
ILE A LA CROSSE SCHOOL DIVISION NO. 112

FINANCIAL STATEMENTS

AUGUST 31, 2009

MENSSA BAERT CAMERON ODISHAW
CHARTERED ACCOUNTANTS



Auditor's Report and Financial Statement

Of the Ile A La Crosse School Division No. 112

School Division No. 6720100

For the Year Ending: August 31, 2009

LON BORGERSON
Director of Education

MENSSA BAERT CAMERON ODISHAW
Auditor

Note - Copy to be sent to Ministry of Education, Regina

**MANAGEMENT'S RESPONSIBILITY
FOR FINANCIAL REPORTING**

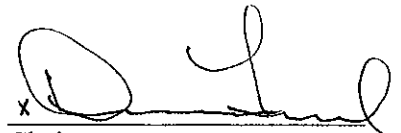
To the Chairperson & Board Members of
Ile A La Crosse School Division No. 112
Ile A La Crosse, Saskatchewan

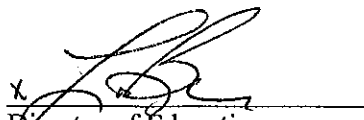
Management has the responsibility for preparing the accompanying financial statements. This responsibility includes selecting appropriate accounting principles in making objective judgements and estimates in accordance with Canadian generally accepted accounting principles.

In discharging its responsibilities for the integrity and fairness of the financial statements and for the accounting systems from which they are derived, management maintains the necessary system of internal controls designed to provide assurance that transactions are authorized, assets are safeguarded and proper records maintained.

Ultimate responsibility for financial statements to ratepayers lies with the board of trustees.

External auditors appointed by the board audit the financial statements. The external auditors report directly to the board and their report follows. The external auditors have full and free access to the board of trustees to discuss their audit and their findings as to the integrity of the school's financial reporting and the adequacy of the system of internal controls.

x 
Chairperson

x 
Director of Education

December 15, 2009

MENSSA BAERT CAMERON ODISHAW
CHARTERED ACCOUNTANTS

AUDITOR'S REPORT

To the Chairperson & Board Members of
Ile A La Crosse School Division No. 112
Ile A La Crosse, Saskatchewan

We have audited the statement of financial position of the Ile A La Crosse School Division No. 112 as at August 31, 2009 and the statements of financial activities and fund balances and statement of changes in financial positions for the period then ended. These financial statements are the responsibility of the school division's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We have 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, these financial statements present fairly, in all material respects, the financial position of the school division as at August 31, 2009 and the result of its operations and the changes in its financial position for the period then ended in accordance with Canadian generally accepted accounting principles as prescribed by the Public Sector Accounting Board.



Chartered Accountants

North Battleford, Saskatchewan
December 15, 2009

Ile A La Crosse School Division No. 112
Statement of Financial Position
as at August 31, 2009

	Operating Fund	Capital Fund	Other Funds	Current Yr Total	Prior Yr Total
Financial Assets					
Cash	1,937,413			1,937,413	542,873
Short Term Investments	1,857,361			1,857,361	2,226,038
Taxes Receivable	611,668				598,229
Less Allowance	(469,278)	142,390		142,390	(484,338)
Provincial Grants Receivable					
Other Receivables	184,271			184,271	329,185
Inventories for sale					
Long Term Investments					
Other Assets	17,928			17,928	17,368
Interfund Debt Receivable			3,743,027		
Total Financial Assets	4,139,363		3,743,027	4,139,363	3,229,355
Liabilities					
Bank Indebtedness					
Provincial Grant Overpayment					
Other Payables	78,351			78,351	3,386
Short Term Loans					
Debentures					
Capital Loans					
Other Long Term Debt					
Accrued Employee Future					
Benefits	43,200			43,200	
Other Liabilities	54,780			54,780	74,211
Interfund Debt Payable	3,743,027				
Total Liabilities	3,919,358			176,331	77,597
Net Financial Assets (Debt)	220,005		3,743,027	3,963,032	3,151,758
Non Financial Assets					
Physical assets		19,585,481		19,585,481	18,982,435
Inventory of supplies					
Prepaid Items					
Total Non Financial Assets		19,585,481		19,585,481	18,982,435
Net Assets	220,005	19,585,481	3,743,027	23,548,513	22,134,193
Equity in Physical Assets		19,585,481		19,585,481	18,982,435
Fund Balances	220,005		3,743,027	3,963,032	3,151,758
School Position	220,005	19,585,481	3,743,027	23,548,513	22,134,193

