



Schools' Finance Branch
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Winnipeg, Manitoba
R3G 0T3

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

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2007

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MANAGEMENT REPORT

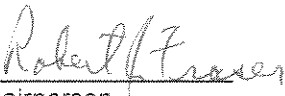
Management's Responsibility for the Financial Statements

The accompanying consolidated financial statements of River East Transcona School Division are the responsibility of the Division management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants. A summary of the significant accounting policies are described in Note 3 to the consolidated financial statements.

The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods. Division management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

The Board of Trustees of the Division met with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

The consolidated financial statements have been audited by Deloitte & Touche LLP, independent external auditors appointed by the Board. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Division's consolidated financial statements.


Chairperson
Robert J. Fraser


Secretary-Treasurer
Vince Mariani

October 23, 2007

AUDITORS' REPORT

TO THE BOARD OF TRUSTEES RIVER EAST TRANSCONA SCHOOL DIVISION

We have audited the following financial statements of River East Transcona School Division (the "Division") as at June 30, 2007 and for the year then ended:

Consolidated – Statement of Financial Position
Consolidated – Statement of Revenue, Expenses and Accumulated Surplus
Consolidated – Statement of Cash Flow
Operating Fund – Schedule of Financial Position
Operating Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Capital Fund – Schedule of Financial Position
Capital Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Capital Fund – Schedule of Tangible Capital Assets
Capital Fund – Schedule of Reserve Accounts
Special Purpose Fund – Schedule of Financial Position
Special Purpose Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Notes to the Financial Statements

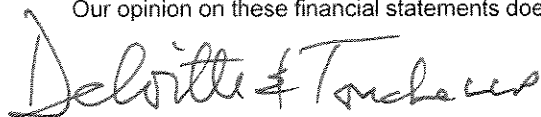
These consolidated financial statements are the responsibility of the Company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, the above mentioned financial statements present fairly, in all material respects, the financial position of the Division as at June 30, 2007 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Our examination also included the statements presented on pages 3, 5 and 8 to 20. In our opinion, such supplemental exhibits and schedules when considered in relation to the basic financial statements, present fairly, in all material respects, the information shown therein.

Our opinion on these financial statements does not extend to any budget information contained there-in.



Chartered Accountants

Winnipeg, Manitoba
October 23, 2007

I hereby certify that this report and the statements and reports referenced herein have been presented to the members of the Board of the above-mentioned school division.

October 23, 2007
Date

Robert J. Fraser
Chairperson

AUDITOR'S SUPPLEMENTARY REPORT

TO THE BOARD OF TRUSTEES RIVER EAST TRANSCONA SCHOOL DIVISION

In accordance with the provisions of Section 41(12) of the Public Schools Act, we have made a study of those internal accounting control and administrative control procedures of River East Transcona School Division ("The Division") that we considered relevant to the requirements of the Act and related regulations. Our study was made in accordance with Canadian generally accepted auditing standards, and accordingly included such tests and other procedures for the year ended June 30, 2007 as we considered necessary in the circumstances.

The administration of the Division is responsible for establishing and maintaining a system of internal accounting control. The objectives of a system are to provide the administration with reasonable, but not absolute, assurance that transactions are executed in accordance with administration's authorization and recorded properly to permit the preparation of financial statements in accordance with a described basis of accounting.

Because of inherent limitations in any system of internal accounting and administrative control, only reasonable assurance can be obtained with respect to the adequacy of such internal control procedures.

Our study and evaluation was made solely for the purposes required by the provision of Section 41(12) of The Public Schools Act, and as such may not disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control of the Division taken as a whole.

We report that, during the year ended June 30, 2007, taken as a whole:

- (a) in our opinion, an appropriate system of internal control existed and functioned effectively for reporting school division enrolment for the purpose of calculating provincial funding according to the definitions and reporting requirements set out in sections 1.1 and 1.2 of the annual enrolment reporting requirements document issued by the Schools' Finance Branch;
- (b) in our opinion, appropriate controls exist and are in use for Type A school funds as outlined in the Policy on School Funds issued by the Schools' Finance Branch on November 15, 1993;
- (c) in our opinion, there are no other significant matters, or irregularities or discrepancies in the administration of the school division's affairs that should be brought to the attention of the school board or the minister.

Further, as result of our financial statement audit procedures and those procedures undertaken to allow us to report under Section 41(12) of the Public Schools Act, we report, to the best of our knowledge and belief, that the funds of the school division have been paid and disbursed only under authority granted by *The Public Schools Act* or a properly authorized by-law or resolution of the division made under the authority of *The Public Schools Act*.

23 October 2007

Date

Schittle & Touchette

Auditor

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

October 23, 2007

Date

Robert Fraser

Chairperson

1. Nature of Organization and Economic Dependence

The River East Transcona School Division (Division) is a public body that provides education services to residents within its geographic location. The division is funded mainly by grants from the Province of Manitoba (Province), and a special levy on the property assessment included in the Division's boundaries. The Division is exempt from income tax and is a registered charity under the Income Tax Act.

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

2. Comparative Figures

The Division adopted Public Sector Accounting Board (PSAB) standards during the 2006/07 fiscal year. The standards have been applied retroactively with a cumulative adjustment to the opening accumulated surplus presented as a restatement on the Statement of Revenue, Expenses and Accumulated Surplus. The 2006 comparative figures have not been restated and are presented in accordance with Financial Reporting and Accounting in Manitoba Education (FRAME), the prescribed method of accounting that the Division followed prior to the implementation of PSAB.

3. Significant Accounting Policies

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

a) Reporting Entity and Consolidation

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the operating fund, capital fund, and special purpose fund of the Division. The Division reporting entity includes school generated funds controlled by the Division.

All inter-fund accounts and transactions are eliminated upon consolidation.

b) Trust funds

The Division administers various trust funds. Trust funds and their related operations are not included in the consolidated financial statements as they are not owned or controlled by the Division. A schedule of trust funds is attached as part of the notes to the consolidated financial statements.

Trust funds, under PSAB are properties assigned to a trustee (school division) under a trust agreement or statute; the trustee merely administers the terms and conditions embodied in the agreement, and it has no unilateral authority to change the conditions set out in the trust indenture.

3. Significant Accounting Policies (continued)

c) Basis of Accounting

Revenues and expenses are reported on the accrual basis of accounting except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. Expenses also include the amortization of tangible capital assets.

d) Fund Accounting

The fund method of accounting is employed by the Division to record financial transactions in separate funds as defined by FRAME in accordance with the purpose for which the funds have been created.

The Operating Fund is maintained to record all the day to day operating revenues and expenses. The Capital Fund is used to account for the acquisition, amortization, disposal and financing of capital assets. The Special Purpose Fund is used to account for school generated funds and charitable foundations controlled by the Division.

e) School Generated Funds

School generated funds are moneys raised by the school, or under the auspices of the school, through extra curricular activities for the sole use of the school that the principal of each school, subject to the rules of the school board, may raise, hold, administer and expend for the purposes of the school.

Only revenue and expenses of school generated funds controlled by the Division are included in the Consolidated Statement of Revenue, Expenses and Accumulated Surplus. To be deemed as controlled, a school must have the unilateral authority to make the decisions as to when, how and on what the funds are to be spent.

Period end cash balances of all school generated funds are included in the Consolidated Statement of Financial Position. The uncontrolled portion of this amount is reflected in the School Generated Funds Liability account. Examples of uncontrolled school generated funds are parent council funds, other parent group funds, student council funds and travel club funds. Revenues and expenses of uncontrolled school generated funds are not included in the consolidated financial statements.

f) Tangible Capital Assets

Tangible capital assets are non-financial assets that are used by the Division to provide services to the public and have an economic life beyond one fiscal year. Tangible capital assets include land, buildings, buses, other vehicles, furniture and equipment, computers, capital leases, leasehold improvements, and assets under construction.

