

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

FINANCIAL STATEMENTS

December 31, 2011

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of Saskatchewan Rivers School Division No. 119 of Saskatchewan – Charity and Scholarship Funds ("the Funds"), which comprise the statement of financial position as at December 31, 2011, and the statements of revenue, expenses and fund balance of the charity fund and the scholarship fund 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 Funds as at December 31, 2011, and the results of its operation and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants

April 30, 2012
Prince Albert, Saskatchewan

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
- CHARITY AND SCHOLARSHIP FUNDS
STATEMENT OF REVENUE, EXPENSES AND FUND BALANCE OF THE CHARITY FUND
year ended December 31, 2011

	2011	2010
REVENUE		
Donations	\$ 52,480	\$ 42,138
Donations in-kind	1,710	2,029
Interest	<u>388</u>	<u>190</u>
	<u>54,578</u>	<u>44,357</u>
EXPENSES		
In-kind expenses	1,710	2,029
School expenses	<u>55,685</u>	<u>40,092</u>
	<u>57,395</u>	<u>42,121</u>
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES FOR THE YEAR	(2,816)	2,236
CHARITY FUND BALANCE, BEGINNING OF YEAR	32,502	30,266
TRANSFER TO SCHOLARSHIP FUND	<u>(2,800)</u>	<u>-</u>
CHARITY FUND BALANCE, END OF YEAR	\$ <u>26,886</u>	\$ <u>32,502</u>

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
- CHARITY AND SCHOLARSHIP FUNDS
STATEMENT OF REVENUE, EXPENSES AND FUND BALANCE
OF THE SCHOLARSHIP FUND
year ended December 31, 2011**

	2011	2010 (Restated - Note 7)
REVENUE		
Donations	\$ 15,500	\$ 8,514
Interest	<u>628</u>	<u>1,380</u>
	<u>16,128</u>	<u>9,894</u>
EXPENSES		
Scholarships paid	<u>25,927</u>	<u>10,564</u>
DEFICIENCY OF REVENUE OVER EXPENSES FOR THE YEAR	(9,799)	(670)
SCHOLARSHIP FUND BALANCE, BEGINNING OF YEAR	56,147	56,817
TRANSFER FROM CHARITY FUND	<u>2,800</u>	<u>-</u>
SCHOLARSHIP FUND BALANCE, END OF YEAR	\$ <u>49,148</u>	\$ <u>56,147</u>

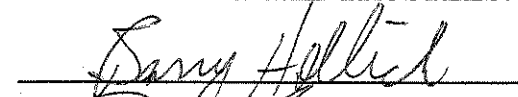
**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
- CHARITY AND SCHOLARSHIP FUNDS
STATEMENT OF FINANCIAL POSITION
as at December 31, 2011**


	Charity Fund	Scholarship Fund	Total 2011	2010
CURRENT ASSETS				
Cash	\$ 26,886	\$ 38,401	\$ 65,287	\$ 77,481
Short-term investments (Note 4)	<u>-</u>	<u>10,747</u>	<u>10,747</u>	<u>11,168</u>
	<u>\$ 26,886</u>	<u>\$ 49,148</u>	<u>\$ 76,034</u>	<u>\$ 88,649</u>

**CHARITY AND SCHOLARSHIP
FUNDS**

Charity fund	\$ 26,886	\$ -	\$ 26,886	\$ 32,502
Scholarship fund (Note 5)	<u>-</u>	<u>49,148</u>	<u>49,148</u>	<u>56,147</u>
	<u>26,886</u>	<u>49,148</u>	<u>76,034</u>	<u>88,649</u>
	<u>\$ 26,886</u>	<u>\$ 49,148</u>	<u>\$ 76,034</u>	<u>\$ 88,649</u>

APPROVED BY THE TRUSTEES:

 _____ Trustee

 _____ Trustee

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
– CHARITY AND SCHOLARSHIP FUNDS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2011**

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 expenses.

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, 2011. The Fund applies the requirements of Section 3861 of the CICA Handbook.

**SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
– CHARITY AND SCHOLARSHIP FUNDS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2011**

2. SIGNIFICANT 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	Held-for-trading

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.

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.

3. FINANCIAL INSTRUMENTS

The fair value of cash and short-term investments approximates their carrying values due to their short-term maturity.

4. SHORT-TERM INVESTMENTS

Short-term investments consist of one term deposit which earns interest at a rate of 4.43% and matures on May 11, 2012.

SASKATCHEWAN RIVERS SCHOOL DIVISION NO. 119 OF SASKATCHEWAN
- CHARITY AND SCHOLARSHIP FUNDS
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2011

5. SCHOLARSHIP FUND

	Opening Balance	Donations	Transfer from Charity Fund	Interest Earned	Scholarships Paid	Ending Balance
Dr. Just Scholarship Trust	\$ 678	\$ -	\$ -	\$ 6	\$ 100	\$ 584
Nordstrom Scholarship Fund	10,557	-	-	66	6,000	4,623
D. Spencer Scholarship Fund	565	-	-	5	100	470
Carter Watson Art Scholarship Fund	6,071	-	-	58	200	5,929
Carlton Class of '79 Award	734	-	-	6	400	340
PACI Class of '53 Award	7,497	-	-	68	500	7,065
PACI Class of '57 Award	244	-	-	2	200	46
PACI Alumni (1)	-	-	2,800	11	1,700	1,111
Jake Gordon Harding Memorial	10,042	-	-	94	350	9,786
Aaron Scholarship	10,268	-	-	165	400	10,033
Stark Family Award	3,441	-	-	43	100	3,384
Science Fair - Big River	3,003	-	-	37	217	2,823
Science Fair - T.D. Michel	2,002	-	-	25	160	1,867
General Scholarships	1,045	15,500	-	42	15,500	1,087
	<u>\$ 56,147</u>	<u>\$ 15,500</u>	<u>\$ 2,800</u>	<u>\$ 628</u>	<u>\$ 25,927</u>	<u>\$ 49,148</u>

6. CASH FLOW STATEMENT

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

7. RESTATEMENT OF PRIOR PERIOD

During the year the Scholarship Fund corrected its accounting policy regarding the recognition of the revenue and expenses. The revenue and expenses of the Scholarship Fund are recorded in the statement of revenue and expenses rather than a direct increase or decrease to the Scholarship Fund balance. Certain comparative figures have changed to reflect adjustments made in regards to the correction in accounting policy. The change is reflected in the prior year income statement with an increase to revenue of \$9,894, an increase to expenses of \$10,564 and an increase to deficiency of revenue over expenses of (\$670).

8. FUTURE CHANGES IN ACCOUNTING STANDARDS

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 are Part III of the Canadian Institute of Chartered Accountants ("CICA") Handbook - Accounting and are effective January 1, 2012.