The accompanying notes are an integral part of these statements

Approved by the Board:

Chairperson

Director of Education

Ile A La Crosse School Division No. 112
Statement of Financial Activities and Fund Balances
for the year ending August 31, 2009

	Operating Fund	Capital Fund	Other Funds	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
REVENUES						
Property Taxation	201,786			201,786	227,350	(66,063)
Grants	5,466,103	348,882		5,814,985	4,356,002	7,459,365
Tuition and Related Fees						
School Generated Funds	71,054			71,054		
Complementary Services	39,186			39,186	200,700	138,281
External Services	119,428			119,428	330,458	228,733
Other	115,830			115,830	69,600	211,584
Total Revenues	6,013,387	348,882		6,362,269	5,184,110	7,971,900
EXPENDITURES						
Governance	116,659			116,659	124,650	135,990
Administration	223,124			223,124	249,345	212,007
Instruction	3,208,867	16,369		3,225,236	3,215,348	3,514,986
Plant	758,621	586,677		1,345,298	866,489	3,328,305
Transportation	173,802			173,802	199,628	175,092
Tuition and Related Fees						
School Generated Funds	66,218			66,218		
Complementary Services	140,139			140,139	184,501	218,839
External Services	283,666			283,666	341,649	280,593
Interest and Bank Charges	1,056			1,056	2,500	1,075
Total Expenditures	4,972,152	603,046		5,575,198	5,184,110	7,866,887
Excess (Deficiency) of Revenue over Expenditure	1,041,235	(254,164)		787,071		105,013
Interfund Transfers to (from) for Capital Expenditures	(254,164)	254,164				
for Debt Repayment						
for Reserves	(744,420)		744,420			
Excess (Deficiency) after Interfund Transfers	42,651		744,420	787,071		105,013
Long Term Capital Debt Issued						
Long Term Capital Debt Repaid						
Surplus (Deficit) for the Year	42,651		744,420	787,071		105,013
Opening Fund Balances, as Previously Reported	153,151		2,998,607	3,151,758	3,151,758	3,046,745
Adj. for School Generated Funds	61,003			61,003		
Change in Accrued Employee Future Benefits	(36,800)			(36,800)		
Opening Fund Balances, as Restated	177,354		2,998,607	3,175,961	3,151,758	3,046,745
Closing Fund Balances	220,005		3,743,027	3,963,032	3,151,758	3,151,758

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112
Statement of Changes in Financial Position
for the year ending August 31, 2009

	<u>Current Year</u>	<u>Prior Year</u>
Operations		
Net Revenue (Expenditure) before Financing	787,071	105,013
Decrease (Increase) in Taxes Receivable	(28,499)	342,757
Decrease (Increase) in Grants Receivable		
Decrease (Increase) in Other Receivables	144,914	(143,703)
Decrease (Increase) in Prepaid Items		
Decrease (Increase) in Other Assets	(560)	8,129
Increase (Decrease) in Provincial Grant Overpayment		
Increase (Decrease) in Other Payables	74,965	347
Prior Period Adjustments	24,203	
(Decrease) in Accrued Employee Future Benefits	43,200	
Increase (Decrease) in Other Liabilities	(19,431)	
Net Increase (Decrease) in Cash from Operations	<u>1,025,863</u>	<u>312,543</u>
Investing		
Decrease (Increase) in Inventories		
Decrease (Increase) in Long Term Investments		
Net Increase (Decrease) in Cash from Investing		
Financing		
Debentures Issued		
Debentures Repaid		
Other Capital Loans and Long Term Debt Issued		
Other Capital Loans and Long Term Debt Repaid		
Net Increase (Decrease) in Cash from Financing		
Net Change in Cash and Cash Equivalents	<u>1,025,863</u>	<u>312,543</u>
Opening Cash and Equivalents	2,768,911	2,456,368
Closing Cash and Cash Equivalents	<u>3,794,774</u>	<u>2,768,911</u>

