



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

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

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2008

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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, 2008 and for the year then ended:

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

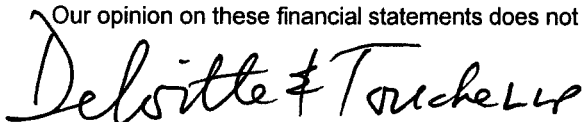
These financial statements are the responsibility of the Division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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, 2008 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 therein.



Chartered Accountants

Winnipeg, Manitoba
October 21, 2008

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 31, 2008
Date

Robert 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, 2008 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, 2008, 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*.

21 October 2008
Date

Deloitte & Touche LLP
Auditor

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

OCTOBER 31, 2008
Date

Robert Fraser
Chairperson

MANAGEMENT REPORT

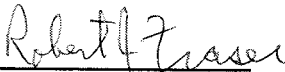
Management's Responsibility for the Financial Statements

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 2 to the consolidated financial statements.

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

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

The consolidated financial statements have been audited by Deloitte & 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 21, 2008

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2008	2007
	Financial Assets		
3	Cash and Bank	1,357,357	-
	Short Term Investments	-	-
	Due from - Provincial Government	3,480,152	3,259,570
	- Federal Government	133,956	151,693
11	- Municipal Government	26,746,254	26,288,059
	- Other School Divisions	3,980	38,091
	- First Nations	10,054	53,942
	Accounts Receivable	174,370	412,815
	Accrued Investment Income	-	-
	Other Investments	-	-
		<u>31,906,123</u>	<u>30,204,170</u>
	Liabilities		
3	Overdraft	-	950,039
	Accounts Payable	1,617,572	1,646,417
	Accrued Liabilities	12,435,671	11,871,317
4	Employee Future Benefits	151,925	118,441
	Accrued Interest Payable	975,346	1,042,777
	Due to - Provincial Government	4,026	5,765
	- Federal Government	11,726	13,546
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
5	Deferred Revenue	9,328,288	7,948,799
7	Debenture Debt	28,474,194	29,774,336
8	Other Borrowings	6,678,951	7,303,276
6	School Generated Funds Liability	<u>1,581,828</u>	<u>1,399,420</u>
		<u>61,259,527</u>	<u>62,074,133</u>
	Net Debt	<u>(29,353,404)</u>	<u>(31,869,963)</u>
	Non-Financial Assets		
9	Net Tangible Capital Assets (TCA Schedule)	49,754,838	49,921,822
	Inventories	-	-
	Prepaid Expenses	<u>337,719</u>	<u>218,183</u>
		<u>50,092,557</u>	<u>50,140,005</u>
10	Accumulated Surplus	<u>20,739,153</u>	<u>18,270,042</u>

See accompanying notes to the Financial Statements

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

For the Year Ended June 30

Notes		2008	2007
	Revenue		
	Provincial Government	107,970,732	105,211,668
	Federal Government	10,581	19,006
11	Municipal Government - Property Tax	44,930,541	45,101,908
	- Other	-	-
	Other School Divisions	872,056	846,100
	First Nations	35,741	30,634
	Private Organizations and Individuals	2,888,641	2,603,257
	Other Sources	596,065	531,516
	School Generated Funds	1,029,519	1,000,281
	Other Special Purpose Funds	-	-
		<u>158,333,876</u>	<u>155,344,370</u>
	Expenses		
	Regular Instruction	85,993,517	83,626,471
	Student Support Services	26,590,375	25,010,609
	Adult Learning Centres	870,227	875,303
	Community Education and Services	1,098,291	869,540
	Divisional Administration	4,492,075	4,136,873
	Instructional and Other Support Services	5,978,087	6,165,372
	Transportation of Pupils	2,875,949	2,700,257
	Operations and Maintenance	17,334,741	17,491,482
12	Fiscal - Interest	2,597,844	3,982,542
	- Other	2,455,409	2,363,002
	Amortization	4,652,488	4,170,373
	Other Capital Items	41,600	96,737
	School Generated Funds	1,015,202	959,762
	Other Special Purpose Funds	-	-
		<u>155,995,805</u>	<u>152,448,323</u>
	Current Year Surplus (Deficit)	<u>2,338,071</u>	<u>2,896,047</u>
	Opening Accumulated Surplus	18,270,042	104,235,440
17	Adjustments: Tangible Cap. Assets and Accum. Amort.	-	(85,182,195)
10,17	Other than Tangible Cap. Assets	<u>131,040</u>	<u>(3,679,250)</u>
	Opening Accumulated Surplus, as adjusted	<u>18,401,082</u>	<u>15,373,995</u>
	Closing Accumulated Surplus	<u>20,739,153</u>	<u>18,270,042</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2008

	2008	2007
Current Year Surplus (Deficit)	<u>2,338,071</u>	<u>2,896,047</u>
Amortization of Tangible Capital Assets	4,652,488	4,170,373
Acquisition of Tangible Capital Assets	(4,485,504)	(6,569,189)
(Gain) / Loss on Disposal of Tangible Capital Assets	(9,526)	(1,319)
Proceeds on Disposal of Tangible Capital Assets	<u>9,526</u>	<u>10,498</u>
	<u>166,984</u>	<u>(2,389,637)</u>
Inventories (Increase)/Decrease	-	-
Prepaid Expenses (Increase)/Decrease	<u>(119,536)</u>	<u>58,380</u>
	<u>(119,536)</u>	<u>58,380</u>
(Increase)/Decrease in Net Debt	<u>2,385,519</u>	<u>564,790</u>
Net Debt at Beginning of Year	(31,869,963)	(28,755,503)
Adjustments Other than Tangible Cap. Assets	<u>131,040</u>	<u>(3,679,250)</u>
Net Debt at Beginning of Year as Adjusted	<u>(31,738,923)</u>	<u>(32,434,753)</u>
Net Debt at End of Year	<u><u>(29,353,404)</u></u>	<u><u>(31,869,963)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2008

