

# SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2010/2011

SCHOOL DISTRICT NUMBER <b>72</b>	NAME OF SCHOOL DISTRICT <b>Campbell River</b>	YEAR <b>2010/2011</b>
OFFICE LOCATION <b>425 Pinecrest Rd</b>		TELEPHONE NUMBER <b>250-830-2300</b>
CITY/PROVINCE <b>Campbell River, BC</b>		POSTAL CODE <b>V9W 3P2</b>
WEBSITE ADDRESS <b>www.sd72.bc.ca</b>		
NAME OF SUPERINTENDENT <b>Tom Longridge</b>		NAME OF SECRETARY-TREASURER <b>Peter Neale</b>

## DECLARATION AND SIGNATURES

### SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 72 (Campbell River) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

#### ***The Board's Responsibility***

The ultimate responsibility for the financial statements lies with the Board. The Board has reviewed and approved the financial statements.


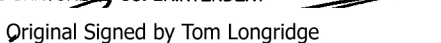
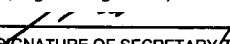
#### ***External Auditors***

The Board appoints external auditors to audit the financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

#### ***Declaration of Management and Board Chairperson***

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense, changes in fund balances, and cash flows for the year in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 72 (Campbell River) for the year ended June 30, 2011.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION Original Signed by Helen Moats 	DATE SIGNED <b>27 SEPT 2011</b>
SIGNATURE OF SUPERINTENDENT Original Signed by Tom Longridge 	DATE SIGNED <b>27 SEPT 2011</b>
SIGNATURE OF SECRETARY-TREASURER Original Signed by Peter Neale 	DATE SIGNED <b>27 SEPT 2011</b>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)  
2010/2011 AUDITED FINANCIAL STATEMENTS**

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## Independent Auditors' Report

To the Board of Education of School District No. 72 (Campbell River):

We have audited the statement of financial position of School District No. 72 (Campbell River) as at June 30, 2011 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, 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 the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2011, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

### *Other Matter*

We draw attention to the Supplementary Financial Information included in Schedules A1 to A5, B1 to B3 and C1 to C5 which has not been subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Campbell River, British Columbia

September 27, 2011

**Praxity**  
MEMBER  
GLOBAL ALLIANCE OF  
INDEPENDENT FIRMS



*MNP LLP*

Chartered Accountants  
ACCOUNTING > CONSULTING > TAX

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**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2011**

**Statement 1**

	OPERATING	SPECIAL	CAPITAL	TOTAL	(Restated)
	FUND	PURPOSE	FUND	2011	TOTAL
		FUNDS			2010
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 8,454,734	\$ 1,014,428		\$ 9,469,162	\$ 9,417,528
Accounts Receivable					
Due from Province - Ministry of Education	49,826			49,826	49,825
Due from LEA/Direct Funding	467,540			467,540	199,910
Other Receivables (Note 3)	360,516	3,921	304,169	668,606	587,011
Interfund Loans		861,240	1,298,021		
Prepaid Expenses	53,440			53,440	63,077
	9,386,056	1,879,589	1,602,190	10,708,574	10,317,351
Capital Assets - Net (Note 4)			88,719,221	88,719,221	87,316,150
<b>TOTAL ASSETS</b>	<b>\$ 9,386,056</b>	<b>\$ 1,879,589</b>	<b>\$ 90,321,411</b>	<b>\$ 99,427,795</b>	<b>\$ 97,633,501</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	3,118,454	23,380	1,076,165	4,217,999	3,190,813
Bank Loans - Current Portion				-	1,000,000
Interfund Loans	2,159,261				
	5,277,715	23,380	1,076,165	4,217,999	4,190,813
Deferred Revenue	296,300			296,300	106,640
Deferred Contributions					
Ministry of Education (Note 6)	57,190	322,436	(194,890)	184,736	642,633
Other (Note 6)	10,206	1,533,773		1,543,979	1,520,990
Accrued Employee Future Benefits (Note 7)	1,183,189			1,183,189	1,252,465
Deferred Capital Contributions (Note 6)			66,032,549	66,032,549	64,795,133
<b>TOTAL LIABILITIES</b>	<b>6,824,600</b>	<b>1,879,589</b>	<b>66,913,824</b>	<b>73,458,752</b>	<b>72,508,674</b>
Fund Balances					
Invested in Capital Assets (Note 16)			22,549,516	22,549,516	22,383,860
Internally Restricted (Note 9 & 16)	2,561,456		858,071	3,419,527	2,149,222
Unrestricted (Note 16)				-	591,745
<b>TOTAL FUND BALANCES</b>	<b>2,561,456</b>	<b>-</b>	<b>23,407,587</b>	<b>25,969,043</b>	<b>25,124,827</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 9,386,056</b>	<b>\$ 1,879,589</b>	<b>\$ 90,321,411</b>	<b>\$ 99,427,795</b>	<b>\$ 97,633,501</b>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2011**

**Statement 2**

	OPERATING	SPECIAL	CAPITAL	TOTAL	(Restated)
	FUND	PURPOSE	FUND	2011	TOTAL
		FUNDS			2010
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 48,293,745	\$ 2,620,020		\$ 50,913,765	\$ 49,340,460
Provincial Grants - Other				-	329,800
Other Revenue	2,895,521	2,460,231		5,355,752	5,060,834
Rentals and Leases	186,244			186,244	175,823
Investment Income	64,605	4,978	4,996	74,579	52,030
Amortization of Deferred Capital Contributions			2,454,913	2,454,913	2,335,348
Gain (Loss) on Disposal of Capital Assets			25,506	25,506	
	<u>51,440,115</u>	<u>5,085,229</u>	<u>2,485,415</u>	<u>59,010,759</u>	<u>57,294,295</u>
<b>EXPENSE</b>					
Salaries					
Teachers	21,618,466	393,968		22,012,434	22,552,594
Principals and Vice Principals	3,214,431	23,999		3,238,430	3,317,708
Educational Assistants	4,002,928	227,451		4,230,379	4,279,848
Support Staff	5,821,110	134,442		5,955,552	6,324,070
Other Professionals	1,159,682	51,080		1,210,762	1,164,464
Substitutes	1,007,920	18,254		1,026,174	949,977
	<u>36,824,537</u>	<u>849,194</u>	<u>-</u>	<u>37,673,731</u>	<u>38,588,661</u>
Employee Benefits	8,102,279	174,701		8,276,980	8,197,458
Services and Supplies	5,754,674	3,259,409	87,799	9,101,882	8,830,428
Amortization of Capital Assets			3,113,950	3,113,950	2,965,342
	<u>50,681,490</u>	<u>4,283,304</u>	<u>3,201,749</u>	<u>58,166,543</u>	<u>58,581,889</u>
<b>NET REVENUE (EXPENSE)</b>	<u>\$ 758,625</u>	<u>\$ 801,925</u>	<u>\$ (716,334)</u>	<u>\$ 844,216</u>	<u>\$ (1,287,594)</u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2011**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	(Restated) TOTAL 2010
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$ 2,482,661		\$ 23,069,694	\$ 25,552,355	\$ 26,795,056
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
Professional Development reclassification	(427,528)			(427,528)	(382,635)
<b>FUND BALANCES, BEGINNING OF YEAR, AS RESTATED</b>	2,055,133	-	23,069,694	25,124,827	26,412,421
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	758,625	801,925	(716,334)	844,216	(1,287,594)
Interfund Transfers					
Capital Assets Purchased (Note 10 )	(50,895)	(801,925)	852,820	-	
Local Capital (Note 10 )	(201,407)		201,407	-	
<b>Net Changes for the Year</b>	506,323	-	337,893	844,216	(1,287,594)
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 2,561,456</u>	<u>\$ -</u>	<u>\$ 23,407,587</u>	<u>\$ 25,969,043</u>	<u>\$ 25,124,827</u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2011**

