

Audited Financial Statements of

**School District No. 72 (Campbell River)**

June 30, 2016

# School District No. 72 (Campbell River)

June 30, 2016

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## Independent Auditors' Report

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

We have audited the accompanying financial statements of School District No. 72 (Campbell River), which comprise the statement of financial position as at June 30, 2016 and the statements of operations, remeasurement gains and losses, changes in net financial assets (debt) and cash flows and for the year then ended, and a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation and presentation of these financial statements in accordance with the financial reporting framework based on Section 23.1 of the Budget Transparency and Accountability Act and the Province of British Columbia's Treasury Board Regulations 257/2010 and 198/2011, 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 of 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 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 the financial position of School District No. 72 (Campbell River) as at June 30, 2016 and the results of its operations, remeasurement gains and losses, changes in net financial assets (debt) and cash flows and for the year then ended in compliance with, in all material respects, the financial reporting framework based on Section 23.1 of the Budget Transparency and Accountability Act and the Province of British Columbia's Treasury Board Regulations 257/2010 and 198/2011.

### *Emphasis of Matter*

We draw attention to Note 2 which describes the financial reporting framework being followed by School District No. 72 (Campbell River).

### *Other Matter*

We draw attention to the Supplementary Financial Information included in Schedules 1 to 4D 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, 2016

*MNP LLP*

Chartered Professional Accountants

# School District No. 72 (Campbell River)

## MANAGEMENT REPORT

Version: 7807-7061-5079

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

The accompanying financial statements of School District No. 72 (Campbell River) 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.

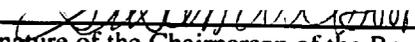
Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

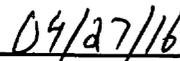
The Board of Education of School District No. 72 (Campbell River) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, MNP 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. 72 (Campbell River) 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. 72 (Campbell River)

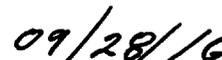
  
Original signed by Susan Wilson

  
Signature of the Chairperson of the Board of Education

  
Date Signed

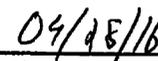
Original signed by Tom Longridge

  
Signature of the Superintendent

  
Date Signed

Original signed by Kevin Patrick

  
Signature of the Secretary Treasurer

  
Date Signed

# School District No. 72 (Campbell River)

## Statement of Financial Position

As at June 30, 2016

Statement 1

	2016 Actual	2015 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	16,320,055	18,238,760
Accounts Receivable		
Due from Province - Ministry of Education	163,462	316,361
Due from LEA/Direct Funding	142,127	329,476
Other (Note 3)	225,650	272,170
<b>Total Financial Assets</b>	<u>16,851,294</u>	<u>19,156,767</u>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	4,223,105	4,635,904
Unearned Revenue (Note 6)	391,816	417,062
Deferred Revenue (Note 7)	1,790,110	2,048,580
Deferred Capital Revenue (Note 8)	69,036,584	70,013,017
Employee Future Benefits (Note 9)	1,087,874	946,089
<b>Total Liabilities</b>	<u>76,529,489</u>	<u>78,060,652</u>
<b>Net Financial Assets (Debt)</b>	<u>(59,678,195)</u>	<u>(58,903,885)</u>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 5)	88,345,845	88,121,593
Prepaid Expenses	137,014	157,935
<b>Total Non-Financial Assets</b>	<u>88,482,859</u>	<u>88,279,528</u>
<b>Accumulated Surplus (Deficit) (Note 11)</b>	<u>28,804,664</u>	<u>29,375,643</u>
<b>Contractual Obligations and Contingencies</b>		

Approved by the Board

Original signed by Susan Wilson

Signature of the Chairperson of the Board of Education

Original signed by Tom Longridge

Signature of the Superintendent

Original signed by Kevin Patrick

Signature of the Secretary Treasurer

09/27/16

Date Signed

09/28/16

Date Signed

09/28/16

Date Signed

# School District No. 72 (Campbell River)

Statement of Operations  
Year Ended June 30, 2016

Statement 2

	2016 Budget (Note 14)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	51,123.120	50,700,741	49,654,641
Tuition	404,430	690,779	407,315
Other Revenue	4,276.319	5,138,854	4,073,637
Rentals and Leases	148,000	136,558	147,338
Investment Income	187,000	175,448	190,204
Gain (Loss) on Disposal of Tangible Capital Assets			12,199
Amortization of Deferred Capital Revenue	2,828.452	2,907,621	2,746,282
<b>Total Revenue</b>	<u>58,967,321</u>	<u>59,750,001</u>	<u>57,231,616</u>
<b>Expenses</b>			
Instruction	46,261.311	45,244,700	41,641,579
District Administration	2,236.673	2,166,020	2,141,356
Operations and Maintenance	11,895.673	11,534,676	11,345,596
Transportation and Housing	1,437.027	1,375,584	1,379,690
<b>Total Expense</b>	<u>61,830,684</u>	<u>60,320,980</u>	<u>56,508,221</u>
<b>Surplus (Deficit) for the year</b>	<u>(2,863,363)</u>	<u>(570,979)</u>	<u>723,395</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<u>29,375,643</u>	<u>28,652,248</u>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u>28,804,664</u></u>	<u><u>29,375,643</u></u>

# School District No. 72 (Campbell River)

## Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2016

	2016 Budget (Note 14)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(2,863,363)</u>	<u>(570,979)</u>	<u>723,395</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(3,927,247)	(3,872,457)	(4,574,394)
Amortization of Tangible Capital Assets	3,648,205	3,648,205	3,452,238
Net carrying value of Tangible Capital Assets disposed of			1,500
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(279,042)</u>	<u>(224,252)</u>	<u>(1,120,656)</u>
Acquisition of Prepaid Expenses			(63,573)
Use of Prepaid Expenses		20,921	
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>20,921</u>	<u>(63,573)</u>
<b>(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)</b>	<u>(3,142,405)</u>	<u>(774,310)</u>	<u>(460,834)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Financial Assets (Debt)</b>		<u>(774,310)</u>	<u>(460,834)</u>
<b>Net Financial Assets (Debt), beginning of year</b>		<u>(58,903,885)</u>	<u>(58,443,051)</u>
<b>Net Financial Assets (Debt), end of year</b>		<u>(59,678,195)</u>	<u>(58,903,885)</u>

