	Information Technology Services			0
	Total Services	37,884	68,879	106,763
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT				
710	Supplies	3,475	37,346	40,821
740	Curricular and Media Materials	20,514		20,514
760	Minor Equipment	8,677	4,559	13,236
780	Information Technology Equipment	13,124	45,332	58,456
	Total Supplies, Materials and Minor Equipment	45,790	87,237	133,027
96X-99 TRANSFERS				
960	School Divisions			0
980	Organizations and Individuals	3,610	1,223,272	1,226,882
999	Recharge			0
	Total Transfers	3,610	1,223,272	1,226,882
TOTALS		227,641	3,198,951	3,426,592

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400
For the Year Ended June 30, 2021

COMMUNITY EDUCATION AND SERVICES		10	20	30	40	
CODE OBJECT \ PROGRAM		CONTINUING EDUCATION	ENGLISH AS AN ADDITIONAL LANGUAGE FOR ADULTS	COMMUNITY SERVICES AND RECREATION	PRE-KINDERGARTEN EDUCATION	TOTALS
3XX SALARIES						
320	Executive, Managerial and Supervisory					0
330	Instructional - Teaching				1,381,977	1,381,977
350	Instructional - Other			339,871	109,096	448,967
360	Technical, Specialized and Service			247,422		247,422
370	Secretarial, Clerical and Other					0
380	Clinician					0
390	Information Technology					0
	Total Salaries	0	0	587,293	1,491,073	2,078,366
4XX EMPLOYEES BENEFITS AND ALLOWANCES				83,161	107,519	190,680
5-6XX SERVICES						
510	Professional, Technical and Specialized			15,623		15,623
520	Communications			2,145		2,145
540	Travel and Meetings			2,675		2,675
570	Printing and Binding					0
580	Insurance and Bond Premiums			1,047		1,047
590	Maintenance and Repair Services			5,000		5,000
610	Rentals				619	619
630	Advertising					0
640	Dues and Fees					0
650	Professional and Staff Development					0
680	Information Technology Services					0
	Total Services	0	0	26,490	619	27,109
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies			319,690	12,309	331,999
740	Curricular and Media Materials					0
760	Minor Equipment			30,304		30,304
780	Information Technology Equipment			907		907
	Total Supplies, Materials and Minor Equipment	0	0	350,901	12,309	363,210
96X-99 TRANSFERS						
980	Organizations and Individuals					0
999	Recharge					0
	Total Transfers	0	0	0	0	0
TOTALS		0	0	1,047,845	1,611,520	2,659,365

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500
For the Year Ended June 30, 2021

DIVISIONAL ADMINISTRATION		10	20	30	50	
CODE	OBJECT \ PROGRAM	BOARD OF TRUSTEES	INSTRUCTIONAL MANAGEMENT & ADMINISTRATION	BUSINESS AND ADMINISTRATIVE SERVICES	MANAGEMENT INFORMATION SERVICES	TOTALS
3XX	SALARIES					
310	Trustees Remuneration	232,963				232,963
320	Executive, Managerial and Supervisory		1,312,354	569,538	136,032	2,017,924
360	Technical, Specialized and Service	288,781	504,065	290,767		1,083,613
370	Secretarial, Clerical and Other	88	67,963	1,370,602	26,729	1,465,382
390	Information Technology				409,940	409,940
	Total Salaries	521,832	1,884,382	2,230,907	572,701	5,209,822
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	51,232	144,383	356,568	85,352	637,535
5-6XX	SERVICES					
510	Professional, Technical and Specialized		123,099	108,908		232,007
520	Communications	2,639	1,108	141,916	11,096	156,759
540	Travel and Meetings	53,912	54,278	1,552	4,820	114,562
570	Printing and Binding	15,567		8,296		23,863
580	Insurance and Bond Premiums	2,145	13,424	89,854	1,551	106,974
590	Maintenance and Repair Services			932		932
610	Rentals	11,062	57,362	103,977	7,339	179,740
630	Advertising	937	170	2,922	305	4,334
640	Dues and Fees	96,140	6,313	6,454	2,554	111,461
650	Professional and Staff Development	149	4,981	6,272	2,527	13,929
680	Information Technology Services					0
	Total Services	182,551	260,735	471,083	30,192	944,561
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	4,638	29,757	175,338	474	210,207
740	Curricular and Media Materials					0
760	Minor Equipment			88,122		88,122
780	Information Technology Equipment		73,281	82,674	50,406	206,361
	Total Supplies, Materials and Minor Equipment	4,638	103,038	346,134	50,880	504,690
96X-99	TRANSFERS					
960	School Divisions					0
980	Organizations and Individuals	54,007		49,902		103,909
999	Recharge					0
	Total Transfers	54,007	0	49,902		103,909
	TOTALS	814,260	2,392,538	3,454,594	739,125	7,400,517