	2008	2007
Operating Transactions		
Current Year Surplus/(Deficit)	2,338,071	2,896,047
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	4,652,488	4,170,373
(Gain)/Loss on Disposal of Tangible Capital Assets	(9,526)	(1,319)
Employee Future Benefits Increase/(Decrease)	33,484	118,441
Short Term Investments (Increase)/Decrease	-	-
Due from Other Organizations (Increase)/Decrease	(583,041)	(560,298)
Accounts Receivable & Accrued Income (Increase)/Decrease	238,445	(140,846)
Inventories and Prepaid Expenses - (Increase)/Decrease	(119,536)	58,380
Due to Other Organizations Increase/(Decrease)	(3,559)	(454)
Accounts Payable & Accrued Liabilities Increase/(Decrease)	468,078	1,421,116
Deferred Revenue Increase/(Decrease)	1,379,489	2,326,172
School Generated Funds Liability Increase/(Decrease)	182,408	1,399,420
Adjustments Other than Tangible Cap. Assets	131,040	(3,679,250)
Cash Provided by Operating Transactions	8,707,841	8,007,782
Capital Transactions		
Acquisition of Tangible Capital Assets	(4,485,504)	(6,569,189)
Proceeds on Disposal of Tangible Capital Assets	9,526	10,498
Cash (Applied to)/Provided by Capital Transactions	(4,475,978)	(6,558,691)
Investing Transactions		
Other Investments (Increase)/Decrease	-	-
Cash Provided by (Applied to) Investing Transactions	0	0
Financing Transactions		
Debenture Debt Increase/(Decrease)	(1,300,142)	(1,660,353)
Other Borrowings Increase/(Decrease)	(624,325)	3,841,072
Cash Provided by (Applied to) Financing Transactions	(1,924,467)	2,180,719
Cash and Bank / Overdraft (Increase)/Decrease	2,307,396	3,629,810
Cash and Bank (Overdraft) at Beginning of Year	(950,039)	(4,579,849)
Cash and Bank (Overdraft) at End of Year	1,357,357	(950,039)

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	78,858	-
Short Term Investments	-	-
Due from - Provincial Government	2,504,806	2,191,229
- Federal Government	133,956	151,693
- Municipal Government	26,746,254	26,288,059
- Other School Divisions	3,980	38,091
- First Nations	10,054	53,942
- Other Funds	-	-
Accounts Receivable	170,770	406,472
Accrued Investment Income	-	-
	<u>29,648,678</u>	<u>29,129,486</u>
Liabilities		
Overdraft	-	659,085
Accounts Payable	1,552,213	1,475,718
Accrued Liabilities	12,430,475	11,861,893
Employee Future Benefits	151,925	118,441
Accrued Interest Payable	-	-
Due to - Provincial Government	4,026	5,765
- Federal Government	11,726	13,546
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	188,513	1,906,283
Deferred Revenue	8,731,299	7,314,422
Other Borrowings	-	-
	<u>23,070,177</u>	<u>23,355,153</u>
Net Financial Assets (Net Debt)	<u>6,578,501</u>	<u>5,774,333</u>
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	<u>337,719</u>	<u>218,183</u>
	<u>337,719</u>	<u>218,183</u>
Accumulated Surplus (Deficit)	<u>6,916,220</u> *	<u>5,992,516</u>

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

For the Year Ended June 30

	2008 Actual	2008 Budget	2007 Actual
Revenue			
Provincial Government	103,419,975	99,389,246	98,917,895
Federal Government	10,581	12,000	19,006
Municipal Government - Property Tax	44,930,541	46,778,754	45,101,908
- Other	-	-	-
Other School Divisions	872,056	215,000	846,100
First Nations	35,741	-	30,634
Private Organizations and Individuals	2,888,641	555,000	2,603,257
Other Sources	494,168	200,000	455,615
	<u>152,651,703</u>	<u>147,150,000</u>	<u>147,974,415</u>
Expenses			
Regular Instruction	85,993,517	84,432,447	83,626,471
Student Support Services	26,590,375	25,870,972	25,010,609
Adult Learning Centres	870,227	-	875,303
Community Education and Services	1,098,291	572,493	869,540
Divisional Administration	4,492,075	4,483,945	4,136,873
Instructional and Other Support Services	5,978,087	6,730,514	6,165,372
Transportation of Pupils	2,875,949	2,692,400	2,700,257
Operations and Maintenance	17,334,741	18,185,529	17,491,482
Fiscal	2,533,625	2,469,000	2,437,889
	<u>147,766,887</u>	<u>145,437,300</u>	<u>143,313,796</u>
Current Year Surplus (Deficit)	4,884,816	1,712,700	4,660,619
Net Transfers from (to) Capital Fund	(3,961,112)	(1,712,700)	(7,524,303)
Transfers from Special Purpose Funds	-	-	-
Net Current Year Surplus (Deficit)	<u>923,704</u>	<u>0</u>	<u>(2,863,684)</u>
Opening Accumulated Surplus (Deficit)	5,992,516		8,856,200
Adjustments:	-		-
	<u>-</u>		<u>-</u>
Opening Accumulated Surplus (Deficit), as adjusted	<u>5,992,516</u>		<u>8,856,200</u>
Closing Accumulated Surplus (Deficit)	<u><u>6,916,220</u></u>		<u><u>5,992,516</u></u>

