

**SASKATCHEWAN RIVERS SCHOOL  
DIVISION NO. 119 OF SASKATCHEWAN  
- CHARITY AND SCHOLARSHIP FUND**

***FINANCIAL STATEMENTS***

***December 31, 2010***

## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the  
Saskatchewan Rivers School Division No. 119 of  
Saskatchewan – Charity and Scholarship Fund

We have audited the accompanying financial statements of Saskatchewan Rivers School Division No. 119 of Saskatchewan – Charity and Scholarship Fund ("the Fund"), which comprise the statement of financial position as at December 31, 2010 and the statements of changes in charity fund equity and statement of changes in scholarship fund equity for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

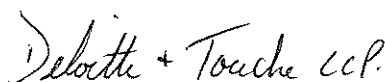
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### Opinion

In our opinion the financial statements present fairly, in all material respects, the financial position of the Fund as at December 31, 2010, and its financial performance and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants

June 24, 2011  
Prince Albert, Saskatchewan

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
- CHARITY AND SCHOLARSHIP FUND  
STATEMENT OF CHANGES IN CHARITY FUND EQUITY  
year ended December 31, 2010**

	2010	2009
<b>REVENUE</b>		
Donations	\$ 42,138	\$ 77,958
Donations in-kind	2,029	6,513
Interest	190	234
	<u>44,357</u>	<u>84,705</u>
<b>EXPENDITURES</b>		
In-kind expenditures	2,029	6,513
School expenditures	40,092	74,235
	<u>42,121</u>	<u>80,748</u>
<b>NET SURPLUS FOR THE YEAR</b>	2,236	3,957
<b>CHARITY FUND EQUITY, BEGINNING OF YEAR</b>	<u>30,266</u>	<u>26,309</u>
<b>CHARITY FUND EQUITY, END OF YEAR</b>	<u><u>\$ 32,502</u></u>	<u><u>\$ 30,266</u></u>

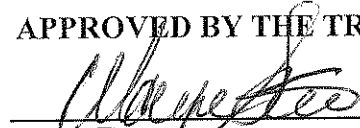
**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
- CHARITY AND SCHOLARSHIP FUND  
STATEMENT OF CHANGES IN SCHOLARSHIP FUND EQUITY  
for the year ended December 31, 2010**

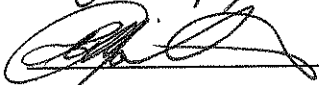
	<b>Opening Balance</b>	<b>Donations</b>	<b>Interest Earned</b>	<b>Scholarships Paid</b>	<b>Ending Balance</b>
Dr. Just Scholarship Trust	\$ 771	\$ -	\$ 7	\$ 100	\$ 678
Nordstrom Scholarship Fund	16,326	-	231	6,000	10,557
P.A. Tech Reunion Scholarship Fund	14	-	-	14	-
D. Spencer Scholarship Fund	643	14	8	100	565
Carter Watson Art Scholarship Fund	6,189	-	82	200	6,071
Carlton Class of '79 Award	828	-	6	100	734
PACI Class of '53 Award	7,893	-	104	500	7,497
PACI Class of '57 Award	441	-	3	200	244
Jake Gordon Harding Memorial	10,253	-	139	350	10,042
Aaron Scholarship	9,912	-	756	400	10,268
Stark Family Award	3,511	-	30	100	3,441
Science Fair - Big River	-	3,000	3	-	3,003
Science Fair - T.D. Michel	-	2,000	2	-	2,002
General Scholarships	36	3,500	9	2,500	1,045
	<u>\$ 56,817</u>	<u>\$ 8,514</u>	<u>\$ 1,380</u>	<u>\$ 10,564</u>	<u>\$ 56,147</u>

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
- CHARITY AND SCHOLARSHIP FUND  
STATEMENT OF FINANCIAL POSITION  
as at December 31, 2010**

	Charity Fund	Scholarship Fund	Total 2010	2009
<b>CURRENT ASSETS</b>				
Cash	\$ 32,502	\$ 44,979	\$ 77,481	\$ 39,638
Short term investment	-	11,168	11,168	38,674
	32,502	56,147	88,649	78,312
<b>INVESTMENT</b>	-	-	-	10,733
	<u>\$ 32,502</u>	<u>\$ 56,147</u>	<u>\$ 88,649</u>	<u>\$ 89,045</u>
<b>CURRENT LIABILITIES</b>				
Accounts payable and accrued charges	\$ -	\$ -	\$ -	\$ 1,962
<b>CHARITY AND SCHOLARSHIP EQUITY</b>				
Charity fund equity	32,502	-	32,502	30,266
Scholarship fund equity	-	56,147	56,147	56,817
	32,502	56,147	88,649	87,083
	<u>\$ 32,502</u>	<u>\$ 56,147</u>	<u>\$ 88,649</u>	<u>\$ 89,045</u>

**APPROVED BY THE TRUSTEES:**

 Trustee

 Trustee

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
– CHARITY AND SCHOLARSHIP FUND  
NOTES TO THE FINANCIAL STATEMENTS  
year ended December 31, 2010**

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**1. DESCRIPTION OF FUNDS**

The Charity Fund was established to administer donations received by individual schools of the Saskatchewan Rivers School Division No. 119 (the “Division”) and to dispense funds from those donations on approved school expenditures.