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2021

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		05 CURRICULUM CONSULTING & DEVELOPMENT ADMINISTRATION	10 CURRICULUM CONSULTING & DEVELOPMENT	20 LIBRARY / MEDIA CENTRE	30 PROFESSIONAL AND STAFF DEVELOPMENT	80 OTHER	TOTALS
CODE	OBJECT \ PROGRAM						
3XX SALARIES							
320	Executive, Managerial and Supervisory		360,364	93,635			453,999
330	Instructional - Teaching		1,626,910				1,626,910
350	Instructional - Other			1,024,648		74,645	1,099,293
360	Technical, Specialized and Service		119,231	70,396		620,429	810,056
370	Secretarial, Clerical and Other		61,195	49,677	59		110,931
390	Information Technology						0
	Total Salaries	0	2,167,700	1,238,356	59	695,074	4,101,189
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
			145,065	193,951	4	102,812	441,832
5-6XX SERVICES							
510	Professional, Technical and Specialized		245,810	32,050			277,860
520	Communications		6,606	892			7,498
540	Travel and Meetings		75,558	7,475		188,941	271,974
560	Tuition						0
570	Printing and Binding		3,764				3,764
580	Insurance and Bond Premiums		13,945			3,891	17,836
590	Maintenance and Repair Services		804			12,240	13,044
610	Rentals		84,375				84,375
630	Advertising		366	30			396
640	Dues and Fees		4,200				4,200
650	Professional and Staff Development		76,432	17,526	322,150		416,108
680	Information Technology Services						0
	Total Services	0	511,860	57,973	322,150	205,072	1,097,055
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies		174,675	20,414	438	779,748	975,275
740	Curricular and Media Materials		877	407,404			408,281
760	Minor Equipment		28,352	60,549		66,269	155,170
780	Information Technology Equipment		6,688	73,802	2,718	8,950	92,158
	Total Supplies, Materials and Minor Equipment	0	210,592	562,169	3,156	854,967	1,630,884
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals					17,900	17,900
	Total Transfers					17,900	17,900
TOTALS		0	3,035,217	2,052,449	325,369	1,875,825	7,288,860

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700
For the Year Ended June 30, 2021

TRANSPORTATION OF PUPILS		10	20	70	80	90	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	REGULAR	ALLOWANCES IN LIEU OF TRANSPORTATION	BOARDING OF STUDENTS/ DORMITORIES	FIELD TRIPS AND OTHER	TOTALS
3XX SALARIES							
320	Executive, Managerial and Supervisory	99,454			283,973		383,427
350	Instructional - Other				37,693		37,693
360	Technical, Specialized and Service	99,384	3,687,472		1,566,271	14,637	5,367,764
370	Secretarial, Clerical and Other	55,556			48,128		103,684
390	Information Technology						0
	Total Salaries	254,394	3,687,472		1,936,065	14,637	5,892,568
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	39,751	574,231		295,555	2,034	911,571
5-6XX SERVICES							
510	Professional, Technical and Specialized	349	17,247		84		17,680
520	Communications	6,077	81,786		16,419		104,282
540	Travel and Meetings	23,525	40,352		9,667	131,865	205,409
550	Transportation of Pupils		721,804	48,526	420,439		1,190,769
570	Printing and Binding	5,087					5,087
580	Insurance and Bond Premiums	2,990	57,660		5,135	5,488	71,273
590	Maintenance and Repair Services		817,411		11,672	1,298	830,381
610	Rentals	26,958	864,264		26,071	56,673	973,966
630	Advertising		829		6,087		6,916
640	Dues and Fees	518					518
650	Professional and Staff Development	97	1,985		2,649		4,731
680	Information Technology Services						0
	Total Services	65,601	2,603,338	48,526	498,223	195,324	3,411,012
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	13,332	682,891		68,406	112,624	877,253
740	Curricular and Media Materials				1,320		1,320
760	Minor Equipment	2,547	68,044		28,388	106,124	205,103
780	Information Technology Equipment	3,834	12,862		3,536		20,232
	Total Supplies, Materials and Minor Equipment	19,713	763,797		101,650	218,748	1,103,908
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals				96,664		96,664
999	Recharge						0
	Total Transfers	0	0	0	96,664	0	96,664
TOTALS		379,459	7,628,838	48,526	2,928,157	430,743	11,415,723

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800
For the Year Ended June 30, 2021

