

Manitoba



Education, Citizenship and Youth

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

SEVEN OAKS SCHOOL DIVISION
830 POWERS STREET
WINNIPEG, MANITOBA R2V 4E7

**AUDITED FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

June 30, 2008

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MANAGEMENT REPORT

Management's Responsibility for the Financial Statements

The accompanying consolidated financial statements of Seven Oaks 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 3 to the consolidated financial statements.

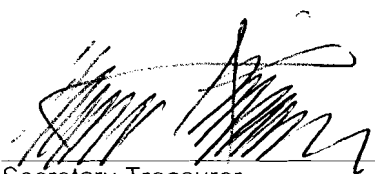
The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods. Division management maintains a system of internal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

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

The consolidated financial statements have been audited by KPMG 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



Secretary-Treasurer

September 26, 2008



KPMG LLP
Chartered Accountants
Suite 2000 - One Lombard Place
Winnipeg MB R3B 0X3
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AUDITORS' REPORT TO THE BOARD OF TRUSTEES SEVEN OAKS SCHOOL DIVISION

In accordance with the provisions of Section 41(12) of *The Public Schools Act* we have made a study of those internal accounting control and administrative control procedures of Seven Oaks School Division (the Division) that we considered relevant to the requirements of the Act and related regulations. Our study was made in accordance with Canadian generally accepted auditing standards, and accordingly included such tests and other procedures for the year ended June 30, 2008 as we considered necessary in the circumstances.

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

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

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

We report that, during the year ended June 30, 2008 taken as a whole:

- (a) in our opinion, an appropriate system of internal control existed and functioned effectively for reporting school division enrolment for the purpose of calculating provincial funding, according to the definitions and reporting requirements set out in sections 1.1 and 1.2 of the annual Enrolment Reporting Requirements document issued by the Schools' Finance Branch;
- (b) in our opinion, appropriate controls exist and are in use for Type A school funds as outlined in the Policy on School Funds issued by the Schools' Finance Branch on November 15, 1993;



- (c) in our opinion, there are no other significant matters, or irregularities or discrepancies in the administration of the school division's affairs that should be brought to the attention of the school board or the minister.

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

KPMG LLP

Chartered Accountants

Winnipeg, Canada

September 26, 2008

I hereby certify that the preceding report has been presented to the members of the Board of Seven Oaks School Division

C. Sarbit
Chairperson of the Board

October 20, 2008
Date



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AUDITORS' REPORT TO THE BOARD OF TRUSTEES

We have audited the consolidated statement of financial position of Seven Oaks School Division as at June 30, 2008 and the consolidated statements of revenues, expenses and accumulated surplus, changes in net debt and cash flows for the year then ended. These financial statements have been prepared to comply with the Public Schools Act. 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, these financial statements present fairly, in all material respects, the financial position of the Division as at June 30, 2008 and the results of its operations and its cash flows for the year then ended in accordance with 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 the 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.

KPMG LLP

Chartered Accountants

Winnipeg, Canada

September 26, 2008

I hereby certify that the preceding report and the statements and reports referenced herein have been presented to the members of the Board of Seven Oaks School Division.

C. Sarbit

Chairperson of the Board

October 20, 2008

Date



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AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Board of Trustees

We have audited and reported separately herein on the schedules of financial position and schedules of revenue, expenses and accumulated surplus for the operating, capital and special purpose fund's of Seven Oaks School Division as at and for the year ended June 30, 2008 in accordance with Canadian generally accepted auditing standards.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements taken as a whole in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. The current year's supplementary information included in the above mentioned schedules is presented for purposes of additional analysis and is not a required part of the basic consolidated financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

KPMG LLP

Chartered Accountants

Winnipeg, Canada

September 26, 2008

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at June 30

Notes		2008	2007
	Financial Assets		
	Cash and Bank	-	-
	Short Term Investments	-	-
	Due from - Provincial Government	2,410,621	2,115,937
	- Federal Government	126,460	388,212
	- Municipal Government	13,988,745	13,622,881
	- Other School Divisions	97,136	146,667
	- First Nations	-	-
	Accounts Receivable	582,079	152,058
	Accrued Investment Income	-	-
	Other Investments	-	-
		<u>17,205,041</u>	<u>16,425,755</u>
	Liabilities		
3	Overdraft	12,732,299	11,573,614
	Accounts Payable	1,470,097	1,694,620
	Accrued Liabilities	668,549	848,052
	Employee Future Benefits	-	-
	Accrued Interest Payable	852,677	-
	Due to - Provincial Government	463,771	1,674,751
	- Federal Government	61,685	59,609
	- Municipal Government	81,711	65,456
	- Other School Divisions	34,378	35,422
	- First Nations	-	-
5	Deferred Revenue	3,721,131	3,536,906
7	Debenture Debt	30,011,750	21,079,030
8	Other Borrowings	1,434,272	1,581,912
	School Generated Funds Liability	526,259	593,764
		<u>52,058,579</u>	<u>42,743,136</u>
	Net Debt	<u>(34,853,538)</u>	<u>(26,317,381)</u>
	Non-Financial Assets		
9	Net Tangible Capital Assets (TCA Schedule)	57,710,829	49,540,245
	Inventories	-	-
	Prepaid Expenses	237,632	257,657
		<u>57,948,461</u>	<u>49,797,902</u>
	Accumulated Surplus	<u>23,094,923</u>	<u>23,480,521</u>

See accompanying notes to the Financial Statements

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

For the Year Ended June 30

Notes	2008	2007
Revenue		
	60,009,495	54,713,467
Provincial Government		
Federal Government	9,418	31,114
Municipal Government - Property Tax	23,039,402	23,437,146
- Other	-	-
Other School Divisions	728,435	815,366
First Nations	186,810	135,972
Private Organizations and Individuals	817,274	721,677
Other Sources	99,499	123,033
School Generated Funds	122,007	179,485
Other Special Purpose Funds	-	-
	<u>85,012,340</u>	<u>80,157,260</u>
Expenses		
	48,510,926	46,512,331
Regular Instruction		
Student Support Services	12,914,760	10,906,654
Adult Learning Centres	416,263	283,429
Community Education and Services	1,013,867	837,067
Divisional Administration	2,507,235	2,526,995
Instructional and Other Support Services	2,410,396	2,295,552
Transportation of Pupils	2,539,534	2,282,350
Operations and Maintenance	9,042,744	8,221,729
14 Fiscal - Interest	2,441,843	1,659,229
- Other	1,338,830	1,245,947
Amortization	2,030,615	1,737,834
Other Capital Items	130,999	309,913
School Generated Funds	99,926	139,208
Other Special Purpose Funds	-	-
	<u>85,397,938</u>	<u>78,958,238</u>
Current Year Surplus (Deficit)	<u>(385,598)</u>	<u>1,199,022</u>
Opening Accumulated Surplus	23,480,521	53,626,364
Adjustments: Tangible Cap. Assets and Accum. Amort.	-	(30,736,647)
Other than Tangible Cap. Assets	-	(608,218)
Opening Accumulated Surplus, as adjusted	<u>23,480,521</u>	<u>22,281,499</u>
Closing Accumulated Surplus	<u>23,094,923</u>	<u>23,480,521</u>

