

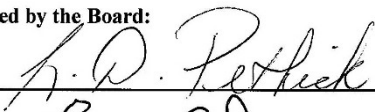
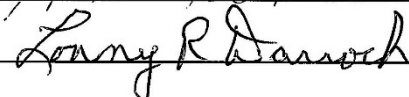
Living Sky School Division No. 202
Statement of Financial Position
as at August 31, 2016

	2016	2015
Financial Assets		
Cash and Cash Equivalents	18,925,172	17,909,336
Accounts Receivable (Note 8)	12,070,454	12,039,600
Portfolio Investments (Note 4)	124,801	124,844
Total Financial Assets	31,120,427	30,073,780
Liabilities		
Accounts Payable and Accrued Liabilities (Note 9)	2,667,182	3,538,368
Long-Term Debt (Note 10)	200,000	300,000
Liability for Employee Future Benefits (Note 6)	1,995,200	1,940,700
Deferred Revenue (Note 11)	3,561,439	3,459,903
Total Liabilities	8,423,821	9,238,971
Net Financial Assets	22,696,606	20,834,809
Non-Financial Assets		
Tangible Capital Assets (Schedule C)	43,209,523	43,631,135
Inventory of Supplies for Consumption	47,604	166,870
Prepaid Expenses	379,662	183,212
Total Non-Financial Assets	43,636,789	43,981,217
Accumulated Surplus (Note 14)	66,333,395	64,816,026

Contractual Obligations and Commitments (Note 17)

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

Approved by the Board:

	Chairperson
	Chief Financial Officer

Living Sky School Division No. 202
Statement of Operations and Accumulated Surplus from Operations
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
REVENUES	(Note 15)		
Property Taxation	23,944,720	24,571,709	23,893,542
Grants	41,262,812	41,557,820	41,149,016
Tuition and Related Fees	5,280,300	5,203,165	4,977,005
School Generated Funds	2,000,000	1,974,888	2,038,462
Complementary Services (Note 12)	1,303,518	1,700,572	1,656,816
External Services (Note 13)	830,472	3,633,503	872,431
Other	360,000	516,914	764,657
Total Revenues (Schedule A)	74,981,822	79,158,571	75,351,929
EXPENSES			
Governance	519,565	526,233	441,138
Administration	2,804,733	2,716,903	2,661,756
Instruction	50,699,522	50,627,264	51,668,444
Plant	8,895,648	8,287,162	8,270,805
Transportation	7,512,526	7,302,829	6,932,623
Tuition and Related Fees	438,600	575,187	567,946
School Generated Funds	2,000,000	1,978,786	1,934,487
Complementary Services (Note 12)	3,317,112	3,388,437	2,452,498
External Services (Note 13)	1,092,374	2,221,239	1,162,977
Other Expenses	18,048	17,162	20,785
Total Expenses (Schedule B)	77,298,128	77,641,202	76,113,459
Operating Surplus (Deficit) for the Year	(2,316,306)	1,517,369	(761,530)
Accumulated Surplus from Operations, Beginning of Year	64,816,026	64,816,026	65,577,556
Accumulated Surplus from Operations, End of Year	62,499,720	66,333,395	64,816,026

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

Living Sky School Division No. 202
Statement of Changes in Net Financial Assets
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
	(Note 15)		
Net Financial Assets, Beginning of Year	20,834,809	20,834,809	24,102,515
Changes During the Year			
Operating Surplus (Deficit) for the Year	(2,316,306)	1,517,369	(761,530)
Acquisition of Tangible Capital Assets (Schedule C)	(3,317,890)	(3,221,726)	(5,830,497)
Proceeds on Disposal of Tangible Capital Assets (Schedule C)	-	13,658	32,979
Net (Gain) on Disposal of Capital Assets (Schedule C)	-	(7,658)	(12,097)
Amortization of Tangible Capital Assets (Schedule C)	3,398,550	3,637,338	3,475,760
Net Acquisition of Inventory of Supplies	-	119,266	(166,870)
Net Change in Other Non-Financial Assets	-	(196,450)	(5,451)
Change in Net Financial Assets	(2,235,646)	1,861,797	(3,267,706)
Net Financial Assets, End of Year	18,599,163	22,696,606	20,834,809

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

Living Sky School Division No. 202
Statement of Cash Flows
for the year ended August 31, 2016

	2016	2015
OPERATING ACTIVITIES		
Operating Surplus (Deficit) for the Year	1,517,369	(761,530)
Add Non-Cash Items Included in Surplus / Deficit (Schedule D)	3,629,680	3,463,663
Net Change in Non-Cash Operating Activities (Schedule E)	(823,188)	698,743
Cash Provided by Operating Activities	4,323,861	3,400,876
CAPITAL ACTIVITIES		
Cash Used to Acquire Tangible Capital Assets	(3,221,726)	(5,830,497)
Proceeds on Disposal of Tangible Capital Assets	13,658	32,979
Cash (Used) by Capital Activities	(3,208,068)	(5,797,518)
INVESTING ACTIVITIES		
Proceeds on Disposal of Portfolio Investments	43	2,216
Cash Provided by Investing Activities	43	2,216
FINANCING ACTIVITIES		
Repayment of Long-Term Debt	(100,000)	(100,000)
Cash (Used) by Financing Activities	(100,000)	(100,000)
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	1,015,836	(2,494,426)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	17,909,336	20,403,762
CASH AND CASH EQUIVALENTS, END OF YEAR	18,925,172	17,909,336