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

For the Year Ended June 30, 2008

Funding of Schools Program

Base Support		
Instructional Support	31,360,045	
Sparsity	-	
Curricular Materials	946,628	
Information Technology	664,056	
Library Services	1,527,329	
Student Services	5,335,114	
Counselling and Guidance	1,361,315	
Professional Development	760,820	
Occupancy	7,008,250	48,963,557
Categorical Support		
Transportation	1,662,550	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,162,098	
Special Needs: Level II	3,799,106	
Special Needs: Level III	3,234,168	
Senior Years Technology Education	988,323	
English as an Additional Language	321,218	
Aboriginal Academic Achievement	480,000	
Heritage Language	73,080	
French Language Programs	633,389	
Small Schools	-	
Enrolment Change Support	983,158	
Northern Allowance	-	
Early Childhood Development	145,750	
Early Literacy Intervention	589,000	
Early Numeracy	77,025	
Experiential Learning	52,502	14,201,367
Equalization		13,618,412
Additional Equalization		2,852,764
Amalgamated School Division Guarantee		-
Adjustment for Days Closed		-
Other Program Support		
School Buildings Support: "D" Projects	465,960	
Technology Education Equipment Replacement	200,900	
Technical Vocational Initiative - Equipment Upgrade	66,930	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	1,485	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	735,275
		<u>80,371,375</u>

OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA (CONT'D)
For the Year Ended June 30, 2008

Other Department of Education, Citizenship and Youth

Non-Resident	-	
Special Needs	-	
Institutional Programs	-	
Nursing Supports (URIS)	246,566	
Substitute Fees	-	
General Support Grant	2,364,080	
Education Property Tax Credit	18,051,351	
Tax Incentive Grant	-	
Technical Vocational Initiative Demonstration Project	-	
Class Size Fund	-	
Community Schools	51,226	
Healthy Schools Initiative	34,498	
Education for Sustainable Development	-	
Special Projects	-	
2% Guarantee	291,867	
Other: Special Funding Agreement - John G Stewart	475,000	
Shared Services Agreement	161,167	
Urban Green Team	37,599	
Provincial Exam Marking	30,534	
Sustainable Development	29,400	
School Initiated Projects	47,121	21,820,409

Other Provincial Government Departments

English as a Second Language (Adults)	-	
Driver Training	-	
Employment Programs	-	
Adult Learning Centres	899,000	
Other: River East Parent Child Coalition	155,246	
Lighthouse Project	30,511	
Manitoba Integration of Immigrants	69,793	
School Initiated Projects	73,641	
		1,228,191

Funding of Schools Program (previous page)	80,371,375
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TOTAL PROVINCIAL GOVERNMENT REVENUE	103,419,975
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OPERATING FUND - REVENUE DETAIL **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2008

Federal Government

Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		10,581	
Other:		-	
			10,581

Municipal Government

Special Requirement	62,981,892		
Less: Education Property Tax Credit	(18,051,351)		
Less: Tax Incentive Grant	0	44,930,541	
Other:		-	
			44,930,541

Other School Divisions

Transfer Fees		872,056	
Residual Fees		-	
Transportation of Pupils		-	
Other:		-	
			872,056

First Nations

Tuition Fees		35,741	
Transportation of Pupils		-	
Other:		-	
			35,741

Private Organizations and Individuals

Regular Tuition		330	
International Tuition		2,039,500	
Continuing Education		336,095	
Driver Education		-	
Other Tuition:		-	
Food Service		285,760	
Other:	Vocational Shops	51,346	
	Building Rentals	97,707	
	Transportation User Fees	77,903	
			2,888,641

Other Sources

Interest		305,556	
Donations		21,882	
Other:	School Initiated Projects	166,730	
			494,168

TOTAL NON-PROVINCIAL GOVERNMENT REVENUE

49,231,728

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	2008	2007
	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	74,691,688	21,660,354	708,371	824,364	2,830,976	4,613,159	1,911,957	7,335,492		114,576,361	110,969,990
Employees Benefits and Allowances	4,199,894	1,878,818	45,558	57,727	311,248	317,783	273,827	1,056,190		8,141,045	7,877,298
Services	1,839,410	2,546,812	89,552	130,341	1,025,728	678,620	194,798	7,782,363		14,287,624	13,932,930
Supplies, Materials and Minor Equipment	4,638,619	316,194	26,746	85,859	306,945	368,525	495,367	1,160,696		7,398,951	7,340,063
Interest and Bank Charges									78,216	78,216	74,887
Bad Debt Expense									-	0	0
Transfers	623,906	188,197	-	-	17,178	-	-	-	(PAYROLL TAX) 2,455,409	3,284,690	3,118,628
TOTALS	85,993,517	26,590,375	870,227	1,098,291	4,492,075	5,978,087	2,875,949	17,334,741	2,533,625	147,766,887	143,313,796

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2008

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	6,326,942						6,326,942
330	Instructional - Teaching	10,984	38,571,911		4,214,217	18,707,304	2,653,743	64,158,159
350	Instructional - Other		370,549		4,129	335,933		710,611
360	Technical, Specialized and Service	91,232					152,046	243,278
370	Secretarial, Clerical and Other	2,722,940						2,722,940
390	Information Technology	529,758						529,758
	Total Salaries	9,681,856	38,942,460	0	4,218,346	19,043,237	2,805,789	74,691,688
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	645,670	2,271,430		198,196	944,172	140,426	4,199,894
5-6XX	SERVICES							
510	Professional, Technical and Specialized	2,172	256,545		18,105	141,484	4,403	422,709
520	Communications	231,378	3,478		212	1,330		236,398
540	Travel and Meetings	12,146	143,147		2,870	14,626	629	173,418
560	Tuition						0	0
570	Printing and Binding	2,302	19,921		3,575	12,112	828	38,738
580	Insurance and Bond Premiums	12,787	55,855				978	69,620
590	Maintenance and Repair Services	4,446	472,523		57,644	214,286	21,912	770,811
610	Rentals		4,150		55	286		4,491
630	Advertising		1,050					1,050
640	Dues and Fees		13,538		407	653	353	14,951
650	Professional and Staff Development		1,164			721		1,885
680	Information Technology Services	40,947	60,470		646	402	2,874	105,339
	Total Services	306,178	1,031,841	0	83,514	385,900	31,977	1,839,410
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	4,458	1,626,511		76,802	378,486	479,235	2,565,492
740	Curricular and Media Materials		489,357		44,892	219,577	30,235	784,061
760	Minor Equipment	2,043	459,638		14,249	179,374	153,170	808,474
780	Information Technology Equipment	29,083	427,042		7,236	8,367	8,864	480,592
	Total Supplies, Materials and Minor Equipment	35,584	3,002,548	0	143,179	785,804	671,504	4,638,619
96X-99	TRANSFERS							
960	School Divisions		523,692		59,246		2,600	585,538
980	Organizations and Individuals		26,810			11,558		38,368
	Total Transfers	0	550,502	0	59,246	11,558	2,600	623,906
TOTALS		10,669,288	45,798,781	0	4,702,481	21,170,671	3,652,296	85,993,517

