



Schools' Finance Branch
511-1181 Portage Avenue
Winnipeg, Manitoba
R3G 0T3

RIVER EAST TRANSCONA SCHOOL DIVISION
589 ROCH STREET
WINNIPEG, MANITOBA R2K 2P7

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2015

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of River East Transcona School Division

We have audited the following financial statements of River East Transcona School Division (the "Division") as at June 30, 2015, 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
Schedule of Tangible Capital Assets
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 Consolidated Financial Statements

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Chartered Professional Accountants of Canada, 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes

evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Audit Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the River East Transcona School Division as at June 30, 2015 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.

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.



Chartered Accountants

Winnipeg, Manitoba
October 20, 2015

I hereby certify that the preceding report has been presented to members of the Board of the River East Transcona School Division

October 20, 2015

Chairperson of the Board

AUDITOR'S REPORT ON ENROLMENT

TO THE BOARD OF TRUSTEES RIVER EAST TRANSCONA 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 2014/15 School Year) of the River East Transcona School Division as at September 30, 2014. 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 River East Transcona School Division as at September 30, 2014 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2014/15 School Year referred to above.



Auditor

October 20, 2015

Date

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

Chairperson of the Board

October 20, 2015

Date

MANAGEMENT REPORT

Management's Responsibility for the Financial Statements

The accompanying consolidated financial statements of River East Transcona School Division are the responsibility of the Division's 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 Canadian Institute of Chartered Accountants. 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 Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Division's consolidated financial statements.

Chairperson
Colleen Carswell

Secretary-Treasurer
Vince Mariani

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2015	2014
	Financial Assets		
	Cash and Bank	5,577,786	-
	Due from - Provincial Government	4,378,025	18,555,838
	- Federal Government	371,202	363,290
	- Municipal Government	30,953,635	30,284,017
	- Other School Divisions	3,547	2,253
	- First Nations	7,000	21,400
	Accounts Receivable	121,752	163,541
	Accrued Investment Income	-	-
	Portfolio Investments	-	-
		<u>41,412,947</u>	<u>49,390,339</u>
	Liabilities		
	Overdraft	-	14,565,472
	Accounts Payable	1,701,431	1,806,204
	Accrued Liabilities	17,921,123	14,974,686
3	Employee Future Benefits	1,354,283	1,328,921
	Accrued Interest Payable	908,084	948,861
	Due to - Provincial Government	8,047	6,083
	- Federal Government	15,783	22,978
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
4	Deferred Revenue	10,215,142	1,551,636
6	Debenture Debt	36,714,647	35,983,405
7	Other Borrowings	3,293,842	3,639,779
	School Generated Funds Liability	1,487,013	1,310,037
		<u>73,619,395</u>	<u>76,138,062</u>
	Net Debt	<u>(32,206,448)</u>	<u>(26,747,723)</u>
	Non-Financial Assets		
2	Net Tangible Capital Assets (TCA Schedule)	65,005,179	62,675,299
	Inventories	-	-
	Prepaid Expenses	326,477	421,248
		<u>65,331,656</u>	<u>63,096,547</u>
9	Accumulated Surplus	<u>33,125,208</u>	<u>36,348,824</u>

See accompanying notes to the Financial Statements

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

For the Year Ended June 30

Notes	2015	2014
Revenue		
Provincial Government	126,102,045	125,334,416
Federal Government	466,671	400,235
Municipal Government	51,698,881	50,478,832
- Property Tax		
- Other	-	-
Other School Divisions	849,432	954,504
First Nations	112,000	64,377
Private Organizations and Individuals	2,005,561	2,079,360
Other Sources	455,307	476,380
School Generated Funds	761,885	696,629
Other Special Purpose Funds	-	-
	<u>182,451,782</u>	<u>180,484,733</u>
Expenses		
Regular Instruction	99,935,656	96,663,840
Student Support Services	33,121,988	32,357,156
Adult Learning Centres	980,149	980,623
Community Education and Services	1,455,300	1,386,702
Divisional Administration	5,207,313	5,076,950
Instructional and Other Support Services	7,313,026	7,055,147
Transportation of Pupils	3,990,614	3,773,808
Operations and Maintenance	20,325,067	21,689,487
11 Fiscal	2,077,405	2,179,846
- Interest		
- Other	2,973,546	2,902,994
Amortization	6,100,925	6,302,933
Other Capital Items	1,229,776	469,618
School Generated Funds	768,450	753,462
Other Special Purpose Funds	-	-
	<u>185,479,215</u>	<u>181,592,566</u>
Current Year Surplus (Deficit) before Non-vested Sick Leave	<u>(3,027,433)</u>	<u>(1,107,833)</u>
Less: Non-vested Sick Leave Expense (Recovery)	<u>196,183</u>	<u>128,458</u>
Net Current Year Surplus (Deficit)	<u>(3,223,616)</u>	<u>(1,236,291)</u>
Opening Accumulated Surplus	36,348,824	37,585,115
Adjustments:		
Tangible Cap. Assets and Accum. Amort.	-	-
Other than Tangible Cap. Assets	-	-
Non-vested sick leave - prior years	-	-
Opening Accumulated Surplus, as adjusted	<u>36,348,824</u>	<u>37,585,115</u>
Closing Accumulated Surplus	<u>33,125,208</u>	<u>36,348,824</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2015

	2015	2014
Net Current Year Surplus (Deficit)	<u>(3,223,616)</u>	<u>(1,236,291)</u>
Amortization of Tangible Capital Assets	6,100,925	6,302,933
Acquisition of Tangible Capital Assets	(8,430,805)	(4,680,461)
(Gain) / Loss on Disposal of Tangible Capital Assets	(5,662)	(2,713)
Proceeds on Disposal of Tangible Capital Assets	<u>5,662</u>	<u>2,713</u>
	<u>(2,329,880)</u>	<u>1,622,472</u>
Inventories (Increase)/Decrease	-	-
Prepaid Expenses (Increase)/Decrease	<u>94,771</u>	<u>38,422</u>
	<u>94,771</u>	<u>38,422</u>
(Increase)/Decrease in Net Debt	<u>(5,458,725)</u>	<u>424,603</u>
Net Debt at Beginning of Year	(26,747,723)	(27,172,326)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>-</u>
	<u>(26,747,723)</u>	<u>(27,172,326)</u>
Net Debt at End of Year	<u><u>(32,206,448)</u></u>	<u><u>(26,747,723)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2015

