



Ministry of
Education

Auditor's Report and Financial Statement

Of the Regina School Division No.4

School Division No. 2150000

For the Period Ending: August 31, 2009

D.G. Burnett
Secretary Treasurer

Meyers Norris Penny LLP
Auditor

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



MEYERS NORRIS PENNY LLP

Auditors' Report

To the Chairman and Trustees of
The Board of Education of the Regina School Division No. 4 of Saskatchewan:

We have audited the statement of Financial Position of Regina School Division No. 4 as at August 31, 2009 and the following statements for the year ended August 31, 2009:

- a) Statement of Financial Position
- b) Statement of Financial Activities and Fund Balances
- c) Statement of Changes in Financial Position
- d) Details of Revenue
- e) Details of Expenses
- f) Schedule of Physical Assets
- g) Summary of Complementary Services Revenue and Expenses, by Program
- h) Summary of External Services Revenue and Expenses, by Program

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 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 results of its operations for the year period then ended in accordance with Canadian generally accepted accounting principles.

Regina, Saskatchewan
November 20, 2009

Meyers Norris Penny LLP

MEYERS NORRIS PENNY LLP

Management's Responsibility

To the Chairman and Trustees of The Board of Education of the Regina School Division No. 4 of Saskatchewan:


Management is responsible for the preparation and presentation of the accompanying financial statements, including responsibility for significant accounting judgments and estimates in accordance with Canadian generally accepted accounting principles. This responsibility includes selecting appropriate accounting principles and methods, and making decisions affecting the measurement of transactions in which objective judgment is required.

In discharging its responsibilities for the integrity and fairness of the financial statements, management designs and maintains the necessary accounting systems and related internal controls to provide reasonable assurance that transactions are authorized, assets are safeguarded and financial records are properly maintained to provide reliable information for the preparation of financial statements.

The Board is composed entirely of Trustees who are neither management nor employees of the School Division. The Board is responsible for overseeing management in the performance of its financial reporting responsibilities, and for approving the financial information included in the annual report. The Board fulfils these responsibilities by reviewing the financial information prepared by management and discussing relevant matters with management and external auditors. The Board is also responsible for recommending the appointment of the School Division's external auditors.

Meyers Norris Penny LLP, an independent firm of Chartered Accountants, is appointed by the Board to audit the financial statements and report directly to them; their report follows. The external auditors have full and free access to, and meet periodically and separately with, both the Board and management to discuss their audit findings.

November 20, 2009



D.G. Burnett
Deputy Director




B.W. Lipinski
Superintendent

Regina School Division No.4
Statement of Financial Position
as at August 31, 2009

	Operating Fund	Capital Fund	Other Funds	Current Yr Total	Prior Yr Total
Financial Assets					
Cash	82,229,226	-	-	82,229,226	29,299,100
Short Term Investments	-	-	-	-	45,500,277
Taxes Receivable	7,556	-	-	7,556	381,280
Less Allowance	7,556	-	-	-	-
Provincial Grants Receivable	5,007,989	-	-	5,007,989	215,415
Other Receivables (Note 3)	504,896	1,427,438	-	1,932,334	2,416,670
Inventories for sale	-	-	-	-	-
Long Term Investments (Note 4)	682,513	-	-	682,513	687,870
Other Assets	-	-	-	-	-
Interfund Debt Receivable	-	14,119,920	22,202,796	-	-
Total Financial Assets	88,432,180	15,547,358	22,202,796	89,859,618	78,500,612
Liabilities					
Bank Indebtedness	-	-	-	-	-
Provincial Grants (Note 13)	-	14,119,920	-	14,119,920	15,623,350
Other Payables (Note 14)	29,068,942	-	-	29,068,942	26,460,353
Short Term Loans	-	-	-	-	-
Debentures	-	-	-	-	-
Capital Loans	-	-	-	-	-
Other Long Term Debt (Note 6)	-	5,926,102	-	5,926,102	6,482,892
Accrued Employee Future Benefits (Note 7)	8,543,800	-	-	8,543,800	8,198,204
Other Liabilities	-	-	-	-	-
Interfund Debt Payable	36,322,716	-	-	-	-
Total Liabilities	73,935,458	20,046,022	-	57,658,764	56,764,799
Net Financial Assets (Debt)	14,496,722	(4,498,664)	22,202,796	32,200,854	21,735,813
Non Financial Assets					
Physical assets	-	169,012,287	-	169,012,287	162,822,313
Inventory of supplies	414,850	-	-	414,850	738,561
Prepaid Items	1,393,688	-	-	1,393,688	1,080,063
Total Non Financial Assets	1,808,538	169,012,287	-	170,820,825	164,640,937
Net Assets	16,305,260	164,513,623	22,202,796	203,021,679	186,376,750
Equity in Physical Assets	-	164,513,623	-	164,513,623	157,766,859
Fund Balances	16,305,260	-	22,202,796	38,508,056	28,609,891
School Position	16,305,260	164,513,623	22,202,796	203,021,679	186,376,750

The accompanying notes are an integral part of these statements

Approved by the Board:


 _____ Chairperson


 _____ Secretary-Treasurer

Regina School Division No.4
Statement of Financial Activities and Fund Balances
for the period ending August 31, 2009