See accompanying notes to the Financial Statements

CONSOLIDATED STATEMENT OF CHANGE IN NET DEBT

For the Year Ended June 30, 2008

	2008	2007
Current Year Surplus (Deficit)	<u>(385,598)</u>	<u>1,199,022</u>
Amortization of Tangible Capital Assets	2,030,615	1,737,834
Acquisition of Tangible Capital Assets	(10,201,199)	(11,367,819)
(Gain) / Loss on Disposal of Tangible Capital Assets	(1,000)	(1,650)
Proceeds on Disposal of Tangible Capital Assets	<u>1,000</u>	<u>1,650</u>
	<u>(8,170,584)</u>	<u>(9,629,985)</u>
Inventories (Increase)/Decrease	-	7,874
Prepaid Expenses (Increase)/Decrease	<u>20,025</u>	<u>16,976</u>
	<u>20,025</u>	<u>24,850</u>
(Increase)/Decrease in Net Debt	<u>(8,536,157)</u>	<u>(8,406,113)</u>
Net Debt at Beginning of Year	(26,317,381)	(17,303,050)
Adjustments Other than Tangible Cap. Assets	<u>-</u>	<u>(608,218)</u>
Net Debt at Beginning of Year as Adjusted	<u>(26,317,381)</u>	<u>(17,911,268)</u>
Net Debt at End of Year	<u><u>(34,853,538)</u></u>	<u><u>(26,317,381)</u></u>

CONSOLIDATED STATEMENT OF CASH FLOW

For the Year Ended June 30, 2008

	2008	2007
Operating Transactions		
Current Year Surplus/(Deficit)	(385,598)	1,199,022
Non-Cash Items Included in Current Year Surplus/(Deficit):		
Amortization of Tangible Capital Assets	2,030,615	1,737,834
(Gain)/Loss on Disposal of Tangible Capital Assets	(1,000)	(1,650)
Employee Future Benefits Increase/(Decrease)	-	-
Short Term Investments (Increase)/Decrease	-	-
Due from Other Organizations (Increase)/Decrease	(349,265)	(1,021,795)
Accounts Receivable & Accrued Income (Increase)/Decrease	(430,021)	390,222
Inventories and Prepaid Expenses - (Increase)/Decrease	20,025	24,850
Due to Other Organizations Increase/(Decrease)	(1,193,693)	(3,876,204)
Accounts Payable & Accrued Liabilities Increase/(Decrease)	448,651	160,116
Deferred Revenue Increase/(Decrease)	184,225	843,979
School Generated Funds Liability Increase/(Decrease)	(67,505)	593,764
Adjustments Other than Tangible Cap. Assets	-	(608,218)
Cash Provided by Operating Transactions	<u>256,434</u>	<u>(558,080)</u>
Capital Transactions		
Acquisition of Tangible Capital Assets	(10,201,199)	(11,367,819)
Proceeds on Disposal of Tangible Capital Assets	<u>1,000</u>	<u>1,650</u>
Cash (Applied to)/Provided by Capital Transactions	<u>(10,200,199)</u>	<u>(11,366,169)</u>
Investing Transactions		
Other Investments (Increase)/Decrease	<u>-</u>	<u>-</u>
Cash Provided by (Applied to) Investing Transactions	<u>0</u>	<u>0</u>
Financing Transactions		
Debenture Debt Increase/(Decrease)	8,932,720	2,857,988
Other Borrowings Increase/(Decrease)	<u>(147,640)</u>	<u>523,183</u>
Cash Provided by (Applied to) Financing Transactions	<u>8,785,080</u>	<u>3,381,171</u>
Cash and Bank / Overdraft (Increase)/Decrease	(1,158,685)	(8,543,078)
Cash and Bank (Overdraft) at Beginning of Year	<u>(11,573,614)</u>	<u>(3,030,536)</u>
Cash and Bank (Overdraft) at End of Year	<u><u>(12,732,299)</u></u>	<u><u>(11,573,614)</u></u>

OPERATING FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	-	-
Short Term Investments	-	-
Due from - Provincial Government	1,571,656	1,521,755
- Federal Government	126,460	388,212
- Municipal Government	13,988,745	13,622,881
- Other School Divisions	97,136	146,667
- First Nations	-	-
- Other Funds	2,991,197	5,220,750
Accounts Receivable	191,308	89,937
Accrued Investment Income	-	-
	<u>18,966,502</u>	<u>20,990,202</u>
Liabilities		
Overdraft	13,507,402	12,391,643
Accounts Payable	868,507	800,959
Accrued Liabilities	668,549	818,587
Employee Future Benefits	-	-
Accrued Interest Payable	-	-
Due to - Provincial Government	463,771	1,153,058
- Federal Government	61,685	59,609
- Municipal Government	81,711	65,456
- Other School Divisions	34,378	35,422
- First Nations	-	-
- Capital Fund	-	-
Deferred Revenue	3,669,260	3,471,899
Other Borrowings	-	-
	<u>19,355,263</u>	<u>18,796,633</u>
Net Financial Assets (Net Debt)	<u>(388,761)</u>	<u>2,193,569</u>
Non-Financial Assets		
Inventories	-	-
Prepaid Expenses	237,632	257,657
	<u>237,632</u>	<u>257,657</u>
Accumulated Surplus (Deficit)	<u>(151,129)</u>	<u>2,451,226</u>

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

For the Year Ended June 30

	2008 Actual	2008 Budget	2007 Actual
Revenue			
Provincial Government	55,976,954	54,269,891	51,741,700
Federal Government	9,418	6,000	31,114
Municipal Government - Property Tax	23,039,402	23,836,236	23,437,146
- Other	-	-	-
Other School Divisions	728,435	814,202	815,366
First Nations	186,810	212,000	135,972
Private Organizations and Individuals	817,274	667,052	721,677
Other Sources	82,866	61,500	102,253
	<u>80,841,159</u>	<u>79,866,881</u>	<u>76,985,228</u>
Expenses			
Regular Instruction	48,510,926	49,580,376	46,512,331
Student Support Services	12,914,760	10,151,833	10,906,654
Adult Learning Centres	416,263	306,000	283,429
Community Education and Services	1,013,867	815,189	837,067
Divisional Administration	2,507,235	2,374,909	2,526,995
Instructional and Other Support Services	2,410,396	2,368,865	2,295,552
Transportation of Pupils	2,539,534	2,386,664	2,282,350
Operations and Maintenance	9,042,744	9,284,587	8,221,729
Fiscal	1,338,830	1,399,453	1,361,888
	<u>80,694,555</u>	<u>78,667,876</u>	<u>75,227,995</u>
Current Year Surplus (Deficit)	146,604	1,199,005	1,757,233
Net Transfers from (to) Capital Fund	(2,748,959)	(1,199,005)	(2,869,421)
Transfers from Special Purpose Funds	-	-	-
Net Current Year Surplus (Deficit)	<u>(2,602,355)</u>	<u>0</u>	<u>(1,112,188)</u>
Opening Accumulated Surplus (Deficit)	2,451,226		3,563,414
Adjustments:	-		-
	<u>-</u>		<u>-</u>
Opening Accumulated Surplus (Deficit), as adjusted	<u>2,451,226</u>		<u>3,563,414</u>
Closing Accumulated Surplus (Deficit)	<u>(151,129)</u>		<u>2,451,226</u>

