

**Yellowknife Catholic Schools
(Yellowknife Public Denominational
District Education Authority)**

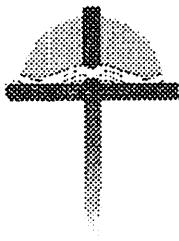
Annual Financial Report

June 30, 2017

**Yellowknife Catholic Schools
(Yellowknife Public Denominational District
Education Authority)**

Annual Financial Report

June 30, 2017



Yellowknife Catholic Schools

MANAGEMENT'S DISCUSSION AND ANALYSIS

The following management's discussion and analysis (MD&A) of the consolidated financial position and results of operations of Yellowknife Public Denominational District Education Authority (Yellowknife Catholic Schools) for the year ended June 30, 2017 should be read in conjunction with Yellowknife Catholic Schools' audited consolidated financial statements and related notes. The preparation of this report is the responsibility of management. It is the responsibility of the Board of Trustees to promote transparency and accountability.

The 2017-2018 school year will be an exciting year at Yellowknife Catholic Schools. We will continue to strive to provide faith-based, engaging, collaborate, innovative, learning environments that promote inquiry as a means to develop versatile and involved learners that are advocates of their personal learning journey.

We will provide all students with the opportunities to achieve their full potential with limited resources. The guiding principle of the 2017/2018 budget is to allocate our financial resources to allow our students to succeed. The budget will be balanced ensuring that today's dollars are spent to educate today's students with a focus on 21st century learning initiatives and student learning. Appropriate resources have been allocated so that students will have a full range of learning opportunities.

As our educational landscape moves us towards ensuring our students have the skills needed to be successful in the workplace, we will focus on developing the 21st-century skills of collaboration, communication, critical thinking and creativity using innovative teaching models that include inquiry, technology, and interest-based learning in personalized, student-centered environments.

Mission, Values and Beliefs

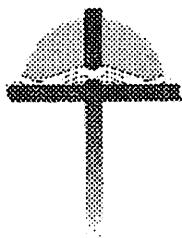
Yellowknife Catholic Schools is a family of learners: developing faith, celebrating culture, supporting diversity, teaching critical thinking and inspiring service to others.

Through Christ we value: truth, honesty, compassion, respect, forgiveness, service, love and living the faith.

We believe that we are a Catholic, Christ-centered community that strives to nurture the spiritual, intellectual, emotional, social and physical development of all learners.

Board of Trustees

There are seven trustees at Yellowknife Catholic Schools. Mr. Miles Welsh is the Chair and Ms. Erin Currie is the Vice Chair. Other trustees are John Dalton, Revi Lau-a, Tina Schauerte, Amy Kennedy and Steven Voytilla. There are two committees in place – Finance and Facilities. Trustee meetings are held each month and are open to the public.



Yellowknife Catholic Schools

Yellowknife Catholic Schools

Yellowknife Catholic Schools (YCS) is the only Catholic school board in the Northwest Territories. YCS was established in July 1951 and provides education of students from junior kindergarten to Grade 12.

YCS programs operate out of: École St. Patrick High School (ESPHS), Weledeh Catholic School (WCS), École St. Joseph School (ESJS), the Kimberlite Career and Technical Centre (KCTC), the Tallah Building, the Yellowknife Family Centre, Jim Murphy Maintenance Building and the Central Services Building. All of our facilities are in excellent condition.

The senior administration team consists of Claudia Parker – Superintendent; Simone Gessler – Assistant Superintendent – Learning and Janet Toner – Assistant Superintendent – Business.

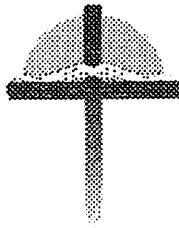
The principal at École St. Patrick High School is Gillian Dawe-Taylor. The principal at Weledeh Catholic School is Todd Stewart and the principal at École St. Joseph School is Pat Sullivan.

Student and Teacher Population

The following is the student enrolment as of September 30th and the teachers that were employed as of September 30, 2016.

	Enrolment	Teachers	Pupil/Teacher Ratio
École St Patrick High School	493	31	16
Weledeh Catholic School	351	24	15
École St Joseph School	486	30	16
KCTC	0	4	0
TTC	0	1	0
	<u>1,330</u>	<u>90</u>	<u>15</u>

There was a total of 164 staff at YCS as of June 2017.



Yellowknife Catholic Schools

Strategic Plan

Vision Statement for 2016-2019

YCS will strive to provide engaging, collaborative, innovative, inquiry and faith-based learning environments as a means to develop versatile and involved learners that are advocates of their personal learning journey.

Goals

The goals of YCS are to:

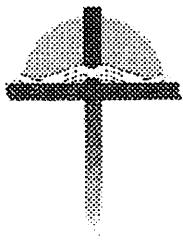
- Foster inquiry and collaboration throughout the integration of technology and the development of 21st century classrooms.
- Provide rich literacy and numeracy instruction through collaborative and supporting programming
- Develop spiritually and culturally-rich global citizens with a sense of social justice and community awareness

Commitments

YCS is committed to the following:

- Engage in continuous growth and improvement, make decisions to enhance student learning and provide opportunities for the community to learn together.
- Provide all learners with a safe environment that promotes spiritual, academic, physical, emotional, and social growth, encouraging inquiry, innovation and self-reflection.
- Allocate resources based on our vision and commitment to our learners.

YCS realizes its responsibility to provide an excellent education for our students. Our district is proud of its reputation for providing high-quality education to the students of our community through continuous improvement and the cooperative efforts of the Northwest Territories (GNWT) Minister of Education, Culture and Employment (ECE), administration, teachers, staff, students, families and a supportive community.



Yellowknife Catholic Schools

Financial Condition

The audited consolidated financial statements were prepared for the Government of the Northwest Territories (GNWT) Minister of Education, Culture and Employment (ECE), in accordance with Canadian public sector accounting standards.

Highlights of YCS Financial Position

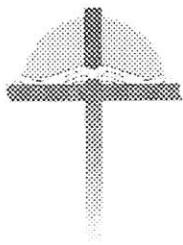
Financial Assets

The financial and non-financial assets of YCS consist of cash and accounts receivable. The cash balance was \$4,215,783 on June 30, 2017 (prior year - \$4,521,653) and indicates a good cash flow. The financial position at June 30, 2017 was \$4,666,773 (prior year \$4,916,456).

Liabilities

Liabilities consist of payroll liabilities, accounts payable and long term debt. The payroll liabilities consist of payroll liabilities to staff for July and August. The long term debt was reduced by \$863,764 during the year. YCS issued debentures for the construction of Weledeh Catholic School and for the purchase of the Tallah Building. Future streams of revenue (rental revenue for the Tallah building and GNWT Core funding for the Weledeh debenture) will more than cover the net financial debt.

The Consolidated Statement of Financial Position has a subtotal called "Net debt". This line is an indicator of the ability to discharge all of the entity's debt with financial assets. This year the net debt is \$1,212,218 compared to \$1,813,687 which indicates a slightly better financial position.



Yellowknife Catholic Schools

Non-financial Assets

Non-financial assets include land and buildings that YCS has no intention of selling and that would not be able to be quickly converted to cash. The non-financial assets decreased from \$44,277,814 to \$42,988,243 which mainly reflects the change in the value of the tangible capital assets owned by Yellowknife Catholic Schools.

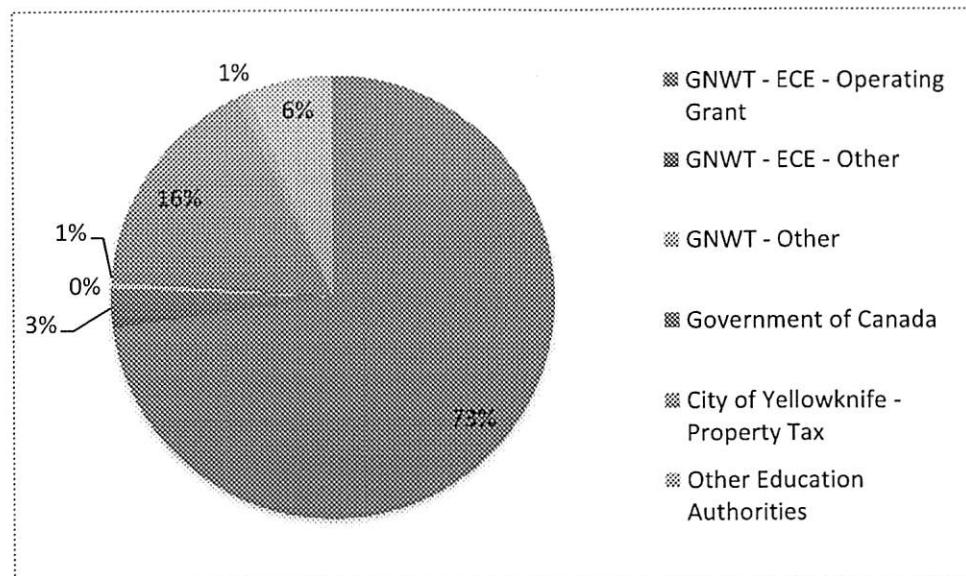
The \$1,274,816 decrease in tangible capital assets relates to depreciation of tangible capital assets for this fiscal year partially offset by capital improvements at École St Patrick High School.

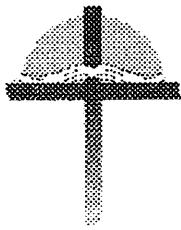
Accumulated Surplus

Accumulated surplus is equal to the difference between non-financial assets and net debt. Accumulated surplus represents the equity that YCS has generated in the last 66 years. The largest component of accumulated surplus is the Investment in Tangible Capital Assets. A further breakdown of accumulated surplus can be found on the Consolidated Statement of Accumulated Surplus.

Highlights of YCS Operations

Operating Revenue





Yellowknife Catholic Schools

Operating Revenue

The majority of the funding (73%) for YCS comes from the Government of the Northwest Territories (GNWT) Department of Education, Culture and Employment (ECE) as core funding. The core funding is derived from a funding formula developed by ECE. The most important factor in the funding formula is student enrollment. GNWT core funding also includes \$860,000 paid to YCS each year to cover principal and interest payments on a debenture issued by YCS to fund the construction of Weledeh Catholic School.

YCS also generates revenue from property taxes – 16% of revenue. The City of Yellowknife collects property tax revenue on our behalf.

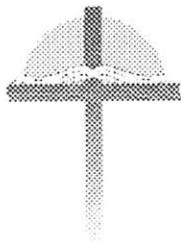
Yellowknife Catholic Schools has a contract with the Government of Canada for the Yellowknife Family Centre. On March 31st there was a successful transition of the Yellowknife Family Centre to the YWCA NWT.

Other GNWT funding includes contribution agreement funding for: French language programs, the Four Plus program, Yellowknife Family Centre, preschool programs, active after-school programs and for the development of materials for aboriginal languages. In the upcoming year, there will be no more funding for the Four Plus and preschool programs since junior kindergarten will now be offered at Yellowknife Catholic Schools.

Board generated funds include donations, bus pass sales, day care fees, investment revenue, and rental revenue.

YCS generates revenue from other school districts when a student from that district attends an YCS school and the other district receives GNWT core funding for that student.

YCS is economically dependent upon the GNWT for the majority of its operating revenue. Significant changes to enrollment in Yellowknife or to the GNWT funding formula would have dramatic effects on the future operations of YCS.