	Operating Fund	Capital Fund	Other Funds	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
REVENUES						
Property Taxation	78,564,304		-	78,564,304	81,494,392	80,752,552
Grants	96,669,669	3,848,374		100,518,043	74,615,870	88,166,130
Tuition and Related Fees	1,570,440	1,184		1,571,624	1,369,600	1,476,465
School Generated Funds	4,195,918	-		4,195,918	4,000,000	4,075,992
Complementary Services	2,447,841	-		2,447,841	3,005,273	3,025,092
External Services	3,856,812	-		3,856,812	5,241,875	5,041,569
Other	2,249,294	479,741	-	2,729,035	2,706,000	3,547,258
Total Revenues	189,554,278	4,329,299	-	193,883,577	172,433,010	186,085,058
EXPENDITURES						
Governance	353,067	-		353,067	368,050	354,614
Administration	2,103,242	-		2,103,242	1,823,475	2,054,833
Instruction	127,044,602	1,117,225		128,161,827	128,556,730	122,117,491
Plant	24,524,432	8,174,744		32,699,176	24,967,290	25,166,806
Transportation	6,172,832	-		6,172,832	5,027,022	6,178,543
Tuition and Related Fees	345,468	-		345,468	288,690	300,949
School Generated Funds	4,501,837	-		4,501,837	4,000,000	4,289,317
Complementary Services	4,905,906	-		4,905,906	5,130,761	4,426,392
External Services	3,896,215	-		3,896,215	3,784,563	3,599,727
Interest and Bank Charges	21,285	267,767	-	289,052	20,000	264,328
Total Expenditures	173,868,886	9,559,736	-	183,428,622	173,966,581	168,753,000
Excess (Deficiency) of Revenue over Expenditure	15,685,392	(5,230,437)	-	10,454,955	(1,533,571)	17,332,058
Interfund Transfers to (from)						
for Capital Expenditures	(7,777,903)	5,788,411	1,989,492			
for Debt Repayment	-	-	-			
for Reserves	(5,639,490)	(1,184)	5,640,674			
Excess (Deficiency) after Interfund Transfers	2,267,999	556,790	7,630,166	10,454,955	(1,533,571)	17,332,058
Long Term Capital Debt Issued		-		-	-	924,513
Long Term Capital Debt Repaid		(556,790)		(556,790)	-	(441,309)
Surplus (Deficit) for the Year	2,267,999	-	7,630,166	9,898,165	(1,533,571)	17,815,262
Opening Fund Balances, as Previously Reported	16,274,574	-	30,195,980	46,470,554	46,470,554	34,656,292
Change in Accrued Employee Future Benefits (Note 12)	(2,237,313)	-	-	(2,237,313)	-	(8,238,313)
Change in Accounting Policy Capital Liability (Note 13)	-	-	(15,623,350)	(15,623,350)	-	(15,623,350)
Opening Fund Balances, as Restated	14,037,261	-	14,572,630	28,609,891	46,470,554	10,794,629
Closing Fund Balances	16,305,260	-	22,202,796	38,508,056	44,936,983	28,609,891

The accompanying notes are an integral part of these statements

Regina School Division No.4
Statement of Changes in Financial Position
for the period ending August 31, 2009

	<u>Current Year</u>	<u>Prior Year</u>
Operations		
Net Revenue (Expenditure) before Financing	10,454,955	17,332,058
Decrease (Increase) in Taxes Receivable	373,725	(381,280)
Decrease (Increase) in Grants Receivable	(4,792,573)	804,906
Decrease (Increase) in Other Receivables	484,337	(174,457)
Decrease (Increase) in Prepaid Items	(313,624)	(38,043)
Decrease (Increase) in Other Assets	-	-
Increase (Decrease) in Provincial Grants	(1,503,430)	-
Increase (Decrease) In Other Payables	2,608,589	4,188,819
Increase (Decrease) in Short Term Loans	-	-
(Decrease) in Accrued Employee Future Benefits	345,596	(40,109)
Increase (Decrease) in Other Liabilities	-	-
Net Increase (Decrease) in Cash from Operations	<u>7,657,575</u>	<u>21,691,894</u>
Investing		
Decrease (Increase) in Inventories	323,711	436,915
Decrease (Increase) in Long Term Investments	5,357	4,801
Net Increase (Decrease) in Cash from Investing	<u>329,068</u>	<u>441,716</u>
Financing		
Debentures Issued	-	-
Debentures Repaid	-	-
Other Capital Loans and Long Term Debt Issued	-	924,513
Other Capital Loans and Long Term Debt Repaid	(556,790)	(441,309)
Net Increase (Decrease) in Cash from Financing	<u>(556,790)</u>	<u>483,204</u>
Net Change In Cash and Cash Equivalents	<u>7,429,853</u>	<u>22,616,814</u>
Opening Cash and Equivalents	74,799,378	52,182,564
Closing Cash and Cash Equivalents	<u>82,229,231</u>	<u>74,799,378</u>

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Revenue
for the period ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Property Taxation Revenue			
Operating Fund			
Tax Revenue:			
Property Tax Revenue <i>(net Education Tax Credit)</i>	73,536,826	76,374,677	75,540,149
Revenue from Supplemental Levies	518,208	600,000	707,748
Total Property Tax Revenue	74,055,034	76,974,677	76,247,897
Grants in Lieu of Taxes:			
Federal Government	1,708,125	1,657,885	1,630,718
Provincial Government	4,117,487	4,374,744	4,233,778
Railways	-	-	-
Other	-	-	-
Total Grants in Lieu of Taxes	5,825,612	6,032,629	5,864,496
Treaty Land Entitlement - Urban	7,556	-	-
Treaty Land Entitlement - Rural	-	-	-
House Trailer Fees	-	-	-
Additions to Levy:			
Penalties	-	-	-
Other	-	-	-
Total Additions to Levy	-	-	-
Deletions from Levy:			
Discounts	-	-	-
Cancellations	-	-	-
Other Deletions	(1,323,898)	(1,512,914)	(1,359,841)
Provision for Uncollectable Taxes	-	-	-
Total Deletions from Levy	(1,323,898)	(1,512,914)	(1,359,841)
Total Operating Property Tax Revenue to Summary	78,564,304	81,494,392	80,752,552
Other Funds			
Tax Levy:			
Special Tax Levy	-	-	-
Total Other Funds Property Tax Revenue to Summary	-	-	-
Total Property Taxation Revenue to Summary	78,564,304	81,494,392	80,752,552
Grants:			
Operating Fund			
Ministry of Education Grants:			
K-12 Operating Grant	89,134,219	66,215,870	63,891,170
Education Property Tax Credit	-	-	-
Other Ministry Grants	7,469,075	8,400,000	9,000,812
Total Ministry Grants	96,603,294	74,615,870	72,891,982
Other Provincial Grants	-	-	-
Federal Grants	66,375	-	-
Grants from Others	-	-	-
Total Operating Fund Grants To Summary	96,669,669	74,615,870	72,891,982
Capital Fund			
Capital Grants	3,848,374	-	15,274,148
Total Capital Fund Grants to Summary	3,848,374	-	15,274,148
Total Grants to Summary	100,518,043	74,615,870	88,166,130

