

Audited Financial Statements of

# **School District No. 27 (Cariboo-Chilcotin)**

June 30, 2018

# School District No. 27 (Cariboo-Chilcotin)

June 30, 2018

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# School District No. 27 (Cariboo-Chilcotin)

## MANAGEMENT REPORT

Version: 2985-2239-9257

### Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 27 (Cariboo-Chilcotin) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 27 (Cariboo-Chilcotin) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 27 (Cariboo-Chilcotin) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 27 (Cariboo-Chilcotin)

Original Signature on File



25 Sept 2018

Signature of the Chairperson of the Board of Education

Date Signed

Original Signature on File



SEPTEMBER 26, 2018

Signature of the Superintendent

Date Signed

Original Signature on File



September 25, 2018

Signature of the Secretary Treasurer

Date Signed



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Canada  
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## **INDEPENDENT AUDITORS' REPORT**

To the Board of Education, and  
To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 27 (Cariboo-Chilcotin), which comprise the statements of financial position as at June 30, 2018, the statements of operations, statement of changes in net financial assets (debt) and statement of cash flows for the years then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation of these financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia, 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.

### *Auditors' 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 our 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, we consider 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 in our audits is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements of School District No. 27 (Cariboo-Chilcotin) as at and for the year ended June 30, 2018 are prepared in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

*Emphasis of Matter*

Without modifying our opinion, we draw attention to note 2 to the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

Chartered Professional Accountants

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

September 25, 2018  
Vernon, Canada

# School District No. 27 (Cariboo-Chilcotin)

Statement 1

## Statement of Financial Position

As at June 30, 2018

	2018 Actual \$	2017 Actual \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	13,588,373	13,824,825
Accounts Receivable		
Due from Province - Ministry of Education	145,011	33,730
Due from LEA/Direct Funding	321,731	136,194
Other (Note 3)	140,084	470,109
Portfolio Investments (Note 4)		83,695
<b>Total Financial Assets</b>	<b>14,195,199</b>	<b>14,548,553</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	4,341,815	4,113,287
Unearned Revenue (Note 6)	3,131	2,100
Deferred Revenue (Note 7)	1,465,486	1,654,968
Deferred Capital Revenue (Note 8)	50,617,814	50,466,700
Employee Future Benefits (Note 9)	2,396,521	2,314,882
Capital Lease Obligations (Note 10)		-
Other Liabilities	255,242	185,610
<b>Total Liabilities</b>	<b>59,080,009</b>	<b>58,737,547</b>
<b>Net Financial Assets (Debt)</b>	<b>(44,884,810)</b>	<b>(44,188,994)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 11)	66,020,041	66,123,233
Restricted Assets (Endowments) (Note 14)	15,000	15,000
Prepaid Expenses	193,842	157,824
Supplies Inventory	5,662	4,158
<b>Total Non-Financial Assets</b>	<b>66,234,545</b>	<b>66,300,215</b>
<b>Accumulated Surplus (Deficit)</b>	<b>21,349,735</b>	<b>22,111,221</b>
Contractual Obligations (Note 17)		
Approved by the Board		
Original Signature on File		27 Sept. 2018
Signature of the Chairperson of the Board of Education		Date Signed
Original Signature on File		SEPTEMBER 27, 2018
Signature of the Superintendent		Date Signed
Original Signature on File		September 30, 2018
Signature of the Secretary Treasurer		Date Signed

**School District No. 27 (Cariboo-Chilcotin)**

Statement 2

Statement of Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	55,562,098	<b>55,425,275</b>	54,200,924
Other	152,857	<b>188,909</b>	94,178
Federal Grants			20,775
Tuition	48,300	<b>64,476</b>	59,500
Other Revenue	3,444,452	<b>3,548,955</b>	3,549,389
Rentals and Leases	120,000	<b>98,220</b>	87,848
Investment Income	114,560	<b>166,457</b>	94,352
Amortization of Deferred Capital Revenue	2,533,323	<b>2,533,322</b>	2,701,414
<b>Total Revenue</b>	<u>61,975,590</u>	<u><b>62,025,614</b></u>	<u>60,808,380</u>
<b>Expenses</b>			
Instruction	46,964,308	<b>44,938,602</b>	43,461,173
District Administration	2,456,650	<b>2,680,499</b>	2,691,495
Operations and Maintenance	10,742,455	<b>10,329,852</b>	11,122,263
Transportation and Housing	4,758,346	<b>4,838,147</b>	4,749,603
Debt Services			4,010
<b>Total Expense</b>	<u>64,921,759</u>	<u><b>62,787,100</b></u>	<u>62,028,544</u>
<b>Surplus (Deficit) for the year</b>	<u>(2,946,169)</u>	<u><b>(761,486)</b></u>	<u>(1,220,164)</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>22,111,221</b>	23,331,385
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u><b>21,349,735</b></u></u>	<u><u>22,111,221</u></u>

# School District No. 27 (Cariboo-Chilcotin)

Statement 4

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	(2,946,169)	(761,486)	(1,220,164)
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets (Note 11)	(3,193,209)	(3,156,895)	(2,161,953)
Amortization of Tangible Capital Assets (Note 11)	3,260,272	3,260,087	3,474,230
<b>Total Effect of change in Tangible Capital Assets</b>	67,063	103,192	1,312,277
Use of Prepaid Expenses		(39,026)	148,535
Acquisition of Supplies Inventory		1,504	(2,643)
<b>Total Effect of change in Other Non-Financial Assets</b>	-	(37,522)	145,892
<b>(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)</b>	(2,879,106)	(695,816)	238,005
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Financial Assets (Debt)</b>		(695,816)	238,005
<b>Net Financial Assets (Debt), beginning of year</b>		(44,188,994)	(44,426,999)
<b>Net Financial Assets (Debt), end of year</b>		(44,884,810)	(44,188,994)



# School District No. 27 (Cariboo-Chilcotin)

Statement 5

## Statement of Cash Flows

Year Ended June 30, 2018

	2018 Actual \$	2017 Actual \$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	(761,486)	(1,220,164)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	33,208	815,313
Supplies Inventories	(1,504)	2,067
Prepaid Expenses	(36,017)	143,825
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	229,558	469,245
Deferred Revenue	(189,482)	418,882
Employee Future Benefits	81,638	119,315
Other Liabilities	69,631	15,972
Amortization of Tangible Capital Assets	3,260,087	3,474,230
Amortization of Deferred Capital Revenue	(2,533,322)	(2,701,414)
Recognition of Deferred Capital Revenue Spent on Sites		(200,000)
<b>Total Operating Transactions</b>	<b>152,311</b>	<b>1,337,271</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,189,526)	(831,509)
Tangible Capital Assets -WIP Purchased	(1,967,369)	(1,330,444)
<b>Total Capital Transactions</b>	<b>(3,156,895)</b>	<b>(2,161,953)</b>
<b>Financing Transactions</b>		
Loan Payments	-	(86,740)
Capital Revenue Received	2,684,436	1,781,278
<b>Total Financing Transactions</b>	<b>2,684,436</b>	<b>1,694,538</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	83,696	(499)
<b>Total Investing Transactions</b>	<b>83,696</b>	<b>(499)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(236,452)</b>	<b>869,357</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>13,824,825</b>	<b>12,955,468</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>13,588,373</b>	<b>13,824,825</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	13,588,373	13,824,825
	<b>13,588,373</b>	<b>13,824,825</b>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 12, 1946 operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 27 (Cariboo-Chilcotin)", and operates as "School District No. 27 (Cariboo-Chilcotin)." A Board of Education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 27 (Cariboo-Chilcotin) is exempt from federal and provincial corporate income taxes.