OPERATIONS AND MAINTENANCE		10	20	50	70	80	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUND	TOTALS
3XX	SALARIES						
320	Executive, Managerial and Supervisory	658,027					658,027
360	Technical, Specialized and Service	67,436	9,268,451	11,784	43,682	8,494	9,399,847
370	Secretarial, Clerical and Other	46,437	45,835				92,272
390	Information Technology						0
	Total Salaries	771,900	9,314,286	11,784	43,682	8,494	10,150,146
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	110,149	1,475,886	1,276	4,547	230	1,592,088
5-6XX	SERVICES						
510	Professional, Technical and Specialized					45,871	45,871
520	Communications	4,833	6,172		5,190		16,195
530	Utility Services		3,716,618		1,840,863		5,557,481
540	Travel and Meetings	40,028	151,087				191,115
570	Printing and Binding						0
580	Insurance and Bond Premiums	8,271	1,754,195		469,730		2,232,196
590	Maintenance and Repair Services		1,544,502	338,736	467,313		2,350,551
610	Rentals	43,072	931,634		819,580		1,794,286
620	Property Taxes				174,641		174,641
630	Advertising		904				904
640	Dues and Fees	19,769					19,769
650	Professional and Staff Development	1,456	10,767				12,223
680	Information Technology Services						0
	Total Services	117,429	8,115,879	338,736	3,777,317	45,871	12,395,232
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	11,063	2,215,158	2,031,351	511,697		4,769,269
740	Curricular and Media Materials	531					531
760	Minor Equipment	1,924	413,386		127,509		542,819
780	Information Technology Equipment	5,078	1,400				6,478
	Total Supplies, Materials and Minor Equipment	18,596	2,629,944	2,031,351	639,206	0	5,319,097
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	1,018,074	21,535,995	2,383,147	4,464,752	54,595	29,456,563

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	-	-
Due from		
- Provincial Government	696,324	726,914
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	1,490,274	476,865
Accounts Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	2,186,598	1,203,779
Liabilities		
Overdraft	-	-
Accounts Payable	-	-
Accrued Liabilities	-	-
Accrued Interest Payable	696,324	726,914
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	436,660	1,197,258
Borrowings from the Provincial Government	40,232,189	39,797,027
Other Borrowings	2,612,610	2,003,612
	43,977,783	43,724,811
Net Assets (Debt)	(41,791,185)	(42,521,032)
Non-Financial Assets		
Net Tangible Capital Assets	77,551,676	77,402,025
Accumulated Surplus / Equity *	35,760,491	34,880,993
* Comprised of:		
Reserve Accounts	1,415,749	2,610,426
Equity in Tangible Capital Assets	34,344,742	32,270,567
	35,760,491	34,880,993

**CAPITAL FUND
SCHEDULE OF REVENUE, EXPENSES
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2021	2020
Revenue		
Provincial Government		
Grants	-	-
Debt Servicing - Principal	3,288,138	3,207,814
- Interest	1,836,622	1,998,479
Federal Government	600,000	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	-	-
MB Hydro grant	-	-
Gain / (Loss) on Disposal of Capital Assets	28,651	1,785
Gain on receipt of Modular classroom	-	-
Operating Charges	1,206,187	
Rancho Realty	28,000	
	<u>1,234,187</u>	<u>1,013,670</u>
	6,987,598	6,221,748
Expenses		
Amortization	4,802,463	4,425,855
Interest on Borrowings from the Provincial Government	1,836,622	1,998,479
Other Interest	78,454	74,869
Other Capital Items	-	-
	<u>6,717,539</u>	<u>6,499,203</u>
Current Year Surplus / (Deficit)	270,059	(277,455)
Net Transfers from (to) Operating Fund	609,439	1,133,265
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	<u>879,498</u>	<u>855,810</u>
Opening Accumulated Surplus / Equity	34,880,993	34,025,183
Adjustments:	-	-
	<u>-</u>	<u>-</u>
Opening Accumulated Surplus / Equity as adjusted	<u>34,880,993</u>	<u>34,025,183</u>
Closing Accumulated Surplus / Equity	<u>35,760,491</u>	<u>34,880,993</u>

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2021

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2021 TOTALS	2020 TOTALS
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	139,278,179	19,737,433	15,699,851	366,203	2,027,097	-	1,462,248	-	2,477,567	181,048,578	176,361,343
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening Cost adjusted	139,278,179	19,737,433	15,699,851	366,203	2,027,097	-	1,462,248	-	2,477,567	181,048,578	176,361,343
Add:											
Additions during the year	600,000	1,259,439	2,072,536	69,726	1,137,530	-	-	-	(187,117)	4,952,114	4,753,209
Less:											
Disposals and write downs	-	-	1,135,684	17,817	16,022	-	-	-	-	1,169,523	65,974
Closing Cost	139,878,179	20,996,872	16,636,703	418,112	3,148,605	-	1,462,248	-	2,290,450	184,831,169	181,048,578
Accumulated Amortization											
Opening, as previously reported	78,182,619	13,898,126	9,318,676	366,203	1,880,929	-	-	-	-	103,646,553	99,286,672
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening adjusted	78,182,619	13,898,126	9,318,676	366,203	1,880,929	-	-	-	-	103,646,553	99,286,672
Add:											
Current period Amortization	2,677,112	454,152	1,208,534	69,726	392,939	-	-	-	-	4,802,463	4,425,855
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	1,135,684	17,817	16,022	-	-	-	-	1,169,523	65,974
Closing Accumulated Amortization	80,859,731	14,352,278	9,391,526	418,112	2,257,846	-	-	-	-	107,279,493	103,646,553
Net Tangible Capital Asset	59,018,448	6,644,594	7,245,177	-	890,759	-	1,462,248	-	2,290,450	77,551,676	77,402,025
Proceeds from Disposal of Capital Assets	-	-	-	28,651	-	-	-	-	-	28,651	1,785

* Includes network infrastructure.

**SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2021**

Fund Name >	Buses	Appropriation for additional Teacherages	Request for Provision for Six Plex 09/15/18			Totals
Opening Balance, July 1, 2020	1,460,426	-	1,150,000	-	-	2,610,426
Additions: (Provide a description of each transaction)						
Transfer - Asset Under Construction			109,439			109,439
Addition to Bus Reserve	500,000					500,000
						-
						-
						-
						-
						-
						-
Total Additions	500,000	-	109,439	-	-	609,439
Withdrawals: (Provide a description of each transaction)						
Cranberry Portage Six Plex (Unit #454-1 to #454-6)			1,259,439			1,259,439
Bus Unit #48:208	155,205					155,205
Bus Unit #48:243	124,797					124,797
Bus Unit #48:253	129,548					129,548
Bus Unit #48:244	135,127					135,127
						-
						-
						-
Total Withdrawals	544,677	-	1,259,439	-	-	1,804,116
Closing Balance, June 30, 2021	1,415,749	-	-	-	-	1,415,749

I certify that the information above is true and correct and that the withdrawals have been made for the purposes approved by the Public Schools Finance Board.

_____ Date

_____ Secretary-Treasurer

**SPECIAL PURPOSE FUND
SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2021	2020
Financial Assets		
Cash and Bank	569,840	617,865
GST Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>569,840</u>	<u>617,865</u>
Liabilities		
School Generated Funds Liability	387,962	419,994
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	<u>387,962</u>	<u>419,994</u>
Accumulated Surplus *	<u>181,878</u>	<u>197,871</u>
* Comprised of:		
School Generated Funds Accumulated Surplus	181,878	197,871
Other Funds Accumulated Surplus	-	-
Accumulated Surplus *	<u>181,878</u>	<u>197,871</u>

**SPECIAL PURPOSE FUND
SCHEDULE OF REVENUE, EXPENSES
AND ACCUMULATED SURPLUS**

For the Year Ended June 30

	2021	2020
Revenue		
School Generated Funds	345,746	493,413
Other Funds	-	-
	-	-
	<u>345,746</u>	<u>493,413</u>
Expenses		
School Generated Funds	361,739	498,729
Other Funds	-	-
	-	-
	<u>361,739</u>	<u>498,729</u>
Current Year Surplus (Deficit)	(15,993)	(5,316)
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	<u>(15,993)</u>	<u>(5,316)</u>
Opening Accumulated Surplus	197,871	203,187
Adjustments: School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	<u>197,871</u>	<u>203,187</u>
Closing Accumulated Surplus	<u><u>181,878</u></u>	<u><u>197,871</u></u>

**STUDENT ENROLMENTS (FRAME) AND TRANSPORTATION STATISTICS
(UNAUDITED)**

ENROLMENTS BY PROGRAM	F.T.E. Enrolment September 30, 2020
REGULAR INSTRUCTION	
English Language - Single Track	5,844.0
Francais - Single Track	-
French Immersion - Single Track	-
Dual Track	
- English Language	-
- Francais	-
- French Immersion	-
- Other Bilingual	0.0
Senior Years Technology Education	<u>40.0</u>
TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS	<u><u>5,884.0</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS (September 30)	-
TOTAL KILOMETERS - LOG BOOK (For the period ended June 30)	-
TOTAL KILOMETERS - BUS ROUTES (For the period ended June 30)	-
LOADED KILOMETERS (For the period ended June 30)	-

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

For the 2020/21 Fiscal Year

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	40.96	2.00	1.00		10.00	3.00	3.00	6.00	65.96
330	Instructional - Teaching	418.32	54.85	16.80	11.53		15.00			516.50
350	Instructional - Other	26.64	416.49	1.00	17.57		25.08	0.50		487.28
360	Technical, Specialized And Service	13.25	1.50			13.00	14.08	112.39	155.69	309.91
370	Secretarial, Clerical And Other	39.72	0.50	0.50		23.60	2.50	3.00	2.00	71.82
380	Clinician		8.26							8.26
390	Information Technology	5.00				6.00				11.00
TOTALS (excluding Trustees)		543.89	483.60	19.30	29.10	52.60	59.66	118.89	163.69	1,470.73

510 Contracted Clinicians (include private clinicians where possible)		7.00
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310 TRUSTEES		10.00
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FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

1. NATURE OF ORGANIZATION AND ECONOMIC DEPENDENCE

The School Division (Division) is a public body that provides education services to residents within its geographic location. The Division is funded mainly by grants from the Province of Manitoba (Province), a special levy on the property assessment included in the Division's boundaries, and funding from ISC/First Nation government. The Division is exempt from income tax.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board ("PSAB") of the Chartered Professional Accountants of Canada (CPA Canada).

a) Reporting Entity and Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the operating fund, capital fund, and special purpose fund of the Division. The Division reporting entity includes school generated funds and controlled by the Division.