The accompanying notes are an integral part of these statements

Regina School Division No.4
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	1,054,082	1,040,000	946,895
Federal Government and First Nations	103,079	8,800	-
Individuals and Other	410,879	316,800	523,943
Total Tuition Fees	<u>1,568,040</u>	<u>1,365,600</u>	<u>1,470,838</u>
Transportation Fees	2,400	4,000	4,000
Other Related Fees	-	-	-
Total Operating Fund Tuition and Fees to Summary	<u>1,570,440</u>	<u>1,369,600</u>	<u>1,474,838</u>
Capital Fund			
Federal/First Nations Capital Fees	1,184	-	1,627
Total Capital Fund Tuition and Fees to Summary	<u>1,184</u>	<u>-</u>	<u>1,627</u>
Total Tuition and Related Fees Revenue to Summary	<u>1,571,624</u>	<u>1,369,600</u>	<u>1,476,465</u>
School Generated Funds Revenue			
Operating Fund			
Curricular Fees:			
Student Fees	905,132	-	796,939
Other	-	-	-
Total Curricular Fees	<u>905,132</u>	<u>-</u>	<u>796,939</u>
Non-Curricular Fees:			
Commercial Sales - GST	-	-	-
Commercial Sales - Non-GST	-	-	-
Fundraising	-	-	-
Grants and Partnerships	-	-	-
Students Fees	3,290,786	4,000,000	3,279,053
Other	-	-	-
Total Non-Curricular Fees	<u>3,290,786</u>	<u>4,000,000</u>	<u>3,279,053</u>
Total School Generated Funds Revenue to Summary	<u>4,195,918</u>	<u>4,000,000</u>	<u>4,075,992</u>
Complementary Services			
Operating Fund			
Ministry of Education Grants:			
Ministry of Education-Foundation Operating Grant	2,143,001	2,728,873	2,749,204
Ministry of Education Grants-Property Tax Credit	-	-	-
Ministry of Education Grants-Other	144,317	166,000	110,440
Other Provincial Grants	137,959	110,400	141,046
Federal Grants	-	-	-
Other Grants	-	-	-
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

Regina School Division No.4
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	-	-	-
Misc Revenue:			
Misc Revenue-User Fees	-	-	-
Misc Revenue-Reimbursements	-	-	-
Misc Revenue-Other Miscellaneous Revenue	22,564	-	24,402
Food Sales	-	-	-
Sale of Materials	-	-	-
Rentals	-	-	-
Sale of Non-Capital Assets	-	-	-
Other Sales and Rentals Revenue	-	-	-
Total Operating Fund Complementary Services Revenue to Summary	2,447,841	3,005,273	3,025,092
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	2,447,841	3,005,273	3,025,092
External Services			
Operating Fund			
K-12 Operating Grant	3,589,740	5,004,075	4,648,966
Other Ministry of Education Grants	-	100,000	63,000
Other Provincial Grants	-	-	-
Federal Grants	-	-	-
Other Grants	-	-	-
Tuition Fees:			
Tuition Fees-School Divisions	36,500	-	36,030
Tuition Fees-Federal Government	-	-	-
Tuition Fees-First Nations	-	-	-
Tuition Fees-Individuals and Other Parties	15,027	20,000	-
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

Regina School Division No.4
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	215,545	117,800	293,573
Misc Revenue-Other Miscellaneous Revenue	-	-	-
Food Sales	-	-	-
Sale of Materials	-	-	-
Rentals	-	-	-
Sale of Non-Capital Assets	-	-	-
Other Sales and Rentals Revenue	-	-	-
Total Operating Fund External Services Revenue to Summary	3,856,812	5,241,875	5,041,569
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	3,856,812	5,241,875	5,041,569
Other Revenue			
Operating Fund			
Miscellaneous Revenue	926,324	408,500	1,001,337
Sales & Rentals	619,441	597,500	495,314
Investments	703,529	1,700,000	1,450,328
Total Operating Fund Other Revenue to Summary	2,249,294	2,706,000	2,946,979
Capital Fund			
Miscellaneous Revenue	-	-	-
Sales & Rentals	454,868	-	90
Investments	24,873	-	600,189
Total Capital Fund Other Revenue to Summary	479,741	-	600,279
Other Funds			
Miscellaneous Revenue	-	-	-
Investments	-	-	-
Total Other Funds Other Revenue to Summary	-	-	-
Total Other Revenue to Summary	2,729,035	2,706,000	3,547,258

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Expenses
for the period ending August 31, 2009

	<u>Current Yr</u> <u>Consolidated</u>	<u>Current Yr</u> <u>Budget</u>	<u>Prior Yr</u> <u>Consolidated</u>
Governance Expenses			
Operating Fund			
Board Members Expense	165,132	163,950	159,782
Conventions - Board Members	15,813	14,000	6,013
Local Boards/Advisory Committees	-	-	-
Conventions - Local Boards/Advisory Committees	-	-	-
Elections	-	-	-
Other Governance Expenses	172,122	190,100	188,819
Total Operating Fund Governance Expenses to Summary	353,067	368,050	354,614
Capital Fund			
Capital Equipment	-	-	-
Total Capital Fund Governance Expenses to Summary	-	-	-
Total Governance Expenses to Summary	353,067	368,050	354,614
Administration Expenses			
Operating Fund			
Salaries	1,139,724	1,157,473	1,099,186
Benefits	217,803	218,202	199,034
Supplies/Services	440,185	300,800	301,876
Non-Capital Equipment	222,289	82,000	51,915
Building Operating Expenses	-	-	-
Communications	54,326	47,000	82,456
Travel	-	-	-
Professional Development	28,915	18,000	12,545
Total Operating Fund Administration to Summary	2,103,242	1,823,475	1,747,012
Capital Fund			
Capital Equipment	-	-	307,821
Total Capital Fund Administration to Summary	-	-	307,821
Total Administration Expenses to Summary	2,103,242	1,823,475	2,054,833

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Expenses (continued)
for the period ending August 31, 2009

	Current Yr Consolidated	Current Yr Budget	Prior Yr Consolidated
Instruction Expenses			
Operating Fund			
Instructional Salaries:			
Instructional Salaries	82,024,416	82,949,599	79,521,264
Supportive Instructional Salaries	6,458,248	6,505,078	5,907,360
Substitute Instructional Salaries	4,297,318	4,623,332	4,028,838
Other Instructional Salaries	-	-	-
Total Instructional Salaries	92,779,982	94,078,009	89,457,462
Instructional Benefits	6,151,237	6,090,395	5,660,168
Non-Teacher Support Salaries	15,483,842	15,460,731	14,213,829
Non-Instructional Support Benefits	2,545,114	2,572,699	2,343,519
Instructional Aids	3,498,865	4,759,770	3,901,325
Supplies and Services	2,254,000	1,267,509	1,604,149
Non-Capital Equipment	2,431,825	2,584,201	2,715,624
Communications	223,895	185,980	209,242
Travel	296,262	270,146	265,049
Professional Development	796,480	653,500	615,348
Student Related Expense	583,100	633,790	374,234
Total Operating Fund Instruction to Summary	127,044,602	128,556,730	121,359,949
Capital Fund			
Capital Equipment	1,117,225	-	757,542
Total Capital Fund Instruction to Summary	1,117,225	-	757,542
Total Instruction Expenses to Summary	128,161,827	128,556,730	122,117,491
Plant Operation & Maintenance Expenses			
Operating Fund			
Salaries	8,448,438	8,732,283	8,387,567
Benefits	2,099,092	2,233,030	2,043,489
Supplies/Services	17,187	3,000	997
Non-Capital Equipment	116,661	138,282	135,335
Building Operating Expenses	13,141,316	13,136,984	12,891,051
Communications	491,166	518,000	513,390
Travel	173,601	180,711	199,768
Professional Development	36,971	25,000	31,383
Total Operating Fund Plant & Maintenance to Summary	24,524,432	24,967,290	24,202,980
Capital Fund			
Capital Equipment and Building Costs	8,174,744	-	963,826
Total Capital Fund Plant & Maintenance to Summary	8,174,744	-	963,826
Total Plant Operation & Maintenance Expenses to Summary	32,699,176	24,967,290	25,166,806