With the exception of land, donated capital assets and capital leases, all tangible capital assets, are recorded at historical cost, which includes purchase price, installation costs and other costs incurred to put the asset into service.

3. Significant Accounting Policies (continued)

g) Tangible Capital Assets (continued)

30, 2005 where the actual cost was not known, the replacement value for insurance purposes as at June 30, 2005 was regressed to the date of acquisition using a regression index based on Southam and CanaData construction cost indices.

Capital leases are recorded at the present value of the minimum lease payments excluding executory costs (e.g. insurance, maintenance costs, etc.). The discount rate used to determine the present value of the lease payments is the lower of the Division's rate for incremental borrowing or the interest rate implicit in the lease.

Donated tangible capital assets are recorded at fair market value at the date of donation. Deferred revenue is recorded in an equivalent amount, for all donated assets except land. The deferred revenue will be recognized as revenue over the useful life of the related asset, on the same basis that the asset is amortized.

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

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

<u>Asset Description</u>	<u>Estimated Useful Life</u> (years)
Land Improvements	10
Building - brick, mortar and steel	40
Buildings - wood frame	25
School buses	10
Vehicles	5
Equipment	5
Network Infrastructure	10
Computer Hardware, Servers & Peripherals	4
Computer Software	4
Furniture & Fixtures	10
Leasehold Improvements	Over term of lease

Land is not amortized. Capital leases with lease terms that have a bargain purchase option or allow ownership to pass to the Division are amortized on a straight line basis over the useful life of the asset class. All other capital leases are amortized over the lesser of the lease term and the useful life of the asset class.

Assets under construction are not amortized until the date of substantial completion. Interest on funds used to finance school buildings under construction is capitalized for the periods preceding the date of substantial completion.

3. Significant Accounting Policies (continued)

h) Employee Future Benefits

The Province of Manitoba pays the employer portion of the Teachers' Retirement Allowances Fund (TRAF), the pension plan for all certified teachers of the Division. The Division does not contribute to TRAF, and no costs relating to this plan are included in the Division's financial statements.

Under the Manitoba Association of School Trustees (MAST) Pension Plan for non-teaching staff, the Division's contributions equals the employee's contributions to the plan. No responsibility is assumed by the Division to make any further contributions.

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

i) Capital Reserve

Certain amounts, as approved by the Board of Trustees and the Public Schools Finance Board (PSFB), have been set aside in reserve accounts for future capital purposes. These Capital Reserve accounts are internally restricted funds that form part of the Accumulated Surplus presented in the Consolidated Statement of Financial Position.

j) Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from the estimates. Changes in estimates are recorded in the accounting period in which these changes are determined.

k) Financial Instruments

There are no significant terms and conditions related to financial instruments (cash, accounts receivable, investments, bank indebtedness, accounts payable and long-term debt) that may affect the amount, timing and certainty of future cash flows. The Division is exposed to credit risk from the potential non-payment of accounts receivable. However, the majority of the receivables are from local, provincial and federal governments, and therefore, the credit risk is minimal. The carrying amounts of the financial instruments approximate their fair value, unless otherwise noted.

4. Conversion to PSAB

Commencing with the 2006/07 fiscal year, the Board has adopted generally accepted accounting principles established by PSAB. As explained in Note 2, the comparative figures included in these financial statements have not been restated to conform to the accounting standards adopted for the current year.

4. Conversion to PSAB (continued)

The following changes have been implemented to comply with the PSAB standard:

- (i) Tangible capital assets were restated and amortized over their useful lives to reflect net book value. This includes the recognition of donated capital assets and the related deferred revenue. Amortization of tangible capital assets and gain or loss on disposal of capital assets are recorded in the Statement of Revenue, Expenses and Accumulated Surplus.
- (ii) Assets acquired under capital leases as well as the related obligations were capitalized.
- (iii) The Operating Fund, Capital Fund and Special Purpose Fund are consolidated in the financial statements. The Special Purpose Fund was created to include school generated funds and charitable foundations controlled by the Division.
- (iv) The Employee Future Benefits Liability was established to account for the Division's commitment to pay vested future benefits to its employees.
- (v) Accrued Interest Payable was established to account for the accrual of interest on Debenture Debt and Other Borrowings from the last payment date. An equal amount is set up as due from the Province to offset the accrued interest payable on debenture.

5. Overdraft

The Division has an authorized demand operating loan of \$35,000,000 by way of overdrafts and is repayable on demand at prime less 0.75%; interest is paid monthly. Included in the overdrafts are capital projects, which will be submitted to Public Schools Finance Branch for debenture funding, totaling approximately \$228,000. Overdrafts are secured by a Borrowing By-law.

6. Employee Future Benefits

An employee future benefit liability of \$118,441 has been accrued as at June 30, 2007 relating to maternity and parental leave top up payments. The employee future benefit expense is a part of the Employee Benefits and Allowances expense account.

During the year ended June 30, 2007, the employer contributions to MAST amounted to \$1,641,991. This amount has been expensed in the Division's financial statements for the year ended June 30, 2007.

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2007

7. Deferred Revenue

The deferral method of accounting is used for revenues received that, pursuant to legislation, regulation or agreement, may only be used for specific purposes. These amounts are recognized as revenue in the fiscal year the related expenses are incurred or services performed. The following is a breakdown of the account balance:

	Balance as at June 30, 2006	Restatement (see Note 4)	Additions in the period	Revenue recognized in the period	Balance as at June 30, 2007
Province of Manitoba – EPTC*	\$ 5,146,414	-	\$ 6,828,471	\$ 5,146,414	\$ 6,828,471
Province of Manitoba - Other	198,190	-	285,476	293,979	189,687
Tuition Fees	200,874	-	221,880	200,874	221,880
Donated Capital Assets	-	515,762	193,197	74,582	634,377
Miscellaneous	77,149	-	221,936	224,701	74,384
	\$ 5,622,627	\$ 515,762	\$ 7,750,960	\$ 5,940,550	\$ 7,948,799

*EPTC = Education Property Tax Credit

8. School Generated Funds Liability

School Generated Funds Liability includes the non-controlled portion of school generated funds consolidated in the cash and bank balances in the amount of \$1,399,420.

9. Debenture Debt

The debenture debt of the Division is in the form of twenty-year debentures payable, principal and interest, in twenty equal yearly installments and maturing at various dates from 2007 to 2027. Payment of principal and interest is funded entirely by grants from the Province of Manitoba, except for the debenture debt on self-funded capital projects. The debentures carry interest rates that range from 4.875% to 12.125%. Debenture interest expense payable as at June 30, 2007, is accrued and recorded in Accrued Interest Payable, and a grant in an amount equal to the interest accrued on provincially funded debentures is recorded in Due from the Provincial Government. The debenture principal and interest repayments in the next five years are:

	Principal	Interest	Total
2008	\$ 2,852,554	\$ 2,358,744	\$ 5,211,298
2009	2,991,448	2,112,237	5,103,685
2010	2,736,513	1,854,959	4,591,472
2011	2,236,838	1,631,016	3,867,854
2012	2,003,173	1,452,014	3,455,187
	\$ 12,820,526	\$ 9,408,970	\$ 22,229,496

The fair value of the debenture debt is approximately \$19,448,000.

**RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2007**

10. Other Borrowings

Other borrowings are debts other than overdrafts or debentures and includes obligations related to capital leases.

Capital lease loans have interest rates ranging from 2.4% to 12.0% per annum and have lease terms that expire between 2008 to 2013. These loans are secured by the assets to which the leases relate.