	2015	2014
Operating Transactions		
Net Current Year Surplus (Deficit)	(3,223,616)	(1,236,291)
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	6,100,925	6,302,933
(Gain)/Loss on Disposal of Tangible Capital Assets	(5,662)	(2,713)
Employee Future Benefits Increase/(Decrease)	25,362	306,692
Due from Other Organizations (Increase)/Decrease	13,513,389	(16,073,486)
Accounts Receivable & Accrued Income (Increase)/Decrease	41,789	(72,288)
Inventories and Prepaid Expenses - (Increase)/Decrease	94,771	38,422
Due to Other Organizations Increase/(Decrease)	(5,231)	194
Accounts Payable & Accrued Liabilities Increase/(Decrease)	2,800,887	1,072,837
Deferred Revenue Increase/(Decrease)	8,663,506	(8,452,193)
School Generated Funds Liability Increase/(Decrease)	176,976	(7,404)
Adjustments Other than Tangible Cap. Assets	-	-
Cash Provided by (Applied to) Operating Transactions	<u>28,183,096</u>	<u>(18,123,297)</u>
Capital Transactions		
Acquisition of Tangible Capital Assets	(8,430,805)	(4,680,461)
Proceeds on Disposal of Tangible Capital Assets	5,662	2,713
Cash Provided by (Applied to) Capital Transactions	<u>(8,425,143)</u>	<u>(4,677,748)</u>
Investing Transactions		
Portfolio Investments (Increase)/Decrease	-	-
Cash Provided by (Applied to) Investing Transactions	<u>-</u>	<u>-</u>
Financing Transactions		
Debenture Debt Increase/(Decrease)	731,242	(821,165)
Other Borrowings Increase/(Decrease)	(345,937)	(903,157)
Cash Provided by (Applied to) Financing Transactions	<u>385,305</u>	<u>(1,724,322)</u>
Cash and Bank / Overdraft (Increase)/Decrease	20,143,258	(24,525,367)
Cash and Bank (Overdraft) at Beginning of Year	<u>(14,565,472)</u>	<u>9,959,895</u>
Cash and Bank (Overdraft) at End of Year	<u><u>5,577,786</u></u>	<u><u>(14,565,472)</u></u>

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2015	2014
Financial Assets		
Cash and Bank	4,497,672	1,085
Due from		
- Provincial Government	3,469,941	17,606,977
- Federal Government	347,920	348,108
- Municipal Government	30,953,635	30,284,017
- Other School Divisions	3,547	2,253
- First Nations	7,000	21,400
- Other Funds	-	-
Accounts Receivable	121,752	163,541
Accrued Investment Income	-	-
Portfolio Investments	-	-
	39,401,467	48,427,381
Liabilities		
Overdraft		15,548,173
Accounts Payable	935,280	1,314,529
Accrued Liabilities	17,750,056	14,934,463
Employee Future Benefits	1,354,283	1,328,921
Accrued Interest Payable	-	-
Due to		
- Provincial Government	8,047	6,083
- Federal Government	15,783	22,978
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	4,852,675	7,846,003
Deferred Revenue	9,625,095	904,802
Other Borrowings	-	-
	34,541,219	41,905,952
Net Financial Assets (Net Debt)	4,860,248	6,521,429
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	326,477	421,248
	326,477	421,248
Accumulated Surplus (Deficit)	5,186,725	6,942,677

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

For the Year Ended June 30

	2015 Actual	2015 Budget	2014 Actual
Revenue			
Provincial Government - Core	121,356,193	118,887,911	120,602,591
Federal Government	466,671	-	400,235
Municipal Government - Property Tax	51,698,881	52,288,079	50,478,832
- Other	-	-	-
Other School Divisions	849,432	215,000	954,504
First Nations	112,000	-	64,377
Private Organizations and Individuals	2,005,561	735,000	2,079,360
Other Sources	312,902	20,000	319,857
	176,801,640	172,145,990	174,899,756
Expenses			
Regular Instruction	99,935,656	97,743,404	96,663,840
Student Support Services	33,121,988	32,611,527	32,357,156
Adult Learning Centres	980,149	-	980,623
Community Education and Services	1,455,300	609,998	1,386,702
Divisional Administration	5,207,313	5,028,700	5,076,950
Instructional and Other Support Services	7,313,026	7,284,186	7,055,147
Transportation of Pupils	3,990,614	3,667,300	3,773,808
Operations and Maintenance	20,325,067	20,514,875	21,689,487
Fiscal	3,000,757	3,031,000	2,923,836
	175,329,870	170,490,990	171,907,549
Current Year Surplus (Deficit) before Non-vested Sick Leave	1,471,770	1,655,000	2,992,207
Less: Non-vested Sick Leave Expense (Recovery)	196,183		128,458
Current Year Surplus (Deficit) after Non-vested Sick Leave	1,275,587	1,655,000	2,863,749
Net Transfers from (to) Capital Fund	(3,031,539)	(1,655,000)	(4,570,177)
Transfers from Special Purpose Funds	-		-
Net Current Year Surplus (Deficit)	(1,755,952)	0	(1,706,428)
Opening Accumulated Surplus (Deficit)	6,942,677		8,649,105
Adjustments: Liability for Contaminated Sites	-		-
	-		-
Non-vested sick leave - prior years	-		-
Opening Accumulated Surplus (Deficit), as adjusted	6,942,677		8,649,105
Closing Accumulated Surplus (Deficit)	5,186,725		6,942,677

OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA

For the Year Ended June 30, 2015

Funding of Schools Program

Base Support		
Instructional Support	29,688,904	
Additional Instructional Support for Small Schools	-	
Sparsity	-	
Curricular Materials	947,340	
Information Technology	924,408	
Library Services	1,417,426	
Student Services	5,075,169	
Counselling and Guidance	1,278,764	
Professional Development	600,865	
Physical Education	370,625	
Occupancy	<u>7,059,735</u>	47,363,236
Categorical Support		
Transportation	1,727,963	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,078,476	
Special Needs: Level 2	3,484,238	
Special Needs: Level 3	4,219,936	
Senior Years Technology Education	982,796	
English as an Additional Language	678,500	
Aboriginal Academic Achievement (including BSSAP)	682,500	
Aboriginal and International Languages	54,012	
French Language Education	697,647	
Small Schools	-	
Enrolment Change Support	413,535	
Northern Allowance	-	
Early Childhood Development Initiative	190,643	
Early Literacy Intervention	653,598	
Numeracy	165,699	
Middle Years Life/Work Exploration	47,540	
Education for Sustainable Development	<u>29,400</u>	15,106,483
Equalization		20,602,847
Additional Equalization		3,036,165
Adjustment for Days Closed		-
Formula Guarantee		2,793,241
Other Program Support		
School Buildings Support: "D" Projects	472,080	
Technology Education Equipment Replacement	233,700	
Skills Strategy Equipment Enhancement	70,188	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	(15,997)	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	<u>-</u>	759,971
		<u>89,661,943</u>