# School District No. 72 (Campbell River)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2016

	2016 Actual	2015 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	(570,979)	723,395
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	386,768	62,302
Inventories for Resale		-
Prepaid Expenses	20,921	(63,573)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(412,799)	830,798
Unearned Revenue	(25,246)	158,290
Deferred Revenue	(258,470)	122,481
Employee Future Benefits	141,784	100,973
Other Liabilities	-	(1,006,405)
Loss (Gain) on Disposal of Tangible Capital Assets	-	(12,199)
Amortization of Tangible Capital Assets	3,648,205	3,452,238
Amortization of Deferred Capital Revenue	(2,907,621)	(2,746,282)
Capital revenue transfer to Operating	(7,481)	
Deferred Capital transferred to Operations and Mtnc	(353,346)	(622,492)
<b>Total Operating Transactions</b>	<u>(338,264)</u>	<u>999,526</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(2,926,330)	(4,215,018)
Tangible Capital Assets -WIP Purchased	(946,127)	(359,376)
District Portion of Proceeds on Disposal	-	13,699
<b>Total Capital Transactions</b>	<u>(3,872,457)</u>	<u>(4,560,695)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	2,292,016	7,525,178
<b>Total Financing Transactions</b>	<u>2,292,016</u>	<u>7,525,178</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(1,918,705)	3,964,009
<b>Cash and Cash Equivalents, beginning of year</b>	18,238,760	14,274,751
<b>Cash and Cash Equivalents, end of year</b>	<u>16,320,055</u>	<u>18,238,760</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	16,320,055	18,238,760
	<u>16,320,055</u>	<u>18,238,760</u>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**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. 72 (Campbell River)", and operates as "School District No. 72 (Campbell River)." 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. The School District is exempt from tax.

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

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(g) and 2(l).

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As noted in notes 2 (g) and 2(l), Section 23.1 of the Budget Transparency and Accountability Act and its related regulations require the School District to recognize government transfers for the acquisition of tangible capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue. The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2015 - increase in annual surplus by \$4,093,737

June 30, 2015 - increase in accumulated surplus and decrease in deferred contributions to \$67,015,149

Year-ended June 30, 2016 – increase in annual surplus by \$3,269,551

June 30, 2016 – decrease in accumulated surplus and increase in deferred contributions to \$67,377,079

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 measured at amortized cost and shown net of allowance for doubtful accounts (see Note 3).

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

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

d) Prepaid Expenses

Software licensing and support, memberships, dues and tuition are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

e) Tangible Capital Assets

The following criteria apply:

- Tangible 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) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

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(1).

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.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

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

**h) 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 and accounts payable and accrued liabilities.

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.

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.

**i) Use of Estimates**

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 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.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

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

j) 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.

k) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all of the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School district:
- is directly responsible; or
- accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

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

1)      Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

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:

- 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.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

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

m) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

- 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.

n) 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.

o) Statement of Remeasurement Gains and Losses

A statement of re-measurement gains and losses has not been presented as the District does not hold any financial assets or liabilities that would give rise to remeasurement gains or losses.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2016	2015
Due from Federal Government	\$ 65,616	\$ 62,225
Due from North Island College	27,827	31,866
Due from Royal Bank	7,864	11,579
Due from BC Hydro	-	72,335
Due from other	124,343	94,165
Allowance for Doubtful Accounts	-	-
	<u>\$225,650</u>	<u>\$ 272,170</u>

**NOTE 4      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER**

	2016	2015
Trade Payables	\$971,508	\$ 878,955
Salaries and Benefits Payable	2,296,015	2,478,555
Accrued Vacation Pay	509,185	547,184
Capital Trade Payables	55,812	269,623
Other Payables	390,585	461,587
	<u>\$ 4,223,105</u>	<u>\$ 4,635,904</u>

**NOTE 5      TANGIBLE CAPITAL ASSETS**

**June 30, 2016**

Cost:	Opening Cost July 1, 2015	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2016
Sites	\$ 8,123,703	\$	\$	\$	\$ 8,123,703
Buildings	139,511,937	2,225,409		310,296	142,074,642
Buildings – work in progress	359,376	946,127		(310,296)	995,204
Furniture & Equipment	1,090,565	91,226	(163,083)		1,018,711
Vehicles	2,443,772	111,227	(144,305)		2,410,694
Computer Hardware	1,383,052	498,468	(221,709)		1,659,811
Total	<u>\$152,939,405</u>	<u>\$3,827,457</u>	<u>\$(529,097)</u>	<u>\$ -</u>	<u>\$156,282,765</u>

Accumulated Amortization:	Opening Accumulated Amortization July 1, 2015	Additions	Disposals	Balance at June 30, 2016
Sites	\$ -	\$	\$	\$ -
Buildings	62,727,560	3,018,160		65,745,720
Furniture & Equipment	515,715	109,057	(163,083)	461,689
Vehicles	1,118,139	244,377	(144,305)	1,218,211
Computer Hardware	456,398	276,611	(221,709)	511,300
Total	<u>\$64,817,812</u>	<u>\$3,648,205</u>	<u>\$(529,097)</u>	<u>\$ 67,936,920</u>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 5 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2015**

Cost:	Opening Cost July 1, 2014	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2015
Sites	\$ 8,125,203	\$ -	\$ (1,500)	\$ -	\$ 8,123,703
Buildings	133,584,440	3,530,040	-	2,424,457	139,511,937
Buildings – work in progress	2,424,457	359,376	-	(2,424,457)	359,376
Furniture & Equipment	1,128,282	99,846	(137,563)	-	1,090,565
Vehicles	2,221,402	222,370	-	-	2,443,772
Computer Hardware	1,150,889	362,762	(130,599)	-	1,383,055
<b>Total</b>	<b>\$148,634,673</b>	<b>\$4,574,394</b>	<b>\$(269,662)</b>	<b>\$ -</b>	<b>\$152,939,405</b>