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

	Principal	Interest	Total
2008	\$ 1,372,075	\$ 164,571	\$ 1,536,646
2009	1,149,412	104,817	1,254,229
2010	885,526	59,757	945,283
2011	566,958	29,420	596,378
2012	226,693	6,446	233,139
	<u>\$ 4,200,664</u>	<u>\$ 365,011</u>	<u>\$ 4,565,675</u>

The fair value of obligations under capital lease is approximately \$4,247,000.

11. Net Tangible Capital Assets

The Schedule of Tangible Capital Assets (TCA), page 23 of the audited financial statements, provides a breakdown of cost, accumulated amortization and net book value by asset class. The amount of interest capitalized in the period included in Assets under Construction was \$2,930 (previous year \$15,620). Included in net tangible capital assets are assets relating to obligations under capital lease for the gross amount, accumulated amortization and net book value at June 30, 2007 are \$7,000,235, \$3,504,900 and \$3,495,335 respectively.

12. Accumulated Surplus

The consolidated accumulated surplus is comprised of the following:

	<u>2007</u>
Operating Fund	
Designated Surplus	\$ 3,388,383
Undesignated Surplus	<u>2,604,133</u>
	<u>5,992,516</u>
Capital Fund	
Reserve Accounts	188,513
Equity in Tangible Capital Assets	<u>11,833,904</u>
	<u>12,022,417</u>
Special Purpose Fund	
School Generated Funds	255,109
Other Special Purpose Funds	<u>-</u>
	<u>255,109</u>
Total Accumulated Surplus	<u>\$ 18,270,042</u>

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2007

12. Accumulated Surplus (continued)

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

	<u>2007</u>
Board approved appropriation by motion	\$ 2,184,077
School budget carryovers by board policy	<u>1,204,306</u>
Designated surplus	<u>\$ 3,388,383</u>

Reserve Accounts under the Capital Fund represents internally restricted reserves for specific purposes approved by the Board of Trustees and PSFB. A Schedule of Capital Reserve Accounts is provided on page 24 of the audited financial statements.

	<u>2007</u>
Bus reserve	\$ -
Other reserve	<u>188,513</u>
Capital reserve	<u>\$ 188,513</u>

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

13. Restatement of Opening Accumulated Surplus

As a result of the conversion to PSAB as described in Note 4, the opening accumulated surplus was restated as follows:

	<u>2007</u>
Operating Fund	\$ -
Capital Fund	
Tangible Capital Assets	(85,182,195)
Obligation under Capital Lease	(3,378,078)
Donated Assets	<u>(515,762)</u>
	<u>(89,076,035)</u>
Special Purpose Fund	
School Generated Funds	214,590
Other Special Purpose Funds	<u>-</u>
	<u>214,590</u>
Total Restatement of Opening Accumulated Surplus	<u>\$ (88,861,445)</u>

Restatements of the above accounts are prior period cumulative adjustments to the opening balance of the accumulated surplus (deficit) of the current period. These adjustments are the result of adopting PSAB standards.

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2007

14. Municipal Government – Property Tax and related Due from Municipal Government

Education property tax or Special Levy is raised as the Division's contribution to the cost of providing public education for the students resident in the division. The Municipal Government-Property Tax shown on the consolidated revenue and expense is raised over the two calendar (tax) years; 40% from 2006 tax year and 60% from 2007 tax year. Below are the related revenue and receivable amounts:

	<u>2007</u>	<u>2006</u>
Revenue-Municipal Government-Property Tax	\$ 45,101,908	\$44,748,378
Receivable-Due from Municipal-Property Tax	\$ 26,288,059	\$26,901,036

15. Interest Received and Paid

The Division received interest during the year of \$297,107 (2006 - \$338,655); interest paid during the year was \$3,982,542 (2006 - \$2,812,027).

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

	<u>2007</u>
Operating Fund	
Fiscal-Short Term Loan, Interest and Bank Charges	\$ 74,887
Capital Fund	
Debenture Debt Interest	3,390,989
Interest on Obligation under Capital Lease	169,849
Other Interest	346,817
	<u>\$ 3,982,542</u>

The accrued portion of debenture debt interest expense at June 30, 2007 of \$1,042,277 included under the Capital Fund-Debenture debt interest, is offset by an accrual of the debt servicing grant from the Province of Manitoba.

16. Expenses by object

Expenses in the consolidated statement of revenue, expenses and accumulated surplus are reported by function as defined by FRAME. Below is the detail of expenses by object:

	<u>Actual 2007</u>	<u>Budget 2007</u>	<u>Actual 2006</u>
Salaries	\$ 110,969,990	\$109,326,311	\$ 105,883,852
Employees benefits & allowances	7,877,298	7,581,000	7,616,930
Services	13,903,530	13,136,350	13,228,935
Supplies, materials & minor equipment	7,340,063	7,493,986	8,022,360
Interest	3,982,542	2,348,266	2,812,022
School Divisions	691,165	166,000	715,564
Other operating expenses	64,461	45,704	46,460
Payroll tax	2,363,002	2,297,000	2,596,043
Amortization	4,170,373	-	-
Other capital items	95,418	-	281,372
School generated funds	959,762	-	-
	<u>\$ 152,417,604</u>	<u>\$142,394,617</u>	<u>\$141,203,538</u>

**RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2007**

17. Special Levy Raised for la Division scolaire franco-manitobaine

In accordance with Section 190.1 of The Public Schools Act the Division is required to collect a special levy on behalf la Division scolaire franco-manitobaine. As at June 30, 2007, the amount of this special levy was \$233,442 (2006 - \$207,349). These amounts are not included in the Division's consolidated financial statements.

18. Trust Fund

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

	<u>2007</u>
Scholarship Funds	
Balance, beginning of year	\$ 305,572
Cash contributions received during the year	<u>22,761</u>
Interest income	<u>12,640</u>
Scholarships awarded	<u>(16,367)</u>
Balance, end of year	<u>\$ 324,606</u>
	<u>2007</u>
Assets	
Cash and investments	<u>\$ 324,606</u>

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2007	2006 (see Note)
	Financial Assets		
	Cash and Bank	-	-
	Short Term Investments	-	-
	Due from - Provincial Government	3,259,570	2,087,633
	- Federal Government	151,693	242,388
14	- Municipal Government	26,288,059	26,901,036
	- Other School Divisions	38,091	-
	- First Nations	53,942	-
	Accounts Receivable	412,815	271,969
	Accrued Investment Income	-	-
	Other Investments	-	-
		<u>30,204,170</u>	<u>29,503,026</u>
	Liabilities		
5	Overdraft	950,039	4,579,849
	Accounts Payable	1,646,417	2,172,781
	Accrued Liabilities	11,871,317	10,966,614
6	Employee Future Benefits	118,441	-
	Accrued Interest Payable	1,042,777	-
	Due to - Provincial Government	5,765	6,106
	- Federal Government	13,546	13,659
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
7	Deferred Revenue	7,948,799	5,622,627
9	Debenture Debt	29,774,336	31,434,689
10	Other Borrowings	7,303,276	3,462,204
8	School Generated Funds Liability	1,399,420	-
		<u>62,074,133</u>	<u>58,258,529</u>
	Net Debt	<u>(31,869,963)</u>	<u>(28,755,503)</u>
	Non-Financial Assets		
11	Net Tangible Capital Assets (TCA Schedule)	49,921,822	132,714,380
	Inventories	-	-
	Prepaid Expenses	218,183	276,563
		<u>50,140,005</u>	<u>132,990,943</u>
12	Accumulated Surplus	<u>18,270,042</u>	<u>104,235,440</u>