**OPERATING FUND - REVENUE DETAIL
NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2015

Federal Government			
Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		-	
English as an Additional Language (Adults)		-	
Other:	<u>Citizenship & Immigration</u>	<u>466,671</u>	
			<u>466,671</u>
Municipal Government			
Special Requirement	76,934,005		
Less: Education Property Tax Credit	(23,766,018)		
Less: Tax Incentive Grant	<u>(1,469,106)</u>	51,698,881	
Other:		-	51,698,881
Other School Divisions			
Tuition Fees			
Transfer Fees		703,921	
Residual Fees		145,511	
Transportation of Pupils		-	
Other:		-	
			<u>849,432</u>
First Nations			
Tuition Fees		112,000	
Transportation of Pupils		-	
Other:		-	
			<u>112,000</u>
Private Organizations and Individuals (Includes GBE's)			
Regular Tuition		1,360	
International Tuition		990,856	
Continuing Education		303,820	
Other Tuition:	<u>Adult Education/Summer School</u>	<u>39,266</u>	
Food Service		247,619	
Government Business Enterprises (GBE's)		-	
Other:	<u>Vocational Shops</u>	<u>57,015</u>	
	<u>Building Rentals</u>	<u>194,152</u>	
	<u>Transportation User Fees</u>	<u>171,473</u>	
			<u>2,005,561</u>
Other Sources			
Interest		147,164	
Donations		47,308	
Other:	<u>School Initiated Projects</u>	<u>76,682</u>	
	<u>Miscellaneous</u>	<u>41,748</u>	
			<u>312,902</u>
TOTAL NON-PROVINCIAL GOVERNMENT REVENUE			<u><u>55,445,447</u></u>

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	2015	2014
	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	87,327,035	29,493,757	819,329	1,115,916	3,261,704	5,578,370	2,769,177	9,218,097		139,583,385	136,220,793
Employees Benefits and Allowances	5,109,039	2,516,772	65,028	78,848	408,706	448,873	405,435	1,343,299		10,376,000	9,980,497
Services	1,957,386	819,242	75,651	113,020	1,299,377	876,889	188,438	8,335,276		13,665,279	13,696,377
Supplies, Materials and Minor Equipment	5,010,400	292,217	20,141	147,516	235,476	365,836	627,564	1,428,395		8,127,545	8,492,938
Interest and Bank Charges									27,211	27,211	20,842
Bad Debt Expense									-	0	0
Transfers	531,796	-	-	-	2,050	43,058	-	-	(PAYROLL TAX) 2,973,546	3,550,450	3,496,102
TOTALS	99,935,656	33,121,988	980,149	1,455,300	5,207,313	7,313,026	3,990,614	20,325,067	3,000,757	175,329,870	171,907,549

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2015

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	7,151,352					7,151,352	
330	Instructional - Teaching	24,225	44,950,582		5,017,195	22,365,923	75,079,769	
350	Instructional - Other		571,509		15,943	341,003	979,448	
360	Technical, Specialized and Service	83,342	77,852				344,995	
370	Secretarial, Clerical and Other	3,175,364					3,175,364	
390	Information Technology	596,107					596,107	
	Total Salaries	11,030,390	45,599,943	0	5,033,138	22,706,926	87,327,035	
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	737,722	2,816,135		251,562	1,147,790	5,109,039	
5-6XX	SERVICES							
510	Professional, Technical and Specialized	1,913	368,830		8,242	24,474	407,115	
520	Communications	240,617	8,827		198	1,262	250,904	
540	Travel and Meetings	13,263	107,988		2,621	13,961	137,833	
560	Tuition						0	
570	Printing and Binding				1,261	4,436	5,724	
580	Insurance and Bond Premiums		6,901			17,387	24,802	
590	Maintenance and Repair Services	1,598	359,406		39,595	163,449	581,747	
610	Rentals		6,674			150	6,824	
630	Advertising						0	
640	Dues and Fees		35,013		6,211	6,323	47,939	
650	Professional and Staff Development	99					99	
680	Information Technology Services	180,204	313,482			713	494,399	
	Total Services	437,694	1,207,121	0	58,128	232,155	1,957,386	
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	3,169	923,177		59,393	453,351	1,999,940	
740	Curricular and Media Materials		678,286		64,171	248,113	1,009,175	
760	Minor Equipment	36,560	502,165		43,907	150,170	835,235	
780	Information Technology Equipment		977,405		41,739	145,819	1,166,050	
	Total Supplies, Materials and Minor Equipment	39,729	3,081,033	0	209,210	997,453	5,010,400	
96X-99	TRANSFERS							
960	School Divisions		457,600		57,396	650	527,296	
980	Organizations and Individuals		4,500				4,500	
	Total Transfers	0	462,100	0	57,396	650	531,796	
TOTALS		12,245,535	53,166,332	0	5,609,434	25,084,974	99,935,656	

* 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, 2015

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	411,324	111,812					523,136
330	Instructional - Teaching	286,385	19,428	741,422	1,848,204	7,076,972	2,841,505	12,813,916
350	Instructional - Other		2,767	1,902,641	9,884,203	1,634,975		13,424,586
360	Technical, Specialized and Service							0
370	Secretarial, Clerical and Other	240,276						240,276
380	Clinician		2,455,992					2,455,992
390	Information Technology	35,851						35,851
	Total Salaries	973,836	2,589,999	2,644,063	11,732,407	8,711,947	2,841,505	29,493,757
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	60,830	127,478	302,358	1,356,335	538,437	131,334	2,516,772
5-6XX	SERVICES							
510	Professional, Technical and Specialized	19	268,786	416,107	4,500	48,447		737,859
520	Communications	7,888	1,951		164	895		10,898
540	Travel and Meetings	380	23,032	200	34	22,731		46,377
560	Tuition							0
570	Printing and Binding		240		86	2,622		2,948
580	Insurance and Bond Premiums							0
590	Maintenance and Repair Services	3,526	3,788	2,264	478	68	635	10,759
610	Rentals	411				150		561
630	Advertising					265		265
640	Dues and Fees	4,022	286			705		5,013
650	Professional and Staff Development	256	230					486
680	Information Technology Services		4,076					4,076
	Total Services	16,502	302,389	418,571	5,262	75,883	635	819,242
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	13,251	35,702	3,905	61,553	28,370	1,464	144,245
740	Curricular and Media Materials	396	13,574	470	28,000	3,367	618	46,425
760	Minor Equipment	159	6,357	685	18,733	17,861		43,795
780	Information Technology Equipment	857			56,895			57,752
	Total Supplies, Materials and Minor Equipment	14,663	55,633	5,060	165,181	49,598	2,082	292,217
96X-99	TRANSFERS							
960	School Divisions							0
980	Organizations and Individuals							0
	Total Transfers	0	0	0	0			0
TOTALS		1,065,831	3,075,499	3,370,052	13,259,185	9,375,865	2,975,556	33,121,988