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Revenue
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Property Taxation Revenue			
Operating Fund			
Tax Revenue:			
Property Tax Revenue (net Education Tax Credit)	183,770	221,035	222,418
Revenue from Supplemental Levies			
Total Property Tax Revenue	183,770	221,035	222,418
Grants in Lieu of Taxes:			
Federal Government	7,596	6,315	8,243
Provincial Government	1,991		1,999
Railways			
Other			
Total Grants in Lieu of Taxes	9,587	6,315	10,242
Treaty Land Entitlement - Urban			
Treaty Land Entitlement - Rural			
House Trailer Fees			
Additions to Levy:			
Penalties	23,036		24,921
Other		22,747	1,569
Total Additions to Levy	23,036	22,747	26,490
Deletions from Levy:			
Discounts	(13,577)		(14,716)
Cancellations	(1,030)		(12,497)
Other Deletions		(22,747)	
Provision for Uncollectable Taxes			(298,000)
Total Deletions from Levy	(14,607)	(22,747)	(325,213)
Total Operating Property Tax Revenue to Summary	201,786	227,350	(66,063)
Other Funds			
Tax Levy:			
Special Tax Levy			
Total Other Funds Property Tax Revenue to Summary			
Total Property Taxation Revenue to Summary	201,786	227,350	(66,063)
Grants:			
Operating Fund			
Ministry of Education Grants:			
K-12 Operating Grant	5,304,452	4,280,727	4,612,077
Education Property Tax Credit			
Other Ministry Grants	850		
Total Ministry Grants	5,305,302	4,280,727	4,612,077
Other Provincial Grants	36,208	75,275	21,561
Federal Grants	124,593		
Grants from Others			99,000
Total Operating Fund Grants To Summary	5,466,103	4,356,002	4,732,638
Capital Fund			
Capital Grants	348,882		2,726,727
Total Capital Fund Grants to Summary	348,882		2,726,727
Total Grants to Summary	5,814,985	4,356,002	7,459,365

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Revenue
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Tuition and Related Fees Revenue			
Operating Fund			
Tuition Fees:			
School Boards			
Federal Government and First Nations			
Individuals and Other			
Total Tuition Fees			
Transportation Fees			
Other Related Fees			
Total Operating Fund Tuition and Fees to Summary			
Capital Fund			
Federal/First Nations Capital Fees			
Total Capital Fund Tuition and Fees to Summary			
Total Tuition and Related Fees Revenue to Summary			
School Generated Funds Revenue			
Operating Fund			
Curricular Fees:			
Student Fees			
Other			
Total Curricular Fees			
Non-Curricular Fees:			
Commercial Sales - GST			
Commercial Sales - Non-GST			
Fundraising	71,054		
Grants and Partnerships			
Students Fees			
Other			
Total Non-Curricular Fees	71,054		
Total School Generated Funds Revenue to Summary	71,054		
Complementary Services			
Operating Fund			
Ministry of Education Grants:			
Ministry of Education-Foundation Operating Grant			
Ministry of Education Grants-Property Tax Credit	39,186		
Ministry of Education Grants-Other		146,200	
Other Provincial Grants		17,000	52,400
Federal Grants			
Other Grants		37,500	
Tuition Fees:			
Tuition Fees-School Divisions			
Tuition Fees-Federal Government			
Tuition Fees-First Nations			
Tuition Fees-Individuals and Other Parties			
Transportation Fees:			
Transp Fees-School Divisions			
Transp Fees-Federal Government			
Transp Fees-First Nations			
Transp Fees-Individuals and Other Parties			

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Revenue
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Other Related Fees:			
Other Related Fees-School Divisions			
Other Related Fees-Federal Government			
Other Related Fees-First Nations			
Other Related Fees-Individuals and Other Parties			1,600
Misc Revenue:			
Misc Revenue-User Fees			
Misc Revenue-Reimbursements			84,091
Misc Revenue-Other Miscellaneous Revenue			
Food Sales			
Sale of Materials			190
Rentals			
Sale of Non-Capital Assets			
Other Sales and Rentals Revenue			
Total Operating Fund Complementary Services Revenue to Summary	39,186	200,700	138,281
Capital Fund			
Ministry of Education Capital Grants			
Other Provincial Capital Grants			
Federal Capital Grants			
Capital Grants-other			
Other Miscellaneous Revenue			
Sale of Capital Assets			
Interest and Dividends			
Total Capital Fund Complementary Services Revenue to Summary			
Total Complementary Services Revenue to Summary	39,186	200,700	138,281