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Expenses (continued)
for the period ending August 31, 2009

	<u>Current Yr</u> <u>Consolidated</u>	<u>Current Yr</u> <u>Budget</u>	<u>Prior Yr</u> <u>Consolidated</u>
Student Transportation Expenses			
Operating Fund			
Salaries	155,482	150,083	149,078
Benefits	31,085	30,409	29,086
Supplies/Services	439,612	448,600	478,966
Non-Capital Equipment	445,290	397,500	383,179
Building Operating Expenses	124,525	139,000	127,353
Communications	6,859	10,000	6,788
Travel	-	-	-
Professional Development	-	2,000	3,248
Contracted Transportation	4,969,979	3,849,430	4,082,658
Total Operating Fund Student Transportation to Summary	6,172,832	5,027,022	5,260,356
Capital Fund			
Capital Equipment	-	-	918,187
Total Capital Fund Student Transportation to Summary	-	-	918,187
Total Student Transportation Expenses to Summary	6,172,832	5,027,022	6,178,543
Tuition and Related Fees Expenses			
Operating Fund			
Tuition Fees	312,968	268,690	280,926
Transportation Fees	32,500	20,000	20,023
Other Fees	-	-	-
Total Operating Fund Tuition and Related Fees to Summary	345,468	288,690	300,949
Capital Fund			
Capital Equipment	-	-	-
Total Capital Fund Tuition and Related Fees to Summary	-	-	-
Total Tuition and Related Fees Expenses to Summary	345,468	288,690	300,949
School Generated Funds Expenses			
Operating Fund			
Supplies & Services	802,659	-	833,233
Cost of Sales	-	-	-
Non-Capital Furniture & Equipment	313,999	-	-
Special Programs	-	-	-
School Fund Expenses	3,385,179	4,000,000	3,456,084
Total School Generated Funds Expenses to Summary	4,501,837	4,000,000	4,289,317

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Expenses (continued)
for the period 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	-	-	-
Instructional Salaries & Benefits	1,509,770	1,127,140	878,021
Program Support (Non-Teacher Contract)	2,473,822	3,145,108	2,696,703
Plant Operation & Maint Salaries & Benefits	-	-	-
Transportation Salaries & Benefits	-	-	-
Instructional Aids	555,720	600,305	568,036
Supplies & Services	147,024	140,000	164,996
Non-Capital Furniture & Equipment	155,072	40,600	44,074
Building Operating Expenses	-	-	-
Communications	14,604	19,600	18,298
Travel	12,551	13,008	19,867
Professional Development (Non-Salary Costs)	7,785	10,000	7,458
Student Related Expenses	29,558	35,000	28,939
Contracted Transportation & Allowances	-	-	-
Total Operating Fund Complementary Services to Summary	4,905,906	5,130,761	4,426,392
Capital Fund			
Capital Expenditures	-	-	-
Total Capital Fund Complementary Services to Summary	-	-	-
Total Complementary Services Expenses to Summary	4,905,906	5,130,761	4,426,392
External Services			
Operating Fund			
Tuition Fees	402,737	379,984	443,957
Transportation Fees	5,300	2,650	-
Other Related Fees	-	-	-
Administration Salaries & Benefits	-	-	-
Instructional Salaries & Benefits	3,340,561	3,314,129	3,057,781
Program Support (Non-Teacher Contract) Salaries & Benefits	68,601	-	54,565
Plant Operation & Maintenance Salaries & Benefits	-	-	-
Transportation Salaries & Benefits	-	-	-
Instructional Aids	5,184	21,000	1,269
Supplies & Services	48,026	44,000	21,645
Non-Capital Furniture & Equipment	-	12,500	10,032
Building Operating Expenses	-	-	-
Communications	5,916	5,300	2,988
Travel	-	-	-
Professional Development (Non-Salary Costs)	19,890	5,000	7,490
Student Related Expenses	-	-	-
Contracted Transportation & Allowances	-	-	-
Total Operating Fund External Services to Summary	3,896,215	3,784,563	3,599,727
Capital Fund			
Capital Expenditures	-	-	-
Total Capital Fund External Services to Summary	-	-	-
Total Complementary Services Expenses to Summary	3,896,215	3,784,563	3,599,727

The accompanying notes are an integral part of these statements

Regina School Division No.4
Details of Expenses (continued)
for the period ending August 31, 2009

	<u>Current Yr Consolidated</u>	<u>Current Yr Budget</u>	<u>Prior Yr Consolidated</u>
Interest and Bank Charges Expense			
Operating Fund			
Current Interest and Bank Charges	21,285	20,000	21,405
Total Operating Fund Interest and Bank Charges to Summary	<u>21,285</u>	<u>20,000</u>	<u>21,405</u>
Capital Fund			
Interest on Debentures			
Other Interest			
- School Facilities	-	-	-
- Other	-	-	-
Interest on Other Capital Loans and Long Term Debt			
Other Interest			
- School Facilities	-	-	-
- Other	267,767	-	242,923
Total Capital Fund Interest to Summary	<u>267,767</u>	<u>-</u>	<u>242,923</u>
Other Funds			
Current Interest and Bank Charges	-	-	-
Total Other Funds Interest and Bank Charges to Summary	<u>-</u>	<u>-</u>	<u>-</u>
Total Interest and Bank Charges Expense to Summary	<u>289,052</u>	<u>20,000</u>	<u>264,328</u>
Capital Fund Debt Principal Repayment			
Debenture Principal			
Other Debt			
- School Facilities	-	-	-
- Other	-	-	-
Other Capital Loan and Long Term Debt Principal			
Other Debt			
- School Facilities	-	-	-
- Other	556,790	-	441,309
Total Capital Fund Debt Principal Repayment to Summary	<u>556,790</u>	<u>-</u>	<u>441,309</u>