* 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, 2008

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	TOTALS
3XX	SALARIES								
320	Executive, Managerial and Supervisory	211,546							211,546
330	Instructional - Teaching	227,088		834	1,520,495	359,215	5,833,062	2,023,663	9,984,357
350	Instructional - Other				2,298,436	6,814,189	1,853,648		10,966,273
360	Technical, Specialized and Service					29,993			29,993
370	Secretarial, Clerical and Other	215,735							215,735
380	Clinician			272,450					272,450
390	Information Technology								0
	Total Salaries	654,369	0	273,284	3,818,931	7,203,397	7,686,710	2,023,663	21,660,354
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	43,879		14,042	384,903	870,670	479,213	86,111	1,878,818
5-6XX	SERVICES								
510	Professional, Technical and Specialized	659		2,096,401	346,767	595			2,444,422
520	Communications	10,789		5,788					16,577
540	Travel and Meetings	3,301		2,543	667	2,595	34,689		43,795
560	Tuition								0
570	Printing and Binding	6,730		153	155		2,355	131	9,524
590	Maintenance and Repair Services	8,513		3,505	3,081		906	407	16,412
610	Rentals			57	11,008		70		11,135
630	Advertising								0
640	Dues and Fees	3,998				247			4,245
650	Professional and Staff Development					625	77		702
680	Information Technology Services								0
	Total Services	33,990	0	2,108,447	361,678	4,062	38,097	538	2,546,812
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies	23,449		33,170	12,762	28,962	819	608	99,770
740	Curricular and Media Materials	6,206		46,148	10,704	63,672	1,367	1,512	129,609
760	Minor Equipment	3,330		29,424	188	5,764	875	332	39,913
780	Information Technology Equipment	11,211		948	24,743	10,000			46,902
	Total Supplies, Materials and Minor Equipment	44,196	0	109,690	48,397	108,398	3,061	2,452	316,194
96X-99	TRANSFERS								
960	School Divisions								10,374
980	Organizations and Individuals			177,823	10,374				177,823
	Total Transfers	0		177,823	10,374	0			188,197
	TOTALS	776,434	0	2,683,286	4,624,283	8,186,527	8,207,081	2,112,764	26,590,375

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

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300
For the Year Ended June 30, 2008

ADULT LEARNING CENTRES		10	20	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	
3XX SALARIES				
320	Executive, Managerial and Supervisory	113,212		113,212
330	Instructional - Teaching		533,107	533,107
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	62,052		62,052
390	Information Technology			0
	Total Salaries	175,264	533,107	708,371
4XX EMPLOYEES BENEFITS AND ALLOWANCES				
		19,338	26,220	45,558
5-6XX SERVICES				
510	Professional, Technical and Specialized		28,066	28,066
520	Communications		6,768	6,768
530	Utility Services			0
540	Travel and Meetings		54	54
560	Tuition			0
570	Printing and Binding		543	543
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		4,627	4,627
610	Rentals		45,440	45,440
620	Property Taxes			0
630	Advertising	398	1,200	1,598
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		2,456	2,456
	Total Services	398	89,154	89,552
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT				
710	Supplies		12,710	12,710
740	Curricular and Media Materials		3,619	3,619
760	Minor Equipment		4,372	4,372
780	Information Technology Equipment		6,045	6,045
	Total Supplies, Materials and Minor Equipment	0	26,746	26,746
96X-99 TRANSFERS				
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
TOTALS		195,000	675,227	870,227

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400

For the Year Ended June 30, 2008

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	64,585			43,007	107,592
330	Instructional - Teaching	118,680	39,792		2,485	160,957
350	Instructional - Other			19,603		19,603
360	Technical, Specialized and Service			293,121	30,981	324,102
370	Secretarial, Clerical and Other	50,582		124,753	36,775	212,110
380	Clinician				0	0
390	Information Technology					0
	Total Salaries	233,847	39,792	437,477	113,248	824,364
4XX EMPLOYEES BENEFITS AND ALLOWANCES						
		20,344	2,630	28,378	6,375	57,727
5-6XX SERVICES						
510	Professional, Technical and Specialized	70,905	225	1,927	620	73,677
520	Communications	7,124		1,507	5,457	14,088
540	Travel and Meetings	1,662	94	3,653	5,216	10,625
570	Printing and Binding	10,308		390	3,492	14,190
590	Maintenance and Repair Services	7,785		3,072	1,778	12,635
610	Rentals				244	244
630	Advertising	2,141		1,374		3,515
640	Dues and Fees	400				400
650	Professional and Staff Development	305	201	283	178	967
680	Information Technology Services					0
	Total Services	100,630	520	12,206	16,985	130,341
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	5,372		25,297	31,200	61,869
740	Curricular and Media Materials	6,237	98	1,604	5,495	13,434
760	Minor Equipment	271	89	7,807	2,189	10,356
780	Information Technology Equipment	200				200
	Total Supplies, Materials and Minor Equipment	12,080	187	34,708	38,884	85,859
96X-99 TRANSFERS						
980	Organizations and Individuals					0
	Total Transfers	0	0	0	0	0
TOTALS		366,901	43,129	512,769	175,492	1,098,291