CONSOLIDATED STATEMENT OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

Notes		2007 Actual	2006 Actual (see Note)
	Revenue		
	Provincial Government	105,211,668	97,374,611
	Federal Government	19,006	54,955
14	Municipal Government - Property Tax	45,101,908	44,748,378
	- Other	-	-
	Other School Divisions	846,100	856,099
	First Nations	30,634	91,673
	Private Organizations and Individuals	2,603,257	2,102,548
	Other Sources	530,197	523,124
	School Generated Funds	1,000,281	
	Other Special Purpose Funds	-	
		<u>155,343,051</u>	<u>145,751,388</u>
	Expenses		
	Regular Instruction	83,626,471	82,103,898
	Student Support Services	25,010,609	20,785,024
	Adult Learning Centres	875,303	915,178
	Community Education and Services	869,540	872,041
	Divisional Administration	4,136,873	4,501,250
	Instructional and Other Support Services	6,165,372	7,324,062
	Transportation of Pupils	2,700,257	2,589,597
	Operations and Maintenance	17,491,482	16,423,051
15	Fiscal - Interest	3,982,542	2,812,022
	- Other	2,363,002	2,596,043
	Amortization	4,170,373	
	Other Capital Items	95,418	281,372
	School Generated Funds	959,762	
	Other Special Purpose Funds	-	
		<u>152,447,004</u>	<u>141,203,538</u>
	Current Year Surplus (Deficit)	<u>2,896,047</u>	<u>4,547,850</u>
	Opening Accumulated Surplus	104,235,440	99,687,590
	Restatements: <u>Tangible Cap. Assets and Accum. Amort.</u>	<u>(85,182,195)</u>	
	<u>Other than Tangible Cap. Assets</u>	<u>(3,679,250)</u>	<u>0</u>
	Opening Accumulated Surplus, as restated	<u>15,373,995</u>	<u>99,687,590</u>
	Closing Accumulated Surplus	<u><u>18,270,042</u></u>	<u><u>104,235,440</u></u>

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2007

Current Year Surplus (Deficit)	2,896,047
Amortization of Tangible Capital Assets	4,170,373
Acquisition of Tangible Capital Assets	(6,569,189)
(Gain) / Loss on Sale of Tangible Capital Assets	(1,319)
Proceeds on Sale of Tangible Capital Assets	10,498
	(2,389,637)
Inventories (Increase)/Decrease	-
Prepaid Expenses (Increase)/Decrease	58,380
	58,380
(Increase)/Decrease in Net Debt	564,790
Net Debt at Beginning of Year	(28,755,503)
Restatements Other than Tangible Cap. Assets	(3,679,250)
Net Debt at Beginning of Year as Restated	(32,434,753)
Net Debt at End of Year	(31,869,963)

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2007

Operating Transactions

Current Year Surplus/(Deficit)	2,896,047
Non-Cash Items Included in Current Year Surplus/(Deficit):	
Amortization of Tangible Capital Assets	4,170,373
(Gain)/Loss on Disposal of Tangible Capital Assets	(1,319)
Employee Future Benefits Increase/(Decrease)	118,441
Short Term Investments (Increase)/Decrease	-
Due from Other Organizations (Increase)/Decrease	(560,298)
Accounts Receivable & Accrued Income (Increase)/Decrease	(140,846)
Inventories and Prepaid Expenses - (Increase)/Decrease	58,380
Due to Other Organizations Increase/(Decrease)	(454)
Accounts Payable & Accrued Liabilities Increase/(Decrease)	1,421,116
Deferred Revenue Increase/(Decrease)	2,326,172
School Generated Funds Liability Increase/(Decrease)	1,399,420
Restatements Other than Tangible Cap. Assets	(3,679,250)
	<u>8,007,782</u>
Cash Provided by Operating Transactions	<u>8,007,782</u>

Capital Transactions

Acquisition of Tangible Capital Assets	(6,569,189)
Proceeds on Sale of Tangible Capital Assets	10,498
	<u>(6,558,691)</u>
Cash (Applied to)/Provided by Capital Transactions	<u>(6,558,691)</u>

Investing Transactions

Other Investments (Increase)/Decrease	-
	<u>0</u>
Cash Provided by (Applied to) Investing Transactions	<u>0</u>

Financing Transactions

Debenture Debt Increase/(Decrease)	(1,660,353)
Other Borrowings Increase/(Decrease)	3,841,072
	<u>2,180,719</u>
Cash Provided by (Applied to) Financing Transactions	<u>2,180,719</u>

Cash and Bank / Overdraft (Increase)/Decrease	3,629,810
Cash and Bank (Overdraft) at Beginning of Year	(4,579,849)
Cash and Bank (Overdraft) at End of Year	<u>(950,039)</u>

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2007	2006
Financial Assets		
Cash and Bank	-	-
Short Term Investments	-	-
Due from - Provincial Government	2,191,229	2,087,633
- Federal Government	151,693	242,388
- Municipal Government	26,288,059	26,901,036
- Other School Divisions	38,091	-
- First Nations	53,942	-
- Other Funds		29,781
Accounts Receivable	406,472	258,891
Accrued Investment Income		
	<u>29,129,486</u>	<u>29,519,729</u>
Liabilities		
Overdraft	659,085	2,426,080
Accounts Payable	1,475,718	1,873,609
Accrued Liabilities	11,861,893	10,809,498
Employee Future Benefits	118,441	
Accrued Interest Payable	-	
Due to - Provincial Government	5,765	6,106
- Federal Government	13,546	13,659
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	1,906,283	188,513
Deferred Revenue	7,314,422	5,622,627
Other Borrowings	-	-
	<u>23,355,153</u>	<u>20,940,092</u>
Net Financial Assets (Net Debt)	<u>5,774,333</u>	<u>8,579,637</u>
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	218,183	276,563
	<u>218,183</u>	<u>276,563</u>
Accumulated Surplus (Deficit)	<u>5,992,516</u> *	<u>8,856,200</u>

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

For the Year Ended June 30

	2007 Actual	2007 Budget	2006 Actual
Revenue			
Provincial Government	98,917,895	92,835,936	92,269,528
Federal Government	19,006	12,000	54,955
Municipal Government - Property Tax	45,101,908	47,701,115	44,748,378
- Other	-	-	-
Other School Divisions	846,100	215,000	856,099
First Nations	30,634	-	91,673
Private Organizations and Individuals	2,603,257	555,000	2,102,548
Other Sources	455,615	200,000	523,124
	147,974,415	141,519,051	140,646,305
Expenses			
Regular Instruction	83,626,471	84,302,735	82,103,898
Student Support Services	25,010,609	22,556,240	20,785,024
Adult Learning Centres	875,303	-	915,178
Community Education and Services	869,540	581,195	872,041
Divisional Administration	4,136,873	4,227,338	4,501,250
Instructional and Other Support Services	6,165,372	6,342,443	7,324,062
Transportation of Pupils	2,700,257	2,604,300	2,589,597
Operations and Maintenance	17,491,482	17,135,100	16,423,051
Fiscal	2,437,889	2,357,000	2,638,584
	143,313,796	140,106,351	138,152,685
Current Year Surplus (Deficit)	4,660,619	1,412,700	2,493,620
Net Transfers from (to) Capital Fund	(7,524,303)	(1,412,700)	(2,106,009)
Transfers from Special Purpose Funds	-	-	-
Net Current Year Surplus (Deficit)	(2,863,684)	0	387,611
Opening Accumulated Surplus (Deficit)	8,856,200		8,468,589
Restatements:	-		-
Opening Accumulated Surplus (Deficit), as restated	8,856,200		8,468,589
Closing Accumulated Surplus (Deficit)	5,992,516		8,856,200