External Services**Operating Fund**

K-12 Operating Grant		53,346	
Other Ministry of Education Grants			
Other Provincial Grants			
Federal Grants			
Other Grants		110,000	100,000
Tuition Fees:			
Tuition Fees-School Divisions			
Tuition Fees-Federal Government			
Tuition Fees-First Nations			
Tuition Fees-Individuals and Other Parties			
Transporation Fees:			
Transp Fees-School Divisions			
Transp Fees-Federal Government			
Transp Fees-First Nations			
Transp Fees-Individuals and Other Parties			
Other Related Fees:			
Other Related Fees-School Divisions			
Other Related Fees-Federal Government			
Other Related Fees-First Nations			
Other Related Fees-Individuals and Other Parties			

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Revenue
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Misc Revenue:			
Misc Revenue-User Fees			
Misc Revenue-Reimbursements			
Misc Revenue-Other Miscellaneous Revenue			
Food Sales			
Sale of Materials			2,056
Rentals	119,428	167,112	126,677
Sale of Non-Capital Assets			
Other Sales and Rentals Revenue			
Total Operating Fund External Services Revenue to Summary	119,428	330,458	228,733
Capital Fund			
Ministry of Education Capital Grants			
Other Provincial Capital Grants			
Federal Capital Grants			
Capital Grants			
Other Miscellaneous Revenue			
Sale of Capital Assets			
Interest and Dividends			
Total Capital Fund External Services Revenue to Summary			
Total External Services Revenue to Summary	119,428	330,458	228,733
Other Revenue			
Operating Fund			
Miscellaneous Revenue	10,614	15,000	67,107
Sales & Rentals	65,919		
Investments	39,297	54,600	63,678
Total Operating Fund Other Revenue to Summary	115,830	69,600	130,785
Capital Fund			
Miscellaneous Revenue			
Sales & Rentals			
Investments			
Total Capital Fund Other Revenue to Summary			
Other Funds			
Miscellaneous Revenue			
Investments			80,799
Total Other Funds Other Revenue to Summary			80,799
Total Other Revenue to Summary	115,830	69,600	211,584

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Expenses
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Governance Expenses			
Operating Fund			
Board Members Expense	35,635	46,650	45,196
Conventions - Board Members	61,280	53,000	48,620
Local Boards/Advisory Committees	1,193		95
Conventions - Local Boards/Advisory Committees	(6,038)		2,507
Elections		1,000	1,642
Other Governance Expenses	24,589	24,000	37,930
Total Operating Fund Governance Expenses to Summary	116,659	124,650	135,990
Capital Fund			
Capital Equipment			
Total Capital Fund Governance Expenses to Summary			
Total Governance Expenses to Summary	116,659	124,650	135,990
Administration Expenses			
Operating Fund			
Salaries	128,227	129,887	121,726
Benefits	18,809	21,678	17,382
Supplies/Services	42,202	49,100	37,921
Non-Capital Equipment	7,180	14,000	3,902
Building Operating Expenses	6,745	11,680	9,212
Communications	8,961	12,000	8,685
Travel	9,584	8,500	12,078
Professional Development	1,416	2,500	1,101
Total Operating Fund Administration to Summary	223,124	249,345	212,007
Capital Fund			
Capital Equipment			
Total Capital Fund Administration to Summary			
Total Administration Expenses to Summary	223,124	249,345	212,007