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2008

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	163,864				163,864
320	Executive, Managerial and Supervisory		511,242	552,300	99,999	1,163,541
360	Technical, Specialized and Service		296,610	95,032		391,642
370	Secretarial, Clerical and Other		244,212	662,989	54,594	961,795
390	Information Technology				150,134	150,134
	Total Salaries	163,864	1,052,064	1,310,321	304,727	2,830,976
4XX EMPLOYEES BENEFITS AND ALLOWANCES						
4XX		2,986	76,481	207,160	24,621	311,248
5-6XX SERVICES						
510	Professional, Technical and Specialized		180,108	93,347	117,985	391,440
520	Communications	360	462	42,911	1,467	45,200
540	Travel and Meetings	35,013	33,945	6,216	8,682	83,856
570	Printing and Binding		21,945	6,237	735	28,917
580	Insurance and Bond Premiums			54,936		54,936
590	Maintenance and Repair Services	1,417	2,309	31,771	38,789	74,286
610	Rentals		4,000	11,809	757	16,566
630	Advertising		20,911	1,445		22,356
640	Dues and Fees	92,086	11,299	22,304	194	125,883
650	Professional and Staff Development	5,828	984	13,109		19,921
680	Information Technology Services	3,156	2,720	130	156,361	162,367
	Total Services	137,860	278,683	284,215	324,970	1,025,728
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	105	26,492	80,194	9,804	116,595
740	Curricular and Media Materials		12,514	2,460	903	15,877
760	Minor Equipment		6,882	2,403	8,654	17,939
780	Information Technology Equipment		2,085	272	154,177	156,534
	Total Supplies, Materials and Minor Equipment	105	47,973	85,329	173,538	306,945
96X-99 TRANSFERS						
960	School Divisions					0
980	Organizations and Individuals	12,849	4,329			17,178
999	Recharge					0
	Total Transfers	12,849	4,329	0		17,178
TOTALS		317,664	1,459,530	1,887,025	827,856	4,492,075

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2008

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		05	10	20	30	80	TOTALS
CODE	OBJECT \ PROGRAM	CURRICULUM CONSULTING & ADMINISTRATION	CURRICULUM CONSULTING & DEVELOPMENT	LIBRARY / MEDIA CENTRE	PROFESSIONAL AND STAFF DEVELOPMENT	OTHER	
3XX SALARIES							
320	Executive, Managerial and Supervisory	191,252					191,252
330	Instructional - Teaching		506,361	1,450,377	943,339	79,242	2,979,319
350	Instructional - Other			943,590	4,780		948,370
360	Technical, Specialized and Service			256,472		115,054	371,526
370	Secretarial, Clerical and Other	106,633	4,006	11,422	631		122,692
390	Information Technology						0
	Total Salaries	297,885	510,367	2,661,861	948,750	194,296	4,613,159
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
		19,966	19,730	224,609	41,474	12,004	317,783
5-6XX SERVICES							
510	Professional, Technical and Specialized		765	20,582	20,598	72,916	114,861
520	Communications		1,539		90	333	1,962
540	Travel and Meetings		27,458	7,383		1,274	36,115
570	Printing and Binding		1,578	1,602			3,180
580	Insurance and Bond Premiums						0
590	Maintenance and Repair Services		11,536	504	608		12,648
610	Rentals		326			401	727
630	Advertising						0
640	Dues and Fees		3,362	1,243	848		5,453
650	Professional and Staff Development		4,398	1,457	445,984		451,839
680	Information Technology Services		657	46,772	4,406		51,835
	Total Services	0	51,619	79,543	472,534	74,924	678,620
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies		28,229	43,000	8,467		79,696
740	Curricular and Media Materials		31,954	191,772	29,006		252,732
760	Minor Equipment		4,162	886	925		5,973
780	Information Technology Equipment		11,001	13,439	5,684		30,124
	Total Supplies, Materials and Minor Equipment	0	75,346	249,097	44,082	0	368,525
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
	Total Transfers					0	0
TOTALS		317,851	657,062	3,215,110	1,506,840	281,224	5,978,087

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700
For the Year Ended June 30, 2008

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	125,666					125,666
350	Instructional - Other						0
360	Technical, Specialized and Service		1,633,839			56,067	1,689,906
370	Secretarial, Clerical and Other	96,385					96,385
390	Information Technology						0
	Total Salaries	222,051	1,633,839		0	56,067	1,911,957
4XX EMPLOYEES BENEFITS AND ALLOWANCES							
		24,895	240,806			8,126	273,827
5-6XX SERVICES							
510	Professional, Technical and Specialized		3,487				3,487
520	Communications	7,041	196				7,237
540	Travel and Meetings	7,139					7,139
550	Transportation of Pupils		52,011	36,452		11,741	100,204
580	Insurance and Bond Premiums		44,248				44,248
590	Maintenance and Repair Services	945	26,785				27,730
610	Rentals						0
630	Advertising						0
640	Dues and Fees	60					60
650	Professional and Staff Development	4,693					4,693
680	Information Technology Services						0
	Total Services	19,878	126,727	36,452	0	11,741	194,798
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	3,133	471,736			17,064	491,933
740	Curricular and Media Materials		56				56
760	Minor Equipment	55	2,304				2,359
780	Information Technology Equipment	1,019					1,019
	Total Supplies, Materials and Minor Equipment	4,207	474,096		0	17,064	495,367
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
TOTALS		271,031	2,475,468	36,452	0	92,998	2,875,949

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800
For the Year Ended June 30, 2008