Accumulated Amortization:	Opening Accumulated Amortization July 1, 2014	Additions	Disposals	Balance at June 30, 2015
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	59,840,468	2,887,092	-	62,727,560
Furniture & Equipment	540,450	112,828	(137,563)	515,715
Vehicles	895,999	222,140	-	1,118,139
Computer Hardware	356,819	230,178	(130,599)	456,398
<b>Total</b>	<b>\$61,633,736</b>	<b>\$3,452,238</b>	<b>\$(268,162)</b>	<b>\$ 64,817,812</b>

**Net Book Value:**

	Net Book Value June 30, 2016	Net Book Value June 30 2015
Sites	\$ 8,123,703	\$ 8,125,203
Buildings	76,328,922	76,811,377
Buildings – work in progress	995,204	359,376
Furniture & Equipment	557,022	574,850
Vehicles	1,192,483	1,325,633
Computer Hardware	1,148,511	926,654
<b>Total</b>	<b>\$88,345,845</b>	<b>\$88,121,593</b>

Buildings – work in progress having a value of \$995,204 (2015: \$359,376) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 6      UNEARNED REVENUE**

Unearned revenue consists of contributions received for services to be delivered in a future period. Changes in unearned revenue are as follows:

	June 30, 2016	June 30, 2015
Balance, beginning of year	<u>\$417,062</u>	<u>\$258,772</u>
Changes for the year:		
Increase:		
Tuition fees	391,816	417,062
Decrease:		
Tuition fees	417,062	258,772
Net changes for the year	<u>(25,246)</u>	<u>158,290</u>
Balance, end of year	<u>\$391,816</u>	<u>\$417,062</u>

**NOTE 7      DEFERRED REVENUE**

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

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. Detailed information about the changes in deferred revenue is included in Schedule 3A.

The special purpose fund represents government grants for aboriginal improvement and early learning, repairs and minor capital improvements to facilities, special education equipment and social equity programs; recorded on the capital funds represents government grants for seismic, building envelope and asset disposal proceeds in use by the Ministry of Education.

	2016 <u>Total</u>	2015 <u>Total</u>
Balance, beginning of year	<u>\$ 535,860</u>	<u>\$ 498,207</u>
Increases:		
Provincial grants – MEd	2,416,464	2,390,965
Investment income	<u>2,193</u>	<u>4,352</u>
	<u>2,418,657</u>	<u>2,395,317</u>
Decreases:		
Transfers to Revenue	<u>2,454,774</u>	<u>2,357,664</u>
Net Changes for the year	<u>(36,117)</u>	<u>37,653</u>
Balance, end of the year	<u>\$499,743</u>	<u>\$535,860</u>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 7 DEFERRED REVENUE (Continued)**

**b) Deferred Revenue – Other -**

Deferred Revenue – 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.

	2016 Total	2015 Total
Balance, beginning of year	<u>\$1,512,720</u>	<u>\$1,427,892</u>
Increases:		
School Generated Funds	2,347,699	1,831,797
Investment income	6,614	8,273
Other	<u>281,997</u>	<u>294,105</u>
	<u>2,636,310</u>	<u>2,134,175</u>
Decreases:		
Transfers to Revenue	<u>2,858,663</u>	<u>2,049,347</u>
Net Changes for the year	<u>(222,353)</u>	<u>84,828</u>
Balance, end of the year	<u>\$1,290,367</u>	<u>\$1,512,720</u>
<b>Total Deferred Revenue</b>	<u><u>\$1,790,110</u></u>	<u><u>\$2,048,580</u></u>

**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. Changes to deferred capital revenue are as follows:

	Deferred Cap Revenue	Unspent Def. Cap Revenue	2016 Total	2015 Total
Balance, beginning of year	\$ 67,015,149	\$ 2,997,868	\$ 70,013,017	\$65,856,613
Increases:				
Transfers from DC - capital additions	2,633,720		2,633,720	6,158,818
Transfers from DC – work in progress	635,831		635,831	(2065,081)
Provincial Grants – MEd		2,263,288	2,263,288	4,556,846
Provincial Grants – Other		-	-	2,859,000
Other Revenue		28,728	28,728	68,234
MEd Restricted portion of proceeds		-	-	41,098
	<u>3,269,551</u>	<u>2,292,016</u>	<u>5,561,567</u>	<u>11,618,915</u>
Decreases:				
Amortization	2,907,621		2,907,621	2,746,282
Transfers to revenue - capital additions		2,323,424	2,323,424	3,734,361
Transfers to revenue – capital additions		946,127	946,127	359,376
Transfers to capital expense		353,347	353,347	622,492
Transfers to capital expense		7,481	7,481	-
	<u>2,907,621</u>	<u>3,630,379</u>	<u>6,538,000</u>	<u>7,462,511</u>
Balance, end of the year	<u><u>67,377,079</u></u>	<u><u>1,659,505</u></u>	<u><u>\$69,036,584</u></u>	<u><u>\$70,013,017</u></u>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 9 EMPLOYEE FUTURE BENEFITS**

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance 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.

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

	2016	2015
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$1,495,319	\$ 1,386,772
Service Cost	123,632	110,386
Interest Cost	34,797	46,524
Benefit Payments	(85,506)	(119,912)
Actuarial (Gain)/Loss	(460,471)	71,549
Accrued Benefit Obligation – March 31	<u>\$1,107,771</u>	<u>\$ 1,495,319</u>

	2016	2015
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$1,107,771	\$ 1,495,319
Funded Status - Surplus/(Deficit)	(1,107,771)	(1,495,319)
Employer Contributions After Measurement Date	31,011	35,873
Benefit Expense After Measurement Date	(28,911)	(39,607)
Unamortized Net Actuarial (Gain)/Loss	17,797	552,962
Accrued Benefit Asset/(Liability) – June 30	<u>\$(1,087,874)</u>	<u>\$ (946,089)</u>

<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) – July 1	\$946,090	\$ 845,115
Net Expense for Fiscal Year	222,427	224,290
Employer Contributions	(80,643)	(123,316)
Accrued Benefit Liability (Asset) – June 30	<u>\$1,087,874</u>	<u>\$ 946,090</u>

<b>Components of Net Benefit Expense</b>		
Service Cost	\$114,566	\$ 113,697
Interest Cost	33,167	43,592
Amortization of Net Actuarial (Gain)/Loss	74,694	67,001
Net Benefit Expense (Income)	<u>\$222,427</u>	<u>\$ 224,290</u>

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

	2016	2015
Discount Rate – April 1	2.25%	3.25%
Discount Rate – March 31	2.50%	2.25%
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	9.5	9.3

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 10      EMPLOYEE PENSION PLANS**

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The board 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, 2014 the Teachers' Pension Plan had about 45,000 active members and approximately 35,000 retired members. As at December 31, 2014 the Municipal Pension Plan had about 185,000 active members, including approximately 24,000 from school districts.