The accompanying notes are an integral part of these statements

Regina School Division No.4
Schedule of Physical Assets
for the period ending August 31, 2009

	Land	Buildings	Equipment	Work-in-Progress	Current Yr Total	Prior Yr Total
Physical Assets - at Cost:						
Opening cost	9,169,539	132,770,124	20,882,650	-	162,822,313	160,832,437
Additions	341,385	5,007,935	1,524,286	2,418,363	9,291,969	1,989,876
Write-downs	-	-	-	-	-	-
Disposals	-	(2,282,780)	(819,215)	-	(3,101,995)	-
Transfers to (from)	-	-	-	-	-	-
Closing Cost of Physical Assets	9,510,924	135,495,279	21,587,721	2,418,363	169,012,287	162,822,313
Equity in Physical Assets:						
Opening balance	10,596,977	131,170,124	15,999,758	-	157,766,859	156,260,187
Physical asset additions	341,385	5,007,935	1,524,286	2,418,363	9,291,969	1,989,876
Physical asset write-downs	-	-	-	-	-	-
Physical asset disposals	-	(2,282,780)	(819,215)	-	(3,101,995)	-
Debentures & LT Debt issued	-	-	-	-	-	(924,513)
Debentures & LT Debt principal repaid	-	-	556,790	-	556,790	441,309
Transfers to (from)	-	-	-	-	-	-
Closing Equity in Physical Assets	10,938,362	133,895,279	17,261,619	2,418,363	164,513,623	157,766,859

Regina School Division No. 4
Summary of Complementary Services Revenue and Expenses, by Program
for the period ending August 31, 2009

	Circle of Courage	Community Schools	Hawks Nest Project	Indian/Metis Education	Nutrition Program
Complementary Services Revenue					
Operating Fund					
Sask Learning Grants	-	1,168,412	-	-	-
Other Provincial Grants	7,660	-	3,418	41,340	121,718
Other	1,950	-	-	-	720
Total Operating Fund Complementary Services Revenue	9,610	1,168,412	3,418	41,340	122,438
Capital Fund					
Capital Revenue	-	-	-	-	-
Total Capital Fund Complementary Services Revenue	-	-	-	-	-
Total Complementary Services Revenue	9,610	1,168,412	3,418	41,340	122,438
Complementary Services Expenses					
Operating Fund					
Salaries & Benefits	-	2,290,175	-	-	184,494
Supplies & Services	9,610	235,245	3,418	50,139	222,238
Non-Capital Furniture & Equipment	-	2,479	-	-	6,474
Building Operating Expenses	-	-	-	-	-
Communications	-	13,773	-	-	-
Travel	-	7,784	-	-	102
Professional Development (Non-Salary Costs)	-	7,785	-	-	-
Student Related Expenses	-	-	-	-	-
Tuition and Other Related Fees	-	-	-	-	-
Contracted Transportation & Allowances	-	-	-	-	-
Total Operating Fund Complementary Services Expenses	9,610	2,557,241	3,418	50,139	413,308
Capital Fund					
Capital Expenditures	-	-	-	-	-
Total Capital Fund Complementary Services Expenses	-	-	-	-	-
Total Complementary Services Expenses to Summary	9,610	2,557,241	3,418	50,139	413,308
Excess (Deficiency) of Revenue Over Expenses	-	(1,388,829)	-	(8,799)	(290,870)

The accompanying notes are an integral part of these statements

Regina School Division No. 4
Summary of Complementary Services Revenue and Expenses, by Program
for the period ending August 31, 2009

	Pre-Kindergarten	Resource Officer Program	Kids in Custody	Dreambrokers Program
Complementary Services Revenue				
Operating Fund				
Sask Learning Grants	807,733	-	166,856	-
Other Provincial Grants	88,088	-	-	-
Other	-	-	-	19,894
Total Operating Fund Complementary Services Revenue	895,821	-	166,856	19,894
Capital Fund				
Capital Revenue	-	-	-	-
Total Capital Fund Complementary Services Revenue	-	-	-	-
Total Complementary Services Revenue	895,821	-	166,856	19,894
Complementary Services Expenses				
Operating Fund				
Salaries & Benefits	1,447,687	-	61,236	-
Supplies & Services	38,554	-	100,577	24,095
Non-Capital Furniture & Equipment	146,119	-	-	-
Building Operating Expenses	-	-	-	-
Communications	-	-	831	-
Travel	453	-	4,212	-
Professional Development (Non-Salary Costs)	-	-	-	-
Student Related Expenses	-	29,558	-	-
Tuition and Other Related Fees	-	-	-	-
Contracted Transportation & Allowances	-	-	-	-
Total Operating Fund Complementary Services Expenses	1,632,813	29,558	166,856	24,095
Capital Fund				
Capital Expenditures	-	-	-	-
Total Capital Fund Complementary Services Expenses	-	-	-	-
Total Complementary Services Expenses to Summary	1,632,813	29,558	166,856	24,095
Excess (Deficiency) of Revenue Over Expenses	(736,992)	(29,558)	-	(4,201)

The accompanying notes are an integral part of these statements

Regina School Division No. 4
Summary of Complementary Services Revenue and Expenses, by Program
for the period ending August 31, 2009

	PREK Literacy Project	Career Development	Other	Other	Total Complementary Services
Complementary Services Revenue					
Operating Fund					
Sask Learning Grants	-	-	-	-	2,143,001
Other Provincial Grants	3,811	16,241	-	-	282,276
Other	-	-	-	-	22,564
Total Operating Fund Complementary Services Revenue	3,811	16,241	-	-	2,447,841
Capital Fund					
Capital Revenue	-	-	-	-	-
Total Capital Fund Complementary Services Revenue	-	-	-	-	-
Total Complementary Services Revenue	3,811	16,241	-	-	2,447,841
Complementary Services Expenses					
Operating Fund					
Salaries & Benefits	-	-	-	-	3,983,592
Supplies & Services	3,811	15,057	-	-	702,744
Non-Capital Furniture & Equipment	-	-	-	-	155,072
Building Operating Expenses	-	-	-	-	-
Communications	-	-	-	-	14,604
Travel	-	-	-	-	12,551
Professional Development (Non-Salary Costs)	-	-	-	-	7,785
Student Related Expenses	-	-	-	-	29,558
Tuition and Other Related Fees	-	-	-	-	-
Contracted Transportation & Allowances	-	-	-	-	-
Total Operating Fund Complementary Services Expenses	3,811	15,057	-	-	4,905,906
Capital Fund					
Capital Expenditures	-	-	-	-	-
Total Capital Fund Complementary Services Expenses	-	-	-	-	-
Total Complementary Services Expenses to Summary	3,811	15,057	-	-	4,905,906
Excess (Deficiency) of Revenue Over Expenses	-	1,184	-	-	(2,458,065)