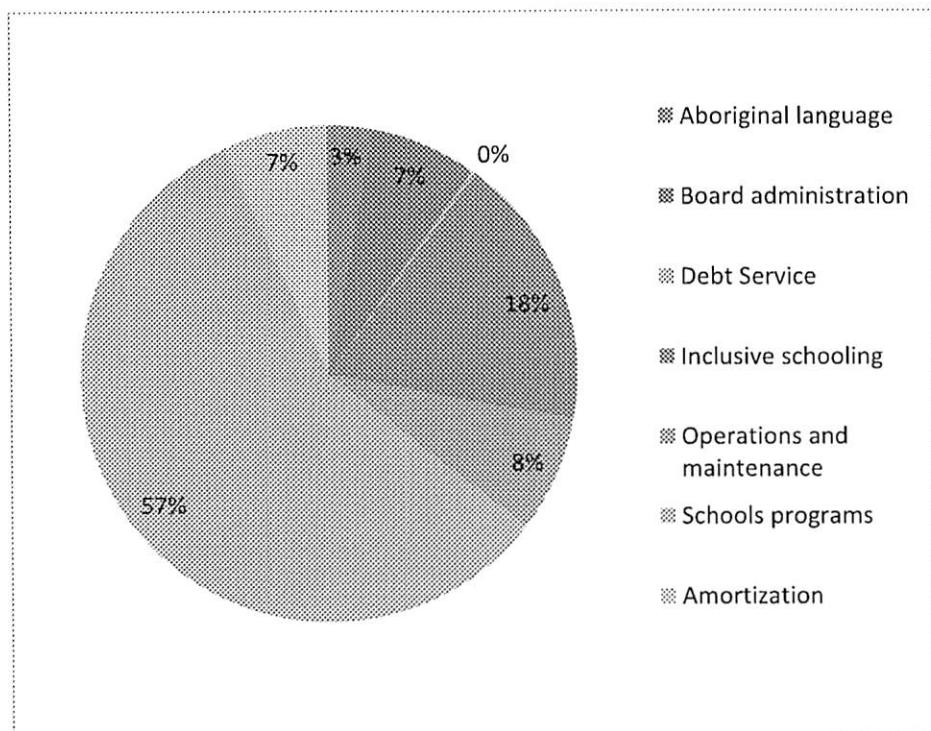


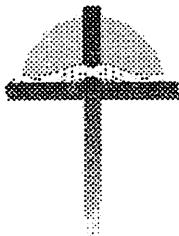
Yellowknife Catholic Schools

Operating Expenditures

The Consolidated Statement of Operations and Schedule 1 provide two different ways to classify expenditures. In the Consolidated Statement of Operations, expenditures are classified by program. Schedule 1 of the consolidated financial statements provides an additional breakdown by object.

Expenditures – By Program



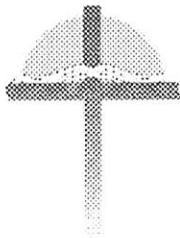


Yellowknife Catholic Schools

Expenditures – By Program

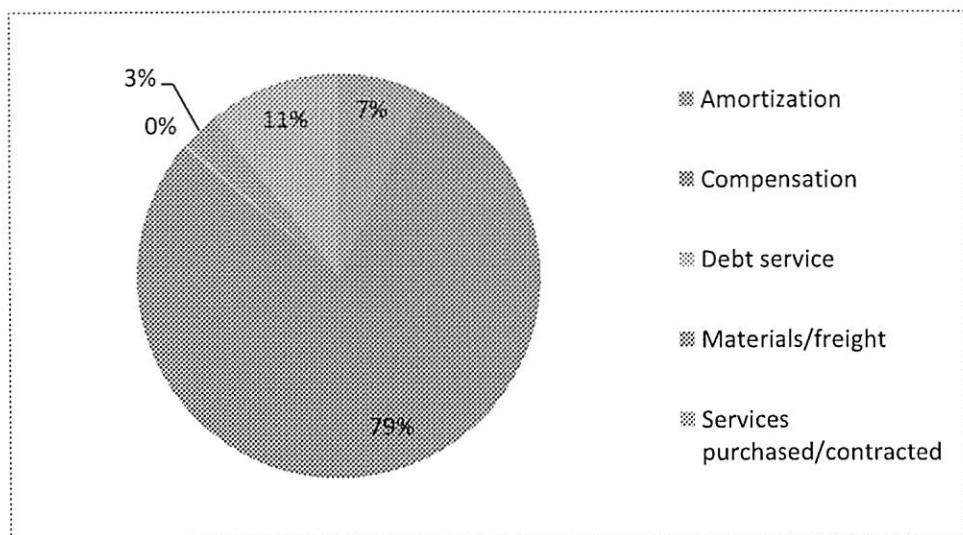
Program categories for YCS are:

- Aboriginal Language and Culture (3%): Includes salary and benefits of Dogrib Language instructors, salary and benefits of the literacy coach, costs related to the creation of learning materials in the Dogrib language and the cost of running our aboriginal language and culture camps.
- Board Administration (7%): Includes salary and benefits for central services administrative and technology staff, honoraria for trustees, audit and legal fees, travel costs, advertising and publishing costs.
- Debt service: Relates to interest on long-term debt for the repayment of debentures for Weledeh Catholic School (WCS) and the Tallah Building. The WCS debenture repayments are fully funded through an agreement with the GNWT. Debenture repayments for the Tallah building are mostly funded through lease payments from Aurora College.
- Inclusive schooling (18%): Expenditures in this program relate to supporting students with diverse needs. This support can include enrichment opportunities as well as supporting students with learning challenges. Salary and benefits for program support teachers, literacy and early intervention teachers, the student services coordinator, counselors, classroom assistants, and advanced placement teachers are included in this category.
- Operations and maintenance (8%): Includes salary and benefits of maintenance staff, cost of electricity, fuel and water, expenditures on janitorial services, expenditures on repair and maintenance of our facilities (including minor capital projects).
- School programs (57%): Salary and benefits for the majority of teachers are recorded in this program. Other large components of expenditure in this program are salary and benefits for school administrative assistants, library technicians, and curriculum coordinators, the cost for school textbooks and supplies and the cost of busing services.
- Amortization (7%): This expense relates to the rational and systematic manner to write off the value of the tangible capital asset over an appropriate number of accounting periods.



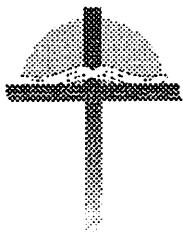
Yellowknife Catholic Schools

Expenditures by Object



Expenditures by Object

- Compensation (79%): Includes salary for teachers, coordinators, classroom assistants, maintenance staff, administration assistants, library technicians, counsellors, technology staff, administrative staff and trustee honoraria. The majority of YCS staff is unionized and collective agreements with the unions specify pay and benefits for these staff. Compensation also includes employee benefits which consists of employer contributions to pension plans, extended health and dental plans, CPP, EI, WSCC premiums, life insurance, long term disability insurance, maternity leave, professional development, medical travel, vacation travel, removal benefits and other allowances.
- Services Purchased/contracted services (11%): Include busing, janitorial services, insurance services, security services and snow removal.
- Materials/freight (3%): Include expenses for material and freight of goods.
- Amortization (7%): This expense relates to the rational and systematic manner to write off the value of the tangible capital asset over an appropriate number of accounting periods.
- Debenture interest: Include interest expense paid during the year for the Weledeh and Tallah building debentures.



Yellowknife Catholic Schools

Operating Deficit

At the end of the year, there was a deficit of \$688,102 and this includes the amortization expense. Before the amortization expense, there was an operating surplus of \$1,108,023.

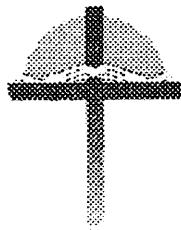
Summary of Accumulated Surplus

	Opening	Increase	Closing
	(Decrease)		
Operating Fund Surplus	\$ 339,253	-\$ 282,655	\$ 56,598
Investment in Tangible Capital Assets	41,854,688	-411,053	41,443,635
Decentralized Budget Accumulated Surplus	270,186	5,606	275,792
	\$ 42,464,127	-\$ 688,102	\$ 41,776,025

The operating fund surplus decreased by \$282,655 during the year and this is mainly due to higher than anticipated pension costs. The increased pension cost is due to the wind up valuation and the requirement to pay the pension trust a portion of this pension valuation deficit. This requirement is a statutory requirement and the funds are held in the pension trust fund for future use. The wind up valuation payment for 2016 was \$187,800 and the estimated wind up payment for 2017 is \$350,000.

Investment in tangible capital assets represents the amount of funds received and recognized as revenue that allow us to purchase our tangible capital assets less accumulated amortization. The decrease in this account this year is due to amortization of our tangible capital assets offset by the principal portion of the repayment of debentures on WCS and the Tallah Building and offset by the purchase of a new roof at the Tallah building.

The decentralized budget accumulated surplus consists of funds, which are committed to or designated to specific purposes. The majority of these funds are professional development obligations carried forward under the terms of employment contracts. Other significant amounts in the decentralized budget accumulated surplus are school-based funds. Decisions on expenditure of school based funds are made by individual schools under YCS' School Based Decision Making Procedure.



Yellowknife Catholic Schools

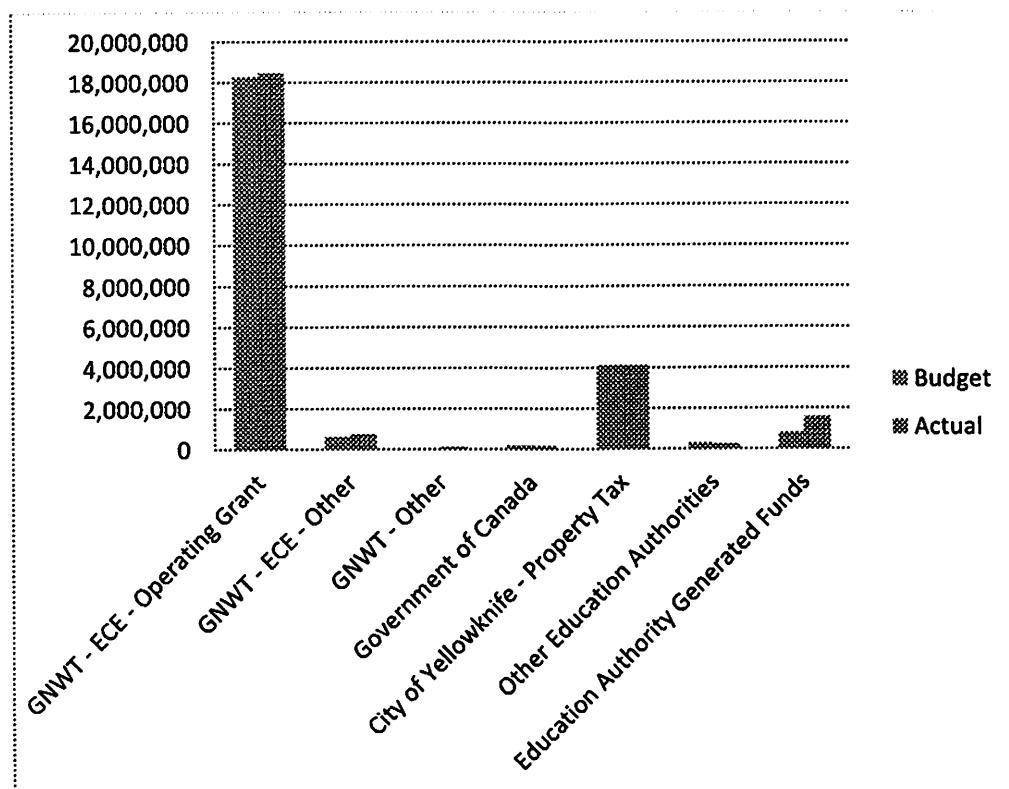
Budget Variance

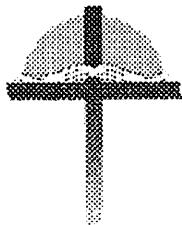
Revenue

In 2016/2017, an annual deficit of \$722,948 was budgeted and the actual deficit was \$688,102 (variance \$34,845).

The budgeted revenue for 2016/2017 was \$24,173,540 and the actual revenue was \$25,281,536. The increase in revenue is due to increased core and other contributions of approximately from the Government of Education, Culture and Employment. There was also an increase in education authority generated funds due to funds from a staff secondment and other sources of income.