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 is then adjusted to the extent there is amortization of any funding deficit.

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.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012, indicated a \$1.37 billion funding deficit for basic pension benefits on a going concern basis.

The School District No. 72 (Campbell River) paid \$5,082,649 for employer contributions to these plans for the year ended June 30, 2016 and \$4,645,840 for the year ended June 30, 2015.

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 was at December 31, 2015, with results available in 2016.

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.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 11 ACCUMULATED SURPLUS (DEFICIT) – END OF YEAR**

**FUND BALANCES, END OF YEAR**

OPERATING FUND	2016	2015
Internally Restricted (appropriated) by the Board for:		
Board Instructional Support	31,520	31,520
Distance Learning	20,525	19,952
Education Implementation Training DELT	150,000	150,000
International Program	376,333	109,990
Learning Resources	175,000	175,000
Reserve Required to Balance Next Year Budget	881,000	843,928
Education Leadership and Succession	30,000	20,000
Strategic Plan Implementation	250,000	250,000
Critical Incident/Emergency Response Contingency	10,000	10,000
Aboriginal Education	413,470	266,681
School Based Supply Accounts	164,802	158,976
SSEAC Training	6,636	9,360
Facility Review	-	20,000
Policy Implementation	15,000	30,000
Student Services - Psychological Testing Protocols	5,000	5,000
Timberline/Heritage Lands Complex	30,000	30,000
Furniture renewal	50,000	-
Employee Future Benefit Unamortized Gain	-	772,280
SMT Team Development	10,000	20,000
School Based Equipment Local Capital	-	75,000
Health and Wellness Implementation	40,000	40,000
Mowing tractor	-	35,000
Telus Next Generation Network startup costs	10,000	
Response to Intervention Training for Administrators	-	10,000
Additional Support for Curriculum Implementation	-	50,000
Switchback Operations training	20,000	-
IT Review	40,000	-
Hour Zero – Emergency Preparedness	40,000	-
Upgrade Laptops	10,000	-
School Shop Equipment	30,000	-
School Based Learning Spaces Configuration	50,000	
Carihi Gym New Floor Bleachers/Floor Covering	50,000	
Total of Targeted Reserves	2,909,286	\$3,132,687
Operational Needs and Contingency Reserve	1,000,000	1,000,000
<b>OPERATING FUND</b>		
Internally Restricted Reserve	3,909,286	\$4,132,687
Unrestricted Operating Reserve	3,217,618	3,342,294
Total Operating Reserves	\$7,126,904	\$7,474,981
<b>CAPITAL FUND</b>		
Invested in Capital Assets	\$20,831,606	\$20,969,284
Local Capital	846,154	931,378
	\$28,804,664	\$29,375,643

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 12 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Schedule 1 (Statement of Changes in Accumulated Surplus (Deficit) by Fund). For the year ended June 30, 2016 transfers were as follows:

- A transfer in the amount of \$215,000 was made from the operating fund to the capital fund for the purchase of local capital assets.
- A transfer in the amount of \$344,422 was made from the operating fund to the capital fund for the purchase of capital assets.

**NOTE 13 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.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 14 BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 23, 2016. The Board adopted a preliminary annual budget on May 26, 2015. The amended budget is used for comparison purposes, as these are based on actual student enrollments. The difference between the two budgets is as follows:

	2016 Amended	2016 Preliminary	Difference
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	51,123,120	50,047,595	1,075,525
Tuition	404,430	404,430	-
Other Revenue	4,276,319	4,385,576	(109,257)
Rentals and Leases	148,000	156,000	(8,000)
Investment Income	187,000	197,000	(10,000)
Amortization of Deferred Capital Revenue	2,828,452	2,763,199	65,253
<b>Total Revenue</b>	<b>58,967,321</b>	<b>57,953,800</b>	<b>1,013,521</b>
<b>Expenses</b>			
Instruction	46,261,311	44,343,421	1,917,890
District Administration	2,236,673	2,096,247	140,426
Operations and Maintenance	8,491,845	8,191,309	300,536
Transportation and Housing	1,192,650	1,188,552	4,098
Amortization	3,648,205	3,469,365	178,840
<b>Total Expenses</b>	<b>61,830,684</b>	<b>59,288,894</b>	<b>2,541,790</b>
<b>Deficit for the year</b>	<b>(2,863,363)</b>	<b>(1,335,094)</b>	<b>(1,528,269)</b>
<b>Effects of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(3,927,247)	(475,377)	(3,451,870)
Amortization of Tangible Capital Assets	3,648,205	3,469,365	178,840
<b>Total Effect of change in Tangible</b>			
<b>Capital Assets</b>	<b>(279,042)</b>	<b>2,993,988</b>	<b>(3,273,030)</b>
<b>(Increase) Decrease in Net Financial Assets</b>			
<b>(Debt)</b>	<b>(3,142,405)</b>	<b>1,658,894</b>	<b>(4,801,299)</b>

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 15 CONTINGENCIES**

**Ongoing Legal Proceedings**

In the ordinary course of operations, the School District has legal proceedings brought against it and provision has been included in liabilities where appropriate. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

**NOTE 16 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”.

**NOTE 17 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 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 \$225,650 (2015 - \$272,170).

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 un-collectible accounts receivable.

- **Liquidity Risk**

Liquidity risk is the risk that the School District will encounter difficulty in meeting obligations associated with financial liabilities.

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 to 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.

**SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)**  
**NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 17      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, 2016 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, 2016. 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.
- **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 THE FINANCIAL STATEMENTS – JUNE 30, 2016**

**NOTE 18 ASSET RETIREMENT OBLIGATION**

The District is subject to environmental laws and regulations enacted by the Province and local authorities.