OPERATIONS AND MAINTENANCE		10	20	50	70	80	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUNDS	
3XX	SALARIES						
320	Executive, Managerial and Supervisory	459,373					459,373
360	Technical, Specialized and Service		6,720,036		74,201		6,794,237
370	Secretarial, Clerical and Other	81,882					81,882
390	Information Technology						0
	Total Salaries	541,255	6,720,036	0	74,201	0	7,335,492
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	66,330	980,051		9,809		1,056,190
5-6XX	SERVICES						
510	Professional, Technical and Specialized	255	467,398		1,313	15,842	484,808
520	Communications	8,781	65,544		1,756		76,081
530	Utility Services		3,183,797		93,293		3,277,090
540	Travel and Meetings	37,996	974				38,970
580	Insurance and Bond Premiums		254,937				254,937
590	Maintenance and Repair Services	1,835	2,077,324	724,874	49,000	372,649	3,225,682
610	Rentals		20,629				20,629
620	Property Taxes		88,604		169,139		257,743
630	Advertising	3,123					3,123
640	Dues and Fees	656	356				1,012
650	Professional and Staff Development	7,135	618				7,753
680	Information Technology Services		134,535				134,535
	Total Services	59,781	6,294,716	724,874	314,501	388,491	7,782,363
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	6,619	1,053,038	15,634	10,409		1,085,700
740	Curricular and Media Materials						0
760	Minor Equipment	143	74,409		403		74,955
780	Information Technology Equipment	41					41
	Total Supplies, Materials and Minor Equipment	6,803	1,127,447	15,634	10,812	0	1,160,696
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	674,169	15,122,250	740,508	409,323	388,491	17,334,741

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

For the Year Ended June 30, 2008

Transfers To Capital Fund

Category "D" School Buildings

Bus Reserve

-

Bus Purchases

569,239

Other: Debenture Debt Repayment

591,782

Equipment

92,291

Capital Projects

720,329

Capital Lease Payments

1,987,471

3,961,112

Less: Transfers From Capital Fund

-

0

Net Transfers To (From) Capital Fund

3,961,112

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	-	-
Short Term Investments	-	-
Due from - Provincial Government	975,346	1,068,341
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	188,513	1,906,283
Accounts Receivable	3,600	6,343
Accrued Investment Income	-	-
	<u>1,167,459</u>	<u>2,980,967</u>
Liabilities		
Overdraft	572,755	1,945,483
Accounts Payable	65,359	170,699
Accrued Liabilities	5,196	9,424
Accrued Interest Payable	975,346	1,042,777
Due to - Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	596,989	634,377
Debenture Debt	28,474,194	29,774,336
Other Borrowings	6,678,951	7,303,276
	<u>37,368,790</u>	<u>40,880,372</u>
Net Debt	<u>(36,201,331)</u>	<u>(37,899,405)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>49,754,838</u>	<u>49,921,822</u>
Accumulated Surplus / Equity *	<u>13,553,507</u>	<u>12,022,417</u>
* Comprised of:		
Reserve Accounts	188,513	188,513
Equity in Tangible Capital Assets	<u>13,364,994</u>	<u>11,833,904</u>
	<u>13,553,507</u>	<u>12,022,417</u>

CAPITAL FUND
SCHEDULE OF REVENUE, EXPENSES
AND ACCUMULATED SURPLUS

For the Year Ended June 30

	2008	2007
Revenue		
Provincial Government		
Grants	4,509	27,631
Debt Servicing - Principal	2,468,241	2,875,153
- Interest	2,078,007	3,390,989
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	86,708	74,582
Gain / (Loss) on Disposal of Capital Assets	9,526	1,319
AST Adjustment on Leases	5,663	-
	5,663	-
	4,652,654	6,369,674
Expenses		
Amortization	4,652,488	4,170,373
Debenture Debt Interest	2,285,478	3,390,989
Other Interest	234,150	516,666
Other Capital Items	41,600	96,737
	7,213,716	8,174,765
Current Year Surplus / (Deficit)	(2,561,062)	(1,805,091)
Net Transfers from (to) Operating Fund	3,961,112	7,524,303
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	1,400,050	5,719,212
Opening Accumulated Surplus / Equity	12,022,417	95,379,240
Adjustments:		
Tangible Capital Assets and Accum. Amortization	-	(85,182,195)
Adjustment to TCA Schedule for 2006/07	131,040	(3,893,840)
Opening Accumulated Surplus / Equity as adjusted	12,153,457	6,303,205
Closing Accumulated Surplus / Equity	13,553,507	12,022,417

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2008

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2008 Totals	2007 Totals
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	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	132,714,380
Adjustments	-	-	-	-	-	-	-	-	-	-	(24,401,089)
Opening Cost adjusted	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	108,313,291
Add:											
Additions during the year	1,904,316	-	562,873	-	396,560	1,417,963	-	-	203,792	4,485,504	6,569,189
Less:											
Disposals and write downs	-	-	251,113	12,898	-	-	-	-	-	264,011	136,614
Closing Cost	92,774,459	6,199,351	4,985,475	293,982	2,724,487	7,448,955	1,878,287	2,026,741	635,622	118,967,359	114,745,866
Accumulated Amortization											
Opening, as previously reported	56,028,812	1,907,875	2,619,270	204,052	855,247	3,107,451	-	101,337	-	64,824,044	-
Adjustments	-	-	-	-	-	-	-	-	-	-	60,781,106
Opening adjusted	56,028,812	1,907,875	2,619,270	204,052	855,247	3,107,451	-	101,337	-	64,824,044	60,781,106
Add:											
Current period Amortization	2,201,134	215,222	365,681	34,822	407,129	1,225,826	-	202,674	-	4,652,488	4,170,373
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	251,113	12,898	-	-	-	-	-	264,011	127,435
Closing Accumulated Amortization	58,229,946	2,123,097	2,733,838	225,976	1,262,376	4,333,277	-	304,011	-	69,212,521	64,824,044
Net Tangible Capital Asset	34,544,513	4,076,254	2,251,637	68,006	1,462,111	3,115,678	1,878,287	1,722,730	635,622	49,754,838	49,921,822
Proceeds from Disposal of Capital Assets	-	-	7,299	2,227	-	-	-	-	-	9,526	10,498

* Includes network infrastructure.