Revenue – Current year (Actual) vs Budget





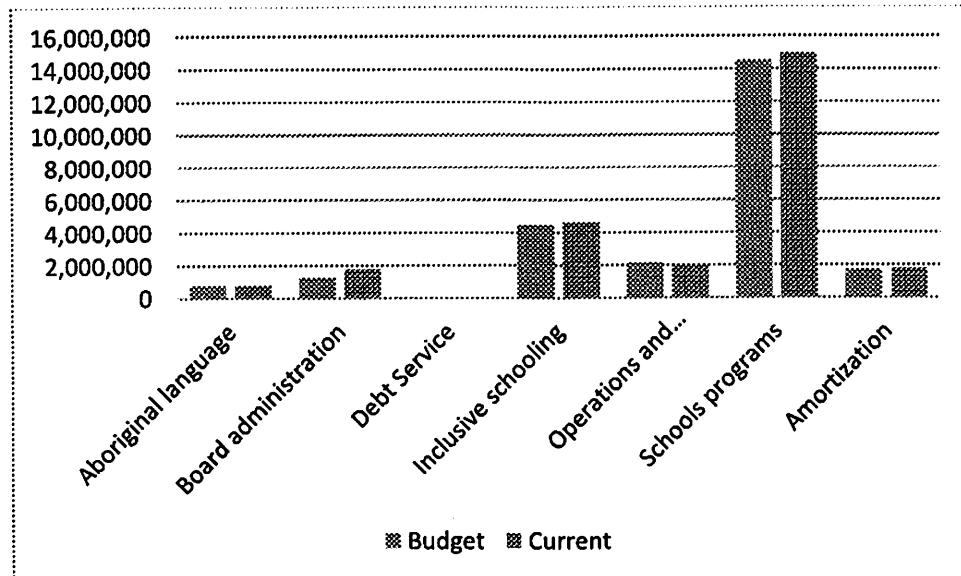
Yellowknife Catholic Schools

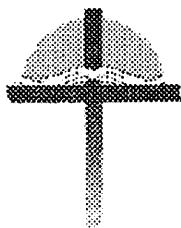
Expenditures

The budgeted expenditures for 2016/2017 were \$24,896,488 and the actual expenditures were \$25,969,638 resulting in a variance of \$1,073,150. The difference in salaries is due to increased cost of special payments to the pension fund. The change in materials and supplies is due to higher supplies purchased for the Indigenous program at year end.

Expenditures – Budget vs. Actual

	Budget	Actual	Variance	%
Salaries	\$14,880,392	\$15,644,470	-\$ 764,078	1.05
Employee Benefits	4,812,917	4,918,669	-105,752	1.02
Services				
Purchased/contracted	2,886,443	2,763,026	123,417	0.96
Materials/supplies/freight	544,306	771,098	-226,792	1.42
Amortization	1,700,000	1,796,125	-96,125	1.06
Debt Services	72,430	76,250	-3,820	1.05
	<u>\$24,896,488</u>	<u>\$25,969,638</u>	<u>-\$ 1,073,150</u>	



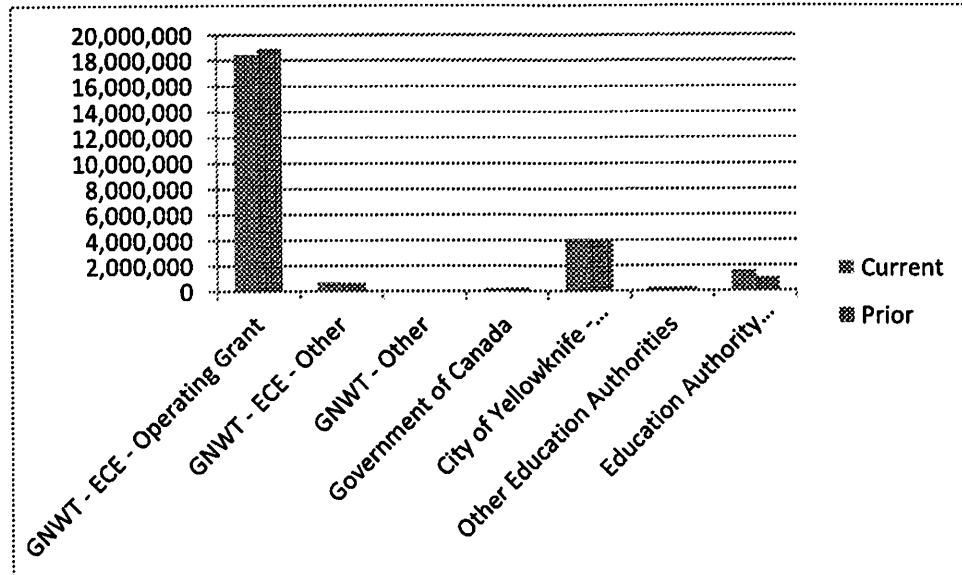


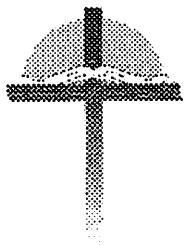
Yellowknife Catholic Schools

Current Year Compared to Prior Year

The prior year operating deficit was \$1,399,519 and the current operating deficit is \$688,102. Revenue in the prior year was \$25,180,122 and \$25,281,536 in the current year, resulting in a variance of \$101,424. Expenditures in the prior year were \$26,579,631 and \$25,969,638 resulting in a variance of \$606,993. The variance is mainly due to the reduction of some positions in the Central Services and Maintenance department.

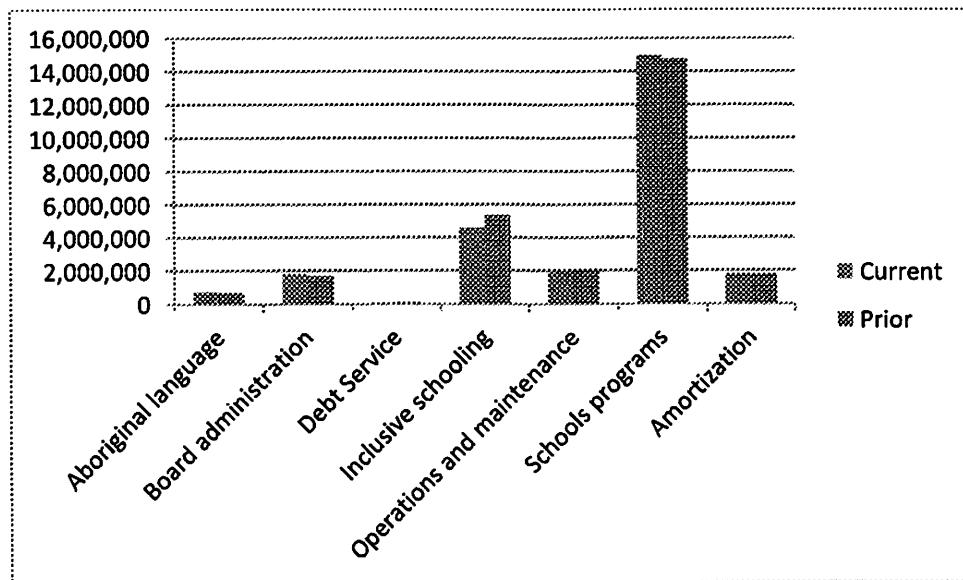
Revenue – current year (actual) compared to prior year

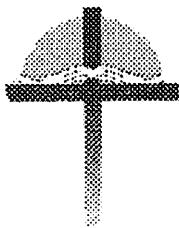




Yellowknife Catholic Schools

Expenditures – current year (actual) compared to prior year





Yellowknife Catholic Schools

Summary and Outlook

The 2017/2018 school year will be an exciting year at all three schools. We will continue to focus on 21st century learning skills. This year we continue the theme of Merciful Hearts, with the specific focus on Mercy that Serves.

As our population is growing, we are challenged by our space needs. We continue to work with ECE staff to resolve our space needs at École St. Joseph School.

We continue to struggle with the special needs requirements in the classroom. Due to financial constraints, we are unable to increase the number of classroom assistants.

In the budget for 2017/2018, the Trustees committed to supporting all the present programs and positions at Yellowknife Catholic Schools. The Trustees and administration will continue to work together to provide the best education while being fiscally responsible.

We have developed a five year capital plan that has identified the capital needs of the schools. Many of the projects will save operational costs as we look at providing more energy efficient items in our schools.

In 2017/2018, we will welcome Ms. Gillian Dawe-Taylor as the principal of École St. Patrick High School. Last year she was on secondment with the ECE and the former principal of École St. Joseph School.

YCS has a small operating fund deficit for the year and has a strong cash position that will allow us to continue to operate in a financially prudent manner in the future. We will continue to be challenged to provide quality education in a fiscally responsible manner. While we are faced with financial constraints, we will ensure that today's dollars are spent on today's students. This will ensure that all of our students are prepared for their exciting lives.

**Yellowknife Catholic Schools
(Yellowknife Public Denominational
District Education Authority)**

Consolidated Financial Statements

June 30, 2017

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Financial Statements

	Page
Management's Responsibility for Financial Reporting	2
Independent Auditors' Report	3 - 4
Consolidated Statement of Financial Position	5
Consolidated Statement of Changes in Net Debt	6
Consolidated Statement of Operations	7
Consolidated Statement of Cash Flows	8
Consolidated Statement of Accumulated Surplus	9
Notes to Consolidated Financial Statements	10 - 40
Schedule 1 - Operating Fund - Detail of Expenditures	41 - 42
Schedule 2 - Detail of Inclusive Schooling Expenditures	43
Schedule 3 - Aboriginal Language and Culture Program Expenditures	44
Schedule 4 - Aboriginal Language Materials	45
Schedule 5 - Four Plus	46
Schedule 6 - Yellowknife Family Centre	47
Schedule 7 - French Language Programs	48
Schedule 8 - Student Success Initiative Projects	49

**To the Minister of Education, Culture and Employment
Government of the Northwest Territories**

Management's Responsibility for Financial Reporting with respect to the school year ended June 30, 2017

The Management Discussion and Analysis, Consolidated Financial Statements, Schedules and Notes herein submitted have been reviewed by management. They provide full disclosure and accurately reflect the financial and non-financial condition of Yellowknife Catholic Schools (YCS) in all material respects and in accordance with Canadian Public Sector Accounting Standards (CPSAS) as well as the Financial Administration Manual (FAM) and the Financial Administration Manual for Education Authorities (FAMEA) of the Government of the Northwest Territories.

Management hereby asserts that adequate internal controls exist to ensure that transactions are complete, accurate and timely, appropriately authorized and include only valid transactions of the entity; that duties related to processes are appropriately segregated, that assets are safeguarded and that proper records are maintained. Controls further include quality standards regarding the hiring and training of employees, that ensure the adequate maintenance of written policies and procedural manuals and that further provide for appropriate accountability for performance within well-defined areas of responsibility. The operations and administration of Yellowknife Catholic Schools have been conducted within the statutory powers of the Education Authority. The operations and administration of the Education Authority as well as the supporting internal controls of the entity are regularly monitored to ensure their effectiveness and their continued compliance with all relevant legislation, standards, directives and policies including but not limited to the *Education Act*, *Financial Administration Act*, CPSAS, FAM, FAMEA, Human Resources Manual, Ministerial Directives and the policies of the Education Authority Board. Any non-compliance has been specifically identified and has been previously communicated to the Minister and Deputy Minister.

Management hereby asserts that auditors have been provided with all relevant records and documentation as well as unrestricted access to the same. Management is not aware of any undisclosed irregularities involving management or employees with either current or potential impact on financial results, fraud or suspected fraud, disbursements made for purposes not consistent with an appropriation, irregular commitments including those in the form of guarantees, violations or possible violations of laws or regulations, claims or litigation, known or suspected environmental site contaminations or of any other undisclosed environmental or safety hazards within its jurisdiction.

