



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, 2010

TABLE OF CONTENTS

2009/2010 FINANCIAL STATEMENTS

	PAGE
AUDITOR'S REPORT	
AUDITOR'S REPORT ON ENROLMENT	
MANAGEMENT RESPONSIBILITY LETTER	
 CONSOLIDATED	
STATEMENT OF FINANCIAL POSITION	1
STATEMENT OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS	2
STATEMENT OF CHANGE IN NET DEBT	3
STATEMENT OF CASH FLOW	4
NOTES TO THE FINANCIAL STATEMENTS	
ANALYSIS OF CONSOLIDATED ACCUMULATED SURPLUS	5
OPERATING FUND	
SCHEDULE OF FINANCIAL POSITION	6
SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS	7
REVENUE DETAIL: PROVINCE OF MANITOBA	8 - 9
REVENUE DETAIL: NON-PROVINCIAL GOVERNMENT SOURCES	10
EXPENSE BY FUNCTION AND BY OBJECT	11
EXPENSE DETAIL	
- Function 100: Regular Instruction	12
- Function 200: Student Support Services	13
- Function 300: Adult Learning Centres	14
- Function 400: Community Education and Services	15
- Function 500: Divisional Administration	16
- Function 600: Instructional and Other Support Services	17
- Function 700: Transportation of Pupils	18
- Function 800: Operations and Maintenance	19
DETAIL OF TRANSFERS TO (FROM) CAPITAL FUND	20
CAPITAL FUND	
SCHEDULE OF FINANCIAL POSITION	21
SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS	22
SCHEDULE OF TANGIBLE CAPITAL ASSETS	23
SCHEDULE OF RESERVE ACCOUNTS	24
SPECIAL PURPOSE FUND	
SCHEDULE OF FINANCIAL POSITION	25
SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS	26
<hr/>	
STUDENT ENROLMENTS (FRAME) AND TRANSPORTATION STATISTICS (unaudited)	27
FULL TIME EQUIVALENT PERSONNEL (unaudited)	28
CALCULATION OF ADMINISTRATION COSTS (audited)	29
CALCULATION OF ALLOWABLE AND UNSUPPORTED EXPENSES	30 - 32

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, 2010 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
Capital Fund – Schedule of Revenue, Expenses and Accumulated Surplus
Capital Fund – Schedule of Tangible Capital Assets
Capital Fund – Schedule of Capital 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 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, 2010 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 audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in the other statements and reports is presented for purposes of additional analysis and is not a required part of basic financial statements. Such supplementary information has been subjected to the auditing

procedures applied in the audit of the basic financial statements and in, our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole. Budgeted figures provided for information purposes are unaudited.

Our opinion on these financial statements does not extend to any budget information contained therein.

Deloitte & Touche LLP

Chartered Accountants

Winnipeg, Manitoba
October 15, 2010

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.

Oct 19, 2010
Date

Robert J. Fraser
Chairperson

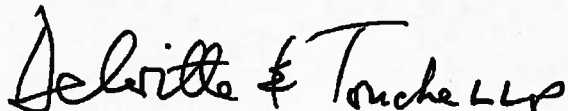
AUDITORS' SUPPLEMENTARY REPORT

To the Board of Trustees
River East Transcona School Division

We have audited the EIS Certification and Enrolment Report (prepared in accordance with Part 1, Sections 1.1 and 1.2 of the Public Schools Enrolment and Categorical Grants Reporting for the 2009/2010 school year) of the River East Transcona School Division as at September 30, 2009. The enrolment information is the responsibility of the School's management. Our responsibility is to express an opinion on this enrolment information 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 enrolment information is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the enrolment information.

In our opinion, this report presents fairly, in all material aspects, the enrolment of the River East Transcona School Division as at September 30, 2009 in accordance with the Public Schools Enrolment and Categorical Grants Reporting for the 2009/2010 school year referred to above.



Chartered Accountants

Winnipeg, Manitoba
October 15, 2010

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

Oct 19, 2010
Date

Robert F. Fraser
Chairperson of the Board

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's 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 15, 2010

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2010	2009
	Financial Assets		
	Cash and Bank	2,475,673	1,297,578
	Short Term Investments	-	-
	Due from - Provincial Government	3,346,441	3,366,366
	- Federal Government	169,942	251,985
10	- Municipal Government	27,372,014	26,785,886
	- Other School Divisions	-	-
	- First Nations	27,637	11,375
	Accounts Receivable	208,406	140,330
	Accrued Investment Income	-	-
	Other Investments	-	-
		<u>33,600,113</u>	<u>31,853,520</u>
	Liabilities		
	Overdraft	-	-
	Accounts Payable	1,046,352	2,013,505
	Accrued Liabilities	13,643,043	12,761,493
3	Employee Future Benefits	139,170	287,575
	Accrued Interest Payable	1,157,077	993,165
	Due to - Provincial Government	7,455	4,825
	- Federal Government	11,994	11,476
	- Municipal Government	-	-
	- Other School Divisions	-	-
	- First Nations	-	-
4	Deferred Revenue	8,888,762	9,169,619
6	Debenture Debt	34,362,696	30,956,726
7	Other Borrowings	4,868,493	4,717,024
5	School Generated Funds Liability	<u>1,592,458</u>	<u>1,573,472</u>
		<u>65,717,500</u>	<u>62,488,880</u>
	Net Debt	<u>(32,117,387)</u>	<u>(30,635,360)</u>
	Non-Financial Assets		
8	Net Tangible Capital Assets (TCA Schedule)	58,434,646	53,235,732
	Inventories	-	-
	Prepaid Expenses	<u>329,838</u>	<u>377,956</u>
		<u>58,764,484</u>	<u>53,613,688</u>
9	Accumulated Surplus	<u>26,647,097</u>	<u>22,978,328</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

Notes		2010	2009
	Revenue		
	Provincial Government	117,047,339	113,328,154
	Federal Government	594	22,775
10	Municipal Government - Property Tax	46,149,115	45,126,317
	- Other	-	-
	Other School Divisions	868,719	824,780
	First Nations	41,585	54,837
	Private Organizations and Individuals	2,888,655	3,173,040
	Other Sources	335,870	413,742
	School Generated Funds	816,055	1,114,931
	Other Special Purpose Funds	-	-
		<u>168,147,932</u>	<u>164,058,576</u>
	Expenses		
	Regular Instruction	89,647,351	88,395,841
	Student Support Services	28,925,658	28,264,748
	Adult Learning Centres	1,018,592	878,954
	Community Education and Services	1,120,126	1,206,305
	Divisional Administration	4,724,067	4,560,486
	Instructional and Other Support Services	6,733,771	6,431,224
	Transportation of Pupils	2,861,741	2,770,240
	Operations and Maintenance	18,176,323	18,277,706
11	Fiscal - Interest	2,525,797	2,420,311
	- Other	2,636,615	2,596,883
	Amortization	5,188,524	4,892,279
	Other Capital Items	24,061	7,455
	School Generated Funds	896,537	1,116,969
	Other Special Purpose Funds	-	-
		<u>164,479,163</u>	<u>161,819,401</u>
	Current Year Surplus (Deficit)	<u>3,668,769</u>	<u>2,239,175</u>
	Opening Accumulated Surplus	22,978,328	20,739,153
	Adjustments: <u>Tangible Cap. Assets and Accum. Amort.</u>	-	0
	<u>Other than Tangible Cap. Assets</u>	-	0
	Opening Accumulated Surplus, as adjusted	<u>22,978,328</u>	<u>20,739,153</u>
9	Closing Accumulated Surplus	<u>26,647,097</u>	<u>22,978,328</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT'