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Expenses (continued)
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Instruction Expenses			
Operating Fund			
Instructional Salaries:			
Instructional Salaries	2,332,741	2,318,406	2,359,138
Total Instructional Salaries	2,332,741	2,318,406	2,359,138
Instructional Benefits	109,709	9,950	94,503
Non-Teacher Support Salaries	256,830	282,395	262,128
Non-Instructional Support Benefits	63,023	151,971	36,900
Instructional Aids	125,342	153,039	130,421
Supplies and Services	64,099	71,861	72,488
Non-Capital Equipment	89,831	34,404	78,410
Communications	28,966	34,600	30,986
Travel	49,698	63,000	66,165
Professional Development	28,093	40,563	20,792
Student Related Expense	60,535	55,159	43,250
Total Operating Fund Instruction to Summary	3,208,867	3,215,348	3,195,181
Capital Fund			
Capital Equipment	16,369		319,805
Total Capital Fund Instruction to Summary	16,369		319,805
Total Instruction Expenses to Summary	3,225,236	3,215,348	3,514,986
Plant Operation & Maintenance Expenses			
Operating Fund			
Salaries	269,175	274,016	296,790
Benefits	51,209	38,036	36,849
Supplies/Services	5,957	3,500	14,785
Non-Capital Equipment	23,932	12,500	7,326
Building Operating Expenses	395,951	524,937	466,806
Communications	3,927	4,500	4,844
Travel	7,894	8,500	7,637
Professional Development	576	500	1,199
Total Operating Fund Plant & Maintenance to Summary	758,621	866,489	836,236
Capital Fund			
Capital Equipment and Building Costs	586,677		2,492,069
Total Capital Fund Plant & Maintenance to Summary	586,677		2,492,069
Total Plant Operation & Maintenance Expenses to Summary	1,345,298	866,489	3,328,305

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112

Details of Expenses (continued)
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Student Transportation Expenses			
Operating Fund			
Salaries	63,955	88,994	67,536
Benefits	12,801	17,634	7,278
Supplies/Services	35,128	39,500	38,880
Non-Capital Equipment	16,656	20,000	21,059
Building Operating Expenses	16,122		3,329
Communications			114
Travel	5,631	8,500	3,073
Professional Development			
Contracted Transportation	23,509	25,000	33,823
Total Operating Fund Student Transportation to Summary	173,802	199,628	175,092
Capital Fund			
Capital Equipment			
Total Capital Fund Student Transportation to Summary			
Total Student Transportation Expenses to Summary	173,802	199,628	175,092
Tuition and Related Fees Expenses			
Operating Fund			
Tuition Fees			
Transportation Fees			
Other Fees			
Total Operating Fund Tuition and Related Fees to Summary			
Capital Fund			
Capital Equipment			
Total Capital Fund Tuition and Related Fees to Summary			
Total Tuition and Related Fees Expenses to Summary			
School Generated Funds Expenses			
Operating Fund			
Supplies & Services			
Cost of Sales			
Non-Capital Furniture & Equipment			
Special Programs	66,218		
School Fund Expenses			
Total School Generated Funds Expenses to Summary	66,218		

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112
Details of Expenses (continued)
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Complementary Services Expenses			
Operating Fund			
Tuition Fees			
Transportation Fees			
Other Fees			
Administration Salaries & Benefits	143		
Instructional Salaries & Benefits	850		
Program Support (Non-Teacher Contract)	89,586	106,773	108,305
Plant Operation & Maint Salaries & Benefits			
Transportation Salaries & Benefits	3,225		
Instructional Aids	10,059	21,500	10,091
Supplies & Services	8,879		1,245
Non-Capital Furniture & Equipment	2,566	9,456	906
Building Operating Expenses	3,359		9,481
Communications	1,074	1,700	908
Travel		1,000	1,133
Professional Development (Non-Salary Costs)	956	2,750	1,482
Student Related Expenses	19,442	41,322	9,729
Contracted Transportation & Allowances			75,559
Total Operating Fund Complementary Services to Summary	140,139	184,501	218,839
Capital Fund			
Capital Expenditures			
Total Capital Fund Complementary Services to Summary			
Total Complementary Services Expenses to Summary	140,139	184,501	218,839
External Services			
Operating Fund			
Tuition Fees			
Transportation Fees			
Other Related Fees			
Administration Salaries & Benefits			
Instructional Salaries & Benefits	103,097	126,564	85,680
Program Support (Non-Teacher Contract) Salaries & Benefits	1,915		
Plant Operation & Maintenance Salaries & Benefits			
Transportation Salaries & Benefits			
Instructional Aids	6,128	2,772	1,551
Supplies & Services			
Non-Capital Furniture & Equipment		10,000	9,092
Building Operating Expenses	171,305	196,000	182,662
Communications	246	3,500	343
Travel			25
Professional Development (Non-Salary Costs)	854	2,063	
Student Related Expenses	121	750	1,240
Contracted Transportation & Allowances			
Total Operating Fund External Services to Summary	283,666	341,649	280,593
Capital Fund			
Capital Expenditures			
Total Capital Fund External Services to Summary			
Total Complementary Services Expenses to Summary	283,666	341,649	280,593