All inter-fund accounts and transactions are eliminated upon consolidation.

b) Trust Funds

The Division administers various trust funds. Trust funds and their related operations are not included in the consolidated financial statements as they are not owned or controlled by the Division. A schedule of trust funds is attached as part of the notes to the consolidated financial statements.

Trust funds, under PSAB are properties assigned to a trustee (school division) under a trust agreement or statute; the trustee merely administers the terms and conditions embodied in the agreement, and it has no unilateral authority to change the conditions set out in the trust indenture.

c) Basis of Accounting

Revenues and expenses are reported on the accrual basis of accounting except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. Expenses also include the amortization of tangible capital assets.

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Fund Accounting

The fund method of accounting is employed by the Division to record financial transactions in separate funds as defined by Financial Reporting and Accounting in Manitoba Education (FRAME) in accordance with the purpose for which the funds have been created.

The Operating Fund is maintained to record all the day to day operating revenues and expenses. The Capital Fund is used to account for the acquisition, amortization, disposal and financing of capital assets. The Special Purpose Fund is used to account for school generated funds and charitable foundations controlled by the Division.

e) School Generated Funds

School generated funds are moneys raised by the school, or under the auspices of the school, through extracurricular activities for the sole use of the school that the principal of each school, subject to the rules of the school board, may raise, hold, administer and expend for the purposes of the school.

School generated funds controlled by the Division are included in the Consolidated Statement of Revenue, Expenses, and Accumulated Surplus. To be deemed as controlled, a school must have the unilateral authority to make the decisions as to when, how and on what the funds are to be spent.

Period end cash balances of all school generated funds are included in the Consolidated Statement of Financial Position. The uncontrolled portion of this amount is reflected in the School Generated Funds Liability account. Examples of uncontrolled school generated funds are parent council funds, other parent group funds, student council funds, and travel club funds. Uncontrolled school generated funds are not included in the consolidated financial statements.

f) Tangible Capital Assets

Tangible capital assets are non-financial assets that are used by the Division to provide services to the public and have an economic life beyond one fiscal year. Tangible capital assets include land, buildings, buses, other vehicles, furniture and equipment, computers, capital leases, leasehold improvements, and assets under construction.

To be classified as tangible capital assets, each asset other than land must individually meet the capitalization threshold for its class as prescribed by FRAME.

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Tangible Capital Assets (continued)

Asset Description	<u>Capitalization Threshold</u>	<u>Estimated Useful Life</u> (years)
Land improvements	\$ 50,000	10
Buildings – bricks, mortar and steel	50,000	40
Buildings – wood frame	50,000	25
School buses	50,000	10
Vehicles	10,000	5
Equipment	10,000	5
Network infrastructure	25,000	10
Computer hardware, servers and peripherals	10,000	4
Computer software	10,000	4
Furniture and fixtures	10,000	10
Leasehold improvements	25,000	Over term of lease

Grouping of assets is not permitted except for computer work stations.

With the exception of land, donated capital assets and capital leases, all tangible capital assets are recorded at historical cost, which includes purchase price, installation costs and other costs incurred to put the asset into service.

Buildings are recorded at historical cost when known. For buildings acquired prior to June 30, 2005 where the actual cost was not known, the replacement value for insurance purposes as at June 30, 2005 was regressed to the date of acquisition using a regression index based on Southam and CanaData construction cost indices.

All land acquired prior to June 30, 2006 has been valued at \$1,225,210.

Capital leases are recorded at the 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.

Donated tangible capital assets are recorded at fair market value at the date of donation. Deferred revenue is recorded in an equivalent amount, for all donated assets except land. The deferred revenue will be recognized as revenue over the useful life of the related asset, on the same basis that the asset is amortized.

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Tangible Capital Assets (continued)

All tangible capital assets, except for land, capital leases, and assets under construction, are amortized on a straight-line basis over their estimated useful life.

Land is not amortized. Capital leases with lease terms that have a bargain purchase option or allow ownership to pass to the Division are amortized over the useful life of the asset class. All other capital leases are amortized over the lesser of the lease term and the useful life of the asset class.

One-half of the annual amortization is charged in the year of acquisition and in the year of disposal if not fully amortized.

Assets under construction are not amortized until the date of substantial completion. Interest on funds used to finance school buildings under construction is capitalized for the periods preceding the date of substantial completion.

g) Employee Future Benefits

The Province of Manitoba pays the employer portion of the Teachers' Retirement Allowances Fund (TRAF), the pension plan for all certified teachers of the Division. The Division does not contribute to TRAF, and no costs relating to this plan are included in the Division's financial statements.