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300

For the Year Ended June 30, 2015

ADULT LEARNING CENTRES		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX SALARIES				
320	Executive, Managerial and Supervisory	130,820		130,820
330	Instructional - Teaching		593,527	593,527
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	94,982		94,982
390	Information Technology			0
	Total Salaries	225,802	593,527	819,329
4XX EMPLOYEES BENEFITS AND ALLOWANCES				
		32,747	32,281	65,028
5-6XX SERVICES				
510	Professional, Technical and Specialized		4,362	4,362
520	Communications		4,338	4,338
530	Utility Services			0
540	Travel and Meetings		721	721
560	Tuition			0
570	Printing and Binding		65	65
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		5,349	5,349
610	Rentals		59,922	59,922
620	Property Taxes			0
630	Advertising			0
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		894	894
	Total Services	0	75,651	75,651
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT				
710	Supplies		13,770	13,770
740	Curricular and Media Materials		4,557	4,557
760	Minor Equipment		809	809
780	Information Technology Equipment		1,005	1,005
	Total Supplies, Materials and Minor Equipment	0	20,141	20,141
96X-99 TRANSFERS				
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
TOTALS		258,549	721,600	980,149

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400

For the Year Ended June 30, 2015

COMMUNITY EDUCATION AND SERVICES		10	20	30	40	
		CONTINUING	ENGLISH AS AN	COMMUNITY	PRE-KINDERGARTEN	TOTALS
CODE	OBJECT \ PROGRAM	EDUCATION	ADDITIONAL LANGUAGE	SERVICES AND	EDUCATION	
			FOR ADULTS	RECREATION		
3XX	SALARIES					
320	Executive, Managerial and Supervisory	85,560			83,482	169,042
330	Instructional - Teaching	43,658	100,131	324	3,921	148,034
350	Instructional - Other			243,217	103,719	346,936
360	Technical, Specialized and Service		61,677	272,066	34,967	368,710
370	Secretarial, Clerical and Other	55,767		26,098		81,865
380	Clinician				1,329	1,329
390	Information Technology					0
	Total Salaries	184,985	161,808	541,705	227,418	1,115,916
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	22,121	9,767	33,108	13,852	78,848
5-6XX	SERVICES					
510	Professional, Technical and Specialized	49,866		1,826	976	52,668
520	Communications	270		2,627	3,253	6,150
540	Travel and Meetings	81		15,771	1,794	17,646
570	Printing and Binding	10,743		24	4,586	15,353
580	Insurance and Bond Premiums					0
590	Maintenance and Repair Services	4,217	1,241	743	2,373	8,574
610	Rentals	164				164
630	Advertising	8,887				8,887
640	Dues and Fees		97		145	242
650	Professional and Staff Development	2,523	576		237	3,336
680	Information Technology Services					0
	Total Services	76,751	1,914	20,991	13,364	113,020
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	4,981	1,847	47,388	29,350	83,566
740	Curricular and Media Materials	15,318	813	409	675	17,215
760	Minor Equipment	10,032	1,392	7,473	923	19,820
780	Information Technology Equipment	24,165		2,750		26,915
	Total Supplies, Materials and Minor Equipment	54,496	4,052	58,020	30,948	147,516
96X-99	TRANSFERS					
980	Organizations and Individuals					0
999	Recharge					0
	Total Transfers	0	0	0	0	0
	TOTALS	338,353	177,541	653,824	285,582	1,455,300

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2015

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	197,464				197,464
320	Executive, Managerial and Supervisory		519,792	675,399	118,676	1,313,867
360	Technical, Specialized and Service		355,706	115,920		471,626
370	Secretarial, Clerical and Other		243,684	720,854	24,094	988,632
390	Information Technology				290,115	290,115
	Total Salaries	197,464	1,119,182	1,512,173	432,885	3,261,704
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	3,971	99,181	262,000	43,554	408,706
5-6XX	SERVICES					
510	Professional, Technical and Specialized	146,295	134,115	118,694	179,971	579,075
520	Communications	6,485	10,601	28,104	4,618	49,808
540	Travel and Meetings	37,301	24,510	6,310	110	68,231
570	Printing and Binding		603	1,676		2,279
580	Insurance and Bond Premiums			49,628		49,628
590	Maintenance and Repair Services	100	1,314	6,461	400	8,275
610	Rentals			187		187
630	Advertising	1,182	28,828	1,775		31,785
640	Dues and Fees	126,563	16,763	16,675	314	160,315
650	Professional and Staff Development	17,896	17,829	23,141		58,866
680	Information Technology Services	5,202	297	110	285,319	290,928
	Total Services	341,024	234,860	252,761	470,732	1,299,377
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	1,855	11,942	114,588	15,231	143,616
740	Curricular and Media Materials		5,936	2,961		8,897
760	Minor Equipment		316	16,014	150	16,480
780	Information Technology Equipment	11,861	382	313	53,927	66,483
	Total Supplies, Materials and Minor Equipment	13,716	18,576	133,876	69,308	235,476
96X-99	TRANSFERS					
960	School Divisions					0
980	Organizations and Individuals		2,050			2,050
999	Recharge					0
	Total Transfers	0	2,050	0		2,050
	TOTALS	556,175	1,473,849	2,160,810	1,016,479	5,207,313

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2015

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		05	10	20	30	80	
CODE	OBJECT \ PROGRAM	CURRICULUM CONSULTING & DEVELOPMENT ADMINISTRATION	CURRICULUM CONSULTING & DEVELOPMENT	LIBRARY / MEDIA CENTRE	PROFESSIONAL AND STAFF DEVELOPMENT	OTHER	TOTALS
3XX	SALARIES						
320	Executive, Managerial and Supervisory	237,553					237,553
330	Instructional - Teaching		514,309	1,552,082	1,226,136	93,745	3,386,272
350	Instructional - Other			1,272,394	188		1,272,582
360	Technical, Specialized and Service			391,202		166,908	558,110
370	Secretarial, Clerical and Other	123,349		429	75		123,853
390	Information Technology						0
	Total Salaries	360,902	514,309	3,216,107	1,226,399	260,653	5,578,370
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	23,717	20,601	319,817	62,816	21,922	448,873
5-6XX	SERVICES						
510	Professional, Technical and Specialized		2,032	404	42,389	150,887	195,712
520	Communications		2,090		9		2,099
540	Travel and Meetings		16,666	7,797		1,280	25,743
560	Tuition						0
570	Printing and Binding		1,407	1,747			3,154
580	Insurance and Bond Premiums					12,057	12,057
590	Maintenance and Repair Services		5,597	588			6,185
610	Rentals				518		518
630	Advertising						0
640	Dues and Fees		1,288	714	975		2,977
650	Professional and Staff Development		348	499	549,942		550,789
680	Information Technology Services		157	54,612	22,886		77,655
	Total Services	0	29,585	66,361	616,719	164,224	876,889
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		20,015	50,906	2,995		73,916
740	Curricular and Media Materials		9,534	200,569	19,718		229,821
760	Minor Equipment		1,437	3,053			4,490
780	Information Technology Equipment		5,965	46,455	5,189		57,609
	Total Supplies, Materials and Minor Equipment	0	36,951	300,983	27,902	0	365,836
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals					43,058	43,058
	Total Transfers					43,058	43,058
	TOTALS	384,619	601,446	3,903,268	1,933,836	489,857	7,313,026