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

Living Sky School Division No. 202
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Property Taxation Revenue			
Tax Levy Revenue			
Property Tax Levy Revenue	24,101,305	23,946,041	23,315,486
Total Property Tax Revenue	24,101,305	23,946,041	23,315,486
Grants in Lieu of Taxes			
Federal Government	100,000	117,978	116,819
Provincial Government	300,000	245,371	273,551
Railways	500	11,969	-
Other	100,000	95,449	94,653
Total Grants in Lieu of Taxes	500,500	470,767	485,023
Other Tax Revenues			
Treaty Land Entitlement - Urban	-	65,065	-
Treaty Land Entitlement - Rural	-	1,322	-
House Trailer Fees	10,000	10,027	15,670
Total Other Tax Revenues	10,000	76,414	15,670
Additions to Levy			
Penalties	140,000	169,160	152,778
Total Additions to Levy	140,000	169,160	152,778
Deletions from Levy			
Cancellations	(807,085)	(90,673)	(75,415)
Total Deletions from Levy	(807,085)	(90,673)	(75,415)
Total Property Taxation Revenue	23,944,720	24,571,709	23,893,542
Grants			
Operating Grants			
Ministry of Education Grants			
Operating Grant	39,515,722	39,473,471	39,291,252
Other Ministry Grants	440,000	521,483	448,736
Total Ministry Grants	39,955,722	39,994,954	39,739,988
Grants from Others	250,000	253,622	455,936
Total Operating Grants	40,205,722	40,248,576	40,195,924
Capital Grants			
Ministry of Education Capital Grants	1,057,090	1,309,244	953,092
Total Capital Grants	1,057,090	1,309,244	953,092
Total Grants	41,262,812	41,557,820	41,149,016

Living Sky School Division No. 202
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Tuition and Related Fees Revenue			
Operating Fees			
Tuition Fees			
School Boards	-	3,583	-
Federal Government and First Nations	4,972,800	5,002,799	4,761,897
Total Tuition Fees	4,972,800	5,006,382	4,761,897
Transportation Fees	7,500	11,267	11,923
Other Related Fees	300,000	185,516	203,185
Total Operating Tuition and Related Fees	5,280,300	5,203,165	4,977,005
Total Tuition and Related Fees Revenue	5,280,300	5,203,165	4,977,005
School Generated Funds Revenue			
Curricular			
Student Fees	135,000	135,011	157,679
Total Curricular Fees	135,000	135,011	157,679
Non-Curricular Fees			
Commercial Sales - Non-GST	160,000	142,177	117,076
Fundraising	950,000	841,728	955,222
Grants and Partnerships	55,000	43,372	38,001
Students Fees	400,000	524,473	476,240
Other	300,000	288,127	294,244
Total Non-Curricular Fees	1,865,000	1,839,877	1,880,783
Total School Generated Funds Revenue	2,000,000	1,974,888	2,038,462
Complementary Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	1,206,018	1,562,588	1,530,476
Other Ministry Grants	10,000	47,088	23,310
Other Grants	40,000	21,570	22,775
Total Operating Grants	1,256,018	1,631,246	1,576,561
Fees and Other Revenue			
Tuition and Related Fees	1,500	25,344	28,002
Other Revenue	46,000	43,982	52,253
Total Fees and Other Revenue	47,500	69,326	80,255
Total Complementary Services Revenue	1,303,518	1,700,572	1,656,816

Living Sky School Division No. 202
Schedule A: Supplementary Details of Revenues
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
External Services			
Operating Grants			
Ministry of Education Grants			
Operating Grant	680,472	3,430,972	709,323
Other Ministry Grants	-	20,000	20,000
Total Operating Grants	680,472	3,450,972	729,323
Fees and Other Revenue			
Other Revenue	150,000	182,531	143,108
Total Fees and Other Revenue	150,000	182,531	143,108
Total External Services Revenue	830,472	3,633,503	872,431
Other Revenue			
Miscellaneous Revenue	55,000	136,883	332,761
Sales & Rentals	105,000	179,376	190,939
Investments	200,000	192,997	228,860
Gain on Disposal of Capital Assets	-	7,658	12,097
Total Other Revenue	360,000	516,914	764,657
TOTAL REVENUE FOR THE YEAR	74,981,822	79,158,571	75,351,929

Living Sky School Division No. 202
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Governance Expense			
Board Members Expense	176,220	168,311	159,660
Professional Development- Board Members	31,000	29,890	25,554
Advisory Committees	46,345	33,183	35,304
Professional Development - Advisory Committees	6,000	-	-
Elections	-	839	-
Other Governance Expenses	260,000	294,010	220,620
Total Governance Expense	519,565	526,233	441,138
Administration Expense			
Salaries	2,080,834	2,078,642	1,982,092
Benefits	220,099	224,401	218,200
Supplies & Services	148,800	94,677	74,207
Non-Capital Furniture & Equipment	50,500	29,966	39,509
Building Operating Expenses	46,000	61,364	112,724
Communications	57,500	45,326	44,467
Travel	53,000	42,770	45,698
Professional Development	48,000	42,111	47,952
Amortization of Tangible Capital Assets	100,000	97,646	96,907
Total Administration Expense	2,804,733	2,716,903	2,661,756
Instruction Expense			
Instructional (Teacher Contract) Salaries	33,497,402	33,852,237	33,714,321
Instructional (Teacher Contract) Benefits	1,764,907	1,901,190	1,871,753
Program Support (Non-Teacher Contract) Salaries	8,040,947	7,918,006	8,854,140
Program Support (Non-Teacher Contract) Benefits	1,764,533	1,657,706	1,762,733
Instructional Aids	1,781,797	1,233,951	1,615,436
Supplies & Services	647,826	734,671	598,870
Non-Capital Furniture & Equipment	462,515	522,014	468,478
Communications	181,570	218,501	200,659
Travel	254,144	234,971	267,859
Professional Development	780,756	460,334	462,614
Student Related Expense	323,125	438,887	499,990
Amortization of Tangible Capital Assets	1,200,000	1,454,796	1,351,591
Total Instruction Expense	50,699,522	50,627,264	51,668,444

Living Sky School Division No. 202
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Plant Operation & Maintenance Expense			
Salaries	2,903,937	2,967,679	2,900,279
Benefits	772,711	667,698	738,447
Supplies & Services	10,900	8,612	6,094
Non-Capital Furniture & Equipment	23,000	25,280	15,452
Building Operating Expenses	3,697,600	3,215,704	3,233,939
Communications	6,500	7,683	6,823
Travel	64,000	48,868	47,782
Professional Development	17,000	3,324	4,042
Amortization of Tangible Capital Assets	1,400,000	1,342,314	1,317,947
Total Plant Operation & Maintenance Expense	8,895,648	8,287,162	8,270,805
Student Transportation Expense			
Salaries	1,986,507	2,021,250	1,937,671
Benefits	408,607	393,986	379,311
Supplies & Services	917,950	680,032	825,268
Non-Capital Furniture & Equipment	484,000	729,702	334,239
Building Operating Expenses	55,000	62,196	13,342
Communications	27,000	18,639	20,068
Travel	1,000	-	94
Professional Development	15,000	4,201	11,512
Contracted Transportation	2,922,462	2,653,750	2,705,352
Amortization of Tangible Capital Assets	695,000	739,073	705,766
Total Student Transportation Expense	7,512,526	7,302,829	6,932,623
Tuition and Related Fees Expense			
Tuition Fees	338,600	575,187	378,920
Other Fees	100,000	-	189,026
Total Tuition and Related Fees Expense	438,600	575,187	567,946
School Generated Funds Expense			
Academic Supplies & Services	100,000	47,364	42,358
Cost of Sales	400,000	313,300	336,612
Non-Capital Furniture & Equipment	-	980	3,861
School Fund Expenses	1,500,000	1,617,142	1,551,656
Total School Generated Funds Expense	2,000,000	1,978,786	1,934,487

