

Audited Financial Statements of

School District No. 72 (Campbell River)

June 30, 2018

School District No. 72 (Campbell River)

June 30, 2018

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School District No. 72 (Campbell River)

MANAGEMENT REPORT

Version: 4166-3420-1438

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 quarterly 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

September 25, 2018

Signature of the Chairperson of the Board of Education

Date Signed

Original signed by Jim Cambridge

September 25, 2018

Signature of the Superintendent

Date Signed

Original signed by Kevin Patrick

September 25, 2018

Signature of the Secretary Treasurer

Date Signed

Independent Auditors' Report

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, 2018 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, 2018 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 25, 2018

MNP LLP

Chartered Professional Accountants

School District No. 72 (Campbell River)

Statement of Financial Position

As at June 30, 2018

Statement 1

	2018 Actual	2017 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	19,452,871	19,673,123
Accounts Receivable		
Due from Province - Ministry of Education	45,948	55,375
Due from LEA/Direct Funding	-	180,098
Other (Note 3)	192,934	226,840
Total Financial Assets	19,691,753	20,135,436
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	23,637	-
Due to Province - Other	30,302	-
Other (Note 4)	6,881,898	5,949,513
Unearned Revenue (Note 8)	427,424	464,618
Deferred Revenue (Note 9)	1,542,979	1,997,082
Deferred Capital Revenue (Note 10)	68,164,725	68,045,632
Employee Future Benefits (Note 11)	1,193,350	1,170,135
Capital Lease Obligations (Note 7)	78,002	95,579
Total Liabilities	78,342,317	77,722,559
Net Financial Assets (Debt)	(58,650,564)	(57,587,123)
Non-Financial Assets		
Tangible Capital Assets (Note 5)	87,501,919	86,886,436
Prepaid Expenses	158,437	136,476
Total Non-Financial Assets	87,660,356	87,022,912
Accumulated Surplus (Deficit) (Note 13)	29,009,792	29,435,789
Contingent Liabilities (Note 17)		
Approved by the Board		
Original signed by Susan Wilson		
Signature of the Chairperson of the Board of Education		Sept 25 '18 Date Signed
Original signed by Jim Cambridge		
Signature of the Superintendent		Sept 28, 18 Date Signed
Original signed by Kevin Patrick		
Signature of the Secretary Treasurer		Sept 25/18 Date Signed

School District No. 72 (Campbell River)**Statement of Operations**

Year Ended June 30, 2018

Statement 2

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	57,029,400	56,492,632	54,273,584
Other	61,105	34,645	63,745
Tuition	552,550	605,933	562,266
Other Revenue	4,622,306	4,808,346	4,695,592
Rentals and Leases	124,000	123,143	123,284
Investment Income	230,000	272,698	178,210
Amortization of Deferred Capital Revenue (Note 10)	2,944,965	3,002,602	2,960,400
Total Revenue	65,564,326	65,339,999	62,857,081
Expenses			
Instruction	51,687,637	49,381,654	46,381,838
District Administration	2,504,451	2,293,110	2,311,370
Operations and Maintenance	12,761,836	12,473,448	12,092,883
Transportation and Housing	1,544,389	1,581,463	1,438,902
Debt Services	5,257	5,256	963
Write-off/down of Buildings and Sites (Note 6)		31,065	
Total Expense	68,503,570	65,765,996	62,225,956
Surplus (Deficit) for the year	(2,939,244)	(425,997)	631,125
Accumulated Surplus (Deficit) from Operations, beginning of year		29,435,789	28,804,664
Accumulated Surplus (Deficit) from Operations, end of year		29,009,792	29,435,789

School District No. 72 (Campbell River)

Statement 4

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2018

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Surplus (Deficit) for the year	<u>(2,939,244)</u>	<u>(425,997)</u>	<u>631,125</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(4,187,923)	(4,522,576)	(2,279,112)
Amortization of Tangible Capital Assets	3,876,028	3,876,028	3,738,521
Write-down carrying value of Tangible Capital Assets		31,065	
Total Effect of change in Tangible Capital Assets	<u>(311,895)</u>	<u>(615,483)</u>	<u>1,459,409</u>
Acquisition of Prepaid Expenses		(158,437)	(101,370)
Use of Prepaid Expenses		136,476	101,908
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(21,961)</u>	<u>538</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(3,251,139)</u>	<u>(1,063,441)</u>	<u>2,091,072</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>(1,063,441)</u>	<u>2,091,072</u>
Net Financial Assets (Debt), beginning of year		<u>(57,587,123)</u>	<u>(59,678,195)</u>
Net Financial Assets (Debt), end of year		<u><u>(58,650,564)</u></u>	<u><u>(57,587,123)</u></u>

School District No. 72 (Campbell River)**Statement of Cash Flows****Year Ended June 30, 2018****Statement 5**