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

(a) Basis of accounting:

The financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian Public Sector Accounting Standards without any PS4200 elections.

Regulation 198/2011 requires that restricted contributions received or receivable for acquiring or developing a depreciable tangible capital asset or contributions in the form of a depreciable tangible capital asset are to be deferred and recognized in revenue at the same rate that amortization of the related tangible capital asset is recorded.

For British Columbia tax-payer supported organizations, these contributions include government transfers and externally restricted contributions.

The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian Public Sector Accounting Standards which requires that

- Government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with Public Sector Accounting Standard PS3410; and

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

a) Basis of Accounting (continued)

- Externally restricted contributions are recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with Public Sector Accounting Standard PS3100.

As a result, revenue recognized in the statement of operations and certain related deferred capital contributions would be recorded differently under Canadian Public Sector Accounting Standards.

(b) Basis of Consolidation

These financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is comprised of all controlled entities. Inter-organizational transactions and balances are not eliminated, except for any profit or loss on the sale between entities of assets that remain within the reporting entity.

The School District does not control any significant external entities and accordingly no entities have been consolidated with the financial statements.

The School District does not administer any trust activities on behalf of external parties.

c) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

d) Accounts Receivable

Accounts receivable are measured at amortized cost and shown net of allowance for doubtful accounts.

e) Inventories for Resale

Inventories for resale, including paper products for resale, are measured at lower of cost and net realizable value. Cost includes all costs incurred to get ready for sale including taxes and duties. Net realizable value is the expected selling price in the ordinary course of business.

f) Portfolio Investments

The School District has investments in term deposits that either have no maturity dates or have a maturity of greater than 3 months at the time of acquisition. Term deposits are reported at cost or amortized cost.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

g) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2 (o).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations.

This accounting treatment is not consistent with the requirements of Canadian Public Sector Accounting Standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished.

h) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2016 and projected to March 31, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

The School District and its employees make contributions to the Teachers' Pension Plan and Municipal Pension Plan. The plans are multi-employer plans where assets and obligations are not separated. The costs are expensed as incurred.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

i) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

j) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

Buildings	40 years
Furniture & Equipment	10 years
Vehicles	10 years
Computer Software	5 years
Computer Hardware	5 years

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

k) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

l) Prepaid Expenses

Equipment, insurance, software licensing, and payroll remittances are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

m) Supplies Inventory

Supplies inventory held for consumption or use include paper products and are recorded at the lower of historical cost and replacement cost.

n) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved.

o) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectible and can be reasonably estimated.

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions including authorization by the transferring government.

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

o) Revenue Recognition (continued)

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

Donated tangible capital assets other than sites are recorded at fair market value and amortized over the useful life of the assets. Donated sites are recorded as revenue at fair market value when received or receivable.

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian Public Sector Accounting Standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

p) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year are expensed. Interest expense includes interest related capital leases.

Categories of Salaries

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to related programs.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

p) Expenditures (continued)

- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

q) Endowment Contributions

Endowment contributions are reported as revenue on the Statement of Operations when received. Investment income earned on endowment principal is recorded as deferred revenue if it meets the definition of a liability and is recognized as revenue in the year related expenses (disbursements) are incurred. If the investment income earned does not meet the definition of a liability, it is recognized as revenue in the year it is earned. Endowment assets are reported as restricted non-financial assets on the Statement of Financial Position.

r) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities, and other liabilities.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations. During the years presented, there are no remeasurement gains and losses, and as a result, no statement of remeasurement gains and losses is included in these financial statements.



**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES** *(Continued)*

r) Financial Instruments (continued)

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

s) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2 (a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for asset retirement obligations, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

**NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2018	2017
Due from Federal Government	\$ 31,016	\$ 69,567
Other accounts receivable	109,068	400,542
	<u>\$ 140,084</u>	<u>\$ 470,109</u>

**NOTE 4 PORTFOLIO INVESTMENTS**

The School District has no portfolio investments in the current year.

**NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	2018	2017
Trade payables	\$ 702,739	\$ 865,378
Salaries and benefits payable	2,400,327	2,823,998
Accrued vacation pay	282,209	250,487
Other	956,540	173,424
	<u>\$ 4,341,815</u>	<u>\$ 4,113,287</u>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 6      UNEARNED REVENUE**

	2018	2017
Balance, beginning of year	\$ 2,100	\$ 2,100
Changes for the year:		
Increase:		
Rental/Lease of facilities	5,231	4,550
	7,331	6,650
Decrease:		
Rental/Lease of facilities	4,200	4,550
Net changes for the year	-	-
Balance, end of year	\$ 3,131	\$ 2,100

**NOTE 7      DEFERRED REVENUE**

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled.

	2018	2017
Balance, beginning of year	\$ 1,654,968	\$ 1,236,086
Changes for the year:		
Increase:		
Grants: Provincial – Ministry of Education	4,354,518	3,331,506
Provincial – Other	343,231	49,878
Federal	-	-
School Generated Funds	1,855,251	1,541,554
Other	22,970	28,444
Interest	19,511	10,332
	6,595,481	4,961,714
Decrease:		
Adjustment: Recovered by Ministry of Education	58,118	-
Allocated to Revenue: Provincial – Ministry of Education	4,726,794	2,862,467
Provincial – Other	168,909	74,178
Federal	-	-
School Generated Funds	1,793,117	1,584,270
Other	22,868	13,707
Interest	15,157	8,210
	6,784,963	4,542,832
Net changes for the year	(189,462)	418,882
Balance, end of year	\$ 1,465,486	\$ 1,654,968

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 8      DEFERRED CAPITAL REVENUE**