OPERATING FUND - REVENUE DETAIL
PROVINCE OF MANITOBA

For the Year Ended June 30, 2008

Funding of Schools Program

Base Support		
Instructional Support	16,400,676	
Sparsity	-	
Curricular Materials	520,932	
Information Technology	347,288	
Library Services	798,762	
Student Services	2,884,778	
Counselling and Guidance	711,940	
Professional Development	396,211	
Occupancy	3,152,650	25,213,237
Categorical Support		
Transportation	907,972	
Board and Room	-	
Special Needs: Coordinator/Clinician	607,754	
Special Needs: Level II	1,754,244	
Special Needs: Level III	2,357,271	
Senior Years Technology Education	336,491	
English as an Additional Language	447,617	
Aboriginal Academic Achievement	251,500	
Heritage Language	20,534	
French Language Programs	287,167	
Small Schools	-	
Enrolment Change Support	27,189	
Northern Allowance	-	
Early Childhood Development	79,613	
Early Literacy Intervention	260,550	
Early Numeracy	42,623	
Experiential Learning	29,190	7,409,715
Equalization		11,377,690
Additional Equalization		-
Amalgamated School Division Guarantee		-
Adjustment for Days Closed		-
Other Program Support		
School Buildings Support: "D" Projects	210,120	
Technology Education Equipment Replacement	64,900	
Technical Vocational Initiative - Equipment Upgrade	284,019	
Other Minor Capital Support	-	
Prior Year Support		
Finalization of Previous Year Support	-	
Curricular Materials	-	
School Buildings Support: "D" Projects	-	
Technology Education Equipment	-	559,039
		<u>44,559,681</u>

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

For the Year Ended June 30, 2008

Other Department of Education, Citizenship and Youth

Non-Resident	-	
Special Needs	167,905	
Institutional Programs	-	
Nursing Supports (URIS)	105,375	
Substitute Fees	-	
General Support Grant	1,260,482	
Education Property Tax Credit	9,213,548	
Tax Incentive Grant	-	
Technical Vocational Initiative Demonstration Project	-	
Class Size Fund	-	
Community Schools	-	
Healthy Schools Initiative	15,400	
Education for Sustainable Development	15,000	
Special Projects	-	
2% Guarantee	-	
Other: Middle Years Grant	7,480	
Community Schools Partnership Program	64,909	
Bacs culturels en francais	5,500	
Plus de francais, s'il vous plait	10,800	
		<hr/> 10,866,399

Other Provincial Government Departments

English as a Second Language (Adults)	42,436	
Driver Training	-	
Employment Programs	-	
Adult Learning Centres	388,000	
Other: Urban Green Team	18,986	
Healthy Child - Parent Child Coalition	78,375	
Marking Tests	15,077	
Victory Lighthouse	8,000	
		<hr/> 550,874

Funding of Schools Program (previous page)	<hr/> 44,559,681
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TOTAL PROVINCIAL GOVERNMENT REVENUE	<hr/> <hr/> 55,976,954
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**OPERATING FUND - REVENUE DETAIL
NON-PROVINCIAL GOVERNMENT SOURCES**

For the Year Ended June 30, 2008

Federal Government			
Tuition Fees		-	
Transportation of Pupils		-	
French Language Monitor		4,046	
Other: Summer Rec & Read		5,372	
			9,418
Municipal Government			
Special Requirement	32,252,950		
Less: Education Property Tax Credit	(9,213,548)		
Less: Tax Incentive Grant	0	23,039,402	
Other:		-	23,039,402
Other School Divisions			
Transfer Fees		704,600	
Residual Fees		23,835	
Transportation of Pupils		-	
Other:		-	
			728,435
First Nations			
Tuition Fees		186,810	
Transportation of Pupils		-	
Other:		-	
			186,810
Private Organizations and Individuals			
Regular Tuition		5,958	
International Tuition		-	
Continuing Education		13,646	
Driver Education		23,256	
Other Tuition: Summer School		68,175	
Food Service		-	
Other: Bussing		337,067	
Facility Rentals		190,756	
Parking		129,331	
University of Winnipeg - CUB; Urban Circle		31,000	
Arts Smart; EDGE		13,760	
Conference Fees		4,325	817,274
Other Sources			
Interest		72,805	
Donations		784	
Other: Insurance claims		3,795	
Breakfast Program		2,250	
Computers, Blackberries		1,895	
Scrap Metal		1,337	
			82,866
TOTAL NON-PROVINCIAL GOVERNMENT REVENUE			24,864,205

OPERATING FUND - EXPENSE BY FUNCTION AND BY OBJECT

For the Year Ended June 30

FUNCTION OBJECT	100	200	300	400	500	600	700	800	900	2008	2007
	Regular Instruction	Student Support Services	Adult Learning Centres	Community Education and Services	Divisional Administration	Instructional and Other Support Services	Transportation of Pupils	Operations and Maintenance	Fiscal	TOTALS	TOTALS
Salaries	40,788,728	10,991,362	338,456	762,164	1,611,801	1,591,847	1,529,241	4,490,314		62,103,913	58,099,947
Employees Benefits and Allowances	3,097,378	1,246,639	22,278	82,231	214,753	171,040	272,232	743,373		5,849,924	5,226,347
Services	892,368	423,349	3,826	61,463	650,950	345,116	232,531	3,368,989		5,978,592	5,660,891
Supplies, Materials and Minor Equipment	2,800,434	86,570	27,203	108,009	54,231	251,356	505,530	440,068		4,273,401	3,845,488
Interest and Bank Charges									-	0	115,941
Bad Debt Expense									-	0	0
Transfers	932,018	166,840	24,500	-	(24,500)	51,037	-	-	(PAYROLL TAX) 1,338,830	2,488,725	2,279,381
TOTALS	48,510,926	12,914,760	416,263	1,013,867	2,507,235	2,410,396	2,539,534	9,042,744	1,338,830	80,694,555	75,227,995

OPERATING FUND - EXPENSE DETAIL: FUNCTION 100

For the Year Ended June 30, 2008

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	3,897,752						3,897,752
330 Instructional - Teaching		17,314,223		870,044	14,265,311	450,350	32,899,928
350 Instructional - Other		1,169,610		128,774	1,054,286		2,352,670
360 Technical, Specialized and Service							0
370 Secretarial, Clerical and Other	1,494,300						1,494,300
390 Information Technology	144,078						144,078
Total Salaries	5,536,130	18,483,833	0	998,818	15,319,597	450,350	40,788,728
4XX EMPLOYEES BENEFITS AND ALLOWANCES	460,964	1,450,976		76,336	1,089,566	19,536	3,097,378
5-6XX SERVICES							
510 Professional, Technical and Specialized	54,810	137,813		600	22,230	412	215,865
520 Communications	132,873	42					132,915
540 Travel and Meetings	4,323	11,737		1,032	872	3,783	21,747
560 Tuition						4,685	4,685
570 Printing and Binding		1,270					1,270
580 Insurance and Bond Premiums		6,791					6,791
590 Maintenance and Repair Services		91,293		2,149	73,673	2,775	169,890
610 Rentals		58,661			14,209		72,870
630 Advertising		694		444			1,138
640 Dues and Fees		11,198			4,500		15,698
650 Professional and Staff Development	6,311	3,324			353	408	10,396
680 Information Technology Services	63,729	112,651		3,328	59,146	249	239,103
Total Services	262,046	435,474	0	7,553	174,983	12,312	892,368
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710 Supplies	361	509,919		19,195	342,728	21,834	894,037
740 Curricular and Media Materials		236,669		12,571	142,668	4,038	395,946
760 Minor Equipment		523,756		4,990	208,619	11,889	749,254
780 Information Technology Equipment	246,988	491,765		68	21,227	1,149	761,197
Total Supplies, Materials and Minor Equipment	247,349	1,762,109	0	36,824	715,242	38,910	2,800,434
96X-99 TRANSFERS							
960 School Divisions			11,151	52,650	59,150	97,967	220,918
980 Organizations and Individuals		711,100					711,100
Total Transfers	0	711,100	11,151	52,650	59,150	97,967	932,018
TOTALS	6,506,489	22,843,492	11,151	1,172,181	17,358,538	619,075	48,510,926