**Statement 4.1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	(Restated) TOTAL 2010
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	\$ 758,625	\$ 801,925	\$ (716,334)	\$ 844,216	\$ (1,287,594)
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(133,641)	62,667	(278,252)	(349,226)	251,303
Interfund Loans	(544,449)	603,344	(58,895)	-	(36,994)
Prepaid Expenses	9,637			9,637	(4,826)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	91,585	22,443	913,159	1,027,187	(256,184)
Deferred Revenue	189,660			189,660	38,140
Deferred Contributions	(4,505)	(682,154)		(686,659)	947,617
Accrued Employee Future Benefits	(69,276)			(69,276)	(50,201)
Loss (Gain) on Disposal of Capital Assets			(25,506)	(25,506)	
Items Not Involving Cash					
Amortization of Capital Assets			3,113,950	3,113,950	2,965,342
Amortization of Deferred Capital Contributions			(2,454,913)	(2,454,913)	(2,335,348)
Deferred Contributions MOE Other spent on expenses				-	(632,596)
Interfund Transfers	(252,302)	(801,925)	1,054,227	-	
	<u>45,334</u>	<u>6,300</u>	<u>1,547,436</u>	<u>1,599,070</u>	<u>(401,341)</u>
<b>FINANCING</b>					
Bank Loan Paid			(1,000,000)	(1,000,000)	
Deferred Contributions Received - Capital			3,944,079	3,944,079	3,883,560
Proceeds from Disposal of Capital Assets (Note 5)			633,455	633,455	
MEd Restricted Portion of Proceeds on Disposal			(475,091)	(475,091)	
	<u>-</u>	<u>-</u>	<u>3,102,443</u>	<u>3,102,443</u>	<u>3,883,560</u>
<b>INVESTING</b>					
Capital Assets Purchased - Operating			(50,895)	(50,895)	
Capital Assets Purchased - Special Purpose			(801,925)	(801,925)	(11,190)
Capital Assets Purchased - Local Capital			(104,731)	(104,731)	(150,782)
Capital Assets Purchased - Deferred Contributions - Capital			(3,523,505)	(3,523,505)	(2,693,329)
Capital Assets Purchased - Deferred Contributions - MOE Other			(52,902)	(52,902)	(2,921,692)
Capital Assets Purchased - Deferred Contributions - Other			(115,921)	(115,921)	
	<u>-</u>	<u>-</u>	<u>(4,649,879)</u>	<u>(4,649,879)</u>	<u>(5,776,993)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>\$ 45,334</u>	<u>\$ 6,300</u>	<u>\$ -</u>	<u>\$ 51,634</u>	<u>\$ (2,294,774)</u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2011**

**Statement 4.2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	(Restated) TOTAL 2010
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>\$ 45,334</u>	<u>\$ 6,300</u>	<u>\$ -</u>	<u>\$ 51,634</u>	<u>\$ (2,294,774)</u>
<b>Net Cash, Beginning of Year</b>	8,409,400	1,008,128		9,417,528	11,712,302
<b>NET CASH, END OF YEAR</b>	<u><b>\$ 8,454,734</b></u>	<u><b>\$ 1,014,428</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 9,469,162</b></u>	<u><b>\$ 9,417,528</b></u>
 Cash	 \$ 8,454,734	 \$ 1,014,428		 \$ 9,469,162	 \$ 9,417,528
<b>NET CASH, END OF YEAR</b>	<u><b>\$ 8,454,734</b></u>	<u><b>\$ 1,014,428</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 9,469,162</b></u>	<u><b>\$ 9,417,528</b></u>



**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 1        AUTHORITY AND PURPOSE**

The School District 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. 72 (Campbell River)", and operates as "School District No. 72 (Campbell River)." A board of education (Board) elected for a three-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. The School District is exempt from tax.

**NOTE 2        SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES**

These financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations. These principles are consistent with those used in prior years except as disclosed as a change in accounting policy.

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose funds and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4.1 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances as at June 30th. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

**a) Fund Accounting**

The resources and operations of the School District are segregated into various funds for accounting and financial reporting purposes based on the types of restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

- Operating fund reports assets, liabilities, revenues and expenses for general operations.
- Special purpose funds report assets, liabilities, revenues and expenses for:
  - Contributions restricted in use by the *School Act* or Ministry of Education.
  - Contributions restricted in use by other external bodies.
  - Endowment funds.
  - Funds collected and used at the school level (i.e. school-generated funds).
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 2        SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.

c) Accounts Receivable

Accounts Receivable are shown net of allowance for doubtful accounts. (see Note 3)

d) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost.

e) Capital Assets

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings that no longer contribute to the ability of the district to provide services are written-down to residual value.
- Buildings that are demolished or destroyed are written-off.
- Work-in-progress is not amortized until after the asset has been completed or put into use.
- Amortization is recorded on a straight-line basis over the estimated useful life of the asset and commences the year following acquisition. Estimated useful life is as follows:

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

f) Revenue Recognition

Unrestricted operating government grants are recognized when received. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services/products are reported as revenue when services are provided or products delivered.

Externally restricted contributions, grants, and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
  - o If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 2        SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

- If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset. Amortization commences in the year following acquisition.
- Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions and matching contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

**g) Expenditures**

- 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 regular programs.
  - 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 identification of program.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 2            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

h) Financial Instruments

- Held for trading

Any financial instrument whose fair value can be reliably measured may be designated as held for trading on initial recognition or adoption of CICA 3855 *Financial Instruments – Recognition and Measurement*, even if that instrument would not otherwise satisfy the definition of held for trading. The School District has classified cash and cash equivalents and bank loans as held for trading. These instruments are initially recognized at their fair value determined by published price quotations in an active market.

Transactions to purchase or sell these items are recorded on the trade date, and transaction costs are immediately recognized in net revenue (expense).

Held for trading financial instruments are subsequently measured at their fair value, without any deduction for transactions costs incurred on sale or other disposal. Net gains and losses arising from changes in fair value are recognized immediately in net revenue (expense).