However, the Division provides retirement and other future benefits to its employees. These benefits include pension, life insurance, and retirement allowances. The Division adopted the following policies with respect to accounting for these employee future benefits:

(i) Defined Contribution / Insured Benefit Plans

Frontier School Division had established a future benefit liability for life insurance premiums paid on behalf of retired employees. During the 2018 year this plan was reviewed and determined to be phased out over the next five years.

(ii) Defined Benefit / Self-Insured Employee Future Benefit Plans

Under these plans, benefits to be received by employees or the method for determining those benefits have been specified by the Division. The actuarial risk (with respect to the amount of the benefit that each employee will receive) and the investment risk (with respect to the investment returns on any assets set aside to pay for the cost of these benefits) are assumed by the Division.

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(ii) **Defined Benefit / Self-Insured Employee Future Benefit Plans (continued)**

Frontier School Division has a Defined Benefit Pension Plan for non-teaching employees. Employees and Frontier School Division currently contribute equal amounts (2021 – 9.0%, 2020 – 9.0%). The plan is evaluated using both the “Going Concern Valuation” and the “Solvency Valuation”. The last review was as at December 31, 2019.

The Employee contributions for 2021 were \$2,771,949 (2020 - \$2,528,504). Frontier School Division contributed an equal amount.

For self-insured employee future benefits other than pension plans, that are vesting and accumulating over the employees' length of service (e.g. vesting sick days, continuation of benefits for health care, dental or life insurance), the benefit costs are accounted for on a full accrual basis determined using actuarial valuation of salary escalation, accumulated sick days, insurance and health care costs trends, and long-term inflation rates.

For those self-insured benefit obligations that are event driven (e.g. supplemental unemployment benefits, sick time, non-vesting parental leave), the benefit costs are recognized and recorded only in the period when the event occurs.

The employee future benefits liability is the total accrued benefit obligation. The employee future benefits expense includes the Division's contribution for the period.

h) Capital Reserve

Certain amounts, as approved by the Board of Trustees and the Public Schools Finance Board (PSFB), have been set aside in reserve accounts for future capital purposes. These Capital Reserve accounts are internally restricted funds that form part of the Accumulated Surplus presented in the Consolidated Statement of Financial Position.

i) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles as established for PSAB requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period.

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

j) Financial Instruments

The Division's financial instruments include cash and bank, accounts receivable, accrued investment income, due to/from governments, other schools and First Nations, accounts payable, accrued liabilities, accrued interest payable and long-term debt. The additional disclosure required due to the Division's adoption of PSA Handbook section 3450, Financial Instruments, is disclosed in Note 15.

All financial instruments are initially recognized at fair value when the Division becomes a party to the contractual provisions of the financial instrument. Subsequently, all financial instruments are measured at amortized cost. The effective interest method is used to recognize interest income or expense. Transaction costs related to all financial instruments are expensed as incurred.

k) Non-Vested Sick Leave Benefits

Non-vested sick leave benefits are estimated using a net present value technique on the expected future utilization of sick benefits in excess of the amounts earned per year, to a maximum entitlement. The calculated dollar value of Non-vested sick time as at June 30, 2021 is \$593,978 (2020 - \$491,381). These amounts are disclosed for compliance with PS 2120 only and are not considered material for inclusion in the financial statements.

3. OVERDRAFT

The Division has an authorized Line of Credit with the Royal Bank of \$35,000,000 by way of overdrafts and is repayable on demand; rates are related to prime, payable monthly. Any overdrafts are secured through a Borrowing By-Law.

4. EMPLOYEE FUTURE BENEFITS

Employee future benefits are benefits earned by employees in the current period, but will not be paid out until future periods. Employee future benefits are comprised of future insurance payments to retired employees, provision for teacher special leave, and a provision for Superintendents retirement, as follows:

	<u>2021</u>	<u>2020</u>
Employee Future Benefit Liability (EFBL)		
Superintendent Retirement	\$ 338,058	\$ 512,452
Special Leave	846,467	548,298
	<u>\$ 1,234,525</u>	<u>\$ 1,060,750</u>

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

4. EMPLOYEE FUTURE BENEFITS (continued)

The defined benefit plan provided to non-teaching staff is actuarially valued using a number of assumptions about future events, including interest rates, wage and salary increases, employee turnover and mortality to determine the accrued benefit obligation. The most recent actuarial report was prepared as at December 31, 2019. The net unamortized actuarial gain is amortized on a straight-line basis over the expected average remaining service life of the related employee groups. Pension plan assets are valued at market values and the expected rate of return is 5.50% (2020 – 5.50%).

See Appendix 1 for disclosure information on the pension plan.

Long term disability benefits are covered by an insured plan. The costs of salary compensation paid to employees on long-term disability leave are fully insured and are not included in the financial statements.

Continuation of benefits for life insurance are defined benefits and vesting to certain employees at or after retirement. The related benefit costs and liabilities are included in the financial statements.

Supplemental unemployment benefits are defined benefits that are recognized and recorded only in the period when the events occur (e.g. maternity top up).