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2018	2017
<b>Deferred capital revenue subject to amortization</b>		
Balance, beginning of year	\$48,076,684	\$49,013,101
Increases:		
Capital additions	728,491	163,037
Transfer from work in progress	1,914,653	1,601,960
Decreases:		
Amortization	2,533,322	2,701,414
Revenue Recognized on Disposal of Buildings	-	-
Provincial Grants-Ministry of Education	-	-
Net change for the year	109,822	(936,417)
Balance, end of year	\$48,186,506	\$48,076,684
 <b>Deferred capital revenue - work in progress</b>		
Balance, beginning of year	\$ 216,153	\$ 487,669
Increases:		
Transfers from DCC	1,967,369	1,330,444
Decrease:		
Transfer to DCR subject to amortization	1,914,653	1,601,960
Net change for the year	52,716	(271,516)
Balance, end of year	\$ 268,869	\$ 216,153
 <b>Deferred capital revenue - unspent</b>		
Balance, beginning of year	\$ 2,173,863	\$ 2,086,066
Increases:		
Provincial grants – Ministry of Education	2,599,980	1,661,073
Other Provincial grants – ITA	51,959	99,195
Other	-	-
Investment income	32,497	21,010
Med Restricted Portion of Proceeds on Disposal	-	-
Decrease:		
Transfer to DCR - subject to amortization	728,491	163,037
Transfer to DCR - work in progress	1,967,369	1,330,444
Transfer to Revenue – Site Demolition	-	200,000
Net change for the year	(11,424)	87,797
Balance, end of year	\$2,162,439	\$2,173,863
<b>Total deferred capital revenue balance, end of year</b>	<b>\$ 50,617,814</b>	<b>\$ 50,466,700</b>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 9      EMPLOYEE FUTURE BENEFITS**

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. Funding is provided when the benefits are paid and accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

	2018	2017
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 2,470,283	\$ 2,833,919
Service Cost	181,395	181,242
Interest Cost	68,439	68,194
Benefit Payments	(251,604)	(211,214)
Increase (Decrease) in obligation due to Plan Amendment	-	-
Actuarial (Gain)	(72,706)	(401,858)
Accrued Benefit Obligation – March 31	<u>\$ 2,395,807</u>	<u>\$ 2,470,283</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$ 2,395,807	\$ 2,470,283
Market Value of Plan Assets – March 31	-	-
Funded Status – (Deficit)	(2,395,807)	(2,470,283)
Employer Contributions After Measurement Date	51,089	99,986
Benefits Expense After Measurement Date	(63,686)	(62,459)
Unamortized Net Actuarial Loss	11,884	117,874
Accrued Benefit (Liability) – June 30	<u>\$ (2,396,520)</u>	<u>\$ (2,314,882)</u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability – July 1	\$2,314,882	\$2,195,567
Net expense for Fiscal Year	284,345	329,010
Employer Contributions	(202,707)	(209,695)
Accrued Benefit Liability – June 30	<u>\$ 2,396,520</u>	<u>\$ 2,314,882</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 182,950	\$ 181,280
Interest Cost	68,111	68,256
Immediate Recognition of Plan Amendment	-	-
Amortization of Net Actuarial Loss	33,284	79,474
Net Benefit Expense	<u>\$ 284,345</u>	<u>\$ 329,010</u>

The significant actuarial assumptions adopted for measuring the School District's accrued benefit obligations are:

	2018	2017
Discount Rate – April 1	2.75%	2.50%
Discount Rate – March 31	2.75%	2.75%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	8.7	8.7

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 10 CAPITAL LEASE OBLIGATIONS**

The District has no Capital Lease Obligations in the current year.

**NOTE 11 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	2018	2017
Sites	\$ 7,076,344	\$ 7,076,344
Buildings	53,294,977	53,491,685
Buildings – work in progress	268,869	216,153
Furniture & Equipment	866,233	910,422
Vehicles	4,114,656	3,810,903
Computer Software	63,924	66,437
Computer Hardware	335,038	219,662
Equipment under capital lease	-	-
Vehicles under capital lease	-	331,627
<b>Total</b>	<b>\$66,020,041</b>	<b>\$66,123,233</b>

**2018**

Cost:	Balance at July 1, 2017	Additions	Disposals/ Write-down	Transfers (WIP)	Balance at June 30, 2018
Sites	\$ 7,076,344	\$ -	\$ -	\$ -	\$ 7,076,344
Buildings	108,739,831	116,130	-	1,914,653	110,770,614
Buildings – work in progress	216,153	1,967,369	-	(1,914,653)	268,869
Furniture & Equipment	2,107,748	166,586	665,586	-	1,608,748
Vehicles	6,455,209	696,112	26,035	-	7,125,286
Computer Software	127,529	22,993	49,846	-	100,676
Computer Hardware	361,644	187,705	32,176	-	517,173
Vehicles under capital lease	784,654	-	220,290	-	564,364
<b>Total</b>	<b>\$125,869,112</b>	<b>\$3,156,895</b>	<b>\$ 993,933</b>	<b>\$ -</b>	<b>\$128,032,074</b>

Accumulated Amortization	Balance at July 1, 2017	Additions	Disposals	Balance at June 30, 2018
Buildings	\$55,248,146	\$2,227,491	\$ -	\$57,475,637
Furniture & Equipment	1,197,326	210,775	665,586	742,515
Vehicles	2,644,305	392,360	26,035	3,010,630
Computer Software	61,092	25,506	49,846	36,752
Computer Hardware	141,982	72,329	32,176	182,135
Vehicles under capital lease	453,028	331,626	220,290	564,364
<b>Total</b>	<b>\$59,745,879</b>	<b>\$3,260,087</b>	<b>\$ 993,933</b>	<b>\$62,012,033</b>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 11 TANGIBLE CAPITAL ASSETS (Continued)**

2017

Cost:	Balance at July 1, 2016	Additions	Disposals/ Write-down	Transfers (WIP)	Balance at June 30, 2017
Sites	\$ 6,855,866	\$ 220,478	\$ -	\$ -	\$ 7,076,344
Buildings	106,874,071	263,799	-	1,601,961	108,739,831
Buildings – work in progress	487,670	1,330,444	-	(1,601,961)	216,153
Furniture & Equipment	3,359,283	74,523	1,326,058	-	2,107,748
Vehicles	6,977,871	197,686	720,348	-	6,455,209
Computer Software	231,433	9,144	113,048	-	127,529
Computer Hardware	429,840	65,879	134,075	-	361,644
Equipment under capital lease	279,798	-	279,798	-	-
Vehicles under capital lease	784,654	-	-	-	784,654
<b>Total</b>	<b>\$126,280,486</b>	<b>\$2,161,953</b>	<b>\$2,573,327</b>	<b>\$ -</b>	<b>\$125,869,112</b>

Accumulated Amortization	Balance at July 1, 2016	Additions	Disposals	Balance at June 30, 2017
Buildings	\$53,046,332	\$2,201,814	\$ -	\$55,248,146
Furniture & Equipment	2,159,476	363,908	1,326,058	1,197,326
Vehicles	2,663,600	701,053	720,348	2,644,305
Computer Software	127,853	46,287	113,048	61,092
Computer Hardware	190,089	85,968	134,075	141,982
Equipment under capital lease	279,798	-	279,798	-
Vehicles under capital lease	377,828	75,200	-	453,028
<b>Total</b>	<b>\$58,844,976</b>	<b>\$3,474,230</b>	<b>\$2,573,327</b>	<b>\$59,745,879</b>

Work in progress is not amortized; amortization will commence when the asset is put into service.

