

Accountant's Report with respect to the period from September 1, 2019 to March 31, 2020

To the Ministry of Education:

As requested by the Toronto District School Board (the "Board"), we have performed the following procedures for the period from September 1, 2019 to March 31, 2020 ("the period"):

I. Schedules 19 and 20 of EFIS of the Board

We have obtained Schedules 19 and 20 of EFIS from the Board and performed the following:

1. With respect to Column A.1 we performed the following at March 31, 2020:
 - a. We obtained a summary of the trial balance (or general ledger) at March 31, 2020 of the Board and agreed the subtotals to Column A.1 of Schedules 19 and 20 and found them to be in agreement.
 - b. We agreed the following 5 items (assets/liabilities/ accumulated surplus/(deficit)/ revenues/expenses) over \$700,000 from the summary referred to in (1) a) above, to the general ledger and found them to be in agreement.

GL Account #	Description in summary	Amount at March 31, 2020
81001	CIBC Canadian General Account	\$549,760,659
91100	Accounts Payable – Government of Ontario	(\$3,344,626)
89900	Surplus	\$1,601,859
33000	Instructional Supplies	\$8,273,293
05100	Municipal Taxes	(\$1,054,448,658)

2. We obtained the entry to reverse any amounts recorded during the seven-month period for school generated funds. We agreed the entry to supporting documentation and agreed to Column A.2 on Schedule 19 and 20.
3. We obtained the entry to reverse any amounts recorded during the seven-month period for subsidiaries. We agreed the entry to supporting documentation and Schedule 19 and 20. (Column A.3)

The Board did not report any Column A.3 adjustments; therefore, this procedure was not applicable.

4. We obtained a summary of the Column B.1 adjustments on Schedules 19 and 20, if any, to reverse entries over \$700,000 which recorded receivables and payables at August 31, 2019 and were not reversed in the Board's general ledger during the subsequent period. We randomly selected 20% of the entries (a minimum of 5), agreed them to the supporting documentation and verified the amount was included in the summary of the entries. We agreed the summary of the entries to Column B.1 of

Schedule 19 "Consolidated Statement of Financial Position", and Schedule 20 "Revenues and Expenses", as applicable.

The Board did not report any Column B.1 adjustments over \$700,000; therefore, this procedure was not applicable.

5. We obtained a summary of Column B.2 accrual adjustments on Schedules 19 and 20, if any, for adjustments over \$700,000 related to the period prior to March 31, 2020. We randomly selected 20% of the entries (a minimum of 5), agreed them to the supporting documentation and verified the amount included in the summary of the entries related to the period prior to March 31, 2020. We agreed the summary of the entries to Column B.2 of Schedule 19 "Consolidated Statement of Financial Position", and Schedule 20 "Revenues and Expenses", as applicable.

The Board did not report any Column B.2 adjustments over \$700,000; therefore, this procedure was not applicable.

6. With respect to Column B.3 adjustments made to accrue the Ontario Financing Authority (OFA) loan interest, we recalculated the accrued amount and agreed to the adjustment on column B.3 of Schedule 19 and 20.

The Board did not report any Column B.3 adjustments; therefore, this procedure was not applicable.

7. We obtained supporting documentation for any Column C.1 adjustments made to reclassify Ministry Revenue between the various categories on Schedule 20 "Revenue". We agreed 2 entries to the supporting documentation.

The Board did not report any Column C.1 adjustments; therefore, this procedure was not applicable.

8. With respect to the revenue recorded for municipal taxes over \$700,000, we performed the following:
 - a. With respect to the tax revenue for the period from September 1, 2019 to December 31, 2019:

We agreed the 2019 municipal tax revenue to the most current supporting documentation (for a maximum of two municipalities) and recalculated the revenue for the period by subtracting the amount included in revenue in the August 31, 2019 audited financial statements (being 62% of the 2019 tax revenue as included in Schedule 11B of EFIS for the year ended August 31, 2019) from the total 2019 tax revenues (based on most current information).

We selected the City of Toronto, as it is the only municipality from which the Board receives municipal tax revenue.

- b. With respect to the tax revenue for the period from January 1, 2020 to March 31, 2020:

We recalculated the estimated 2020 municipal tax revenue for the period using 25% of the estimated 2020 tax revenue based on most current information. We agreed estimated 2020 tax revenue to supporting documentation. If current information regarding estimated 2020 tax revenue is unavailable, then the 2020 tax revenue for the period was estimated using 2020 tax revenue as included in Schedule 11A of the Revised Estimates for the year ending August 31, 2020.