	2018 Actual	2017 Actual
Operating Transactions	\$	\$
Surplus (Deficit) for the year	(425,997)	631,125
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	223,431	68,925
Prepaid Expenses	(21,963)	537
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	986,325	1,726,408
Unearned Revenue	(37,194)	72,802
Deferred Revenue	(454,103)	206,972
Employee Future Benefits	23,216	82,262
Amortization of Tangible Capital Assets	3,876,028	3,738,521
Amortization of Deferred Capital Revenue	(3,002,602)	(2,960,400)
Write-Off/down of Buildings and Sites	31,065	-
Deferred Capital transferred to Operations and Maintenance	(819,453)	(524,905)
Total Operating Transactions	378,753	3,042,247
Capital Transactions		
Tangible Capital Assets Purchased	(4,514,060)	(1,470,553)
Tangible Capital Assets -WIP Purchased	(8,516)	(627,719)
Total Capital Transactions	(4,522,576)	(2,098,272)
Financing Transactions		
Capital Revenue Received	3,941,148	2,494,353
Capital Lease Payments	(17,577)	(85,260)
Total Financing Transactions	3,923,571	2,409,093
Net Increase (Decrease) in Cash and Cash Equivalents	(220,252)	3,353,068
Cash and Cash Equivalents, beginning of year	19,673,123	16,320,055
Cash and Cash Equivalents, end of year	19,452,871	19,673,123
Cash and Cash Equivalents, end of year, is made up of:		
Cash	19,452,871	19,673,123
	<u>19,452,871</u>	<u>19,673,123</u>

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

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(h) and 2(m).

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 (h) and 2(m), 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, 2017 - increase in annual surplus by \$1,790,359

June 30, 2017 – increase in accumulated surplus and decrease in deferred contributions to \$65,843,153.

Year-ended June 30, 2018 – increase in annual surplus by \$3,720,122

June 30, 2018 – increase in accumulated surplus and decrease in deferred contributions to \$65,937,870.

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.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

**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, 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 tangible 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) Capital Leases

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

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

g) 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.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

h) 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(m).

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 transfer or 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. See note 2 (a) for the impact of this policy on these financial statements.

i) 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, accounts payable and accrued liabilities and capital lease obligations.

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.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

i) Financial Instruments *(continued)*

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

j) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in Note 2(a) requires management to make estimates and assumptions that impact reported amounts 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.

k) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits.

The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

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

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

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

1) 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, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

m) 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. See Note 2(a) for the impact of this policy on these financial statements.

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, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

n) 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.

o) Going Concern disclosure

The School District has implemented CPA 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.

p) Statement of Re-measurement 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 re-measurement gains or losses.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

q) New Accounting Standards

PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions

Effective July 1, 2017, the School District adopted the recommendations relating to PS 2200 *Related Party Disclosures* and PS 3420 *Inter-Entity Transactions*, as set out in the CPA Canada Public Sector Accounting Handbook. Pursuant to the recommendations, the changes were applied prospectively, and prior periods have not been restated.

These new Sections define a related party and establish disclosures required for related party transactions. Disclosure is required when related party transactions have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, a material financial effect on the financial statements. They also establish standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

There was no material impact on the financial statements of adopting the new Sections.

PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights

Effective July 1, 2017, the School District adopted the recommendations relating to PS 3210 *Assets*, PS 3320 *Contingent Assets*, and PS 3380 *Contractual Rights*, as set out in the CPA Canada Public Sector Accounting Handbook. Pursuant to the recommendations, the changes were applied prospectively, and prior periods have not been restated.

PS 3210 *Assets* provides additional guidance to clarify the definition of assets set out in PS 1000 *Financial Statement Concepts*.

PS 3320 *Contingent Assets* establishes disclosure standards on contingent assets. PS 3380 *Contractual Rights* establishes disclosure standards on contractual rights, and does not include contractual rights to exchange assets where revenue does not arise. The main features of this Section are as follows:

- Contractual rights are rights to economic resources arising from contracts or agreements that will result in both an asset and revenue in the future.
- Until a transaction or event occurs under a contract or agreement, an entity only has a contractual right to an economic resource. Once the entity has received an asset, it no longer has a contractual right.
- Contractual rights are distinct from contingent assets as there is no uncertainty related to the existence of the contractual right.