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

** includes multi-track schools.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 200

For the Year Ended June 30, 2008

STUDENT SUPPORT SERVICES		10	20	30	40	50	60	70	
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	247,301		82,808					330,109
330	Instructional - Teaching			34,037	176,732	194,920	2,218,126	1,642,665	4,266,480
350	Instructional - Other			197,201	449,497	4,762,680			5,409,378
360	Technical, Specialized and Service				0			0	0
370	Secretarial, Clerical and Other	96,070							96,070
380	Clinician			889,325					889,325
390	Information Technology								0
	Total Salaries	343,371	0	1,203,371	626,229	4,957,600	2,218,126	1,642,665	10,991,362
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	27,025		72,989	105,783	816,128	129,538	95,176	1,246,639
5-6XX	SERVICES								
510	Professional, Technical and Specialized			18,694	42,917	323,531			385,142
520	Communications			17,628	712			226	18,566
540	Travel and Meetings	4,105		4,906	27			1,107	10,145
560	Tuition								0
570	Printing and Binding								0
590	Maintenance and Repair Services			254	809				1,063
610	Rentals								0
630	Advertising								0
640	Dues and Fees	244							244
650	Professional and Staff Development			3,588	1,875	570			6,033
680	Information Technology Services			2,156					2,156
	Total Services	4,349	0	47,226	46,340	324,101	0	1,333	423,349
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT								
710	Supplies			11,968	21,496	5,521	258	300	39,543
740	Curricular and Media Materials			155	6,998	57	1,317	2,434	10,961
760	Minor Equipment			5,231	16,748	906			22,885
780	Information Technology Equipment	1,539		3,770	7,872				13,181
	Total Supplies, Materials and Minor Equipment	1,539	0	21,124	53,114	6,484	1,575	2,734	86,570
96X-99	TRANSFERS								
960	School Divisions				35,270				35,270
980	Organizations and Individuals				131,570				131,570
	Total Transfers	0		0	166,840	0			166,840
	TOTALS	376,284	0	1,344,710	998,306	6,104,313	2,349,239	1,741,908	12,914,760

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

OPERATING FUND - EXPENSE DETAIL: FUNCTION 300

For the Year Ended June 30, 2008

ADULT LEARNING CENTRES		10	20	
CODE	OBJECT \ PROGRAM	ADMINISTRATION AND OTHER	INSTRUCTION	TOTALS
3XX SALARIES				
320	Executive, Managerial and Supervisory	86,653		86,653
330	Instructional - Teaching		219,827	219,827
350	Instructional - Other		31,448	31,448
360	Technical, Specialized and Service			0
370	Secretarial, Clerical and Other	528		528
390	Information Technology			0
	Total Salaries	87,181	251,275	338,456
4XX EMPLOYEES BENEFITS AND ALLOWANCES				
		8,706	13,572	22,278
5-6XX SERVICES				
510	Professional, Technical and Specialized		127	127
520	Communications	1,074		1,074
530	Utility Services			0
540	Travel and Meetings	294		294
560	Tuition			0
570	Printing and Binding		8	8
580	Insurance and Bond Premiums			0
590	Maintenance and Repair Services		1,038	1,038
610	Rentals		740	740
620	Property Taxes			0
630	Advertising			0
640	Dues and Fees			0
650	Professional and Staff Development		545	545
680	Information Technology Services			0
	Total Services	1,368	2,458	3,826
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT				
710	Supplies		7,229	7,229
740	Curricular and Media Materials		1,704	1,704
760	Minor Equipment		8,460	8,460
780	Information Technology Equipment		9,810	9,810
	Total Supplies, Materials and Minor Equipment	0	27,203	27,203
96X-99 TRANSFERS				
960	School Divisions			0
980	Organizations and Individuals			0
999	Recharge *	24,500		24,500
	Total Transfers	24,500	0	24,500
TOTALS		121,755	294,508	416,263

* Administration costs recharged from Function 500.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 400

For the Year Ended June 30, 2008

COMMUNITY EDUCATION AND SERVICES		10	20	30	40	
		CONTINUING	ENGLISH AS AN	COMMUNITY	PRE-KINDERGARTEN	
CODE	OBJECT \ PROGRAM	EDUCATION	ADDITIONAL LANGUAGE	SERVICES AND	EDUCATION	TOTALS
			FOR ADULTS	RECREATION		
3XX	SALARIES					
320	Executive, Managerial and Supervisory			36,917	9,283	46,200
330	Instructional - Teaching		31,957	15,120	402,924	450,001
350	Instructional - Other	19,240		83,542	162,080	264,862
360	Technical, Specialized and Service					0
370	Secretarial, Clerical and Other					0
380	Clinician					0
390	Information Technology	1,101				1,101
	Total Salaries	20,341	31,957	135,579	574,287	762,164
4XX	EMPLOYEES BENEFITS AND ALLOWANCES		1,997	17,740	62,494	82,231
5-6XX	SERVICES					
510	Professional, Technical and Specialized			16,225	11,815	28,040
520	Communications		335	807	662	1,804
540	Travel and Meetings			780	3,469	4,249
570	Printing and Binding	26,248				26,248
590	Maintenance and Repair Services					0
610	Rentals			516		516
630	Advertising	197				197
640	Dues and Fees			95		95
650	Professional and Staff Development		90	224		314
680	Information Technology Services					0
	Total Services	26,445	425	18,647	15,946	61,463
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT					
710	Supplies	286	1,281	35,326	66,268	103,161
740	Curricular and Media Materials	291	110	407	770	1,578
760	Minor Equipment			851		851
780	Information Technology Equipment			2,419		2,419
	Total Supplies, Materials and Minor Equipment	577	1,391	39,003	67,038	108,009
96X-99	TRANSFERS					
980	Organizations and Individuals					0
	Total Transfers	0	0	0	0	0
	TOTALS	47,363	35,770	210,969	719,765	1,013,867

OPERATING FUND - EXPENSE DETAIL: FUNCTION 500

For the Year Ended June 30, 2008

DIVISIONAL ADMINISTRATION		10	20	30	50	
CODE OBJECT \ PROGRAM		BOARD OF TRUSTEES	INSTRUCTIONAL MANAGEMENT & ADMINISTRATION	BUSINESS AND ADMINISTRATIVE SERVICES	MANAGEMENT INFORMATION SERVICES	TOTALS
3XX SALARIES						
310	Trustees Remuneration	122,123				122,123
320	Executive, Managerial and Supervisory		351,755	301,548	64,699	718,002
360	Technical, Specialized and Service					0
370	Secretarial, Clerical and Other		192,723	482,499	39,015	714,237
390	Information Technology				57,439	57,439
	Total Salaries	122,123	544,478	784,047	161,153	1,611,801
4XX EMPLOYEES BENEFITS AND ALLOWANCES		18,773	45,670	124,273	26,037	214,753
5-6XX SERVICES						
510	Professional, Technical and Specialized	30,310	7,793	131,686		169,789
520	Communications		4,173	37,204	3,325	44,702
540	Travel and Meetings	4,793	16,315	67,793	1,506	90,407
570	Printing and Binding		21,438	9,604		31,042
580	Insurance and Bond Premiums			24,985		24,985
590	Maintenance and Repair Services			7,771		7,771
610	Rentals		827	1,577		2,404
630	Advertising		10,329	3,084		13,413
640	Dues and Fees	63,065	8,705	4,185		75,955
650	Professional and Staff Development	43,690	13,809	38,435	9,719	105,653
680	Information Technology Services	5,554	2,821	2,239	74,215	84,829
	Total Services	147,412	86,210	328,563	88,765	650,950
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	14	10,964	22,105	27	33,110
740	Curricular and Media Materials		437			437
760	Minor Equipment		465	17,453		17,918
780	Information Technology Equipment	129	2,469	168		2,766
	Total Supplies, Materials and Minor Equipment	143	14,335	39,726	27	54,231
96X-99 TRANSFERS						
960	School Divisions					0
980	Organizations and Individuals					0
999	Recharge *			(24,500)		(24,500)
	Total Transfers	0	0	(24,500)		(24,500)
TOTALS		288,451	690,693	1,252,109	275,982	2,507,235