The District currently provides educational programs in 20 schools. It also operates a number of administrative support buildings. Many of these schools and buildings were constructed prior to the implementation of current asbestos removal regulations and asbestos containing materials were utilized in their construction. The nature and extent of asbestos construction material varies from building to building.

Upon retirement of these District buildings, either through demolition or sale, the District may incur removal costs or realize reduced sale proceeds because of the presence of asbestos. The District has made no provision for the financial impact of removal costs or reduced sale proceeds as they cannot be reasonably estimated due to the indeterminate nature and date of potential future retirements.

**NOTE 19 EXPENSE BY OBJECT**

	Budget 2016	2016	2015
Salaries			
Benefits	\$38,167,882	\$37,648,628	\$35,403,860
Service and supplies	9,292,468	9,319,307	8,778,601
Amortization	10,722,129	9,704,840	8,873,522
	<u>3,648,205</u>	<u>3,648,205</u>	<u>3,452,238</u>
	<u>\$61,830,684</u>	<u>\$60,620,980</u>	<u>\$56,508,221</u>

**NOTE 20 TRUST FUNDS**

Funds in the amount of \$1,489,956 (2015 - \$1,235,599) 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)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund

Year Ended June 30, 2016

	Operating Fund	Special Purpose Fund	Capital Fund	2016 Actual	2015 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	7,474,981		21,900,662	<b>29,375,643</b>	28,652,248
<b>Changes for the year</b>					
Surplus (Deficit) for the year	211,345	30,000	(812,324)	<b>(570,979)</b>	723,395
Interfund Transfers					
Tangible Capital Assets Purchased	(344,422)	(30,000)	374,422	-	
Local Capital	(215,000)		215,000	-	
<b>Net Changes for the year</b>	<b>(348,077)</b>	<b>-</b>	<b>(222,902)</b>	<b>(570,979)</b>	<b>723,395</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>7,126,904</b>	<b>-</b>	<b>21,677,760</b>	<b>28,804,664</b>	<b>29,375,643</b>

# School District No. 72 (Campbell River)

Schedule 2 (Unaudited)

## Schedule of Operating Operations

Year Ended June 30, 2016

	2016 Budget (Note 14)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	47,934,306	47,892,621	46,674,485
Tuition	404,430	690,779	407,315
Other Revenue	2,169,646	2,280,191	2,024,290
Rentals and Leases	148,000	136,558	147,338
Investment Income	187,000	166,355	181,714
<b>Total Revenue</b>	<b>50,843,382</b>	<b>51,166,504</b>	<b>49,435,142</b>
<b>Expenses</b>			
Instruction	41,600,118	39,961,263	37,234,568
District Administration	2,236,673	2,166,020	2,141,356
Operations and Maintenance	7,857,551	7,696,669	7,445,278
Transportation and Housing	1,192,650	1,131,207	1,157,550
<b>Total Expense</b>	<b>52,886,992</b>	<b>50,955,159</b>	<b>47,978,752</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>(2,043,610)</b>	<b>211,345</b>	<b>1,456,390</b>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>2,458,635</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(190,000)	(344,422)	(355,815)
Local Capital	(225,025)	(215,000)	(215,000)
<b>Total Net Transfers</b>	<b>(415,025)</b>	<b>(559,422)</b>	<b>(570,815)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>(348,077)</b>	<b>885,575</b>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>7,474,981</b>	<b>6,589,406</b>
<b>Operating Surplus (Deficit), end of year</b>		<b>7,126,904</b>	<b>7,474,981</b>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>3,909,286</b>	<b>4,132,687</b>
Unrestricted		<b>3,217,618</b>	<b>3,342,294</b>
<b>Total Operating Surplus (Deficit), end of year</b>		<b>7,126,904</b>	<b>7,474,981</b>

# School District No. 72 (Campbell River)

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2016

	2016 Budget (Note 14)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	49,269,316	49,280,750	47,923,371
AANDC/LEA Recovery	(1,496,727)	(1,599,078)	(1,257,519)
Strike Savings Recovery			(1,051,537)
Other Ministry of Education Grants			870,347
Labour Settlement Funding			75,322
Pay Equity	75,322	75,322	75,322
Funding for Graduated Adults	8,695	12,269	23,812
Economic Stability Dividend		39,575	
Carbon Tax Rebate	69,000	64,687	66,794
Foundation Skills Assessment	8,700	8,696	8,696
Teacher Extended Health			15,199
BC Curriculum Implementation Support		10,400	
<b>Total Provincial Grants - Ministry of Education</b>	<b>47,934,306</b>	<b>47,892,621</b>	<b>46,674,485</b>
<b>Tuition</b>			
Offshore Tuition Fees	404,430	690,779	407,315
<b>Total Tuition</b>	<b>404,430</b>	<b>690,779</b>	<b>407,315</b>
<b>Other Revenues</b>			
Other School District/Education Authorities	548,045	536,236	537,533
LEA/Direct Funding from First Nations	1,496,727	1,595,465	1,257,519
Miscellaneous			75,000
BC Hydro Power Smart Initiative	-	-	75,000
Contracted Services - Student Services	119,874	101,522	116,194
Miscellaneous Revenue/Transcripts	5,000	46,968	38,044
<b>Total Other Revenue</b>	<b>2,169,646</b>	<b>2,280,191</b>	<b>2,024,290</b>
<b>Rentals and Leases</b>	<b>148,000</b>	<b>136,558</b>	<b>147,338</b>
<b>Investment Income</b>	<b>187,000</b>	<b>166,355</b>	<b>181,714</b>
<b>Total Operating Revenue</b>	<b>50,843,382</b>	<b>51,166,504</b>	<b>49,435,142</b>

**School District No. 72 (Campbell River)**

Schedule 2B (Unaudited)