There was no material impact on the financial statements of adopting the new Sections.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2018	2017
Due from Federal Government	\$ 83,383	\$ 90,899
Due from North Island College	58,979	38,000
Due from Royal Bank	16,169	9,056
Due from other	34,403	88,885
	<u>\$192,934</u>	<u>\$ 226,840</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	2018	2017
Trade Payables	\$1,253,976	\$ 1,087,488
Salaries and Benefits Payable	4,400,206	3,821,358
Accrued Vacation Pay	549,164	499,662
Capital Trade Payables	207,689	56,034
Other Payables	470,863	484,971
	<u>\$ 6,881,898</u>	<u>\$ 5,949,513</u>

NOTE 5 TANGIBLE CAPITAL ASSETS

June 30, 2018

Cost:	Opening Cost July 1, 2017	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2018
Sites	\$ 8,123,703	\$ 324,530	\$ -	\$ -	\$ 8,448,233
Buildings	143,725,320	2,586,705	(279,525)	631,319	146,663,819
Buildings – work in progress	631,319	8,516	-	(631,319)	8,516
Furniture & Equipment	1,052,877	378,412	(143,696)	-	1,287,593
Vehicles	2,650,228	322,205	(791,938)	-	2,180,495
Computer Hardware	2,030,141	902,208	(200,041)	-	2,732,308
Total	\$158,213,588	\$4,522,576	\$ (1,415,200)	\$ -	\$161,320,964

Accumulated Amortization:	Opening Accumulated Amortization July 1, 2017	Additions	Disposals	Balance at June 30, 2018
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	68,809,337	3,099,688	(248,460)	71,660,565
Furniture & Equipment	445,109	105,288	(143,696)	406,701
Vehicles	1,427,710	265,023	(791,938)	900,795
Computer Hardware	644,996	406,029	(200,041)	850,984
Total	\$71,327,152	\$3,876,028	\$(1,384,135)	\$ 73,819,045

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 5 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2017

Cost:	Opening Cost July 1, 2016	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2017
Sites	\$ 8,123,703	\$	\$	\$	\$ 8,123,703
Buildings	142,074,642	657,074		991,604	143,725,320
Buildings – work in progress	995,204	627,719		(991,604)	631,319
Furniture & Equipment	1,018,711	152,617	(118,451)		1,052,877
Vehicles	2,410,694	271,105	(31,571)		2,650,228
Computer Hardware	1,659,811	568,596	(198,267)		2,030,141
Total	\$156,282,765	\$2,279,111	\$(348,289)	\$ -	\$158,213,588

Accumulated Amortization:	Opening Accumulated Amortization July 1, 2016	Additions	Disposals	Balance at June 30, 2017
Sites	\$ -	\$	\$	\$ -
Buildings	65,745,720	3,063,617		68,809,337
Furniture & Equipment	461,689	101,871	(118,451)	445,109
Vehicles	1,218,211	241,070	(31,571)	1,427,710
Computer Hardware	511,300	331,963	(198,267)	644,996
Total	\$67,936,920	\$3,738,521	\$(348,289)	\$ 71,327,152

Net Book Value:

	Net Book Value June 30, 2018	Net Book Value June 30 2017
Sites	\$ 8,448,233	\$ 8,123,703
Buildings	75,011,770	74,915,983
Buildings – work in progress	8,516	631,319
Furniture & Equipment	880,892	607,768
Vehicles	1,279,700	1,222,518
Computer Hardware	1,881,324	1,385,145
Total	\$87,501,919	\$86,886,436

Buildings – work in progress having a value of \$8,516 (2017: \$631,319) have not been amortized. Amortization of these assets will commence the year after the asset is put into service.

NOTE 6 WRITE-OFF/DOWN OF BUILDINGS AND SITES

The Evergreen school building was demolished and written off in June 2018. The historical cost of the building was \$ 279,525 and the accumulated amortization was \$248,460. This resulted in a loss of \$31,065.

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 7 CAPITAL LEASE OBLIGATIONS

The School District has entered into two capital leases for the purchase of equipment. The leases are financed through Stride Capital which charges interest at 6%. The leases expire on February 10, 2022 and June 10, 2022.

Repayments are due as follows:

2019	\$22,833
2020	22,833
2021	22,833
2022	19,028
Total minimum lease payments	<u>87,527</u>
Less amounts representing interest	<u>9,525</u>
Present value of net minimum capital lease payments	<u>\$ 78,002</u>

Total interest on capital leases for the year was \$5,256 (2017: \$963)

NOTE 8 UNEARNED REVENUE

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

	2018	2017
Balance, beginning of year	<u>\$464,618</u>	<u>\$391,816</u>
Changes for the year:		
Increase:		
Tuition fees	427,424	464,618
Decrease:		
Tuition fees	464,618	391,816
Net changes for the year	<u>(37,194)</u>	<u>72,802</u>
Balance, end of year	<u>\$427,424</u>	<u>\$464,618</u>

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 9 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.