For the Year Ended June 30, 2010

	2010	2009
Current Year Surplus (Deficit)	<u>3,668,769</u>	<u>2,239,175</u>
Amortization of Tangible Capital Assets	5,188,524	4,892,279
Acquisition of Tangible Capital Assets	(10,387,438)	(8,373,173)
(Gain) / Loss on Disposal of Tangible Capital Assets	(20,002)	(7,500)
Proceeds on Disposal of Tangible Capital Assets	<u>20,002</u>	<u>7,500</u>
	<u>(5,198,914)</u>	<u>(3,480,894)</u>
Inventories (Increase)/Decrease	-	-
Prepaid Expenses (Increase)/Decrease	<u>48,118</u>	<u>(40,237)</u>
	<u>48,118</u>	<u>(40,237)</u>
(Increase)/Decrease in Net Debt	<u>(1,482,027)</u>	<u>(1,281,956)</u>
Net Debt at Beginning of Year	(30,635,360)	(29,353,404)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>-</u>
Net Debt at Beginning of Year as Adjusted	<u>(30,635,360)</u>	<u>(29,353,404)</u>
Net Debt at End of Year	<u><u>(32,117,387)</u></u>	<u><u>(30,635,360)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2010

	2010	2009
Operating Transactions		
Current Year Surplus/(Deficit)	3,668,769	2,239,175
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	5,188,524	4,892,279
(Gain)/Loss on Disposal of Tangible Capital Assets	(20,002)	(7,500)
Employee Future Benefits Increase/(Decrease)	(148,405)	135,650
Short Term Investments (Increase)/Decrease	-	-
Due from Other Organizations (Increase)/Decrease	(500,422)	(41,216)
Accounts Receivable & Accrued Income (Increase)/Decrease	(68,076)	34,040
Inventories and Prepaid Expenses - (Increase)/Decrease	48,118	(40,237)
Due to Other Organizations Increase/(Decrease)	3,148	549
Accounts Payable & Accrued Liabilities Increase/(Decrease)	78,309	739,574
Deferred Revenue Increase/(Decrease)	(280,857)	(158,669)
School Generated Funds Liability Increase/(Decrease)	18,986	(8,356)
Adjustments Other than Tangible Cap. Assets	-	-
Cash Provided by Operating Transactions	<u>7,988,092</u>	<u>7,785,289</u>
Capital Transactions		
Acquisition of Tangible Capital Assets	(10,387,438)	(8,373,173)
Proceeds on Disposal of Tangible Capital Assets	<u>20,002</u>	<u>7,500</u>
Cash (Applied to)/Provided by Capital Transactions	<u>(10,367,436)</u>	<u>(8,365,673)</u>
Investing Transactions		
Other Investments (Increase)/Decrease	-	-
Cash Provided by (Applied to) Investing Transactions	<u>0</u>	<u>0</u>
Financing Transactions		
Debenture Debt Increase/(Decrease)	3,405,970	2,482,532
Other Borrowings Increase/(Decrease)	<u>151,469</u>	<u>(1,961,927)</u>
Cash Provided by (Applied to) Financing Transactions	<u>3,557,439</u>	<u>520,605</u>
Cash and Bank / Overdraft (Increase)/Decrease	1,178,095	(59,779)
Cash and Bank (Overdraft) at Beginning of Year	<u>1,297,578</u>	<u>1,357,357</u>
Cash and Bank (Overdraft) at End of Year	<u>2,475,673</u>	<u>1,297,578</u>

ANALYSIS OF CONSOLIDATED ACCUMULATED SURPLUS

as at June 30, 2010

Operating Fund Accumulated Surplus (Deficit)	5,283,623
Equity in Tangible Capital Assets	17,794,531
Capital Reserve Accounts	3,392,424
School Generated Funds	176,519
Other Special Purpose Funds	0
Consolidated Accumulated Surplus	26,647,097

Operating Fund Accumulated Surplus Comprised of:

Designated Surplus *[illegible]

* Includes all Board-approved surplus designations by Board Motion or, in the case of school budget carryovers, by Board policy.

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2010	2009
Financial Assets		
Cash and Bank	1,215,822	244,088
Short Term Investments	-	-
Due from		
- Provincial Government	2,189,364	2,373,201
- Federal Government	160,720	251,985
- Municipal Government	27,372,014	26,785,886
- Other School Divisions	-	-
- First Nations	27,637	11,375
- Other Funds	-	-
Accounts Receivable	208,406	109,296
Accrued Investment Income	-	-
	<u>31,173,963</u>	<u>29,775,831</u>
Liabilities		
Overdraft	-	-
Accounts Payable	740,916	1,202,815
Accrued Liabilities	13,634,811	12,505,576
Employee Future Benefits	139,170	287,575
Accrued Interest Payable	-	-
Due to		
- Provincial Government	7,455	4,825
- Federal Government	11,994	11,476
- Municipal Government	-	-
- Other School Divisions	-	-
- First Nations	-	-
- Capital Fund	3,392,424	2,088,513
Deferred Revenue	8,293,408	8,578,919
Other Borrowings	-	-
	<u>26,220,178</u>	<u>24,679,699</u>
Net Financial Assets (Net Debt)	<u>4,953,785</u>	<u>5,096,132</u>
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	329,838	377,956
	<u>329,838</u>	<u>377,956</u>
Accumulated Surplus (Deficit)	<u>5,283,623</u>	<u>5,474,088</u>

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

For the Year Ended June 30

	2010 Actual	2010 Budget	2009 Actual
Revenue			
Provincial Government	112,367,167	107,279,514	108,701,238
Federal Government	594	12,000	22,775
Municipal Government - Property Tax	46,149,115	48,786,033	45,126,317
- Other	-	-	-
Other School Divisions	868,719	290,000	824,780
First Nations	41,585	-	54,837
Private Organizations and Individuals	2,888,655	555,000	3,173,040
Other Sources	198,436	200,000	297,263
	<u>162,514,271</u>	<u>157,122,547</u>	<u>158,200,250</u>
Expenses			
Regular Instruction	89,647,351	89,105,572	88,395,841
Student Support Services	28,925,658	28,083,415	28,264,748
Adult Learning Centres	1,018,592	-	878,954
Community Education and Services	1,120,126	551,930	1,206,305
Divisional Administration	4,724,067	4,626,980	4,560,486
Instructional and Other Support Services	6,733,771	7,117,229	6,431,224
Transportation of Pupils	2,861,741	3,023,800	2,770,240
Operations and Maintenance	18,176,323	19,545,221	18,277,706
Fiscal	2,698,358	2,779,000	2,651,568
	<u>155,905,987</u>	<u>154,833,147</u>	<u>153,437,072</u>
Current Year Surplus (Deficit)	6,608,284	2,289,400	4,763,178
Net Transfers from (to) Capital Fund	(6,798,749)	(2,289,400)	(6,205,310)
Transfers from Special Purpose Funds	-	-	-
Net Current Year Surplus (Deficit)	<u>(190,465)</u>	<u>0</u>	<u>(1,442,132)</u>
Opening Accumulated Surplus (Deficit)	5,474,088		6,916,220
Adjustments:	-		-
	-		-
Opening Accumulated Surplus (Deficit), as adjusted	<u>5,474,088</u>		<u>6,916,220</u>
Closing Accumulated Surplus (Deficit)	<u>5,283,623</u>		<u>5,474,088</u>