The accompanying notes are an integral part of these statements

Regina School Division No. 4
Summary of External Services Revenue and Expenses, by Program
for the period ending August 31, 2009

	Associate Schools	Distance Education	Visa Program	Other	Total External Services
External Services Revenue					
Operating Fund					
Sask Learning Grants	3,589,740	-	-	-	3,589,740
Other Provincial Grants	-	36,500	-	-	36,500
Other	215,545	-	15,027	-	230,572
Total Operating Fund External Services Revenue	3,805,285	36,500	15,027	-	3,856,812
Capital Fund					
Capital Revenue	-	-	-	-	-
Total Capital Fund External Services Revenue	-	-	-	-	-
Total External Services Revenue	3,805,285	36,500	15,027	-	3,856,812
External Services Expenses					
Operating Fund					
Salaries & Benefits	3,409,162	-	-	-	3,409,162
Supplies & Services	19,924	5,095	28,191	-	53,210
Non-Capital Furniture & Equipment	-	-	-	-	-
Building Operating Expenses	-	-	-	-	-
Communications	-	385	5,531	-	5,916
Travel	-	-	-	-	-
Professional Development (Non-Salary Costs)	-	-	19,890	-	19,890
Student Related Expenses	-	-	-	-	-
Tuition and Other Related Fees	408,037	-	-	-	408,037
Contracted Transportation & Allowances	-	-	-	-	-
Total Operating Fund External Services Expenses	3,837,123	5,480	53,612	-	3,896,215
Capital Fund					
Capital Expenditures	-	-	-	-	-
Total Capital Fund External Services Expenses	-	-	-	-	-
Total External Services Expenses to Summary	3,837,123	5,480	53,612	-	3,896,215
Excess (Deficiency) of Revenue Over Expenses	(31,838)	31,020	(38,585)	-	(39,403)

The accompanying notes are an integral part of these statements

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

1. PURPOSE AND AUTHORITY

The Board of Education (the "Board") of the Regina School Division No. 4 of Saskatchewan (the "School Division") delivers education programs under the authority of *The Education Act, 1995*.

The Board is responsible for administering and managing the educational affairs of the School Division in accordance with the intent of *The Education Act, 1995* and *Regulations*.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements have been prepared using Canadian generally accepted accounting principles and include the following significant accounting policies:

a) *Fund Accounting*

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

Operating Fund

The Operating Fund contains the current revenues, expenses, assets and liabilities pertaining to the general operations of the School Division.

Capital Fund

The Capital Fund contains the physical assets which are property and equipment, long-term debt and transactions pertaining to the capital fund and the equity in physical assets.

Other Funds

Other Funds contain the assets, liabilities, transactions and fund balances that have been designated by the school division. These funds are used to account for trusts, school funds and reserves for the anticipated future costs of planned projects.

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

b) *Use of Estimates*

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect reported financial assets and liabilities at the date of the financial statements and the reported revenues and expenditures during the period. Actual results could differ from those estimates.

Significant estimates include assumptions used in estimating the collectability of amounts receivable to determine the allowance for doubtful accounts and in the estimating of provisions for accrued liabilities.

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

c) Cash and cash equivalents

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

d) Inventory

Inventory consists of stock and supplies for internal use and is valued at the lower of cost and net realizable value. Cost is determined by the weighted-average method.

e) Physical assets

Physical assets are accounted for 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.

f) Long term investments

Long term investments are carried at amortized cost. Bond premiums and discounts are amortized to income over the period remaining from the acquisition date to the date of bond maturity.

g) Revenue recognition

Revenue and related assets are recorded at the time the School Division has earned the entitlement to receive the revenue without further obligation.

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. Taxation revenue is recognized as it is earned. Tuition fees and other service revenues are recognized as the course instruction or services are delivered.

h) Revenue contributions to capital

Certain capital expenditures not financed through capital building grants or debenture proceeds are funded through inter-fund 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.

i) Pension

The School Division's non-teaching employees participate in a multi-employer defined benefit plan. Accordingly, the School Division expenses all contributions it is required to make in the period.

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

j) Financial Instruments

For certain of the School Division's financial instruments, including cash, short term investments, taxes receivable, provincial grants receivable, other receivables, long term investments, other payables, capital loans and other long term debt, the carrying amount approximates fair value due to the immediate or short-term maturity of these items.

k) Employee Future Benefits

The School Division provides certain post-employment benefits, including retirement gratuities, severance benefits and non-vested sick leave benefits, for certain employees pursuant to applicable contracts and union agreements.

The School Division accrues its obligations and related costs under employee future benefit plans. The future benefit cost is actuarially determined using the projected benefit method pro-rated on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

l) Tangible Capital Assets

In September 2006, the CICA revised Section PS 3150, Tangible capital assets. This section establishes standards on how to account for and report tangible capital assets in government financial statements and will be applicable to financial statements for fiscal years beginning on or after January 1, 2009. The section applies to all levels of government, including local governments.

3. CAPITAL RECEIVABLE

In 1987, the Central Collegiate land and building were transferred to The City of Regina for 5.017 hectares of future lands having an estimated value of \$1,775,000. The amount is set up as capital receivable to be applied against future property acquisitions from The City of Regina. In 1999, an agreement was finalized with The City of Regina relating to the provision of municipal reserve lands on which an elementary school would be constructed in southeast Regina. As part of the transaction, the School Division received credit for the equivalent of one hectare under the Central Collegiate Land Exchange Agreement. Accordingly, an amount of \$347,562 has been applied to the capital receivable resulting in a balance of \$1,427,438.

4. LONG TERM INVESTMENTS

Long term investments consist of bonds with the Government of Canada, the provincial government and a financial institution. Interest rates range from 3.35% to 5.70% and maturities range from 2010 to 2014. The fair value of these bonds at August 31, 2009 was \$682,513 (August 31, 2008 - \$687,870).

5. LINE OF CREDIT

The School Division has a line of credit with an authorization limit of \$20,000,000. The balance of the line of credit as at August 31, 2009 was \$nil at an interest rate of 1.25% (August 31, 2008 - \$nil at an interest rate of 4.25%)

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

6. CAPITAL LOANS AND OTHER LONG TERM DEBT

	August 31 2009	August 31 2008
Purchase obligation payable on November 18, 2013 with no interest	\$ 1,600,000	\$ 1,600,000
Capital Lease Obligations	4,326,102	4,882,892
	\$ 5,926,102	\$ 6,482,892

Due to the nature of the purchase obligation payable the fair value is not readily available.