	2018 Total	2017 Total
Balance, beginning of year	\$ 759,921	\$ 499,743
Increases:		
Provincial grants – MEd	4,335,253	3,014,638
Investment income	3,205	4,191
	<u>4,338,458</u>	<u>3,018,829</u>
Decreases:		
Transfers to Revenue	4,740,087	2,758,651
Net Changes for the year	<u>(401,629)</u>	<u>260,178</u>
Balance, end of the year	<u>\$358,292</u>	<u>\$759,921</u>

b) Deferred Revenue – Other

Deferred Revenue – Other recorded in the operating fund represents 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.

	2018 Total	2017 Total
Balance, beginning of year	\$1,237,161	\$1,290,367
Increases:		
School Generated Funds	2,181,495	2,249,161
Investment income	6,315	6,603
Other	187,749	158,944
	<u>2,375,559</u>	<u>2,414,708</u>
Decreases:		
Transfers to Revenue	2,428,033	2,467,914
Net Changes for the year	<u>(52,474)</u>	<u>(53,206)</u>
Balance, end of the year	<u>\$1,184,687</u>	<u>\$1,237,161</u>
Total Deferred Revenue	<u><u>\$1,542,979</u></u>	<u><u>\$1,997,082</u></u>

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 10 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	2018 Total	2017 Total
Balance, beginning of year	\$ 65,843,153	\$ 2,202,479	\$ 68,045,632	\$69,036,584
Increases:				
Transfers from DC - capital additions	3,720,122	-	3,720,122	1,790,359
Transfers from DC – work in progress	-	-	-	-
Provincial Grants – MEd	-	3,842,716	3,842,716	2,422,713
Provincial Grants – Other	-	62,522	62,522	71,640
Other Revenue	-	35,910	35,910	-
MEd Restricted portion of proceeds	-	-	-	-
	<u>3,720,122</u>	<u>3,941,148</u>	<u>7,661,270</u>	<u>4,284,712</u>
Decreases:				
Amortization	3,002,602	-	3,002,602	2,960,400
Transfers to revenue - capital additions	622,803	3,088,803	3,711,606	1,162,640
Transfers to revenue – capital additions	-	8,516	8,516	627,719
Transfers to capital expense	-	819,453	819,453	524,905
Transfers to capital expense	-	-	-	-
	<u>3,625,405</u>	<u>3,916,772</u>	<u>7,542,177</u>	<u>5,275,664</u>
Balance, end of the year	<u>\$65,937,870</u>	<u>\$2,226,855</u>	<u>\$68,164,725</u>	<u>\$68,045,632</u>

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 11 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.

	2018	2017
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$1,079,737	\$ 1,107,771
Service Cost	87,532	87,366
Interest Cost	30,384	28,287
Benefit Payments	(65,338)	(82,070)
Actuarial (Gain)/Loss	(58,627)	(61,619)
Accrued Benefit Obligation – March 31	<u>\$1,073,689</u>	<u>\$ 1,079,735</u>

Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$1,073,689	\$ 1,079,735
Funded Status - Surplus/(Deficit)	(1,073,689)	(1,079,735)
Employer Contributions After Measurement Date	58,981	9,125
Benefit Expense After Measurement Date	(30,232)	(29,479)
Unamortized Net Actuarial (Gain)/Loss	(148,410)	(70,046)
Accrued Benefit Asset/(Liability) – June 30	<u>\$(1,193,350)</u>	<u>\$ (1,170,135)</u>

Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) – July 1	\$1,170,137	\$ 1,087,874
Net Expense for Fiscal Year	138,407	142,443
Employer Contributions	(115,194)	(60,182)
Accrued Benefit Liability (Asset) – June 30	<u>\$1,193,350</u>	<u>\$ 1,170,135</u>

Components of Net Benefit Expense		
Service Cost	\$88,286	\$ 87,408
Interest Cost	30,384	28,811
Amortization of Net Actuarial (Gain)/Loss	19,738	26,224
Net Benefit Expense (Income)	<u>\$138,407</u>	<u>\$ 142,443</u>

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

	2018	2017
Discount Rate – April 1	2.75%	2.50%
Discount Rate – March 31	2.75%	2.75%
Long Term Salary Growth – April 1	2.50% + Seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + Seniority	2.50% + seniority
EARSL – March 31	9.5	9.5

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 12 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, 2016 the Teachers' Pension Plan had about 45,000 active members and approximately 37,000 retired members. As at December 31, 2016 the Municipal Pension Plan had about 193,000 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. As a result of the 2014 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, the employer basic contribution rate decreased.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2.224 billion funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1.927 billion was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rate remained unchanged.

The School District paid \$5,031,154 for employer contributions to these plans for the year ended June 30, 2018 and \$4,740,239 for the year ended June 30, 2017.

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, 2018, with results available in 2019.