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

For the Year Ended June 30, 2010

Funding of Schools Program

Base Support

Instructional Support	31,019,497	
Additional Instructional Support for Small Schools	-	
Sparsity	-	
Curricular Materials	965,838	
Information Technology	724,379	
Library Services	1,480,952	
Student Services	5,265,405	
Counselling and Guidance	1,319,979	
Professional Development	732,318	
Physical Education	392,250	
Occupancy	7,050,330	48,950,948

Categorical Support

Transportation	1,708,031	
Board and Room	-	
Special Needs: Coordinator/Clinician	1,126,811	
Special Needs: Level II	4,126,464	
Special Needs: Level III	3,547,752	
Senior Years Technology Education	1,010,130	
English as an Additional Language	412,135	
Aboriginal Academic Achievement	520,000	
Heritage Language	67,798	
French Language Programs	648,050	
Small Schools	-	
Enrolment Change Support	756,432	
Northern Allowance	-	
Early Childhood Development	136,675	
Early Literacy Intervention	567,300	
Early Numeracy	76,005	
Experiential Learning	49,291	
Education for Sustainable Development	29,400	14,782,274

Equalization

18,003,061

Additional Equalization

3,149,449

Amalgamated School Division Guarantee

-

Adjustment for Days Closed

-

Formula Guarantee

-

Other Program Support

School Buildings Support: "D" Projects	468,660	
Technology Education Equipment Replacement	199,500	
Technical Vocational Initiative - Equipment Upgrade	39,686	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	7,968	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	715,814

85,601,546

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

For the Year Ended June 30, 2010

Other Department of Education

Non-Resident	-	
Special Needs	-	
Institutional Programs	-	
Nursing Supports (URIS)	146,056	
Substitute Fees	-	
General Support Grant	2,591,686	
Education Property Tax Credit	20,963,396	
Tax Incentive Grant	633,718	
Technical Vocational Initiative Demonstration Project	-	
Class Size Fund	-	
Community Schools	48,720	
Healthy Schools Initiative	55,293	
Other: Shared Services Agreement	180,167	
Special Funding Agreement-John G Stewart	475,000	
Provincial Exam Marking	34,986	
French Language Revitalization	55,020	
School Initiated Projects	53,738	
		25,237,780

Other Provincial Government Departments

English as an Additional Language (Adults)	-	
Driver Training	-	
Employment Programs	-	
Adult Learning Centres	981,340	
Other: Lighthouse Project	34,327	
Healthy Child	212,032	
Manitoba Intergration of Immigrants	238,757	
Green Manitoba	61,385	
		1,527,841

Funding of Schools Program (previous page)	85,601,546
---	-------------------

TOTAL PROVINCIAL GOVERNMENT REVENUE	112,367,167
--	--------------------

OPERATING FUND - REVENUE DETAIL **NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2010

Federal Government

Tuition Fees	-
Transportation of Pupils	-
French Language Monitor	594
Other:	-

594

Municipal Government

Special Requirement	67,746,229
Less: Education Property Tax Credit	(20,963,396)
Less: Tax Incentive Grant	(633,718)
Other:	-

46,149,115

46,149,115

Other School Divisions

Transfer Fees	868,719
Residual Fees	-
Transportation of Pupils	-
Other:	-

868,719

First Nations

Tuition Fees	41,585
Transportation of Pupils	-
Other:	-

41,585

Private Organizations and Individuals

Regular Tuition	1,646
International Tuition	1,976,546
Continuing Education	329,484
Driver Education	
Other Tuition:	Adult Education / Summer School
Food Service	58,783
Other:	252,806
	Vocational Shops
	70,557
	Building Rentals
	103,928
	Transportation User Fees
	94,905

2,888,655

Other Sources

Interest	23,143
Donations	15,786
Other:	School Initiated Projects
	60,550
	Sundry
	98,957

198,436

TOTAL NON-PROVINCIAL GOVERNMENT REVENUE

50,147,104

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	2010 TOTALS	2009 TOTALS
	Regular Instruction	Student Support Services	Adult Learning Centres	Education and Services	Divisional Administration	Instructional and Other Support Services	Transportation of Pupils	Operations and Maintenance	Fiscal 0		
Salaries	78,144,039	25,892,255	816,917	841,462	3,063,676	5,118,305	2,001,072	8,024,576		123,902,302	121,093,972
Employees Benefits and Allowances	4,256,422	2,155,631	59,359	63,076	343,531	368,023	277,688	1,086,872		8,610,602	8,399,788
Services	1,950,251	604,191	104,885	129,325	928,489	828,762	156,886	7,879,330		12,582,119	12,670,075
Supplies, Materials and Minor Equipment	4,778,793	268,590	37,431	86,263	374,021	418,681	426,095	1,185,545		7,575,419	8,087,605
Interest and Bank Charges									61,743	61,743	54,685
Bad Debt Expense										0	0
Transfers	517,846	4,991	-	-	14,350	-	-	-	(PAYROLL TAX) 2,636,615	3,173,802	3,130,947
TOTALS	89,647,351	28,925,658	1,018,592	1,120,126	4,724,067	6,733,771	2,861,741	18,176,323	2,698,358	155,905,987	153,437,072

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2010

REGULAR INSTRUCTION		10	SINGLE TRACK SCHOOLS *			80	90	TOTALS
			20	50	70			
CODE	OBJECT \ PROGRAM	ADMINISTRATION	ENGLISH LANGUAGE	FRANÇAIS	FRENCH IMMERSION	DUAL TRACK SCHOOLS **	SENIOR YEARS TECHNOLOGY EDUCATION	
3XX SALARIES								
320	Executive, Managerial and Supervisory	6,572,160						6,572,160
330	Instructional - Teaching	11,114	38,835,828		4,521,278	20,880,322	2,500,791	66,749,333
350	Instructional - Other		563,724		26,439	502,479	45,198	1,137,840
360	Technical, Specialized and Service	93,606	162,531			8,896	155,717	420,750
370	Secretarial, Clerical and Other	2,752,029						2,752,029
390	Information Technology	511,927						511,927
	Total Salaries	9,940,836	39,562,083	0	4,547,717	21,391,697	2,701,706	78,144,039
4XX EMPLOYEES BENEFITS AND ALLOWANCES		643,669	2,220,360		207,201	1,049,079	136,113	4,256,422
5-6XX SERVICES								
510	Professional, Technical and Specialized	2,100	265,205		10,197	66,623	4,298	348,423
520	Communications	269,007	2,817		171	678		272,673
540	Travel and Meetings	12,009	117,044		3,485	15,123	118	147,779
560	Tuition							0
570	Printing and Binding	496	6,172		2,231	10,765	150	19,814
580	Insurance and Bond Premiums						594	594
590	Maintenance and Repair Services	4,387	522,129		38,534	157,263	32,878	755,191
610	Rentals		5,190			130		5,320
630	Advertising					148		148
640	Dues and Fees		28,465		6,198	82,320	459	117,442
650	Professional and Staff Development							0
680	Information Technology Services	8,630	181,517		26,765	65,955		282,867
	Total Services	296,629	1,128,539	0	87,581	399,005	38,497	1,950,251
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies	2,375	1,585,924		57,549	334,727	445,972	2,426,547
740	Curricular and Media Materials		971,018		106,941	311,881	23,246	1,413,086
760	Minor Equipment	2,754	457,843		21,169	115,612	130,102	727,480
780	Information Technology Equipment	3,231	128,700		16,941	61,566	1,242	211,680
	Total Supplies, Materials and Minor Equipment	8,360	3,143,485	0	202,600	823,786	600,562	4,778,793
96X-99 TRANSFERS								
960	School Divisions		421,200		83,002	3,900	5,499	513,601
980	Organizations and Individuals		4,245					4,245
	Total Transfers	0	425,445	0	83,002	3,900	5,499	517,846
TOTALS		10,889,494	46,479,912	0	5,128,101	23,667,467	3,482,377	89,647,351