SPECIAL PURPOSE FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	1,851,254	1,654,529
Short Term Investments	-	-
GST Receivable	-	-
Accrued Investment Income	-	-
Other Investments	-	-
	<u>1,851,254</u>	<u>1,654,529</u>
Liabilities		
School Generated Funds Liability	1,581,828	1,399,420
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	<u>1,581,828</u>	<u>1,399,420</u>
Accumulated Surplus *	<u>269,426</u>	<u>255,109</u>
* Comprised of:		
School Generated Funds Accumulated Surplus	269,426	255,109
Other Funds Accumulated Surplus	-	-
	<u>269,426</u>	<u>255,109</u>

SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

	2008	2007
Revenue		
School Generated Funds	1,029,519	1,000,281
Other Funds	-	-
	-	-
	1,029,519	1,000,281
Expenses		
School Generated Funds	1,015,202	959,762
Other Funds	-	-
	-	-
	1,015,202	959,762
Current Year Surplus (Deficit)	14,317	40,519
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	14,317	40,519
Opening Accumulated Surplus	255,109	-
Adjustments: School Generated Funds	-	214,590
Other Funds	-	-
Opening Accumulated Surplus as adjusted	255,109	214,590
Closing Accumulated Surplus	269,426	255,109

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

ENROLMENTS BY PROGRAM		F.T.E. Enrolment September 30, 2007
REGULAR INSTRUCTION		
English Language - Single Track		9,954.5
Francais - Single Track		-
French Immersion - Single Track		1,067.5
Dual Track		
- English Language	3,162.0	
- Francais	-	
- French Immersion	1,327.0	
- Other Bilingual	<u>509.5</u>	4,998.5
Senior Years Technology Education		<u>452.0</u>
 TOTAL REGULAR INSTRUCTION		 16,472.5
 STUDENT SUPPORT SERVICES : Special Placement		 <u>155.0</u>
 TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		 <u><u>16,627.5</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS	3,284
TOTAL KILOMETERS - LOG BOOK	1,091,505
TOTAL KILOMETERS - BUS ROUTES	952,518
LOADED KILOMETERS	494,010

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

September 30, 2007

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	67.75	2.00	1.74	1.75	12.50	2.00	2.00	7.00	96.74
330	Instructional - Teaching	936.66	134.96	6.25	2.00		36.63			1,116.50
350	Instructional - Other	21.88	344.42				35.00			401.30
360	Technical, Specialized And Service	10.00	1.00		5.00	9.50	12.00	71.13	177.12	285.75
370	Secretarial, Clerical And Other	77.60	5.50	2.00	1.50	28.32	3.00	3.00	2.00	122.92
380	Clinician		4.00							4.00
390	Information Technology	12.00				3.00				15.00
TOTALS (excluding Trustees)		1,125.89	491.88	9.99	10.25	53.32	88.63	76.13	186.12	2,042.21

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

Administration Costs

Divisional Administration, Function 500	4,492,075
Curriculum Consulting & Development Administration, Program 605	317,851
Transportation Administration, Program 710	271,031
Operations & Maintenance Administration, Program 810	674,169
Sub-total	5,755,126
Less: Liability Insurance	52,679
Administration portion of self-funded expenses (see below)	407,226 *
	<u>5,295,221 (A)</u>

Expense Base

Total Operating Expenses	147,766,887
Plus: Transfers to Capital	3,961,112
Less: Adult Learning Centres, Function 300	870,227
	<u>150,857,772 (B)</u>

Percentage (A) / (B)

3.5%

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

International Student Programs

Expenses (1)	
Instructional	367,699
Administration (deducted above)	407,226 *
Other: Homestay/Medical Insurance	722,795
	<u>-</u>
	<u>1,497,720</u>
Associated Revenue ⁽²⁾	<u>2,039,500</u>

Self-Administered Pension Plans

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

(1) Incremental costs of the program.

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

1. Nature of Organization and Economic Dependence

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

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

2. Significant Accounting Policies

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

a) Reporting Entity and Consolidation

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

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

b) Trust funds

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

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

c) Basis of Accounting

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

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.

2. Significant Accounting Policies (continued)

e) School Generated Funds

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

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

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

f) Tangible Capital Assets

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

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

Buildings are recorded at historical cost when known. For buildings acquired prior to June 30, 2005 where the actual cost was not known, the replacement value for insurance purposes as at June 30, 2005 was regressed to the date of acquisition using a regression index based on Southam and CanaData construction cost indices.

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:

2. Significant Accounting Policies (continued)

f) Tangible Capital Assets (continued)

<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.

g) Employee Future Benefits

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

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.

h) Capital Reserve

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

**RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2008**

2. Significant Accounting Policies (continued)

i) Use of Estimates

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

j) Financial Instruments

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.

3. 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 \$575,000 (2007 - \$228,000). Overdrafts are secured by a Borrowing By-law.

4. Employee Future Benefits

An employee future benefit liability of \$151,925 (2007 - \$118,441) has been accrued as at June 30, 2008 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, 2008, the employer contributions to MAST amounted to \$1,794,872 (2007 - \$1,641,991). This amount has been expensed in the Division's financial statements for the year ended June 30, 2008.