The auditors annually provide an independent, objective audit for the purpose of expressing an opinion on the financial statements in accordance with Canadian generally accepted auditing standards. The auditors also consider whether the transactions that have come to their notice in the course of this audit are, in all significant respects, in accordance with specified legislation and directives from the Department of Education, Culture, and Employment (ECE) of the Government of the Northwest Territories.

Approved and confirmed on behalf of the Yellowknife Catholic Schools.

Claudia Parker Superintendent

Janet Tuner Assistant Superintendent - Business

September 12, 2017

Independent Auditors' Report

**To the Minister of Education, Culture and Employment
Government of the Northwest Territories**

Report on Consolidated Financial Statements

We have audited the accompanying consolidated financial statements of the Yellowknife Public Denominational District Education Authority ("Yellowknife Catholic Schools"), which comprises the consolidated statement of financial position as at June 30, 2017, and the consolidated statement of changes in net debt, the consolidated statement of operations, the consolidated statement of cash flows and the consolidated statement of accumulated surplus for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatements, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion of the effectiveness of the entity's internal controls. An audit also included 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 consolidated financial statements.

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

Independent Auditors' Report (continued)

Opinion

In our opinion, these consolidated financial statements present fairly, in all material respects, the consolidated financial position of Yellowknife Catholic Schools as at June 30, 2017 and the results of its operations, changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Report on Other Legal and Regulatory Requirements

We further report in accordance with the *Financial Administration Act* that, in our opinion, proper books of account have been kept by Yellowknife Catholic Schools, the consolidated financial statements are in agreement therewith and the transactions that have come under our notice have, in all significant aspects, been within the statutory powers of Yellowknife Catholic Schools.



Chartered Professional Accountants

Yellowknife, Northwest Territories
September 12, 2017

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Statement of Financial Position

As at June 30,	2017	2016
Financial Assets		
Cash and cash equivalents (Note 4)		
Due from the Government of Canada (Note 13)	\$ 4,215,783	\$ 4,521,653
Accounts receivable (Note 8)	132,809	118,976
	318,181	275,827
	4,666,773	4,916,456
Liabilities		
Accounts payable and accrued liabilities (Note 10)	605,147	418,415
Payroll benefits payable	206,784	322,928
Due to the Government of Canada (Note 13)	11,685	33,058
Pensions (Note 15)	101,300	59,900
Long term debt (Note 16)	1,505,253	2,369,017
Deferred revenue (Note 11)	-	66,480
Post-employment benefits (Note 17)	806,054	753,217
Accrued payroll liabilities (Note 33)	2,642,768	2,707,128
	5,878,991	6,730,143
Net debt	(1,212,218)	(1,813,687)
Non-financial Assets		
Tangible capital assets (Note 19)	42,948,889	44,223,705
Prepaid expenses and deposits (Note 20)	39,354	54,109
	42,988,243	44,277,814
Accumulated Surplus	\$ 41,776,025	\$ 42,464,127
Represented By:		
Operating fund surplus	\$ 56,597	\$ 339,253
Investment in tangible capital assets	41,443,636	41,854,688
Decentralized budget accumulated surplus	275,792	270,186
	\$ 41,776,025	\$ 42,464,127

Contractual obligations and contingencies (Note 24 and 25)

Approved on behalf of the Board

 Trustee



Trustee

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Statement of Changes in Net Debt

For the period ended June 30,	2017	2016
Annual deficit	\$ (688,102)	\$ (1,399,519)
Change in prepaid expenses and deposits	14,755	9,913
Change in tangible capital assets	1,274,816	1,431,878
Decrease in net debt	601,469	42,272
Net debt, beginning of year	(1,813,687)	(1,855,959)
Net debt, end of year	\$ (1,212,218)	\$ (1,813,687)

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Statement of Operations

For the period ended June 30,	2017 Budget	2017 Actual	2016 Actual
Revenue			
Government of the Northwest Territories			
Operating grant	\$ 18,244,000	\$ 18,424,022	\$ 18,885,920
ECE - Other contributions	586,000	728,901	631,592
GNWT - Other contributions	-	98,631	72,968
	18,830,000	19,251,554	19,590,480
Government of Canada - grants and contributions	182,000	161,108	208,242
City of Yellowknife - property tax requisitioned	4,077,000	4,088,719	4,058,319
Other Education Authorities			
Extra-jurisdictional tuition	280,000	217,120	271,189
Joint venture funding	8,000	-	-
	288,000	217,120	271,189
Education authority generated funds (Note 35)	796,540	1,563,035	1,051,882
	24,173,540	25,281,536	25,180,112
Expenditures			
Aboriginal language and culture	746,888	833,735	706,050
Board administration (Schedule 1)	1,233,358	1,793,011	1,693,519
Debt service (Schedule 1)	72,430	76,250	115,695
Inclusive schooling (Schedule 2)	4,480,335	4,619,497	5,399,981
Operations and maintenance (Schedule 1)	2,142,680	1,984,141	2,117,151
School programs (Schedule 1)	14,520,797	14,866,879	14,774,819
Amortization (Schedule 1)	1,700,000	1,796,125	1,772,416
	24,896,488	25,969,638	26,579,631
Annual deficit	\$ (722,948)	\$ (688,102)	\$ (1,399,519)

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Statement of Cash Flows

For the period ended June 30, **2017** **2016**

Cash provided by (used in):

Operating transactions

Operating deficit	\$ (688,102)	\$ (1,399,519)
Items not affecting cash:		
Amortization	1,796,125	1,772,416
	1,108,023	372,897

Changes in non-cash working capital items

Due from the Government of Canada	(13,833)	23,607
Accounts receivable	(42,354)	(170,083)
Accounts payable	186,732	(983,334)
Payroll benefits payable	(116,144)	(242,037)
Due to the Government of Canada	(21,373)	27,198
Pensions	41,400	33,500
Deferred revenue	(66,480)	(59,903)
Post employment benefits	52,837	113,143
Accrued payroll liabilities	(64,360)	359,169
Prepaid expenses	14,755	9,913
	(28,820)	(888,827)

Cash flow from financing activities

Repayment of long term debt	(863,764)	(820,498)
-----------------------------	-----------	-----------

Cash flow from capital activities

Purchase of tangible capital asset	(521,309)	(340,538)
------------------------------------	-----------	-----------

Increase (decrease) in cash	(305,870)	(1,676,966)
------------------------------------	------------------	--------------------

Cash and cash equivalents, beginning of year	4,521,653	6,198,619
---	------------------	------------------

Cash and cash equivalents, end of year	\$ 4,215,783	\$ 4,521,653
---	---------------------	---------------------

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Consolidated Statement of Accumulated Surplus

For the period ended June 30, **2017** **2016**

Operating Fund Surplus

Operating fund surplus, beginning of year	\$ 339,253	\$ 1,183,276
Annual deficit	(688,102)	(1,399,519)
Transfer from investment in tangible capital assets	411,052	611,380
Transfer from (to) decentralized budget accumulated surplus	(5,606)	(55,884)
Operating fund surplus, end of year	\$ 56,597	\$ 339,253

Transfer from Investment in Tangible Capital Assets consists of:

Amortization	\$ 1,796,125	\$ 1,772,416
Capital acquisitions	(521,309)	(340,538)
Debenture principal repayment	(863,764)	(820,498)
	\$ 411,052	\$ 611,380

Investment in Tangible Capital Assets

Investment in tangible capital assets, beginning of year	\$ 41,854,688	\$ 42,466,068
Amortization	(1,796,125)	(1,772,416)
Capital acquisitions	521,309	340,538
Debenture principal repayment	863,764	820,498
Investment in tangible capital assets, end of year	\$ 41,443,636	\$ 41,854,688

Decentralized Budget Accumulated Surplus

Decentralized budget accumulated surplus, beginning of year	\$ 270,186	\$ 214,302
Transferred from (to) operating fund surplus	5,606	55,884
Decentralized budget accumulated surplus, end of year	\$ 275,792	\$ 270,186
Total Accumulated Surplus	\$ 41,776,025	\$ 42,464,127

Yellowknife Catholic Schools

(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

1. Nature of the Organization

Yellowknife Public Denominational District Education Authority, Yellowknife Catholic Schools ("YCS") was established in July 1951 and is presently the only Catholic school board in the Northwest Territories. A full range of instructional programs ranging from Kindergarten through Grade 12 is offered by the YCS.

YCS is an independent legal and accounting entity with an elected Board of Trustees as stipulated in Section 82 of the *Education Act*. The Board of Trustees has decision making authority, the power to delegate authority, the ability to significantly influence operations and the sole accountability for all fiscal matters.

Section 81 of the *Education Act* outlines the powers of a Board of Education which for the YCS includes all aspects of operation and management relating to Catholic education within the boundaries of the City of Yellowknife. The Board of Trustees is the lowest (and sole) level of government exercising oversight responsibility. The consolidated financial statements of the YCS are not included in the financial statements of the City of Yellowknife as the YCS trustees are a separate governing body that is not under the control of the City of Yellowknife. The City of Yellowknife, however, does collect and remit property taxes requisitioned by the Board.

2. Significant Accounting Policies

(a) Basis of Accounting

These consolidated financial statements have been prepared in accordance with Canadian public sector accounting standards. The consolidated financial statements reflect the assets, liabilities, revenue and expenses of the reporting entity, which is composed of all organizations which are controlled by YCS. These organizations include the three schools, maintenance shop and Kimberlite Career and Technical Centre.

The consolidated financial statements have, in management's opinion, been properly prepared with reasonable limits of materiality. The basis of accounting refers to the timing of when revenue and expenditure items are recognized in the accounts and reported in the financial statements. The accrual basis of accounting is utilized for all funds. Under the basis of accounting, revenues are recognized in the accounting period in which they are earned and become measurable, and expenses are recorded when they are incurred.

YCS uses fund accounting to separate transactions between its Operating fund surplus, Investment in tangible capital assets and Decentralized budget accumulated surplus.

Operating Fund Surplus

The Operating fund surplus is the general operating fund of the YCS in which all transactions concerned with current operations are recorded. Substantially all territorial, local (primarily property tax), and other operating revenue is accounted for in the Operating fund surplus. In accordance with accounting principles that are considered appropriate for organizations of this type, tangible capital assets acquired and debenture debt repayment that are financed with operating funds are treated as expenditures in the Operating fund surplus and then transferred to the Investment in tangible capital asset fund. The Operating fund also accounts for expenditures and contributions to or from other funds (transfers) which provide for day-to-day operations.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Significant Accounting Policies (continued)

(a) Basis of Accounting (continued)

Operating Fund Surplus (continued)

In summary, the Operating fund surplus is used to account for all financial activities except those accounted for in the Investment in tangible capital assets fund and Decentralized budget accumulated surplus.

Investment in Tangible Capital Assets

The Investment in tangible capital assets fund is used to account for financial transactions related to the acquisition of tangible capital assets in excess of \$50,000.

Properties are carried at cost at the date of acquisition and amortization is recorded in the accounts. The cost of additions and repayment of debentures or other long-term debt is charged to the Investment in tangible capital assets fund. This results in a corresponding increase in the equity in tangible capital assets. Other additions are initially charged to the statement of operations.

Decentralized Budget Accumulated Surplus

The Decentralized budget accumulated surplus fund represents specific amounts eligible for carry-over to subsequent years for each school.

(b) Cash and Cash Equivalents

Cash and cash equivalents are comprised of bank account balances, net of outstanding cheques.

(c) Financial Instruments

Financial assets originated or acquired or financial liabilities issued or assumed in an arm's length transaction are initially measured at their fair value. In the case of a financial asset or financial liability not subsequently measured at its fair value, the initial value is adjusted for financing fees and transactions costs that are directly attributable to its origination, acquisition, issuance or assumption. Such fees and costs in respect of financial assets and liabilities subsequently measured at fair value are expensed.

Financial assets subsequently measured at amortized cost include cash and cash equivalents, accounts receivable, and due from the Government of Canada.