**NOTE 12 DISPOSAL OF SITES AND BUILDINGS**

During the year, the School District had no disposals or write-downs

**NOTE 13 EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2016, the Teachers' Pension Plan has about 45,000 active members and approximately 37,000 retired members. As of December 31, 2016, the Municipal Pension Plan has about 193,000 active members, including approximately 24,000 from school districts.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 13     EMPLOYEE PENSION PLANS (continued)**

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis. As a result of the 2014 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, the employer basic contribution rate decreased.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2018 with results available in 2019.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rate remained unchanged.

The School District paid \$4,608,868 for employer contributions to these Plans in the year ended June 30, 2018 (2017 - \$4,481,608)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018. The next valuation for the Municipal Pension Plan will be as at December 31, 2018, with results available in 2019.

Employers participating in the plans record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plans record accrued liabilities and accrued assets for each plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plans.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 14      RESTRICTED ASSETS - ENDOWMENT FUNDS**

Donors have placed restrictions on their contributions to the endowment funds of the School District. One restriction is that the original contribution should not be spent. Another potential restriction is that any investment income of the endowment fund that is required to offset the eroding effect of inflation or preserve the original value of the endowment should also not be spent.

Name of Endowment	Balance June 30, 2017	Contributions June 30, 2018	Balance June 30, 2018
IKON Scholarship	\$ 10,000	\$ -	\$ 10,000
WL Forestry Capital Scholarship	5,000	-	5,000
Total	\$ 15,000	\$ -	\$ 15,000

**NOTE 15      INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2018, were as follows:

	2018	2017
Capital assets purchased from Operating Fund	\$ 267,177	\$ 247,774
Capital assets purchased from Special Purpose Funds	116,130	151,607
Transferred to local capital from Operating Fund (being amounts internally restricted for future capital asset purchases)	10,906	310,462
	<u>\$ 394,213</u>	<u>\$ 709,843</u>

**NOTE 16      RELATED PARTY TRANSACTIONS**

The School District is related through common ownership to all Province of British Columbia ministries, agencies, school districts, health authorities, colleges, universities, and crown corporations. Transactions with these entities, unless disclosed separately, are considered to be in the normal course of operations and are recorded at the exchange amount.

**NOTE 17      CONTRACTUAL OBLIGATIONS**

The School District has entered into a number of multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts.

	2019	2020	2021	2022	2023
Pitney Bowes	\$ 4,427	\$ -	\$ -	\$ -	\$ -
MFD by Quality Office	76,630	76,630	76,630	76,630	\$ -
Total	\$ 81,057	\$ 76,630	\$ 76,630	\$ 76,630	\$ -



**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 18 ASSET RETIREMENT OBLIGATION**

The School District recognizes asset retirement obligations where a reasonable estimate of the fair value of the obligation and the future settlement date of the retirement of the asset can be determined. The School District has identified potential asset retirement obligations relating to facilities that the School District may incur upon major upgrades or demolition in the future. This potential obligation exists for removal and disposal of environmentally hazardous building materials in some of the School District facilities. At this time, the School District has not recognized these asset retirement obligations, as there is an indeterminate settlement date of any potential future demolition or renovation of the facilities and therefore, the fair value cannot be reasonably estimated as at June 30, 2018.

**NOTE 19 BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 27, 2018. The original annual budget was adopted on June 27, 2017. The original and amended budgets are presented below.

	2018 Annual Amended Budget	2018 Annual Original Budget
Revenues		
Provincial Grants		
Ministry of Education	\$ 55,562,098	\$ 55,498,919
Other	152,857	20,000
Federal Grants	-	-
Tuition	48,300	15,000
Other Revenue	3,444,452	3,000,925
Rentals and Leases	120,000	110,000
Investment Income	114,560	123,094
Amortization of Deferred Capital Revenue	2,533,323	2,476,969
	<u>\$ 61,975,590</u>	<u>\$ 61,244,907</u>
Expenses		
Instruction	\$ 46,964,308	\$ 44,865,720
District Administration	2,456,650	2,710,850
Operations and Maintenance	10,742,455	10,739,518
Transportation and Housing	4,758,346	4,593,198
Debt Services	-	-
	<u>\$ 64,921,759</u>	<u>\$ 62,909,286</u>
Deficit for the year	<u>(2,946,169)</u>	<u>(1,664,379)</u>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 20      EXPENSE BY OBJECT**

	2018	2017
Salaries and benefits	\$50,317,275	\$48,766,466
Services and supplies	9,209,738	9,783,838
Interest	-	4,010
Amortization	3,260,087	3,474,230
Write off/down of Buildings and Sites	-	-
	<u>\$62,787,100</u>	<u>\$62,028,544</u>

**NOTE 21      CONTINGENCIES**

From time to time the School District is brought forth as defendant in various lawsuits. The School District reviews its exposure to any potential litigation for which it would not be covered by insurance and assesses whether a successful claim against the School District would materially affect the financial statements of the School District. The School District is not currently aware of any claims brought against it that if not defended successfully would result in a material change in these financial statements.

**NOTE 22      ECONOMIC DEPENDENCE**

The operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared on a going concern basis.

**NOTE 23      ACCUMULATED SURPLUS**

The School District has established a number of funds to demonstrate compliance with legislation and to reflect the School District's intentions to undertake certain future activities.

The Operating Fund accounts for the School District's operating grants and other operating revenues. Legislation requires that the School District present a balanced budget for the Operating Fund, whereby budgeted expenditure does not exceed the total of budgeted revenue and any surplus in the operating fund carried forward from previous years.

The Capital Fund accounts for the School District's investment in its existing capital infrastructure, including the existing buildings, furniture, computers and equipment. It also reflects intentions to make future capital asset purchases.

The Special Purpose Funds account for grants and contributions received which are directed by agreement with a third party towards specific activities. Externally restricted surpluses are amounts for which an agreement with a third party targets the use of the surplus to a particular activity.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

**NOTE 23 ACCUMULATED SURPLUS** *(Continued)*

Amounts not restricted by agreement with a third party may be transferred between funds to reflect future intentions of the School District. Internally restricted surpluses have been allocated to a particular activity.