The employee future benefit expense is a part of the Employee Benefits and Allowances expense account. It includes the Division's contribution and amortized actuarial gains for the period. Any related pension interest expense is recorded under the Interest and Bank Charges account of the Operating Fund.

5. SCHOOL GENERATED FUNDS LIABILITY

School Generated Funds Liability includes the non-controlled portion of school generated funds consolidated in the cash and bank balances in the amount of \$387,962 (2020 - \$419,994).

	<u>2021</u>	<u>2020</u>
Student Council funds	\$ 34,598	\$ 49,525
Travel	51,470	52,301
Graduation	38,876	49,369
Music Enhancement	35,011	27,947
Community Development	70,730	80,463
Other	157,277	160,389
	\$ 387,962	\$ 419,994

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

6. DEBENTURE DEBT

The debenture debt of the Division is in the form of twenty-year debentures payable, principal and interest, in twenty equal yearly instalments and maturing at various dates from 2021 to 2041. Payment of principal and interest is funded entirely by grants from the Province of Manitoba, except for the debenture debt on self-funded capital projects. The debentures carry interest rates that range from 2.375% to 7.00%. Debenture interest expense payable as at June 30, 2021 is accrued and recorded in Accrued Interest Payable, and a grant in an amount equal to the interest accrued on provincially funded debentures is recorded in Due from the Provincial Government. The debenture principal and interest repayments in the next five years are:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 3,516,824	\$ 1,737,927	\$ 5,254,752
2023	3,526,222	1,568,400	5,094,622
2024	3,617,544	1,401,197	5,018,740
2025	3,515,327	1,230,627	4,745,954
2026	3,474,116	1,067,993	4,542,110
Thereafter	22,582,155	4,331,756	26,913,911
	<u>\$ 40,232,189</u>	<u>\$ 11,337,900</u>	<u>\$ 51,570,088</u>

7. OTHER BORROWINGS

Other borrowings are debts other than overdrafts or debentures and include obligations related to capital leases.

Capital lease loans on buses and copiers have interest rates ranging from 2.23% to 3.98% per annum, due between 2022 and 2026. Payments are monthly, quarterly and annually and include principal and interest.

Principal and interest repayments, of Other Borrowings in the next five years are:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 876,843	\$ 66,054	\$ 942,897
2023	732,725	39,487	772,212
2024	555,737	19,648	575,384
2025	367,257	6,679	373,935
2026	80,048	446	80,495
	<u>\$ 2,612,610</u>	<u>\$ 132,313</u>	<u>\$ 2,744,943</u>

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

8. NET TANGIBLE CAPITAL ASSETS

The Schedule of Tangible Capital Assets (TCA), page 23 of the audited financial statements, provides a breakdown of cost, accumulated amortization and net book value by class.

	<u>2021</u>		<u>2020</u>
	<u>Gross Amount</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>
Owned Tangible Capital Assets	\$ 173,560,557	\$100,899,525	\$ 72,661,032
Capital lease	11,270,612	6,379,968	4,890,644
	<u>\$ 184,831,169</u>	<u>\$107,279,493</u>	<u>\$ 77,551,676</u>
			\$ 73,235,980
			4,166,045
			<u>\$ 77,402,025</u>

9. ACCUMULATED FUNDS

The consolidated accumulated surplus is comprised of the following:

	<u>2021</u>	<u>2020</u>
Operating Fund		
- Undesignated	\$ 3,338,014	\$ 5,377,532
Capital Fund		
- Reserve Account	1,415,749	2,610,426
- Equity in Tangible Assets	34,344,742	32,270,567
Special Purpose Funds	181,878	197,871
Total Accumulated Surplus	\$ 39,280,383	\$ 40,456,396

Reserve Accounts under the Capital Fund represents internally restricted reserves for specific purposes approved by the Board of Trustees and PSFB. A Schedule of Capital Reserve Accounts is provided on page 24 of the audited financial statements.

	<u>2021</u>	<u>2020</u>
Bus Reserves	\$ 1,415,749	\$ 1,460,426
Teacherages	-	1,150,000

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

10. MUNICIPAL GOVERNMENT – PROPERTY TAX AND RELATED DUE FROM MUNICIPAL GOVERNMENT

Education property tax or Special Levy is raised as the Division's contribution to the cost of providing public education for the student's resident in the division. The Municipal Government-Property Tax shown on the Consolidated Statement of Revenue, Expense and Accumulated Surplus is raised over the two calendar (tax) years; 60% from 2020 tax year and 40% from 2021 tax year. Below are the related revenue and receivable amounts:

	<u>2021</u>	<u>2020</u>
Revenue – Municipal Government – Property Tax	\$ 2,856,456	\$ 2,810,998
Receivable – Due from Municipal – Property Tax	2,141,753	2,141,651

11. INTEREST RECEIVED AND PAID

The Division received interest during the year of \$153,426 (2020 - \$395,326); interest paid during the year was \$1,980,582 (2020 - \$2,093,211). Interest expense is included in the Fiscal category and is comprised of the following:

	<u>2021</u>	<u>2020</u>
Operating Fund		
Fiscal – short term loan, interest and bank charges	\$ 65,506	\$ 19,863
Capital Fund		
Debenture debt interest	1,836,622	1,998,479
Other interest	78,454	74,869
	<u>\$ 1,980,582</u>	<u>\$ 2,093,211</u>

The accrual portion of debenture debt interest expense of \$696,324 (2020 - \$726,914) included under the Capital Fund Debenture debt interest is offset by an accrual of the debt servicing grant from the Province of Manitoba.