Financial liabilities subsequently measured at amortized cost include accounts payable and accrued liabilities, long term debt, payroll benefits payable and accrued payroll liabilities.

There are no financial instruments subsequently measured at fair value.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Significant Accounting Policies (continued)

(c) Financial Instruments (continued)

At the end of each reporting period, management assesses whether there are any indications that financial assets measured at cost or amortized cost may be impaired. If there is an indication of impairment, management determines whether a significant adverse change has occurred in the expected timing or the amount of future cash flows from the asset, in which case the asset's carrying amount is reduced to the highest expected value that is recoverable by either holding the asset, selling the asset or by exercising the right to any collateral. The carrying amount of the asset is reduced directly or through the use of an allowance account and the amount of the reduction is recognized as an impairment loss in operations. Previously recognized impairment losses may be reversed to the extent of any improvement. The amount of the reversal, to a maximum of the related accumulated impairment charges recorded in respect of the particular asset is recognized in operations.

(d) Non-Financial Assets

Prepaid expenses and other non-financial assets are accounted for as assets by YCS because they can be used to provide government services in future periods. These assets do not normally provide resources to discharge the liabilities of YCS.

(e) Tangible Capital Assets

Tangible capital assets acquired for more than \$50,000 are capitalized and amortized. Tangible capital assets are recorded at cost plus any betterments less accumulated amortization. The cost includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The buildings, portables and equipment will be amortized using the straight line method, based on their useful life. The buildings, portables and equipment have useful lives of 40, 25 and 10 years respectively. Any additions to the buildings and portables will be amortized over the remaining useful life of the assets.

(f) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Government Transfers

Government transfers are recognized as revenues when the transfer is authorized and any eligibility criteria are met, except to the extent that transfer stipulations give rise to an obligation that meets the definition of a liability. Transfers are recognized as deferred revenue when transfer stipulations give rise to a liability. Transfer revenue is recognized in the statement of operations as the stipulation liabilities are settled.

Operating transfers are recognized as revenue in the period in which the events giving rise to the transaction occur, providing the transfers are authorized, any eligibility criteria have been met, and reasonable estimates of the amounts can be determined.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Significant Accounting Policies (continued)

(f) Revenue Recognition (continued)

GNWT - Regular Contributions

The regular contributions from the GNWT are determined by a funding formula, based on student enrolment, and are received in monthly installments. YCS retains surpluses and are responsible for deficits. Any funding requests, over and above those levels provided by the formula, must be first approved by the GNWT.

The YCS is economically dependent on the GNWT to provide funding for continued operations.

Local Tax Revenue

The *Education Act*, by virtue of Section 136(2), empowers a Board of Education to determine the amount, after taking into consideration territorial grants and other revenue, that is to be requisitioned from the municipality within the territory under the jurisdiction of the Board. This requisitioned amount is one portion of the property tax paid annually by property owners.

The City of Yellowknife is advised subsequent to the adoption of the budget of the amount of the requisition of the YCS and is responsible for the collection of taxes.

Section 136(4) of the *Education Act* requires the amount requisitioned to be paid to the YCS in equal quarterly installments on or before the first day of the months of June, September, December and March.

Other Contributions

YCS follows the deferral method of accounting for contributions from funding arrangements. Unrestricted contributions are recognized as revenue when they are received or receivable, if the amount can be reasonably estimated and its collection is reasonably assured. Restricted contributions are deferred and recognized as revenue in the year in which the related expenses are incurred. Tuition fees revenue is recognized as educational services are provided. Insurance proceeds relating to ongoing expenses are recognized as the expenses are incurred. Insurance proceeds relating to building and equipment loss are recognized at the date of loss.

Deferred Revenue

Deferred revenue consists of funds received in advance of providing the services or acquiring the goods. These amounts are taken into revenue when the eligible expenditures are incurred.

Special Purpose Funds

Schools in the system administer funds which arise from certain school and student activities. Such funds, although subject to internal review, are not recorded in the accounts or in the consolidated financial statements of the YCS as they do not constitute any part of the approved Operating fund surplus (deficit) budget and are available for use at the discretion of each individual school.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Accounting Policies (continued)

(g) Budget Data

The *Education Act* of the Northwest Territories requires that Education Authorities prepare an annual budget, as outlined in Section 128 and 129.

The priorities and funding allocations are determined by the Board of Trustees of each Education Authority and the budget is legally adopted by a motion of the Board in accordance with Section 135 (3) of the *Education Act*.

The budget is legally adopted by a motion of the Board which also establishes a tax levy to support the approved budget in accordance with Section 135(2) of the *Education Act*.

Budget approved budgets are submitted to the Minister of Education, Culture and Employment for final approval as directed by Sections 117(2) k, l and m of the *Education Act*.

This annual budget includes estimates of revenue and expenditures for the Operating fund surplus along with estimates of source and application for the Investment in tangible capital assets fund. Budgets are considered a management control and planning tool and as such are incorporated into the accounting system of the YCS.

The budget may be amended within a given fiscal year in accordance with Board policy, regulations and approved budget procedures. The budget data presented in the consolidated financial statements reflects the Minister approved budget for the school year.

(h) Measurement Uncertainty

The preparation of consolidated financial statements in conformity with Canadian Public Sector Accounting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the amounts of revenue and expenses during the period. Actual results could differ from these estimates.

(i) Inventories Including Materials and Supplies

Inventories held for consumption or use are recorded at the lower of historical cost and replacement cost.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Accounting Policies (continued)

(i) Payroll Liabilities

Payroll costs for teachers are accrued for July and August. Payroll costs for members of the Union of Northern Workers (UNW) and employees who work for 10 and 11 months during the fiscal year are accrued as appropriate.

(k) Employee Future Benefits

i) Post employment benefits

YCS provides post employment benefits for certain employees pursuant to certain contracts and collective agreements. These include removal assistance, severance, long and short term disability, and sick leave.

Teachers and UNW employees leaving Yellowknife within one year of the date of resignation, after completing a minimum of two years experience with YCS, will receive removal assistance of \$1,500 plus \$400 for each year of consecutive service with YCS, excluding years on deferred salary leave. Teachers who leave the employment of YCS after twenty years of consecutive service will receive an additional payment of \$2,000. This benefit is considered to vest and accumulate. YCS recognizes a liability and expense for this post employment benefit in the period in which teachers and UNW employees render services to YCS.

YCS recognizes a liability and an expense for post employment benefits and compensated absences that do not vest or accumulate when the event that obligates YCS occurs. This includes benefits to employees in the event of an accident or injury. The benefit would be accrued when the accident or injury occurs.

ii) Sick leave

Sick leave benefits accumulate but do not vest and are normally paid only upon an illness or injury-related absence. Such benefits are obligations and would be recognized. The actuarial company hired by the GNWT conducted a review and has estimated the sick leave obligation as at June 30, 2017.

iii) Pensions

Prior to May 1, 2013 all indeterminate full-time employees had the option to participate in a Defined Contribution (DC) pension plan. YCS contributions to this plan were recognized as an expense on a current year basis and represented YCS total pension obligations.

Effective May 1, 2013 the YCS added a Defined Benefit (DB) provision to the Pension Plan for the employees of Yellowknife Catholic Schools. The pension benefits under the DB provision are reported on an actuarial basis. This is done to determine the current value of future entitlements and uses various assumptions. When actual experience varies from assumptions, the resulting gains or losses are amortized on a straight line basis over the estimated average remaining service lives of the contributors.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

2. Accounting Policies (continued)

(I) Employee Benefit Plans

The YCS contributes 100% of the premiums related to life insurance, long term disability insurance and extended health care benefits for eligible employees, in accordance with negotiated salary agreements and employment practices.

In addition, the YCS contributes 100% of the premiums related to dental insurance in accordance with negotiated salary agreements and employment practices.

Employee and employer contributions are made on behalf of all employees for statutory federal deductions related to Canada Pension Plan and Employment Insurance.

(m) Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Transfers include entitlements and grants and are recorded as expenses when the transfer is authorized and eligibility criteria have been met by the recipient.

(n) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. A liability would be recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met: an environmental standard exists; contamination exceeds the environmental standard; YCS is directly responsible or accepts responsibility and a reasonable estimate of the amount can be made. The best estimate of the liability includes all costs directly attributable to remediation activities and is reduced by expected net recoveries based on information available as at June 30, 2017.

At each financial reporting date, Management reviews the carrying amounts of the liability. Any revisions required to the amount previously recognized are accounted for in the period revisions are made. Management at YCS has concluded that there is no contamination that exceeds environmental standards and as a result there are no liabilities for contaminated sites.

(o) Net Debt

YCS's financial statements are presented so as to highlight net financial assets (net debt) as the measurement of financial position. The net financial assets (net debt) of YCS is determined by its financial assets less its liabilities. Net debt combined with non-financial assets comprises a second indicator of financial position, accumulated surplus.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

3. Future Accounting Changes

Related Party Disclosures, Section PS 2200

This new section defines a related party and establishes disclosures required for related party transactions. This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Inter-entity Transactions, Section PS 3420

This new section establishes standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective. This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Assets, Section PS 3210

This new section provides guidance for applying the definition of assets and establishes general disclosure standards for assets. Disclosure information about the major categories of assets that are not recognized is required. This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Contingent Assets, Section PS 3320

This new section defines and establishes disclosure on contingent assets. Disclosure of information about contingent assets is required when the occurrence of the confirming future event is likely. This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Contractual Rights, Section PS 3380

This new section defines and establishes disclosure standards on contractual rights. Disclosure of the nature, extent, and timing of any contractual rights is required. This Section applies to fiscal years beginning on or after April 1, 2017. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Restructuring Transactions, Section PS 3430

This new section establishes standards on how to record assets, liabilities, revenues and expenses related to restructuring transactions as well as disclosure requirements for the recipient and transferor. This Section applies to fiscal years beginning on or after April 1, 2018. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Financial Instruments, Section PS 3450 and related amendments to Financial Statement Presentation, Section PS 1201

This standard will establish how to account for and report all types of financial instruments including derivatives. Financial instruments include primary instruments and derivative financial instruments. Governments should adopt Section PS 3450 in the same fiscal year Section PS 2601, Foreign Currency Translation, is adopted. This Section is effective for fiscal periods beginning on or after April 1, 2019. Earlier adoption is permitted. The impact of the transition to these accounting standards is being reviewed by management.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

3. Future Accounting Changes (continued)

Foreign Currency Translation, Section PS 2601

This section is replacing existing Section PS 2600, Foreign Currency Translation. Governments should adopt Section PS 2601 in the same fiscal year Section PS 3450, Financial Instruments, is adopted. This Section is effective for fiscal periods beginning on or after April 1, 2019. Earlier adoption is permitted. The impact of the transition to these accounting standards has been reviewed by management and is not considered significant.

Student Activity Funds

Under direction from the Government of Northwest Territories - Department of Education, Culture and Employment, student funds may be required to be reported on the consolidated financial statements of Yellowknife Catholic Schools in the future.

4. Cash and Cash Equivalents

	2017	2016
Cash	\$ 4,215,783	\$ 4,521,653

The cash is held in a bank account with the Canadian Imperial Bank of Commerce (CIBC) and is invested with the GNWT's investment pool.

5. Special Purpose Funds

YCS does not have special purpose funds.

6. Restricted Assets

YCS does not have any restricted assets.

7. Portfolio Investments

YCS does not have any portfolio investments.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

8. Accounts Receivable

		Accounts Receivable		AFDA		Net 2017		Net 2016
Due from GNWT	\$	263,563	\$	-	\$	263,563	\$	136,964
Due from WSCC		2,136		-		2,136		-
Due from other		48,523		-		48,523		138,863
Due from related parties		3,959		-		3,959		-
Total	\$	318,181	\$	-	\$	318,181	\$	275,827

9. Inventories

Inventories held for consumption or use are recorded at the lower of historical cost and replacement cost.