OPERATING FUND - REVENUE DETAIL **PROVINCE OF MANITOBA**

For the Year Ended June 30, 2007

Funding of Schools Program

Base Support		
Instructional Support	31,703,340	
Sparsity	-	
Curricular Materials	934,300	
Information Technology	679,600	
Library Services	1,563,080	
Student Services	5,446,279	
Counselling and Guidance	1,252,903	
Professional Development	649,284	
Occupancy	6,937,560	49,166,346
Categorical Support		
Transportation	1,662,420	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,189,300	
Special Needs: Level II	3,352,204	
Special Needs: Level III	3,282,993	
Senior Years Technology Education	979,551	
English as an Additional Language	258,725	
Aboriginal Academic Achievement	495,000	
Heritage Language	71,195	
French Language Programs	616,408	
Small Schools	-	
Enrolment Change Support	549,724	
Northern Allowance	-	
Early Childhood Development	133,125	
Early Literacy Intervention	591,700	
Early Numeracy	77,932	
Experiential Learning	54,341	13,314,618
Equalization		12,788,819
Additional Equalization		3,164,190
Amalgamated School Division Guarantee		-
Adjustment for Days Closed		-
Other Program Support		
School Buildings Support: "D" Projects	430,453	
Technology Education Equipment Replacement	201,700	
Technical Vocational Initiative - Equipment Upgrade	77,633	
Other Minor Capital Support	19,558	
Prior Year Support		
Finalization of Previous Year Support	19,529	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	748,873
		<u>79,182,846</u>

OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA (CONT'D)

For the Year Ended June 30, 2007

Other Department of Education, Citizenship and Youth

Non-Resident	-	
Special Needs	-	
Institutional Programs	-	
Nursing Supports (URIS)	245,184	
Evening School	-	
Substitute Fees	-	
General Support Grant	2,631,124	
Education Property Tax Credit	14,892,591	
Technical Vocational Initiative Demonstration Project	27,079	
New Schools	-	
Class Size Fund	-	
Community Schools	-	
Healthy Schools Initiative	-	
Education for Sustainable Development	29,400	
Other: <u>Special Funding Agreement - John G Stewart</u>	475,000	
<u>Shared Services Agreement</u>	156,447	
<u>Community Schools Partnership</u>	39,250	
<u>Urban Green Team</u>	36,993	
<u>Provincial Exams Marking</u>	26,460	
<u>School Initiated Projects Funding</u>	60,231	18,619,759

Other Provincial Government Departments

English as a Second Language (Adults)	-	
Driver Training	-	
Employment Programs	-	
Adult Learning Centres	881,000	
Other: <u>River East Parent Child Coalition</u>	131,168	
<u>Building Student Success with Aboriginal</u>		
<u>Parents - Conference</u>	34,622	
<u>School Initiated Projects Funding</u>	43,409	
<u>Lighthouse Grant</u>	25,091	1,115,290

Funding of Schools Program (previous page)	<u>79,182,846</u>
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TOTAL PROVINCIAL GOVERNMENT REVENUE	<u><u>98,917,895</u></u>
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OPERATING FUND - REVENUE DETAIL **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2007

Federal Government

Tuition Fees	-	
Transportation of Pupils	-	
French Language Monitor	12,480	
Other: School Initiated Projects Funding	6,526	
		19,006

Municipal Government

Special Requirement	59,994,499	
Less: Education Property Tax Credit	(14,892,591)	45,101,908
Other:	-	45,101,908

Other School Divisions

Transfer Fees	846,100	
Residual Fees	-	
Transportation of Pupils	-	
Other:	-	
		846,100

First Nations

Tuition Fees	30,634	
Transportation of Pupils	-	
Other:	-	
		30,634

Private Organizations and Individuals

Regular Tuition	37,440	
International Tuition	1,739,536	
Continuing Education	312,997	
Driver Education	-	
Other Tuition:	-	
Food Service	275,144	
Other: Building Rentals	104,426	
Vocational Shops	64,207	
Transportation User Fees	69,507	
		2,603,257

Other Sources

Interest	297,108	
Donations	17,818	
Other:	140,689	
		455,615

TOTAL NON-PROVINCIAL GOVERNMENT REVENUE

49,056,520

OPERATING FUND - EXPENSE BY FUNCTION AND BY OBJECT

For the Year Ended June 30

FUNCTION OBJECT	100	200	300	400	500	600	700	800	900	2007	2006
	Regular Instruction	Student Support Services	Adult Learning Centres	Community Education and Services	Divisional Administration	Instructional and Other Support Services	Transportation of Pupils	Operations and Maintenance	Fiscal	TOTALS	TOTALS
Salaries	72,635,220	20,249,506	710,902	617,449	2,752,238	4,717,535	1,807,466	7,479,674		110,969,990	105,883,852
Employees Benefits and Allowances	4,148,099	1,742,414	45,146	41,686	268,878	343,627	259,244	1,028,204		7,877,298	7,616,930
Services	1,823,701	2,493,834	97,398	130,820	823,313	723,281	191,003	7,649,580		13,932,930	13,228,935
Supplies, Materials and Minor Equipment	4,473,573	330,757	21,857	79,585	276,794	380,929	442,544	1,334,024		7,340,063	8,022,360
Interest and Bank Charges									74,887	74,887	42,541
Bad Debt Expense									(PAYROLL TAX)	0	-
Transfers	545,878	194,098	-	-	15,650	-	-	-	2,363,002	3,118,628	3,358,067
TOTALS	83,626,471	25,010,609	875,303	869,540	4,136,873	6,165,372	2,700,257	17,491,482	2,437,889	143,313,796	138,152,685

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2007

REGULAR INSTRUCTION		10	SINGLE TRACK SCHOOLS *			80	90	TOTALS
			20 ENGLISH LANGUAGE	50 FRANÇAIS	70 FRENCH IMMERSION			
CODE	OBJECT \ PROGRAM	ADMINISTRATION						
3XX SALARIES								
320	Executive, Managerial and Supervisory	6,114,582						6,114,582
330	Instructional - Teaching	20,625	38,240,824		3,978,905	17,766,508	2,515,164	62,522,026
350	Instructional - Other		209,482		17,113	165,427		392,022
360	Technical, Specialized and Service	90,915				44,911	143,144	278,970
370	Secretarial, Clerical and Other	2,609,168						2,609,168
390	Information Technology	718,452						718,452
	Total Salaries	9,553,742	38,450,306	0	3,996,018	17,976,846	2,658,308	72,635,220
4XX EMPLOYEES BENEFITS AND ALLOWANCES								
5-6XX	SERVICES							4,148,099
510	Professional, Technical and Specialized	2,318	105,723		11,347	97,523	4,590	221,501
520	Communications	225,089	5,844		150	1,108	142	232,333
540	Travel and Meetings	12,573	160,888		4,122	22,202	1,071	200,856
560	Tuition							0
570	Printing and Binding	2,598	13,122		2,493	6,986	626	25,825
580	Insurance and Bond Premiums	13,125	51			250	1,337	14,763
590	Maintenance and Repair Services	5,458	486,268		57,086	215,524	10,482	774,818
610	Rentals		6,150		2,482	16,064	21	24,717
630	Advertising		425					425
640	Dues and Fees	134	12,442		735	1,128	211	14,650
650	Professional and Staff Development	3,567						3,567
680	Information Technology Services	5,189	239,809		9,414	55,834		310,246
	Total Services	270,051	1,030,722	0	87,829	416,619	18,480	1,823,701
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies	5,608	1,542,678		55,753	322,667	451,167	2,377,873
740	Curricular and Media Materials	67	599,769		46,010	244,953	19,367	910,166
760	Minor Equipment	895	493,494		28,027	155,633	104,485	782,534
780	Information Technology Equipment	19,811	335,241		12,768	22,905	12,275	403,000
	Total Supplies, Materials and Minor Equipment	26,381	2,971,182	0	142,558	746,158	587,294	4,473,573
96X-99 TRANSFERS								
960	School Divisions		352,041		143,726		1,300	497,067
980	Organizations and Individuals		34,462		3,075	11,174	100	48,811
	Total Transfers	0	386,503	0	146,801	11,174	1,400	545,878
TOTALS		10,490,033	45,104,927	0	4,564,321	20,064,041	3,403,149	83,626,471

* 90% or more of enrolment is in one of the following instructional programs: English Language, Français, French Immersion.