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

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 13 ACCUMULATED SURPLUS (DEFICIT) – END OF YEAR

FUND BALANCES, END OF YEAR

OPERATING FUND	2018	2017
Internally Restricted (appropriated) by the Board for:		
Reserve Required to Balance Next Year Budget	735,264	754,963
International Program	422,461	370,716
Strategic Plan Implementation	300,000	300,000
School Based Supply Accounts	262,896	653,052
Aboriginal Education	218,714	246,604
Learning Resources	175,000	175,000
Education Implementation Training DELT	150,000	150,000
Distance Learning	81,164	43,348
Hour Zero – Emergency Preparedness	65,000	50,000
Learning Commons	65,000	50,000
White Fleet	60,000	50,000
Furniture renewal	50,000	50,000
Strategic Plan Development	50,000	50,000
School Shop Equipment	30,000	30,000
Switchback training	25,000	25,000
Education Leadership and Succession	20,000	30,000
Critical Incident/Emergency Response Contingency	20,000	10,000
Health and Wellness Implementation	15,000	25,000
CUPE Training	15,000	15,000
Replacement Shop Tools	10,000	-
Timberline/Heritage Lands Complex	-	20,000
SMT Team Development	-	10,000
VOIP Repair	-	40,000
Policy Implementation	-	5,000
Total of Targeted Reserves	\$2,770,499	\$3,153,683
Operational Needs and Contingency Reserve	1,082,737	1,387,839
OPERATING FUND		
Internally Restricted Reserve	\$3,853,236	\$4,541,522
Unrestricted Operating Reserve	3,098,624	3,217,618
Total Operating Reserves	\$6,951,860	\$7,759,140
CAPITAL FUND		
Invested in Capital Assets	\$21,348,891	\$20,810,545
Local Capital	709,041	866,104
Sub-Total	\$22,057,932	\$21,676,649
Total	\$29,009,792	\$29,435,789

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 14 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, 2018 transfers were as follows:

- A transfer in the amount of \$265,000 was made from the operating fund to the capital fund for the purchase of local capital assets.
- A transfer in the amount of \$1,014,401 was made from the operating fund to the capital fund for the purchase of capital assets.
- A transfer in the amount of \$22,833 was made from the operating fund to the capital fund for capital lease commitments made during the year.

NOTE 15 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, 2018

NOTE 16 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 27, 2018. The Board adopted a preliminary annual budget on May 16, 2017. 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:

	2018 Amended	2018 Preliminary	Difference
Revenues			
Provincial Grants			
Ministry of Education	57,029,400	55,325,029	1,704,371
Other	61,105	-	61,105
Tuition	552,550	522,910	29,640
Other Revenue	4,622,306	4,704,048	(81,742)
Rentals and Leases	124,000	137,000	(13,000)
Investment Income	230,000	180,000	50,000
Amortization of Deferred Capital Revenue	2,944,965	2,969,929	(24,964)
Total Revenue	65,564,326	63,838,916	3,130,278
Expenses			
Instruction	51,687,637	49,262,425	2,425,212
District Administration	2,504,451	2,259,839	244,612
Operations and Maintenance	9,150,831	8,647,255	503,576
Transportation and Housing	1,279,366	1,243,919	35,447
Debt Services	5,527	2,339	2,918
Amortization	3,876,028	3,754,629	121,399
Total Expenses	68,503,570	65,170,406	3,333,164
Deficit for the year	(2,939,244)	(1,331,490)	(1,607,754)
Effects of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(4,187,923)	(614,400)	(3,573,523)
Amortization of Tangible Capital Assets	3,876,028	3,754,629	121,399
Total Effect of change in Tangible			
Capital Assets	(311,895)	3,140,229	(3,452,124)
(Increase) Decrease in Net Financial Assets			
(Debt)	(3,251,139)	1,808,739	(5,059,878)

SCHOOL DISTRICT NO.72 (CAMPBELL RIVER)
NOTES TO THE FINANCIAL STATEMENTS – JUNE 30, 2018

NOTE 17 CONTINGENT LIABILITIES

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 18 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 19 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 \$192,934 (2017 - \$226,840).

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.

- **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, 2018

NOTE 19 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, 2018, 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, 2018. 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, 2018

NOTE 20 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 18 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 21 EXPENSE BY OBJECT

	Budget 2018	Actual 2018	Actual 2017
Salaries	\$41,819,108	\$41,490,913	\$39,151,687
Benefits	9,585,536	9,753,756	9,235,461
Service and supplies	13,217,641	10,608,978	10,099,324
Interest	5,257	5,256	963
Amortization	3,876,028	3,876,028	3,738,521
Write-off of Building		31,065	
	<u>\$68,503,570</u>	<u>\$65,765,996</u>	<u>\$62,225,956</u>

NOTE 22 TRUST FUNDS

Funds in the amount of \$1,519,507 (2017 - \$1,458,092) are held in trust for teachers who participate in the payroll savings plan. These funds are included in Cash and Cash Equivalents in Statement 1 for the year ended June 30, 2018, and are to be paid to teachers who participate in the plan through August 31, 2018. The amount payable is included in Salaries and Benefits Payable as stated in Note 4.