Living Sky School Division No. 202
Schedule B: Supplementary Details of Expenses
for the year ended August 31, 2016

	2016 Budget	2016 Actual	2015 Actual
Complementary Services Expense			
Tuition Fees	-	8,318	6,033
Instructional (Teacher Contract) Salaries & Benefits	608,943	590,793	704,603
Program Support (Non-Teacher Contract) Salaries & Benefits	2,413,169	2,445,681	1,468,998
Instructional Aids	25,000	33,306	39,949
Supplies & Services	270,000	288,775	209,222
Non-Capital Furniture & Equipment	-	4,404	12,055
Building Operating Expenses	-	1,016	1,016
Communications	-	-	237
Travel	-	3,073	3,113
Professional Development (Non-Salary Costs)	-	3,218	1,711
Student Related Expenses	-	9,853	5,561
Total Complementary Services Expense	3,317,112	3,388,437	2,452,498
External Service Expense			
Grant Transfers	-	1,072,673	-
Tuition Fees	76,777	184,501	91,752
Administration Salaries & Benefits	10,000	-	1,493
Instructional (Teacher Contract) Salaries & Benefits	479,671	474,585	577,502
Program Support (Non-Teacher Contract) Salaries & Benefits	121,376	106,632	120,675
Instructional Aids	-	362	7,348
Supplies & Services	175,000	193,293	177,477
Non-Capital Furniture & Equipment	-	-	460
Building Operating Expenses	25,500	28,188	37,194
Communications	-	2,171	2,130
Travel	500	-	11
Professional Development (Non-Salary Costs)	-	497	-
Contracted Transportation & Allowances	200,000	154,828	143,386
Amortization of Tangible Capital Assets	3,550	3,509	3,549
Total External Services Expense	1,092,374	2,221,239	1,162,977
Other Expense			
Interest and Bank Charges			
Current Interest and Bank Charges	-	3,143	780
Interest on Capital Loans	18,048	14,019	20,005
Total Interest and Bank Charges	18,048	17,162	20,785
Total Other Expense	18,048	17,162	20,785
TOTAL EXPENSES FOR THE YEAR	77,298,128	77,641,202	76,113,459

Living Sky School Division No. 202
Schedule C - Supplementary Details of Tangible Capital Assets
for the year ended August 31, 2016

	Land	Buildings		Short-Term	School Buses	Other Vehicles	Furniture and Equipment	Computer Hardware and Audio Visual Equipment	Computer Software	Assets Under Construction	2016	2015
		Buildings	Short-Term									
Tangible Capital Assets - at Cost												
Opening Balance as of September 1	1,000,794	83,623,097	1,541,168	7,948,718	539,700	12,598,819	4,007,804	688,988	3,831,160	115,780,248	113,077,314	
Additions/Purchases	-	697,209	4,613	485,142	-	694,302	700,915	4,338	635,207	3,221,726	5,830,497	
Disposals	-	-	-	(418,495)	(28,646)	-	-	-	-	(447,141)	(2,180,046)	
Write-Downs	-	-	-	-	-	-	-	-	-	-	(947,517)	
Closing Balance as of August 31	1,000,794	84,320,306	1,545,781	8,015,365	511,054	13,293,121	4,708,719	693,326	4,466,367	118,554,833	115,780,248	

Tangible Capital Assets - Amortization

Opening Balance as of September 1	-	54,595,718	1,111,946	4,027,366	412,409	9,384,384	2,197,006	420,284	-	72,149,113	71,780,034
Amortization of the Period	-	1,399,650	58,706	632,808	52,764	566,726	805,624	121,060	-	3,637,338	3,475,760
Disposals	-	-	-	(412,495)	(28,646)	-	-	-	-	(441,141)	(2,159,164)
Write-Downs	-	-	-	-	-	-	-	-	-	-	(947,517)
Closing Balance as of August 31	N/A	55,995,368	1,170,652	4,247,679	436,527	9,951,110	3,002,630	541,344	N/A	75,345,310	72,149,113

Net Book Value

Opening Balance as of September 1	1,000,794	29,027,379	429,222	3,921,352	127,291	3,214,435	1,810,798	268,704	3,831,160	43,631,135	41,297,280
Closing Balance as of August 31	1,000,794	28,324,938	375,129	3,767,686	74,527	3,342,011	1,706,089	151,982	4,466,367	43,209,523	43,631,135
Change in Net Book Value	-	(702,441)	(54,093)	(153,666)	(52,764)	127,576	(104,709)	(116,722)	635,207	(421,612)	2,333,855

Disposals

Historical Cost	-	-	-	418,495	28,646	-	-	-	-	447,141	2,180,046
Accumulated Amortization	-	-	-	412,495	28,646	-	-	-	-	441,141	2,159,164
Net Cost	-	-	-	6,000	-	-	-	-	-	6,000	20,882
Price of Sale	378	-	-	6,155	1,738	5,387	-	-	-	13,658	32,979
Gain on Disposal	378	-	-	155	1,738	5,387	-	-	-	7,658	12,097

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Living Sky School Division No. 202
Schedule D: Non-Cash Items Included in Surplus / Deficit
for the year ended August 31, 2016

	2016	2015
Non-Cash Items Included in Surplus / Deficit		
Amortization of Tangible Capital Assets (Schedule C)	3,637,338	3,475,760
Net (Gain) on Disposal of Tangible Capital Assets (Schedule C)	(7,658)	(12,097)
Total Non-Cash Items Included in Surplus / Deficit	3,629,680	3,463,663