The School Division has entered into various capital lease agreements with differing terms and conditions. Assets under capital lease, with a net book value of \$5,447,165, are included in the Equipment column in the Schedule of Physical Assets. The carrying amount of the capital lease obligations approximates fair value because the stated rate of interest approximates market rates. The stated rates of interest range from 5.415% to 8.980%.

Principal and interest payments for future capital lease obligations over the next five years are estimated as follows:

	Principal Payments	Interest Payments
2010	\$ 579,166	\$ 226,192
2011	482,689	185,168
2012	488,126	153,257
2013	256,443	74,776
2014	89,010	23,467

7. EMPLOYEE FUTURE BENEFITS

The School Division provides certain post-employment benefits, including retirement gratuities, severance benefits and non-vested sick leave benefits, for certain employees pursuant to applicable contracts and union agreements.

The School Division accrues its obligations and related costs under employee future benefit plans. The future benefit cost is actuarially determined using the projected benefit method pro rated on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

7. EMPLOYEE FUTURE BENEFITS (CON'T)

	August 31 2009	August 31 2008
Accrued employee future benefit obligations	\$ 9,268,700	\$ 8,198,204
Unamortized actuarial gains (losses)	(724,900)	-
Employee future benefits liability	\$ 8,543,800	\$ 8,198,204

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets.

The period of amortization, if any, is equal to the expected average remaining service lifetime (EARSL) of active employees.

	August 31 2009	August 31 2008
Reconciliation of accrued benefit obligation		
Accrued benefit obligation, September 1	\$ 8,198,204	\$ 8,228,400
Service cost	556,800	528,300
Interest cost	453,300	444,300
Benefit payments	(664,504)	(1,002,796)
Actuarial losses (gains)	724,900	-
Accrued benefit obligation, August 31	\$ 9,268,700	\$ 8,198,204

Components of net benefit expense

Service cost	\$ 556,800	\$ 528,300
Interest cost	453,300	444,300
Net benefit cost	\$ 1,010,100	\$ 972,600

The significant actuarial assumptions adopted for measuring the School Division's accrued benefit obligation are:

	August 31 2009	August 31 2008
Assumptions		
Discount rate	4.10%	5.40%
Salary growth	3.00% to 3.50%	3.00% to 3.50%
Expected Average Remaining Service Lifetime (EARSL)	13.0 years	13.0 years
Retirement	One year after eligible for an unreduced pension and no later than age 65	
Mortality	Uninsured Pensioners' Table for 1994 projected to 2015	

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

7. EMPLOYEE FUTURE BENEFITS (CON'T)

- a) Retirement gratuities – are provided to certain employees that retire with the school division and that have at least ten years of service with the school division. Information about the retirement gratuity accrued benefit obligation is as follows:

	August 31 2009	August 31 2008
Reconciliation of accrued benefit obligation		
Accrued benefit obligation, September 1	\$ 4,997,709	\$ 5,085,300
Service cost	328,500	311,600
Interest cost	276,700	272,197
Benefit payments	(399,012)	(671,388)
Actuarial Loss/(Gain)	880,700	-
Accrued benefit obligation, August 31	\$ 6,084,597	\$ 4,997,709
Components of net benefit expense		
Service cost	\$ 328,500	\$ 311,600
Interest cost	276,700	272,197
Net benefit cost	\$ 605,200	\$ 583,797

- b) Severance benefits – are provided to certain employees based on the sick leave pool they accumulate from their date of employment to the date they leave the employment of the school division. Information about the severance accrued benefit obligation is as follows:

	August 31 2009	August 31 2008
Reconciliation of accrued benefit obligation		
Accrued benefit obligation, September 1	\$ 963,182	\$ 915,700
Service cost	75,300	71,500
Interest cost	51,900	49,990
Benefit payments	(103,892)	(74,008)
Actuarial Loss/(Gain)	42,200	-
Accrued benefit obligation, August 31	\$ 1,028,690	\$ 963,182
Components of net benefit expense		
Service cost	\$ 75,300	\$ 71,500
Interest cost	51,900	49,990
Net benefit cost	\$ 127,200	\$ 121,490

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

7. EMPLOYEE FUTURE BENEFITS (CON'T)

- c) Non-vested sick leave benefits – are provided to certain employees based on the sick leave pool they accumulate from their date of employment to the date they leave the employment of the school division. Information about the non-vested sick leave benefit obligation is as follows:

	August 31 2009	August 31 2008
Reconciliation of accrued benefit obligation		
Accrued benefit obligation, September 1	\$ 2,237,313	\$ 2,227,400
Service cost	153,000	145,200
Interest cost	124,700	122,113
Benefit payments	(161,600)	(257,400)
Actuarial Loss/(Gain)	(198,000)	-
Accrued benefit obligation, August 31	\$ 2,155,413	\$ 2,237,313
Components of net benefit expense		
Service cost	\$ 153,000	\$ 145,200
Interest cost	124,700	122,113
Net benefit cost	\$ 277,700	\$ 267,313

8. PROVISION FOR RESERVES

Reserves are created by charging current operations with the anticipated future costs of planned projects. When the actual expenditure is made for a specific project, it is recognized as a current expenditure and the reserve is decreased by a transfer to current revenue.

Reserves are comprised of the following:

	Balance Aug. 31/08	Transfers	Current Provision	Balance Aug. 31/09
Appeals Reserve (Note 10)	\$ 652,787	\$ -	\$ (397,652)	\$ 255,135
Election Reserve	46,013	40,000	-	86,013
General Reserves	3,394,354	397,652	-	3,792,006
Board Capital Contributions	5,391,437	3,405,768	(1,862,655)	6,934,550
Transportation	300,000	-	-	300,000
School Funds	2,695,325	2,684,432	(2,428,323)	2,951,434
Encumbrances	692,864	761,024	(692,864)	761,024
Facility Upgrades	218,632	4,850,000	-	5,068,632
IT Upgrades	515,000	540,000	-	1,055,000
Instructional Innovation	141,225	195,900	-	337,125
Other*	524,985	1,385,725	(1,244,833)	665,877
Total	\$ 14,572,622	\$ 14,260,501	\$ (6,626,327)	\$ 22,206,796

* including legal fees, library software, leadership development

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

9. PENSION

Employees of the School Division participate in one of the following three pension plans. Teachers participate in the Saskatchewan Teachers Retirement Plan (STRP) or Saskatchewan Teachers Superannuation Commission (STSC), which are multi-employer defined benefit plans. Non-teaching employees participate in the Regina Civic Employees Pension Plan, which is a multi-employer defined benefit plan.

