

**DATE:** November 24, 2020

**TO:** Board of Trustees

**FROM:** Darrel Robertson, Superintendent of Schools

**SUBJECT:** 2019-2020 Audited Financial Statements

**ORIGINATOR:** Todd Burnstad, Chief Financial Officer

**RESOURCE STAFF:** Madonna Proulx, Amanda Wong

**REFERENCE:** N/A

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## ISSUE

On an annual basis, Alberta Education requires the Division to complete and submit audited financial statements on an August 31, fiscal year by November 30.

## BACKGROUND

This report includes:

- the audited financial statements, notes to the financial statements and unaudited schedules
- the Auditor's report from PricewaterhouseCoopers LLP (PwC) regarding their audit opinion.

## RELATED FACTS

For the most recent year end, our operating expenditures exceeded revenues by \$1.3 million resulting in an operating deficit. This was intentional and was funded through our operating reserves.

The Division started the 2019-2020 school year with an accumulated operating surplus balance of \$50 million (excluding School Generated Funds). On October 24, 2019, the provincial government tabled a budget that removed three grants including the classroom improvement fund, the class size fund and the provincial fee support for school and transportation fees, although these were partially offset by a one-time transition grant, this still created a \$34.4 million funding shortfall to Edmonton Public. To minimize the impact of the funding shortfall on our students, the decision was made to use our operating surplus to bridge the funding gap instead of re-opening school and central budgets. This was in addition to other initiatives that were already approved that required access to surplus funds. The 2019-2020 fall budget was approved with the understanding that the operating surplus could be drawn down by \$47.5 million in order to balance.

In conjunction with this, additional cost saving measures were put into place and minimum targets were established in order to end the 2019-2020 year with a positive accumulated operating surplus balance, with the goal to maintain the surplus balance in order to reduce the anticipated impact of upcoming provincial budgets.

These cost saving measures along with the impact of the COVID-19 pandemic, contributed to the actual 2019-2020 financial results and the net drawdown of \$6 million with the Division ending the 2019-2020

year with an accumulated operating surplus balance of \$44 million (excluding School Generated Funds). This equates to 3.8 per cent of our annual operating budget and is within Alberta Education's guideline of between 1 and 5 per cent.

The Division also has a capital reserve balance of \$36 million; however, this balance includes committed project costs of \$31 million leaving an uncommitted capital reserve balance of \$5 million.

On November 20, 2020, the Audit Committee had an opportunity to review and discuss the audited financial statements and auditor's letter regarding the opinion.

The Audit Committee approved the following recommendation be brought forward to the Board of Trustees for approval.

## **RECOMMENDATION**

**That the 2019-2020 audited financial statements, notes to the financial statements and unaudited schedules be approved.**

## **NEXT STEPS**

Once approved, the 2019-2020 Audited Financial Statements will be posted on the Division website and also forwarded to the Minister of Education by November 30, 2020.

## **ATTACHMENTS and APPENDICES**

ATTACHMENT I      Audited Financial Statements for year ended August 31, 2020

TB:ja

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

**The Board of Trustees of Edmonton School Division**

Legal Name of School Jurisdiction

**One Kingsway NW Edmonton AB T5H 4G9**

Mailing Address

**780-429-8063 todd.burnstad@epsb.ca**

Contact Numbers and Email Address

**SCHOOL JURISDICTION MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING**

The financial statements of The Board of Trustees of Edmonton 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**

**TRISHA ESTABROOKS**

Name

Signature

**SUPERINTENDENT**

**DARREL ROBERTSON**

Name

Signature

**SECRETARY-TREASURER OR TREASURER**

**TODD BURNSTAD**

Name

Signature

Board-approved Release Date

c.c. ALBERTA EDUCATION, Financial Reporting & Accountability Branch  
8th Floor Commerce Place, 10155-102 Street, Edmonton AB T5J 4L5  
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**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**As at August 31, 2020 (in dollars)**

		2020	2019 (Reclassified - Note 21)
<b>FINANCIAL ASSETS</b>			
Cash and cash equivalents	(Schedule 5; Note 3)	\$ 181,373,183	\$ 156,923,356
Accounts receivable (net after allowances)	(Note 4)	\$ 36,268,437	\$ 39,092,477
Portfolio investments			
Operating		\$ -	\$ -
Endowments		\$ -	\$ -
Inventories for resale		\$ -	\$ -
Other financial assets		\$ -	\$ -
<b>Total financial assets</b>		<b>\$ 217,641,620</b>	<b>\$ 196,015,833</b>
<b>LIABILITIES</b>			
Bank indebtedness	(Note 7)	\$ -	\$ -
Accounts payable and accrued liabilities	(Note 8)	\$ 91,340,904	\$ 83,230,574
Unspent deferred contributions	(Schedule 2)	\$ 42,498,179	\$ 15,037,112
Employee future benefits liabilities	(Note 9)	\$ 9,912,400	\$ 10,038,000
Environmental liabilities		\$ -	\$ -
Other liabilities		\$ -	\$ -
Debt			
Supported: Debentures		\$ -	\$ -
Unsupported: Debentures	(Note 10)	\$ 11,081,693	\$ 11,735,925
Mortgages and capital loans		\$ -	\$ -
Capital leases		\$ -	\$ -
<b>Total liabilities</b>		<b>\$ 154,833,176</b>	<b>\$ 120,041,611</b>
<b>Net financial assets</b>		<b>\$ 62,808,444</b>	<b>\$ 75,974,222</b>
<b>NON-FINANCIAL ASSETS</b>			
Tangible capital assets	(Schedule 6)	\$ 1,223,930,983	\$ 1,142,421,534
Inventory of supplies		\$ 3,346,944	\$ 2,834,357
Prepaid expenses	(Note 11)	\$ 4,229,163	\$ 3,122,762
Other non-financial assets		\$ -	\$ -
<b>Total non-financial assets</b>		<b>\$ 1,231,507,090</b>	<b>\$ 1,148,378,653</b>
<b>Net assets before spent deferred capital contributions</b>		<b>\$ 1,294,315,534</b>	<b>\$ 1,224,352,875</b>
Spent deferred capital contributions	(Schedule 2)	\$ 1,099,288,349	\$ 1,027,993,791
<b>Net assets</b>		<b>\$ 195,027,185</b>	<b>\$ 196,359,084</b>
<b>Net assets</b>			
Accumulated surplus (deficit)	(Schedule 1)	\$ 195,027,185	\$ 196,359,084
Accumulated remeasurement gains (losses)		\$ -	\$ -
		<b>\$ 195,027,185</b>	<b>\$ 196,359,084</b>
<b>Contractual rights</b>	(Note 5)		
<b>Contingent assets</b>	(Note 6)		
<b>Contractual obligations</b>	(Note 13)		
<b>Contingent liabilities</b>	(Note 14)		

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

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

	Budget 2020	Actual 2020	Actual 2019 (Reclassified - Note 21)
<b>REVENUES</b>			
Government of Alberta	\$ 1,143,090,000	\$ 1,090,215,986	\$ 1,126,694,519
Federal Government and other government grants	\$ 2,403,300	\$ 2,418,509	\$ 2,312,333
Property taxes	\$ -	\$ -	\$ -
Fees	\$ 30,556,800	\$ 19,593,298	\$ 27,672,898
Sales of services and products	\$ 19,093,400	\$ 16,893,299	\$ 18,998,188
Investment income	\$ 3,123,200	\$ 1,943,915	\$ 4,039,184
Donations and other contributions	\$ 9,020,900	\$ 8,277,890	\$ 11,156,432
Other revenue	\$ 4,139,300	\$ 7,598,317	\$ 4,471,451
<b>Total revenues</b>	<b>\$ 1,211,426,900</b>	<b>\$ 1,146,941,214</b>	<b>\$ 1,195,345,005</b>
<b>EXPENSES</b>			
Instruction - ECS	\$ 62,703,378	\$ 80,040,937	\$ 81,693,906
Instruction - Grades 1 - 12	\$ 888,759,768	\$ 809,821,041	\$ 841,378,411
Plant operations and maintenance (Schedule 4)	\$ 156,345,634	\$ 162,564,420	\$ 177,994,002
Transportation	\$ 47,763,819	\$ 37,623,642	\$ 44,215,625
Board & system administration	\$ 40,532,077	\$ 38,585,787	\$ 41,090,034
External services	\$ 20,255,886	\$ 19,637,286	\$ 20,204,875
<b>Total expenses</b>	<b>\$ 1,216,360,562</b>	<b>\$ 1,148,273,113</b>	<b>\$ 1,206,576,853</b>
<b>Annual operating surplus (deficit)</b>	<b>\$ (4,933,662)</b>	<b>\$ (1,331,899)</b>	<b>\$ (11,231,848)</b>
Endowment contributions and reinvested income	\$ -	\$ -	\$ -
<b>Annual surplus (deficit)</b>	<b>\$ (4,933,662)</b>	<b>\$ (1,331,899)</b>	<b>\$ (11,231,848)</b>
<b>Accumulated surplus (deficit) at beginning of year</b>	<b>\$ 196,359,084</b>	<b>\$ 196,359,084</b>	<b>\$ 207,590,932</b>
<b>Accumulated surplus (deficit) at end of year</b>	<b>\$ 191,425,422</b>	<b>\$ 195,027,185</b>	<b>\$ 196,359,084</b>