10. Accounts Payable and Accrued Liabilities

		2017		2016
Accrued interest		\$ 3,821		\$ 68,015
Damage deposits		3,262		3,262
Due from GNWT		1,004		-
Trades payable		597,060		347,026
Due to Workers' Safety and Compensation Commission		-		112
		\$ 605,147		\$ 418,415

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

11. Deferred Revenue

	2017	2016
Government of Canada - Public Health Agency Canada	\$ -	\$ 66,480

12. Contribution Repayable

YCS does not have any contribution repayable.

13. Due from and to the Government of Canada

	Accounts Receivable		AFDA		Net 2017		Net 2016
Receivable							
GST receivable	\$ 132,809	\$ -	\$ -	\$ 132,809	\$ -	\$ 118,976	\$ -
Payable							
Public Health Agency Canada	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 33,058	\$ -
GST payable	\$ 11,685	\$ -	\$ -	\$ 11,685	\$ -	\$ 33,058	\$ -

14. Capital Lease Obligations

YCS does not have any capital lease obligations.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions

(a) Defined Contribution Plan

Since January 1, 1966 Yellowknife Catholic Schools indeterminate staff have had the option to participate in a voluntary Defined Contribution (DC) pension plan. Since January 1, 1988, that participation has been in the Pension Plan for the Employees of Yellowknife Catholic Schools (the Plan).

All DC assets of the Plan are held by a Trustee in favour of individual employees. The only obligation to YCS is to match employee contributions. YCS fully funds its DC obligation under the Plan each month. YCS did not have any liability under the DC provision of the Plan as of June 30, 2017.

Effective May 1, 2013 teaching and non-union staff could no longer contribute to the DC provision. Instead all indeterminate teaching and non-unionized staff joined a new Defined Benefit (DB) provision of the Plan. Effective July 1, 2013, all indeterminate unionized non-teaching staff also ceased to make contributions to the DC provision and joined the DB provision of the Plan. After July 1, 2013, there are no employees making contributions to the DC provision.

DC assets of the Plan will continue to be held in Trust for the individual employees unless they either elect to transfer their DC account to the DB provision or leave the employment of Yellowknife Catholic Schools.

No assets or liabilities related to the DC provision are recorded in the financial statements of Yellowknife Catholic Schools.

(b) Defined Benefit Plan

Effective May 1, 2013 a Defined Benefit (DB) provision was added to the Pension Plan for the Employees of Yellowknife Catholic Schools.

Summary of Defined Benefit provision:

Each permanent full-time employee, belonging to an eligible class of employees, automatically becomes a Member of the plan as of the first day of employment with YCS.

Each permanent part-time employee, belonging to an eligible class of employees, automatically becomes a Member of the plan if the employee earns at least 37% of the equivalent full-time earnings for his or her particular position.

All Members and the Employer have agreed to share the cost of benefits accrued annually, plus the administrative expenses of the DB plan in the following ratio:

- Employer 52.38%
- Employee 47.62%

Members are required to make contributions at 8.80% of earnings below the Year's Maximum Pensionable Earnings (YMPE) and 11.60% of earnings above YMPE. The YMPE for the 2017 calendar year is \$55,300 (2016 - \$54,900).

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

(b) Defined Benefit Plan (continued)

The employer must contribute to the DB pension trust fund each year no less than its portion of the total current service cost as determined by the Actuary. In addition, YCS shall contribute to the Solvency Account such additional amounts as may be required, based on the advice of the Actuary, to amortize any going concern unfunded liabilities and solvency deficiencies of the Plan.

Normal retirement date for an employee is when they terminate employment with YCS having reached the age of 65. An employee would be entitled to an unreduced early retirement date when the Members' age plus years of service at YCS total 90. A Member may elect to retire up to 10 years prior to their normal retirement date or their unreduced retirement date and take a reduced pension benefit.

The annual pension payable to Member who retires at the normal retirement date is equal to 1.30% of the a Member's Best Average Pensionable Earnings up to the Average YMPE plus 2% of the Member's Best Average Pensionable Earnings in excess of the Average YMPE, multiplied by years of Pensionable Service. Pensionable Earnings and the YMPE are averaged over the best 10 years prior to termination, death or retirement.

The plan provides inflation protection during retirement at 75% of the increase in Northwest Territories Consumer Price Index.

Benefits are vested immediately.

During fiscal 2016/2017 Yellowknife Catholic Schools contributed **\$1,535,319** (\$1,591,275 in fiscal 2015/2016) in respect of DB accruals.

The date of the most recent actuarial valuation of the Plan is June 30, 2016. The Accrued Benefit Obligation was calculated using the projected unit credit method, pro-rated on service.

The DB Pension Trust fund assets are recorded at fair market value.

(c) Supplementary Defined Benefit Pension Plan

The supplementary plan applies to the Superintendent and the Assistant Superintendents. The supplementary plan provides a pension benefit for pensionable earnings in excess of the defined benefit limit set out in the Income Tax Act. This plan is a non-contributory plan and is not funded until the employee terminates their employment from Yellowknife Catholic Schools. The employer is responsible to provide a pension at retirement equivalent to what the employee would have earned under the Defined Benefit provision of the Pension Plan for the Employees of Yellowknife Catholic schools if there were no *Income Tax Act* maximum pension limits in place. The Accrued Benefit Obligation was calculated using the projected unit credit method, pro-rated on service.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

Information about the Defined Benefit Plan and Supplementary Defined Benefit Pension Plan as at June 30, 2017 is as follows:

(d) Plan assets

	Pension Plan	Supplementary Plan	2017
Fair value, beginning of year	\$ 13,112,900	\$ -	\$ 13,112,900
Expected return on plan assets	643,900	-	643,900
Employer contributions	1,752,100	-	1,752,100
Employee contributions	1,413,400	-	1,413,400
Employee prior service contributions	-	-	-
Benefit payments and expenses	(773,900)	-	(773,900)
Experience (loss) gain	106,700	-	106,700
Fair value, end of year	\$ 16,255,100	\$ -	\$ 16,255,100

(e) Accrued benefit obligations

	Pension Plan	Supplementary Plan	2017
Balance, beginning of year	\$ 12,881,900	\$ 74,100	\$ 12,956,000
Current service cost	2,637,700	38,800	2,676,500
Interest cost on accrued benefit obligation	681,000	1,400	682,400
Employer prior service cost	-	-	-
Employee prior service cost	-	-	-
Benefit payments and expenses	(773,900)	-	(773,900)
(Gains) / losses on accrued benefit obligation	(38,000)	12,100	(25,900)
Balance, end of year	\$ 15,388,700	\$ 126,400	\$ 15,515,100

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

(f) Funded status

	Pension Plan	Supplementary Plan	2017
Plan surplus / (deficit)	\$ 866,400	\$ (126,400)	\$ 740,000
Unrecognized (gains) losses	255,600	25,100	280,700
Accrued benefit asset (liability) before limit on assets	1,122,000	(101,300)	1,020,700
Impact of limit on assets	(1,122,000)	-	(1,122,000)
Accrued benefit asset (liability) after limit on assets	\$ -	\$ (101,300)	\$ (101,300)

(g) Determination of pension cost

	Pension Plan	Supplementary Plan	2017
Current service cost	\$ 1,224,300	\$ 38,800	\$ 1,263,100
Interest on accrued benefit obligation	37,100	1,400	38,500
Amortization of losses / (gains)	31,000	1,200	32,200
Extraordinary items	-	-	-
Change in valuation allowance	459,700	-	459,700
Pension expense	\$ 1,752,100	\$ 41,400	\$ 1,793,500

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

Information about the Defined Benefit Plan and Supplementary Defined Benefit Pension Plan as at June 30, 2016 is as follows:

(h) Plan assets

	Pension Plan	Supplementary Plan	2016
Fair value, beginning of year	\$ 10,237,300	\$ -	\$ 10,237,300
Expected return on plan assets	519,500	-	519,500
Employer contributions	1,690,200	-	1,690,200
Employee contributions	1,464,200	-	1,464,200
Employee prior service contributions	5,100	-	5,100
Benefit payments and expenses	(544,900)	-	(544,900)
Experience (loss) gain	(258,500)	-	(258,500)
 Fair value, end of year	 \$ 13,112,900	 \$ -	 \$ 13,112,900

(i) Accrued benefit obligations

	Pension Plan	Supplementary Plan	2016
Balance, beginning of year	\$ 9,895,300	\$ 24,800	\$ 9,920,100
Current service cost	2,779,400	33,000	2,812,400
Interest cost on accrued benefit obligation	559,100	700	559,800
Employer prior service cost	18,200	-	18,200
Employee prior service cost	5,100	-	5,100
Benefit payments and expenses	(544,900)	-	(544,900)
(Gains) / losses on accrued benefit obligation	169,700	15,600	185,300
 Balance, end of year	 \$ 12,881,900	 \$ 74,100	 \$ 12,956,000

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

(j) Funded status

	Pension Plan	Supplementary Plan	2016
Plan surplus (deficit)	\$ 231,000	\$ (74,100)	\$ 156,900
<u>Unrecognized (gains) losses</u>	<u>431,300</u>	<u>14,200</u>	<u>445,500</u>
Accrued benefit asset (liability) before limit on assets	662,300	(59,900)	602,400
<u>Impact on limit of assets</u>	<u>(662,300)</u>	<u>-</u>	<u>(662,300)</u>
Accrued benefit asset (liability)	\$ -	\$ (59,900)	\$ (59,900)

(k) Determination of pension cost

	Pension Plan	Supplementary Plan	2016
Current service cost	\$ 1,315,200	\$ 33,000	\$ 1,348,200
Interest on accrued benefit obligation	39,600	700	40,300
Amortization of losses/ (gains)	200	(200)	-
Extraordinary items	18,200	-	18,200
<u>Change in valuation allowance</u>	<u>317,000</u>	<u>-</u>	<u>317,000</u>
Pension expense	\$ 1,690,200	\$ 33,500	\$ 1,723,700

(l) Actuarial assumptions

	2017	2016
Discount rate - pension plan	4.75%	4.50%
Discount rate - supplementary plan	1.20%	1.20%
Expected return on plan assets - pension plan	4.75%	4.50%
Expected return on plan assets - supplementary plan	n/a	n/a
Salary increase - pension plan	2.00%	2.00%
Salary increase - supplementary plan	2.00%	2.00%
Mortality table	120% of the CPM 2014 table	120% of the CPM 2014 table
Expected average remaining services lifetime (EARSL) - pension plan	13.7 Years	13.9 Years
Expected average remaining services lifetime (EARSL) - supplementary plan	10.7 Years	

* 2017 - 100% of the 2014 Canadian Pensioners' Public Sector Mortality Table with projection scale CPM-B; 2016 - 120% of the 2014 Canadian Pensioners' Private Sector Mortality Table with projection scale CPM-B.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

15. Pensions (continued)

(m) Plan assets consist of:

	2017	2016
Fixed income securities	60%	60%
<u>Equity securities</u>	40%	40%

16. Long Term Debt

	2017	2016
VersaBank (formerly Pacific and Western) debenture facilities number 2, 3, and 4, repayable in monthly installments of \$68,016, including interest at 5.73%, final installment on maturity due in March 2018.	\$ 662,630	\$ 1,417,219

Government of the Northwest Territories debenture, repayable in monthly installments of \$10,000 including interest. Interest rate consistent with GNWT cost of borrowing at a current rate of 1.20%. If rates do not change the final installment will be due in 2024.	842,623	951,798
---	---------	---------

\$ 1,505,253	\$ 2,369,017
---------------------	---------------------

The debenture are repayable annually as follows:

2018	\$ 773,123
2019	111,828
2020	113,156
2021	114,540
2022 and thereafter	392,606

\$ 1,505,253

The debentures are registered.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

17. Post Employment Benefits and Compensated Absences

In addition to pension benefits, the YCS provides severance, removal and compensated absence (sick, accident or injury, special) benefits to its employees. The benefit plans are not pre-funded and thus have no assets, resulting in a plan deficit equal to the accrued benefit obligation.