School District No. 72 (Campbell River)

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

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2018 Actual	2017 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	7,759,140		21,676,649	29,435,789	28,804,664
Changes for the year					
Surplus (Deficit) for the year					
Interfund Transfers	494,954		(920,951)	(425,997)	631,125
Tangible Capital Assets Purchased	(1,014,401)		1,014,401	-	
Local Capital	(265,000)		265,000	-	
Other	(22,833)		22,833	-	
Net Changes for the year	(807,280)	-	381,283	(425,997)	631,125
Accumulated Surplus (Deficit), end of year - Statement 2	6,951,860	-	22,057,932	29,009,792	29,435,789

School District No. 72 (Campbell River)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2018

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	50,909,464	50,933,092	50,990,028
Tuition	552,550	605,933	562,266
Other Revenue	2,239,606	2,414,958	2,291,423
Rentals and Leases	124,000	123,143	123,284
Investment Income	230,000	257,094	169,831
Total Revenue	54,055,620	54,334,220	54,136,832
Expenses			
Instruction	44,087,176	42,213,534	41,155,273
District Administration	2,504,451	2,293,110	2,311,370
Operations and Maintenance	8,187,551	8,016,182	8,009,070
Transportation and Housing	1,279,366	1,316,440	1,197,832
Total Expense	56,058,544	53,839,266	52,673,545
Operating Surplus (Deficit) for the year	(2,002,924)	494,954	1,463,287
Budgeted Appropriation (Retirement) of Surplus (Deficit)	2,690,757		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(400,000)	(1,014,401)	(434,826)
Local Capital	(265,000)	(265,000)	(310,000)
Other	(22,833)	(22,833)	(86,225)
Total Net Transfers	(687,833)	(1,302,234)	(831,051)
Total Operating Surplus (Deficit), for the year	-	(807,280)	632,236
Operating Surplus (Deficit), beginning of year		7,759,140	7,126,904
Operating Surplus (Deficit), end of year		6,951,860	7,759,140
Operating Surplus (Deficit), end of year			
Internally Restricted		3,853,236	4,541,522
Unrestricted		3,098,624	3,217,618
Total Operating Surplus (Deficit), end of year		6,951,860	7,759,140

School District No. 72 (Campbell River)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2018

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	51,771,829	51,844,690	51,604,169
DISC/LEA Recovery	(1,615,480)	(1,793,968)	(1,615,480)
Other Ministry of Education Grants			
Pay Equity	75,322	75,322	75,322
Funding for Graduated Adults	3,463	18,183	7,990
Transportation Supplement	316,860	316,860	316,860
Economic Stability Dividend	29,000	33,092	-
Return of Administrative Savings	255,596	255,596	255,596
Carbon Tax Grant	64,687	79,181	62,033
Student Learning Grant			275,350
Foundation Skills Assessment	8,187	8,187	8,188
Access Grant	-	5,000	-
Shoulder Tappers	-	17,079	-
SRG3 Assessments	-	56,050	-
Benefit funding	-	17,820	-
Total Provincial Grants - Ministry of Education	50,909,464	50,933,092	50,990,028
Tuition			
International and Out of Province Students	552,550	605,933	562,266
Total Tuition	552,550	605,933	562,266
Other Revenues			
Other School District/Education Authorities	546,000	541,824	567,167
LEA/Direct Funding from First Nations	1,615,480	1,787,516	1,615,480
Miscellaneous			
Contracted Services - Student Services	71,626	71,625	71,625
Miscellaneous Revenue/Transcripts	6,500	13,993	37,151
Total Other Revenue	2,239,606	2,414,958	2,291,423
Rentals and Leases	124,000	123,143	123,284
Investment Income	230,000	257,094	169,831
Total Operating Revenue	54,055,620	54,334,220	54,136,832

School District No. 72 (Campbell River)**Schedule of Operating Expense by Object****Year Ended June 30, 2018****Schedule 2B (Unaudited)**

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Salaries			
Teachers	21,929,320	21,573,044	21,563,471
Principals and Vice Principals	3,501,420	3,385,165	3,441,543
Educational Assistants	4,441,366	4,380,463	4,016,986
Support Staff	6,145,908	6,099,755	5,799,746
Other Professionals	1,340,148	1,396,800	1,363,285
Substitutes	1,108,901	1,231,284	1,058,623
Total Salaries	38,467,063	38,066,511	37,243,654
Employee Benefits	8,765,516	8,954,699	8,779,596
Total Salaries and Benefits	47,232,579	47,021,210	46,023,250
Services and Supplies			
Services	1,972,549	1,298,664	1,561,800
Student Transportation	57,050	42,974	28,552
Professional Development and Travel	533,945	518,864	482,999
Rentals and Leases	148,235	61,014	131,680
Dues and Fees	54,381	58,596	55,051
Insurance	173,581	131,322	121,931
Supplies	4,186,843	3,189,710	2,738,424
Utilities	1,699,381	1,516,912	1,529,858
Total Services and Supplies	8,825,965	6,818,056	6,650,295
Total Operating Expense	56,058,544	53,839,266	52,673,545