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700

For the Year Ended June 30, 2015

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	208,214					208,214
350	Instructional - Other						0
360	Technical, Specialized and Service		2,400,658			33,595	2,434,253
370	Secretarial, Clerical and Other	82,759				43,951	126,710
390	Information Technology						0
	Total Salaries	290,973	2,400,658		0	77,546	2,769,177
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	40,860	356,042			8,533	405,435
5-6XX	SERVICES						
510	Professional, Technical and Specialized	335	5,583				5,918
520	Communications	5,972	3,888				9,860
540	Travel and Meetings	8,911	692				9,603
550	Transportation of Pupils		9,437	19,463		14,108	43,008
570	Printing and Binding						0
580	Insurance and Bond Premiums	1,660	45,060				46,720
590	Maintenance and Repair Services		65,370				65,370
610	Rentals						0
630	Advertising	688					688
640	Dues and Fees	915					915
650	Professional and Staff Development	2,220	329				2,549
680	Information Technology Services	2,539	1,268				3,807
	Total Services	23,240	131,627	19,463	0	14,108	188,438
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	2,462	597,524			19,685	619,671
740	Curricular and Media Materials		679				679
760	Minor Equipment	425	5,600				6,025
780	Information Technology Equipment	1,189					1,189
	Total Supplies, Materials and Minor Equipment	4,076	603,803		0	19,685	627,564
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
	TOTALS	359,149	3,492,130	19,463	0	119,872	3,990,614

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800

For the Year Ended June 30, 2015

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	520,513					520,513
360	Technical, Specialized and Service		8,480,535		91,102		8,571,637
370	Secretarial, Clerical and Other	125,190	757				125,947
390	Information Technology						0
	Total Salaries	645,703	8,481,292	0	91,102	0	9,218,097
4XX EMPLOYEES BENEFITS AND ALLOWANCES		84,657	1,246,098		12,544		1,343,299
5-6XX SERVICES							
510	Professional, Technical and Specialized	189	193,991		130	90,518	284,828
520	Communications	5,734	102,277		6,677		114,688
530	Utility Services		3,279,130		125,021		3,404,151
540	Travel and Meetings	22,694					22,694
570	Printing and Binding	11					11
580	Insurance and Bond Premiums		380,225			10,738	390,963
590	Maintenance and Repair Services	1,054	2,290,296	755,574	44,075	597,875	3,688,874
610	Rentals		13,411				13,411
620	Property Taxes		139,482		231,083		370,565
630	Advertising	6,142	217				6,359
640	Dues and Fees	457	488				945
650	Professional and Staff Development	1,566	913				2,479
680	Information Technology Services		35,308				35,308
	Total Services	37,847	6,435,738	755,574	406,986	699,131	8,335,276
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	8,147	1,259,446		29,236		1,296,829
740	Curricular and Media Materials						0
760	Minor Equipment	5,653	112,048				117,701
780	Information Technology Equipment	8,880			4,985		13,865
	Total Supplies, Materials and Minor Equipment	22,680	1,371,494	0	34,221	0	1,428,395
96X-99 TRANSFERS							
999	Recharge						0
TOTALS		790,887	17,534,622	755,574	544,853	699,131	20,325,067

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2015	2014
Financial Assets		
Cash and Bank	-	-
Due from		
- Provincial Government	908,084	948,861
- Federal Government	23,282	15,182
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	4,852,675	7,846,003
Accounts Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	<u>5,784,041</u>	<u>8,810,046</u>
Liabilities		
Overdraft	739,367	667,454
Accounts Payable	766,151	491,675
Accrued Liabilities	171,067	40,223
Accrued Interest Payable	908,084	948,861
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	590,047	646,834
Debenture Debt	36,714,647	35,983,405
Other Borrowings	3,293,842	3,639,779
	<u>43,183,205</u>	<u>42,418,231</u>
Net Debt	<u>(37,399,164)</u>	<u>(33,608,185)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>65,005,179</u>	<u>62,675,299</u>
Accumulated Surplus / Equity *	<u>27,606,015</u>	<u>29,067,114</u>
* Comprised of:		
Reserve Accounts	4,852,675	7,846,001
Equity in Tangible Capital Assets	22,753,340	21,221,113
	<u>27,606,015</u>	<u>29,067,114</u>

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

For the Year Ended June 30

	2015	2014
Revenue		
Provincial Government		
Grants	313	6,108
Debt Servicing - Principal	2,848,459	2,743,765
- Interest	1,897,080	1,981,952
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	128,743	133,852
MB Hydro grant	8,000	-
Gain / (Loss) on Disposal of Capital Assets	5,662	2,713
Gain on receipt of Modular classroom	-	-
	-	-
	-	19,958
	4,888,257	4,888,348
Expenses		
Amortization	6,100,925	6,302,933
Debenture Debt Interest	1,987,227	2,081,334
Other Interest	62,967	77,670
Other Capital Items	1,229,776	469,618
	9,380,895	8,931,555
Current Year Surplus / (Deficit)	(4,492,638)	(4,043,207)
Net Transfers from (to) Operating Fund	3,031,539	4,570,177
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	(1,461,099)	526,970
Opening Accumulated Surplus / Equity	29,067,114	28,540,144
Adjustments:	-	-
	-	-
Opening Accumulated Surplus / Equity as adjusted	29,067,114	28,540,144
Closing Accumulated Surplus / Equity	27,606,015	29,067,114