* 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, 2010

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	213,428		100,778					314,206
330	Instructional - Teaching	258,324			864,547	1,593,311	6,223,016	2,374,345	11,313,543
350	Instructional - Other				2,312,531	7,734,760	1,792,621		11,839,912
360	Technical, Specialized and Service								0
370	Secretarial, Clerical and Other	199,067		13,278					212,345
380	Clinician			2,212,249					2,212,249
390	Information Technology								0
	Total Salaries	670,819	0	2,326,305	3,177,078	9,328,071	8,015,637	2,374,345	25,892,255
4XX EMPLOYEES BENEFITS AND ALLOWANCES									
		42,388		114,147	354,731	1,040,947	501,989	101,449	2,155,631
5-6XX SERVICES									
510	Professional, Technical and Specialized	120		248,714	230,441	322	9,255		488,852
520	Communications	11,087		6,144			280		17,511
540	Travel and Meetings	170		28,989	446	794	31,889		62,288
560	Tuition								0
570	Printing and Binding			558	9	2,737	4,180		7,484
580	Insurance and Bond Premiums								0
590	Maintenance and Repair Services	5,091		7,072	4,404		2,983	508	20,058
610	Rentals								0
630	Advertising								0
640	Dues and Fees	3,584				503			4,087
650	Professional and Staff Development			208					208
680	Information Technology Services			163		3,540			3,703
	Total Services	20,052	0	291,848	235,300	7,896	48,587	508	604,191
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT									
710	Supplies	10,156		23,808	5,696	32,110	23,091	1,148	96,009
740	Curricular and Media Materials	547		10,830	17,245	40,492	37,662	334	107,110
760	Minor Equipment	554		8,884	88	19,063	21,448	1,226	51,263
780	Information Technology Equipment			7,432	1,790	4,986			14,208
	Total Supplies, Materials and Minor Equipment	11,257	0	50,954	24,819	96,651	82,201	2,708	268,590
96X-99 TRANSFERS									
960	School Divisions				4,991				4,991
980	Organizations and Individuals								0
	Total Transfers	0		0	4,991	0			4,991
TOTALS		744,516	0	2,783,254	3,796,919	10,473,565	8,648,394	2,479,010	28,925,658

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

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300

For the Year Ended June 30, 2010

ADULT LEARNING CENTRES		10	20	TOTALS
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	
3XX SALARIES				
320	Executive, Managerial and Supervisory	124,970		124,970
330	Instructional - Teaching		611,819	611,819
350	Instructional - Other			0
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	79,147	981	80,128
390	Information Technology			0
	Total Salaries	204,117	612,800	816,917
4XX EMPLOYEES BENEFITS AND ALLOWANCES				
		27,141	32,218	59,359
5-6XX SERVICES				
510	Professional, Technical and Specialized		39,390	39,390
520	Communications		7,993	7,993
530	Utility Services			0
540	Travel and Meetings		1,389	1,389
560	Tuition			0
570	Printing and Binding		598	598
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		4,684	4,684
610	Rentals		49,206	49,206
620	Property Taxes			0
630	Advertising		368	368
640	Dues and Fees			0
650	Professional and Staff Development			0
680	Information Technology Services		1,257	1,257
	Total Services	0	104,885	104,885
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT				
710	Supplies		11,775	11,775
740	Curricular and Media Materials		3,139	3,139
760	Minor Equipment		17,482	17,482
780	Information Technology Equipment		5,035	5,035
	Total Supplies, Materials and Minor Equipment	0	37,431	37,431
96X-99 TRANSFERS				
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge			0
	Total Transfers	0	0	0
TOTALS		231,258	787,334	1,018,592

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400
For the Year Ended June 30, 2010

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	68,502	9,664		70,851	149,017
330	Instructional - Teaching	72,820	51,592		3,163	127,575
350	Instructional - Other			19,370		19,370
360	Technical, Specialized and Service			251,417	29,784	281,201
370	Secretarial, Clerical and Other	62,467		154,728	47,104	264,299
380	Clinician					0
390	Information Technology					0
Total Salaries						
		203,789	61,256	425,515	150,902	841,462
4XX EMPLOYEES BENEFITS AND ALLOWANCES						
		20,531	3,383	31,343	7,819	63,076
5-6XX SERVICES						
510	Professional, Technical and Specialized	56,534		2,759	250	59,543
520	Communications	7,663	204	2,899	4,834	15,600
540	Travel and Meetings	2,374	39	10,065	7,250	19,728
570	Printing and Binding	34		30	2,811	2,875
590	Maintenance and Repair Services	6,047	1,800	996	1,707	10,550
610	Rentals				152	152
630	Advertising	18,292				18,292
640	Dues and Fees	415	34		322	771
650	Professional and Staff Development			1,814		1,814
680	Information Technology Services					0
Total Services						
		91,359	2,077	18,563	17,326	129,325
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	1,444	1,196	37,735	24,153	64,528
740	Curricular and Media Materials	5,878		593	300	6,771
760	Minor Equipment	11,667		1,039		12,706
780	Information Technology Equipment			2,151	107	2,258
Total Supplies, Materials and Minor Equipment						
		18,989	1,196	41,518	24,560	86,263
96X-99 TRANSFERS						
980	Organizations and Individuals					0
Total Transfers						
		0	0	0	0	0
TOTALS						
		334,668	67,912	516,939	200,607	1,120,126

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2010

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	168,303				168,303
320	Executive, Managerial and Supervisory		567,037	617,569	106,530	1,291,136
360	Technical, Specialized and Service		326,659	94,463		421,122
370	Secretarial, Clerical and Other		229,976	669,821	67,207	967,004
390	Information Technology				216,111	216,111
	Total Salaries	168,303	1,123,672	1,381,853	389,848	3,063,676
4XX EMPLOYEES BENEFITS AND ALLOWANCES						
5-6XX	SERVICES	2,978	76,880	225,086	38,587	343,531
510	Professional, Technical and Specialized	1,651	57,468	92,908	27,088	179,115
520	Communications	446	3,564	45,801	1,695	51,506
540	Travel and Meetings	30,702	25,272	4,255	1,919	62,148
570	Printing and Binding		19,723	2,584	34	22,341
580	Insurance and Bond Premiums			61,200		61,200
590	Maintenance and Repair Services	723	4,404	45,259	762	51,148
610	Rentals		484	1,420		1,904
630	Advertising	1,061	22,187	284		23,532
640	Dues and Fees	102,286	14,966	21,767	838	139,857
650	Professional and Staff Development	13,385	15,430	10,900	16,083	55,798
680	Information Technology Services	3,609		130	276,201	279,940
	Total Services	153,863	163,498	286,508	324,620	928,489
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	75	20,083	101,442	4,089	125,689
740	Curricular and Media Materials		42,175	1,599	19,254	63,028
760	Minor Equipment		10,307	13,684	5,546	29,537
780	Information Technology Equipment		3,181	1,657	150,929	155,767
	Total Supplies, Materials and Minor Equipment	75	75,746	118,382	179,818	374,021
96X-99 TRANSFERS						
960	School Divisions					0
980	Organizations and Individuals	12,750	1,600			14,350
999	Recharge					0
	Total Transfers	12,750	1,600	0		14,350
TOTALS		337,969	1,441,396	2,011,829	932,873	4,724,067