** includes multi-track schools.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 200

For the Year Ended June 30, 2007

STUDENT SUPPORT SERVICES		10	20	30	40	50	60	70	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION /CO-ORDINATION	GIFTED EDUCATION *	CLINICAL AND RELATED SERVICES	SPECIAL PLACEMENT	REGULAR PLACEMENT	OTHER RESOURCE SERVICES	COUNSELLING AND GUIDANCE	
3XX	SALARIES								
320	Executive, Managerial and Supervisory	105,303							105,303
330	Instructional - Teaching	231,488		540	1,579,140	314,960	5,633,890	1,902,156	9,662,174
350	Instructional - Other				2,717,560	5,427,609	1,844,228		9,989,397
360	Technical, Specialized and Service				25,753				25,753
370	Secretarial, Clerical and Other	188,993							188,993
380	Clinician			277,866					277,866
390	Information Technology								0
	Total Salaries	525,784	0	278,426	4,322,453	5,742,569	7,478,118	1,902,156	20,249,506
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	37,928		14,660	435,339	684,760	483,258	86,469	1,742,414
5-6XX	SERVICES								
510	Professional, Technical and Specialized	189		2,039,351	351,815		100		2,391,455
520	Communications	10,697		7,037	150	80	558		18,522
540	Travel and Meetings	10,196		1,880	1,903	2,894	26,854	101	43,828
560	Tuition								0
570	Printing and Binding	3,346		99	149	2,208	12		5,814
590	Maintenance and Repair Services	10,233		3,984	3,846		1,784	449	20,296
610	Rentals				11,007				11,007
630	Advertising								0
640	Dues and Fees	2,685				120	107		2,912
650	Professional and Staff Development								0
680	Information Technology Services								0
	Total Services	37,346	0	2,052,351	368,870	5,302	29,415	550	2,493,834
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies	19,656		32,808	17,319	18,119	10,016	745	98,663
740	Curricular and Media Materials	5,347		74,210	11,064	64,968	3,507	752	159,848
760	Minor Equipment	6,988		16,515	14,045	2,660		1,056	41,264
780	Information Technology Equipment	2,131		5,442	729	22,680			30,982
	Total Supplies, Materials and Minor Equipment	34,122	0	128,975	43,157	108,427	13,523	2,553	330,757
96X-99	TRANSFERS								
960	School Divisions								
980	Organizations and Individuals			162,713					162,713
	Total Transfers	0		162,713		0			162,713
	TOTALS	635,180	0	2,637,125	5,201,204	6,541,058	8,004,314	1,991,728	25,010,609

* Does not include enrichment activities undertaken by the School Division.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300
For the Year Ended June 30, 2007

ADULT LEARNING CENTRES		10	20	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	
3XX	SALARIES			
320	Executive, Managerial and Supervisory	61,287		61,287
330	Instructional - Teaching		585,138	585,138
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	63,169	1,308	64,477
390	Information Technology			0
	Total Salaries	124,456	586,446	710,902
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	15,802	29,344	45,146
5-6XX	SERVICES			
510	Professional, Technical and Specialized		40,744	40,744
520	Communications		7,634	7,634
530	Utility Services			0
540	Travel and Meetings	1,230	2,116	3,346
560	Tuition			0
570	Printing and Binding		129	129
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		10,975	10,975
610	Rentals		31,579	31,579
620	Property Taxes			0
630	Advertising		539	539
640	Dues and Fees		24	24
650	Professional and Staff Development			0
680	Information Technology Services		2,428	2,428
	Total Services	1,230	96,168	97,398
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT			
710	Supplies	453	12,110	12,563
740	Curricular and Media Materials	647	2,520	3,167
760	Minor Equipment		4,090	4,090
780	Information Technology Equipment		2,037	2,037
	Total Supplies, Materials and Minor Equipment	1,100	20,757	21,857
96X-99	TRANSFERS			
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
	TOTALS	142,588	732,715	875,303

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400

For the Year Ended June 30, 2007

COMMUNITY EDUCATION AND SERVICES		10	20	30	40	TOTALS
CODE	OBJECT \ PROGRAM	CONTINUING EDUCATION	ENGLISH AS AN ADDITIONAL LANGUAGE FOR ADULTS	COMMUNITY SERVICES AND RECREATION	PRE-KINDERGARTEN EDUCATION	
3XX	SALARIES					
320	Executive, Managerial and Supervisory	60,464			39,548	100,012
330	Instructional - Teaching	105,111		135	3,148	108,394
350	Instructional - Other			19,034	12,185	31,219
360	Technical, Specialized and Service			146,272	68,623	214,895
370	Secretarial, Clerical and Other	55,193		79,210	28,526	162,929
380	Clinician					0
390	Information Technology					0
	Total Salaries	220,768	0	244,651	152,030	617,449
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	17,052		16,143	8,491	41,686
5-6XX	SERVICES					
510	Professional, Technical and Specialized	59,896		4,016	2,858	66,770
520	Communications	4,212	264	3,087	3,391	10,954
540	Travel and Meetings	1,721		3,544	8,151	13,416
570	Printing and Binding			180	2,914	3,094
590	Maintenance and Repair Services	1,248		911	140	2,299
610	Rentals	172		22	309	503
630	Advertising	31,383		928		32,311
640	Dues and Fees	331				331
650	Professional and Staff Development			36	1,106	1,142
680	Information Technology Services					0
	Total Services	98,963	264	12,724	18,869	130,820
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	16,570				66,666
740	Curricular and Media Materials	568		20,720	29,376	3,837
760	Minor Equipment	266		2,580	689	6,958
780	Information Technology Equipment	1,455		6,363	329	2,124
	Total Supplies, Materials and Minor Equipment	18,859	0	185	484	79,585
96X-99	TRANSFERS			29,848	30,878	
980	Organizations and Individuals					0
	Total Transfers	0	0	0	0	0
	TOTALS	355,642	264	303,366	210,268	869,540

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2007

DIVISIONAL ADMINISTRATION		10	20	30	50	TOTALS
CODE	OBJECT \ PROGRAM	BOARD OF TRUSTEES	INSTRUCTIONAL MANAGEMENT & ADMINISTRATION	BUSINESS AND ADMINISTRATIVE SERVICES	MANAGEMENT INFORMATION SERVICES	
3XX SALARIES						
310	Trustees Remuneration	163,431				163,431
320	Executive, Managerial and Supervisory		622,990	490,091	108,085	1,221,166
360	Technical, Specialized and Service		324,176	95,830		420,006
370	Secretarial, Clerical and Other		394,109	536,354	17,172	947,635
390	Information Technology					0
	Total Salaries	163,431	1,341,275	1,122,275	125,257	2,752,238
4XX EMPLOYEES BENEFITS AND ALLOWANCES						
		3,331	92,878	167,115	5,554	268,878
5-6XX SERVICES						
510	Professional, Technical and Specialized	102,565	18,780	83,700	10,240	215,285
520	Communications	301	805	48,640	1,358	51,104
540	Travel and Meetings	39,381	36,362	5,671	2,206	83,620
570	Printing and Binding	381	16,990	5,192		22,563
580	Insurance and Bond Premiums		3,874	12,021		15,895
590	Maintenance and Repair Services	1,465		22,176	114,970	138,611
610	Rentals		38	325	1,822	2,185
630	Advertising		20,118	1,587		21,705
640	Dues and Fees	91,235	13,195	20,070	246	124,746
650	Professional and Staff Development	13,406		8,680	2,159	24,245
680	Information Technology Services	2,576		130	120,648	123,354
	Total Services	251,310	110,162	208,192	253,649	823,313
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	2,308	22,899	65,002	5,187	95,396
740	Curricular and Media Materials		7,224	1,770	1,484	10,478
760	Minor Equipment		2,371	1,632	8,640	12,643
780	Information Technology Equipment		7,668		150,609	158,277
	Total Supplies, Materials and Minor Equipment	2,308	40,162	68,404	165,920	276,794
96X-99 TRANSFERS						
960	School Divisions					0
980	Organizations and Individuals	12,750	2,900			15,650
999	Recharge					0
	Total Transfers	12,750	2,900	0		15,650
TOTALS						
		433,130	1,587,377	1,565,986	550,380	4,136,873