We selected the City of Toronto, as it is the only municipality from which the Board receives municipal tax revenue. We agreed the calculation for 2020 tax revenue for the period to 2020 tax revenue as included in Schedule 11A of the Revised Estimates for the year ending August 31, 2020.

- c. We agreed the 2019 supplementary taxes and write offs (for a maximum of two municipalities) and recalculated the revenue for the period by subtracting the amount included in line 3.4 in Schedule 9 of the 2018-19 financial statements.

We selected the City of Toronto, as it is the only municipality from which the Board receives municipal tax revenue.

- d. If an amount greater than \$700,000 was reported on line 3.4, Column C.2 of Schedule 20 "Revenue", we asked management for the supporting listing that totalled the amount on line 3.4. We calculated the difference between the 2020 supplementary taxes and write-offs based on most current information and 2019 supplementary taxes and write-offs and agreed to the amounts on the listing (for a maximum of two municipalities).

The Board did not report any line 3.4 adjustments over \$700,000; therefore, this procedure was not applicable.

- e. We agreed the total of 8a), 8b), 8c) and 8d), above to Local Taxation (line 3.5) in Column E on Schedule 20 "Revenue" after the adjustment, if any, in Column C.2. We agreed the adjustment amount to Schedule 19, "Consolidated Statement of Financial Position" Column C.2, line 1.4 or line 2.3.

9. We verified the calculation of the allocation of tuition revenues to the period using the prescribed methodology prorated on the related number of school days. We agreed the adjustment, if over \$700,000, made to reflect this calculation Schedule 20 "Revenue", and Schedule 19 "Consolidated Statement of Financial Position" in Column C.3.

The Board did not report any Column C.3 adjustments over \$700,000; therefore, this procedure was not applicable.

10. With respect to salaries and benefits earned for the period we obtained the payroll paid and payroll earned during the period from the Board, and performed the following:
- a. We obtained a listing of the general ledger entries and agreed the following amounts paid to the payroll journal, selecting from different employee groups, a maximum of 5 entries.

Employee Group Selected	Payroll Journal Amount
OTFO - Teachers (Elementary)	\$ 3,678
OSSTF - Teachers (Secondary)	\$ 3,943
Vice Principals (Secondary)	\$ 4,030
Continuing Education (Unit B)	\$ 1,208
CUPE 4400 (Unit C)	\$ 1,951

11. We obtained the calculation of the vacation pay accruals for any amounts over \$700,000 and performed the following:

- a. We obtained the supporting documentation for the 2 employee groups with the largest vacation pay accruals.

Employee Group Selected
CUPE 4440 Unit D
Non-Union staff

- b. We agreed a sample of the following 5 employees (allocated between the employee groups) to the records of vacation days outstanding, and the payroll rate. We recalculated the accrued vacation pay for those 5 employees.

Employee Number
5437
13279
52948
251679
237396

- c. We agreed the adjustment to Column C.5 on Schedule 19, "Consolidated Statement of Financial Position" and Schedule 20 "Expenses".
12. We verified the mathematical accuracy of the prorated calculation of the employee future benefits liability and related expense adjustment, using the 2019-20 estimates provided in the actuarial assessment at August 31, 2019 and found no differences. If 2019-20 estimates are not provided in the August 31, 2019 assessment, verify if board has used 2019-20 expenses as the basis for prorating. We agreed the total employee future benefits liability to the total in Column E, after the required adjustment to Column C.6, on Schedule 19, "Consolidated Statement of Financial Position", line 2.20. We agreed the adjustment to expenses to the total in Column C.6 on Schedule 20, "Expenses".

We verified the mathematical accuracy of the prorated calculation of the employee future benefits liability and related expense adjustment, using the 2019-20 estimate provided by the actuary for WSIB benefits, and 2019-20 projections provided in the actuarial valuation report as at August 31, 2019 for all other benefit plans, and found no differences.

13. We performed the following with respect to any other adjustments over \$700,000 provided by the Board:
- a. We obtained a summary of the other adjustment entries included in Column C.7 which related to the period prior to March 31, 2020 and required adjustment in Schedule 19 and 20.
- b. We randomly selected 20% of the entries provided in a) above (a minimum of 5) over \$700,000 as detailed below and compared to the supporting documentation. We verified the amount related to the period prior to March 31, 2020 was included in the summary of entries.