- Loans and receivables

The School District has classified accounts receivable as loans and receivables. These assets are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost in a transaction between unrelated parties. Transactions to purchase or sell these items are recorded on the trade date and transaction costs are immediately recognized in net revenue (expense). Total interest income, calculated using the effective interest rate method, is recognized in net revenue (expense).

Loans and receivables are subsequently measured at their amortized cost, using the effective interest method. Under this method, estimated future cash receipts are exactly discounted over the asset's expected life, or other appropriate period, to its net carrying value. Amortized cost is the amount at which the financial asset is measured at initial recognition less principal repayments, plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount, and less any reduction for impairment or uncollectability. Net gains and losses arising from changes in fair value are recognized in net revenue (expense) upon derecognition or impairment.

- Other financial liabilities

The School District has classified accounts payable and accrued liabilities and as other financial liabilities. These liabilities are initially recognized at their fair value. Fair value is approximated by the instrument's initial cost. Transactions to purchase or sell these items are recorded on the trade date, and transaction costs are immediately recognized in net revenue (expense).

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Under this method, estimated future cash payments are exactly discounted over the liability's expected life, or other appropriate period, to its net carry value. Amortized cost is the amount at which the financial liability is measured at initial recognition less principal repayments, and plus or minus the cumulative amortization using the effective interest method of any difference between that initial amount and the maturity amount. Net gains and losses arising from changes in fair value are recognized in net revenue (expense) upon derecognition or impairment.

- Financial asset impairment

The School District assesses impairment of all its financial assets, except those classified as held for trading. Management considers whether the issuer is having significant financial difficulty or whether there has been a breach in contract, such as a default or delinquency in interest or principal payments in determining whether objective evidence of impairment exists. Impairment is measured as the difference between the asset's carrying value and its fair value. Any impairment, which is not considered temporary, is included in net revenue (expense).

- i) Use of Estimates

Preparation of financial statements in accordance with Generally Accepted Accounting Principles requires management to make estimates and assumptions that impact reported amounts for 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 impairment of assets, rates for amortization, allowance for doubtful accounts, employee incentive bonuses and estimated employee future benefits. Actual results could differ from those estimates.

- j) Employee Future Benefits

The School District provides certain post-employment benefits including accumulated sick pay and retirement allowance for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 10.1.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 2            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use June 30, 2013. 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.

k) Going Concern disclosure

The School District has implemented Handbook Section 1400, General Standards of Financial Statement Presentation. This standard includes requirements for management to assess and disclose an entity's ability to continue as a going concern. Management has made its assessment and concluded there is no issue regarding the School District's ability to continue as a going concern based on the assumption that the current funding levels are maintained and any committed additional future funding is received. If there are significant declines in funding, expenses will be adjusted to match committed funding.

l) Recent Accounting Pronouncements

The School District is currently classified as a government not-for-profit organization. Under the direction of the Public Sector Accounting Board (PSAB), the School District adheres to the standards for not-for-profit organizations in the CICA Handbook (Section 4400 Standards). In accordance with a Treasury Board directive, School Districts will adopt Public Sector Accounting Standards, without not-for-profit provisions, for fiscal periods beginning on or after January 1, 2012. The School District intends to continue applying the existing CICA section 4400 standards and is awaiting the finalization of the new standards. Once the new standards are finalized, the School District will determine the impact on the financial statements, including the possible need for retrospective treatment (restatement of prior year's information).

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2011	2010
Due from Federal Government	\$ 304,738	\$ 63,361
Due from Other School Districts	21,932	21,932
Due from North Island College	66,644	146,263
Due from Royal Bank	6,942	5,227
Due from CRDTA	32,106	80,090
Due from CUPE	3,424	3,723
Due from EDAUS School	226,550	163,300
Due from BC Hydro	97,733	-
Due from Industry Training Authority	-	12,000
Due from other	135,087	91,115
Allowance for Doubtful Accounts	(226,550)	-
	<u>\$ 668,606</u>	<u>\$587,011</u>

In July of 2011 School District No. 72 senior management determined the accounts receivable from EDAUS School would have significant uncertainty for collection. The receivable has been accrued in the allowance for doubtful accounts.

**NOTE4      CAPITAL ASSETS**

	2011		2010
	Cost	Accumulated Amortization	Net Book Value
Sites	\$ 8,125,203	\$ -	\$ 8,125,203
Buildings	129,529,442	(51,355,720)	78,173,722
Furniture & Equipment	1,551,577	(961,557)	590,020
Vehicles	1,779,101	(455,540)	1,323,561
Computer Hardware	773,255	(266,540)	506,715
	<u>\$141,758,578</u>	<u>\$(53,039,357)</u>	<u>\$88,719,221</u>
			<u>87,316,150</u>

**NOTE5      DISPOSAL OF SITES AND BUILDINGS**

Campbellton Elementary school site was disposed of in June 2011. The net proceeds were \$633,455. The historical cost for the land was \$132,858 and the building was \$344,669. The building was fully amortized.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 6      DEFERRED CONTRIBUTIONS**

**a) Deferred Contributions – Ministry of Education**

Deferred Contributions – Ministry of Education (MEd) recorded in the operating fund represents an aboriginal improvement program; the special purpose fund represents government grants for repairs and minor capital improvements to facilities, special education equipment and social equity programs; recorded on the capital fund represents government grants for seismic, building envelope, full day kindergarten modular buildings and asset disposal proceeds in use by the Ministry of Education.

	2011				2010
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
Balance, beginning of year	\$ 57,190	\$ 1,032,084	\$ (446,641)	\$ 642,633	\$2,454,618
Increases:					
Provincial grants - MEd		1,945,270	3,353,067	5,298,337	5,480,864
MEd Restricted Portion of Proceeds			475,091	475,091	
Investment income		2,022		2,022	2,799
Other (specify)					11,997
	0	1,947,292	3,828,158	5,775,450	5,495,660
Decreases:					
Transfers to Revenue		1,855,015		1,855,015	1,011,844
Transfers to DCC - capital additions			3,576,407	3,576,407	6,284,611
Transfer to invested in capital assets - sites		801,925		801,925	11,190
Other (specify)					
	0	2,656,940	3,576,407	6,233,347	7,307,645
Net Changes for the year	0	(709,648)	251,751	(457,897)	(1,811,985)
Balance, end of the year	\$ 57,190	\$ 322,436	\$ (194,890)	\$ 184,736	\$ 642,633



**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 6      DEFERRED CONTRIBUTIONS (Continued)**

**b) Deferred Contributions – Other**

Deferred Contributions – Other recorded in the operating fund represent an aboriginal early learning grant; recorded in the special purpose fund represents school generated funds, community supported social programs and scholarship trust funds; recorded in the capital fund represents community grants to support capital projects.