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112
Details of Expenses (continued)
for the year ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Interest and Bank Charges Expense			
Operating Fund			
Current Interest and Bank Charges	1,056	2,500	1,075
Total Operating Fund Interest and Bank Charges to Summary	1,056	2,500	1,075
Capital Fund			
Interest on Debentures			
Other Interest - School Facilities			
- Other			
Interest on Other Capital Loans and Long Term Debt			
Other Interest - School Facilities			
- Other			
Total Capital Fund Interest to Summary			
Other Funds			
Current Interest and Bank Charges			
Total Other Funds Interest and Bank Charges to Summary			
Total Interest and Bank Charges Expense to Summary	1,056	2,500	1,075
Capital Fund Debt Principal Repayment			
Debenture Principal			
Other Debt - School Facilities			
- Other			
Other Capital Loan and Long Term Debt Principal			
Other Debt - School Facilities		148,667	91,354
- Other			
Total Capital Fund Debt Principal Repayment to Summary		148,667	91,354

The accompanying notes are an integral part of these statements

Ile A La Crosse School Division No. 112
Schedule of Physical Assets
for the year ending August 31, 2009

	Land	Buildings	Equipment	Work-in-Progress	Current Yr Total	Prior Yr Total
Physical Assets - at Cost:						
Opening cost	24,810	17,916,931	1,040,694		18,982,435	16,170,561
Additions		586,677	16,369		603,046	2,811,874
Write-downs						
Disposals						
Transfers to (from)						
Closing Cost of Physical Assets	24,810	18,503,608	1,057,063		19,585,481	18,982,435

Equity in Physical Assets:

Opening balance	24,810	17,916,931	1,040,694		18,982,435	16,170,561
Physical asset additions		586,677	16,369		603,046	2,811,874
Physical asset write-downs						
Physical asset disposals						
Debentures & LT Debt issued						
Debentures & LT Debt principal repaid						
Transfers to (from)						
Closing Equity in Physical Assets	24,810	18,503,608	1,057,063		19,585,481	18,982,435

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

1. AUTHORITY AND PURPOSE

Ile A La Crosse School Division No. 112 ("the school division") is a corporate body established by Ile A La Crosse School Division No. 112 electors to provide an educational system. Governance is the authority of the Board of Education to set the policies and practices for the Division within the guidelines of *The Education Act, 1995* and *The Education Regulations, 1986*.

The Ile A La Crosse School Division No. 112 ("the school division") is the operator of the public school education system in the North West area of Saskatchewan. The school division has adopted a fiscal year end of August 31. The financial statements describe the financial position as at August 31, 2008 and the result of its operations for the year then ended.

2. SIGNIFICANT ACCOUNTING POLICIES

These financial statements have been prepared in accordance with generally accepted accounting principles ("GAAP") for local governments as recommended by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

The Ministry implemented the initial Public Sector Accounting Board (PSAB) standards for local governments in 2002 and has indicated that Saskatchewan school boards are to adopt this reporting basis for the September 1, 2008 to August 31, 2009 fiscal year.

The current 2009 fiscal year financial statements are PSAB compliant except for Ministry of Education approved exceptions which are:

- a) Amortization of physical assets has not been recorded.
- b) The financial statement format includes separate fund reporting.

For the 2010 fiscal year, the Ministry of Education is preparing a new PSAB compliant financial statement format and the school division will determine the appropriate accumulated amortization balances for the physical assets which will result in the re-statement of accounts for comparative purposes.

- a) **Net Financial Assets** - Include amounts for inventories and prepaid expenses intended for consumption in the normal course of business and not intended to provide resources to discharge existing liabilities or finance future operations.
- b) **Consumable Supplies** - Are expensed when purchased.
- c) **Physical Assets** - Physical assets were recorded at cost and are not amortized. New equipment purchases since 2003 are expensed. New purchases of land and buildings are capitalized.

