

- Example B** – Auditors' Report on general purpose financial statements of a School Board where school generated funds have been included but there is a scope limitation in that the auditor is unable to verify completeness of school fundraising revenues.
- Introductory paragraph to Significant Accounting Policies Note
 - Introductory paragraph to Adoption of Public Sector Accounting Recommendations Note

Auditors' Report

To the Board of Trustees of
Anytown District School Board

We have audited the (consolidated) statement of financial position of Anytown District School Board as at August 31, 2004 and the (consolidated) statements of financial activities and of changes in financial position for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

Except as explained in the following paragraph, 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 common with many school boards, individual schools derive revenue from School fundraising activities held throughout the year. Adequate documentation and controls were not in place throughout the year to allow us to obtain satisfactory audit verification as to the completeness of these revenues. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the individual schools and we were not able to determine whether adjustments might be necessary to school fundraising revenue, net revenue, financial assets and net financial position.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of school fundraising revenue referred to in the preceding paragraph, these (consolidated) financial statements present fairly, in all material respects, the financial position of Anytown District School Board as at August 31, 2004 and the results of its operations and changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

_____, Ontario
Date

Significant Accounting Policies

The (consolidated) financial statements are prepared by management in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants.

(Continue with Summary of Significant Accounting Policies)

Adoption of Public Sector Accounting Recommendations

Commencing in 2004, the Board has adopted generally accepted accounting principles applying the local government accounting standards issued by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants. The comparative figures included in these financial statements have been restated to conform with the accounting standards adopted for the current year, except that 2002-2003 school generated funds balances and activities have not been included, as the information is not readily available.

(Continue with Relevant Restatement Disclosures)