School District No. 72 (Campbell River)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

Schedule 2C (Unaudited)

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	16,600,187	651,200	99,766	631,232	25,079	1,168,967	19,176,431
1.03 Career Programs						852	852
1.07 Library Services	634,537	188,898		148,019		3,292	974,746
1.08 Counselling	771,902			20,505		2,176	794,583
1.10 Special Education	2,516,594	185,826	3,778,759	42,737		11,393	6,535,309
1.30 English Language Learning	230,404					3,428	233,832
1.31 Aboriginal Education	424,160	61,512	501,938	29,721		24,946	1,042,277
1.41 School Administration	6,368	2,289,729		458,322			2,754,419
1.60 Summer School	100,924	8,000		4,656			113,580
1.62 International and Out of Province Students	287,968			37,704		5,316	330,988
Total Function 1	21,573,044	3,385,165	4,380,463	1,372,896	25,079	1,220,370	31,957,017
4 District Administration							
4.11 Educational Administration				27,660	411,869		439,529
4.40 School District Governance					85,976		85,976
4.41 Business Administration				394,317	519,240	10,914	924,471
Total Function 4	-	-	-	421,977	1,017,085	10,914	1,449,976
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				86,908	75,111		162,019
5.50 Maintenance Operations				3,273,212	242,859		3,516,071
5.52 Maintenance of Grounds				294,806			294,806
5.56 Utilities				888			888
Total Function 5	-	-	-	3,655,814	317,970	-	3,973,784
7 Transportation and Housing							
7.70 Student Transportation				649,068	36,666		685,734
7.73 Housing							-
Total Function 7	-	-	-	649,068	36,666	-	685,734
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	21,573,044	3,385,165	4,380,463	6,099,755	1,396,800	1,231,284	38,066,511

School District No. 72 (Campbell River)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2018 Actual	2018 Budget (Note 16)	2017 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	19,176,431	4,518,091	23,694,522	1,822,897	25,517,419	25,681,314	25,268,328
1.03 Career Programs	852	173	1,025	9,095	10,120	34,690	15,270
1.07 Library Services	974,746	230,653	1,205,399	286,927	1,492,326	1,586,435	1,292,046
1.08 Counseling	794,583	185,843	980,426	-	980,426	966,853	904,851
1.10 Special Education	6,535,309	1,615,553	8,150,862	118,938	8,269,800	8,682,590	7,617,151
1.30 English Language Learning	233,832	53,444	287,276	1,739	289,015	269,616	259,616
1.31 Aboriginal Education	1,042,277	242,523	1,284,800	175,058	1,459,858	1,678,033	1,602,918
1.41 School Administration	2,754,419	600,716	3,355,135	184,995	3,540,130	4,127,621	3,499,430
1.60 Summer School	113,580	21,394	134,974	4,306	139,280	136,758	151,164
1.62 International and Out of Province Students	330,988	79,118	410,106	105,054	515,160	923,266	544,499
Total Function 1	31,957,017	7,547,508	39,504,525	2,709,009	42,213,534	44,087,176	41,155,273
4 District Administration							
4.11 Educational Administration	439,529	97,296	536,825	171,624	708,449	719,260	617,716
4.40 School District Governance	85,976	1,378	87,354	89,494	176,848	193,365	148,742
4.41 Business Administration	924,471	205,892	1,130,363	277,450	1,407,813	1,591,826	1,544,912
Total Function 4	1,449,976	304,566	1,754,542	538,568	2,293,110	2,504,451	2,311,370
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	162,019	33,059	195,078	106,217	301,295	341,577	305,858
5.50 Maintenance Operations	3,516,071	820,013	4,336,084	1,308,148	5,644,232	5,643,962	5,554,490
5.52 Maintenance of Grounds	294,806	71,539	366,345	132,427	498,772	502,631	575,025
5.56 Utilities	888	547	1,435	1,570,448	1,571,883	1,699,381	1,573,697
Total Function 5	3,973,784	925,158	4,898,942	3,117,240	8,016,182	8,187,551	8,009,070
7 Transportation and Housing							
7.70 Student Transportation	685,734	177,467	863,201	431,031	1,294,232	1,211,566	1,166,927
7.73 Housing	-	-	-	22,208	22,208	67,800	30,905
Total Function 7	685,734	177,467	863,201	453,239	1,316,440	1,279,366	1,197,832
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	38,066,511	8,954,699	47,021,210	6,818,056	53,839,266	56,058,544	52,673,545