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

d) Use of Estimates

The preparation of the financial statements required management to make estimates and assumptions that affect reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

The primary estimates made by the school division relate to tax revenue, tax discounts and penalties and Operating Grants receivable.

e) Fund Accounting

A fund is a separate self-balancing group of accounts provided for each accounting entity established within the accounting system to segregate those transactions of a particular activity. The funds established by the school division are:

Operating Fund - The Operating Fund contains the current revenues, expenditures, assets and liabilities pertaining to the general operations of the school division.

Capital Fund - The Capital Fund contains the capital assets, which are property and equipment, other capital related assets and long-term debt, transactions relating to capital fund activities, and the equity in capital fund assets.

Reserve Fund - The Reserve Fund contains the assets, liabilities, transactions and fund balances of reserves that have been designated by the school division for anticipated future costs of planned projects.

Reserves are created by authorization of the Board of Education. Contributions to, and expenditures from, reserves are made in accordance with terms and conditions established by the board.

Interfund debt represents amounts of money that have been advanced to and are owing from one fund to another.

f) Cash and Cash Equivalents

Cash and cash equivalents consists of cash on hand and, cash in banks and cash investments with original maturity of 90 days or less. Short term investments are valued at the lower of cost and market value.

g) Inventory

Inventory consists of stock and supplies for internal use and is valued at cost.

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

h) Physical Assets

Physical assets are recorded at cost in the Capital Fund and are not depreciated. The cost of repairs, maintenance and replacements for existing equipment are recorded as expenditures in the year.

The original asset cost is written off against the equity of the Capital Fund when the assets are disposed of or its useful economic life has expired.

That portion of asset acquisitions financed from current operations is included in interfund transfers for capital expenditures of the operating fund. That portion of asset acquisitions financed from reserves is included in interfund transfers for capital expenditures of the other funds.

Proceeds from the disposal of capital assets, grants and other revenues received for the purchase of capital assets are recorded as revenue of the Capital Fund. Funding for capital acquisitions provided by the Operating Fund and/or the Reserve Fund are included in interfund transfers.

i) Revenue Recognition

The school division's two major sources of revenues are property taxation and provincial operating grants.

Property tax is levied and collected on a calendar year basis. The division estimates the tax revenue for the January to August portion of its fiscal year based on estimate information provided by municipalities who levy and collect the property tax and records that amount in property taxation revenue. The final annual taxation amounts are reported to the division by each municipality following the conclusion of each taxation/calendar year.

Provincial operating grants are recognized on a twelve month basis. Capital grants are recognized when the division has earned the entitlement and the amount is measurable. Unrestricted grants are recognized as revenue of the appropriate fund when received or receivable. Restricted grants are recognized as revenue of the appropriate fund in the year in which the related expenditures are incurred.

Tuition fee revenue and other services revenue are recognized when the service is provided.

j) Revenue Contributions to Capital

Certain capital expenditures not financed through capital building grants or debentures proceeds are funded through interfund transfers from the operating fund and are expensed in the capital fund.

These capital additions are also reflected as additions to property and equipment with a corresponding increase to investment in physical assets.

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

k) Pension

The school division's employees participate in a multi-employer defined benefit plan. The school division follows defined contribution plan accounting for its participation in the plans. Accordingly, the school division expenses all contributions it is required to make in the year.

l) Change In Accounting Policy – Retroactive Adjustment

In response to direction received from the Ministry of Education and the Ministry of Finance, the school division has adopted Generally Accepted Accounting Principles (GAAP) for local governments. Adoption of GAAP has resulted in the inclusion of school generated funds in the division's financial statements.

As well, recognition of employee future benefits obligations commenced on September 1, 2008. The division recorded the full value of the obligation related to these benefits for employees' past service at this time.

As a result of these changes, which have been adopted on a retroactive basis, the operating fund balance has been increased by \$24,203 from \$153,151 to \$177,354. The consolidated fund balance increased to \$3,175,961 from \$3,151,758 accordingly.