	2011				2010
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
Balance, beginning of year	\$ 14,711	\$1,506,278	\$ 0	\$1,520,989	\$1,498,502
Increases:					
School Generated Funds		1,981,625		1,981,625	1,883,165
Investment income		4,581		5,896	2,815
Other		469,579	115,921	585,500	320,008
	0	2,455,785	115,921	2,571,706	2,205,988
Decreases:					
Transfers to Revenue	4,505	2,428,290		2,432,795	2,183,500
Transfers to DCC - capital additions			115,921	115,921	
	4,505	2,428,290	115,921	2,548,716	2,183,500
Net Changes for the year	(4,505)	27,495	0	22,990	22,488
Balance, end of the year	\$ 10,206	\$1,533,773	\$ 0	\$1,543,979	\$1,520,990

**c) Deferred Capital Contributions**

Deferred Capital Contributions represent the unamortized balance of externally restricted funding used to purchase capital assets. These contributions will be recognized as revenue in future periods on the same basis as the amortization of the related capital assets.

	2011	2010
Balance, beginning of year	\$ 65,427,730	\$61,515,460
Increases:		
Transfers from DC - capital additions	248,195	1,333,159
Transfers from DC – work in progress	3,444,133	4,914,458
	3,692,328	6,247,617
Decreases:		
Amortization	2,454,913	2,335,348
Prior Period Adjustment – Change in capitalization policy	632,596	
	3,087,509	2,335,348
Balance, end of the year	\$ 66,032,549	\$65,427,729

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 7      EMPLOYEE FUTURE BENEFITS**

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on Statement 1 (Statement of Financial Position).

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

	2011	2010
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 360,587	\$ 877,178
Service Cost	97,183	68,060
Interest Cost	21,564	63,620
Benefit Payments	(105,514)	(136,162)
Actuarial (Gain)/Loss	59,151	(512,109)
Accrued Benefit Obligation – March 31	<u>\$ 432,971</u>	<u>\$ 360,587</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$ 432,971	\$ 360,587
Market Value of Plan Assets – March 31		
Funded Status - Surplus/(Deficit)	(432,971)	(360,587)
Employer Contributions After Measurement Date	22,061	26,957
Unamortized Net Actuarial (Gain)/Loss	(772,279)	(915,835)
Accrued Benefit Asset/(Liability) – June 30	<u>\$ (1,183,189)</u>	<u>\$ (1,252,465)</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 97,183	\$ 68,060
Interest Cost	21,564	63,620
Amortization of Net Actuarial (Gain)/Loss	(87,404)	(37,977)
Net Benefit Expense (Income)	<u>\$ 31,343</u>	<u>\$ 93,703</u>

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

	2011	2010
Discount Rate – April 1	5.00%	7.00%
Discount Rate – March 31	4.75%	5.00%
Long Term Salary Growth – April 1	2.50% + seniority	3.25% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	10.1	10.1

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 8      EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trusted pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 47,000 active members from school districts, and approximately 29,000 retired members from school districts. The Municipal Plan has about 163,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2009 indicated an unfunded liability of \$1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of the unfunded liability to individual employers.

The School District No. 72 (Campbell River) paid \$4,558,470 for employer contributions to these plans for the year ended June 30, 2011 and \$4,359,717 for the year ended June 30, 2010.

**NOTE 9      OPERATING FUND BALANCE - END OF YEAR**

Internally Restricted (appropriated) by the Board for:

School-Based Supply Accounts	466,736	
Learning Resources	211,394	
Reserve Required to Balance 2011-12 Budget	192,035	
Aboriginal Education	169,284	
District Priorities Implementation	141,727	
Distance Learning	138,151	
Landscaping Improvements	70,048	
Education Implementation Training	63,943	
Board Initiatives	32,500	
Education Leadership and Succession	26,317	
Electronic Record Conversion	20,737	
Human Resources Supports	18,584	
Emergency Response Contingency	10,000	
Total of Targeted Reserves		1,561,456
Operational Needs and Contingency Reserve		1,000,000
Internally Restricted Reserve		\$2,561,456
Unrestricted Operating Reserve		-
Total Reserves		<u>\$2,561,456</u>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 10      INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2011 transfers were as follows:

- A transfer in the amount of \$201,407 was made from the operating fund to the capital fund for the purchase of local capital assets.
- A transfer in the amount of \$50,895 was made from the operating fund to the capital fund for the purchase of capital assets.
- A transfer in the amount of \$801,925 was made from the special purpose fund to the capital fund for the purchase of capital assets.

**NOTE 11      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 generally considered to be in the normal course of operations and are recorded at the exchange amount.

**NOTE 12      BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 22, 2011.

**NOTE 13      ECONOMIC DEPENDENCE**

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 under the assumption that the School District operates as a “going concern”.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 14      FINANCIAL INSTRUMENTS**

All significant financial assets, financial liabilities and equity instruments of the School District are either recognized or disclosed in the financial statements together with other information relevant for making a reasonable assessment of future cash flows, interest rate risk and credit risk.

- **Credit Rate Risk**

Financial instruments that potentially subject the School District to concentrations of credit risk consist primarily of other receivables. The maximum credit risk exposure is \$668,606 (2010 – \$587,011).

However, the School District believes that there is minimal risk associated with the collection of these amounts as they consist primarily of receivables from the Federal and Provincial Government organizations. The School District manages its credit risk by performing regular credit assessments of its customers and provides allowances for potentially uncollectible accounts receivable.

- **Interest Rate Risk**

Interest rate risk is the risk that the value of a financial instrument might be adversely affected by a change in the interest rates. Changes in market interest rates may have an effect on the cash flows associated with some financial assets and liabilities, known as cash flow risk, and on the fair value of other financial assets or liabilities, known as price risk.

The School District is not exposed to significant interest rate risk because the Ministry of Education reimburses them for interest paid on the School District bank loans.

- **Liquidity Risk**

Liquidity risk is the risk that the School District will encounter difficulty in meeting obligations associated with financial liabilities. The School District enters into transactions to purchase goods and services on credit for which repayment is required at various dates. Liquidity risk is measured by reviewing the School District's future net cash flows for the possibility of a negative net cash flow.

- **Other Price Risk**

Other price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or foreign currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The School District does not enter into transactions for which the market price fluctuates and therefore feels that their risk is limited.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 14      FINANCIAL INSTRUMENTS (Continued)**

- **Foreign Currency Risk**

The School District maintains a U.S. bank account and enters into transactions with vendors for supplies denominated in U.S. currency for which the related expenses and accounts payable balances are subject to exchange rate fluctuations. As at June 30, 2011 there was an insignificant balance maintained in the U.S. dollar bank account.

Foreign currency risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. In seeking to manage the risks from foreign exchange rate fluctuations, the School District does not hold significant funds in U.S. dollars in order to reduce their risk against adverse movements in the foreign exchange rates.

- **Financial Asset Impairment**

At each year-end date, the School District is required to evaluate and record any other-than-temporary impairment of its financial assets, other than those classified as held for trading. Accordingly, the School District has compared the carrying value of each of these financial assets to its fair value as at June 30, 2011. No provision for impairment was recorded in the current year, as the fair value of all financial assets tested exceeded their carrying value.