* Reallocation of administration costs associated with Adult Learning Centre operations to Function 300.

OPERATING FUND - EXPENSE DETAIL: FUNCTION 600

For the Year Ended June 30, 2008

INSTRUCTIONAL AND OTHER SUPPORT SERVICES		05 CURRICULUM CONSULTING & DEVELOPMENT ADMINISTRATION	10 CURRICULUM CONSULTING & DEVELOPMENT	20 LIBRARY / MEDIA CENTRE	30 PROFESSIONAL AND STAFF DEVELOPMENT	80 OTHER	TOTALS
CODE	OBJECT \ PROGRAM						
3XX	SALARIES						
320	Executive, Managerial and Supervisory	62,737	26,376	33,032			122,145
330	Instructional - Teaching		211,335	141,690	260,962		613,987
350	Instructional - Other			747,737		76,708	824,445
360	Technical, Specialized and Service						0
370	Secretarial, Clerical and Other		31,270				31,270
390	Information Technology						0
	Total Salaries	62,737	268,981	922,459	260,962	76,708	1,591,847
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	1,973	14,679	135,870	16,087	2,431	171,040
5-6XX	SERVICES						
510	Professional, Technical and Specialized				7,727	546	8,273
520	Communications		2,412	6,021			8,433
540	Travel and Meetings		7,015			452	7,467
570	Printing and Binding			1,685		183	1,868
580	Insurance and Bond Premiums						0
590	Maintenance and Repair Services			3,862			3,862
610	Rentals					9,672	9,672
630	Advertising						0
640	Dues and Fees				2,933		2,933
650	Professional and Staff Development			2,024	274,669		276,693
680	Information Technology Services			25,915			25,915
	Total Services	0	9,427	39,507	285,329	10,853	345,116
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies		1,712	25,587		15,073	42,372
740	Curricular and Media Materials		64	185,414	157	59	185,694
760	Minor Equipment			13,872			13,872
780	Information Technology Equipment		4,984	4,434			9,418
	Total Supplies, Materials and Minor Equipment	0	6,760	229,307	157	15,132	251,356
96X-99	TRANSFERS						
960	School Divisions						0
980	Organizations and Individuals					51,037	51,037
	Total Transfers					51,037	51,037
	TOTALS	64,710	299,847	1,327,143	562,535	156,161	2,410,396

OPERATING FUND - EXPENSE DETAIL: FUNCTION 700

For the Year Ended June 30, 2008

TRANSPORTATION OF PUPILS		10	20	70	80	90	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	REGULAR	ALLOWANCES IN LIEU OF TRANSPORTATION	BOARDING OF STUDENTS/ DORMITORIES	FIELD TRIPS AND OTHER	TOTALS
3XX SALARIES							
320	Executive, Managerial and Supervisory	134,439					134,439
350	Instructional - Other						0
360	Technical, Specialized and Service		1,349,294				1,349,294
370	Secretarial, Clerical and Other	45,508					45,508
390	Information Technology						0
	Total Salaries	179,947	1,349,294		0	0	1,529,241
4XX EMPLOYEES BENEFITS AND ALLOWANCES		30,840	241,392				272,232
5-6XX SERVICES							
510	Professional, Technical and Specialized	853	500				1,353
520	Communications	3,671	5,293				8,964
540	Travel and Meetings	390					390
550	Transportation of Pupils		67,060	82,277		4,945	154,282
580	Insurance and Bond Premiums		18,721				18,721
590	Maintenance and Repair Services	1,510	35,801				37,311
610	Rentals		291				291
630	Advertising						0
640	Dues and Fees	292					292
650	Professional and Staff Development	7,441	3,486				10,927
680	Information Technology Services						0
	Total Services	14,157	131,152	82,277	0	4,945	232,531
7XX SUPPLIES, MATERIALS AND MINOR EQUIPMENT							
710	Supplies	5,417	488,388			0	493,805
740	Curricular and Media Materials						0
760	Minor Equipment		11,725				11,725
780	Information Technology Equipment						0
	Total Supplies, Materials and Minor Equipment	5,417	500,113		0	0	505,530
96X-99 TRANSFERS							
960	School Divisions						0
980	Organizations and Individuals						0
999	Recharge		(153,156)			153,156	0
	Total Transfers	0	(153,156)	0	0	153,156	0
TOTALS		230,361	2,068,795	82,277	0	158,101	2,539,534

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

OPERATIONS AND MAINTENANCE		10	20	50	70	80	
CODE	OBJECT \ PROGRAM	ADMINISTRATION	SCHOOL BUILDINGS MAINTENANCE	SCHOOL BUILDINGS REPAIRS AND REPLACEMENTS	OTHER BUILDINGS	GROUND	TOTALS
3XX	SALARIES						
320	Executive, Managerial and Supervisory	202,630					202,630
360	Technical, Specialized and Service		4,090,552	24,709	45,527	46,953	4,207,741
370	Secretarial, Clerical and Other	79,943					79,943
390	Information Technology						0
	Total Salaries	282,573	4,090,552	24,709	45,527	46,953	4,490,314
4XX	EMPLOYEES BENEFITS AND ALLOWANCES	46,459	681,825	3,164	8,258	3,667	743,373
5-6XX	SERVICES						
510	Professional, Technical and Specialized		30,505			57,796	88,301
520	Communications	6,275	810				7,085
530	Utility Services		1,571,716		96,979		1,668,695
540	Travel and Meetings	1,321	297			176	1,794
580	Insurance and Bond Premiums		134,325				134,325
590	Maintenance and Repair Services	877	546,678	583,528	25,557	65,637	1,222,277
610	Rentals	536					536
620	Property Taxes		36,606		175,785	13,256	225,647
630	Advertising						0
640	Dues and Fees	1,521					1,521
650	Professional and Staff Development	15,433	2,952				18,385
680	Information Technology Services		423				423
	Total Services	25,963	2,324,312	583,528	298,321	136,865	3,368,989
7XX	SUPPLIES, MATERIALS AND MINOR EQUIPMENT						
710	Supplies	5,570	383,540	1,822	12,455	6,796	410,183
740	Curricular and Media Materials	323					323
760	Minor Equipment	109	28,368			1,085	29,562
780	Information Technology Equipment						0
	Total Supplies, Materials and Minor Equipment	6,002	411,908	1,822	12,455	7,881	440,068
96X-99	TRANSFERS						
999	Recharge						0
	TOTALS	360,997	7,508,597	613,223	364,561	195,366	9,042,744