The Scholarship Fund was established to manage scholarship bequests made by individuals or groups. Scholarship payments to students attending the Division schools are made annually based on individual scholarship criteria.

**2. SIGNIFICANT ACCOUNTING POLICIES**

The financial statements have been prepared in accordance with Canadian generally accepted accounting principles and reflect the following significant accounting policies:

***Use of Estimates***

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

***Investments***

Investments are accounted for at fair value.

***Financial Instruments***

The Fund has elected to use the exemption provided by the Canadian Institute of Chartered Accountants (“CICA”) permitting not-for-profit organizations not to apply Sections 3862 and 3863 of the CICA Handbook which would otherwise have applied to the financial statements of the Fund for the year ended December 31, 2010. The Fund applies the requirements of Section 3861 of the CICA Handbook.

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
– CHARITY AND SCHOLARSHIP FUND  
NOTES TO THE FINANCIAL STATEMENTS  
year ended December 31, 2010**

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**3. ACCOUNTING POLICIES (continued)**

***Financial Instruments* (continued)**

Financial assets and financial liabilities are initially recognized at fair value and their subsequent measurement is dependent on their classification as described below. Their classification depends on the purpose for which the financial instruments were acquired or issued, their characteristics and the Fund's designation of such instruments. Settlement date accounting is used.

Classification

Cash	Held-for-trading
Short-term investments	Available-for-sale
Investment	Available-for-sale
Accounts payable and accrued charges	Other liabilities

Held for trading

Held for trading financial assets are financial assets typically acquired for resale prior to maturity or that are designated as held for trading. They are measured at fair value at the statement of financial position date. Fair value fluctuations including interest earned, interest accrued, gains and losses realized on disposal and unrealized gains and losses are included in other income.

Available-for-sale

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale, or that are not classified as loans and receivables, held-to-maturity or held-for-trading investments. Available-for-sale financial assets are carried at fair value with unrealized gains and losses included in fund balances until realized when the cumulative gain or loss is transferred to other income. Interest on interest-bearing available-for-sale financial assets is calculated using the effective interest method.

Other liabilities

Other liabilities are recorded at amortized cost using the effective interest method and include all financial liabilities other than derivative instruments.

Transaction costs

Transaction costs related to financial instruments are expensed as incurred.

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN  
– CHARITY AND SCHOLARSHIP FUND  
NOTES TO THE FINANCIAL STATEMENTS  
year ended December 31, 2010**

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**3. ACCOUNTING POLICIES (continued)**

*Financial Instruments (continued)*

Effective interest method

The Fund uses the effective interest method to recognize interest income or expense which includes transaction costs or fees, premiums or discounts earned or incurred for financial instruments.

**4. FINANCIAL INSTRUMENTS**

*Fair Value*

The fair value of cash, short-term investment, investment and accounts payable and accrued charges approximates their carrying values due to their short-term maturity.

**5. CASH FLOW STATEMENT**

A cash flow statement has not been separately presented, as cash flow information is readily apparent from the Statement of Changes in Charity Fund Equity, the Statement of Changes in Scholarship Fund Equity and the Statement of Financial Position.

**6. CHANGES IN ACCOUNTING POLICIES**

**Recent Accounting Policy Developments**

The Accounting Standards Board has approved a new framework that is based on existing Canadian Generally Accepted Accounting Principles ("GAAP") and incorporates the 4400 series of standards which relate to situations unique to the not-for-profit sector. The new standards became available December 1, 2010 as Part III of the Canadian Institute of Chartered Accountants ("CICA") Handbook - Accounting and are effective January 1, 2012. Early adoption is permitted. Not-for-profit organizations were given the option of adopting International Financial Reporting Standards - an alternative that may be attractive to some organizations depending on their individual circumstances. The new reporting options were created to recognize the diverse nature of the organizations and will provide useful financial statements for the members, boards, contributors, lenders, clients and other users of their financial statements.

The Fund is in the process of evaluating the impact of these changes on its financial statements.