- **Fair Values of Financial Instruments**

The carrying amount of cash, accounts receivable and accounts payable and accrued liabilities approximates their fair value due to the short-term maturities of these items.

The carrying amount of the School District's bank loan approximates its fair value because interest charges under the terms of the debt are based upon current Canadian bank prime rates.

- **Risk Management Policy**

The School District, as part of its operations, has established objectives (i.e. hedging of risk exposures and avoidance of undue concentrations of risk) to mitigate credit risk as risk management objectives. In seeking to meet these objectives, the School District follows a risk management policy approved by its Board of Trustees.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 15      ASSET RETIREMENT OBLIGATION**

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The School District is not aware of any other asset retirement obligations. No provision has been made in these financial statements to fund future asset retirement obligations.

**NOTE 16      CAPITAL MANAGEMENT**

The School District's objective when managing capital is to hold sufficient net assets to enable it to withstand negative unexpected financial events in order to maintain stability in the financial structure. The School District maintains sufficient liquidity to meet its short-term obligations as they come due. However, the School District performs regular analysis to assess the need and ability to set aside internally restricted funds for future expenditure. Funding of post-retirement benefits is made in accordance with related regulations and actuarial recommendations.

The School District manages the following as capital:

	2011	2010
Invested in capital assets	\$22,549,516	\$22,383,860
Internally restricted	3,419,527	2,149,222
Unrestricted	-	591,745
Accrued employee future benefits	1,183,189	1,252,465
	<u>\$27,152,232</u>	<u>\$26,377,292</u>

There are no external financial restrictions on the School District's capital.

The School District does not have a formal capital management policy.

**NOTE 17      TRUST FUNDS**

Funds in the amount of \$1,221,569 (2010 - \$1,222,667) are held in trust for teachers who participate in the payroll savings plan. These funds are not reflected in the financial statements.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO FINANCIAL STATEMENTS – JUNE 30, 2011**

**NOTE 18      PRIOR PERIOD ADJUSTMENTS (PPA)**

a) In 2011, School District No. 72 revised its capitalization policy which lead to a restatement of \$632,596 from assets to expenses. The capital assets were funded by Ministry of Education (MOE) restricted capital and set up as a deferred capital contribution (DCC). The restatement of the DCC resulted in a net \$0 difference in revenue. The following lines have been affected:

	Total 2010	Prior Period Adjustment	Revised 2010 Total
<b>Statement 1</b>			
Capital Assets – Net	\$87,948,746	\$(632,596)	\$87,316,150
Deferred Capital Contributions	\$65,427,729	\$(632,596)	\$64,795,133
<b>Statement 2</b>			
<b>REVENUE</b>			
Provincial Grants – Ministry of Education	\$48,707,864	\$632,596	\$49,340,460
<b>EXPENSE</b>			
Services and Supplies (bal carries to PPA b) service & supplies)	\$8,152,939	\$632,596	\$8,785,535

b) After a review of liabilities, School District No. 72 management determined that amounts for Professional Development meet the definition of a liability. A prior period adjustment of \$427,538 was required to move Professional Development obligations from Internally Restricted Surplus to Accounts Payable/Accrued Liabilities. The following lines have been affected:

	Total 2010	Prior Period Adjustment	Revised 2010 Total
<b>Statement 1</b>			
Current Liabilities			
Accounts Payable and Accrued Liabilities Other	\$2,763,285	\$427,528	\$3,190,813
Fund Balances			
Internally Restricted	\$2,576,750	\$(427,528)	\$2,149,222
<b>Statement 2</b>			
<b>EXPENSE</b>			
Services and Supplies (opening bal from PPA a) )	\$8,785,535	\$44,893	\$8,830,428
<b>Statement 3</b>			
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$27,131,121	\$(382,635)	\$26,795,056
Changes for the Year			
Net Revenue (Expense) for the Year	\$(1,242,701)	\$(44,893)	\$(1,287,594)



**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**SURPLUS (DEFICIT)**  
**YEAR ENDED JUNE 30, 2011**

**Schedule A1**

	2011		
	2011	AMENDED	2010
	ACTUAL	ANNUAL BUDGET	ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	\$ 48,293,745	\$ 47,853,906	\$ 48,049,988
Other Revenue	2,895,521	2,779,392	2,848,163
Rentals and Leases	186,244	185,000	175,823
Investment Income	64,605	40,000	44,692
	<u>51,440,115</u>	<u>50,858,298</u>	<u>51,118,666</u>
<b>EXPENSE</b>			
Salaries			
Teachers	21,618,466	21,795,875	22,210,126
Principals and Vice Principals	3,214,431	3,387,184	3,317,708
Educational Assistants	4,002,928	4,094,668	4,088,674
Support Staff	5,821,110	5,832,661	6,182,074
Other Professionals	1,159,682	1,074,066	1,145,477
Substitutes	1,007,920	1,078,122	947,917
	<u>36,824,537</u>	<u>37,262,576</u>	<u>37,891,976</u>
Employee Benefits	8,102,279	7,794,668	8,066,288
Services and Supplies	5,754,674	7,291,823	5,784,414
	<u>50,681,490</u>	<u>52,349,067</u>	<u>51,742,678</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	758,625	(1,490,769)	(624,012)
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(50,895)		
Local Capital	(201,407)	(185,000)	(225,000)
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
<b>BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)</b>		1,675,769	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>506,323</u>	<u>\$ -</u>	<u>(849,012)</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	2,055,133		2,904,145
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
(Section 156 (12) of School Act)	<u>\$ 2,561,456</u>		<u>\$ 2,055,133</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	2,561,456		
	<u>\$ 2,561,456</u>		

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2011**

**Schedule A2**

	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	\$ 49,483,587	\$ 49,069,952	\$ 48,992,440
INAC/LEA Recovery	(1,504,264)	(1,466,378)	(1,442,716)
Other Ministry of Education Grants			
Pay Equity	75,322	75,322	75,322
Ready Set Learn	34,300	24,010	34,300
OLEP	77,214	116,000	126,547
Distance Learning			146,275
FSA Grant	8,696		8,696
Carbon Tax	39,150	35,000	34,319
Education Guarantee	79,740		74,805
	<u>48,293,745</u>	<u>47,853,906</u>	<u>48,049,988</u>
<b>PROVINCIAL GRANTS - OTHER</b>			
<b>FEDERAL GRANTS</b>			
<b>OTHER REVENUE</b>			
Other School District/Education Authorities	745,389	689,448	653,838
Continuing Education	10,000	10,000	10,000
Offshore Tuition Fees	352,511	347,021	337,673
LEA/Direct Funding from First Nations	1,496,031	1,466,378	1,442,716
Miscellaneous			
BCPSEA Trades Adjustment			95,622
BC Hydro Power Smart Initiative	90,133	95,238	100,000
SSEAC Grant	52,740	36,989	74,040
Transcripts/SBO Misc Revenue	144,212	134,318	130,985
Vancouver KELP Grant	4,505		3,289
	<u>2,895,521</u>	<u>2,779,392</u>	<u>2,848,163</u>
<b>RENTALS AND LEASES</b>	<u>186,244</u>	<u>185,000</u>	<u>175,823</u>
<b>INVESTMENT INCOME</b>	<u>64,605</u>	<u>40,000</u>	<u>44,692</u>
<b>TOTAL OPERATING REVENUE</b>	<u>\$ 51,440,115</u>	<u>\$ 50,858,298</u>	<u>\$ 51,118,666</u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT**  
**YEAR ENDED JUNE 30, 2011**