Severance benefits are paid to YCS employees based on the appropriate combinations that include inputs such as when the employee was hired, the rate of pay, and the number of years of continuous employment. Removal benefits are paid to YCS employees based on the number of years of continuous employment. The benefits under these two categories were actuarially valued using the projected unit credit methodology.

Compensated absence benefits generally accrue as employees render service and are paid upon the occurrence of an event resulting in eligibility for benefits under the terms of the plan. Events include, but are not limited to employee or dependent illness, and death of an immediate family member. Non-accruing benefits include maternity. Benefits that accrue under compensated absence were actuarially valued using the expected utilization methodology.

Valuation results

The actuarial valuation was completed as at March 31, 2017. The effective date of the next actuarial valuation is March 31, 2018. The liabilities are actuarially determined as the present value of the accrued benefits at February 17, 2017 and the results extrapolated to June 30, 2017. The values presented below are for all the benefits under the Compensated Absences and Termination Benefits for the consolidated Government.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

17. Post Employment Benefits and Compensated Absences (continued)

Reconciliation of Accrued Benefit Obligation

	Severance and removal	Compensated absences	2017	2016
Accrued benefit obligation, beginning of year	\$ 729,534	\$ 23,684	\$ 753,218	\$ 562,852
Current service cost	47,309	2,119	49,428	171,255
Interest cost	21,931	777	22,708	36,000
Benefits paid	(16,234)	(3,066)	(19,300)	(16,890)
Plan amendments	-	-	-	-
Actuarial gains/losses	41,827	676,113	717,940	-
Accrued benefit obligations, end of year	824,367	699,627	1,523,994	753,217
Unamortized net actuarial gain/loss	(41,827)	(676,113)	(717,940)	-
Accrued benefit liability	\$ 782,540	\$ 23,514	\$ 806,054	\$ 753,217

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

17. Post Employment Benefits and Compensated Absences (continued)

Benefits Expense

	Severance and removal	Compensated absences	2017	2016
Current period benefit cost	\$ 47,309	\$ 2,119	\$ 49,428	\$ 171,255
Interest accrued	21,931	777	22,708	36,000
Benefit expense, end of year	\$ 69,240	\$ 2,896	\$ 72,136	\$ 207,255

The discount rate used to determine the accrued benefit obligation was an average an average of 3.3%, (2016 - 3.2%). The expected payments during the next five fiscal years are:

	Severance and removal	Compensated absences	Total
2018	\$ 227,191	\$ 200,292	\$ 427,483
2019	172,294	108,531	280,825
2020	106,951	62,589	169,540
2021	70,122	43,067	113,189
2022	54,715	39,778	94,493
Total	\$ 631,273	\$ 454,257	\$ 1,085,530

18. Trust Assets Under Administration

YCS does not have any trust assets under administration.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Financial Statements

June 30, 2017

19. Tangible Capital Assets

	Cost	Additions	Disposals	Amortization	Accumulated Amortization	Net Book Value, June 30, 2017	Net Book Value June 30, 2016
Land and Improvements	\$ 1,838,825	\$ -	\$ -	\$ -	\$ 1,838,825	\$ 1,838,825	
Equipment	463,115	-	-	63,508	198,202	264,913	328,421
Buildings and Portables							
Career and Technical Centre	2,878,913	-	-	73,888	957,826	1,921,087	1,994,975
Central Services offices	953,899	-	-	34,426	576,968	376,931	411,358
Ecole St. Joseph School	37,380,149	-	-	958,888	12,455,739	24,924,410	25,883,297
Ecole St. Patrick High School	11,723,900	521,309	-	319,497	6,471,897	5,773,312	5,571,499
Tallah Building	621,027	-	-	15,757	73,349	547,678	563,436
Weledeh Catholic School	12,557,840	-	-	330,161	5,256,107	7,301,733	7,631,894
	66,115,728	521,309	-	1,732,617	25,791,886	40,845,151	42,056,459
	\$ 68,417,668	\$ 521,309	\$ -	\$ 1,796,125	\$ 25,990,088	\$ 42,948,889	\$ 44,223,705

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

20. Prepaid Expenses and Deposits

	2017	2016
Deposits	\$ -	\$ 1,105
<u>Other prepaids</u>	<u>39,354</u>	<u>53,004</u>
	\$ 39,354	\$ 54,109

21. Accumulated Surplus/Deficit

A consolidated statement of accumulated surplus/deficit has been prepared and included in the Consolidated Financial Statements.

22. Capital Advances

YCS does not have any capital advances.

23. GNWT Assets Provided At No Cost

YCS does not have any GNWT assets provided at no cost.

24. Contractual Obligations

YCS has entered into agreements for, or is contractually committed to, the following expenses payable subsequent to June 30, 2017. YCS is committed to five janitorial contracts for various schools and buildings. All of the contracts expire in June 2018. YCS has a contract with First Canada ULC (o/a First Student Canada) for student transportation. The contract expires in June 2018 and can be extended for another three year period to June 2021. YCS has a contract with ThyssenKrupp for elevator maintenance. YCS is invoiced annually. This contract expires in February 2021. In its normal course of operations, YCS has leases for equipment. The equipment leases are payable in varying quarterly and annual installments.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

24. Contractual Obligations (continued)

The future minimum payments are as follows.

	Expires in fiscal year	2018	2019 - 2022	Total
Equipment leases	2019-2021			
Photocopier leases		\$ 62,287	\$ 126,554	\$ 188,841
		62,287	126,554	188,841
Operation contracts	2018 - 2022			
Employee assistance program	2019	10,243	7,682	17,925
Mail services	2018	6,553	-	6,553
Janitorial services	2018	574,873	-	574,873
Bussing services	2018	343,006	-	343,006
Elevator maintenance	2021	27,005	122,871	149,876
		961,680	130,553	1,092,233
		\$ 1,023,967	\$ 257,107	\$ 1,281,074

Collective agreements with the Northwest Territories Teachers' Association and the Public Service Alliance of Canada as represented by its agent the Union of Northern Workers were negotiated during the year. A four year agreement with the Northwest Territories Teachers' Association was signed for the period from September 2016 to August 2020. A three year agreement has been agreed to by the Union of Northern Workers from July 2016 June 2019. The agreement will be signed by both parties in September 2017.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

25. Contingencies

As of the audit report date, YCS does not have any contingencies.

26. Related Parties

YCS has the following transactions with government and other government controlled organizations:

Due to related parties:

		2017	2016
Government of the Northwest Territories			
Department of Infrastructure	\$ 1,004	\$ -	
Workers' Safety and Compensation Commission	\$ -	\$ 112	

Due from related parties:

	Accounts Receivable	AFDA	2017	2016
Government of the Northwest Territories				
Department of Education, Culture and Employment	\$ 255,635	\$ -	\$ 255,635	\$ 125,410
NWT Health & Social Services - Yellowknife Region	\$ 7,416	\$ -	\$ 7,416	\$ 11,554
Aurora College	\$ 513	\$ -	\$ 513	\$ -
YK Education District #1	\$ 3,959	\$ -	\$ 3,959	\$ -

Yellowknife Catholic Schools
 (Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

26. Related Parties (continued)

Revenue from related parties:

	2017	2016
Government of the Northwest Territories		
Department of Education, Culture and Employment		
Operations and maintenance	\$18,424,022	\$18,936,397
French funding	\$ 365,700	\$ 280,000
Preschool subsidy	\$ 62,300	\$ -
4 Plus program	\$ 100,000	\$ 100,000
4th R training	\$ 840	\$ -
Aboriginal language	\$ 59,000	\$ 59,000
DELF	\$ 40,000	\$ -
French funding - resources	\$ 24,700	\$ 68,875
Secondment	\$ 161,749	\$ -
Self-regulation	\$ 7,000	\$ -
YK Family Centre	\$ 40,500	\$ 67,000
Other	\$ 76,065	\$ 210,595
Safe and caring schools	\$ -	\$ 10,000
Department of Municipal and Community Affairs		
Active After School	\$ 48,900	\$ 52,423
Regional youth sporting event - hand games	\$ 25,000	\$ -
Department of Health and Social Services		
Drop the Pop	\$ 12,731	\$ 12,545
Department of Environment & Natural Resources		
Take a Kid Trapping	\$ 12,000	\$ 8,000
Beaufort Delta Education Authority	\$ 30,000	\$ -
Aurora College - Tallah building rental	\$ 118,051	\$ 117,654
Workers' Safety and Compensation Commission	\$ 2,102	\$ -
NWT Health & Social Services - Yellowknife	\$ 11,124	\$ 32,466
Region - preschool payments		
Yellowknife District #1	\$ 5,159	\$ 600
Commission scolaire	\$ -	\$ 19,043
Dettah District Education Authority	\$ 217,120	\$ 271,189
Sahtu District Education Authority	\$ -	\$ 3,066
South Slave District Education Authority	\$ -	\$ 1,533
Tli Cho Community Services	\$ -	\$ 4,599

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

26. Related Parties (continued)

Expenses from related parties:

	2017	2016
Government of the Northwest Territories		
Department of Infrastructure	\$ 1,984	\$ 1,984
Department of Finance		
Debenture payments	\$ 120,000	\$ 120,000
NWT payroll tax	\$ 341,466	\$ 332,338

27. Budget Data

The *Education Act* of the Northwest Territories requires that Education Bodies prepare an annual budget, as outlined in Section 117, Duties and Powers of Education Bodies. The budget is legally adopted by a motion of the Education Body which includes the establishment of a tax levy to support the approved budget in accordance with Section 135, Assessment and Taxation, of the *Education Act*.

The annual budget includes estimates of revenue and expenditures for the Operating Fund. Budgets are considered a management control and planning tool and as such are incorporated into the accounting system of YCS.

The budget figures presented are those approved by the Trustees of YCS on May 16, 2016 and have not been audited.

28. Economic Dependence

YCS receives its funding primarily from the GNWT. If the funding arrangements were to change management is of the opinion that YCS operations would be significantly affected.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

29. Risk Management

YCS is exposed to credit and liquidity risks from its financial instruments. Qualitative and quantitative analysis of the significant risks from the YCS's financial instruments is provided by type of risk below.

a) Credit risk

Credit risk is the risk of financial loss to the YCS if a debtor fails to make payments of interest and principal when due. The YCS is exposed to this risk relating to its cash and cash equivalents, due from the Government of Canada, and accounts receivable. The YCS holds its cash in accounts with federally regulated chartered banks who are insured by the Canadian Deposit Insurance Corporation. In the event of default, the YCS's cash in accounts are insured up to \$300,000.

YCS's maximum exposure to credit risk is represented by the financial assets balance for a total of \$4,666,773 (2016 - \$4,916,452).

Accounts receivable are ultimately due from the departments of the Government of Canada and the Northwest Territories and pertain to outstanding contribution agreements. Accounts receivable from the Government of Canada represents goods and services tax receivable from the Government of Canada. There is a concentration of credit risk as the majority of the deposits are held in one Canadian chartered bank and more than 10% of the total accounts receivable is from the Government of the Northwest Territories. The amounts represent a low credit risk as the debtors are reputable governments and government organizations with a good credit score.

b) Interest rate risk

YCS manages its exposure to interest rate risk through fixed rate borrowings for its debentures. The fixed rate debts are subject to interest rate price risk, as the value will fluctuate as a result of changes in interest rates.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

29. Risk Management (continued)

c) Liquidity risk

Liquidity risk is the risk that the YCS will not be able to meet all cash outflow obligations as they come due. The YCS mitigates this risk by monitoring cash activities and expected outflows through budgeting and maintaining an adequate amount of cash to cover unexpected cash outflows should they arise.

The table below shows when various financial assets and liabilities mature.