	2018	2017
<b>Operating Fund</b>		
Internally restricted:		
School budget balances	\$ 215,850	\$ 271,140
Student Learning grant balance	-	121,434
Department budget balances	517,710	191,217
Appropriated for next year's budget	518,820	1,078,130
Contingency reserve	491,182	328,234
Aboriginal Education commitments	174,460	131,450
Unrestricted:	-	253,485
<b>Operating Funds</b>	<u>1,918,022</u>	<u>2,375,090</u>
<b>Special Purpose Funds</b>	<u>15,000</u>	<u>15,000</u>
<b>Capital Fund</b>		
Invested in tangible capital assets	17,564,667	17,836,397
Internally restricted for future capital asset purchases	1,852,046	1,890,734
	<u>19,416,713</u>	<u>19,721,131</u>
<b>Total Accumulated Surplus</b>	<u><u>\$ 21,349,735</u></u>	<u><u>\$ 22,111,221</u></u>

**NOTE 24 RISK MANAGEMENT**

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk.

The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

a) Credit risk:

Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash and amounts receivable.

The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and are collectible.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the School District invests solely in term deposits.

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2018**

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**NOTE 24     RISK MANAGEMENT** *(Continued)*

b) Market risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk as amounts held and purchases made in foreign currency are insignificant. It is management's opinion that the School District is not exposed to significant market risk associated with interest rate risk as the School District has no borrowings and interest earned on existing deposits is not significant to the School District's operations.

c) Liquidity risk

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

The Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

**NOTE 25     COMPARATIVE FIGURES**

The financial statements have been reclassified; where applicable, to conform to the presentation used in the current year. The changes do not affect prior year earnings.

**School District No. 27 (Cariboo-Chilcotin)**

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2018

	<b>Operating Fund</b>	<b>Special Purpose Fund</b>	<b>Capital Fund</b>	<b>2018 Actual</b>	2017 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	2,375,090	15,000	19,721,131	<b>22,111,221</b>	23,331,385
<b>Changes for the year</b>					
Surplus (Deficit) for the year	(178,985)	116,130	(698,631)	<b>(761,486)</b>	(1,220,164)
Interfund Transfers					
Tangible Capital Assets Purchased	(267,177)	(116,130)	383,307	-	
Local Capital	(10,906)		10,906	-	
<b>Net Changes for the year</b>	<b>(457,068)</b>	-	<b>(304,418)</b>	<b>(761,486)</b>	<b>(1,220,164)</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>1,918,022</b>	<b>15,000</b>	<b>19,416,713</b>	<b>21,349,735</b>	22,111,221

# School District No. 27 (Cariboo-Chilcotin)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	50,565,629	50,698,481	51,138,457
Other	20,000	20,000	20,000
Federal Grants			20,775
Tuition	48,300	64,476	59,500
Other Revenue	1,767,032	1,730,543	1,934,729
Rentals and Leases	120,000	98,220	87,848
Investment Income	90,000	125,593	86,142
<b>Total Revenue</b>	<u>52,610,961</u>	<u>52,737,313</u>	<u>53,347,451</u>
<b>Expenses</b>			
Instruction	40,459,690	38,523,505	39,261,948
District Administration	2,456,650	2,680,499	2,691,495
Operations and Maintenance	8,019,120	7,598,132	8,225,760
Transportation and Housing	4,034,360	4,114,162	3,973,350
<b>Total Expense</b>	<u>54,969,820</u>	<u>52,916,298</u>	<u>54,152,553</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(2,358,859)</u>	<u>(178,985)</u>	<u>(805,102)</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>2,358,859</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		(267,177)	(157,024)
Local Capital		(10,906)	(310,462)
Other			(90,750)
<b>Total Net Transfers</b>	<u>-</u>	<u>(278,083)</u>	<u>(558,236)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u>(457,068)</u>	<u>(1,363,338)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		2,375,090	3,738,428
<b>Operating Surplus (Deficit), end of year</b>		<u>1,918,022</u>	<u>2,375,090</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 23)		1,918,022	2,375,090
<b>Total Operating Surplus (Deficit), end of year</b>		<u>1,918,022</u>	<u>2,375,090</u>

# School District No. 27 (Cariboo-Chilcotin)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	50,038,310	<b>50,133,630</b>	50,489,745
DISC/LEA Recovery	(1,249,210)	<b>(1,272,780)</b>	(1,313,093)
Other Ministry of Education Grants			
Pay Equity	665,837	<b>665,837</b>	665,837
Funding for Graduated Adults	3,500	<b>11,546</b>	3,424
Transportation Supplement	739,024	<b>739,024</b>	739,024
Economic Stability Dividend	30,294	<b>28,056</b>	24,534
Return of Administrative Savings	259,687	<b>259,687</b>	259,687
Carbon Tax Grant	70,000	<b>110,294</b>	90,818
Student Learning Grant			231,344
FSA Provincial Exam Grant	8,187	<b>8,187</b>	8,187
Staff Curriculum Development Grant	-	-	5,000
Special Education Audit	-	-	(66,050)
PLNET-Nemiah Valley NGN		<b>15,000</b>	
<b>Total Provincial Grants - Ministry of Education</b>	<b>50,565,629</b>	<b>50,698,481</b>	51,138,457
<b>Provincial Grants - Other</b>	<b>20,000</b>	<b>20,000</b>	20,000
<b>Federal Grants</b>	<b>-</b>	<b>-</b>	20,775
<b>Tuition</b>			
Continuing Education	8,300	<b>4,500</b>	8,300
International and Out of Province Students	40,000	<b>59,976</b>	51,200
<b>Total Tuition</b>	<b>48,300</b>	<b>64,476</b>	59,500
<b>Other Revenues</b>			
Other School District/Education Authorities	51,500	<b>58,102</b>	51,102
LEA/Direct Funding from First Nations	1,249,210	<b>1,268,066</b>	1,315,711
Miscellaneous			
Miscellaneous	209,552	<b>244,370</b>	428,021
BC Hydro Powersmart	-	<b>20,620</b>	17,823
Scout Island-Outdoor Education Program	10,000	<b>10,000</b>	28,000
Trades & NDIT-Shoulder Tapper Grants	68,390	<b>117,998</b>	94,072
Vanderhoof Co-op Dividends	25,000	<b>11,387</b>	-
2017 Wildfire	153,380		
<b>Total Other Revenue</b>	<b>1,767,032</b>	<b>1,730,543</b>	1,934,729
<b>Rentals and Leases</b>	<b>120,000</b>	<b>98,220</b>	87,848
<b>Investment Income</b>	<b>90,000</b>	<b>125,593</b>	86,142
<b>Total Operating Revenue</b>	<b>52,610,961</b>	<b>52,737,313</b>	53,347,451