Living Sky School Division No. 202
Schedule E: Net Change in Non-Cash Operating Activities
for the year ended August 31, 2016

	2016	2015
Net Change in Non-Cash Operating Activities		
Decrease (Increase) in Accounts Receivable	(30,854)	566,336
Increase (Decrease) in Accounts Payable and Accrued Liabilities	(871,186)	3,895
Increase in Liability for Employee Future Benefits	54,500	143,400
Increase in Deferred Revenue	101,536	157,433
Decrease (Increase) in Inventory of Supplies for Consumption	119,266	(166,870)
(Increase) in Prepaid Expenses	(196,450)	(5,451)
Total Net Change in Non-Cash Operating Activities	(823,188)	698,743

1. AUTHORITY AND PURPOSE

The school division operates under the authority of *The Education Act, 1995* of Saskatchewan as a corporation under the name of “The Board of Education of the Living Sky School Division No. 202” and operates as “Living Sky School Division No. 202”. The school division provides education services to residents within its geographic region and is governed by an elected board of trustees.

The school division is funded mainly by grants from the Government of Saskatchewan and a levy on the property assessment included in the school division’s boundaries at mill rates determined by the provincial government. The school division is exempt from income tax and is a registered charity under the *Income Tax Act*.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with Canadian public sector accounting standards for other government organizations as established by the Public Sector Accounting Board (PSAB) and as published by the Chartered Professional Accountants of Canada (CPA Canada).

Significant aspects of the accounting policies adopted by the school division are as follows:

a) Basis of Accounting

The financial statements are prepared using the accrual basis of accounting.

b) Reporting Entity

The financial statements include all of the assets, liabilities, revenues and expenses of the school division reporting entity.

c) Measurement Uncertainty and the Use of Estimates

Canadian public sector accounting standards require management to make estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year.

Measurement uncertainty that may be material to these financial statements exists for:

- the liability for employee future benefits of \$1,995,200 (2015: \$1,940,700) because actual experience may differ significantly from actuarial estimations.
- property tax revenue of \$24,571,709 (2015: \$23,893,542) because final tax assessments may differ from initial estimates.
- uncollectible taxes of \$247,905 (2015: \$247,905) because actual collectability may differ from initial estimates.
- valuation allowance for other receivables of \$324,304 (2015: \$487,618) because actual collectability may differ from amount invoiced.

- useful lives of capital assets and related amortization for \$3,637,338 (2015: \$3,475,760) because the actual useful lives of the capital assets may differ from their estimated economic lives.

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

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

d) Financial Instruments

Financial instruments are any contracts that give rise to financial assets of one entity and financial liabilities or equity instruments of another entity. A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The school division recognizes a financial instrument when it becomes a party to the contractual provisions of a financial instrument. The financial assets and financial liabilities portray these rights and obligations in the financial statements. Financial instruments of the school division include cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities, and long-term debt.

All financial instruments are measured at cost or amortized cost. Transaction costs are a component of the cost of financial instruments measured using cost or amortized cost. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenues or expenses. Impairment losses such as write-downs or write-offs are reported in the statement of operations and accumulated surplus from operations.

Gains and losses on financial instruments measured at cost or amortized cost are recognized in the statement of operations and accumulated surplus from operations in the period the gain or loss occurs.

Foreign currency transactions are translated at the exchange rate prevailing at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the financial statement date. The school division believes that it is not subject to significant unrealized foreign exchange translation gains and losses arising from its financial instruments.

e) Financial Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations. Valuation allowances are used where considered necessary to reduce the amounts reported for financial assets to their net realizable value.

Cash and Cash Equivalents consist of cash and bank deposits and highly liquid investments with initial maturity terms of three months or less and held for the purpose of meeting short-term operating cash commitments rather than for investing purposes.

Accounts Receivable includes taxes receivable and other receivables. Taxes receivable represent education property taxes assessed or estimated owing to the end of the fiscal period but not yet received. The allowance for uncollected taxes is a valuation allowance used to reduce the amount reported for taxes receivable to the estimated net recoverable amount. The allowance represents management's estimate of the amount of taxes that will not be collected taking into consideration prior years' tax collections and information provided by municipalities regarding collectability of outstanding balances.

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

Portfolio Investments consist of term deposits and equity in co-operatives. The school division values its portfolio investments in accordance with its policy for financial instruments, as described in Note 2 (d).

f) Non-Financial Assets

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

Tangible Capital Assets have useful lives extending beyond the accounting period, are used by the school division to provide services to the public and are not intended for sale in the ordinary course of operations. Tangible capital assets of the school division include land, buildings, buildings – short term, school buses, other vehicles, furniture and equipment, computer hardware and audio visual equipment, computer software, and assets under construction. Tangible capital assets are recorded at cost (or estimated cost when the actual cost is unknown) and include all costs directly attributable to the acquisition, design, construction, development, installation and betterment of the tangible capital asset. The school division does not capitalize interest incurred while a tangible capital asset is under construction.

The cost of depreciable tangible capital assets, net of any residual value, is amortized on a straight line basis over their estimated useful lives as follows:

Buildings	50 years
Buildings – short-term (portables, storage sheds, outbuildings, garages)	20 years
School buses	12 years
Other vehicles – passenger and light duty trucks and vans	5 years
Furniture and equipment	10 years
Computer hardware and audio visual equipment	5 years
Computer software	5 years

Assets under construction are not amortized until completed and placed into service for use.

Assets that have a historical or cultural significance, such as works of art, monuments and other cultural artifacts, are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with these properties cannot be made.

Inventory of Supplies for Consumption consists of supplies held for consumption by the school division in the course of normal operations and are recorded at the lower of cost and replacement cost.

Prepaid Expenses are prepaid amounts for goods or services which will provide economic benefits in one or more future periods. Prepaid expenses include Saskatchewan School Board Association fees and insurance.

g) Liabilities

Liabilities are present obligations arising from transactions and events occurring prior to year-end, which will be satisfied in the future through the use of assets or another form of economic settlement.

Accounts Payable and Accrued Liabilities include accounts payable and accrued liabilities owing to third parties and employees for work performed, goods supplied and services rendered, but not yet paid, at the end of the fiscal period.

