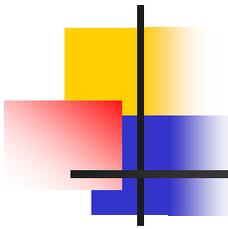


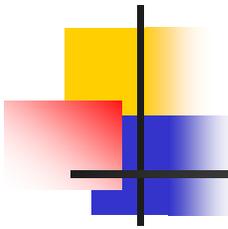
TPFR Information Sessions

Fall 2005



Overview of Agenda

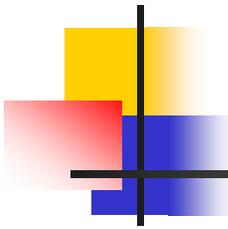
- 2004-05 Financial Statement Changes
- Revenue Recognition and Deferred Revenues
- Capital Asset Issues for Consolidation
- Stub Period Reporting Issues for Consolidation
- NEW Specified Audit Procedure Requirements
- Other Items



Changes to Financial Statements - 2004-05

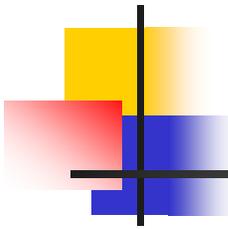
- New Schedules

- Schedule 2.4 – School Activities Fund
- Schedule 10I – Learning to 18 Projects
- Schedule 10K – PSAB and Reporting Entity Project Expenditures
- Schedule 20 – Five-month Stub Period Reporting for Consolidation Purposes
- Appendix I – Details of Amounts to be recovered



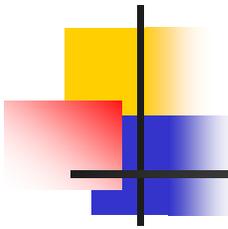
Changes to 2004-05 Financial Statements

- Changes to Schedules
 - Schedule 5.1 – Deferred Revenues
 - Data Form A.2 - Enveloping
 - Data Form A.3 – Revenue Recognition/Enveloping Criteria – Pupil Accommodation Reserve
 - Appendix D1 – 2004/05 Report on EDC's Deferred Revenue Balance or (Accumulated Eligible Expenditures)



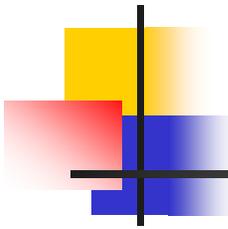
Schedule 2.4 – Schedule of School Activities Fund (P. 7)

- Enter all school activities fund activity on this schedule.
- Include comparative #'s for 2003-04 if available.
- Statement of Changes in Financial Position (P. 3) – open cell at line 2.8 to adjust for changes due to restatement for school activities.



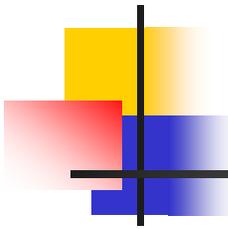
Schedule 10I – Learning to 18 Projects (P. 18)

- Projects are pre-populated according to each boards agreements.
- Enter expenditure amounts for 2004-05.



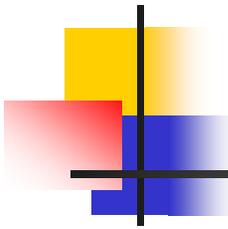
Schedule 10K – PSAB and Reporting Entity Project Expd. (P. 19)

- As per signed agreements for these EPO grants.
- Note – PSAB Expenditures cover period April 1, 2004 – Aug 31, 2005 and must be expended by August 31, 2005.
- Reporting Entity Expenditures – agreement runs through August 2007
- Report expenditures up to Aug 31, 2005



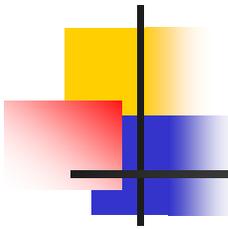
Schedule 11A – 2004 Taxes

- [Http://oraweb.mah.gov.on.ca/fir/welcome.htm](http://oraweb.mah.gov.on.ca/fir/welcome.htm)
- Go to View 2004 FIR (Financial Information Return) by Municipality
- Review Schedule 72B Continuity of Taxes Receivable for each municipality.
- It shows the Total Tax Revenue for the DSB for the calendar year.
- Example attached.