The Board reported only one entry over \$700,000 in Column C.7 as noted below:

Adjustment description	Amount	Supporting documentation
Interest accrual on funds on deposit	\$ 1,848,933	Investment statement

- c. We recalculated the summary of entries which required adjustment and agreed the adjustment to Column C.7 on Schedule 19 and 20. We ensured that the entries balanced between Schedule 20, "Revenues and Expenses" and Schedule 19, "Consolidated Statement of Financial Position".
 - d. We enquired whether any statement of financial position items, which are historically adjusted in the General Ledger at August 31 each year, were considered and included in the adjustments provided in a). (Note that items to be considered include accrued liabilities, receivables, interest on sinking fund assets, etc.)
 - e. We enquired whether any items, historically included in the General Ledger as a net amount during the year and restated to report as gross revenue and expenses at August 31 each year, were considered and included in the adjustments provided in a). (Note that items to be considered include special projects, federal government grants, capital projects, etc.)
14. With respect to the School Generated Funds, we obtained the amounts included in the Consolidated Statement of Financial Position in the audited financial statements for the year ended August 31, 2019, agreed to supporting documentation and Schedule 19, "Consolidated Statement of Financial Position" in Column G.
 15. With respect to the Subsidiaries, we obtained the amounts included in the Consolidated Statement of Financial Position in the audited financial statements for the year ended August 31, 2019, agreed to supporting documentation and agreed to the Schedule 19, "Consolidated Statement of Financial Position" Column H.

II. Schedule 22

1. We obtained a detailed listing of tangible capital assets by asset class and agreed totals to corresponding columns by asset class in Schedule 22 of EFIS - "Tangible Capital Asset Continuity".
2. We conducted the following procedures with respect to additions to buildings (40 years) and land for the period September 1, 2019 to March 31, 2020:
 - a. From the detailed listing of tangible capital assets for the 7-month period supporting the data in Schedule 22, we selected a sample of 7 additions (5 buildings and 2 land) as follows:

The Board did not report any additions to land, therefore only 5 additions to buildings were selected below.

Asset names	Asset ID #	Amount
Buildings:		
James S Bell JMS	880000000697	\$583,471
DA Morrison MS	880000000675	\$209,230
Sir Sandford Fleming Academy	880000000650	\$999,511
Norman Ingram PS	880000000624	\$13,745
Elia MS	880000000578	\$784,739

We selected one cost component included in each addition selected in a) and agreed the cost to specific documentation as follows:

Asset name	Asset ID #	Supporting Documentation	Amount
Buildings:			
James S Bell JMS	880000000697	Progress billing no. 3 (invoice #17378); and supporting payment details	\$7,187
DA Morrison MS	880000000675	Invoice #8835; and supporting payment details	\$2,691
Sir Sandford Fleming Academy	880000000650	Invoice #219100-01; and supporting payment details	\$25,438
Norman Ingram PS	880000000624	Invoice #8930; and supporting payment details	\$3,065
Elia MS	880000000578	Invoice #25604; and supporting payment details	\$388,157

- b. For the sample selected in b), we determined that the items were recorded in accordance with the "District School Board & School Authority Tangible Capital Assets Provincial Accounting Policies & Implementation Guide" dated April 2020.

3. We conducted the following procedures with respect to Construction in Progress (CIP) assets:

- a. From the detailed listing of tangible capital assets for the 7-month period we selected 2 additions to CIP as follows:

Asset names	Asset ID #	Amount
Bloor-Dufferin	870000000043	\$439,388
Davisville JPS – New School	870000000040	\$6,376,171

- b. We selected one cost component included in each addition selected in a) and agreed the costs to specific documentation as follows:

Asset names	Asset ID #	Supporting Documentation	Amount
Bloor-Dufferin	870000000043	Permit fee breakdown schedule from architect; and supporting payment details	\$304,890
Davisville JPS – New School	870000000040	Progress billing no. 7; and supporting payment details	\$686,674

- c. For the sample selected in b), we determined that the items were recorded in accordance with the "District School Board & School Authority Tangible Capital Assets Provincial Accounting Policies & Implementation Guide" dated April 2020.
- d. We selected one item from CIP that was transferred into an in-service asset class and performed the following:

Asset names	Asset ID #	Amount	Supporting documentation
Lawrence Midland – New School	880000000034	\$37,818,814	Certificate of Completion

- e. We traced the related project to an authorized completion certificate or equivalent.