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

For the Year Ended June 30, 2008

Transfers To Capital Fund

Category "D" School Buildings	71,772	
Bus Reserve	1,000	
Bus Purchases	194,397	
Other: Bus Lease Payments	193,745	
Johnson Controls Loan	262,000	
Board Office Debenture	137,006	
West Kildonan Collegiate - equipment & wide area network	83,441	
Other Fixed Assets-Vehicle/Copiers/SBO Computer/Equip	181,418	
Capital Projects - portion unfunded by PSFB	119,528	
Reserves - Garden City Renovations	1,000,000	
Site Costs - West Kildonan 68,271; Riverbend 436,381	<u>504,652</u>	2,748,959

Less: Transfers From Capital Fund

-

0

Net Transfers To (From) Capital Fund

2,748,959

CAPITAL FUND SCHEDULE OF FINANCIAL POSITION

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	76,281	73,783
Short Term Investments	-	-
Due from - Provincial Government	838,965	594,182
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Other Funds	-	-
Accounts Receivable	390,771	62,121
Accrued Investment Income	-	-
	<u>1,306,017</u>	<u>730,086</u>
Liabilities		
Overdraft	-	-
Accounts Payable	601,590	893,661
Accrued Liabilities	-	29,465
Accrued Interest Payable	852,677	-
Due to - Provincial Government	-	521,693
- Federal Government	-	-
- Municipal Government	-	-
- First Nations	-	-
- Operating Fund	2,991,197	5,220,750
Deferred Revenue	51,871	65,007
Debenture Debt	30,011,750	21,079,030
Other Borrowings	1,434,272	1,581,912
	<u>35,943,357</u>	<u>29,391,518</u>
Net Debt	<u>(34,637,340)</u>	<u>(28,661,432)</u>
Non-Financial Assets		
Net Tangible Capital Assets	<u>57,710,829</u>	<u>49,540,245</u>
Accumulated Surplus / Equity *	<u>23,073,489</u>	<u>20,878,813</u>
* Comprised of:		
Reserve Accounts	1,231,385	2,317,309
Equity in Tangible Capital Assets	<u>21,842,104</u>	<u>18,561,504</u>
	<u>23,073,489</u>	<u>20,878,813</u>

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

For the Year Ended June 30

	2008	2007
Revenue		
Provincial Government		
Grants	10,218	11,935
Debt Servicing - Principal	1,726,264	1,542,354
- Interest	2,296,059	1,417,478
Federal Government		-
Municipal Government	-	-
Other Sources:		
Investment Income	2,498	2,493
Donations	13,135	16,637
Gain / (Loss) on Disposal of Capital Assets	1,000	1,650
	-	-
	<u>0</u>	<u>-</u>
	4,049,174	2,992,547
Expenses		
Amortization	2,030,615	1,737,834
Debenture Debt Interest	2,342,070	1,463,826
Other Interest	99,773	79,462
Other Capital Items	130,999	309,913
	<u>4,603,457</u>	<u>3,591,035</u>
Current Year Surplus / (Deficit)	(554,283)	(598,488)
Net Transfers from (to) Operating Fund	2,748,959	2,869,421
Transfers from Special Purpose Fund	-	-
Net Current Year Surplus (Deficit)	<u>2,194,676</u>	<u>2,270,933</u>
Opening Accumulated Surplus / Equity	20,878,813	50,062,950
Adjustments: Tangible Capital Assets and Accum. Amortization	-	(30,736,647)
	<u>-</u>	<u>(718,423)</u>
Opening Accumulated Surplus / Equity as adjusted	<u>20,878,813</u>	<u>18,607,880</u>
Closing Accumulated Surplus / Equity	<u><u>23,073,489</u></u>	<u><u>20,878,813</u></u>

SCHEDULE OF TANGIBLE CAPITAL ASSETS
at June 30, 2008

	Buildings and Leasehold Improvements		School Buses	Other Vehicles	Furniture / Fixtures & Equipment	Computer Hardware & Software *	Land	Land Improvements	Assets Under Construction	2008 Totals	2007 Totals
	School	Non-School									
Tangible Capital Asset Cost											
Opening Cost, as previously reported	50,582,058	2,141,578	3,245,310	77,122	706,915	876,120	12,448,447	-	10,661,152	80,738,702	70,646,907
Adjustments	-	-	-	-	-	-	-	-	-	-	(1,191,259)
Opening Cost adjusted	50,582,058	2,141,578	3,245,310	77,122	706,915	876,120	12,448,447	-	10,661,152	80,738,702	69,455,648
Add:											
Additions during the year	18,219,530	-	388,793	26,122	224,546	139,868	-	-	(8,797,660)	10,201,199	11,367,819
Less:											
Disposals and write downs	-	-	90,851	-	-	166,600	-	-	-	257,451	84,765
Closing Cost	68,801,588	2,141,578	3,543,252	103,244	931,461	849,388	12,448,447	-	1,863,492	90,682,450	80,738,702
Accumulated Amortization											
Opening, as previously reported	27,372,917	1,276,525	1,834,764	61,287	408,575	244,389	-	-	-	31,198,457	-
Adjustments	-	-	-	-	-	-	-	-	-	-	29,545,388
Opening adjusted	27,372,917	1,276,525	1,834,764	61,287	408,575	244,389	-	-	-	31,198,457	29,545,388
Add:											
Current period Amortization	1,534,384	47,057	270,474	7,087	117,941	53,672	-	-	-	2,030,615	1,737,834
Less:											
Accumulated Amortization on Disposals and Writedowns	-	-	90,851	-	-	166,600	-	-	-	257,451	84,765
Closing Accumulated Amortization	28,907,301	1,323,582	2,014,387	68,374	526,516	131,461	-	-	-	32,971,621	31,198,457
Net Tangible Capital Asset	39,894,287	817,996	1,528,865	34,870	404,945	717,927	12,448,447	-	1,863,492	57,710,829	49,540,245
Proceeds from Disposal of Capital As	-	-	1,000	-	-	-	-	-	-	1,000	1,650

* Includes network infrastructure.

SCHEDULE OF CAPITAL RESERVE ACCOUNTS

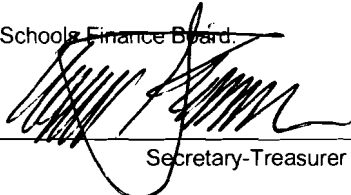
For the Year Ended June 30, 2008

Fund Name >	Buses	West Kildonan Collegiate High School	Edmund Partridge Renovations	Garden City Addition		Totals
Opening Balance, July 1, 2007	28,705	1,988,604	300,000	-	-	2,317,309
Additions: (Provide a description of each transaction)						
Proceeds from disposal of bus	1,000	-	-	-	-	1,000
Designated Surplus transferred to Reserve - Garden City Addition	-	-	-	1,000,000	-	1,000,000
						-
						-
						-
						-
						-
Total Additions	1,000	-	-	1,000,000	-	1,001,000
Withdrawals: (Provide a description of each transaction)						
PSFB approved capital costs - West Kildonan Collegiate	-	1,988,604	-	-	-	1,988,604
PSFB approved capital costs - Edmond Partridge Community School	-	-	98,320	-	-	98,320
						-
						-
						-
						-
Total Withdrawals	-	1,988,604	98,320	-	-	2,086,924
Closing Balance, June 30, 2008	29,705	-	201,680	1,000,000	-	1,231,385

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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.