Financial assets	Up to 6 months	6 months to 1 year	1 to 5 years	Over 5 years
Cash and cash equivalents	\$ 4,215,783	\$ -	\$ -	\$ -
Due from the government of Canada	132,809	-	-	-
Accounts receivable	<u>318,181</u>	-	-	-
Total assets	\$ 4,666,773	\$ -	\$ -	\$ -
Total assets - prior year	<u>\$ 4,916,456</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Financial liabilities	Up to 6 months	6 months to 1 year	1 to 5 years	Over 5 years
Accounts payable and accrued liabilities	\$ 605,147	\$ -	\$ -	\$ -
Payroll benefits payable	206,784	-	-	-
Due to the Government of Canada	11,685	-	-	-
Long term debt	-	773,123	455,446	276,684
Accrued payroll liabilities	<u>2,642,768</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	\$ 3,466,384	\$ 773,123	\$ 455,446	\$ 276,684
Total liabilities - prior year	<u>\$ 4,320,533</u>	<u>\$ 779,641</u>	<u>\$ 2,568,874</u>	<u>\$ 620,641</u>
Net total	\$ 1,200,389	\$ (773,123)	\$ (455,446)	\$ (276,684)
Net total - prior year	<u>\$ 595,923</u>	<u>\$ (779,641)</u>	<u>\$ (2,568,874)</u>	<u>\$ (620,641)</u>

There have been no significant changes from the previous year in the exposure to risks or policies, procedures, and methods used to measure the risks.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

30. Expenditures By Object

	2017 Budget	2017 Actual	2016 Actual
Amortization	\$ 1,700,000	\$ 1,796,125	\$ 1,772,416
Compensation	19,693,309	20,563,139	21,079,290
Interest on long term debt	72,430	76,250	115,695
Materials/freight	544,306	771,098	586,809
Services purchased/contracted	2,886,443	2,763,026	3,025,421
	<hr/>	<hr/>	<hr/>
	\$ 24,896,488	\$ 25,969,638	\$ 26,579,631

31. Subsequent Events

Subsequent to the year end, YCS contracted Arcan Roofing and Cladding Ltd. to perform roof repairs at the central services building for proper drainage and standing water for \$97,723.

32. Comparative Figures

The consolidated financial statements have been reclassified, where applicable, to conform to the presentation used in the current year.

33. Payroll Liabilities

	2017	2016
Teachers - Northwest Territories Teachers' Association	\$ 2,144,352	\$ 2,137,079
Non-Teacher - Union of Northern Workers	498,416	570,049
	<hr/>	<hr/>
	\$ 2,642,768	\$ 2,707,128

34. Statement of Remeasurement Gains and Losses

YCS does not have any remeasurement gains or losses.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Notes to Consolidated Financial Statements

June 30, 2017

35. Education Authority Generated Funds

	2017 Budget	2017 Actual	2016 Actual
Donations	\$ 15,000	\$ 66,991	\$ 53,897
Fees and sales	278,540	430,421	405,992
Investments	60,000	48,293	54,378
Other	263,000	850,029	371,463
Rentals	180,000	167,301	166,152
	\$ 796,540	\$ 1,563,035	\$ 1,051,882

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 1
Operating Fund - Detail of Expenditures

For the period ended June 30, 2017

	School Programs	Inclusive Schooling (Schedule 2)	Operations & Maintenance	Board Administration	Aboriginal Languages (Schedule 3)	Transfers & Others	Total 2017	Budget 2017	Total 2016
Salaries									
Teachers	\$9,329,075	\$1,384,523	\$ -	\$ -	\$ 468,737	\$ -	\$11,182,335	\$10,454,043	\$11,226,086
Instruction assistants	-	1,523,776	-	-	-	-	1,523,776	1,588,659	1,611,090
Non-instructional	928,950	464,247	233,020	1,246,915	-	-	2,873,132	2,770,178	2,727,410
Board honoraria	-	-	-	65,227	-	-	65,227	67,512	68,474
	10,258,025	3,372,546	233,020	1,312,142	468,737	-	15,644,470	14,880,392	15,633,060
Employee Benefits									
Employee benefits	3,264,407	1,131,584	88,673	216,523	150,774	-	4,851,961	4,795,917	5,226,784
Leave and termination benefits	16,234	-	-	50,474	-	-	66,708	17,000	219,446
	3,280,641	1,131,584	88,673	266,997	150,774	-	4,918,669	4,812,917	5,446,230
Services Purchased/Contracted									
Advertising/publishing	2,922	-	-	38,164	10,489	-	51,575	76,600	67,699
Communication	47,134	680	6,903	19,023	-	-	73,740	78,938	80,846
Contracted services	585,887	7,472	643,527	1,215	7,920	-	1,246,021	1,182,790	1,185,668
Maintenance & repairs	-	2,431	242,271	-	2,379	-	247,081	297,148	302,379
Other	187,989	6,640	12,976	46,154	-	-	253,759	130,100	321,775
Professional/technical	3,466	30,176	-	19,575	800	-	54,017	148,757	146,736
Rental/leases	31,986	882	-	7,374	-	-	40,242	120,160	111,301
Student transportation	-	5,157	-	-	-	-	5,157	7,250	11,663
Travel	9,415	-	-	25,248	-	-	34,663	33,800	54,445
Utilities: Electricity	-	-	413,441	-	-	-	413,441	438,000	426,019
Heating	-	-	246,679	-	-	-	246,679	282,400	219,418
Water/sewage	-	-	96,651	-	-	-	96,651	90,500	97,472
	868,799	53,438	1,662,448	156,753	21,588	-	2,763,026	2,886,443	3,025,421
Materials/Freight									
Materials	454,220	61,929	-	57,119	192,636	-	765,904	532,306	582,443
Freight	5,194	-	-	-	-	-	5,194	12,000	4,366
	459,414	61,929	-	57,119	192,636	-	771,098	544,306	586,809

Continued on next page

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 1 (Continued)
Operating Fund - Detail of Expenditures

For the period ended June 30, 2017

	School Programs	Inclusive Schooling (Schedule 2)	Operations & Maintenance	Administration	Aboriginal Languages (Schedule 3)	Transfers & Others	Total 2017	Budget 2017	Total 2016
Amortization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,796,125	\$ 1,796,125	\$ 1,700,000	\$ 1,772,416
Debenture Interest	-	-	-	-	-	76,250	76,250	72,430	115,695
Total	\$14,866,879	\$ 4,619,497	\$ 1,984,141	\$ 1,793,011	\$ 833,735	\$ 1,872,375	\$25,969,638	\$24,896,488	\$26,579,631

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 2
Detail of Inclusive Schooling Expenditures

For the period ended June 30, 2017

	Staff Development	Intervention Strategies	Assistive Technology	Early Childhood	Magnet Facilities	General Inclusive Schooling	Total
Salaries							
Consultants	\$ -	\$ -	\$ -	\$ 270,513	\$ -	\$ 115,717	\$ 115,717
Non-instructional		193,734					464,247
Support assistants		1,466,310			57,466		1,523,776
Teachers	45,032	1,116,482			107,292		1,268,806
	45,032	2,776,526		270,513	164,758	115,717	3,372,546
Employee Benefits	68,759	910,249		71,179	50,094	31,303	1,131,584
Services Purchased/Contracted							
Contracted services				7,472			7,472
Communication				680			680
Maintenance & repairs			2,431				2,431
Professional/technical	585	28,202		1,389			30,176
Rental/leases				882			882
Student transportation		5,157					5,157
Other		6,640					6,640
	585	39,999	2,431	10,423			53,438
Materials/Freight	5,931	21,025	9,561	10,433	2,979	12,000	61,929
Total	\$ 120,307	\$ 3,747,799	\$ 11,992	\$ 362,548	\$ 217,831	\$ 159,020	\$ 4,619,497

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 3
Aboriginal Language and Culture Program Expenditures

For the period ended June 30, 2017

	Student Instruction	Teaching/ Learning Resources	Total
Salaries			
Elders honorarium	\$ 55,105	\$ -	\$ 55,105
Teachers	371,134	42,498	413,632
	426,239	42,498	468,737
Employee Benefits	144,189	6,586	150,774
Services Purchased/Contracted			
Contracted services	7,920	-	7,920
Maintenance and repairs	2,379	-	2,379
Printing and publishing	-	10,489	10,489
Professional/technical	800	-	800
	11,099	10,489	21,588
Materials/Freight	192,636	-	192,636
Total	\$ 774,163	\$ 59,573	\$ 833,735

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 4
Aboriginal Language Materials

For the period ended June 30, 2017

	July 1, 2016 to March 31, 2017	April 1, 2017 to June 30, 2017	Total
Revenue			
Secretary of State Funding Aboriginal Languages	\$ 44,250	\$ 14,750	\$ 59,000
Expenditures			
Salary and benefits	36,444	12,640	49,084
Supplies and materials	5,996	4,493	10,489
	42,440	17,133	59,573
Surplus (deficit)	\$ 1,810	\$ (2,383)	\$ (573)

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 5
Four Plus

For the period ended June 30, 2017

	July 1, 2016 to March 31, 2017	April 1, 2017 to June 30, 2017	Total
Revenue			
Contract	\$ 75,000	\$ 25,000	\$ 100,000
GNWT - Department - Subsidy	19,566	6,522	26,088
Usage	53,298	17,766	71,064
	147,864	49,288	197,152
Expenditures			
Operations and maintenance	1,614	1,040	2,654
Salary and benefits	103,758	77,060	180,818
	105,372	78,100	183,472
Surplus (deficit)	\$ 42,492	\$ (28,812)	\$ 13,680

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 6
Yellowknife Family Centre

For the period ended June 30, 2017

	July 1, 2016 to March 31, 2017	April 1, 2017 to June 30, 2017	Total
Revenue			
Health Canada	\$ 161,108	\$ -	\$ 161,108
Government of the Northwest Territories	40,500	-	40,500
Other	3,950	-	3,950
	205,558	-	205,558
Expenditures			
Operations and maintenance	16,891	-	16,891
Salary and benefits	160,873	-	160,873
	177,764	-	177,764
Surplus	\$ 27,794	\$ -	\$ 27,794

On March 31, 2017, the Family Centre was successfully transferred to the YWCA NWT.

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 7
French Language Programs

For the period ended June 30, 2017

	Contribution from GNWT	Commitment from YCS	Actual Expenditures	(Over) under Expenditures
Bilateral Agreement Funding				
Special Projects				
Consultant - Immersion/Core French	\$ 60,000	\$ 87,000	\$ 152,044	\$ (5,044)
Core French (salary and benefits)	100,000	182,000	302,281	(20,281)
French cultural activities	4,000	5,000	12,453	(3,453)
French resources	11,000	8,000	60,704	(41,704)
Late Immersion Salary	72,000	48,000	125,154	(5,154)
Late Immersion Supplies	9,600	6,400	16,000	-
Late Immersion Training	1,800	1,200	609	2,391
Late immersion Camp	1,800	1,200	3,309	(309)
Literacy (salary and benefits)	56,000	65,000	161,057	(40,057)
Professional development	4,000	8,000	15,548	(3,548)
Teacher assistant (salary and benefits)	45,500	30,000	78,412	(2,912)
Total	\$ 365,700	\$ 441,800	\$ 927,571	\$ (120,071)
Regular GNWT Funding				
Core French			\$ 466,687	
Immersion Program			1,415,225	
Total			\$ 1,881,912	

Yellowknife Catholic Schools
(Yellowknife Public Denominational District Education Authority)

Schedule 8
Student Success Initiative Projects

For the period ended June 30, 2017

	21st Century/ Google	Differentiated Professional Development	Total
Revenue			
Government of Northwest Territories - Department of Education, Culture and Employment	\$ 55,000	\$ 48,000	\$ 103,000
Expenditures			
Professional development	56,388	11,448	67,836
Substitute teacher wages	854	46,925	47,779
	57,242	58,373	115,615
Deficit	\$ (2,242)	\$ (10,373)	\$ (12,615)