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

School Jurisdiction Code: <b>3020</b>		
<b>CONSOLIDATED STATEMENT OF CASH FLOWS</b> <b>For the Year Ended August 31, 2020 (in dollars)</b>		
	2020	2019 (Reclassified - Note 21)
<b>CASH FLOWS FROM:</b>		
<b>A. OPERATING TRANSACTIONS</b>		
Annual surplus (deficit)	\$ (1,331,899)	\$ (11,231,848)
Add (Deduct) items not affecting cash:		
Amortization of tangible capital assets	\$ 55,693,503	\$ 53,556,860
Net (gain)/loss on disposal of tangible capital assets	\$ (4,417,397)	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ -	\$ -
(Gain)/Loss on sale of portfolio investments	\$ -	\$ -
Spent deferred capital recognized as revenue	\$ (43,526,706)	\$ (42,363,941)
Deferred capital revenue write-down / adjustment	\$ -	\$ -
Increase/(Decrease) in employee future benefit liabilities	\$ (125,600)	\$ 261,600
Donations in kind	\$ -	\$ -
	\$ -	\$ -
	\$ 6,291,901	\$ 222,671
(Increase)/Decrease in accounts receivable	\$ 2,824,040	\$ (3,358,992)
(Increase)/Decrease in inventories for resale	\$ -	\$ -
(Increase)/Decrease in other financial assets	\$ -	\$ -
(Increase)/Decrease in inventory of supplies	\$ (512,587)	\$ 279,504
(Increase)/Decrease in prepaid expenses	\$ (1,106,401)	\$ 244,028
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Increase/(Decrease) in accounts payable, accrued and other liabilities	\$ 8,110,330	\$ 3,961,691
Increase/(Decrease) in unspent deferred contributions	\$ 27,461,067	\$ (1,838,082)
Increase/(Decrease) in environmental liabilities	\$ -	\$ -
Tangible capital asset accruals	\$ (19,941,774)	\$ (14,975,836)
<b>Total cash flows from operating transactions</b>	<b>\$ 23,126,576</b>	<b>\$ (15,465,016)</b>
<b>B. CAPITAL TRANSACTIONS</b>		
Acquisition of tangible capital assets	\$ (109,316,061)	\$ (85,520,355)
Net proceeds from disposal of unsupported capital assets	\$ 4,417,397	\$ -
	\$ -	\$ -
<b>Total cash flows from capital transactions</b>	<b>\$ (104,898,664)</b>	<b>\$ (85,520,355)</b>
<b>C. INVESTING TRANSACTIONS</b>		
Purchases of portfolio investments	\$ -	\$ -
Proceeds on sale of portfolio investments	\$ -	\$ 130,000,000
	\$ -	\$ -
	\$ -	\$ -
<b>Total cash flows from investing transactions</b>	<b>\$ -</b>	<b>\$ 130,000,000</b>
<b>D. FINANCING TRANSACTIONS</b>		
Debt issuances	\$ -	\$ -
Debt repayments	\$ (654,232)	\$ (634,683)
Increase (decrease) in spent deferred capital contributions	\$ 106,876,147	\$ 70,506,136
Capital lease issuances	\$ -	\$ -
Capital lease payments	\$ -	\$ -
	\$ -	\$ -
	\$ -	\$ -
<b>Total cash flows from financing transactions</b>	<b>\$ 106,221,915</b>	<b>\$ 69,871,453</b>
<b>Increase (decrease) in cash and cash equivalents</b>	<b>\$ 24,449,827</b>	<b>\$ 98,886,082</b>
<b>Cash and cash equivalents, at beginning of year</b>	<b>\$ 156,923,356</b>	<b>\$ 58,037,274</b>
<b>Cash and cash equivalents, at end of year</b>	<b>\$ 181,373,183</b>	<b>\$ 156,923,356</b>

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



**CONSOLIDATED STATEMENT OF CHANGE IN NET FINANCIAL ASSETS (NET DEBT)**

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

	2020	2019 (Reclassified - Note 21)
Annual surplus (deficit)	\$ (1,331,899)	\$ (11,231,848)
Effect of changes in tangible capital assets		
Acquisition of tangible capital assets	\$ (109,316,061)	\$ (85,520,355)
Amortization of tangible capital assets	\$ 55,693,503	\$ 53,556,860
Net (gain)/loss on disposal of tangible capital assets	\$ (4,417,397)	\$ -
Net proceeds from disposal of unsupported capital assets	\$ 4,417,397	\$ -
Write-down carrying value of tangible capital assets	\$ -	\$ -
Transfer of tangible capital assets (from)/to other entities	\$ (7,945,117)	\$ (6,258,476)
Other changes                      Tangible capital asset accruals	\$ (19,941,774)	\$ (14,975,836)
<b>Total effect of changes in tangible capital assets</b>	<b>\$ (81,509,449)</b>	<b>\$ (53,197,807)</b>
Acquisition of inventory of supplies	\$ (734,357)	\$ (103,545)
Consumption of inventory of supplies	\$ 221,770	\$ 383,049
(Increase)/Decrease in prepaid expenses	\$ (1,106,401)	\$ 244,028
(Increase)/Decrease in other non-financial assets	\$ -	\$ -
Net remeasurement gains and (losses)	\$ -	\$ -
Change in spent deferred capital contributions                      (Schedule 2)	\$ 71,294,558	\$ 34,400,671
Other changes	\$ -	\$ -
<b>Increase (decrease) in net financial assets (net debt)</b>	<b>\$ (13,165,778)</b>	<b>\$ (29,505,452)</b>
<b>Net financial assets (net debt) at beginning of year</b>	<b>\$ 75,974,222</b>	<b>\$ 105,479,674</b>
<b>Net financial assets (net debt) at end of year</b>	<b>\$ 62,808,444</b>	<b>\$ 75,974,222</b>

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

**CONSOLIDATED 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**

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

	NET ASSETS	ACCUMULATED REMEASUREMENT GAINS (LOSSES)	ACCUMULATED SURPLUS (DEFICIT)	INVESTMENT IN TANGIBLE CAPITAL ASSETS	ENDOWMENTS	UNRESTRICTED SURPLUS	INTERNALLY RESTRICTED	
							TOTAL OPERATING RESERVES	TOTAL CAPITAL RESERVES
<b>Balance at August 31, 2019</b>	\$ 196,359,084	\$ -	\$ 196,359,084	\$ 102,691,828	\$ -	\$ -	\$ 51,420,404	\$ 42,246,852
<b>Prior period adjustments:</b>								
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2019</b>	\$ 196,359,084	\$ -	\$ 196,359,084	\$ 102,691,828	\$ -	\$ -	\$ 51,420,404	\$ 42,246,852
Operating surplus (deficit)	\$ (1,331,899)		\$ (1,331,899)			\$ (1,331,899)		
Board funded tangible capital asset additions				\$ 22,381,689		\$ (11,853,566)	\$ -	\$ (10,528,123)
Disposal of unsupported tangible capital assets or board funded portion of supported	\$ -		\$ -	\$ -		\$ (4,417,397)		\$ 4,417,397
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	\$ -			\$ (55,693,503)		\$ 55,693,503		
Capital revenue recognized	\$ -			\$ 43,526,706		\$ (43,526,706)		
Debt principal repayments (unsupported)	\$ -			\$ 654,233		\$ (654,233)		
Additional capital debt or capital leases	\$ -			\$ -		\$ -		
Net transfers to operating reserves	\$ -					\$ 6,090,298	\$ (6,090,298)	
Net transfers from operating reserves	\$ -					\$ -	\$ -	
Net transfers to capital reserves	\$ -					\$ -		\$ -
Net transfers from capital reserves	\$ -					\$ -		\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2020</b>	\$ 195,027,185	\$ -	\$ 195,027,185	\$ 113,560,953	\$ -	\$ -	\$ 45,330,106	\$ 36,136,126

