



ST. PAUL'S ROMAN CATHOLIC
SEPARATE SCHOOL DIVISION No. 20

TREASURER'S REPORT
ANNUAL MEETING OF ELECTORS
Twelve Month Period Ending August 31, 2010

Rooted Growing Reaching *Transforming*

GREATER SASKATOON CATHOLIC SCHOOLS BOARD OF EDUCATION AUDITED FINANCIAL STATEMENT

INTRODUCTION

I am pleased to present the Audited Financial Statement on the financial operations of the school division for the fiscal period ended August 31, 2010 and to comment on the overall financial position of Greater Saskatoon Catholic Schools.

The 2009 provincial budget introduced significant changes for education funding and the property tax system. The provincial government now determines the rate in mills to be levied for public school divisions by setting province-wide tax rates for each of the three major property classes – residential, commercial and agricultural. Minority faith school boards can still set different tax rates, as is their constitutional right, but if they choose to set a higher rate, any increased revenue will be subtracted from the provincial grant. If the rate is lower, the government will assume the board's funding requirements have decreased and it will adjust its grant accordingly.

ACCOUNTING POLICIES

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

The financial statements are prepared using the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. Expenses also include the amortization of tangible capital assets.

Budget figures included in the financial statements have been derived from the budget approved by the Board of Education on August 24, 2009 and the Ministry of Education on October 20, 2009. Given differences between the funding model and generally accepted accounting principles established by PSAB, the budget figures presented have been adjusted to conform to the basis of accounting used to prepare the consolidated financial statements.

FINANCIAL SUMMARY

The school division ended the year with a consolidated surplus of \$796,849 which was realized on revenues of \$140,096,436 and expenditures of \$139,299,587.

Actual revenue was over budgeted revenue by \$6,795,167. The major factors contributing to the overall budget variance were in increases in tax revenue of \$2,422,864, department grants of \$3,707,971, external services of \$64,396, school based funds of \$142,273 complementary services of \$11,330, and other revenue of \$678,906 with decreases in tuition and related fees of \$232,572.

Actual expenditure was over budgeted expenditure by \$3,906,006. The major factors contributing to the overall budget variance were in increases in plant operations and maintenance of \$2,954,163, instruction of \$982,412, governance of \$18,164, external services of \$135,004, school based funds of \$325,546, and administration of \$204,626, with decreases in interest and bank charges of \$3,609, transportation \$129,348, tuition and related fees of \$129,546, and complementary services of \$451,406.

RECOMMENDATION:

That the Financial Statements and Treasurer's Report for the fiscal year ended August 31, 2010 be approved as presented.

OPERATING REVENUE

■ Property Taxation

Total tax revenue was over budget by \$2,422,864. The variance occurred as a result of the application of the provincial mill rate and property reassessment less discounts, cancellations and appeals.

■ Grants

Grants were over budget by \$3,707,971. The main reasons for the variance were in the decrease in operating grants of \$391,162 and increase in capital grants of \$4,099,133.

■ External Services Revenue

External Services revenue was over budget by \$64,396. The main reason for the variance was the increase of other grant revenue of \$112,327, other revenue and reimbursements of \$10,177, and decrease in food sales of \$56,608, and rentals of \$1,500.

■ School Based Funds Revenue

School based funds revenue was over budget by \$142,273. The main reason for the variance was in the level of revenue generated through school based activities.

■ Complementary Services Revenue

Complementary services revenue was over budget by \$11,330. The main reason for the variance was in additional grants approved for educational programs throughout the year.

■ Tuition Fees and Other Revenue

Tuition fee revenue was under budget by \$232,572. The main reason for the variance was the change in the provincial funding formula resulting in the redundancy of existing tuition agreements

■ Other Revenue

Other fee revenue was over budget by \$678,906. The main reason for the variance was the increase in reimbursements of \$881,204, materials \$4,544, and decrease in rentals of \$54,742, interest and dividends \$15,609, and other revenue \$136,491

OPERATING EXPENDITURE

■ Governance

Governance expenditure was over budget by \$18,164 as a result of the increase in board members indemnity of \$19,925, other governance expense of \$5,391 and decrease in convention expense of \$5,527 and elections expense of \$1,625.

■ Administration

Total administration expenditure was over budget by \$204,626. The main factors contributing to the variance resulted from the increase in and building operating expense of \$219,003, supplies and services of \$9,456, non-capital equipment of \$666, travel of \$27 and decrease in salaries and benefits of \$20,305, communication expense of \$1,060, professional development of \$3,161.

■ Instructional Services

Total instructional services expenditure was over budget by \$982,412 as a result of the increase in instructional salaries and benefits of \$8,544, program support salaries and benefits of \$593,301, supplies and services of \$54,540, non-capital equipment of \$151,268, amortization of \$842,881 and decrease in travel of \$26,878, student related expense of \$13,857, instructional aids of \$242,640, communication of \$2,187, and professional development of \$382,560.

■ Plant Operations And Maintenance

Total expenditure for all items in this category was over budget by \$2,954,165 as a result of the increase in plant salaries and benefits of \$67,127, supplies and services of \$18,678, building operating expense of \$1,405,016, travel of \$48,512, amortization of \$1,426,103 and decrease in non-capital equipment of \$7,709, professional development of \$3,564.

■ Pupil Transportation

This category of expenditure was under budget by \$129,348. The main factor causing the variance was the decrease in contracted transportation of \$134,778 and increase in salaries and benefits of \$5,430.

■ Tuition And Related Expense

Total expenditure was under budget by \$129,546. The main reason for the variance was the change in the provincial funding formula resulting in the redundancy of existing tuition agreements.

■ Complementary Services

Total expenditure was under budget by \$451,406. The main reason for the variance was as a result of decrease in salaries and benefits of \$408,528, student related expense of \$38,529, professional development of \$5000, and an increase in travel of \$651.

■ External Services

Total expenditure was over budget by \$135,004. The main reason for the variance was as a result of the increase in non-capital equipment of \$4,964, building operating expense of \$196,123, instructional aids of \$6,760, student related expense \$27,575, contracted transportation \$24,626, professional development of \$2,289, amortization of \$2,234, and decrease in, supplies and services of \$26,681, salaries and benefits of \$99,831, communications of \$726, and travel of \$2,329.

■ School Based Funds

Total expenditure was over budget by \$325,546. The main reason for the variance was in the level of fundraising expense generated through school based activities.

■ Interest And Bank Charges

This category of expenditure was under budget by \$3,609. The main factor causing the variance was the increase in current interest and bank charges.

*For additional information
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