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2010

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	221,664					221,664
330	Instructional - Teaching		487,187	1,762,759	975,579	84,142	3,309,667
350	Instructional - Other			1,035,789	2,998	419	1,039,206
360	Technical, Specialized and Service			290,257		125,683	415,940
370	Secretarial, Clerical and Other	109,645	5,731	15,098	1,354		131,828
390	Information Technology						0
	Total Salaries	331,309	492,918	3,103,903	979,931	210,244	5,118,305
4XX EMPLOYEES BENEFITS AND ALLOWANCES		20,162	19,466	271,603	42,353	14,439	368,023
5-6XX SERVICES							
510	Professional, Technical and Specialized		182	17,066	59,459	78,938	155,645
520	Communications		2,520			350	2,870
540	Travel and Meetings		26,208	7,323		1,135	34,666
570	Printing and Binding		226	21	29		276
580	Insurance and Bond Premiums						
590	Maintenance and Repair Services		9,956	713	523	12,503	12,503
610	Rentals			325			11,192
630	Advertising						325
640	Dues and Fees		2,719	8,368	2,744		13,831
650	Professional and Staff Development		2,875		525,539		528,414
680	Information Technology Services		149	68,891			69,040
	Total Services	0	44,835	102,707	588,294	92,926	828,762
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies		30,212	54,760	12,823		97,795
740	Curricular and Media Materials		60,327	193,107	36,193		289,627
760	Minor Equipment		4,467	9,314	4,590		18,371
780	Information Technology Equipment		3,144	6,725	3,019		12,888
	Total Supplies, Materials and Minor Equipment	0	98,150	263,906	56,625	0	418,681
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
	Total Transfers					0	0
TOTALS		351,471	655,369	3,742,119	1,667,203	317,609	6,733,771

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700

For the Year Ended June 30, 2010

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	129,846					129,846
350	Instructional - Other						0
360	Technical, Specialized and Service		1,682,466			68,547	1,751,013
370	Secretarial, Clerical and Other	78,442				41,771	120,213
390	Information Technology						0
	Total Salaries	208,288	1,682,466		0	110,318	2,001,072
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	27,693	239,098			10,897	277,688
5-6XX	SERVICES						
510	Professional, Technical and Specialized		3,839				3,839
520	Communications	7,040	2,501				9,541
540	Travel and Meetings	9,386					9,386
550	Transportation of Pupils		15,200	23,925		11,450	50,575
570	Printing and Binding						0
580	Insurance and Bond Premiums		44,514				44,514
590	Maintenance and Repair Services	994	26,669				27,663
610	Rentals						0
630	Advertising						0
640	Dues and Fees	730					730
650	Professional and Staff Development	4,407	5,233				9,640
680	Information Technology Services	998					998
	Total Services	23,555	97,956	23,925	0	11,450	156,886
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		395,787				
740	Curricular and Media Materials					24,015	422,274
760	Minor Equipment	1,317	2,504				0
780	Information Technology Equipment						3,821
	Total Supplies, Materials and Minor Equipment	3,789	398,291		0	24,015	426,095
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge						0
	Total Transfers	0	0	0	0	0	0
	TOTALS	263,325	2,417,811	23,925	0	156,680	2,861,741

OPERATING FUND - EXPENSE DETAIL: FUNCTION 800

For the Year Ended June 30, 2010

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	461,184					461,184
360	Technical, Specialized and Service		7,393,275		77,632		7,470,907
370	Secretarial, Clerical and Other	92,485					92,485
390	Information Technology						0
	Total Salaries	553,669	7,393,275	0	77,632	0	8,024,576
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	71,986	1,004,537		10,349		1,086,872
5-6XX	SERVICES						
510	Professional, Technical and Specialized	199	193,490		66	11,220	204,975
520	Communications	19,734	123,850		1,787		145,371
530	Utility Services		3,306,332		98,286		3,406,618
540	Travel and Meetings	30,915	1,899				32,814
570	Printing and Binding	7					7
580	Insurance and Bond Premiums		332,531				332,531
590	Maintenance and Repair Services	1,249	2,157,851	784,334	101,010	469,371	3,513,815
610	Rentals		11,422				11,422
620	Property Taxes		99,757		118,099		217,856
630	Advertising	3,623	516				4,139
640	Dues and Fees	2,004	403				2,407
650	Professional and Staff Development	2,178					2,178
680	Information Technology Services		5,197				5,197
	Total Services	59,909	6,235,248	784,334	319,248	480,591	7,879,330
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	12,121	1,083,832	626	17,164		1,113,743
740	Curricular and Media Materials						0
760	Minor Equipment	1,211	67,933				69,144
780	Information Technology Equipment	2,658					2,658
	Total Supplies, Materials and Minor Equipment	15,990	1,151,765	626	17,164	0	1,185,545
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	701,554	15,784,825	784,960	424,393	480,591	18,176,323

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

For the Year Ended June 30, 2010

Transfers To Capital Fund

Category "D" School Buildings	-	
Bus Reserve	-	
Bus Purchases	600,422	
Other: <u>Debenture Debt Repayment</u>	588,433	
<u>Equipment and Vehicles</u>	461,602	
<u>Capital Projects</u>	720,913	
<u>Capital Lease Payments</u>	1,231,352	
<u>Capital Reserve</u>	2,000,000	
<u>Fibre Optic Network</u>	947,500	
<u>Student Management System Software</u>	248,527	
	<hr/>	6,798,749

Less: Transfers From Capital Fund

<hr/>	-	
<hr/>		
<hr/>		
<hr/>		
<hr/>	<hr/>	0

Net Transfers To (From) Capital Fund

6,798,749

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2010	2009
Financial Assets		
Cash and Bank	-	-
Short Term Investments	-	-
Due from		
- Provincial Government	1,157,077	993,165
- Federal Government	9,222	-
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	3,392,424	2,088,513
Accounts Receivable	-	31,034
Accrued Investment Income	-	-
	<u>4,558,723</u>	<u>3,112,712</u>
Liabilities		
Overdraft	509,126	787,370
Accounts Payable	305,436	810,690
Accrued Liabilities	8,232	255,917
Accrued Interest Payable	1,157,077	993,165
Due to		
- Provincial Government	-	-
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	-	-
Deferred Revenue	595,354	590,700
Debenture Debt	34,362,696	30,956,726
Other Borrowings	4,868,493	4,717,024
	<u>41,806,414</u>	<u>39,111,592</u>
Net Debt	<u>(37,247,691)</u>	<u>(35,998,880)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>58,434,646</u>	<u>53,235,732</u>
Accumulated Surplus / Equity *	<u>21,186,955</u>	<u>17,236,852</u>
* Comprised of:		
Reserve Accounts	3,392,424	2,088,513
Equity in Tangible Capital Assets	<u>17,794,531</u>	<u>15,148,339</u>
	<u>21,186,955</u>	<u>17,236,852</u>