**SCHEDULE 1**

**CONSOLIDATED 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
<b>Balance at August 31, 2019</b>	\$ 51,420,404	\$ 42,246,852	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Prior period adjustments:</b>										
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Adjusted Balance, August 31, 2019</b>	\$ 51,420,404	\$ 42,246,852	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Operating surplus (deficit)										
Board funded tangible capital asset additions	\$ -	\$ (10,528,123)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Disposal of unsupported tangible capital assets or board funded portion of supported		\$ 4,417,397		\$ -		\$ -		\$ -		\$ -
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	\$ (6,090,298)		\$ -		\$ -		\$ -		\$ -	
Net transfers from operating reserves	\$ -		\$ -		\$ -		\$ -		\$ -	
Net transfers to capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Net transfers from capital reserves		\$ -		\$ -		\$ -		\$ -		\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other Changes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Balance at August 31, 2020</b>	\$ 45,330,106	\$ 36,136,126	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**CONSOLIDATED 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	\$ 1,221,942	\$ -	\$ -	\$ 326,035	\$ 1,547,977	\$ 74,114	\$ -	\$ -	\$ 2,052,619	\$ 2,126,733	\$ 22,952	\$ 2,326,055	\$ -	\$ 2,349,007	\$ 6,023,717
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ 1,221,942	\$ -	\$ -	\$ 326,035	\$ 1,547,977	\$ 74,114	\$ -	\$ -	\$ 2,052,619	\$ 2,126,733	\$ 22,952	\$ 2,326,055	\$ -	\$ 2,349,007	\$ 6,023,717
Received during the year (excluding investment income)	\$ 29,627,693	\$ -	\$ -	\$ 4,052,763	\$ 33,680,456	\$ -	\$ -	\$ -	\$ 229,592	\$ 229,592	\$ 11,476	\$ 6,674,890	\$ -	\$ 6,686,366	\$ 40,596,414
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Received during the year	\$ 303,025	\$ -	\$ -	\$ -	\$ 303,025	\$ -	\$ -	\$ -	\$ 33,328	\$ 33,328	\$ -	\$ -	\$ -	\$ -	\$ 336,353
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from UDCC	\$ (12,631,872)	\$ -	\$ -	\$ -	\$ (12,631,872)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (12,631,872)
Transferred directly (to) SDCC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain: Revenue	\$ (5,377,439)	\$ -	\$ -	\$ (4,064,745)	\$ (9,442,184)	\$ (2,907)	\$ -	\$ -	\$ (1,890,138)	\$ (1,893,045)	\$ (34,428)	\$ (6,427,551)	\$ -	\$ (6,461,979)	\$ (17,797,208)
DOC closing balance at Aug 31, 2020	\$ 13,143,349	\$ -	\$ -	\$ 314,053	\$ 13,457,402	\$ 71,207	\$ -	\$ -	\$ 425,401	\$ 496,608	\$ -	\$ 2,573,394	\$ -	\$ 2,573,394	\$ 16,527,404
Unspent Deferred Capital Contributions (UDCC)															
Balance at Aug 31, 2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,629,763	\$ -	\$ -	\$ -	\$ 8,629,763	\$ -	\$ 383,632	\$ -	\$ 383,632	\$ 9,013,395
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,629,763	\$ -	\$ -	\$ -	\$ 8,629,763	\$ -	\$ 383,632	\$ -	\$ 383,632	\$ 9,013,395
Received during the year (excluding investment income)	\$ 21,980,000	\$ -	\$ -	\$ -	\$ 21,980,000	\$ 57,015,967	\$ -	\$ -	\$ -	\$ 57,015,967	\$ -	\$ (383,632)	\$ 1,834,000	\$ 1,450,368	\$ 80,446,335
UDCC Receivable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 30,541,526	\$ -	\$ -	\$ -	\$ 30,541,526	\$ -	\$ -	\$ -	\$ -	\$ 30,541,526
Transfer (to) grant/donation revenue (excluding investment income)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Investment earnings	\$ 58,576	\$ -	\$ -	\$ -	\$ 58,576	\$ 155,218	\$ -	\$ -	\$ -	\$ 155,218	\$ -	\$ -	\$ -	\$ -	\$ 213,794
Received during the year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred to investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Proceeds on disposition of supported capital/ Insurance proceeds (and related interest)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from (to) DOC	\$ 12,631,872	\$ -	\$ -	\$ -	\$ 12,631,872	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12,631,872
Transferred from (to) SDCC	\$ (12,631,872)	\$ (6,165,874)	\$ -	\$ -	\$ (18,797,746)	\$ (87,667,797)	\$ -	\$ -	\$ -	\$ (87,667,797)	\$ -	\$ -	\$ (410,604)	\$ (410,604)	\$ (106,876,147)
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
UDCC closing balance at Aug 31, 2020	\$ -	\$ 15,872,702	\$ -	\$ -	\$ 15,872,702	\$ 8,674,677	\$ -	\$ -	\$ -	\$ 8,674,677	\$ -	\$ -	\$ 1,423,396	\$ 1,423,396	\$ 25,970,775
Total Unspent Deferred Contributions at Aug 31, 2020	\$ 13,143,349	\$ 15,872,702	\$ -	\$ 314,053	\$ 29,330,104	\$ 8,745,884	\$ -	\$ -	\$ 425,401	\$ 9,171,285	\$ -	\$ 2,573,394	\$ 1,423,396	\$ 3,996,790	\$ 42,498,179
Spent Deferred Capital Contributions (SDCC)															
Balance at Aug 31, 2019	\$ 88,444,606	\$ -	\$ -	\$ -	\$ 88,444,606	\$ 938,232,008	\$ -	\$ -	\$ -	\$ 938,232,008	\$ -	\$ 1,317,177	\$ -	\$ 1,317,177	\$ 1,027,993,791
Prior period adjustments - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Adjusted ending balance Aug. 31, 2019	\$ 88,444,606	\$ -	\$ -	\$ -	\$ 88,444,606	\$ 938,232,008	\$ -	\$ -	\$ -	\$ 938,232,008	\$ -	\$ 1,317,177	\$ -	\$ 1,317,177	\$ 1,027,993,791
Donated tangible capital assets				\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Alberta Infrastructure managed projects				\$ -	\$ -	\$ 7,945,117			\$ -	\$ 7,945,117				\$ -	\$ 7,945,117
Transferred from DOC	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred from UDCC	\$ 12,631,872	\$ 6,165,874	\$ -	\$ -	\$ 18,797,746	\$ 87,667,797	\$ -	\$ -	\$ -	\$ 87,667,797	\$ -	\$ -	\$ 410,604	\$ 410,604	\$ 106,876,147
Amounts recognized as revenue (Amortization of SDCC)	\$ (7,677,961)	\$ -	\$ -	\$ -	\$ (7,677,961)	\$ (35,776,740)	\$ -	\$ -	\$ -	\$ (35,776,740)	\$ -	\$ (72,005)	\$ -	\$ (72,005)	\$ (43,526,706)
Disposal of supported capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Transferred (to) from others - please explain:	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
SDCC closing balance at Aug 31, 2020	\$ 93,398,517	\$ 6,165,874	\$ -	\$ -	\$ 99,564,391	\$ 998,068,182	\$ -	\$ -	\$ -	\$ 998,068,182	\$ -	\$ 1,245,172	\$ 410,604	\$ 1,655,776	\$ 1,099,288,349