**Schedule A3**

	2011		
	2011	AMENDED	2010
	ACTUAL	ANNUAL BUDGET	ACTUAL
<b>SALARIES</b>			
Teachers	\$ 21,618,466	\$ 21,795,875	\$ 22,210,126
Principals and Vice Principals	3,214,431	3,387,184	3,317,708
Educational Assistants	4,002,928	4,094,668	4,088,674
Support Staff	5,821,110	5,832,661	6,182,074
Other Professionals	1,159,682	1,074,066	1,145,477
Substitutes	1,007,920	1,078,122	947,917
	<u>36,824,537</u>	<u>37,262,576</u>	<u>37,891,976</u>
<b>EMPLOYEE BENEFITS</b>	<u>8,102,279</u>	<u>7,794,668</u>	<u>8,066,288</u>
<b>TOTAL SALARIES AND BENEFITS</b>	<u>44,926,816</u>	<u>45,057,244</u>	<u>45,958,264</u>
<b>SERVICES AND SUPPLIES</b>			
Services	625,697	840,888	535,711
Student Transportation	23,500	43,300	29,291
Professional Development and Travel	621,150	972,148	641,442
Rentals and Leases	187,089	208,668	189,961
Dues and Fees	56,204	43,436	52,423
Insurance	148,329	120,000	121,094
Supplies	2,280,197	3,418,342	2,726,982
Bad Debts	226,550		
Utilities	1,585,958	1,645,041	1,487,510
	<u>5,754,674</u>	<u>7,291,823</u>	<u>5,784,414</u>
<b>TOTAL SERVICES AND SUPPLIES</b>	<u>5,754,674</u>	<u>7,291,823</u>	<u>5,784,414</u>
<b>TOTAL OPERATING EXPENSE</b>	<u>\$ 50,681,490</u>	<u>\$ 52,349,067</u>	<u>\$ 51,742,678</u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION, PROGRAM AND OBJECT**  
**YEAR ENDED JUNE 30, 2011**

**Schedule A4.1**

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 17,323,627	\$ 570,873	\$ 259,778	\$ 498,569	\$ 22,653	\$ 974,012	\$ 19,649,512
1.03 Career Programs			412			1,249	1,661
1.07 Library Services	544,454	108,707		143,964			797,125
1.08 Counselling	526,748			44,676			571,424
1.10 Special Education	2,530,715	233,266	3,363,022	44,519		16,384	6,187,906
1.30 English as a Second Language	219,834	9,779				360	229,973
1.31 Aboriginal Education	328,412	99,352	379,716	24,680		2,013	834,173
1.41 School Administration		2,134,089		551,629			2,685,718
1.60 Summer School	70,274			214		2,060	72,548
1.62 Off Shore Students	74,402					9,334	83,736
<b>Total Function 1</b>	<b>21,618,466</b>	<b>3,156,066</b>	<b>4,002,928</b>	<b>1,308,251</b>	<b>22,653</b>	<b>1,005,412</b>	<b>31,113,776</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration				28,431	339,398		367,829
4.40 School District Governance					71,820		71,820
4.41 Business Administration		58,365		376,534	450,631	2,508	888,038
<b>Total Function 4</b>	<b>-</b>	<b>58,365</b>	<b>-</b>	<b>404,965</b>	<b>861,849</b>	<b>2,508</b>	<b>1,327,687</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration				100,797	71,233		172,030
5.50 Maintenance Operations				3,181,727	167,123		3,348,850
5.52 Maintenance of Grounds				266,006			266,006
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,548,530</b>	<b>238,356</b>	<b>-</b>	<b>3,786,886</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.70 Student Transportation				559,364	36,824		596,188
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>559,364</b>	<b>36,824</b>	<b>-</b>	<b>596,188</b>
<b>9 DEBT SERVICES (OPERATING)</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>\$ 21,618,466</b>	<b>\$ 3,214,431</b>	<b>\$ 4,002,928</b>	<b>\$ 5,821,110</b>	<b>\$ 1,159,682</b>	<b>\$ 1,007,920</b>	<b>\$ 36,824,537</b>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION, PROGRAM AND OBJECT**  
**YEAR ENDED JUNE 30, 2011**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 19,649,512	\$ 4,368,472	\$ 24,017,984	\$ 1,357,383	\$ 25,375,367	\$ 25,992,721	\$ 26,546,019
1.03 Career Programs	1,661	339	2,000	23,984	25,984	74,675	72,427
1.07 Library Services	797,125	173,482	970,607	240,502	1,211,109	1,531,005	1,099,132
1.08 Counselling	571,424	117,715	689,139		689,139	688,708	654,635
1.10 Special Education	6,187,906	1,428,120	7,616,026	158,634	7,774,660	7,938,315	7,829,058
1.30 English as a Second Language	229,973	47,972	277,945	3,834	281,779	286,225	313,438
1.31 Aboriginal Education	834,173	175,790	1,009,963	157,702	1,167,665	1,336,949	966,846
1.41 School Administration	2,685,718	547,399	3,233,117	198,182	3,431,299	3,774,865	3,417,990
1.60 Summer School	72,548	13,586	86,134	1,431	87,565	61,755	66,294
1.62 Off Shore Students	83,736	16,337	100,073	297,644	397,177	174,871	
<b>Total Function 1</b>	31,113,776	6,889,212	38,002,988	2,439,296	40,442,284	41,860,089	40,965,839
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	367,829	68,687	436,516	88,573	525,089	526,958	518,441
4.40 School District Governance	71,820	741	72,561	63,353	135,914	160,931	135,967
4.41 Business Administration	888,038	180,975	1,069,013	262,590	1,331,603	1,351,863	1,289,609
<b>Total Function 4</b>	1,327,687	250,403	1,578,090	414,516	1,992,606	2,039,752	1,944,017
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	172,030	31,746	203,776	157,145	360,921	309,643	343,889
5.50 Maintenance Operations	3,348,850	723,332	4,072,182	749,276	4,821,458	4,891,338	5,242,616
5.52 Maintenance of Grounds	266,006	58,183	324,189	87,964	412,153	481,768	585,453
5.56 Utilities	-	-	-	1,607,289	1,607,289	1,845,041	1,553,263
<b>Total Function 5</b>	3,786,886	813,261	4,600,147	2,601,674	7,201,821	7,327,790	7,725,221
<b>7 TRANSPORTATION AND HOUSING</b>							
7.70 Student Transportation	596,188	149,403	745,591	271,135	1,016,726	1,074,436	1,061,492
7.73 Housing	-	-	-	28,053	28,053	47,000	38,675
<b>Total Function 7</b>	596,188	149,403	745,591	299,188	1,044,779	1,121,436	1,100,167
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans	-	-	-	-	-	-	7,434
<b>Total Function 9</b>	-	-	-	-	-	-	7,434
<b>TOTAL FUNCTIONS 1 - 9</b>	\$ 36,824,537	\$ 8,102,279	\$ 44,926,816	\$ 5,754,674	\$ 50,681,490	\$ 52,349,067	\$ 51,742,678