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2015

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2015 TOTALS	2014 TOTALS
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	116,577,954	6,537,137	6,593,505	399,734	3,582,285	13,856,372	1,878,287	2,802,823	2,967,543	155,195,640	153,146,577
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening Cost adjusted	116,577,954	6,537,137	6,593,505	399,734	3,582,285	13,856,372	1,878,287	2,802,823	2,967,543	155,195,640	153,146,577
Add:											
Additions during the year	1,510,302	-	506,817	29,701	260,146	1,022,757		213,469	4,887,613	8,430,805	4,680,461
Less:											
Disposals and write downs	-	-	134,025	28,978	335,669	460,897	-	-	-	959,569	2,631,398
Closing Cost	118,088,256	6,537,137	6,966,297	400,457	3,506,762	14,418,232	1,878,287	3,016,292	7,855,156	162,666,876	155,195,640
Accumulated Amortization											
Opening, as previously reported	73,584,707	3,429,887	4,270,720	276,290	2,405,914	6,810,204		1,742,619		92,520,341	88,848,806
Adjustments	-	-	-	-	-	-		-		-	-
Opening adjusted	73,584,707	3,429,887	4,270,720	276,290	2,405,914	6,810,204		1,742,619		92,520,341	88,848,806
Add:											
Current period Amortization	2,768,479	219,093	478,232	45,917	370,569	1,927,679		290,956		6,100,925	6,302,933
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	134,025	28,978	335,669	460,897		-		959,569	2,631,398
Closing Accumulated Amortization	76,353,186	3,648,980	4,614,927	293,229	2,440,814	8,276,986		2,033,575		97,661,697	92,520,341
Net Tangible Capital Asset	41,735,070	2,888,157	2,351,370	107,228	1,065,948	6,141,246	1,878,287	982,717	7,855,156	65,005,179	62,675,299
Proceeds from Disposal of Capital Assets	-	-	1,967	3,695	-	-				5,662	2,713

* Includes network infrastructure.

SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2015

Fund Name >	Buses	Locker Replacement	Science Labs	Parking Lot Upgrades	Workplace Health & Safety Enhancements	Sub-Totals
Opening Balance, July 1, 2014	115,406	-	1,148,622	192,424	414,713	1,871,165
Additions: (Provide a description of each transaction)						
Repurposed From Bus Loops to Buses	177,757					177,757
New Reserve		630,570				630,570
						-
						-
						-
						-
						-
Total Additions	177,757	630,570	-	-	-	808,327
Withdrawals: (Provide a description of each transaction)						
Bus Purchases	199,850					199,850
Renovations to Science Labs			337,082			337,082
Parking Lot Expansion				192,424		192,424
Renovations to Schools					170,261	170,261
						-
						-
						-
						-
Total Withdrawals	199,850	-	337,082	192,424	170,261	899,617
Closing Balance, June 30, 2015	93,313	630,570	811,540	-	244,452	1,779,875

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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

SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2015

Fund Name >	Bus Loops	Transportation Building	Classroom LCD Projectors	REC Grade 9 Re-Configurations		Totals (includes totals from previous page)
Opening Balance, July 1, 2014	177,757	2,500,000	1,300,000	1,997,079	-	7,846,001
Additions: (Provide a description of each transaction)						
						177,757
						630,570
						-
						-
						-
						-
						-
						-
Total Additions	-	-	-	-	-	808,327
Withdrawals: (Provide a description of each transaction)						
Bus Purchases						199,850
Renovations to Science Labs						337,082
Parking Lot Expansion						192,424
Renovations to Schools				1,617,712		1,787,973
Repurposed to Buses Reserve	177,757					177,757
Purchases			1,106,567			1,106,567
						-
						-
						-
Total Withdrawals	177,757	-	1,106,567	1,617,712	-	3,801,653
Closing Balance, June 30, 2015	-	2,500,000	193,433	379,367	-	4,852,675

24A

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

	2015	2014
Financial Assets		
Cash and Bank	1,819,481	1,649,070
GST Receivable	-	-
Accrued Investment Income	-	-
Portfolio Investments	-	-
	1,819,481	1,649,070
Liabilities		
School Generated Funds Liability	1,487,013	1,310,037
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	1,487,013	1,310,037
Accumulated Surplus *	332,468	339,033
* Comprised of:		
School Generated Funds Accumulated Surplus	332,468	339,033
Other Funds Accumulated Surplus	-	-
Accumulated Surplus *	332,468	339,033

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

For the Year Ended June 30

	2015	2014
Revenue		
School Generated Funds	761,885	696,629
Other Funds	-	-
	-	-
	<u>761,885</u>	<u>696,629</u>
Expenses		
School Generated Funds	768,450	753,462
Other Funds	-	-
	-	-
	<u>768,450</u>	<u>753,462</u>
Current Year Surplus (Deficit)	(6,565)	(56,833)
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	<u>(6,565)</u>	<u>(56,833)</u>
Opening Accumulated Surplus	339,033	395,866
Adjustments: School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	<u>339,033</u>	<u>395,866</u>
Closing Accumulated Surplus	<u><u>332,468</u></u>	<u><u>339,033</u></u>

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

ENROLMENTS BY PROGRAM	F.T.E. Enrolment September 30, 2014
REGULAR INSTRUCTION	
English Language - Single Track	9,151.0
Francais - Single Track	-
French Immersion - Single Track	1,128.0
Dual Track	
- English Language	2,486.0
- Francais	-
- French Immersion	1,657.5
- Other Bilingual	364.5
Senior Years Technology Education	762.0
TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS	<u>15,549.0</u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS (September 30)	3,450
TOTAL KILOMETERS - LOG BOOK (For the period ended June 30)	1,176,727
TOTAL KILOMETERS - BUS ROUTES (For the period ended June 30)	997,805
LOADED KILOMETERS (For the period ended June 30)	429,254

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

For the 2014/15 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	65.21	4.25	1.25	0.75	11.50	1.50	3.00	7.00	94.46
330	Instructional - Teaching	887.11	145.00	5.80	1.50		30.64			1,070.05
350	Instructional - Other	37.24	341.18				34.00			412.42
360	Technical, Specialized And Service	10.80			1.00	9.50	9.14	77.50	184.00	291.94
370	Secretarial, Clerical And Other	84.43	6.00	3.22	2.00	22.07	3.50	3.00	3.00	127.22
380	Clinician		29.49							29.49
390	Information Technology	10.00	1.00			4.00				15.00
TOTALS (excluding Trustees)		1,094.79	526.92	10.27	5.25	47.07	78.78	83.50	194.00	2,040.58

510 Contracted Clinicians (include private clinicians where possible)		
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310 TRUSTEES		9.00
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**CALCULATION OF ADMINISTRATION COSTS
AS A PERCENTAGE OF TOTAL EXPENSES**

Administration Costs

Divisional Administration, Function 500	5,207,313
Curriculum Consulting & Development Administration, Program 605	384,619
Transportation Administration, Program 710	359,149
Operations & Maintenance Administration, Program 810	<u>790,887</u>
Sub-total	6,741,968
Less: Liability Insurance	48,739
Administration portion of self-funded expenses (see below)	<u>366,900</u> *
	<u><u>6,326,329</u></u> (A)

Expense Base

Total Operating Expenses	175,329,870
Plus: Transfers to Capital	3,031,539
Less: Adult Learning Centres, Function 300	<u>980,149</u>
	<u><u>177,381,260</u></u> (B)

Percentage (A) / (B) 3.6%

Self-Funded Expenses (fully offset by incremental revenues):

International Student Programs

Expenses (1)	
Instructional	433,503
Administration (deducted above)	366,900 *
Other: _____	-
_____	-
	<u>800,403</u>
Associated Revenue ⁽²⁾	<u><u>990,856</u></u>

Self-Administered Pension Plans

Expenses (1)	
Administration (deducted above)	-
Other: _____	-
_____	-
	<u>0</u>
Associated Revenue ⁽²⁾	<u><u>-</u></u>

(1) Incremental costs of the program.