**CONSOLIDATED 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	\$ 74,765,494	\$ 807,445,577	\$ 91,070,072	\$ 25,498,220	\$ 41,821,188	\$ 4,260,127	\$ 1,044,860,678	\$ 1,083,552,757
(2) Alberta Infrastructure	\$ -	\$ -	\$ 39,265,176	\$ -	\$ -	\$ -	\$ 39,265,176	\$ 37,671,599
(3) Other - Government of Alberta	\$ -	\$ 2,262,746	\$ 1,809,261	\$ -	\$ 602	\$ 660,430	\$ 4,733,039	\$ 3,262,774
(4) Federal Government and First Nations	\$ -	\$ 785,573	\$ -	\$ 4,317	\$ -	\$ 1,628,619	\$ 2,418,509	\$ 2,312,333
(5) Other Alberta school authorities	\$ -	\$ 767,711	\$ 74,521	\$ 17,268	\$ 91,309	\$ 406,284	\$ 1,357,093	\$ 2,207,389
(6) Out of province authorities	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(7) Alberta municipalities-special tax levies	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(8) Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(9) Fees	\$ 277,338	\$ 12,919,840		\$ 6,227,563		\$ 168,557	\$ 19,593,298	\$ 27,672,898
(10) Sales of services and products	\$ 290,762	\$ 4,417,605	\$ 470,347	\$ 4,467	\$ 365,753	\$ 11,344,365	\$ 16,893,299	\$ 18,998,188
(11) Investment income	\$ -	\$ -	\$ 1,941,113	\$ -	\$ -	\$ 2,802	\$ 1,943,915	\$ 4,039,184
(12) Gifts and donations	\$ 449,840	\$ 6,317,032	\$ 74,839	\$ -	\$ 13,072	\$ 10,209	\$ 6,864,992	\$ 8,958,771
(13) Rental of facilities	\$ -	\$ 171,355	\$ 1,827,646	\$ -	\$ 7,070	\$ 1,174,849	\$ 3,180,920	\$ 4,471,451
(14) Fundraising	\$ -	\$ 1,412,898	\$ -	\$ -	\$ -	\$ -	\$ 1,412,898	\$ 2,197,661
(15) Gains on disposal of tangible capital assets	\$ -	\$ -	\$ 4,417,397	\$ -	\$ -	\$ -	\$ 4,417,397	\$ -
(16) Other revenue	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(17) <b>TOTAL REVENUES</b>	\$ 75,783,434	\$ 836,500,337	\$ 140,950,372	\$ 31,751,835	\$ 42,298,994	\$ 19,656,242	\$ 1,146,941,214	\$ 1,195,345,005
<b>EXPENSES</b>								
(18) Certificated salaries	\$ 26,617,615	\$ 492,943,260			\$ 6,442,046	\$ 4,886,679	\$ 530,889,600	\$ 531,368,770
(19) Certificated benefits	\$ 6,275,507	\$ 112,796,012			\$ 1,408,796	\$ 1,069,180	\$ 121,549,495	\$ 118,922,299
(20) Non-certificated salaries and wages	\$ 33,537,645	\$ 103,201,356	\$ 58,630,480	\$ 1,228,864	\$ 17,702,944	\$ 4,399,693	\$ 218,700,982	\$ 239,242,476
(21) Non-certificated benefits	\$ 9,820,210	\$ 26,913,268	\$ 16,209,560	\$ 296,538	\$ 4,111,895	\$ 865,500	\$ 58,216,971	\$ 62,099,871
(22) SUB - TOTAL	\$ 76,250,977	\$ 735,853,896	\$ 74,840,040	\$ 1,525,402	\$ 29,665,681	\$ 11,221,052	\$ 929,357,048	\$ 951,633,416
(23) Services, contracts and supplies	\$ 3,743,810	\$ 64,381,721	\$ 43,003,896	\$ 36,098,010	\$ 7,193,022	\$ 7,940,832	\$ 162,361,291	\$ 200,349,525
(24) Amortization of supported tangible capital assets	\$ -	\$ -	\$ 43,526,706	\$ -	\$ -	\$ -	\$ 43,526,706	\$ 42,363,941
(25) Amortization of unsupported tangible capital assets	\$ 45,831	\$ 9,164,102	\$ 815,878	\$ 230	\$ 1,717,360	\$ 423,396	\$ 12,166,797	\$ 11,192,919
(26) Supported interest on capital debt	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(27) Unsupported interest on capital debt	\$ -	\$ -	\$ 344,729	\$ -	\$ -	\$ -	\$ 344,729	\$ 364,551
(28) Other interest and finance charges	\$ 319	\$ 421,322	\$ 33,171	\$ -	\$ 9,724	\$ 52,006	\$ 516,542	\$ 672,501
(29) Losses on disposal of tangible capital assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(30) Other expense	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
(31) <b>TOTAL EXPENSES</b>	\$ 80,040,937	\$ 809,821,041	\$ 162,564,420	\$ 37,623,642	\$ 38,585,787	\$ 19,637,286	\$ 1,148,273,113	\$ 1,206,576,853
(32) <b>OPERATING SURPLUS (DEFICIT)</b>	\$ (4,257,503)	\$ 26,679,296	\$ (21,614,048)	\$ (5,871,807)	\$ 3,713,207	\$ 18,956	\$ (1,331,899)	\$ (11,231,848)

**CONSOLIDATED SCHEDULE OF PLANT OPERATIONS AND MAINTENANCE EXPENSES**  
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	\$ 35,685,216	\$ 15,703,341	\$ -	\$ -	\$ 7,241,924			\$ 58,630,481	\$ 66,862,403
Non-certificated benefits	\$ 8,969,904	\$ 5,716,316	\$ -	\$ -	\$ 1,523,340			\$ 16,209,560	\$ 18,764,335
Sub-total Remuneration	\$ 44,655,120	\$ 21,419,657	\$ -	\$ -	\$ 8,765,264			\$ 74,840,041	\$ 85,626,738
Supplies and services	\$ 2,745,708	\$ 2,393,104	\$ 685,583	\$ 5,377,439	\$ 573,761			\$ 11,775,595	\$ 18,897,829
Electricity			\$ 9,346,410					\$ 9,346,410	\$ 9,453,222
Natural gas/heating fuel			\$ 6,319,846					\$ 6,319,846	\$ 6,836,291
Sewer and water			\$ 2,375,159					\$ 2,375,159	\$ 2,185,177
Telecommunications			\$ 346,346					\$ 346,346	\$ 409,163
Insurance					\$ 3,829,392			\$ 3,829,392	\$ 2,488,267
ASAP maintenance & renewal payments							\$ 3,481,255	\$ 3,481,255	\$ 2,895,013
Amortization of tangible capital assets									
Supported							\$ 43,526,706	\$ 43,526,706	\$ 42,363,941
Unsupported						\$ 815,878		\$ 815,878	\$ 873,018
Total Amortization						\$ 815,878	\$ 43,526,706	\$ 44,342,584	\$ 43,236,959
Interest on capital debt									
Supported							\$ -	\$ -	\$ -
Unsupported						\$ 344,729		\$ 344,729	\$ 364,551
Lease payments for facilities				\$ 5,529,892				\$ 5,529,892	\$ 5,278,460
Other interest charges						\$ 33,171		\$ 33,171	\$ 322,332
Losses on disposal of capital assets						\$ -		\$ -	\$ -
<b>TOTAL EXPENSES</b>	<b>\$ 47,400,828</b>	<b>\$ 23,812,761</b>	<b>\$ 19,073,344</b>	<b>\$ 10,907,331</b>	<b>\$ 13,168,417</b>	<b>\$ 1,193,778</b>	<b>\$ 47,007,961</b>	<b>\$ 162,564,420</b>	<b>\$ 177,994,002</b>

SQUARE METRES									
School buildings								1,197,351	\$ 1,196,505
Non school buildings								112,588	\$ 96,084

**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.

**CONSOLIDATED 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		\$ 148,383,912	\$ 148,383,912	84,965,854
Cash equivalents				
Government of Canada, direct and guaranteed	0.00%	-	-	-
Provincial, direct and guaranteed	0.00%	-	-	-
Corporate	0.00%	-	-	-
Other, including GIC's	1.87%	32,989,271	32,989,271	71,957,502
Total cash and cash equivalents	0.34%	\$ 181,373,183	\$ 181,373,183	\$ 156,923,356

See Note 3 for additional detail.

**Portfolio Investments**

	2020			2019
	Average Effective (Market) Yield	Cost	Fair Value	Balance
<b>Interest-bearing securities</b>				
Deposits and short-term securities	0.00%	\$ -	\$ -	\$ -
Bonds and mortgages	0.00%	-	-	-
	0.00%	-	-	-
<b>Equities</b>				
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%	-	-	-
<b>Other</b>				
Other (Specify)	0.00%	\$ -	\$ -	\$ -
Other (Specify)	0.00%	-	-	-
Other (Specify)	0.00%	-	-	-
Other (Specify)	0.00%	-	-	-
Total equities	0.00%	-	-	-
Total portfolio investments	0.00%	\$ -	\$ -	\$ -

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
\$ -	\$ -
-	-
-	-
\$ -	\$ -
-	-
-	-
-	-
\$ -	\$ -

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

	2020	2019
Under 1 year	0.0%	0.0%
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%
	0.0%	0.0%



**SCHEDULE 6**School Jurisdiction Code: 3020

**CONSOLIDATED 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	Total
Estimated useful life			10-50 Years	10 Years	10 Years	5 Years		
<b>Historical cost</b>								
Beginning of year	\$ 837,590	\$ 166,552,798	\$ 1,654,561,145	\$ 154,396,940	\$ 3,788,153	\$ 60,398,766	\$ 2,040,535,392	1,933,812,371
Prior period adjustments	-	-	-	-	-	-	-	-
Additions	-	126,362,431	5,035,913	2,553,708	75,133	3,175,767	137,202,952	106,754,667
Transfers in (out)	-	(122,560,147)	117,167,708	5,168,129	-	224,310	-	-
Less disposals including write-offs	-	-	-	-	(68,837)	-	(68,837)	(31,646)
Historical cost, August 31, 2020	\$ 837,590	\$ 170,355,082	\$ 1,776,764,766	\$ 162,118,777	\$ 3,794,449	\$ 63,798,843	\$ 2,177,669,507	\$ 2,040,535,392
<b>Accumulated amortization</b>								
Beginning of year	\$ -	\$ -	\$ 729,760,755	\$ 121,820,622	\$ 2,886,523	\$ 43,645,958	\$ 898,113,858	844,588,644
Prior period adjustments	-	-	-	-	-	-	-	-
Amortization	-	-	43,285,696	6,189,271	178,561	6,039,975	55,693,503	53,556,860
Other additions	-	-	-	-	-	-	-	-
Transfers in (out)	-	-	-	-	-	-	-	-
Less disposals including write-offs	-	-	-	-	(68,837)	-	(68,837)	(31,646)
Accumulated amortization, August 31, 2020	\$ -	\$ -	\$ 773,046,451	\$ 128,009,893	\$ 2,996,247	\$ 49,685,933	\$ 953,738,524	\$ 898,113,858
<b>Net Book Value at August 31, 2020</b>	<b>\$ 837,590</b>	<b>\$ 170,355,082</b>	<b>\$ 1,003,718,315</b>	<b>\$ 34,108,884</b>	<b>\$ 798,202</b>	<b>\$ 14,112,910</b>	<b>\$ 1,223,930,983</b>	
<b>Net Book Value at August 31, 2019</b>	<b>\$ 837,590</b>	<b>\$ 166,552,798</b>	<b>\$ 924,800,390</b>	<b>\$ 32,576,318</b>	<b>\$ 901,630</b>	<b>\$ 16,752,808</b>		<b>\$ 1,142,421,534</b>