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**OPERATING FUND**  
**CHANGES IN DEFERRED CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2011**

**Schedule A5**

<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ 71,901</b>
<b>Changes for the Year</b>	
Increase:	<u>                    </u>
	<u>                    </u>
Decrease:	
Vancouver Foundation KELP grant	<u>4,505</u>
	<u>4,505</u>
<b>Net Changes for the Year</b>	<u>(4,505)</u>
<b>BALANCE, END OF YEAR</b>	<u><u>\$ 67,396</u></u>

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**SPECIAL PURPOSE FUNDS**  
**SUMMARY OF CHANGES**  
**YEAR ENDED JUNE 30, 2011**

**Schedule B1**

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 739,351	\$ 929,160	\$ 869,852		\$ 2,538,363
<b>Add:</b> Contributions Received					
Provincial Grants - Ministry of Education	1,228,699	716,581			1,945,270
Other		469,579	1,981,625		2,451,204
Investment Income	705	5,896			6,601
	1,229,394	1,192,056	1,981,625	-	4,403,075
<b>Less:</b> Allocated to Revenue	1,844,967	1,277,601	1,962,661		5,085,229
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 123,778	\$ 843,615	\$ 889,816	\$ -	\$ 1,856,209
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	1,844,967	775,053			\$ 2,620,020
Other Revenue		497,570	1,962,661		2,460,231
Investment Income		4,978			4,978
	1,844,967	1,277,601	1,962,661	-	5,085,229
<b>EXPENSE</b>					
Salaries					
Teachers	128,704	265,264			393,968
Principals and Vice Principals		23,999			23,999
Educational Assistants		227,451			227,451
Support Staff		134,442			134,442
Other Professionals	30,676	20,404			51,080
Substitutes	3,800	14,454			18,254
Employee Benefits	163,180	686,014	-		849,194
Services and Supplies	32,271	142,430			174,701
	847,591	449,157	1,962,661		3,259,409
	1,043,042	1,277,601	1,962,661	-	4,283,304
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	801,925	-	-	-	801,925
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(801,925)				(801,925)
	(801,925)	-	-	-	(801,925)
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2011

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	Oasis PRP	Headstart PRP	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>						
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>						
Add: Contributions Received	\$ 681,790	\$ 10,100	\$ 47,461	\$ -	\$ -	\$ 739,351
Provincial Grants - Ministry of Education	989,955		19,872	93,557	125,305	1,228,689
Investment Income	238	60	319	40	48	705
	990,193	60	20,191	93,597	125,353	1,229,394
Less: Allocated to Revenue	1,618,650	1,073	19,537	87,604	118,103	1,844,967
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 53,333	\$ 9,087	\$ 48,115	\$ 5,993	\$ 7,250	\$ 123,778
<b>REVENUE AND EXPENSE</b>						
<b>REVENUE</b>						
Provincial Grants - Ministry of Education	\$ 1,618,650	\$ 1,073	\$ 19,537	\$ 87,604	\$ 118,103	\$ 1,844,967
	1,618,650	1,073	19,537	87,604	118,103	1,844,967
<b>EXPENSE</b>						
Salaries						
Teachers				52,788	75,916	128,704
Other Professionals				14,162	16,514	30,676
Substitutes				1,900	1,900	3,800
				68,850	94,330	163,180
Employee Benefits				13,626	18,645	32,271
Services and Supplies	816,725	1,073	19,537	5,128	5,128	847,591
	816,725	1,073	19,537	87,604	118,103	1,043,042
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	801,925	-	-	-	-	801,925
<b>INTERFUND TRANSFERS</b>						
Capital Assets Purchased	(801,925)					(801,925)
	(801,925)	-	-	-	-	(801,925)
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -



**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**SPECIAL PURPOSE FUNDS**  
**CHANGES IN OTHER SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2011**

**Schedule B3**

	Community Link	French Secretary of State	Provincial Literacy	Drug & Alcohol VIHA	District Trust Funds	District Scholarship	Strong Start	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>								
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 38,154	\$ 30,418	\$ 83,203	\$ 9,921	\$ 598,591	\$ 128,277	\$ 40,596	\$ 929,160
<b>Add:</b>								
Contributions Received	507,709	88,872					120,000	716,581
Provincial Grants - Ministry of Education				58,965	397,864	12,750		469,579
Other	181	124	517	46	3,796	1,136	96	5,896
Investment Income	507,890	88,996	517	59,011	401,660	13,886	120,096	1,192,056
Less: Allocated to Revenue	518,527	100,680	5,732	61,993	427,941	16,550	146,178	1,277,601
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 27,517</b>	<b>\$ 18,734</b>	<b>\$ 77,988</b>	<b>\$ 6,939</b>	<b>\$ 572,310</b>	<b>\$ 125,613</b>	<b>\$ 14,514</b>	<b>\$ 843,615</b>
<b>REVENUE AND EXPENSE</b>								
<b>REVENUE</b>								
Provincial Grants - Ministry of Education	518,527	100,680	5,732		3,936	15,414	146,178	775,053
Other Revenue				61,947	420,209	1,136		497,570
Investment Income				46	3,796			4,978
	518,527	100,680	5,732	61,993	427,941	16,550	146,178	1,277,601
<b>EXPENSE</b>								
Salaries								
Teachers	76,415	16,245	4,773	46,756	121,075			285,284
Principals and Vice Principals		23,999						23,999
Educational Assistants	227,451							227,451
Support Staff					20,400		114,042	134,442
Other Professionals					20,404			20,404
Substitutes		14,454						14,454
Employee Benefits	303,866	54,698	4,773	46,756	161,879		114,042	686,014
Services and Supplies	71,271	11,331	959	9,651	26,512		22,706	142,430
	143,390	34,651		5,586	239,550	16,550	9,430	449,157
	518,527	100,680	5,732	61,993	427,941	16,550	146,178	1,277,601
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>								
<b>INTERFUND TRANSFERS</b>								
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)