An actuarial valuation of the Regina Civic Employees Pension Plan was completed on September 26, 2008. This valuation identified an unfunded liability of \$43,622,000 as of December 31, 2007. On a going-concern basis, the funded ratio was 95.1% at December 31, 2007, and on a termination basis, the Plan had a solvency ratio of 99.4%. Based on the valuation, it is expected that special payments of \$5,318,000 per year will be required over the 15 year period to December 31, 2022 to amortize the unfunded liability. The actual time period for the extra contributions would depend on future plan earnings, member usage and valuation assumptions and plan design. The Plan managers have been unable to determine the portion of the unfunded liability attributable to each employer.

Effective April 1, 2009 employee and employer contribution rates were 9.42% of earnings below the CPP maximum (2008 – 8.85%) and 13.96% of earnings above the CPP maximum (2008 – 13.11%). These increases were a result of approved amendments to the Regina Civic Employees Pension Plan.

The Board's obligation to the STRP and STSC plans is limited to collecting and remitting contributions of the employees.

Pension expense for the period amounted to \$2,272,981 (August 31, 2008 - \$2,092,428) and is included in benefits.

10. CITY OF REGINA TAX LEVY

The City of Regina issues property tax billings based on assessed values in accordance with legislation and the Saskatchewan Assessment Manual. The assessed values are multiplied by the Education mill rate in order to arrive at the School Division's gross taxation revenue for the year. The City of Regina collects taxation revenues on behalf of the School Division and the Ministry of Education, net of collection fees and payments resulting from tax appeals.

Individual and corporate taxpayers have the right to appeal their assessments initially to a local Board of Revision, then to the Saskatchewan Municipal Board Assessment Committee and ultimately to the Provincial Appeals Court.

While the final outcome of the appeals cannot be definitively predicted at this time, it is estimated that the School Division's gross exposure for potentially refundable taxes related to appeals for the years 2003 through 2008 is approximately \$823,408. It is expected that approximately \$568,273 of this total could, according to current practice, be recoverable from the provincial government. Provision for the projected net exposure of the School Division has been recorded in the reserve funds.

At August 31, 2009, an additional gross exposure for potentially refundable taxes was identified for the 2009 taxation year. Provision for this exposure has not been made in the school division's financial statements as the Ministry of Education has taken responsibility for the property tax levy for 2009 and subsequent years.

REGINA SCHOOL DIVISION NO. 4 OF SASKATCHEWAN

Notes to the Financial Statements

August 31, 2009

11. COMMITMENTS

The School Division has entered into various lease agreements with estimated minimum annual payments as follows:

2009-2010	\$ 982,958
2010-2011	\$ 982,958
2011-2012	\$ 617,102
2012-2013	\$ 552,158
2013-2014	\$ 475,258

12. CHANGE IN ACCOUNTING POLICY/PRIOR PERIOD ADJUSTMENT – FUTURE BENEFITS

During the 2007-2008 year, the School Division adopted the Public Sector Accounting Handbook Section 3255, Post-employment benefits, compensated absences and termination benefits. Prior period statements have been adjusted to reflect the change in accounting policy. The effect of the restatement was to decrease fund balances by \$6,001,000. The operating fund balance decreased from \$18,096,763 to \$12,095,763. The total fund balances changed from \$34,656,292 to \$28,655,292. The impact on the current year for the Accrued Employee Future benefits was an expense of \$40,109 which was recorded as an expense in the instruction expenses line item.

In 2008-2009, the School Division recognized the post-employment benefits that were referred to in Note 13. CONTINGENCY NOTE to the August 31, 2008 notes to the financial statements. Prior period statements have been adjusted to reflect this change in accounting policy. The effect of the restatement was to decrease fund balances by \$2,237,313. The operating fund balance decreased from \$16,274,574 to \$14,037,261. The total fund balances changed from \$46,470,554 to \$44,233,241. The impact on the current year for the Accrued Employee Future benefits was an expense of \$284,800 which was recorded as an expense in the instruction expenses line item.

13. CHANGE IN ACCOUNTING POLICY/PRIOR PERIOD ADJUSTMENT – CAPITAL LIABILITY

In 2008-2009, the School Division determined that certain capital reserves that were set-up for Ministry of Education future capital projects should have been identified instead as capital liabilities as they are related to projects where funds have been deposited with the school division as the accountable partner. Prior period statements have been adjusted to reflect the change in accounting policy. The effect of the restatement was to decrease the fund balances by \$15,623,350. The other fund balance decreased from \$30,195,980 to \$14,572,630. The total fund balances changed from \$44,233,241 to \$28,609,891. The impact on the capital liabilities reported are as follows:

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Notes to the Financial Statements

August 31, 2009

13. CHANGE IN ACCOUNTING POLICY/PRIOR PERIOD ADJUSTMENT – CAPITAL LIABILITY (CON'T)

CAPITAL LIABILITIES	Balance Aug. 31/08	Revenue	Expenditures	Balance Aug. 31/09
Trades and Skills Program	\$ 13,142,283	\$ 757,141	\$ (1,615,510)	\$ 12,283,914
Scott Collegiate	1,632,773	284,543	(944,130)	973,186
Sale of Mable Brown School	399,249	5,541	-	404,790
Sale of Al Pickard School	445,428	6,182	-	451,610
Capital Tuition Fees	3,616	2,804	-	6,420
Total	\$ 15,623,349	\$ 1,056,211	\$ (2,559,640)	\$ 14,119,920

14. OTHER PAYABLES

Other Payables consist of the following items:

	August 31 2009	August 31 2008
Accrued salaries	\$ 4,558,680	\$ 3,727,683
Payroll deductions	999,528	961,574
Trade accounts payable	2,599,264	3,016,303
Deferred revenue - Ministry	5,689,872	3,070,298
Deferred revenue - City of Regina	11,492,971	12,552,317
Deferred revenue - Other	769,360	894,989
Other accounts payable	2,959,267	2,237,189
Other Payables	\$ 29,068,942	\$ 26,460,353

15. CONTINGENCY NOTE

In the normal conduct of operations, there are other pending claims by and against the Board. Litigation is subject to many uncertainties, and the outcome of individual matters is not predictable with assurance. In the opinion of management, based on the advice and information provided by its legal counsel, final determination, if any, of these other litigations will not materially affect the Board's financial position or results of operations.