October 31/08
Date


Secretary-Treasurer

**SPECIAL PURPOSE FUND
SCHEDULE OF FINANCIAL POSITION**

as at June 30

	2008	2007
Financial Assets		
Cash and Bank	698,822	744,246
Short Term Investments	-	-
GST Receivable	-	-
Accrued Investment Income	-	-
Other Investments	-	-
	<u>698,822</u>	<u>744,246</u>
Liabilities		
School Generated Funds Liability	526,259	593,764
Accounts Payable	-	-
Accrued Liabilities	-	-
Due to Other Funds	-	-
Deferred Revenue	-	-
	<u>526,259</u>	<u>593,764</u>
Accumulated Surplus *	<u><u>172,563</u></u>	<u><u>150,482</u></u>
* Comprised of:		
School Generated Funds Accumulated Surplus	172,563	150,482
Other Funds Accumulated Surplus	-	-
	<u><u>172,563</u></u>	<u><u>150,482</u></u>

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

For the Year Ended June 30

	2008	2007
Revenue		
School Generated Funds	122,007	179,485
Other Funds	-	-
	<u>122,007</u>	<u>179,485</u>
Expenses		
School Generated Funds	99,926	139,208
Other Funds	-	-
	<u>99,926</u>	<u>139,208</u>
Current Year Surplus (Deficit)	22,081	40,277
Transfers (to) Operating Fund	-	-
Transfers (to) Capital Fund	-	-
Net Current Year Surplus (Deficit)	<u>22,081</u>	<u>40,277</u>
Opening Accumulated Surplus	150,482	-
Adjustments: School Generated Funds	-	110,205
Other Funds	-	-
Opening Accumulated Surplus as adjusted	<u>150,482</u>	<u>110,205</u>
Closing Accumulated Surplus	<u><u>172,563</u></u>	<u><u>150,482</u></u>

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

ENROLMENTS BY PROGRAM	F.T.E. Enrolment September 30, 2007
REGULAR INSTRUCTION	
English Language - Single Track	4,665.7
Francais - Single Track	-
French Immersion - Single Track	203.5
Dual Track	
- English Language	2,774.0
- Francais	-
- French Immersion	844.5
- Other Bilingual	<u>155.0</u>
Senior Years Technology Education	<u>73.3</u>
TOTAL REGULAR INSTRUCTION	8,716.0
STUDENT SUPPORT SERVICES : Special Placement	<u>16.0</u>
TOTAL NUMBER OF FULL TIME EQUIVALENT K - 12 STUDENTS	<u><u>8,732.0</u></u>

TRANSPORTATION OF PUPILS	
TRANSPORTED STUDENTS	2,716
TOTAL KILOMETERS - LOG BOOK	739,006
TOTAL KILOMETERS - BUS ROUTES	521,820
LOADED KILOMETERS	381,225

FULL TIME EQUIVALENT PERSONNEL (UNAUDITED)

September 30, 2007

CODE	OBJECT \ FUNCTION	FUNCTION 100	FUNCTION 200	FUNCTION 300	FUNCTION 400	FUNCTION 500	FUNCTION 600	FUNCTION 700	FUNCTION 800	TOTALS
320	Executive, Managerial, & Supervisory	43.30	3.50	1.00	1.50	7.11	1.00	2.00	2.75	62.16
330	Instructional - Teaching	474.77	58.40	3.40	11.76		4.50			552.83
350	Instructional - Other	70.33	145.64				17.40			233.37
360	Technical, Specialized And Service							27.63	81.50	109.13
370	Secretarial, Clerical And Other	37.71	2.00		0.25	13.25	1.00	1.00	2.00	57.21
380	Clinician		13.60							13.60
390	Information Technology	3.60				1.00				4.60
TOTALS (excluding Trustees)		629.71	223.14	4.40	13.51	21.36	23.90	30.63	86.25	1,032.90

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

Administration Costs

Divisional Administration, Function 500	2,507,235
Curriculum Consulting & Development Administration, Program 605	64,710
Transportation Administration, Program 710	230,361
Operations & Maintenance Administration, Program 810	360,997
Sub-total	3,163,303
Less: Liability Insurance	24,985
Administration portion of self-funded expenses (see below)	0 *
	3,138,318 (A)

Expense Base

Total Operating Expenses	80,694,555
Plus: Transfers to Capital	2,748,959
Less: Adult Learning Centres, Function 300	416,263
	83,027,251 (B)

Percentage (A) / (B)

3.8%

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

International Student Programs

Expenses (1)	
Instructional	-
Administration (deducted above)	- *
Other:	-
	-
	0
Associated Revenue ⁽²⁾	-

Self-Administered Pension Plans

Expenses (1)	
Administration (deducted above)	- *
Other:	-
	-
	0
Associated Revenue ⁽²⁾	-

(1) Incremental costs of the program.

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

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements

Year ended June 30, 2008

1. Nature of organization and economic dependence:

Seven Oaks School Division (the Division) is a public corporate body that provides educational programming to residents within its geographic location. The Division is funded mainly by grants from the Province of Manitoba (the Province), and a special levy on the property assessment included in the Division's boundaries. The Division is exempt from income tax 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 significant accounting policies of the Division include:

(a) Reporting entity and consolidation:

The Division's reporting entities are comprised of the Division and school generated funds.

The consolidated financial statements reflect the assets, liabilities, revenues and expenditures of the Division's Operating Fund, Capital Fund, and Special Purpose Fund.

(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.

The Division holds funds in trust (amounts contributed in trust) for the following organizations:

Maples Youth Activity Centre	\$	(10,734)
Kildonan Youth Activity Centre		4,716
Village Project Activity Centre		50,934
Seven Oaks Parents in Support of Aboriginal Education		(76,287)
Safe Youth Program - from Federal Government Grant		9,656
Immigrant Integration program		291
Healthy Baby		4,408
	\$	(17,016)

The amounts contributed by the Division will be reimbursed by these organizations.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

2. Significant accounting principles (continued).

(c) Basis of accounting:

These consolidated statements are prepared by management in accordance with generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants (PSAB). Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods and services acquired in the period whether or not payment has been made or invoices received.

(d) Fund accounting:

The Division records financial transactions in separate funds as defined by Financial Reporting and Accounting in Manitoba Education (FRAME).

The Operating Fund is maintained to record all the day to day operating revenues and expenditures. 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 controlled by the Division.

(e) Deferred revenue:

Certain amounts are received pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs or in the delivery of specific services and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed.

(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.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

2. Significant accounting principles (continued).

To be classified as tangible capital assets, each asset other than land must individually meet the capitalization threshold for its class as prescribed by FRAME.

Asset description	Capitalization threshold	Estimated useful life (years)
Land improvements	\$ 25,000	10
Buildings - bricks, mortar and steel	25,000	40
Building - wood frame	25,000	25
School buses	20,000	10
Vehicles	10,000	5
Equipment	5,000	5
Network infrastructure	25,000	10
Computer hardware, services and peripherals	5,000	4
Computer software	10,000	4
Furniture and fixtures	5,000	10
Leasehold improvements	25,000	Over term of the lease

With the exception of buildings all tangible capital assets are recorded at historical cost.

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.

Tangible capital assets are amortized on a straight-line basis over their estimated useful lives as prescribed by FRAME. Land is not amortized.