(2) Tuition fees from international students or the pension plan administration fee.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

1. NATURE OF ORGANIZATION AND ECONOMIC DEPENDENCE

The River East Transcona 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), and a special levy on the property assessment included in the Division's boundaries. The Division is exempt from income tax and is a registered charity under the Income Tax Act.

The Division is economically dependent on the Province for the majority of its revenue and capital financing requirements. Without this funding, the Division would not be able to continue its operations.

2. SIGNIFICANT ACCOUNTING POLICIES

The consolidated financial statements have been prepared by management in accordance with Canadian generally accepted accounting principles established by PSAB of the Canadian Institute of Chartered Accountants (CICA).

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 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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

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 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 monies 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.

Only revenue and expenses of 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. Revenues and expenses of 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.

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

f) *Tangible Capital Assets (continued)*

Capital leases are recorded at the present value of the minimum lease payments excluding executory 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.

All land acquired prior to June 30, 2006 has been valued by the Crown Lands and Property Agency at their estimated fair market value at the time of acquisition.

All tangible capital assets, except for land, and assets under construction, are amortized on a straight-line basis over their estimated useful lives as follows:

<u>Asset Description</u>	<u>Estimated Useful Life</u> <u>(Years)</u>
Land Improvements	10
Building - Brick, Mortar and Steel	40
Buildings - Wood Frame	25
School Buses	10
Vehicles	5
Equipment	5
Network Infrastructure	10
Computer Hardware, Servers & Peripherals	4
Computer Software	4
Furniture & Fixtures	10
Leasehold Improvements	Over term of lease

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 on a straight line basis 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.

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

g) *Employee Future Benefits (continued)*

Under the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba, the Division's contribution equals the employee's contributions to the plan. No responsibility is assumed by the Division to make any further contributions.

For non-vesting accumulated sick days, the benefit costs are recognized, if deemed material, based on a projection of expected future utilization of sick time, discounted using not present value techniques.

An employee future benefit liability is accrued for maternity and parental leave top up payments, a self insured benefit obligation that is event driven. The benefit costs are recognized and recorded only in the period the event occurred.

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 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. Actual results could differ from the estimates. Changes in estimates are recorded in the accounting period in which these changes are determined.

j) *Financial Instruments*

The Division's financial instruments include cash, accounts receivable, due to/from governments, other schools and First Nations, accounts payable, accrued liabilities and long-term debt.

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

3. EMPLOYEE FUTURE BENEFITS

An employee future benefit liability of \$169,275 (2014 - \$340,096) has been accrued as at June 30, 2015 relating to maternity and parental leave top up payments. The employee future benefit expense is a part of the Employee Benefits and Allowances expense account.

Non-vested accumulated sick leave benefits are measured using net present value techniques of the expected future utilization of excess of sick benefits used over earned per year, to maximum entitlement. The impact of the estimated non-vested sick leave benefit is \$1,185,008 (2014 - \$988,825).

During the year ended June 30, 2015, the employer contributions to the Pension Plan for Non-Teaching Employees of Public School Boards in Manitoba amounted to \$1,855,439 (2014 - \$1,848,728). This amount has been expensed in the Division's financial statements for the year ended June 30, 2015.

4. 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. The following is a breakdown of the account balance:

	Balance as at June 30, 2014	Additions in the period	Revenue Recognized in the period	Balance as at June 30, 2015
Province of MB – EPTC*	\$ -	\$ 8,708,171	\$ -	\$ 8,708,171
Province of MB – Other	136,210	266,222	258,568	143,864
Tuition Fees	652,062	660,954	652,061	660,955
Donated Capital Asset	646,834	71,953	128,740	590,047
Miscellaneous	116,530	234,595	239,020	112,105
	\$ 1,551,636	\$ 9,941,895	\$ 1,278,389	\$10,215,142

*EPTC = Education Property Tax Credit

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 \$1,487,013 (2014 - \$1,310,037).

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

6. DEBENTURE DEBT

The debenture debt of the Division is in the form of twenty-year debentures payable, principal and interest, in equal yearly installments and maturing at various dates from 2015 to 2035. Payment of principal and interest is funded entirely by grants from the Province of Manitoba. The debentures carry interest rates that range from 3.625% to 10.00%. Debenture interest expense payable as at June 30, 2015, 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:

	Principal	Interest	Total
2016	\$ 2,807,124	\$ 1,879,694	\$ 4,686,818
2017	2,779,538	1,715,284	4,494,822
2018	2,841,079	1,557,490	4,398,569
2019	2,893,121	1,398,073	4,291,194
2020	2,613,292	1,236,149	3,849,441
	<u>\$ 13,934,154</u>	<u>\$ 7,786,690</u>	<u>\$ 21,720,844</u>

7. OTHER BORROWINGS

Other borrowings are debts other than overdrafts and includes obligations related to capital leases and debentures for self-funded capital projects.

Capital lease loans have interest rates ranging from 1.56% to 3.87% per annum and have lease terms that expire between 2016 to 2019. These loans are secured by the assets to which the leases relate.

Principal and interest repayments related to obligations under capital leases are as follows:

	Principal	Interest	Total
2016	\$ 1,048,250	\$ 60,413	\$ 1,108,663
2017	638,325	29,753	668,078
2018	196,138	10,869	207,007
2019	122,692	4,740	127,432
2020	23,480	754	24,234
	<u>\$ 2,028,885</u>	<u>\$ 106,529</u>	<u>\$ 2,135,414</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

7. OTHER BORROWINGS (continued)

The debentures for self-funded capital projects are in the form of twenty year debt payable, principal and interest in equal yearly installments and maturing in 2022. These self-funded debentures carry interest rates of 6.875%. The principal and interest repayments for the debentures in the next five years are:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2016	\$ 146,729	\$ 86,966	\$ 233,695
2017	156,816	76,879	233,695
2018	167,598	66,097	233,695
2019	179,120	54,575	233,695
2020	191,435	42,260	233,695
	<u>\$ 841,698</u>	<u>\$ 326,777</u>	<u>\$ 1,168,475</u>

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 asset class. The amount of interest capitalized in the period included in Assets under Construction was \$5,865 (2014 - \$8,725). Included in net tangible capital assets are assets relating to obligations under capital lease for the gross amount, accumulated amortization and net book value at June 30, 2015 are \$8,309,592, \$5,799,263 and \$2,510,329 respectively.