	2020	2019
Total cost of assets under capital lease	\$ -	\$ -
Total amortization of assets under capital lease	\$ -	\$ -

\*Work in Progress consists of six new schools, two of which are expected to open in 2020-2021, and the remaining expected to open in 2021-2022; one modernization expected to be complete in the 2021-2022 school year, and all of their respective furniture and equipment. Infrastructure Maintenance Renewal and Capital Maintenance Renewal Capital Projects, as well as other Board Funded Capital Projects not substantially complete by August 31, 2020 are also included.

Proceeds of \$4,417,397 were received in the year from a sale of a parcel of land, which is not reflected in this schedule due to the Edmonton Joint Use Agreement (See Note 2(b) - "Other Assets").

**SCHEDULE 7**

School Jurisdiction Code: 3020

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

<b>Board Members:</b>	<b>FTE</b>	<b>Remuneration</b>	<b>Benefits</b>	<b>Allowances</b>	<b>Performance Bonuses</b>	<b>ERIP's / Other Paid</b>	<b>Other Accrued Unpaid Benefits (1)</b>	<b>Expenses</b>
Chair: ESTABROOKS, TRISHA	1.00	\$54,300	\$8,248	\$3,377			\$3,169	\$1,758
ADAMS, SHERRY	1.00	\$40,972	\$7,555	\$3,377			\$9,315	\$1,763
DRAPER, MICHELLE	1.00	\$41,552	\$7,585	\$3,377			\$9,317	\$9,804
DUNN, SHELAGH	1.00	\$46,555	\$7,846	\$3,377			\$4,583	\$984
GIBSON, KEN	1.00	\$40,972	\$7,555	\$3,377			\$9,114	\$853
IP, NATHAN	1.00	\$40,972	\$4,780	\$3,377			\$9,092	\$1,092
JANZ, MICHAEL	1.00	\$40,972	\$7,555	\$3,377			\$13,893	\$2,789
JOHNER, CHERYL (2)	0.83	\$50,488	\$6,204	\$2,808			\$0	\$1,798
STIRLING, BRIDGET	1.00	\$41,225	\$7,568	\$3,377			\$6,113	\$4,301
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
	-	\$0	\$0	\$0			\$0	\$0
<b>Subtotal</b>	<b>8.83</b>	<b>\$398,008</b>	<b>\$64,896</b>	<b>\$29,824</b>			<b>\$64,596</b>	<b>\$25,142</b>
ROBERSTON, DARREL, Superintendent	1.00	\$288,764	\$41,025	\$50,579	\$0	\$0	\$114,268	\$2,096
BURNSTAD, TODD, Treasurer	1.00	\$212,706	\$33,921	\$3,377	\$0	\$0	\$49,358	\$2,423
MILLS, KAREN, Secretary	1.00	\$143,419	\$28,884	\$0	\$0	\$0	\$16,960	\$526
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
		\$0	\$0	\$0	\$0	\$0	\$0	\$0
Certificated		\$530,600,836	\$119,346,542	\$782,717	\$0	\$0	\$1,214,364	
School based	5,309.40							
Non-School based	191.90							
Non-certificated		\$217,946,849	\$46,415,209	\$3,496,837	\$0	\$599,584	\$7,413,525	
Instructional	2,622.00							
Plant Operations & Maintenance	954.00							
Transportation	17.30							
Other	421.67							
<b>TOTALS</b>	<b>9,528.10</b>	<b>\$749,590,582</b>	<b>\$165,930,477</b>	<b>\$4,363,334</b>	<b>\$0</b>	<b>\$599,584</b>	<b>\$8,873,071</b>	<b>\$30,187</b>

(1) Other Accrued Unpaid Benefits Include: Accrued untaken vacation leave, Trustees' severance, and Superintendent's SERP benefits

(2) Cheryl Johnner - Tendered Resignation on June 24, 2020



## 1. AUTHORITY AND PURPOSE

The Board of Trustees of Edmonton School Division (the Division) is empowered to provide public education through bylaws approved by its Board of Trustees and under the authority of the *Education Act*, 2012, Chapter E-0.3.

The Division receives funding for instruction and support under the *Education Grants Regulation* (AR120/2008). 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 consolidated financial statements have been prepared in accordance with the *CPA Canada Public Sector Accounting Standards (PSAS)*. The consolidated 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:

### (a) Reporting Entity and Method of Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is composed of all organizations, which are controlled by the school jurisdiction. These organizations include

- Edmonton Public Schools Foundation (the Foundation), a foundation established in 2009 by the Division for the purposes of fundraising. The Foundation was incorporated under the *Societies Act* of the Province of Alberta.

The accounts of government sector entities, except those designated as government business enterprises, are consolidated using the line-by-line method. Under this method, accounting policies of the consolidated entities are adjusted to conform to the school jurisdiction's accounting policies and the results of each line item in their financial statements (revenue, expense, assets, and liabilities) are included in the school jurisdiction's results. Revenue and expense, capital, investing and financing transactions and related asset and liability balances between the Division and the Foundation have been eliminated.

### (b) Basis of Financial Reporting

#### **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	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 school jurisdiction's financial claims on external organizations and individuals.



(b) Basis of Financial Reporting (cont'd)

Cash and Cash Equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short-term, highly liquid investments that are readily convertible into known amounts of cash and 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.

Accounts Receivable

Accounts receivable are recognized at the lower of cost or net recoverable value. A valuation allowance is recognized when recovery is uncertain.

**Liabilities**

Liabilities are present obligations of the school jurisdiction 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 benefit.

They are recognized when there is an appropriate basis of measurement and management can reasonably estimate the amounts.

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.

Deferred Contributions

Deferred contributions include contributions received for operations which have stipulations that meet the definition of a liability per *Public Sector Accounting Standards (PSAS)* PS 3200. 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 (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 when spent.
- 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.



(b) Basis of Financial Reporting (cont'd)

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. Benefits include the non-registered Supplemental Executive Retirement Program (SERP), retirement allowances and non-vested accumulating sick leave. The future benefits cost is actuarially determined using the projected benefit actuarial cost method pro-rated on service and using management's best estimate of expected salary escalation, benefit usage, termination and retirement rates and mortality. The discount rate used to measure obligations is based on the combined expected future cash flows of each benefit and the long-term high-quality Canadian corporate bond rates as of August 31, 2020.

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 Consolidated Statement of Operations.

The Division has determined that it has a conditional asset retirement obligation relating to certain school sites. These obligations will be discharged in the future by funding through the Government of Alberta. The Division believes that there is insufficient information to estimate the fair value of the asset retirement obligation because the settlement date or the range of potential settlement dates has not been determined and information is not available to apply an expected present value technique. As such, there is no asset retirement obligation recorded as at August 31, 2020.

Debt

Debentures are recognized at their face amount less unamortized discount, which includes issue expenses.

**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 government services;
- (b) may be consumed in the normal course of operations; and
- (c) are not for sale in the normal course of operations.



(b) Basis of Financial Reporting (cont'd)

Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, including amounts directly related to the acquisition, design, construction, development, 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.
- Donated tangible capital assets are recorded at their fair market value at the date of donation, except in circumstances where fair value cannot be reasonably determined, when they are then recognized at nominal value. Transfers of tangible capital assets from related parties are recorded at original cost less accumulated amortization.
- Supported tangible capital assets are capital assets purchased using restricted grants/donations, or received with specific usage. Unsupported tangible capital assets are funded by the Division's own source funds.
- Work-in-progress is recorded as a transfer to the applicable asset class at substantial completion.
- Buildings include site and leasehold improvements as well as assets under capital lease.
- 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 writedowns are accounted for as reductions to Spent Deferred Capital Contributions (SDCC).
- Buildings that are demolished or destroyed are written off.
- Tangible capital assets with costs in excess of \$5,000 are capitalized.
- Tangible capital assets are amortized over their estimated useful lives, commencing the following year of acquisition, on a straight-line basis, at the following rates:

Buildings	2% to 10%
Vehicles	10%
Computer Hardware & Software	20%
Other Equipment & Furnishings	10%

Inventory of Supplies

Inventory of supplies is valued at the lower of cost and replacement cost. Cost is determined on an average costing basis.