**School District No. 27 (Cariboo-Chilcotin)**

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	21,445,280	<b>20,817,266</b>	20,744,959
Principals and Vice Principals	3,736,820	<b>3,768,413</b>	3,700,282
Educational Assistants	3,128,420	<b>3,014,211</b>	2,940,075
Support Staff	7,424,940	<b>7,102,514</b>	7,355,369
Other Professionals	1,244,450	<b>1,384,495</b>	1,359,431
Substitutes	1,624,970	<b>1,560,547</b>	1,619,272
<b>Total Salaries</b>	<b>38,604,880</b>	<b>37,647,446</b>	<b>37,719,388</b>
<b>Employee Benefits</b>	9,125,460	<b>8,616,879</b>	8,784,943
<b>Total Salaries and Benefits</b>	<b>47,730,340</b>	<b>46,264,325</b>	<b>46,504,331</b>
<b>Services and Supplies</b>			
Services	1,395,690	<b>1,392,973</b>	1,822,190
Student Transportation	78,900	<b>77,952</b>	58,938
Professional Development and Travel	592,305	<b>546,364</b>	532,527
Rentals and Leases	21,770	<b>18,578</b>	18,593
Dues and Fees	64,890	<b>49,133</b>	58,983
Insurance	273,930	<b>215,662</b>	317,114
Supplies	3,346,555	<b>2,790,708</b>	3,229,135
Utilities	1,465,440	<b>1,560,603</b>	1,610,742
<b>Total Services and Supplies</b>	<b>7,239,480</b>	<b>6,651,973</b>	<b>7,648,222</b>
<b>Total Operating Expense</b>	<b>54,969,820</b>	<b>52,916,298</b>	<b>54,152,553</b>



# School District No. 27 (Cariboo-Chilcotin)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	16,004,538	1,071,014	252,169	782,490		947,851	19,058,062
1.03 Career Programs	209,617			96,316	18,106	3,223	327,262
1.07 Library Services	516,165	27,834	148,637	23,952		-	716,588
1.08 Counselling	511,040						511,040
1.10 Special Education	2,898,676	212,143	1,982,075	95,306		107,482	5,295,682
1.30 English Language Learning	164,564	13,225	38,532			5,531	221,852
1.31 Aboriginal Education	512,666	110,492	592,798	35,532		29,793	1,281,281
1.41 School Administration		1,902,874		332,380		11,866	2,247,120
1.60 Summer School							-
1.62 International and Out of Province Students							-
1.64 Other						17,339	17,339
<b>Total Function 1</b>	<b>20,817,266</b>	<b>3,337,582</b>	<b>3,014,211</b>	<b>1,365,976</b>	<b>18,106</b>	<b>1,123,085</b>	<b>29,676,226</b>
<b>4 District Administration</b>							
4.11 Educational Administration		430,831		44,287	321,430	165,944	962,492
4.40 School District Governance					118,352	28	118,380
4.41 Business Administration				301,182	564,807	3,731	869,720
<b>Total Function 4</b>	<b>-</b>	<b>430,831</b>	<b>-</b>	<b>345,469</b>	<b>1,004,589</b>	<b>169,703</b>	<b>1,950,592</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				120	266,280		266,400
5.50 Maintenance Operations				2,915,851		42,557	2,958,408
5.52 Maintenance of Grounds				302,632		87,235	389,867
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,218,603</b>	<b>266,280</b>	<b>129,792</b>	<b>3,614,675</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration				131,241	95,520		226,761
7.70 Student Transportation				2,041,225		137,967	2,179,192
7.73 Housing							-
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,172,466</b>	<b>95,520</b>	<b>137,967</b>	<b>2,405,953</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>20,817,266</b>	<b>3,768,413</b>	<b>3,014,211</b>	<b>7,102,514</b>	<b>1,384,495</b>	<b>1,560,547</b>	<b>37,647,446</b>

# School District No. 27 (Cariboo-Chilcotin)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2018 Actual	2018 Budget	2017 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	19,058,062	4,454,668	23,512,730	933,298	24,446,028	24,739,430	24,500,278
1.03 Career Programs	327,262	77,743	405,005	131,478	536,483	514,900	477,337
1.07 Library Services	716,588	161,374	877,962	315,131	1,193,093	1,677,820	1,530,398
1.08 Counselling	511,040	120,380	631,420	1,677	633,097	710,340	833,512
1.10 Special Education	5,295,682	1,232,922	6,528,604	170,781	6,699,385	7,432,610	6,844,052
1.30 English Language Learning	221,852	50,920	272,772	31,515	304,287	392,580	334,554
1.31 Aboriginal Education	1,281,281	273,156	1,554,437	112,440	1,666,877	1,841,340	1,631,423
1.41 School Administration	2,247,120	504,182	2,751,302	151,963	2,903,265	2,952,710	2,923,841
1.60 Summer School	-	-	-	-	-	18,580	17,579
1.62 International and Out of Province Students	-	-	-	43,229	43,229	28,000	3,871
1.64 Other	17,339	519	17,858	79,903	97,761	151,380	165,103
<b>Total Function 1</b>	<b>29,676,226</b>	<b>6,875,864</b>	<b>36,552,090</b>	<b>1,971,415</b>	<b>38,523,505</b>	<b>40,459,690</b>	<b>39,261,948</b>
<b>4 District Administration</b>							
4.11 Educational Administration	962,492	164,431	1,126,923	50,245	1,177,168	906,060	1,138,964
4.40 School District Governance	118,380	-	118,380	126,543	244,923	215,610	228,730
4.41 Business Administration	869,720	188,113	1,057,833	200,575	1,258,408	1,334,980	1,323,801
<b>Total Function 4</b>	<b>1,950,592</b>	<b>352,544</b>	<b>2,303,136</b>	<b>377,363</b>	<b>2,680,499</b>	<b>2,456,650</b>	<b>2,691,495</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	266,400	53,895	320,295	216,698	536,993	554,810	504,482
5.50 Maintenance Operations	2,958,408	699,666	3,658,074	1,296,579	4,954,653	5,458,890	5,556,429
5.52 Maintenance of Grounds	389,867	66,605	456,472	122,633	579,105	567,980	580,313
5.56 Utilities	-	-	-	1,527,381	1,527,381	1,437,440	1,584,536
<b>Total Function 5</b>	<b>3,614,675</b>	<b>820,166</b>	<b>4,434,841</b>	<b>3,163,291</b>	<b>7,598,132</b>	<b>8,019,120</b>	<b>8,225,760</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	226,761	49,328	276,089	9,323	285,412	274,380	281,441
7.70 Student Transportation	2,179,192	518,977	2,698,169	1,036,773	3,734,942	3,659,980	3,544,775
7.73 Housing	-	-	-	93,808	93,808	100,000	147,134
<b>Total Function 7</b>	<b>2,405,953</b>	<b>568,305</b>	<b>2,974,258</b>	<b>1,139,904</b>	<b>4,114,162</b>	<b>4,034,360</b>	<b>3,973,350</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>37,647,446</b>	<b>8,616,879</b>	<b>46,264,325</b>	<b>6,651,973</b>	<b>52,916,298</b>	<b>54,969,820</b>	<b>54,152,553</b>