## Schedule of Operating Expense by Object

Year Ended June 30, 2016

	2016 Budget (Note 14)	2016 Actual	2015 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	21,091,200	20,956,735	19,128,420
Principals and Vice Principals	3,215,252	3,278,442	3,058,633
Educational Assistants	3,957,864	3,658,511	3,574,439
Support Staff	6,007,371	5,918,853	5,982,538
Other Professionals	1,208,506	1,272,127	1,274,160
Substitutes	1,046,573	1,026,956	877,928
<b>Total Salaries</b>	<b>36,526,766</b>	<b>36,111,624</b>	<b>33,896,118</b>
<b>Employee Benefits</b>	<b>8,854,297</b>	<b>8,928,574</b>	<b>8,415,102</b>
<b>Total Salaries and Benefits</b>	<b>45,381,063</b>	<b>45,040,198</b>	<b>42,311,220</b>
<b>Services and Supplies</b>			
Services	1,630,271	1,096,033	875,704
Student Transportation	27,050	18,200	17,655
Professional Development and Travel	483,442	509,886	558,728
Rentals and Leases	193,235	166,818	164,598
Dues and Fees	52,381	59,320	55,931
Insurance	159,000	166,236	146,339
Supplies	3,351,509	2,501,887	2,366,810
Utilities	1,609,041	1,396,581	1,481,767
<b>Total Services and Supplies</b>	<b>7,505,929</b>	<b>5,914,961</b>	<b>5,667,532</b>
<b>Total Operating Expense</b>	<b>52,886,992</b>	<b>50,955,159</b>	<b>47,978,752</b>

# School District No. 72 (Campbell River)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>I Instruction</b>							
1.02 Regular Instruction	16,523,552	695,750	141,773	593,681	22,672	1,008,657	18,986,085
1.03 Career Programs						364	364
1.07 Library Services	536,534	98,082		137,458			772,074
1.08 Counselling	682,360			19,536		376	702,272
1.10 Special Education	2,353,743	208,630	3,069,970	39,221		9,239	5,680,803
1.30 English Language Learning	209,876						209,876
1.31 Aboriginal Education	332,305	69,593	446,768	26,738		4,832	880,236
1.41 School Administration		2,198,387		452,754			2,651,141
1.60 Summer School	86,676	8,000		3,197		252	98,125
1.62 Offshore Students	231,689			22,580		851	255,120
<b>Total Function 1</b>	<b>20,956,735</b>	<b>3,278,442</b>	<b>3,658,511</b>	<b>1,295,165</b>	<b>22,672</b>	<b>1,024,571</b>	<b>30,236,096</b>
<b>4 District Administration</b>							
4.11 Educational Administration				26,301	379,864		406,165
4.40 School District Governance					80,385		80,385
4.41 Business Administration				384,489	519,682	2,385	906,556
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>410,790</b>	<b>979,931</b>	<b>2,385</b>	<b>1,393,106</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				91,021	72,501		163,522
5.50 Maintenance Operations				3,290,835	160,849		3,451,684
5.52 Maintenance of Grounds				254,254			254,254
5.56 Utilities				1,710			1,710
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,637,820</b>	<b>233,350</b>	<b>-</b>	<b>3,871,170</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation				575,078	36,174		611,252
7.73 Housing							-
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>575,078</b>	<b>36,174</b>	<b>-</b>	<b>611,252</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>20,956,735</b>	<b>3,278,442</b>	<b>3,658,511</b>	<b>5,918,853</b>	<b>1,272,127</b>	<b>1,026,956</b>	<b>36,111,624</b>

# School District No. 72 (Campbell River)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2016 Actual	2016 Budget (Note 14)	2015 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	18,986,085	4,666,192	23,652,277	1,427,647	25,079,924	25,082,266	22,841,086
1.03 Career Programs	364	12	376	11,543	11,919	34,690	13,452
1.07 Library Services	772,074	193,818	965,892	243,206	1,209,098	1,341,537	1,281,954
1.08 Counselling	702,272	177,075	879,347		879,347	861,642	791,829
1.10 Special Education	5,680,803	1,500,140	7,180,943	100,608	7,281,551	7,972,153	7,077,837
1.30 English Language Learning	209,876	52,156	262,032	2,264	264,296	296,318	251,311
1.31 Aboriginal Education	880,236	227,422	1,107,658	161,090	1,268,748	1,682,993	1,257,302
1.41 School Administration	2,651,141	596,495	3,247,636	170,556	3,418,192	3,651,929	3,407,561
1.60 Summer School	98,125	21,651	119,776	3,631	123,407	83,000	1,192
1.62 Offshore Students	255,120	60,893	316,013	108,768	424,781	593,590	311,044
<b>Total Function 1</b>	<b>30,236,096</b>	<b>7,495,854</b>	<b>37,731,950</b>	<b>2,229,313</b>	<b>39,961,263</b>	<b>41,600,118</b>	<b>37,234,568</b>
<b>4 District Administration</b>							
4.11 Educational Administration	406,165	89,173	495,338	101,887	597,225	585,359	523,708
4.40 School District Governance	80,385	1,563	81,948	110,982	192,930	237,497	200,177
4.41 Business Administration	906,556	209,366	1,115,922	259,943	1,375,865	1,413,817	1,417,471
<b>Total Function 4</b>	<b>1,393,106</b>	<b>300,102</b>	<b>1,693,208</b>	<b>472,812</b>	<b>2,166,020</b>	<b>2,236,673</b>	<b>2,141,356</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	163,522	31,622	195,144	101,327	296,471	320,738	335,139
5.50 Maintenance Operations	3,451,684	872,772	4,324,456	1,236,586	5,561,042	5,437,813	5,195,660
5.52 Maintenance of Grounds	254,254	59,048	313,302	85,964	399,266	489,959	387,126
5.56 Utilities	1,710	577	2,287	1,437,603	1,439,890	1,609,041	1,527,353
<b>Total Function 5</b>	<b>3,871,170</b>	<b>964,019</b>	<b>4,835,189</b>	<b>2,861,480</b>	<b>7,696,669</b>	<b>7,857,551</b>	<b>7,445,278</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation	611,252	168,599	779,851	295,583	1,075,434	1,124,850	1,109,407
7.73 Housing	-	-	-	55,773	55,773	67,800	48,143
<b>Total Function 7</b>	<b>611,252</b>	<b>168,599</b>	<b>779,851</b>	<b>351,356</b>	<b>1,131,207</b>	<b>1,192,650</b>	<b>1,157,550</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>36,111,624</b>	<b>8,928,574</b>	<b>45,040,198</b>	<b>5,914,961</b>	<b>50,955,159</b>	<b>52,886,992</b>	<b>47,978,752</b>