Prepaid Expenses

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.

Other Assets

Under the Edmonton Joint Use Agreement: Land, school lands are acquired by the City of Edmonton through reserve dedication. Land interest is transferred to the Division for a nominal cost when a school is built. This land is not recognized in the Division's consolidated financial statements, as the land reverts to the City of Edmonton or another school jurisdiction at nominal cost upon disposition. Only in historical instances does the Division have control over school site land or the proceeds gained on its disposal, typically on sites that were acquired prior to the adoption of provincial planning legislation requiring land dedication or when a portion of land is identified as surplus.



(b) Basis of Financial Reporting (cont'd)

**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 Changes in Accumulated Surplus.

**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 and recorded as unearned revenue until such time.

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 these consolidated financial statements.

*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 that the stipulations are met, except to the extent that the contributions give rise to an obligation that meets the definition of a liability in accordance with PS 3200. Such liabilities are recorded as deferred contributions.

**Expenses**

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

**Benefit Plans**

Pension costs included in these consolidated financial statements are comprised of the cost of employer contributions for current service of employees during the year.

Current and past service costs of the Alberta Teachers Retirement Fund (ATRF) are met by contributions by active members and the Government of Alberta. Under the terms of the *Teacher's Pension Plan Act*, the Division does not make pension contributions for certificated staff. The Government portion of the current service contribution to the ATRF on behalf of the Division is included in both revenues and expenses. For the school year ended August 31, 2020, the amount contributed by the Government was \$57,807,058 (2019 - \$56,735,999).

**Pensions**

The Division participates in a multi-employer pension plan, the Local Authorities Pension Plan (LAPP), and does not report on any unfunded liabilities. The expense for this pension plan is equivalent to the annual contributions of \$18,592,719 for the year ended August 31, 2020 (2019 - \$19,726,106). At December 31, 2019, the LAPP reported a surplus of \$7,913,261,000 (2018 - surplus of \$3,469,347,000).

The Division and the Superintendent participate in a multi-employer registered Supplemental Integrated Pension Plan (SIPP). The plan provides a supplement to the ATRF pension to a full 2% of pensionable earnings multiplied by pensionable service, limited by the *Income Tax Act*. The annual expenditure for this pension plan is equivalent to the annual contributions of \$7,675 for the year ended August 31, 2020 (2019 - \$7,496).



(b) Basis of Financial Reporting (cont'd)

**Pensions (cont'd)**

The Division does not have sufficient plan information on the LAPP and SIPP to follow the standards for defined benefit accounting, and therefore, follows the standards for defined contribution accounting. Accordingly, pension expense recognized for the LAPP and SIPP is comprised of employer contributions to the plan that are required for its employees during the year, which are calculated based on actuarially pre-determined amounts that are expected to provide the plan's future benefits.

**Program Reporting**

The Division's operations have been segmented as follows:

- **ECS Instruction:** The provision of Early Childhood Services education instructional services that fall under the basic public education mandate.
- **Grade 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.
- **Transportation:** The provision of regular and special education bus services (to and from school), whether contracted or board operated, including transportation facility expenses.
- **Board and 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 must be self-supporting, and Alberta Education funding may not be utilized to support these programs.

The allocation of revenues and expenses is reported by program, source, and object on the Schedule of Program Operations. Respective instruction expenses include the cost of certificated teachers, non-certificated teaching assistants as well as a proportionate share of supplies & services, school administration & instruction support, and system instructional support.

**Trusts Under Administration**

The Division has property that has been transferred or assigned 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. A summary of Trust balances is listed in Note 15.

**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 consolidated financial statements. The Division recognizes a financial instrument when it becomes a party to a financial instrument contract.

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.





(b) Basis of Financial Reporting (cont'd)

**Financial Instruments (cont'd)**

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 de-recognition of a financial instrument is recognized in the Consolidated Statement of Operations. Impairment losses such as writedowns or writeoffs are reported in the Consolidated Statement of Operations.

**Measurement Uncertainty**

Measurement uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount. The preparation of consolidated financial statements for a period involves the use of estimates and approximations, which have been made using careful judgment. Actual results could differ from those estimates.

The estimated employee future benefits liability of \$9,912,400 (2019 - \$10,038,000) recognized and disclosed in these consolidated financial statements is subject to measurement uncertainty. Actual experience may vary from the assumptions used in the calculations.

**Future Accounting Changes**

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

- **PS 3280 Asset Retirement Obligations (effective for years beginning on or after April 1, 2022)**

Effective April 1, 2022, this standard provides guidance on how to account for and report a liability for retirement of a tangible capital asset.

- **PS 3400 Revenue (effective for years beginning on or after 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.

Management is currently assessing the impact of these standards on the consolidated financial statements.

**3. CASH AND CASH EQUIVALENTS**

Cash and cash equivalents include \$369,004 (2019 - \$537,604) for the Foundation.

The cash equivalents balance is made up of a Notice Plan with a floating interest rate. The average rate for the year was 1.87% (2019 - 2.56%). Interest is compounded monthly.

Interest earned on the Notice Plan totaled \$1,117,064 (2019 - \$2,790,088) and is included in investment income.



#### 4. ACCOUNTS RECEIVABLE

	2020			2019
	Gross Amount	Allowance for Doubtful Accounts	Net Realizable Value	Net Realizable Value
Alberta Education - Grants	\$ 995,803	\$ -	\$ 995,803	\$ 862,772
Alberta Education - (Release Time)	61,072	-	61,072	42,067
Alberta Education - (First Nations ESA)	-	-	-	221,552
Other Alberta school jurisdictions	80,161	-	80,161	186,273
Alberta Health Services	119,731	-	119,731	95,877
Post-secondary institutions	39,707	-	39,707	1,095
Community & Social Services	428,149	(206,483)	221,666	203,651
Children's Services	9,167	-	9,167	-
Justice & Solicitor General	15,698	-	15,698	-
Alberta Infrastructure	30,544,140	-	30,544,140	29,925,203
Government of Alberta Ministries	-	-	-	800
Federal government	2,107,556	-	2,107,556	2,635,258
First Nations	19,082	-	19,082	62,240
Other	3,510,579	(1,455,925)	2,054,654	4,855,689
Total	<u>\$37,930,845</u>	<u>\$ (1,662,408)</u>	<u>\$36,268,437</u>	<u>\$39,092,477</u>

#### 5. 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.

	2020	2019 (Restated)
Contractual rights from operating leases	\$ 2,184,883	\$ 1,769,144
Contractual rights from service agreements	4,901,958	7,891,766
Contractual rights from grant agreements	6,785,025	828,370
Contractual rights from capital grant agreements	86,379,142	162,432,134
Contractual rights from other agreements	-	4,418,290
Total	<u>\$ 100,251,008</u>	<u>\$ 177,339,704</u>

The Province's March 31, 2020 fiscal year-end required disclosure of the capital grant agreements between Alberta Infrastructure and Alberta's school Divisions. As such, due to this disclosure requirement, contractual rights from capital grant agreements have been added for the 2019-2020 year, with 2018-2019 comparatives.



## 5. CONTRACTUAL RIGHTS (CONT'D)

Estimated amounts that will be received or receivable for each of the next five years and thereafter are as follows:

	Operating Leases	Service Agreements	Grant Agreements	Capital Grant Agreements
2020-2021	\$ 2,184,883	\$ 3,704,640	\$ 1,370,625	\$ 82,760,656
2021-2022	-	967,902	1,350,851	3,618,486
2022-2023	-	114,708	1,358,888	-
2023-2024	-	114,708	1,359,450	-
2024-2025	-	-	1,345,211	-
Thereafter	-	-	-	-
Total	\$ 2,184,883	\$ 4,901,958	\$ 6,785,025	\$ 86,379,142

## 6. CONTINGENT ASSETS

The Division initiated legal matters where possible assets are being sought. The outcomes from these matters are, at this point, indeterminate.

## 7. BANK INDEBTEDNESS

The Division has negotiated a line of credit in the amount of \$42,000,000 Canadian dollars and \$200,000 US dollars (the equivalent of \$265,900 Canadian at August 31, 2020) that bears interest at prime less 0.50%. This line of credit is secured by a borrowing bylaw and a security agreement, covering all revenue of the Division. There was no balance outstanding at August 31, 2020 or August 31, 2019.