Long-Term Debt is comprised of a capital loan with an initial maturity of more than one year and is incurred for the purpose of financing capital expenditures in accordance with the provisions of *The Education Act, 1995*.

Liability for Employee Future Benefits represents post-employment and compensated absence benefits that accrue to the school division's employees. The cost of these benefits is recorded as the benefits are earned by employees. The liability relating to these benefits is actuarially determined using the projected benefit method pro-rated on service. Actuarial valuations are performed periodically using assumptions including discount rate, inflation, salary escalation, termination and retirement rates and mortality. An actuary extrapolates these valuations when a valuation is not done in the current fiscal year. Actuarial gains and losses are amortized on a straight line basis over the expected average remaining service life of the related employee groups.

Deferred Revenue from Non-government Sources represents fees or payments for services received in advance of the fee being earned or the services being performed, and other contributions for which the contributor has placed restrictions on the use of the resources. Revenue from tuition and related fees is recognized as the course is delivered; revenue from contractual services is recognized as the services are delivered; and revenue from other contributions is recognized in the fiscal year in which the resources are used for the purpose specified by the contributor.

h) Employee Pension Plans

The school division's employees participate in one of the following multi-employer defined benefit plans:

- i) Teachers participate in the Saskatchewan Teachers' Retirement Plan (STRP) or the Saskatchewan Teachers' Superannuation Plan (STSP). The school division's obligation for these plans is limited to collecting and remitting contributions of the employees at rates determined by the plans.
- ii) Other employees participate in the Municipal Employees' Pension Plan (MEPP). In accordance with PSAB standards, the plan is accounted for as a defined contribution plan whereby the school division's contributions are expensed when due.

i) Revenue Recognition

Revenues are recorded on the accrual basis. Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues, provided the amount to be received can be reasonably estimated and collection is reasonably assured.

The school division's sources of revenues include the following:

i) Government Transfers (Grants)

Grants from governments are considered to be government transfers. In accordance with PS3410 standard, government transfers are recognized as revenues when the transfer is authorized, all eligibility criteria have been met, the amount can be estimated and collection is reasonably assured except when, and to the extent, stipulations by the transferor give rise to an obligation that meets the definition of a liability. For transfers with stipulations, revenue is recognized in the statement of operations and accumulated surplus from operations as the stipulation liabilities are settled.

ii) Property Taxation

Property tax is levied and collected on a calendar year basis. Uniform education property tax mill rates are set by the Government of Saskatchewan. Tax revenues are recognized on the basis of time with 1/12th of estimated total tax revenue recorded in each month of the school division's fiscal year. The tax revenue for the September to December portion of the fiscal year is based on the actual amounts reported by the municipalities for the calendar taxation year. For the January to August portion of its fiscal year, the school division estimates tax revenue based on estimate information provided by municipalities

who levy and collect the property tax on behalf of the school division. The final annual taxation amounts are reported to the division by each municipality following the conclusion of each calendar taxation year, and any difference between final amounts and the school division's estimates is recorded as an adjustment to revenue in the next fiscal year.

iii) Fees and Services

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

iv) Interest Income

Interest is recognized on an accrual basis when it is earned.

v) Other (Non-Government Transfer) Contributions

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the school division if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions that are to be held in perpetuity are recognized as revenue in the year in which they are received or committed if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions that are not held in perpetuity are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

j) Statement of Remeasurement Gains and Losses

The school division has not presented a statement of remeasurement gains and losses because it does not have financial instruments that give rise to material remeasurement gains or losses.

3. SHORT-TERM BORROWINGS

Bank indebtedness consists of a demand operating line of credit with a maximum borrowing limit of \$10,000,000 that bears interest at Bank prime rate less 0.50% per annum. This line of credit is authorized by a borrowing resolution by the board of education and is secured by provincial grant receipts. This line of credit was approved by the Minister of Education on October 29, 2010. There was no balance outstanding on the line of credit at August 31, 2016 or August 31, 2015.

4. PORTFOLIO INVESTMENTS

Portfolio investments are comprised of the following:

	2016	2015
Portfolio investments in the cost and amortized cost category:	<u>Cost</u>	<u>Cost</u>
Term deposits	\$ 88,600	\$ 88,600
Credit Union Shares	5	5
Credit Union Equity	10,000	10,000
Member Equity in Co-op Organizations	26,196	26,239
Total portfolio investments reported at cost and amortized cost	\$ 124,801	\$ 124,844

5. EXPENSES BY FUNCTION AND ECONOMIC CLASSIFICATION

Function	Salaries & Benefits	Goods & Services	Debt Service	Amortization of TCA	2016 Actual	2015 Actual
Governance	\$ 168,311	\$ 357,922	\$ -	\$ -	\$ 526,233	\$ 441,138
Administration	2,303,043	316,214	-	97,646	2,716,903	2,661,756
Instruction	45,329,139	3,843,329	-	1,454,796	50,627,264	51,668,444
Plant	3,635,377	3,309,471	-	1,342,314	8,287,162	8,270,805
Transportation	2,415,236	4,148,520	-	739,073	7,302,829	6,932,623
Tuition and Related Fees	-	575,187	-	-	575,187	567,946
School Generated Funds	-	1,978,786	-	-	1,978,786	1,934,487
Complementary Services	3,036,474	351,963	-	-	3,388,437	2,452,498
External Services	581,217	1,636,513	-	3,509	2,221,239	1,162,977
Other	-	-	17,162	-	17,162	20,785
TOTAL	\$ 57,468,797	\$ 16,517,905	\$ 17,162	\$ 3,637,338	\$ 77,641,202	\$ 76,113,459

6. EMPLOYEE FUTURE BENEFITS

The school division provides certain post-employment, compensated absence and termination benefits to its employees. These benefits include non-vested sick leave payout, retirement gratuity, vacation banks and paid-time-off banks. The liability associated with these benefits is calculated as the present value of expected future payments pro-rated for service and is recorded as Liability for Employee Future Benefits in the statement of financial position. Morneau Shepell Ltd, a firm of consulting actuaries, performed an actuarial valuation and extrapolated the results to estimate the Liability for Employee Future Benefits as at August 31, 2016.