3. PENSION

Employees of the school division participate in one of the following pension plans. Teachers participate in the retirement plan of the Saskatchewan Teachers Federation (STF) or Teachers Superannuation Commission (TSC) who are responsible for this multi-employer defined benefit plan. Other employees participate in the Municipal Employees Pension Plan (MEPP) or Employees Pension Plan which are defined benefit plans.

The school division's obligation to the (MEPP) and Employees Pension Plan is limited to making required payments to match amounts contributed by employees for current services. The board's obligation to the STF and TSC plan is limited to collecting and remitting contributions of the employees.

Pension expense for the year amounted to \$42,480 and is included in benefits.

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

4. EXTERNAL SERVICES

External services represent those services and programs that are outside of the school division's learning/learning support and complementary programs. These services have no direct link to the delivery of the school division's K-12 programs nor do they directly enhance the school division's ability to deliver its K-12 programs.

Following is a summary of the revenue and expenses of the External Services programs operated by the school division as of August 31, 2009:

Summary of External Services, by Program	Adult Education	Summer School	Cafeteria	Other Programs	Total
Revenue:					
Grants					
Tuition and Related Fees					
Miscellaneous Revenue					
Sales and Rentals	119,428				119,428
Total Revenue	119,428				119,428
Expenses:					
Tuition Fees					
Salaries & Benefits	105,012				105,012
Instructional Aids	6,128				6,128
Supplies and Services					
Non-Capital Equipment					
Building Operating Expenses	171,305				171,305
Communications	246				246
Travel					
Professional Development	854				854
Student Related Expenses	121				121
Contacted Transportation & Allowances					
Capital Expenditures					
Total Expenses	283,666				283,666
Excess (Deficiency) of Revenue over Expenses	(164,238)				(164,238)

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

5. EMPLOYEE FUTURE BENEFITS

The division provides certain post-employment and compensated absence benefits to employees. These benefits include accumulating non-vested sick leave and retirement allowance/gratuity benefits. The liability associated with these benefits is calculated based on the present value of expected future payments pro-rated for service and is included in accounts payable and accrued liabilities.

Reconciliation of Accrued Benefit Obligation		
Fiscal Year	Actual 2008	Actual 2009
Accrued Benefit Obligation – September 1		36,800
Service Cost		4,700
Interest Cost		1,800
Expected Benefit Payments		(100)
Actuarial (Gain)/Loss		1,400
Accrued Benefit Obligation – August 31	Nil	44,600
Interest Rate at Beginning of Period	N/A	4.40%
Interest Rate at End of Period	4.4%	4.10%

Reconciliation of Funded Status		
Fiscal Year	Actual 2008	Actual 2009
Surplus (Deficit)		(44,600)
Unamortized Net Actuarial (gain)/Loss		1,400
Accrued Benefit (liability) /Asset	Nil	(43,200)

Accounting Expense		
Fiscal Year	Actual 2008	Actual 2009
Accrued Benefit Obligation – September 1		36,800
Service Cost		4,700
Interest Cost		1,800
Amortization of Net Actuarial (Gain)/Loss		
Total Expense	Nil	6,500
Based on Expected Benefit Payments of:		(100)

Ile A La Crosse School Division No. 112
Notes to the Financial Statements
for the year ending August 31, 2009

6. FINANCIAL INSTRUMENTS

The school division as part of its operations carries a number of financial instruments. The carrying amounts of cash resources, receivables, payables and other accrued assets and liabilities approximates to their fair value due to their immediate or short-term nature. It is management's opinion that the school division is not exposed to significant interest, currency or credit risks arising from these financial instruments except as otherwise disclosed.

Credit Concentration - Financial instruments that potentially subject the school division to concentrations of credit risk consist primarily of taxes and other receivables. Credit exposure is limited due to school division's large tax base.

Interest Rate Risk - Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. In seeking to minimize the risks from interest rate fluctuations, the school division manages exposure through its normal operating and financing activities. The school division is exposed to interest rate risk on its long-term debt.

7. BUDGET AMOUNTS

School division management prepared the budget amounts disclosed in the financial statements. These amounts are presented for information purposes only and have not been audited.

8. COMPARATIVE FIGURES

Certain prior year figures may have been reclassified to conform to the current period presentation.