# School District No. 27 (Cariboo-Chilcotin)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	4,996,469	<b>4,726,794</b>	2,862,467
Other	132,857	<b>168,909</b>	74,178
Other Revenue	1,677,420	<b>1,815,985</b>	1,597,977
Investment Income	9,620	<b>15,157</b>	8,210
<b>Total Revenue</b>	<b>6,816,366</b>	<b>6,726,845</b>	4,542,832
<b>Expenses</b>			
Instruction	6,504,618	<b>6,415,097</b>	4,199,225
Operations and Maintenance	187,049	<b>195,618</b>	192,000
<b>Total Expense</b>	<b>6,691,667</b>	<b>6,610,715</b>	4,391,225
<b>Special Purpose Surplus (Deficit) for the year</b>	<b>124,699</b>	<b>116,130</b>	151,607
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(124,699)	<b>(116,130)</b>	(151,607)
<b>Total Net Transfers</b>	<b>(124,699)</b>	<b>(116,130)</b>	(151,607)
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Special Purpose Surplus (Deficit), beginning of year</b>		<b>15,000</b>	15,000
<b>Special Purpose Surplus (Deficit), end of year</b>		<b>15,000</b>	15,000
<b>Special Purpose Surplus (Deficit), end of year</b>			
Endowment Contributions		<b>15,000</b>	15,000
<b>Total Special Purpose Surplus (Deficit), end of year</b>		<b>15,000</b>	15,000

# School District No. 27 (Cariboo-Chilcotin)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

	Annual Facility Grant	Learning Improvement Fund	Aboriginal Education Technology	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	-	283,037	264,836	29,116	2,923	579,202	-	3,455	10,122
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	311,748	200,586					224,000	51,450	109,781
Provincial Grants - Other						1,855,251		2,887	
Other		3,165	4,138	437	700		866	365	338
Investment Income	311,748	203,751	4,138	437	700	1,855,251	224,866	54,702	110,119
<b>Less:</b> Allocated to Revenue	311,748	441,348	-	4,864	850	1,793,117	224,866	45,481	110,519
Recovered									
<b>Deferred Revenue, end of year</b>	-	<b>45,440</b>	<b>268,974</b>	<b>24,689</b>	<b>2,773</b>	<b>641,336</b>	-	<b>12,676</b>	<b>9,722</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	311,748	438,183		4,427			224,000	42,229	110,181
Provincial Grants - Other						1,793,117		2,887	
Other Revenue		3,165		437	850		866	365	338
Investment Income	311,748	441,348	-	4,864	850	1,793,117	224,866	45,481	110,519
<b>Expenses</b>									
Salaries									
Teachers								12,652	19,072
Principals and Vice Principals									
Educational Assistants		361,633					162,482		13,515
Support Staff									
Other Professionals									
Substitutes							1,635	2,970	6,770
	-	361,633	-	-	-	-	164,117	15,622	39,357
Employee Benefits		79,715					34,920	3,578	6,715
Services and Supplies	195,618			4,864	850	1,793,117	25,829	26,281	64,447
	195,618	441,348	-	4,864	850	1,793,117	224,866	45,481	110,519
<b>Net Revenue (Expense) before Interfund Transfers</b>	116,130	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(116,130)								
	(116,130)	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

# School District No. 27 (Cariboo-Chilcotin)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

	CommunityLINK	Coding and Curriculum Implementation	Priority Measures	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Nenqayni Wellness Centre (PRP)	Creating Connection (Min of Justice)	Healthy Schools Coord (Min of Health)	Communities That Care (MCFD)
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	68,581	28,497	214,632	-	-	11,739	73,122	23,257	58,919
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	654,209			367,848	2,101,237	333,659			
Provincial Grants - Other								27,000	16,231
Other									3,200
Investment Income	1,203	322	2,378		1,399	655	1,034	501	625
	655,412	322	2,378	367,848	2,102,636	334,314	1,034	27,501	20,056
<b>Less:</b> Allocated to Revenue	650,515	28,819	217,010	319,134	2,086,723	299,782	74,156	21,138	78,975
Recovered				45,385	12,733				
<b>Deferred Revenue, end of year</b>	<b>73,478</b>	<b>-</b>	<b>-</b>	<b>3,329</b>	<b>3,180</b>	<b>46,271</b>	<b>-</b>	<b>29,620</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	649,312	28,497	214,632	319,134	2,085,324	299,127			
Provincial Grants - Other							73,122	20,637	75,150
Other Revenue									3,200
Investment Income	1,203	322	2,378		1,399	655	1,034	501	625
	650,515	28,819	217,010	319,134	2,086,723	299,782	74,156	21,138	78,975
<b>Expenses</b>									
Salaries									
Teachers			120,370	1,700	1,668,246	143,423		14,902	
Principals and Vice Principals						12,261			
Educational Assistants	405,633			132,504		54,513			22,034
Support Staff				14,210		4,555			1,649
Other Professionals				71,161					
Substitutes	7,534	282			6,357	5,861			
	413,167	282	120,370	219,575	1,674,603	220,613	-	14,902	23,683
Employee Benefits	101,579		30,485	52,639	412,120	50,045		3,394	8,554
Services and Supplies	135,769	28,537	66,155	46,920		29,124	74,156	2,842	46,738
	650,515	28,819	217,010	319,134	2,086,723	299,782	74,156	21,138	78,975
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**School District No. 27 (Cariboo-Chilcotin)**

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

	Artists in Schools (ArtStarts)	WRAP Program (Civil Forfeiture)	TOTAL
	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	3,530	-	1,654,968
<b>Add:</b> Restricted Grants			
Provincial Grants - Ministry of Education			4,354,518
Provincial Grants - Other		300,000	343,231
Other	16,883		1,878,221
Investment Income	78	1,307	19,511
	16,961	301,307	6,595,481
<b>Less:</b> Allocated to Revenue	16,859	941	6,726,845
Recovered			58,118
<b>Deferred Revenue, end of year</b>	<b>3,632</b>	<b>300,366</b>	<b>1,465,486</b>
<b>Revenues</b>			
Provincial Grants - Ministry of Education			4,726,794
Provincial Grants - Other			168,909
Other Revenue	16,781		1,815,985
Investment Income	78	941	15,157
	16,859	941	6,726,845
<b>Expenses</b>			
Salaries			
Teachers			1,980,365
Principals and Vice Principals			12,261
Educational Assistants			1,152,314
Support Staff			20,414
Other Professionals			71,161
Substitutes	1,282		32,691
	1,282	-	3,269,206
Employee Benefits			783,744
Services and Supplies	15,577	941	2,557,765
	16,859	941	6,610,715
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	116,130
<b>Interfund Transfers</b>			
Tangible Capital Assets Purchased			(116,130)
	-	-	(116,130)
<b>Net Revenue (Expense)</b>	-	-	-