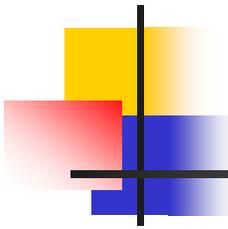
Schedule 20 – Five month

- Will be covered in detail by Anthony this afternoon.



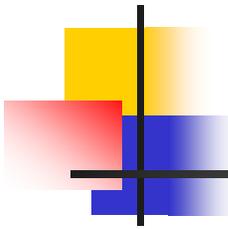
Appendix I – Details of Amounts to be recovered (P.32)

- Collects the information that was previously just in the Notes to the F/S.
- The Finance Officers completed this form during their review last year.
- 2003/04 Column opened in case of restatement of last year's figures.
- Can assist the board in seeing the cause of major changes to the "Amounts to be Recovered".



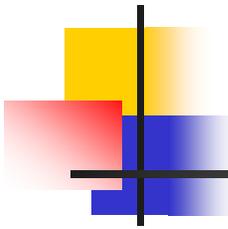
Data A.2 – Enveloping (P. 22-27)

- Compliance Report is deleted.
- Data Form A.2 now calculates the amount (if any) that must be placed in Deferred Revenues for Classroom, Special Education, Distant Schools and Program Improvements.
- Linked to Schedule 5.1 – Column 2.



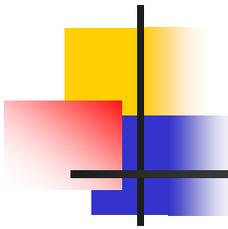
Changes in Schedules due to Revenue Recognition rules

- Many boards have reported Deferred Revenues for Pupil Accommodation Reserves – where they shouldn't.
- In many cases – the board has a reserve set aside to pay the debt obligations – but that is an INTERNAL reserve.
- DSB's will have to RESTATE the 2003-04 results to show the correct deferred revenue balance.



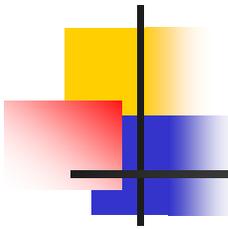
Revenue Recognition

- PSAB requires amounts to be transferred out of deferred revenues as soon as the eligible expenditures are incurred.
- Ie. When the school is built – NOT when the debt payment is made.
- Also – expenditures can happen before the year of the grant revenue.
- Accumulated Eligible Expenditures.



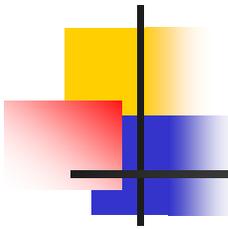
Recalculate Deferred Revenue

- Recalculate from 1998 – Present
 - All pupil accommodation revenue
 - Less: Eligible Expenditures
- If Positive – then amounts are Deferred Revenues
- If Negative – then amounts are “Accumulated Eligible Expenditures”



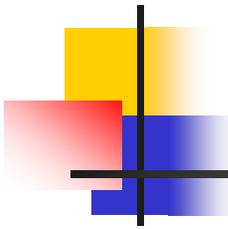
Internal Pupil Accom. Reserves

- If a board had reserves set up but they don't qualify as "Deferred Revenues"
- They should be reported as "Internal Reserves".
- DO NOT try and correct them by Transferring out of Deferred Revenue
- **MUST** restate previous years FS.



Data Form A.3 – Pupil Accommodation Enveloping (P. 28)

- Important to get the opening amount correct!
Deferred Revenue or (Accumulated Expenditure)
- NOTE: Restriction for enveloping is on the total of NPP, School Renewal and Good Places to Learn.



Appendix D1 – EDC's (P. 29)

- Similar to Pupil Accommodation in that a board can have a Deferred Revenue balance OR Accumulated Eligible Expenditures.
- Must be calculated for EACH by-law separately.