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2007

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		05	10	20	30	80	TOTALS
CODE	OBJECT \ PROGRAM	CURRICULUM CONSULTING & DEVELOPMENT ADMINISTRATION	CURRICULUM CONSULTING & DEVELOPMENT	LIBRARY / MEDIA CENTRE	PROFESSIONAL AND STAFF DEVELOPMENT	OTHER	
3XX SALARIES							
320	Executive, Managerial and Supervisory	138,560		87,186			225,746
330	Instructional - Teaching		487,914	1,569,999	805,683	71,922	2,935,518
350	Instructional - Other			977,895	5,802	31,131	1,014,828
360	Technical, Specialized and Service		869	256,560		146,353	403,782
370	Secretarial, Clerical and Other	106,124	4,129	27,408			137,661
390	Information Technology						0
	Total Salaries	244,684	492,912	2,919,048	811,485	249,406	4,717,535
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
		18,122	21,274	247,691	39,418	17,122	343,627
5-6XX SERVICES							
510	Professional, Technical and Specialized		1,945	3,776	11,130	60,786	77,637
520	Communications		4,312			337	4,649
540	Travel and Meetings		32,982	10,128		1,044	44,154
570	Printing and Binding		1,159	1,115			2,274
580	Insurance and Bond Premiums						0
590	Maintenance and Repair Services		13,784	1,239	1,611		16,634
610	Rentals			324			324
630	Advertising						0
640	Dues and Fees		2,574	924	273		3,771
650	Professional and Staff Development		385		570,901		571,286
680	Information Technology Services		755	1,797			2,552
	Total Services	0	57,896	19,303	583,915	62,167	723,281
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies		23,712	40,078	5,106		68,896
740	Curricular and Media Materials		35,703	169,827	52,528		258,058
760	Minor Equipment		2,942	18,106			21,048
780	Information Technology Equipment		8,251	24,676			32,927
	Total Supplies, Materials and Minor Equipment	0	70,608	252,687	57,634	0	380,929
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
	Total Transfers					0	0
TOTALS		262,806	642,690	3,438,729	1,492,452	328,695	6,165,372

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700

For the Year Ended June 30, 2007

TRANSPORTATION OF PUPILS		10	20	70	80	90	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION	REGULAR	ALLOWANCES IN LIEU OF TRANSPORTATION	BOARDING OF STUDENTS/ DORMITORIES	FIELD TRIPS AND OTHER	
3XX SALARIES							
320	Executive, Managerial and Supervisory	123,724					123,724
350	Instructional - Other						0
360	Technical, Specialized and Service		1,577,641				1,577,641
370	Secretarial, Clerical and Other	106,101					106,101
390	Information Technology						0
	Total Salaries	229,825	1,577,641		0	0	1,807,466
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
		28,586	230,658				259,244
5-6XX SERVICES							
510	Professional, Technical and Specialized		4,116				4,116
520	Communications	7,133	3,244				10,377
540	Travel and Meetings	7,534	79				7,613
550	Transportation of Pupils		18,184	36,155		22,818	77,157
580	Insurance and Bond Premiums		40,162				40,162
590	Maintenance and Repair Services	1,207	41,211				42,418
610	Rentals						0
630	Advertising	2,191					2,191
640	Dues and Fees	561	40				601
650	Professional and Staff Development	6,368					6,368
680	Information Technology Services						0
	Total Services	24,994	107,036	36,155	0	22,818	191,003
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies		431,893				437,966
740	Curricular and Media Materials	6,073	221				221
760	Minor Equipment		2,772				2,772
780	Information Technology Equipment	1,020	565				1,585
	Total Supplies, Materials and Minor Equipment	7,093	435,451		0	0	442,544
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
TOTALS		290,498	2,350,786	36,155	0	22,818	2,700,257

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800
For the Year Ended June 30, 2007

OPERATIONS AND MAINTENANCE		10	20	50	70	80	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUND	
3XX SALARIES							
320	Executive, Managerial and Supervisory	464,883					464,883
360	Technical, Specialized and Service		6,843,465		72,763	9,334	6,925,562
370	Secretarial, Clerical and Other	88,170	647		412		89,229
390	Information Technology						0
	Total Salaries	553,053	6,844,112	0	73,175	9,334	7,479,674
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
5-6XX	SERVICES						
510	Professional, Technical and Specialized	248	437,765				438,013
520	Communications	7,085	58,801		756		66,642
530	Utility Services		3,281,985		86,486		3,368,471
540	Travel and Meetings	35,394	4,918				40,312
580	Insurance and Bond Premiums		268,808				268,808
590	Maintenance and Repair Services	1,265	2,054,957	713,283	48,188	286,200	3,103,893
610	Rentals		21,214		2,507		23,721
620	Property Taxes		80,693		183,784		264,477
630	Advertising	3,535					3,535
640	Dues and Fees	2,667	393				3,060
650	Professional and Staff Development	5,661					5,661
680	Information Technology Services		62,987				62,987
	Total Services	55,855	6,272,521	713,283	321,721	286,200	7,649,580
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	5,203	1,121,744	31,666	10,228		1,168,841
740	Curricular and Media Materials						0
760	Minor Equipment	1,196	163,987				165,183
780	Information Technology Equipment						0
	Total Supplies, Materials and Minor Equipment	6,399	1,285,731	31,666	10,228	0	1,334,024
96X-99 TRANSFERS							
999	Recharge						0
	TOTALS	681,247	15,355,136	744,949	414,616	295,534	17,491,482

**OPERATING FUND - DETAIL OF TRANSFERS
TO (FROM) CAPITAL FUND**

For the Year Ended June 30, 2007

Transfers To Capital Fund

Category "D" School Buildings

Bus Reserve

Bus Purchases

Other: Debt Repayment - Capital Projects

Vehicle Purchases

Capital Projects

Capital Lease Payments

576,849

2,408,800

48,907

2,828,624

1,661,123

7,524,303

Less: Transfers From Capital Fund

0

Net Transfers To (From) Capital Fund

7,524,303

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2007	2006
Financial Assets		
Cash and Bank	-	-
Short Term Investments	-	-
Due from - Provincial Government	1,068,341	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	1,906,283	188,513
Accounts Receivable	6,343	13,078
Accrued Investment Income	-	-
	<u>2,980,967</u>	<u>201,591</u>
Liabilities		
Overdraft	1,945,483	2,153,769
Accounts Payable	170,699	299,172
Accrued Liabilities	9,424	157,116
Accrued Interest Payable	1,042,777	-
Due to - Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	29,781
Deferred Revenue	634,377	-
Debenture Debt	29,774,336	31,434,689
Other Borrowings	7,303,276	3,462,204
	<u>40,880,372</u>	<u>37,536,731</u>
Net Debt	<u>(37,899,405)</u>	<u>(37,335,140)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>49,921,822</u>	<u>132,714,380</u>
Accumulated Surplus / Equity *	<u>12,022,417</u>	<u>95,379,240</u>
* Comprised of:		
Reserve Accounts	188,513	188,513
Equity in Tangible Capital Assets	<u>11,833,904</u>	<u>95,190,727</u>
	<u>12,022,417</u>	<u>95,379,240</u>