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

For the Year Ended June 30

	2010	2009
Revenue		
Provincial Government		
Grants	-	6,749
Debt Servicing - Principal	2,479,929	2,614,868
- Interest	2,200,243	2,005,299
Federal Government	-	-
Municipal Government	-	-
Other Sources:		
Investment Income	-	-
Donations	103,296	93,531
Gain / (Loss) on Disposal of Capital Assets	20,002	7,500
Manitoba Hydro - Power Smart	14,136	
	-	15,448
	4,817,606	4,743,395
Expenses		
Amortization	5,188,524	4,892,279
Debenture Debt Interest	2,349,703	2,183,585
Other Interest	114,351	182,041
Other Capital Items	24,061	7,455
	7,676,639	7,265,360
Current Year Surplus / (Deficit)	(2,859,033)	(2,521,965)
Net Transfers from (to) Operating Fund	6,798,749	6,205,310
Transfers from Special Purpose Fund	10,387	-
Net Current Year Surplus (Deficit)	3,950,103	3,683,345
Opening Accumulated Surplus / Equity	17,236,852	13,553,507
Adjustments:	-	0
	-	-
Opening Accumulated Surplus / Equity as adjusted	17,236,852	13,553,507
Closing Accumulated Surplus / Equity	21,186,955	17,236,852

SCHEDULE OF TANGIBLE CAPITAL ASSETS

at June 30, 2010

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2010 TOTALS	2009 TOTALS
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	95,667,559	6,199,351	5,344,081	317,582	3,412,903	8,063,062	1,878,287	2,026,741	4,275,662	127,185,228	118,967,359
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening Cost adjusted	95,667,559	6,199,351	5,344,081	317,582	3,412,903	8,063,062	1,878,287	2,026,741	4,275,662	127,185,228	118,967,359
Add:											
Additions during the year	9,440,355	337,786	615,378	39,639	545,347	1,957,188	-	353,841	(2,902,096)	10,387,438	8,373,173
Less:											
Disposals and write downs	-	-	527,430	28,948	-	-	-	-	-	556,378	155,304
Closing Cost	105,107,914	6,537,137	5,432,029	328,273	3,958,250	10,020,250	1,878,287	2,380,582	1,373,566	137,016,288	127,185,228
Accumulated Amortization											
Opening, as previously reported	60,487,048	2,337,338	2,991,476	242,695	1,722,093	5,662,161	-	506,685	-	73,949,496	69,212,521
Adjustments	-	-	-	-	-	-	-	-	-	-	-
Opening adjusted	60,487,048	2,337,338	2,991,476	242,695	1,722,093	5,662,161	-	506,685	-	73,949,496	69,212,521
Add:											
Current period Amortization	2,361,816	216,177	434,461	32,627	512,840	1,410,237	-	220,366	-	5,188,524	4,892,279
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	527,430	28,948	-	-	-	-	-	556,378	155,304
Closing Accumulated Amortization	62,848,864	2,553,515	2,898,507	246,374	2,234,933	7,072,398	-	727,051	-	78,581,642	73,949,496
Net Tangible Capital Asset	42,259,050	3,983,622	2,533,522	81,899	1,723,317	2,947,852	1,878,287	1,653,531	1,373,566	58,434,646	53,235,732
Proceeds from Disposal of Capital Assets	-	-	14,956	5,046	-	-	-	-	-	20,002	7,500

* Includes network infrastructure.

River East Transcona School Division

SCHEDULE OF CAPITAL RESERVE ACCOUNTS
For the Year Ended June 30, 2010

Fund Name >	Buses	Park Circle School	Fibre Optic Network	Parking Lot Upgrades	McLeod Education Centre Renovations	Totals
Opening Balance, July 1, 2009	-	188,513	1,200,000	450,000	250,000	2,088,513
Additions: (Provide a description of each transaction)						
School Buses Reserve	500,000	-				500,000
Fibre Optic Network Reserve, as approved by Mb. Education Schools' Finance August 12, 2010.			1,500,000			1,500,000
						-
						-
						-
						-
						-
						-
						-
Total Additions	500,000	-	1,500,000	-	-	2,000,000
Withdrawals: (Provide a description of each transaction)						
Capital Projects - Complete	-	188,513			250,000	438,513
Capital Projects - Work in Progress	-			257,576		257,576
						-
						-
						-
						-
						-
Total Withdrawals	-	188,513	-	257,576	250,000	696,089
Closing Balance, June 30, 2010	500,000	-	2,700,000	192,424	-	3,392,424

I certify that the information above is true and correct and that the withdrawals have been made for the purposes approved by the Public Schools Finance Board.

Oct 19, 2010

Date

[Signature]

Secretary-Treasurer

SPECIAL PURPOSE FUND
SCHEDULE OF FINANCIAL POSITION
as at June 30

	2010	2009
Financial Assets		
Cash and Bank	1,768,977	1,840,860
Short Term Investments	-	-
GST Receivable	-	-
Accrued Investment Income	-	-
Other Investments	-	-
	<u>1,768,977</u>	<u>1,840,860</u>
Liabilities		
School Generated Funds Liability	1,592,458	1,573,472
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	<u>1,592,458</u>	<u>1,573,472</u>
Accumulated Surplus *	<u>176,519</u>	<u>267,388</u>
* Comprised of:		
School Generated Funds Accumulated Surplus	176,519	267,388
Other Funds Accumulated Surplus	-	-
Accumulated Surplus *	<u>176,519</u>	<u>267,388</u>

SCHEDULE OF REVENUE, EXPENSES AND ACCUMULATED SURPLUS

For the Year Ended June 30

	2010	2009
Revenue		
School Generated Funds	816,055	1,114,931
Other Funds	-	-
	-	-
	<u>816,055</u>	<u>1,114,931</u>
Expenses		
School Generated Funds	896,537	1,116,969
Other Funds	-	-
	-	-
	<u>896,537</u>	<u>1,116,969</u>
Current Year Surplus (Deficit)	(80,482)	(2,038)
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	<u>(10,387)</u>	<u>-</u>
Net Current Year Surplus (Deficit)	(90,869)	(2,038)
Opening Accumulated Surplus	267,388	269,426
Adjustments: School Generated Funds	-	-
Other Funds	-	-
Opening Accumulated Surplus as adjusted	<u>267,388</u>	<u>269,426</u>
Closing Accumulated Surplus	<u><u>176,519</u></u>	<u><u>267,388</u></u>

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

ENROLMENTS BY PROGRAM		F.T.E. Enrolment September 30, 2009
REGULAR INSTRUCTION		
English Language - Single Track		9,496.0
Francais - Single Track		-
French Immersion - Single Track		1,102.0
Dual Track		
- English Language	2,990.0	
- Francais	-	
- French Immersion	1,462.5	
- Other Bilingual	<u>466.0</u>	4,918.5
Senior Years Technology Education		526.0
TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS		<u><u>16,042.5</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS	3,424
TOTAL KILOMETERS - LOG BOOK	1,106,229
TOTAL KILOMETERS - BUS ROUTES	836,127
LOADED KILOMETERS	421,266

River East Transcona School Division

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

September 30, 2009

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	66.46	2.75	1.75	2.00	12.00	1.50	2.00	8.00	96.46
330	Instructional - Teaching	905.21	142.72		1.00		35.25			1,084.18
350	Instructional - Other	31.10	381.00				29.50			441.60
360	Technical, Specialized And Service	9.50			6.50	8.00	11.00	64.50	173.00	272.50
370	Secretarial, Clerical And Other	82.00	5.50	2.00	1.25	29.42	3.00	3.00	2.50	128.67
380	Clinician		24.42							24.42
390	Information Technology	10.00				4.00				14.00
TOTALS (excluding Trustees)		1,104.27	556.39	3.75	10.75	53.42	80.25	69.50	183.50	2,061.83