Details of the employee future benefits are as follows:

	2016	2015
Actuarial extrapolation date	Aug. 31, 2016	Aug. 31, 2015
Long-term assumptions used:		
Discount rate at end of period	2.10%	2.50%
Inflation and productivity rate (excluding merit and promotion)	3.20%	3.20%
Expected average remaining service life (years)	13	13

Liability for Employee Future Benefits	2016	2015
Accrued Benefit Obligation - beginning of year	\$ 2,294,700	\$ 1,990,000
Current period service cost	204,500	162,100
Interest cost	59,500	58,900
Benefit payments	(240,900)	(95,200)
Actuarial losses	97,100	178,900
Accrued Benefit Obligation - end of year	2,414,900	2,294,700
Unamortized Net Actuarial Losses	(419,700)	(354,000)
Liability for Employee Future Benefits	\$ 1,995,200	\$ 1,940,700

Employee Future Benefits Expense	2016	2015
Current period service cost	\$ 204,500	\$ 162,100
Amortization of net actuarial loss	31,400	17,600
Benefit cost	235,900	179,700
Interest cost	59,500	58,900
Total Employee Future Benefits Expense	\$ 295,400	\$ 238,600

7. PENSION PLANS

Multi-Employer Defined Benefit Plans

Information on the multi-employer pension plans to which the school division contributes is as follows:

i) Saskatchewan Teachers' Retirement Plan (STRP) or Saskatchewan Teachers' Superannuation Plan (STSP)

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

The STRP and STSP are funded by contributions by the participating employee members and the Government of Saskatchewan. The school division's obligation to the STRP and STSP is limited to collecting and remitting contributions of the employees at rates determined by the plans. Accordingly, these financial statements do not include any expense for employer contributions to these plans. Net pension assets or liabilities for these

plans are not reflected in these financial statements as ultimate responsibility for retirement benefits rests with the Saskatchewan Teachers' Federation for the STRP and with the Government of Saskatchewan for the STSP.

Details of the contributions to these plans for the school division's employees are as follows:

	2016			2015
	STRP	STSP	TOTAL	TOTAL
Number of active School Division members	509	12	521	527
Member contribution rate (percentage of salary)	10.20%/12.40%	6.05%/7.85%	6.05%/12.40%	6.05%/11.30%
Member contributions for the year	\$ 3,636,982	\$ 22,270	\$ 3,659,252	\$ 3,026,002

ii) Municipal Employees' Pension Plan (MEPP)

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

The MEPP is funded by employer and employee contributions at rates set by the Municipal Employees' Pension Commission.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees which could affect future contribution rates and/or benefits.

The contributions to the MEPP by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. In accordance with PSAB requirements, the plan is accounted for as a defined contribution plan whereby the school division's contributions are expensed when due.

Details of the MEPP are as follows:

	2016	2015
Number of active School Division members	556	548
Member contribution rate (percentage of salary)	8.15%	8.15%
School Division contribution rate (percentage of salary)	8.15%	8.15%
Member contributions for the year	\$ 1,244,376	\$ 1,237,370
School Division contributions for the year	\$ 1,244,376	\$ 1,237,370
Actuarial (extrapolation) valuation date	(31-Dec-15)	31-Dec-14
Plan Assets (in thousands)	\$ 2,148,676	\$ 2,006,587
Plan Liabilities (in thousands)	\$ 1,831,743	\$ 1,672,585
Plan Surplus (in thousands)	\$ 316,933	\$ 334,002

8. ACCOUNTS RECEIVABLE

All accounts receivable presented in the statement of financial position are net of any valuation allowances for doubtful accounts. Details of accounts receivable balances and allowances are as follows:

	2016			2015		
	Total Receivable	Valuation Allowance	Net of Allowance	Total Receivable	Valuation Allowance	Net of Allowance
Taxes Receivable	\$ 11,917,126	\$ 247,905	\$ 11,669,221	\$ 11,773,448	\$ 247,905	\$ 11,525,543
Other Receivables	725,537	324,304	401,233	1,001,675	487,618	514,057
Total Accounts Receivable	\$ 12,642,663	\$ 572,209	\$ 12,070,454	\$ 12,775,123	\$ 735,523	\$ 12,039,600

9. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

Details of accounts payable and accrued liabilities are as follows:

	2016	2015
Accrued Salaries and Benefits	\$ 621,298	\$ 611,328
Supplier Payments	2,045,884	2,927,040
Total Accounts Payable and Accrued Liabilities	\$ 2,667,182	\$ 3,538,368

10. LONG-TERM DEBT

Details of long-term debt are as follows:

	2016	2015
Capital Loans:		
Innovation Credit Union - loan repayable in annual principal installments of \$100,000 plus interest at 6% paid monthly	\$ 200,000	\$ 300,000
Total Long-Term Debt	\$ 200,000	\$ 300,000

Future principal repayments over the next 2 years are estimated as follows:	
	Total
2017	\$ 100,000
2018	100,000
Total	\$ 200,000

Principal and interest payments on the long-term debt are as follows:		
	2016	2015
Principal	\$ 100,000	\$ 100,000
Interest	14,019	20,005
Total	\$ 114,019	\$ 120,005

11. DEFERRED REVENUE

Details of deferred revenues are as follows:

	Balance as at Aug. 31, 2015	Additions during the Year	Revenue recognized in the Year	Balance as at Aug. 31, 2016
Capital projects:				
Federal capital tuition	\$ 1,511,525	\$ 181,935	\$ -	\$ 1,693,460
Total capital projects deferred revenue	1,511,525	181,935	-	1,693,460
Other deferred revenue:				
Cash Receipts from Municipalities				
Exceeding Tax Assessments	1,948,378	-	87,207	1,861,171
Tuition	-	6,808	-	6,808
Total other deferred revenue	1,948,378	6,808	87,207	1,867,979
Total Deferred Revenue	\$3,459,903	\$ 188,743	\$ 87,207	\$3,561,439

12. COMPLEMENTARY SERVICES

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

Following is a summary of the revenue and expenses of the Complementary Services programs operated by the school division in 2016 and 2015:

Summary of Complementary Services Revenues and Expenses, by Program	Pre-K Programs	Community and Inter-Agency Liaison	Other Programs	2016	2015
Revenues:					
Operating Grants	\$ 979,992	\$ 582,596	\$ 68,658	\$ 1,631,246	\$1,576,561
Fees and Other Revenues	-	-	69,326	69,326	80,255
Total Revenues	979,992	582,596	137,984	1,700,572	1,656,816
Expenses:					
Tuition Fees	8,318	-	-	8,318	6,033
Salaries & Benefits	979,920	2,056,554	-	3,036,474	2,173,601
Instructional Aids	33,306	-	-	33,306	40,134
Supplies and Services	510	-	289,281	289,791	210,052
Non-Capital Equipment	3,126	-	1,278	4,404	12,056
Communications	-	-	-	-	237
Travel	3,073	-	-	3,073	3,113
Professional Development (Non-Salary Costs)	3,218	-	-	3,218	1,711
Student Related Expenses	5,047	-	4,806	9,853	5,561
Total Expenses	1,036,518	2,056,554	295,365	3,388,437	2,452,498
(Deficiency) of Revenues over Expenses	\$ (56,526)	\$(1,473,958)	\$(157,381)	\$(1,687,865)	\$ (795,682)

The purpose and nature of each Complementary Services program is as follows:

Pre-K Programs – provides support to early intervention programs that target pre-school age children and their families who are living in vulnerable circumstances.

Community and Inter-Agency Liaison – supports the delivery of a range of diverse and comprehensive supports and effective practices that address the complex needs of vulnerable students and that help eliminate learning barriers.

Other Programs – have the objective of enhancing the K-12 curriculum/learning programs and include such things as nutrition programs.

13. EXTERNAL SERVICES

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

Following is a summary of the revenue and expenses of the External Services programs operated by the school division in 2016 and 2015:

Summary of External Services Revenues and Expenses, by Program	Cafeteria	Associate Schools*	Other Programs	2016	2015
Revenues:					
Operating Grants	\$ -	\$ 680,472	\$2,770,500	\$3,450,972	\$ 729,323
Fees and Other Revenues	166,800	-	15,731	182,531	143,108
Total Revenues	166,800	680,472	2,786,231	3,633,503	872,431
Expenses:					
Grant Transfers	-	-	1,072,673	1,072,673	-
Tuition Fees	-	182,736	-	182,736	93,503
Salaries & Benefits	106,632	474,586	-	581,218	699,669
Supplies and Services	193,293	-	-	193,293	177,948
Building Operating Expenses	-	22,291	9,832	32,123	37,574
Professional Development	-	859	-	859	7,348
Contracted Transportation & Allowances	-	-	154,828	154,828	143,386
Amortization of Tangible Capital Assets	-	-	3,509	3,509	3,549
Total Expenses	299,925	680,472	1,240,842	2,221,239	1,162,977
Excess (Deficiency) of Revenues over Expenses	\$ (133,125)	\$ -	\$1,545,389	\$1,412,264	\$ (290,546)

*Associate Schools – see table below for details of revenues and expenses by school.

The purpose and nature of each External Services program is as follows:

Cafeteria – provides meals to students, staff and the general public.

Other Programs – are services that have no direct link to the K-12 program and include staff residences, extra-curricular transportation, and grant transfers related to the Following Their Voices Program.

Summary of Associate School Revenues and Expenses, Details by School	Heritage Christian School	Meadow Lake Christian Academy	2016	2015
Revenues:				
Operating Grants	\$ 462,721	\$ 217,751	\$ 680,472	\$ 709,323
Total Revenues	462,721	217,751	680,472	709,323
Expenses:				
Tuition Fees	108,437	74,299	182,736	93,503
Salaries & Benefits	331,134	143,452	474,586	577,501
Building Operating Expenses	22,291	-	22,291	30,971
Professional Development	859	-	859	7,348
Total Expenses	462,721	217,751	680,472	709,323
Excess (Deficiency) of Revenues over Expenses	\$ -	\$ -	\$ -	\$ -

14. ACCUMULATED SURPLUS

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

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

Details of accumulated surplus are as follows:

	August 31 2015	Additions during the year	Reductions during the year	August 31 2016
Invested in Tangible Capital Assets:				
Net Book Value of Tangible Capital Assets	\$ 43,631,135	\$ 3,221,726	\$ 3,643,338	43,209,523
Less: Debt owing on Tangible Capital Assets	(300,000)	-	(100,000)	(200,000)
	43,331,135	3,221,726	3,543,338	43,009,523
PMR maintenance project allocations (1)	1,146,043	1,309,244	700,745	1,754,542
Internally Restricted Surplus:				
Capital projects:				
Designated for tangible capital asset expenditures	11,400	-	-	11,400
	11,400	-	-	11,400
Other:				
School generated funds	869,087	-	8,239	860,848
Scholarship funds	146,258	51,262	47,534	149,986
Invitational Shared Services Initiative	31,095	300,000	260,000	71,095
Grant - Graduation Coach				
Following Their Voices - 2015/16 Surplus	-	1,338,500	946,620	391,880
Following Their Voices - 2016/17 Grant	-	1,462,000	-	1,462,000
Child Nutrition and Development Program - 2016/17 Grant	-	23,544	-	23,544
Tax Loss Compensations	3,819,650	-	-	3,819,650
Bus Replacement	163,728	-	-	163,728
	5,029,818	3,175,306	1,262,393	6,942,731
Unrestricted Surplus	15,297,630	-	682,431	14,615,199
Total Accumulated Surplus	\$ 64,816,026	\$ 7,706,276	\$ 6,188,907	\$ 66,333,395

- (1) **PMR Maintenance Project Allocations** represent transfers received from the Ministry of Education as funding support for maintenance projects on the school division's approved 3 year capital maintenance plans. Unspent funds at the end of a fiscal year are designated for future approved capital plan maintenance project expenditures.

The purpose and nature of each Internally Restricted Surplus amount is as follows:

School generated funds – the amount of funds held in the school-based bank accounts.

Scholarship funds – the amount of funds donated to provide scholarships.

Invitational Shared Services Initiative Grant – Graduation Coach - the amount of funds unexpended from the grant received.

Following Their Voices – the amount of funds unexpended from the 2015/16 grant and the funds received for 2016/17.

Child Nutrition and Development Program – the amount of funds received for 2016/17.

Tax Loss Compensations – the amount of tax loss compensation from Treaty Land Entitlement receipts.

Bus Replacement – the amount for bus replacements.

15. BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board of Education on June 10, 2015 and the Minister of Education on August 20, 2015.