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) Capital reserve:

Certain amounts approved by the Board of Trustees and the Public Schools Finance Board have been set aside in reserve accounts for future capital purposes as detailed on page 24 of the consolidated financial statements. These capital reserve accounts are internally restricted funds that form part of the accumulated surplus presented in the consolidated statement of financial position.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

2. Significant accounting principles (continued).

(h) Government transfers:

Government transfers, including legislative grants, are recognized in the consolidated financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made.

(i) Development revenue:

Revenue from the sale of lands held for development was recognized when the contractual obligations of the Division had been completed.

(j) Use of estimates:

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenues and expenses during the year. Actual results could differ from those estimates.

3. Overdraft:

The Division has authorized revolving lines of credit with the Royal Bank of Canada (RBC) of \$20,000,000 and \$9,000,000 by way of overdrafts, flex financing, and letter of guarantee. The loan is repayable on demand at RBC prime less .25 percent. Interest is paid monthly. RBC also provides a non-revolving term facility of \$631,468 with an interest rate of 5.15%, renewable on October 15, 2008.

4. Commitments:

(a) The Division entered into a Land Development Agreement with the City of Winnipeg in September 2003. The development agreement was for the amount of \$725,329 excluding GST. Of those costs, \$259,689 relate to the future school site and will not be incurred until a school is constructed.

(b) On June 25, 2008, the Division received approval from the Public Schools Finance Board to proceed with the Garden City Collegiate 'addition and renovation' project at a cost of \$8,308,000 plus G.S.T. This project will be funded 100 percent by the Division.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

5. Deferred revenue:

	Balance, June 30, 2007	Additions in the period	Revenue recognized in the period	Balance, June 30, 2008
Education property tax credit	\$ 3,368,310	\$ 8,935,859	\$ 8,729,826	\$ 3,574,343
Community school partnership initiative	34,989	50,600	65,509	20,080
Bus pass fees	46,243	330,700	337,067	39,876
Other special purpose funds	87,364	138,404	138,936	86,832
	<u>\$ 3,536,906</u>	<u>\$ 9,455,563</u>	<u>\$ 9,271,338</u>	<u>\$ 3,721,131</u>

6. School generated funds liability:

School generated funds are monies raised by the school, or under the auspices of the school, which each school's principal may raise, hold, administer or expend subject to the rules of the Division. At June 30, 2008, school funds held totaled \$698,822 (2007 - \$744,246).

The school generated funds liability of \$526,259 at June 30, 2008 (2007 - \$593,764) comprises the portion of the school generated funds that are not controlled.

7. Debenture debt:

The debenture debt of the Division is in the form of twenty-year debentures payable, principal and interest, in twenty equal yearly installments and maturing at various dates from 2009 to 2028. Payment of principal and interest is funded entirely by grants from the Province of Manitoba. The debentures carry interest rates that range from 5.0 percent to 11.625 percent. The debenture principal and interest repayments in the next five years and thereafter are:

	Principal	Interest	Total
2009	\$ 2,303,592	\$ 1,952,627	\$ 4,256,219
2010	2,140,600	1,755,156	3,895,756
2011	1,921,926	1,579,641	3,501,567
2012	2,010,285	1,430,681	3,440,966
2013	1,557,210	1,275,999	2,833,209
Thereafter	20,078,137	8,199,950	28,278,087
	<u>\$ 30,011,750</u>	<u>\$ 16,194,054</u>	<u>\$ 46,205,804</u>

During 2008 the Division had submitted claims for capital projects to the Public Schools Finance Board totaling \$10,759,500 (2007 - \$4,491,000) and received debenture proceeds of this amount in 2008.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

8. Other borrowings:

The other borrowings of the Division are in the form of long-term capital leases and a loan agreement held with the Royal Bank of Canada for the purchase of buses and energy efficiency projects respectively. The leases carry floating interest rates that range from 3.15 percent to 5.63 percent and the loan has a fixed rate of 5.15 percent. Principal and interest payments in the next five years and thereafter are as follows:

	Principal	Interest	Total
2009	\$ 825,793	\$ 80,401	\$ 906,194
2010	162,823	38,716	201,539
2011	131,326	28,838	160,164
2012	138,166	21,998	160,164
2013	145,364	14,801	160,165
Thereafter	30,800	2,753	33,553
	<u>\$ 1,434,272</u>	<u>\$ 187,507</u>	<u>\$ 1,621,779</u>

9. Net tangible capital assets:

The schedule of tangible capital assets (TCA), page 23 of the consolidated financial statements provides a breakdown of cost, accumulated amortization and net book value by class

	Gross amount	Accumulated amortization	Net book value
Tangible capital assets	\$ 88,672,701	\$ 32,083,434	\$ 56,589,267
Capital lease	2,009,749	888,187	1,121,562
	<u>\$ 90,682,450</u>	<u>\$ 32,971,621</u>	<u>\$ 57,710,829</u>

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

10. Expense 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:

	Actual 2008	Budget* 2008 (Unaudited)	Actual 2007
Salaries	\$ 62,103,913	\$ 60,551,557	\$ 58,099,947
Employees benefits and allowances	5,849,924	5,372,380	5,226,347
Services	5,978,592	5,842,625	5,660,891
Supplies, materials and minor equipment	4,273,401	4,469,356	3,845,488
Interest	145,785	236,500	241,850
Payroll tax	1,338,830	1,299,453	1,245,947
School divisions and other organizations	1,149,895	1,032,505	1,033,434
Total Operating Fund	80,840,340	78,804,376	75,353,904
Amortization	2,030,615	—	1,737,834
Debenture debt interest	2,296,058	—	1,417,379
Other capital items	130,999	—	309,913
Total Capital Fund	4,457,672	—	3,465,126
Total school generated funds	99,926	—	139,208
	\$ 85,397,938	\$ 78,804,376	\$ 78,958,238

*The "2008 budget" includes operational expenses and is exclusive of the funds budgeted for capital purchases and debt financing of \$1,062,505. The total 2008 budget is \$79,866,881.

Budgeted figures are presented in accordance with FRAME, the prescribed method of accounting that the Division followed prior to the implementation of PSAB.

11. Related party transactions:

The Seven Oaks Education Foundation Inc. (the Foundation) was incorporated on July 17, 2001 to take over the capital and administration of the Seven Oaks Scholarship Board (the Board). The Board had previously been established to assist students to further their education beyond the high school level. Certain trustees of the Division sit on the Foundation's Board.

During fiscal 2008, the Division provided a grant to the Foundation in the amount of \$16,000 (2007 - \$16,000) to the Board.

SEVEN OAKS SCHOOL DIVISION

Notes to Consolidated Financial Statements (continued)

Year ended June 30, 2008

12. Land:

Included in land are costs of \$836,380 (2007 - \$836,380) related to the future school site located in Swinford Park/Riverbend area. These costs were allocated to the future school site during the development of the Swinford Park subdivision.

13. Residential lot sales:

In fiscal years 2005 and 2006, the Division developed and sold 71 residential lots in the Swinford Park subdivision. The net surplus resulting from the lot sales, including additional costs incurred in 2007, was \$388,576 which was recorded to capital fund surplus in prior years. There were no residual costs or revenues recorded in fiscal 2008 with regard to the Swinford Park subdivision.

14. Interest paid:

Interest paid during the fiscal year is comprised of the following:

	2008	2007
Operating Fund:		
Overdraft interest	\$ -	\$ 115,941
Capital Fund:		
Debenture debt interest - PSFB funded	2,296,058	1,417,478
Debenture interest	46,012	46,348
Lease interest	99,773	79,462
	<u>\$ 2,441,843</u>	<u>\$ 1,659,229</u>