# School District No. 27 (Cariboo-Chilcotin)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2018

	2018	2018 Actual			2017
	Budget	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Provincial Grants					
Ministry of Education				-	200,000
Other Revenue			2,427	2,427	16,683
Investment Income	14,940		25,707	25,707	
Amortization of Deferred Capital Revenue	2,533,323	2,533,322		2,533,322	2,701,414
<b>Total Revenue</b>	<u>2,548,263</u>	<u>2,533,322</u>	<u>28,134</u>	<u>2,561,456</u>	<u>2,918,097</u>
<b>Expenses</b>					
Operations and Maintenance				-	6,526
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,536,286	2,536,102		2,536,102	2,697,977
Transportation and Housing	723,986	723,985		723,985	776,253
Debt Services					
Capital Lease Interest				-	4,010
<b>Total Expense</b>	<u>3,260,272</u>	<u>3,260,087</u>	<u>-</u>	<u>3,260,087</u>	<u>3,484,766</u>
<b>Capital Surplus (Deficit) for the year</b>	<u>(712,009)</u>	<u>(726,765)</u>	<u>28,134</u>	<u>(698,631)</u>	<u>(566,669)</u>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	124,699	383,307		383,307	308,631
Local Capital			10,906	10,906	310,462
Capital Loan Payment				-	90,750
<b>Total Net Transfers</b>	<u>124,699</u>	<u>383,307</u>	<u>10,906</u>	<u>394,213</u>	<u>709,843</u>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		77,728	(77,728)	-	
<b>Total Other Adjustments to Fund Balances</b>		<u>77,728</u>	<u>(77,728)</u>	<u>-</u>	
<b>Total Capital Surplus (Deficit) for the year</b>	<u>(587,310)</u>	<u>(265,730)</u>	<u>(38,688)</u>	<u>(304,418)</u>	<u>143,174</u>
<b>Capital Surplus (Deficit), beginning of year</b>		17,830,397	1,890,734	19,721,131	19,577,957
<b>Capital Surplus (Deficit), end of year</b>		<u>17,564,667</u>	<u>1,852,046</u>	<u>19,416,713</u>	<u>19,721,131</u>

# School District No. 27 (Cariboo-Chilcotin)

Schedule 4A (Unaudited)

Tangible Capital Assets

Year Ended June 30, 2018

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	7,076,344	108,739,831	2,107,748	7,239,863	127,529	361,644	<b>125,652,959</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw				632,611			<b>632,611</b>
Deferred Capital Revenue - Other			95,880				<b>95,880</b>
Operating Fund			56,479		22,993	187,705	<b>267,177</b>
Special Purpose Funds		116,130					<b>116,130</b>
Local Capital			14,227	63,501			<b>77,728</b>
Transferred from Work in Progress		1,914,653					<b>1,914,653</b>
	-	2,030,783	166,586	696,112	22,993	187,705	<b>3,104,179</b>
Decrease:							
Deemed Disposals			665,586	246,325	49,846	32,176	<b>993,933</b>
	-	-	665,586	246,325	49,846	32,176	<b>993,933</b>
<b>Cost, end of year</b>	7,076,344	110,770,614	1,608,748	7,689,650	100,676	517,173	<b>127,763,205</b>
<b>Work in Progress, end of year</b>		268,869					<b>268,869</b>
<b>Cost and Work in Progress, end of year</b>	7,076,344	111,039,483	1,608,748	7,689,650	100,676	517,173	<b>128,032,074</b>
<b>Accumulated Amortization, beginning of year</b>		55,248,146	1,197,326	3,097,333	61,092	141,982	<b>59,745,879</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		2,227,491	210,775	723,986	25,506	72,329	<b>3,260,087</b>
Decrease:							
Deemed Disposals			665,586	246,325	49,846	32,176	<b>993,933</b>
		-	665,586	246,325	49,846	32,176	<b>993,933</b>
<b>Accumulated Amortization, end of year</b>		57,475,637	742,515	3,574,994	36,752	182,135	<b>62,012,033</b>
<b>Tangible Capital Assets - Net</b>	<b>7,076,344</b>	<b>53,563,846</b>	<b>866,233</b>	<b>4,114,656</b>	<b>63,924</b>	<b>335,038</b>	<b>66,020,041</b>



**School District No. 27 (Cariboo-Chilcotin)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2018

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	216,153				<b>216,153</b>
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	1,967,369				<b>1,967,369</b>
	1,967,369	-	-	-	<b>1,967,369</b>
Decrease:					
Transferred to Tangible Capital Assets	1,914,653				<b>1,914,653</b>
	1,914,653	-	-	-	<b>1,914,653</b>
<b>Net Changes for the Year</b>	52,716	-	-	-	<b>52,716</b>
<b>Work in Progress, end of year</b>	<b>268,869</b>	-	-	-	<b>268,869</b>

**School District No. 27 (Cariboo-Chilcotin)**

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2018

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Deferred Capital Revenue, beginning of year</b>	44,832,677	3,120,252	123,755	<b>48,076,684</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	632,611	95,880		<b>728,491</b>
Transferred from Work in Progress	1,914,653			<b>1,914,653</b>
	2,547,264	95,880	-	<b>2,643,144</b>
Decrease:				
Amortization of Deferred Capital Revenue	2,403,121	112,063	18,138	<b>2,533,322</b>
	2,403,121	112,063	18,138	<b>2,533,322</b>
<b>Net Changes for the Year</b>	144,143	(16,183)	(18,138)	<b>109,822</b>
<b>Deferred Capital Revenue, end of year</b>	44,976,820	3,104,069	105,617	<b>48,186,506</b>
<b>Work in Progress, beginning of year</b>	216,153			<b>216,153</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,967,369			<b>1,967,369</b>
	1,967,369	-	-	<b>1,967,369</b>
Decrease				
Transferred to Deferred Capital Revenue	1,914,653			<b>1,914,653</b>
	1,914,653	-	-	<b>1,914,653</b>
<b>Net Changes for the Year</b>	52,716	-	-	<b>52,716</b>
<b>Work in Progress, end of year</b>	268,869	-	-	<b>268,869</b>
<b>Total Deferred Capital Revenue, end of year</b>	<b>45,245,689</b>	<b>3,104,069</b>	<b>105,617</b>	<b>48,455,375</b>

# School District No. 27 (Cariboo-Chilcotin)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2018

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
<b>Balance, beginning of year</b>	\$ -	\$ 2,107,076	\$ 66,787	\$	\$	\$ 2,173,863
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	2,599,980					2,599,980
Provincial Grants - Other			51,959			51,959
Investment Income		32,497				32,497
	2,599,980	32,497	51,959	-	-	2,684,436
Decrease:						
Transferred to DCR - Capital Additions	632,611		95,880			728,491
Transferred to DCR - Work in Progress	1,967,369					1,967,369
	2,599,980	-	95,880	-	-	2,695,860
<b>Net Changes for the Year</b>	-	32,497	(43,921)	-	-	(11,424)
<b>Balance, end of year</b>	-	2,139,573	22,866	-	-	2,162,439