# School District No. 72 (Campbell River)

Schedule of Special Purpose Operations

Year Ended June 30, 2016

Schedule 3 (Unaudited)

	2016 Budget (Note 14)	2016 Actual	2015 Actual
<b>Revenues</b>	\$	\$	\$
Provincial Grants			
Ministry of Education	2,554,520	2,454,774	2,357,664
Other Revenue	2,106,673	2,858,663	2,049,347
<b>Total Revenue</b>	<u>4,661,193</u>	<u>5,313,437</u>	<u>4,407,011</u>
<b>Expenses</b>			
Instruction	4,661,193	5,283,437	4,407,011
<b>Total Expense</b>	<u>4,661,193</u>	<u>5,283,437</u>	<u>4,407,011</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>30,000</u>	<u>-</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		(30,000)	
<b>Total Net Transfers</b>	<u>-</u>	<u>(30,000)</u>	<u>-</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

**School District No. 72 (Campbell River)**

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2016

	Annual Facility Grant	Learning Improvement Fund	Aboriginal Education Technology	Special Education Equipment	Scholarships and Bursaries	Transportation for Deaf and Hard of Hearing	Special Education Technology	School Generated Funds	Related Entities
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	39,279	-	44,977	171,336	-	-	752,626	-
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education	285,526	1,016,390		2,473					
Other					20,595			2,347,699	
Investment Income				453					
	285,526	1,016,390	-	2,926	20,595	-	-	2,347,699	-
<b>Less: Allocated to Revenue</b>	285,526	885,530	-	2,472	18,950	-	-	2,532,285	-
<b>Deferred Revenue, end of year</b>	-	<b>170,139</b>	-	<b>45,431</b>	<b>172,981</b>	-	-	<b>568,040</b>	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	285,526	885,530		2,472					
Other Revenue					18,950			2,532,285	
	285,526	885,530	-	2,472	18,950	-	-	2,532,285	-
<b>Expenses</b>									
Salaries									
Teachers		534,161							
Principals and Vice Principals									
Educational Assistants		149,196							
Support Staff									
Substitutes		25,749							
	-	709,106	-	-	-	-	-	-	-
Employee Benefits		176,417							
Services and Supplies	285,526	7		2,472	18,950			2,532,285	
	285,526	885,530	-	2,472	18,950	-	-	2,532,285	-
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

**School District No. 72 (Campbell River)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2016

	Strong Start	Ready, Set, Learn	OLEP	Community- LINK	Service Delivery Transformation	Oasis PRP	Headstart PRP	Provincial Literacy	Drug & Alcohol VIHA
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	42,113	116,169	80,971	33,603	1,190	10,831	75,408	29
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	128,000	34,300	162,585	519,455		133,868	133,867		61,899
Other		348		659			193	540	
Investment Income									
	128,000	34,648	162,585	520,114	-	133,868	134,060	540	61,899
<b>Less:</b> Allocated to Revenue	128,000	43,086	278,704	537,310	33,603	135,056	125,487	21,832	61,928
Deferred Revenue, end of year	-	33,675	50	63,775	-	2	19,404	54,116	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	128,000	43,086	278,704	537,310	33,603	135,056	125,487		61,928
Other Revenue								21,832	61,928
	128,000	43,086	278,704	537,310	33,603	135,056	125,487	21,832	61,928
<b>Expenses</b>									
Salaries									
Teachers		2,489	24,337	18,851		104,368	82,673		49,127
Principals and Vice Principals			44,783			1,294	8,940		
Educational Assistants	98,649			277,680					
Support Staff					8,909		3,996		
Substitutes			11,367					9,835	
	98,649	2,489	80,487	296,531	8,909	105,662	95,609	9,835	49,127
Employee Benefits	27,122	454	20,200	80,019	3,130	25,966	23,166	743	12,068
Services and Supplies	2,229	40,143	148,017	160,760	21,564	3,428	6,712	11,254	733
	128,000	43,086	248,704	537,310	33,603	135,056	125,487	21,832	61,928
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	30,000	-	-	-	-	-	-
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased			(30,000)						
	-	-	(30,000)	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

**School District No. 72 (Campbell River)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2016

	District Trust Funds	Van Foundation Kelp Grant	TOTAL
	\$	\$	\$
Deferred Revenue, beginning of year	615,064	64,984	2,048,580
<b>Add: Restricted Grants</b>			
Provincial Grants - Ministry of Education			2,416,464
Other	199,503		2,629,696
Investment Income	5,954	660	8,807
	205,457	660	5,054,967
<b>Less: Allocated to Revenue</b>	223,668	-	5,313,437
<b>Deferred Revenue, end of year</b>	<b>596,853</b>	<b>65,644</b>	<b>1,790,110</b>
<b>Revenues</b>			
Provincial Grants - Ministry of Education			2,454,774
Other Revenue	223,668		2,858,663
	223,668	-	5,313,437
<b>Expenses</b>			
Salaries			
Teachers	30,740		846,746
Principals and Vice Principals	49,860		104,877
Educational Assistants			525,525
Support Staff			12,905
Substitutes			46,951
	80,600	-	1,537,004
Employee Benefits	21,448		390,733
Services and Supplies	121,620		3,355,700
	223,668	-	5,283,437
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>30,000</b>
<b>Interfund Transfers</b>			
Tangible Capital Assets Purchased			(30,000)
	-	-	(30,000)
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 72 (Campbell River)

## Schedule of Capital Operations

Year Ended June 30, 2016

Schedule 4 (Unaudited)