Schedule C1

## CAPITAL FUND

## CAPITAL ASSETS

YEAR ENDED JUNE 30, 2011

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 8,258,061	\$ 122,579,691	\$ 1,853,976	\$ 1,669,307		\$ 596,501	\$ 134,957,536
Changes in Accounting Policies/ Prior Period Adjustments		(632,596)					(632,596)
Change in capitalization policy	8,258,061	121,947,095	1,853,976	1,669,307	-	596,501	134,324,940
COST, BEGINNING OF YEAR, AS RESTATED							
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		22,480		109,794			132,274
Deferred Contributions - Other		115,921					115,921
Operating Fund						50,895	50,895
Special Purpose Funds		685,554	50,288			116,371	801,925
Local Capital		3,898,347				54,443	104,731
Transferred from Work in Progress		4,722,302	50,288	109,794	-	221,709	3,898,347
	-						5,104,093
Decrease:							
Disposed of	132,858	344,669	352,687			44,955	477,527
Deemed Disposals	132,858	344,669	352,687	-	-	44,955	397,642
	8,125,203	126,324,728	1,551,577	1,779,101	-	773,255	875,169
		3,204,714					138,553,864
							3,204,714
COST, END OF YEAR	\$ 8,125,203	\$ 129,529,442	\$ 1,551,577	\$ 1,779,101	\$ -	\$ 773,255	\$ 141,758,578
WORK IN PROGRESS, END OF YEAR							
COST AND WORK IN PROGRESS, END OF YEAR							
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR	\$	\$ 49,058,068	\$ 1,128,846	\$ 288,609	\$	\$ 192,195	\$ 50,667,718
Changes for the Year							
Increase: Amortization for the Year		2,642,321	185,398	166,931		119,300	3,113,950
Decrease:							
Disposed of		344,669	352,687			44,955	344,669
Deemed Disposals	-	344,669	352,687	-	-	44,955	397,642
	-	51,355,720	961,557	455,540	-	266,540	742,311
							53,039,357
ACCUMULATED AMORTIZATION, END OF YEAR	\$	\$ 51,355,720	\$ 961,557	\$ 455,540	\$	\$ 266,540	\$ 53,039,357
CAPITAL ASSETS - NET	\$ 8,125,203	\$ 78,173,722	\$ 590,020	\$ 1,323,561	\$ -	\$ 506,715	\$ 88,719,221

SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)  
CAPITAL FUND  
CAPITAL ASSETS - WORK IN PROGRESS  
YEAR ENDED JUNE 30, 2011

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>					
	\$ 3,658,928				\$ 3,658,928
<b>Changes for the Year</b>					
Increase					
Deferred Contributions - Bylaw	3,391,231				3,391,231
Deferred Contributions - Other	52,902				52,902
	3,444,133	-	-	-	3,444,133
Decrease					
Transferred to Capital Assets	3,898,347				3,898,347
	3,898,347	-	-	-	3,898,347
	(454,214)	-	-	-	(454,214)
<b>Net Changes for the Year</b>					
	\$ 3,204,714	\$ -	\$ -	\$ -	\$ 3,204,714
<b>WORK IN PROGRESS, END OF YEAR</b>					

**SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)**  
**CAPITAL FUND**  
**DEFERRED CAPITAL CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2011**

**Schedule C3**

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 57,987,673	\$ 3,781,129		\$ 61,768,802
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
Change in capitalization policy		(632,596)		(632,596)
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED</b>	<u>57,987,673</u>	<u>3,148,533</u>	<u>-</u>	<u>61,136,206</u>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Capital Additions	132,274		115,921	248,195
Transferred from Work in Progress	<u>1,014,029</u>	<u>2,884,316</u>		<u>3,898,345</u>
	<u>1,146,303</u>	<u>2,884,316</u>	<u>115,921</u>	<u>4,146,540</u>
Decrease				
Amortization of Deferred Capital Contributions	<u>2,363,635</u>	<u>91,278</u>		<u>2,454,913</u>
	<u>2,363,635</u>	<u>91,278</u>	<u>-</u>	<u>2,454,913</u>
<b>Net Changes for the Year</b>	<u>(1,217,332)</u>	<u>2,793,038</u>	<u>115,921</u>	<u>1,691,627</u>
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 56,770,341</u>	<u>\$ 5,941,571</u>	<u>\$ 115,921</u>	<u>\$ 62,827,833</u>
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	\$ 827,514	\$ 2,831,414		\$ 3,658,928
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Work in Progress	<u>3,391,231</u>	<u>52,902</u>		<u>3,444,133</u>
	<u>3,391,231</u>	<u>52,902</u>	<u>-</u>	<u>3,444,133</u>
Decrease				
Transferred to Deferred Capital Contributions	<u>1,014,029</u>	<u>2,884,316</u>		<u>3,898,345</u>
	<u>1,014,029</u>	<u>2,884,316</u>	<u>-</u>	<u>3,898,345</u>
<b>Net Changes for the Year</b>	<u>2,377,202</u>	<u>(2,831,414)</u>	<u>-</u>	<u>(454,212)</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u>\$ 3,204,716</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,204,716</u>
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 59,975,057</u>	<u>\$ 5,941,571</u>	<u>\$ 115,921</u>	<u>\$ 66,032,549</u>

SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)

Schedule C4

CAPITAL FUND

CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2011

	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
<b>BALANCE, BEGINNING OF YEAR</b>	\$ (80,754)	\$ (365,887)		\$	(446,641)
<b>Changes for the Year</b>					
Increase:					
Provincial Grants - Ministry of Education	3,353,067				3,353,067
Other				115,921	115,921
MEd Restricted Portion of Proceeds on Disposal	475,091				475,091
	3,353,067	475,091	-	115,921	3,944,079
Decrease:					
Transferred to DCC - Capital Additions	132,274				132,274
Transferred to DCC - Work in Progress	3,391,231	52,902		115,921	3,540,054
	3,523,505	52,902	-	115,921	3,692,328
	(170,438)	422,189	-	-	251,751
<b>Net Changes for the Year</b>					
<b>BALANCE, END OF YEAR</b>	\$ (251,192)	\$ 56,302	\$ -	\$ -	(194,890)

## SCHOOL DISTRICT No. 72 (CAMPBELL RIVER)

Schedule C5

**CAPITAL FUND**  
**CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2011**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 22,383,860	\$ 685,834	\$ 23,069,694
<b>Changes for the Year</b>			
Investment Income		4,996	4,996
Gain (Loss) on Disposal of Capital Assets	25,506		25,506
District Portion of Proceeds on Disposal	(158,364)	158,364	-
Amortization of Deferred Capital Contributions	2,454,913		2,454,913
Capital Assets Purchased from Local Capital	104,731	(104,731)	-
Interfund Transfers - Capital Assets Purchased	852,820		852,820
Interfund Transfers - Local Capital		201,407	201,407
Amortization of Capital Assets	(3,113,950)		(3,113,950)
Capital Expense		(87,799)	(87,799)
<b>Net Changes for the Year</b>	<u>165,656</u>	<u>172,237</u>	<u>337,893</u>
<b>BALANCE, END OF YEAR</b>	<u>\$ 22,549,516</u>	<u>\$ 858,071</u>	<u>\$ 23,407,587</u>