16. RELATED PARTIES

These financial statements include transactions with related parties. The school division is related to all Government of Saskatchewan ministries, agencies, boards, school divisions, health authorities, colleges, and crown corporations under the common control of the Government of Saskatchewan. The school division is also related to non-crown enterprises that the Government jointly controls or significantly influences. In addition, the school division is related to other non-government organizations by virtue of its economic interest in these organizations.

Related Party Transactions

Transactions with these related parties are in the normal course of operations. Amounts due to or from and the recorded amounts of transactions resulting from these transactions are included in the financial statements and the table below. They are recorded at exchange amounts which approximate prevailing market rates charged by those organizations and are settled on normal trade terms.

A portion of the revenue from the Ministry of Education includes funding allocated to principal and interest repayments on some school division loans.

	2016	2015
Revenues:		
Ministry of Education	\$ 46,365,122	\$ 43,050,793
Sask Workers' Compensation Board	103,574	91,475
Light of Christ School Division No. 16	20,571	32,776
North West Regional College	152,295	151,757
Ministry of Social Services	440	5,976
Saskatchewan Rivers School Division No. 119	1,100	-
SGI	252,779	447,888
Ministry of Finance	-	11,904
Sask Arts Board	10,000	20,040
Conseil Scolaire	17,508	19,047
Other	10,868	2,500
	\$ 46,934,257	\$ 43,834,156
Expenses:		
Good Spirit School Division No. 204	\$ 117,538	\$ 12,857
Light of Christ School Division No. 16	100	40,650
Ministry of Finance	24,953	16,662
North West Regional College	492,809	229,605
Prairie Spirit School Division No. 206	59,408	4,652
Saskatoon School Division No. 13	107,508	4,000
St. Paul's R.C.S.S.D. No. 20	20,820	18,500
South East Cornerstone School Division No. 209	1,500	2,000
Western Development Museum	6,367	2,029
Sask Tel	222,754	202,640
SGI Auto Fund	90,651	85,544
Sask Energy	623,840	622,769
Sask Power Corp.	992,972	969,349
Sask Workers' Compensation Board	197,933	204,341
Sun West School Division No. 207	74,773	54,500
Prairie North Health Region	93,919	11,670
Regina Public School Division No. 4	51,912	-
Saskatchewan Rivers School Division No. 119	49,405	-
Prairie South School Division No. 210	7,025	-
Prairie Valley School Division No. 208	55,941	-
University of Saskatchewan	48,750	-
Wesmor Public High School	4,412	-
Other	10,774	10,213
	\$ 3,356,064	\$ 2,491,981

	2016	2015
Accounts Receivable:		
Light of Christ School Division No. 16	\$ 10,782	\$ 19,579
North West Regional College	15,166	9,831
SGI	50,763	-
Conseil Scolaire	-	19,047
	\$ 76,711	\$ 48,457
Tangible Capital Assets		
Sask Tel	\$ 328,118	\$ 438,637
	\$ 328,118	\$ 438,637
Accounts Payable and Accrued Liabilities:		
Sask Energy	\$ 4,322	\$ 3,801
Sask Power Corp.	7,909	46,450
Sask Tel	1,218	7,770
Light of Christ School Division No. 16	20,000	-
Sun West School Division No. 207	500	-
Ministry of Finance	3,066	-
Wesmor Public High School	4,412	-
Other	5,061	95
	\$ 46,488	\$ 58,116

In addition, the school division pays Provincial Sales Tax to the Saskatchewan Ministry of Finance on all its taxable purchases and customer sales on items that are deemed taxable. Taxes paid are recorded as part of the cost of those purchases.

Other transactions with related parties and amounts due to/from them are described separately in the financial statements or notes thereto.

17. CONTRACTUAL OBLIGATIONS AND COMMITMENTS

Significant contractual obligations and commitments of the school division are as follows:

- Operating lease obligations, as follows:

	Operating Leases	
	Copier Leases	Total Operating
Future minimum lease payments:		
2017	\$ 172,936	\$172,936
2018	41,877	41,877
Total Lease Obligations	\$214,813	\$214,813

18. RISK MANAGEMENT

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

(i) Credit Risk

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

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

The aging of other accounts receivable at August 31, 2016 was:

	August 31, 2016						
	Total	Current	0-30 days	30-60 days	60-90 days	Over 90 days	
Other Receivables	\$ 627,780	\$ 266,448	\$ -	\$ -	\$ -	\$ 361,332	
Gross Receivables	627,780	266,448	-	-	-	361,332	
Allowance for Doubtful Accounts	(324,304)	-	-	-	-	(324,304)	
Net Receivables	\$ 303,476	\$ 266,448	\$ -	\$ -	\$ -	\$ 37,028	

(ii) Liquidity Risk

Liquidity risk is the risk that the school division will not be able to meet its financial obligations as they come due. The school division manages liquidity risk by maintaining adequate cash balances, budget practices, monitoring, and forecasts.

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

	August 31, 2016			
	Within 6 months	6 months to 1 year	1 to 5 years	> 5 years
Accounts payable and accrued liabilities	\$ 2,592,883	\$ 74,299	\$ -	\$ -
Long-term debt	-	100,000	100,000	-
Total	\$ 2,592,883	\$ 174,299	\$ 100,000	\$ -

(iii) Market Risk:

The school division is exposed to market risks with respect to interest rates and foreign currency exchange rates, as follows:

Interest Rate Risk:

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The school division's interest rate exposure relates to cash and cash equivalents and portfolio investments.

The school division also has an authorized bank line of credit of \$10,000,000 with interest payable monthly at a rate of prime less 0.50%. Changes in the bank's prime rate can cause fluctuation in interest payments and cash flows. There was no balance outstanding on this credit facility as of August 31, 2016.

The school division minimizes these risks by:

- holding cash in an account at a Canadian bank, denominated in Canadian currency,
- investing in GICs and term deposits for short terms at fixed interest rates,
- managing cash flows to minimize utilization of its bank line of credit and,
- managing its interest rate risk on long-term debt through the exclusive use of fixed rate terms for its long-term debt.

Foreign Currency Risk:

Foreign currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The school division is exposed to currency risk on purchases denominated in U.S. dollars for which the related accounts payable balances are subject to exchange rate fluctuations; however, the school division believes that it is not subject to significant foreign exchange risk from its financial instruments.