	2016 Budget (Note 14)	2016 Actual			2015 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Provincial Grants					
Ministry of Education	634,294	353,346		353,346	622,492
Investment Income			9,093	9,093	8,490
Gain (Loss) on Disposal of Tangible Capital Assets				-	12,199
Amortization of Deferred Capital Revenue	2,828,452	2,907,621		2,907,621	2,746,282
<b>Total Revenue</b>	<b>3,462,746</b>	<b>3,260,967</b>	<b>9,093</b>	<b>3,270,060</b>	<b>3,389,463</b>
<b>Expenses</b>					
Operations and Maintenance	634,294	353,346	80,833	434,179	670,220
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,403,828	3,403,828		3,403,828	3,230,098
Transportation and Housing	244,377	244,377		244,377	222,140
<b>Total Expense</b>	<b>4,282,499</b>	<b>4,001,551</b>	<b>80,833</b>	<b>4,082,384</b>	<b>4,122,458</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(819,753)</b>	<b>(740,584)</b>	<b>(71,740)</b>	<b>(812,324)</b>	<b>(732,995)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	190,000	374,422		374,422	355,815
Local Capital	225,025		215,000	215,000	215,000
<b>Total Net Transfers</b>	<b>415,025</b>	<b>374,422</b>	<b>215,000</b>	<b>589,422</b>	<b>570,815</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		228,484	(228,484)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>228,484</b>	<b>(228,484)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(404,728)</b>	<b>(137,678)</b>	<b>(85,224)</b>	<b>(222,902)</b>	<b>(162,180)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>20,969,284</b>	<b>931,378</b>	<b>21,900,662</b>	<b>22,062,842</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>20,831,606</b>	<b>846,154</b>	<b>21,677,760</b>	<b>21,900,662</b>

# School District No. 72 (Campbell River)

Tangible Capital Assets  
Year Ended June 30, 2016

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	8,123,703	139,538,937	1,090,568	2,443,772	-	1,383,052	152,580,032
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		634,110				98,015	732,125
Deferred Capital Revenue - Other		1,591,299					1,591,299
Operating Fund				6,065		338,357	344,422
Special Purpose Funds						30,000	30,000
Local Capital			91,226	105,162		32,096	228,484
Transferred from Work in Progress		310,296					310,296
	-	2,535,705	91,226	111,227	-	498,468	3,236,626
Decrease:							
Deemed Disposals			163,083	144,305		221,709	529,097
	-	-	163,083	144,305	-	221,709	529,097
<b>Cost, end of year</b>	8,123,703	142,074,642	1,018,711	2,410,694	-	1,659,811	155,287,561
<b>Work in Progress, end of year</b>		995,204					995,204
<b>Cost and Work in Progress, end of year</b>	8,123,703	143,069,846	1,018,711	2,410,694	-	1,659,811	156,282,765
<b>Accumulated Amortization, beginning of year</b>		62,727,560	515,715	1,118,139	-	456,398	64,817,812
<b>Changes for the Year</b>							
Increase: Amortization for the Year		3,018,160	109,057	244,377		276,611	3,648,205
Decrease:							
Deemed Disposals			163,083	144,305		221,709	529,097
			163,083	144,305		221,709	529,097
<b>Accumulated Amortization, end of year</b>		65,745,720	461,689	1,218,211	-	511,300	67,936,920
<b>Tangible Capital Assets - Net</b>	<b>8,123,703</b>	<b>77,324,126</b>	<b>557,022</b>	<b>1,192,483</b>	<b>-</b>	<b>1,148,511</b>	<b>88,345,845</b>

**School District No. 72 (Campbell River)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2016

	<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>	359,373				359,373
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	946,127				946,127
	<u>946,127</u>	-	-	-	<u>946,127</u>
Decrease:					
Transferred to Tangible Capital Assets	310,296				310,296
	<u>310,296</u>	-	-	-	<u>310,296</u>
<b>Net Changes for the Year</b>	<u>635,831</u>	-	-	-	<u>635,831</u>
<b>Work in Progress, end of year</b>	<u>995,204</u>	-	-	-	<u>995,204</u>

# School District No. 72 (Campbell River)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2016

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
<b>Deferred Capital Revenue, beginning of year</b>	\$ 60,745,275	\$ 5,337,714	\$ 572,787	\$ 66,655,776
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	732,125	1,562,571	28,728	2,323,424
Transferred from Work in Progress		310,296		310,296
	<u>732,125</u>	<u>1,872,867</u>	<u>28,728</u>	<u>2,633,720</u>
Decrease:				
Amortization of Deferred Capital Revenue	2,734,444	157,846	15,331	2,907,621
	<u>2,734,444</u>	<u>157,846</u>	<u>15,331</u>	<u>2,907,621</u>
<b>Net Changes for the Year</b>	<u>(2,002,319)</u>	<u>1,715,021</u>	<u>13,397</u>	<u>(273,901)</u>
<b>Deferred Capital Revenue, end of year</b>	<u>58,742,956</u>	<u>7,052,735</u>	<u>586,184</u>	<u>66,381,875</u>
<b>Work in Progress, beginning of year</b>	-49,077	310,296		359,373
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	946,127			946,127
	<u>946,127</u>	<u>-</u>	<u>-</u>	<u>946,127</u>
Decrease				
Transferred to Deferred Capital Revenue		310,296		310,296
	<u>-</u>	<u>310,296</u>	<u>-</u>	<u>310,296</u>
<b>Net Changes for the Year</b>	<u>946,127</u>	<u>(310,296)</u>	<u>-</u>	<u>635,831</u>
<b>Work in Progress, end of year</b>	<u>995,204</u>	<u>-</u>	<u>-</u>	<u>995,204</u>
<b>Total Deferred Capital Revenue, end of year</b>	<u>59,738,160</u>	<u>7,052,735</u>	<u>586,184</u>	<u>67,377,079</u>

# School District No. 72 (Campbell River)

Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2016

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
<b>Balance, beginning of year</b>	\$ 394,754	\$ 2,595,633	\$ -	\$ -	\$ 7,481	\$ 2,997,868
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	2,263,288					2,263,288
Other					28,728	28,728
	2,263,288	-	-	-	28,728	2,292,016
Decrease:						
Transferred to DCR - Capital Additions	732,125	1,562,571			28,728	2,323,424
Transferred to DCR - Work in Progress	946,127					946,127
Transferred to Capital Revenue	353,347					353,347
Transferred to Operating					7,481	7,481
	2,031,599	1,562,571	-	-	36,209	3,630,379
<b>Net Changes for the Year</b>	231,689	(1,562,571)	-	-	(7,481)	(1,338,363)
<b>Balance, end of year</b>	<b>626,443</b>	<b>1,033,062</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,659,505</b>