5. 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 are performed. The following is a breakdown of the account balance:

	<u>Balance as at June 30, 2007</u>	<u>Additions in the period</u>	<u>Revenue Recognized in the period</u>	<u>Balance as at June 30, 2008</u>
Province of Manitoba – EPTC*	\$ 6,828,471	\$ 7,838,398	\$ 6,828,471	\$ 7,838,398
Province of Manitoba - Other	189,687	454,449	390,913	253,223
Tuition Fees	221,880	555,301	221,880	555,301
Donated Capital Assets	634,377	49,321	86,709	596,989
Miscellaneous	74,384	233,287	223,294	84,377
	\$ 7,948,799	\$ 9,130,756	\$ 7,751,267	\$ 9,328,288

*EPTC = Education Property Tax Credit

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2008

6. 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 \$1,581,828 (2007 - \$1,399,420).

7. Debenture Debt

The debenture debt of the Division is in the form of ten or 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, 2008, 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
2009	\$ 3,025,603	\$ 2,174,363	\$ 5,199,966
2010	2,772,485	1,915,269	4,687,754
2011	2,274,722	1,689,412	3,964,134
2012	2,043,073	1,508,396	3,551,469
2013	2,045,936	1,359,470	3,405,406
	\$ 12,161,819	\$ 8,646,910	\$ 20,808,729

The fair value of the debenture debt is approximately \$31,881,966.

8. 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 2009 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
2009	\$ 1,489,189	\$ 146,282	\$ 1,635,471
2010	1,127,821	89,024	1,216,845
2011	845,505	49,054	894,559
2012	472,395	18,078	490,473
2013	14,627	517	15,144
	\$ 3,949,537	\$ 302,955	\$ 4,252,492

The fair value of obligations under capital lease is approximately \$3,849,000.

9. 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 \$3,971 (2007 - \$2,930). 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, 2008 are \$8,673,146, \$4,949,259 and \$3,723,887 respectively.

**RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2008**

10. Accumulated Surplus

The consolidated accumulated surplus is comprised of the following:

	<u>2008</u>	<u>2007</u>
Operating Fund		
Designated Surplus	\$ 2,602,300	\$ 3,388,383
Undesignated Surplus	4,313,920	2,604,133
	<u>6,916,220</u>	<u>5,992,516</u>
Capital Fund		
Reserve Accounts	188,513	188,513
Equity in Tangible Capital Assets	13,364,994	11,833,904
	<u>13,553,507</u>	<u>12,022,417</u>
Special Purpose Fund		
School Generated Funds	269,426	255,109
Other Special Purpose Funds	-	-
	<u>269,426</u>	<u>255,109</u>
Total Accumulated Surplus	\$ 20,739,153	\$ 18,270,042

An adjustment was required to Accumulated Surplus related to the correction of a prior period error associated with the calculation of the 2006/2007 capital lease obligation. The correction resulted in a reduction in the capital lease obligation and an increase to Accumulated Surplus of \$131,040.

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>2008</u>	<u>2007</u>
Board approved appropriation by motion	\$ 1,627,849	\$ 2,184,077
School budget carryovers by board policy	974,451	1,204,306
Designated surplus	\$ 2,602,300	\$ 3,388,383

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>2008</u>	<u>2007</u>
Other reserve	\$ 188,513	\$ 188,513
Bus reserve	-	-
Capital reserve	\$ 188,513	\$ 188,513

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

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2008

11. 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 2007 tax year and 60% from 2008 tax year. Below are the related revenue and receivable amounts:

	<u>2008</u>	<u>2007</u>
Revenue-Municipal Government-Property Tax	\$ 44,930,541	\$ 45,101,908
Receivable-Due from Municipal-Property Tax	\$ 26,746,254	\$ 26,288,059

12. Interest Received and Paid

The Division received interest during the year of \$305,556 (2007 - \$297,107).

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

	<u>2008</u>	<u>2007</u>
Operating Fund		
Fiscal-short term loan, interest and bank charges	\$ 78,216	\$ 74,887
Capital Fund		
Debenture debt interest	2,285,478	3,390,989
Interest on obligation under capital lease	211,247	169,849
Other interest	22,903	346,817
Total Accumulated Surplus	\$ 2,597,844	\$ 3,982,542

The accrued portion of debenture debt interest expense at June 30, 2008 of \$975,346 (2007- \$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.

13. 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 2008</u>	<u>Budget 2008</u>	<u>Actual 2007</u>
Salaries	\$ 114,576,361	\$ 113,225,534	\$ 110,969,990
Employees benefits & allowances	8,141,045	7,801,000	7,877,298
Services	14,287,624	13,891,700	13,903,530
Supplies, materials, minor equipment	7,398,951	7,840,666	7,369,463
Interest	2,597,844	2,224,170	3,982,540
School Divisions	773,735	-	691,165
Other operating expenses	55,546	209,400	64,461
Payroll tax	2,455,409	2,419,000	2,363,002
Amortization	4,652,488	-	4,170,373
Other capital items	41,600	-	95,418
School generated funds	1,015,202	-	959,762
	\$ 155,995,805	\$ 147,611,470	\$ 152,447,002

RIVER EAST TRANSCONA SCHOOL DIVISION
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2008

14. 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, 2008, the amount of this special levy was \$262,716 (2007 - \$233,442). These amounts are not included in the Division's consolidated financial statements.

15. Trust Fund

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

	<u>2008</u>	<u>2007</u>
Scholarship Funds		
Balance, beginning of year	\$ 324,606	\$ 305,572
Cash contributions received during the year	245	22,761
Interest income	12,800	12,640
Scholarships awarded	(14,805)	(16,367)
Balance, end of year	\$ 322,846	\$ 324,606
Assets		
Cash and investments	\$ 322,846	\$ 324,606

16. Comparative Figures

Certain of the prior year's comparative figures have been reclassified to conform to the current year's method of presentation.

17. Conversion to PSAB

During the 2006/07 fiscal year, the Board adopted generally accepted accounting principles established by PSAB.

The following changes were 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.