4. We conducted the following procedure with respect to amortization of buildings:

- a. From the detailed listing of tangible capital assets for the 7-month period we selected a sample of 5 amortization expenses as follows:

Assets	Asset ID #	Amortization amounts
ELA 1 st Time Equipping	869000000074	\$16,522
Splunk Enterprise License (Payment 1: Quote REGQ1915-03)	866000000114	\$90,354
Computer New CB Config 1 Academic	865000001563	\$3,062
Fairmont PS	880000000402	\$130,225
Grey Owl Jr PS	886000000500	\$5,709

We recalculated the amortization in accordance with the "District School Board & School Authority Tangible Capital Assets Provincial Accounting Policies & Implementation Guide" dated April 2020 and agreed to the amortization reported in the detailed listing of tangible capital assets for the 7-month period for the assets selected.

5. We conducted the following with respect to disposals of buildings and land:
- From the detailed listing of tangible capital assets for the 7-month period we selected a sample of 3 disposals as follows:

The Board reported only one disposal of tangible capital assets during the 7-month period which has been selected below.

Asset name	Asset ID #	NBV	Proceeds
Bendale BTI	895000000004	\$1,421,473	Nil

- We agreed the proceeds of disposition for the items selected in a) above to supporting documentation (indicate the supporting documentation - i.e., Agreement of Purchase and Sale).

Asset names	Asset ID #	Supporting Documentation	Proceeds of Disposition
Bendale BTI	895000000004	Demolition confirmation from contractor, and public news articles covering the demolition	Nil

- We recalculated the gain/loss on disposal for the items selected in a) above and agreed to the gain/(loss) on disposal for that asset to the board's data.

Asset names	Asset ID #	Gain/(Loss) on Disposal	Gain/ (Loss) per the Board
Bendale BTI	895000000004	(\$1,421,473)	(\$1,421,473)

III. Schedule 22A

- We obtained a detailed listing of assets held for sale by asset class and agreed totals to corresponding columns by asset class in Schedule 22A of EFIS - "Assets Held for Sale Continuity".
- We conducted the following procedures for assets held for sale with respect to additions to land and land improvements with infinite lives, and building and land improvements with finite lives, for the period September 1, 2019 to March 31, 2020:
 - From the detailed listing of assets held for sale for the 7-month period supporting the data in Schedule 22A, we selected a sample of 3 additions (1 land and land improvement with infinite life and 1 building and 1 land improvement with finite life (if applicable) and ensured that the criteria (PSAB handbook section 1201.55) to transfer into assets held for sale was met in the September 1, 2019 to March 31, 2020 period as follows:

The Board did not report any additions to assets held for sale, therefore this procedures was not applicable.

- b. We selected 1 additional expenditure on assets held for sale and agreed the cost to specific documentation as follows:

The Board did not report any additional expenditures on assets held for sale, therefore this procedure was not applicable.

3. We conducted the following with respect to disposals of assets held for sale:

- a. From the detailed listing of assets held for sale for the 7-month period we selected a sample of 2 disposals as follows:

Asset name	Asset ID #	NBV
Greenwood SS	893000000009/892000000006	\$2,275,567
Baycrest PS	892000000004	\$874,589

- b. We agreed the proceeds of disposition for the items selected in a) above to supporting documentation (indicate the supporting documentation - i.e. Agreement of Purchase and Sale).

Asset names	Asset ID #	Supporting Documentation	Proceeds of Disposition
Greenwood SS	893000000009/892000000006	Land Registry Office - Transfer Agreement #AT5376315	\$9,744,735
Baycrest PS	892000000004	Land Registry Office - Transfer Agreement #AT5245686	\$23,710,000

- c. We recalculated the gain/loss on disposal for the items selected in a) above and agreed to the gain/(loss) on disposal for that asset to the board's data.

Asset names	Asset ID #	Gain/(Loss) on disposal recalculated	Gain/ (Loss) per the Board
Greenwood SS	893000000009/892000000006	\$7,469,168	\$7,469,168
Baycrest PS	892000000004	\$22,835,411	\$22,835,411

This report is for use solely in connection with the consolidation of the Board financial information into the financial statements of the Province of Ontario.

As a result of applying the above procedures, we found no exceptions. However, these procedures do not constitute an audit of these schedules and therefore, we do not express an opinion on Schedules 19, 20, 22 and 22A of EFIS as at March 31, 2020 and for the period from April 1, 2019 to August 31, 2019 and from September 1, 2019 to March 31, 2020.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 5, 2020