9. ACCUMULATED SURPLUS

The consolidated accumulated surplus is comprised of the following:

	<u>2015</u>	<u>2014</u>
Operating Fund		
Designated Surplus	\$ 2,334,449	\$ 3,925,308
Undesignated Surplus	4,037,284	4,006,194
Non-Vested Sick Leave	(1,185,008)	(988,825)
	<u>\$ 5,186,725</u>	<u>\$ 6,942,677</u>
Capital Fund		
Reserve Accounts	\$ 4,852,675	\$ 7,846,001
Equity in Tangible Capital Assets	22,753,340	21,221,113
	<u>\$ 27,606,015</u>	<u>\$ 29,067,114</u>
Special Purpose Fund		
School Generated Funds	\$ 332,468	\$ 339,033
	<u>\$ 332,468</u>	<u>\$ 339,033</u>
Total Accumulated Surplus	<u>\$ 33,125,208</u>	<u>\$ 36,348,824</u>

Designated Surplus under the Operating Fund represents internally restricted amounts appropriated by the board or, in the case of school budget carryovers, by board policy. See page 5 of the audited financial statements for a detailed breakdown of the Designated Surplus.

RIVER EAST TRANSCONA SCHOOL DIVISION
Notes to Consolidated Financial Statements
 June 30, 2015

9. ACCUMULATED SURPLUS (continued)

	<u>2015</u>	<u>2014</u>
Board approved appropriation by motion	\$ 1,193,248	\$ 2,905,774
School budget carryovers by board policy	1,141,201	1,019,534
Designated surplus	<u>\$ 2,334,449</u>	<u>\$ 3,925,308</u>

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 pages 24 and 24A of the audited financial statements.

	<u>2015</u>	<u>2014</u>
Bus reserve	\$ 93,313	\$ 115,406
Other reserve	4,759,363	7,730,595
Capital reserve	<u>\$ 4,852,676</u>	<u>\$ 7,846,001</u>

School Generated Funds and Other Special Purpose Funds are externally restricted monies for school use.

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 revenue and expense is raised over the two calendar (tax) years; 40% from 2013 tax year and 60% from 2014 tax year. Below are the related revenue and receivable amounts:

	<u>2015</u>	<u>2014</u>
Revenue-Municipal Government-Property Tax	<u>\$ 51,698,881</u>	<u>\$ 50,478,832</u>
Receivable-Due from Municipal Government-Property Tax	<u>\$ 30,953,635</u>	<u>\$ 30,284,017</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

11. INTEREST RECEIVED AND PAID

The Division received interest during the year of \$147,164 (2014 - \$166,099).

Interest expense is included in Fiscal and is comprised of the following:

	<u>2015</u>	<u>2014</u>
Operating Fund		
Fiscal-Short Term Loan, Interest and Bank Charges	\$ 27,211	\$ 20,842
Capital Fund		
Debenture Debt Interest	\$ 1,987,227	\$ 2,081,334
Interest on Obligation under Capital Lease	61,933	76,058
Other Interest	1,034	1,612
	<u>\$ 2,050,194</u>	<u>\$ 2,159,004</u>
Total Fiscal – Interest	<u>\$ 2,077,405</u>	<u>\$ 2,179,846</u>

The accrued portion of debenture debt interest expense at June 30, 2015 of \$908,084 (2014- \$948,861) included under the Capital Fund-Debenture debt interest, is offset by an accrual of the debt servicing grant from the Province of Manitoba.

12. 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</u> <u>2015</u>	Budget <u>2015</u>	Actual <u>2014</u>
Salaries	\$ 139,583,385	\$137,740,032	\$136,220,793
Employees benefits & allowances	10,376,000	10,025,000	9,980,497
Services	13,665,279	13,127,522	13,696,377
Supplies, materials, minor equipment	8,127,545	6,530,136	8,492,938
Interest	2,077,405	31,000	2,179,846
School Divisions	527,296	-	548,218
Other operating expenses	49,608	37,300	44,890
Payroll tax	2,973,546	3,000,000	2,902,994
Amortization	6,100,925	-	6,302,933
Other capital items	1,229,776	-	469,618
School generated funds	768,450	-	753,462
	<u>\$ 185,479,215</u>	<u>\$170,490,990</u>	<u>\$181,592,566</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

13. SPECIAL LEVY RAISED FOR LA DIVISION SCOLAIRE FRANCO-MANITOBAINE

In accordance with Section 190.1 of The Public Schools Act the Division is required to collect a special levy on behalf la Division scolaire franco-manitobaine. As at June 30, 2015, the amount of this special levy was \$1,114,510 (2014 - \$1,009,942). These amounts are not included in the Division's consolidated financial statements.

14. TRUST FUND

The Division administers the following trust funds, which are not reflected in the financial statements:

	<u>2015</u>	<u>2014</u>
<u>Scholarship Funds</u>		
Balance, beginning of year	\$ 289,929	\$ 296,757
Cash contributions received during the year	16,004	11,165
Interest income	2,817	3,047
Scholarships awarded	<u>(23,968)</u>	<u>(21,040)</u>
Balance, end of year	<u>\$ 284,782</u>	<u>\$ 289,929</u>
Assets		
Cash and investments	<u>\$ 284,782</u>	<u>\$ 289,929</u>

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

	<u>2015</u>	<u>2014</u>
Cash	\$ 5,577,786	\$ -
Due from – Provincial Government	4,378,025	18,555,838
– Federal Government	371,202	363,290
– Municipal Government	30,953,635	30,284,017
– Other School Divisions	3,547	2,253
– First Nations	7,000	21,400
Accounts Receivable	121,752	163,541

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2015

15. FINANCIAL INSTRUMENTS AND FINANCIAL RISK MANAGEMENT (continued)

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.

	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	1,701,431	-	-	-	-	-
Accrued Liabilities	17,921,123	-	-	-	-	-
Due to Governments	23,830	-	-	-	-	-
Debenture Debt	2,807,124	2,779,538	2,841,079	2,893,121	2,613,292	22,780,493
Other Borrowings	1,227,370	805,923	352,954	269,420	214,915	423,260

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.