## 8. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2020	2019
Alberta Education	\$ 7,005,582	\$ 5,332,506
Other Alberta school jurisdictions	-	106
Alberta Health Services	-	4,465
Post-secondary institutions	-	1,833
Other Government of Alberta ministries (Service Alberta)	-	888
Other Government of Alberta ministries (Alberta Infrastructure)	96,009	-
Federal government	13,657,108	1,000,489
Accrued vacation pay liability	8,873,071	8,812,690
Other salaries & benefit costs	9,700,436	14,001,667
Other trade payables and accrued liabilities	46,516,973	44,103,264
Unearned Revenue		
School Generated Funds, Other	1,147,887	1,029,802
School Generated Funds, Advanced fees	367,101	2,740,081
Other unearned revenue over \$5,000*	3,976,737	6,202,783
Total	\$91,340,904	\$83,230,574

\* Unearned Revenue > \$5,000 for 2019-20 can be broken down as follows:

- \$3,647,811 in funds received from students enrolled in the International Students Program. Funds are held in Unearned Revenue and are recognized at the start of the applicable school semester.
- \$193,520 in tuition amounts paid by students at Metro Continuing Education for classes that start at a later date.
- \$36,920 in tuition amounts collected in advance from Non-Resident English Language Learners (ELL).
- \$20,758 in unused gift certificates issued by Metro Continuing Education.
- \$71,303 in long-term lease receivable at John A McDonald School.
- \$6,425 in lunchroom fees deferred to the 2020-21 year, and other miscellaneous items.



## 9. EMPLOYEE FUTURE BENEFIT LIABILITIES

Employee future benefit liabilities consist of the following:

	2020	2019
Accumulating sick pay liability (vested)	3,504,200	3,799,800
Retirement allowances	6,107,800	5,992,600
Other employee future benefits	300,400	245,600
Total	<u>\$ 9,912,400</u>	<u>\$10,038,000</u>

## 10. DEBT

	2020	2019
Unsupported debenture outstanding at August 31, 2020 has an interest rate of 3.06%. The maturity date is September 17, 2033, with payments made semi-annually.	\$ 11,081,693	\$ 11,735,925
Total	<u>\$11,081,693</u>	<u>\$11,735,925</u>

### Unsupported Debenture – Alberta Capital Finance Authority

Payments on the unsupported debenture due over the next five years and beyond are as follows:

	Principal	Interest	Total
2020-2021	\$ 674,385	\$ 333,653	\$ 1,008,038
2021-2022	695,159	312,879	1,008,038
2022-2023	716,572	291,466	1,008,038
2023-2024	738,645	269,393	1,008,038
2024-2025	761,398	246,640	1,008,038
2025 to maturity	7,495,534	1,072,788	8,568,322
Total	<u>\$ 11,081,693</u>	<u>\$ 2,526,819</u>	<u>\$ 13,608,512</u>

## 11. PREPAID EXPENSES

Prepaid expenses consist of the following:

	2020	2019
Prepaid insurance	\$ 857,468	\$ 629,340
International Baccalaureate Fees	112,979	116,379
Building Lease Payments	387,847	451,275
Enterprise Systems	2,775,168	1,663,737
Professional Development	1,030	50,085
Other	94,671	211,946
Total	<u>\$ 4,229,163</u>	<u>\$ 3,122,762</u>



## 12. ACCUMULATED SURPLUS

Detailed information related to accumulated surplus is available on the Schedule of Changes in Net Assets. The Division's accumulated surplus is summarized as follows:

	2020	2019
Unrestricted surplus	\$ -	\$ -
Operating reserves	45,330,106	51,420,404
Accumulated surplus (deficit) from operations	45,330,106	51,420,404
Investment in tangible capital assets	113,560,953	102,691,828
Capital reserves	36,136,126	42,246,852
Accumulated surplus (deficit)	<u>\$195,027,185</u>	<u>\$196,359,084</u>

Accumulated surplus from operations (ASO) includes funds of \$1,349,005 that are raised at the school level and are not available to spend at the board level. The Division's adjusted surplus from operations is calculated as follows:

	2020	2019
Accumulated surplus (deficit) from operations	\$ 45,330,106	\$ 51,420,404
Deduct: School generated funds included in accumulated surplus (Note 16)	<u>1,349,005</u>	<u>1,427,323</u>
Adjusted accumulated surplus (deficit) from operations <sup>(1)</sup>	<u>\$ 43,981,101</u>	<u>\$ 49,993,081</u>

- <sup>(1)</sup> Adjusted ASO represents funds available for use by the Division after deducting funds raised at the school level.

## 13. CONTRACTUAL OBLIGATIONS

	2020	2019
Building projects <sup>(1)</sup>	\$ 101,040,180	\$ 139,364,489
Building leases <sup>(2)</sup>	14,731,988	21,269,566
Service providers <sup>(3)</sup>	21,626,212	11,295,763
Total	<u>\$ 137,398,380</u>	<u>\$ 171,929,818</u>

- <sup>(1)</sup> Building Projects: the Division is committed to capital expenditures of \$15,888,976 for the modernization at one school, as well as further capital expenditures to complete other schools of approximately \$78,488,567, all of which will be fully funded by capital contributions from Alberta Infrastructure. The Division is also committed to \$6,662,636 in Maintenance Projects, some of which are anticipated to be funded by Infrastructure Maintenance Renewal and Capital Maintenance Renewal funding from Alberta Education.
- <sup>(2)</sup> Building Leases: the Division is committed to lease office space to provide learning spaces for various outreach and alternative academic programs.
- <sup>(3)</sup> Service Providers: as at August 31, 2020, the Division has \$21,626,212 in commitments relating to service contracts. None of these are paid to other school jurisdictions.



### 13. CONTRACTUAL OBLIGATIONS (CONT'D)

Estimated payment requirements for each of the next five years and thereafter are as follows:

	<b>Building Projects</b>	<b>Building Leases</b>	<b>Service Providers</b>
2020-2021	\$ 96,353,101	\$ 4,418,353	\$ 14,531,057
2021-2022	4,687,079	2,805,427	2,276,889
2022-2023	-	2,805,427	2,251,600
2023-2024	-	1,274,168	2,200,000
2024-2025	-	1,274,168	366,666
Thereafter	-	2,154,445	-
<b>Total</b>	<b>\$101,040,180</b>	<b>\$ 14,731,988</b>	<b>\$ 21,626,212</b>

### 14. CONTINGENT LIABILITIES

- a) The Division is involved in legal matters where damages are being sought. The Division has been named in 28 (2019 - 28) claims of which the outcome is not determinable. The resolution of indeterminable claims may result in a liability, if any, that may be significantly lower than the claimed amount. Accruals have been made in specific instances where it is likely that losses will be incurred based on a reasonable estimate. None of these contingent liabilities involves related parties.
- b) The Division is a member of Urban Schools Insurance Consortium (USIC). Under the terms of its membership, the Division could become liable for its proportionate share of any claim losses in excess of the funds held by USIC. The Division's share of the pool as at August 31, 2020 was \$1,405,464 (2019 - \$1,771,065). This amount has not been recognized in the Division's consolidated financial statements.

### 15. TRUSTS UNDER ADMINISTRATION

These balances represent assets that are held in trust by the Division. They are not recorded in the consolidated financial statements of the Division.

	<b>2020</b>	<b>2019</b>
Deferred salary leave plan	\$ 1,887,971	\$ 2,250,445
Scholarship trusts	756,568	723,314
International Student Health Insurance	4,566	14,311
<b>Total</b>	<b>\$2,649,105</b>	<b>\$2,988,070</b>



## 16. SCHOOL GENERATED FUNDS

	2020	2019
School Generated Funds, Beginning of Year	\$ 4,049,006	\$ 4,741,852
Gross Receipts:		
Fees	9,618,600	13,847,531
Fundraising	1,429,095	2,164,397
Gifts and donations	4,302,614	5,867,735
Grants to schools	99,900	38,752
Other sales and services	3,612,101	4,304,506
Total gross receipts	19,062,310	26,222,921
Total Related Expenses and Uses of Funds	14,135,840	20,966,467
Total Direct Costs Including Cost of Goods Sold to Raise Funds	4,524,494	5,949,300
School Generated Funds, End of Year	<u>\$ 4,450,982</u>	<u>\$ 4,049,006</u>
Balance included in Deferred Contributions	\$ 1,954,090	\$ 1,591,881
Balance included in Accounts Payable	\$ 1,147,887	\$ 1,029,802
Balance included in Accumulated Surplus (Operating Reserves)	\$ 1,349,005	\$ 1,427,323



## 17. RELATED PARTY TRANSACTIONS

Related parties are those entities consolidated or accounted for on the 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 the Division. These include government departments, health authorities, post-secondary institutions and other school jurisdictions in Alberta.