12. ALLOWANCE FOR DOUBTFUL ACCOUNTS

All receivables presented on the Consolidated Statement of Financial Position are net of an allowance for doubtful accounts in the amount of \$124,861 (2020 - \$124,861).

FRONTIER SCHOOL DIVISION
Notes to the Consolidated Financial Statements
June 30, 2021

13. EXPENSES BY OBJECT

Expenses in the Consolidated Statement of Revenue, Expenses and Accumulated Surplus are reported by function as defined by FRAME. Below is the detail of expenses by object:

	<u>Actual 2021</u>	<u>Budget 2021</u>	<u>Actual 2020</u>
Salaries	\$ 94,882,301	\$ 92,499,165	\$ 89,681,914
Employees benefits & allowances	9,500,008	9,300,395	8,588,056
Services	20,304,823	22,595,695	20,743,789
Supplies, materials & minor equipment	16,778,181	13,515,443	12,916,779
Interest	65,506	15,000	19,863
Bad debts	-	-	-
Payroll tax & Transfers	6,092,395	6,653,429	5,814,971
	<u>\$ 147,623,214</u>	<u>\$ 144,589,127</u>	<u>\$ 137,765,372</u>
Amortization	4,802,463		4,424,855
Other capital items	1,915,076		2,073,348
School generated funds	361,739		498,729
Other special purpose funds	-		-
	<u>\$ 154,702,492</u>		<u>\$ 144,763,304</u>

14. DEFERRED REVENUE

The deferral method of accounting is used for revenues received that, pursuant to legislation, regulation or agreement, may only be used for specific purposes. These amounts are recognized as revenue in the fiscal year the related expenses are incurred or services performed.

15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT

The Division is exposed to credit, liquidity and interest rate risks in respect of its use of financial instruments.

Credit Risk

Credit risk is the risk that one party to a financial instrument fails to discharge an obligation and causes financial loss to the counter party. The financial instruments that potentially subject the Division to credit risk consist principally of accounts receivable. The carrying amount of financial assets represents the maximum credit exposure.

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15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

The Division's maximum possible exposure to credit risk is as follows:

	2021	2020
Cash / (Bank Overdraft)	\$ (4,096,608)	\$ 2,198,269
Due from - Provincial Government	4,336,515	2,969,758
- Federal Government	1,091,395	1,010,524
- Municipal Government	2,222,194	2,180,516
- Other School Division	-	-
- First Nations	24,945,369	27,159,731
Accounts Receivable	1,201,558	1,597,218

The Division's accounts receivable consist largely of the grants and revenues to be received from local, provincial, and federal governments. The Division is not exposed to significant credit risk as payments in full are typically collected when due.

Liquidity Risk

Liquidity risk relates to the Division's ability to access sufficient funds to meet its financial commitments. The following table details the Fund's remaining contractual maturities for its financial liabilities.

Liquidity Risk	Due < 1 year	Due > 1 year, < 2 years	Due > 2 years, < 3 years	Due > 3 years, < 4 years	Due > 4 years, < 5 years	Due > 5 years
Accounts payable	\$11,396,389	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued Liabilities	10,053,960	-	-	-	-	-
Due to Governments	383,750	-	-	-	-	-
Due to First Nations	1,145,907	-	-	-	-	-
Debenture Debt	3,516,824	3,526,222	3,617,544	3,515,327	3,474,116	22,582,155
Other Borrowings	876,843	732,725	555,737	367,257	80,048	-

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15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

The Division's primary liquidity risk relates to its liability for debenture debt. The Division does not have material liabilities that can be called unexpectedly at the demand of a lender, and has no material commitments for capital expenditures, or need for same, in the normal course of business. As payment of principal and interest is funded entirely by grants from the Province of Manitoba, the Division is not exposed to significant liquidity risk.

Interest Rate Risk

Interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate due to changes in market interest rates. The interest rate exposure relates to debenture debt.

16. COVID 19

In March 2020, the World Health Organization declared the COVID-19 outbreak a global pandemic. This contagious disease outbreak, and related public health developments, have adversely affected workforces, economies, and financial markets globally, potentially leading to an economic downturn. It has disrupted the normal operations of many businesses, including Frontier School Division. The Division experienced closure of its schools leading to the development of several types of distance learning models. At this time, it is not possible for the Division to predict the duration or magnitude of the adverse results of the outbreak and its effects on the Division's business.