510 Contracted Clinicians (include private clinicians where possible)	
--	--

310 TRUSTEES	9
--------------	---

CALCULATION OF ADMINISTRATION COSTS AS A PERCENTAGE OF TOTAL EXPENSES

Administration Costs

Divisional Administration, Function 500	4,724,067
Curriculum Consulting & Development Administration, Program 605	351,471
Transportation Administration, Program 710	263,325
Operations & Maintenance Administration, Program 810	<u>701,554</u>
Sub-total	6,040,417
Less: Liability Insurance	57,526
Administration portion of self-funded expenses (see below)	<u>405,065 *</u>
	<u><u>5,577,826 (A)</u></u>

Expense Base

Total Operating Expenses	155,905,987
Plus: Transfers to Capital	6,798,749
Less: Adult Learning Centres, Function 300	<u>1,018,592</u>
	<u><u>161,686,144 (B)</u></u>

Percentage (A) / (B)

3.4%

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

International Student Programs

Expenses (1)	
Instructional	376,340
Administration (deducted above)	405,065 *
Other: Homestay Fees / Medical insurance	<u>750,424</u>
	<u>-</u>
	<u><u>1,531,829</u></u>
Associated Revenue ⁽²⁾	<u><u>1,976,546</u></u>

Self-Administered Pension Plans

Expenses (1)	
Administration (deducted above)	-
Other:	<u>-</u>
	<u>-</u>
	<u><u>0</u></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.

CALCULATION OF ALLOWABLE AND UNSUPPORTED EXPENSES

CALCULATION OF ALLOWABLE EXPENSES		REDUCTIONS TO EXPENSES						ALLOWABLE EXPENSES
FUNCTION / PROGRAM	TOTAL EXPENSES	ADJUSTMENTS TO EXPENSES < < < < (from Appendix A) > > > >	CATEGORICAL SUPPORT	OTHER PROGRAM SUPPORT	OTHER PROVINCIAL GOVERNMENT REVENUE < < < < (from Appendix B) > > > >	NON-PROVINCIAL SOURCES TUITION, TRANSFER AND RESIDUAL FEES	OTHER	
210 - 260 Student Support Services	26,446,848	70,625	8,801,027	0	710,131	2,946	36,473	16,966,896
270 Counselling and Guidance	2,479,010	0	0	0	0	0	0	2,479,010
300 Adult Learning Centres	1,018,592				981,340	32,373	0	
400 Community Education and Services	1,120,126		136,875	0	650,514	329,484	12,355	
620 Library / Media Centre	3,742,119	28,824	0	0	0	0	0	3,768,743
630 Professional and Staff Development	1,667,203	0	0	0	0	0	11,722	1,655,481
800 Operations and Maintenance	18,176,323	172,077	0	468,660	0	0	185,437	17,694,303
ALLOCATED ADJUSTMENTS/REDUCTIONS		269,326	8,937,702	468,660	2,341,985	364,803	245,987	
UNALLOCATED ADJUSTMENTS/REDUCTIONS		1,423,628	5,844,572	247,154	2,826,522	2,911,960	452,096	
TOTALS	54,650,021	1,692,954	14,782,274	715,814	5,168,507	3,276,763	698,083	42,564,233
OTHER FUNCTION/PROGRAMS EXPENSES								
100 Regular Instruction	101,255,967	OPEN OR CLOSE DETAIL						
500 Administration	89,647,351							
605 Curriculum Consulting Admin.	4,724,067							
610 Curriculum Consulting	351,471							
680 Other	655,369							
700 Transportation of Pupils	317,609							
900 Fiscal	2,861,741							
TOTAL EXPENSES	2,698,358							
TOTALS	155,905,987							
CALCULATION OF UNSUPPORTED EXPENSES								
OTHER FUNCTION/PROGRAMS EXPENSES	101,255,966							
TOTAL ALLOWABLE EXPENSES	42,564,233							
TOTAL UNALLOCATED ADJUSTMENTS/REDUCTIONS (1)	(10,858,676)	OPEN OR CLOSE DETAIL						
- ADJUSTMENTS TO EXPENSES	1,423,628							
- CATEGORICAL SUPPORT	(5,844,572)							
- OTHER PROGRAM SUPPORT	(247,154)							
- OTHER PROVINCIAL GOVERNMENT REVENUE	(2,826,522)							
- NON-PROV. SOURCES - TUITION, TRANSFER AND RES.	(2,911,960)							
- NON-PROV. SOURCES - OTHER	(452,096)							
Base Support (from page 8)	(48,950,948)							
Formula Guarantee (from page 8)	0							
SCHOOL BUS AMORTIZATION (from TCA Sched page 23)	434,461							
TOTAL UNSUPPORTED EXPENSES	84,445,036							

CALCULATION OF ALLOWABLE EXPENSES

APPENDIX B

OTHER PROVINCIAL GOVERNMENT REVENUE:			
	Allocated	Unallocated	Total
Other Dept. of Education			
General Support Grant		2,591,686	2,591,686
Education Property Tax Credit		20,963,396	20,963,396
Tax Incentive Grant		633,718	633,718
All other		1,048,980	1,048,980
Other Provincial Government Departments		1,527,841	1,527,841
Total Revenue	2,576,821	24,188,800	26,765,621

ALL REVENUES REPORTED ON THIS PAGE, EXCEPT THOSE SHADED, MUST BE DEDUCTED FROM TOTAL EXPENSES ON PAGE 30 UNLESS THERE ARE SPECIAL CIRCUMSTANCES WHICH WOULD MAKE AN ALLOCATION IMPRACTICAL OR INAPPROPRIATE. IN THOSE LIMITED CASES, REASONS FOR NOT ALLOCATING MUST BE PROVIDED BELOW.

NON-PROVINCIAL SOURCES:			
	Allocated	Unallocated	Total
Federal Government			
Tuition Fees	0		0
All other	594		594
Municipal Government			
Net Special Requirement	0	46,149,115	46,149,115
Other			0
Other School Divisions			
Transfer Fees	868,719		868,719
Residual Fees	0		0
All other	0		0
First Nations			
Tuition Fees	41,585		41,585
All other	0		0
Private Organizations and Individuals			
Tuition Fees	2,366,459		2,366,459
Ancillary Services	522,196		522,196
Other Sources			
Interest		23,143	23,143
Donations	15,786		15,786
Other	159,507		159,507
Total Revenue	3,974,846	46,172,258	50,147,104

OTHER PROVINCIAL GOVERNMENT REVENUE:

Total Revenue	26,765,621
Education Property Tax Credit	(20,963,396)
Tax Incentive Grant	(633,718)
PROVINCIAL REVENUE FOR EQUALIZATION	5,168,507
(to agree with Other Provincial Gov't Revenue on page 30)	

NON-PROVINCIAL SOURCES:

TOTAL ALLOCABLE FEES (Tuition, Transfer and Residual Fees)	3,276,763
TOTAL ALLOCABLE OTHER REVENUE (to agree with total other revenue on page 30)	698,083
TOTAL ALLOCABLE NON-PROV. SOURCES	3,974,846

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

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 monies 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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

f) *Tangible Capital Assets (continued)*

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.

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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

g) Employee Future Benefits (continued)

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.

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. EMPLOYEE FUTURE BENEFITS

An employee future benefit liability of \$139,170 (2009 - \$287,575) has been accrued as at June 30, 2010 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.

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

3. EMPLOYEE FUTURE BENEFITS (continued)

During the year ended June 30, 2010, the employer contributions to Manitoba Association of School Trustees (MAST) Pension Plan amounted to \$1,946,572 (2009 - \$1,884,251). This amount has been expensed in the Division's financial statements for the year ended June 30, 2010.