	Balances		Transactions	
	Financial Assets (at cost or net realizable value)	Liabilities (at amortized cost)	Revenues	Expenses
<b>Government of Alberta (GOA):</b>				
<b>Alberta Education</b>				
Accounts receivable / Accounts payable	\$ 1,056,875	\$ 7,005,582		
Prepaid expenses / Deferred operating contributions	-	13,457,402		
Unspent deferred capital contributions		15,872,702		
Spent deferred capital contributions		99,564,391	7,677,961	
Grant revenue & expenses			979,255,528	
ATRF payments made on behalf of district			57,807,058	
Other revenues & expenses			120,131	222,209
<b>Other Alberta school jurisdictions</b>	80,161	-	1,171,779	357,517
<b>Alberta Health Services</b>	119,731	143,043	840,935	81,539
<b>Post-secondary institutions</b>	39,707	-	185,314	164,345
<b>Alberta Infrastructure</b>				
Alberta Infrastructure	30,544,140	167,216	3,488,436	488
Unspent deferred capital contributions		8,674,677		
Spent deferred capital contributions		998,068,182	35,776,740	
<b>Human Services</b>	221,666	8,040	1,949,468	-
<b>Culture &amp; Tourism</b>	-	7,488	1,364	-
<b>Foundation for the Arts</b>	-	8,688	65,395	-
<b>Child &amp; Family Services</b>	9,167	-	285	-
<b>Environment &amp; Parks</b>	-	258,142	1,789,150	-
<b>Justice &amp; Solicitor General</b>	15,698	-	15,698	5,390
<b>Other GOA ministries</b>	-	-	70,744	-
<b>Other:</b>				
Alberta Capital Financing Authority		11,081,693		344,729
<b>TOTAL 2019/2020</b>	<u>\$ 32,087,145</u>	<u>\$ 1,154,317,246</u>	<u>\$ 1,090,215,986</u>	<u>\$ 1,176,217</u>
<b>TOTAL 2018/2019</b>	<u>\$ 31,539,290</u>	<u>\$ 1,056,057,153</u>	<u>\$ 1,126,697,321</u>	<u>\$ 1,101,620</u>





## 17. RELATED PARTY TRANSACTIONS (CONT'D)

The Division and its employees paid or collected certain amounts set by regulation or local policy. These amounts were incurred in the normal course of business, reflect charges applicable to all users and have been excluded from this schedule.

The Division occupies space provided by related parties in exchange for a nominal sum. The Division also leases space to related parties for a nominal sum.

## 18. NUTRITION PROGRAM

	Budget 2020	2020	2019
<b>Revenues</b>			
Alberta Education	1,206,089	1,206,089	1,206,089
Alberta Education - Prior Year	-	389,053	2,273
<b>Total Revenues</b>	\$ 1,206,089	\$ 1,595,142	\$ 1,208,362
<b>Expenses</b>	-	1,594,718	819,309
<b>Annual Surplus (deficit)</b>	<u>\$ 1,206,089</u>	<u>\$ 424</u>	<u>\$ 389,053</u>

The average estimated number of students served per meal is 808 (2019 – 1,694).

## 19. ECONOMIC DEPENDENCE ON RELATED THIRD PARTY

The Division's primary source of income is from the Alberta Government. The Division's ability to continue viable operations is dependent on this funding.

## 20. BUDGET AMOUNTS

The budget was prepared by the school jurisdiction and approved by the Board of Trustees on June 25, 2019.

## 21. COMPARATIVE FIGURES

The comparative figures have been reclassified where necessary to conform to the 2019-2020 presentation.

Spent Deferred Capital Contributions (SDCC), previously Expended Deferred Capital Contributions (EDCC), have been segregated from Deferred Contributions and are presented below Net Financial Assets. For the 2018-2019 year, the following balances have been reclassified:

	Originally Reported	Adjustment	Reclassified
Liabilities	\$1,148,035,402	\$ (1,027,993,791)	\$120,041,611
Net Financial Assets (Debt)	(952,019,569)	1,027,993,791	75,974,222



## **22. EFFECTS OF COVID-19**

In March 2020, the World Health Organization declared the outbreak of a novel coronavirus (COVID-19) as a global pandemic, which continues to spread in Canada and around the world. As a result, the Division cancelled in-school classes for the rest of the 2019-20 school year, and implemented other ways to support students in their learning.

On March 31, 2020, Alberta Education announced a temporary funding adjustment to reflect reduced service requirements due to the cancellation of in-person learning. The Division's reduction to 2019-2020 revenue was \$13,776,068 to base instruction and \$3,758,345 to transportation. In response to this development, the Division implemented measures to reduce operational expenses.

On August 26, 2020, the Federal Government committed to provide funding of up to \$2 billion related to the Safe Return to Class Fund to provinces and territories in response to the pandemic. The Division's portion of \$37,353,050 is to be received in two instalments. The first disbursement of \$18,676,525 was received in September 2020 and the remainder will be available in early 2021. These funds must be spent on providing a safe environment throughout the Division as schools reopened in the 2020-21 year, amidst the ongoing pandemic. As at August 31, 2020, no expenses have been incurred, nor funds recognized, related to this funding.

The pandemic is evolving and the Division continues to respond with public health measures and evaluate financial implications as necessary. The duration and potential impacts of the COVID-19 pandemic will depend on future developments, which cannot be predicted at this time. No allowance has been made to the consolidated financial statements for this item.

# **The Board of Trustees of Edmonton School Division**

Unaudited Schedules  
**August 31, 2020**

**SCHEDULE 8**

**UNAUDITED CONSOLIDATED 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*
<b>Transportation Fees</b>	\$7,672,694	\$9,119,400	\$6,227,563	\$0	\$0	\$37,623,642	\$0
<b>Basic Instruction Fees</b>							
Basic instruction supplies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>Fees to Enhance Basic Instruction</b>							
Technology user fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Alternative program fees	\$111,840	\$227,440	\$140,026	\$195,741	\$0	\$294,744	\$41,023
Fees for optional courses	\$2,664,011	\$3,902,459	\$1,878,310	\$369,549	\$0	\$1,868,535	\$379,324
Activity fees	\$7,962,246	\$7,583,579	\$5,604,190	\$112,596	\$0	\$5,457,939	\$258,847
Early childhood services	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Other fees to enhance education	\$873,264	\$802,400	\$449,619	\$0	\$0	\$449,693	\$0
<b>Non-Curricular fees</b>							
Extracurricular fees	\$2,552,548	\$3,077,097	\$2,107,599	\$465,764	\$0	\$2,235,794	\$337,569
Non-curricular travel	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Lunch supervision and noon hour activity fees	\$4,570,702	\$4,983,000	\$2,923,563	\$0	\$0	\$3,781,918	\$0
Non-curricular goods and services	\$1,265,593	\$861,425	\$380,513	\$58,417	\$0	\$307,806	\$131,124
Other Fees	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>TOTAL FEES</b>	<b>\$27,672,898</b>	<b>\$30,556,800</b>	<b>\$19,711,383</b>	<b>\$1,202,067</b>	<b>\$0</b>	<b>\$52,020,071</b>	<b>\$1,147,887</b>

\*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	\$1,232,066	\$1,012,543
Special events, graduation, tickets	\$525,970	\$1,166,779
International and out of province student revenue	\$6,009,041	\$6,338,486
Sales or rentals of other supplies/services (clothing, agendas, yearbooks)	\$1,093,984	\$1,248,469
Adult education revenue	\$0	\$0
Preschool	\$0	\$0
Child care & before and after school care	\$0	\$0
Lost item replacement fee	\$0	\$0
Library fines, book donations	\$147,608	\$167,317
Other (Describe)	\$0	\$0
Other (Describe)	\$0	\$0
<b>TOTAL</b>	<b>\$9,008,669</b>	<b>\$9,933,594</b>

**SCHEDULE 9**

**UNAUDITED CONSOLIDATED 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	\$ 531,832	\$ 20,991	\$ -	\$ 552,823
Educational administration (excluding superintendent)	\$ 4,097,306	\$ 191,472	\$ -	\$ 4,288,778
Business administration	\$ 5,569,244	\$ 3,623,587	\$ -	\$ 9,192,831
Board governance (Board of Trustees)	\$ 882,174	\$ 479,584	\$ -	\$ 1,361,758
Information technology	\$ 2,055,985	\$ 272,906	\$ -	\$ 2,328,891
Human resources	\$ 9,066,578	\$ 747,299	\$ -	\$ 9,813,877
Central purchasing, communications, marketing	\$ 4,051,888	\$ 729,047	\$ -	\$ 4,780,935
Payroll	\$ -	\$ -	\$ -	\$ -
Administration - insurance			\$ 159,857	\$ 159,857
Administration - amortization			\$ 1,717,360	\$ 1,717,360
Administration - other (admin building, interest)			\$ 367,206	\$ 367,206
Building operations/facilities services	\$ 1,184,996	\$ 523,009	\$ -	\$ 1,708,005
Division support services/student information	\$ 1,630,302	\$ 29,614	\$ -	\$ 1,659,916
Archives museum/foundation	\$ 595,375	\$ 58,175	\$ -	\$ 653,550
<b>TOTAL EXPENSES</b>	<b>\$ 29,665,680</b>	<b>\$ 6,675,684</b>	<b>\$ 2,244,423</b>	<b>\$ 38,585,787</b>