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

For the Year Ended June 30

	2007	2006
Revenue		
Provincial Government		
Grants	27,631	-
Debt Servicing - Principal	2,875,153	2,596,757
- Interest	3,390,989	2,508,326
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	74,582	-
Insurance Proceeds	-	-
	-	-
	0	-
	<u>6,368,355</u>	<u>5,105,083</u>
Expenses		
Amortization	4,170,373	
Debenture Debt Interest	3,390,989	2,508,326
Other Interest	516,666	261,155
Other Capital Items	96,737	
Loss / (Gain) on Disposal of Capital Assets	<u>(1,319)</u>	<u>281,372</u>
	<u>8,173,446</u>	<u>3,050,853</u>
Current Year Surplus / (Deficit)	(1,805,091)	2,054,230
Net Transfers from (to) Operating Fund	7,524,303	2,106,009
Transfers from Special Purpose Fund	-	
Net Current Year Surplus (Deficit)	<u>5,719,212</u>	<u>4,160,239</u>
Opening Accumulated Surplus / Equity	95,379,240	91,219,001
Restatements:		
Tangible Capital Assets and Accum. Amortization	(85,182,195)	
Donated Assets and Lease Commitments	<u>(3,893,840)</u>	
Opening Accumulated Surplus / Equity as restated	<u>6,303,205</u>	<u>91,219,001</u>
Closing Accumulated Surplus / Equity	<u><u>12,022,417</u></u>	<u><u>95,379,240</u></u>

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2007

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	Totals
	School	Non-School								
Tangible Capital Asset Cost										
Opening Cost, as previously reported	112,750,830	6,053,240	4,176,353	357,498	7,237,069	-	2,139,390	-	-	132,714,380
Restatements	(24,073,909)	(1,643,568)	-	(46,791)	(5,366,964)	3,896,979	(261,103)	-	3,094,267	(24,401,089)
Opening Cost restated	88,676,921	4,409,672	4,176,353	310,707	1,870,105	3,896,979	1,878,287	-	3,094,267	108,313,291
Add:										
Additions during the year	2,193,222	1,789,679	580,736	49,413	457,822	2,134,013	-	2,026,741	(2,662,437)	6,569,189
Less:										
Disposals and write downs	-	-	83,374	53,240	-	-	-	-	-	136,614
Closing Cost	90,870,143	6,199,351	4,673,715	306,880	2,327,927	6,030,992	1,878,287	2,026,741	431,830	114,745,866
Accumulated Amortization										
Opening, as previously reported	-	-	-	-	-	-	-	-	-	-
Restatements	53,914,632	1,726,091	2,378,032	213,172	515,397	2,033,782	-	-	-	60,781,106
Opening restated	53,914,632	1,726,091	2,378,032	213,172	515,397	2,033,782	-	-	-	60,781,106
Add:										
Current period Amortization	2,114,180	181,784	324,612	34,941	339,850	1,073,669	-	101,337	-	4,170,373
Less:										
Accumulated Amortization on Disposals and Writedowns	-	-	83,374	44,061	-	-	-	-	-	127,435
Closing Accumulated Amortization	56,028,812	1,907,875	2,619,270	204,052	855,247	3,107,451	-	101,337	-	64,824,044
Net Tangible Capital Asset	34,841,331	4,291,476	2,054,445	102,828	1,472,680	2,923,541	1,878,287	1,925,404	431,830	49,921,822
Proceeds from Sale of Capital Assets	-	-	3,887	6,611	-	-	-	-	-	10,498

* Includes network infrastructure.

**SPECIAL PURPOSE FUND
SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2007
Financial Assets	
Cash and Bank	1,654,529
Short Term Investments	-
Accrued Investment Income	-
Other Investments	-
	<u>1,654,529</u>
Liabilities	
School Generated Funds Liability	1,399,420
Accounts Payable	-
Accrued Liabilities	-
Due to Other Funds	-
Deferred Revenue	-
	<u>1,399,420</u>
Accumulated Surplus *	<u>255,109</u>
* Comprised of:	
School Generated Funds Accumulated Surplus	255,109
Other Funds Accumulated Surplus	-
	<u>255,109</u>

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

For the Year Ended June 30

	2007
Revenue	
School Generated Funds	1,000,281
Other Funds	-
	<u>1,000,281</u>
Expenses	
School Generated Funds	959,762
Other Funds	-
	<u>959,762</u>
Current Year Surplus (Deficit)	40,519
Transfers (to) Operating Fund	-
Transfers (to) Capital Fund	<u>-</u>
Net Current Year Surplus (Deficit)	40,519
Opening Accumulated Surplus	-
Restatements: School Generated Funds	214,590
	<u>-</u>
Opening Accumulated Surplus as restated	<u>214,590</u>
Closing Accumulated Surplus	<u><u>255,109</u></u>

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

ENROLMENTS BY PROGRAM		F.T.E. Enrolment September 30, 2006
REGULAR INSTRUCTION		
English Language - Single Track		10,137.5
Francais - Single Track		-
French Immersion - Single Track		1,044.5
Dual Track		
- English Language	3,127.5	
- Francais	-	
- French Immersion	1,287.0	
- Other Bilingual	<u>522.5</u>	4,937.0
Senior Years Technology Education		<u>512.0</u>
 TOTAL REGULAR INSTRUCTION		 16,631.0
 STUDENT SUPPORT SERVICES : Special Placement		 <u>173.0</u>
 TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		 <u><u>16,804.0</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS	3,300
TOTAL KILOMETERS - LOG BOOK	1,078,007
TOTAL KILOMETERS - BUS ROUTES	934,724
LOADED KILOMETERS	476,672

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

September 30, 2006

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	69.00	1.00		0.50	11.50	2.00	2.00	7.00	93.00
330	Instructional - Teaching	931.62	130.06				37.65			1,099.33
350	Instructional - Other	12.90	331.21				37.00			381.11
360	Technical, Specialized And Service	10.00	0.50			9.50	15.00	65.97	178.00	278.97
370	Secretarial, Clerical And Other	78.91	5.50		1.25	27.75	3.50	3.00	2.50	122.41
380	Clinician		3.75							3.75
390	Information Technology	15.00								15.00
TOTALS (excluding Trustees)		1,117.43	472.02	0.00	1.75	48.75	95.15	70.97	187.50	1,993.57

310 TRUSTEES	9
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CALCULATION OF ADMINISTRATION COSTS AS A PERCENTAGE OF TOTAL EXPENSES

Administration Costs

Divisional Administration, Function 500	4,136,873
Curriculum Consulting & Development Administration, Program 605	262,806
Transportation Administration, Program 710	290,498
Operations & Maintenance Administration, Program 810	681,247
Sub-total	<u>5,371,424</u>
Less: Liability Insurance	57,687
Administration portion of self-funded expenses (see below)	<u>251,253</u> *
	<u><u>5,062,484</u></u> (A)

Expense Base

Total Operating Expenses	143,313,796
Plus: Transfers to Capital	7,524,303
Less: Adult Learning Centres, Function 300	<u>875,303</u>
	<u><u>149,962,796</u></u> (B)

Percentage (A) / (B)	<u><u>3.4%</u></u>
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Self-Funded Expenses (fully offset by incremental revenues):

International Student Programs

Expenses (1)	
Instructional	1,846,836
Administration (deducted above)	251,253 *
Other: <u>Homestay Fees/ Medical Insurance</u>	<u>636,749</u>
	<u>2,734,838</u>
Associated Revenue ⁽²⁾	<u><u>1,739,536</u></u>

Self-Administered Pension Plans

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

(1) Incremental costs of the program.

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