4. 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, 2009	Additions in the period	Revenue Recognized in the period	Balance as at June 30, 2010
Province of Manitoba – EPTC*	\$ 7,850,147	\$ 7,609,860	\$ 7,850,147	\$ 7,609,860
Province of Manitoba - Other	183,873	621,424	666,711	138,586
Tuition Fees	435,121	434,194	434,121	435,194
Donated Capital Assets	590,700	107,950	103,296	595,354
Miscellaneous	109,778	213,174	213,184	109,768
	<u>\$ 9,169,619</u>	<u>\$ 8,986,602</u>	<u>\$ 9,267,459</u>	<u>\$ 8,888,762</u>

*EPTC = Education Property Tax Credit

5. 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 \$1,592,458 (2009 - \$1,573,472).

6. DEBENTURE DEBT

The debenture debt of the Division is in the form of twenty-year debentures payable, principal and interest, in equal yearly installments and maturing at various dates from 2010 to 2030. Payment of principal and interest is funded entirely by grants from the Province of Manitoba. The debentures carry interest rates that range from 4.875% to 12.125%. Debenture interest expense payable as at June 30, 2010, 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:

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

6. DEBENTURE DEBT (continued)

	Principal	Interest	Total
11	\$ 2,315,911	\$ 1,840,655	\$ 4,156,566
12	2,077,026	1,666,873	3,743,899
13	2,072,158	1,525,679	3,597,837
14	2,170,566	1,388,787	3,559,353
15	2,177,563	1,245,394	3,422,957
	<u>\$ 10,813,224</u>	<u>\$ 7,667,388</u>	<u>\$ 18,480,612</u>

The fair value of the debenture debt is approximately \$32,992,996 (2009 - \$31,472,895).

7. OTHER BORROWINGS

Other borrowings are debts other than overdrafts and includes obligations related to capital leases and debentures for self-funded capital projects.

Capital lease loans have interest rates ranging from 1.64% to 4.01% per annum and have lease terms that expire between 2011 to 2015. 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
11	\$ 1,232,353	\$ 90,301	\$ 1,322,654
12	1,003,614	51,815	1,055,429
13	466,312	20,789	487,101
14	238,332	8,794	247,126
15	59,294	1,390	60,684
	<u>\$ 2,999,905</u>	<u>\$ 173,089</u>	<u>\$ 3,172,994</u>

The fair value of obligations under capital lease is approximately \$3,006,454 (2009 - \$2,333,695).

The debentures for self-funded capital projects are in the form of twenty year debt payable, principal and interest in equal yearly installments and maturing in 2022. These self-funded debentures carry interest rates of 6.875%. The principal and interest repayments for the debentures in the next five years are:

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

7. OTHER BORROWINGS (continued)

	Principal	Interest	Total
2011	\$ 105,229	\$ 128,466	\$ 233,695
2012	112,463	121,232	233,695
2013	120,195	113,500	233,695
2014	128,459	105,236	233,695
2015	137,290	96,405	233,695
	<u>\$ 603,636</u>	<u>\$ 564,839</u>	<u>\$ 1,168,475</u>

The fair value of the self-funded debentures is approximately \$1,799,222 (2009 – \$2,541,824).

8. 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 \$1,001 (2009 - \$31,480). 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, 2010 are \$11,286,379, \$8,127,754 and \$3,158,625 respectively.

9. ACCUMULATED SURPLUS

The consolidated accumulated surplus is comprised of the following:

	<u>2010</u>	<u>2009</u>
Operating Fund		
Designated Surplus	\$ 1,071,305	\$ 1,373,776
Undesignated Surplus	4,212,318	4,100,312
	<u>\$ 5,283,623</u>	<u>\$ 5,474,088</u>
Capital Fund		
Reserve Accounts	\$ 3,392,424	\$ 2,088,513
Equity in Tangible Capital Assets	17,794,531	15,148,339
	<u>\$ 21,186,955</u>	<u>\$ 17,236,852</u>
Special Purpose Fund		
School Generated Funds	\$ 176,519	\$ 267,388
Other Special Purpose Funds	-	-
	<u>\$ 176,519</u>	<u>\$ 267,388</u>
Total Accumulated Surplus	<u>\$ 26,647,097</u>	<u>\$ 22,978,328</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

9. 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>2010</u>	<u>2009</u>
Board approved appropriation by motion	\$ 264,264	\$ 442,844
School budget carryovers by board policy	807,041	930,932
Designated surplus	<u>\$ 1,071,305</u>	<u>\$ 1,373,776</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>2010</u>	<u>2009</u>
Bus reserve	\$ 500,000	\$ -
Other reserve	2,892,424	2,088,513
Capital reserve	<u>\$ 3,392,424</u>	<u>\$ 2,088,513</u>

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

10. 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 2009 tax year and 60% from 2010 tax year. Below are the related revenue and receivable amounts:

	<u>2010</u>	<u>2009</u>
Revenue-Municipal Government-Property Tax	<u>\$ 46,149,115</u>	<u>\$ 45,126,317</u>
Receivable-Due from Municipal Government-Property Tax	<u>\$ 27,372,014</u>	<u>\$ 26,785,886</u>

RIVER EAST TRANSCONA SCHOOL DIVISION

Notes to Consolidated Financial Statements

June 30, 2010

11. INTEREST RECEIVED AND PAID

The Division received interest during the year of \$23,142 (2009 - \$164,274).

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

	<u>2010</u>	<u>2009</u>
Operating Fund		
Fiscal-Short Term Loan, Interest and Bank Charges	\$ 61,743	\$ 54,685
Capital Fund		
Debenture Debt Interest	2,349,703	2,183,585
Interest on Obligation under Capital Lease	113,138	181,410
Other Interest	1,213	631
	<u>\$ 2,525,797</u>	<u>\$ 2,420,311</u>

The accrued portion of debenture debt interest expense at June 30, 2010 of \$1,157,077 (2009- \$993,166) included under the Capital Fund-Debenture debt interest, is offset by an accrual of the debt servicing grant from the Province of Manitoba.

12. 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 2010</u>	<u>Budget 2010</u>	<u>Actual 2009</u>
Salaries	\$123,902,302	\$119,303,985	\$121,093,972
Employees benefits & allowances	8,610,602	8,183,800	8,399,788
Services	12,582,119	12,455,784	12,670,075
Supplies, materials, minor equipment	7,575,419	8,205,377	8,087,605
Interest	2,525,797	82,000	2,420,311
School Divisions	518,592	-	517,170
Other operating expenses	18,595	225,200	16,894
Payroll tax	2,636,615	2,550,000	2,596,883
Amortization	5,188,524	-	4,892,279
Other capital items	24,061	-	7,455
School generated funds	896,537	-	1,116,969
	<u>\$164,479,163</u>	<u>\$151,006,146</u>	<u>\$161,819,401</u>

RIVER EAST TRANSCONA SCHOOL DIVISION
Notes to Consolidated Financial Statements
June 30, 2010

13. 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, 2010, the amount of this special levy was \$396,285 (2009 - \$339,938). These amounts are not included in the Division's consolidated financial statements.

14. TRUST FUND

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

	<u>2010</u>	<u>2009</u>
<u>Scholarship Funds</u>		
Balance, beginning of year	\$ 330,748	\$ 322,846
Cash contributions received during the year	5,500	22,030
Interest income	842	6,062
Scholarships awarded	(15,180)	(20,190)
Balance, end of year	<u>\$ 321,910</u>	<u>\$ 330,748</u>
Assets		
Cash and investments	<u>\$ 321,910</u>	<u>\$ 330,748</u>