School District No. 72 (Campbell River)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2018

	2018 Budget (Note 16)	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	5,156,656	4,740,087	2,758,651
Other	61,105	34,645	63,745
Other Revenue	2,382,700	2,393,388	2,404,169
Total Revenue	<u>7,600,461</u>	<u>7,168,120</u>	<u>5,226,565</u>
Expenses			
Instruction	7,600,461	7,168,120	5,226,565
Total Expense	<u>7,600,461</u>	<u>7,168,120</u>	<u>5,226,565</u>
Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 72 (Campbell River)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
Deferred Revenue, beginning of year	\$ -	\$ 215,176	\$ 41,763	\$ 168,447	\$ 617,212	\$ -	\$ 38,755	\$ 9,424	\$ 104,087
Add: Restricted Grants									
Provincial Grants - Ministry of Education	263,128	205,573				128,000	32,830	153,161	525,914
Provincial Grants - Other				39,074	2,181,495				
Other		150					630		907
Investment Income	263,128	205,723	-	39,074	2,181,495	128,000	33,460	153,161	526,821
Less: Allocated to Revenue	263,128	409,847	4,018	23,065	2,137,880	128,000	31,378	162,532	564,289
Deferred Revenue, end of year	-	11,052	37,745	184,456	660,827	-	40,837	53	66,619
Revenues									
Provincial Grants - Ministry of Education	263,128	409,847	4,018			128,000	31,378	162,532	564,289
Provincial Grants - Other				23,065	2,137,880				
Other Revenue	263,128	409,847	4,018	23,065	2,137,880	128,000	31,378	162,532	564,289
Expenses									
Salaries									
Teachers		155,677							
Principals and Vice Principals								46,073	
Educational Assistants		162,238							
Support Staff						100,511			298,791
Other Professionals									
Substitutes		17,671							
Employee Benefits	-	335,586	-	-	-	100,511	-	8,352	2,859
Services and Supplies		74,261				26,203		54,425	301,650
	263,128		4,018	23,065	2,137,880	1,286	31,378	11,716	72,035
	263,128	409,847	4,018	23,065	2,137,880	128,000	31,378	96,391	190,604
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 72 (Campbell River)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

Schedule 3A (Unaudited)

	Coding and Curriculum Implementation	Priority Measures	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Oasis PRP	Headstart PRP	Provincial Literacy	Drug & Alcohol VIHA	District Trust Funds
Deferred Revenue, beginning of year	\$ 54,128	\$ 105,944	\$ -	\$ -	\$ 1,135	\$ 8,872	\$ 51,412	\$ -	\$ 496,831
Add: Restricted Grants									
Provincial Grants - Ministry of Education									
Provincial Grants - Other			282,691	2,466,525	138,906	128,525			
Other								34,645	
Investment Income									104,030
Less: Allocated to Revenue	-	-	282,691	2,466,525	68	106	682		5,917
Deferred Revenue, end of year	54,128	105,944	282,691	2,466,525	138,974	128,631	682	34,645	109,947
	-	-	-	-	135,051	130,584	1,972	34,645	230,943
	-	-	-	-	5,058	6,919	50,122	-	375,835
Revenues									
Provincial Grants - Ministry of Education	54,128	105,944	282,691	2,466,525	135,051	130,584	1,972		
Provincial Grants - Other									
Other Revenue								34,645	
	54,128	105,944	282,691	2,466,525	135,051	130,584	1,972	34,645	230,943
Expenses									
Salaries									
Teachers		86,072	19,419	1,947,265	90,923	88,135		27,224	5,357
Principals and Vice Principals					9,497	8,787			101,824
Educational Assistants									
Support Staff									
Other Professionals					5,664				
Substitutes			80,581			5,664			
	11,357		141,312	2,036					1,113
Employee Benefits	11,357	86,072	241,312	1,949,301	106,084	102,586	-	27,224	108,294
Services and Supplies	2,173	19,872		511,201	23,509	22,606		7,094	28,387
	40,598		41,379	6,023	5,458	5,392	1,972	327	94,262
	54,128	105,944	282,691	2,466,525	135,051	130,584	1,972	34,645	230,943
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 72 (Campbell River)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

Schedule 3A (Unaudited)

	Van Foundation KELP Grant	Skills for Jobs Blueprint	Aboriginal Ed Indigenous Lang	BCNN Clsrn Assmts	TOTAL
	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	66,239	17,657	-	-	1,997,082
Add: Restricted Grants					
Provincial Grants - Ministry of Education			10,000	10,000	4,345,253
Provincial Grants - Other					34,645
Other					2,324,599
Investment Income	922		138		9,520
	922	-	10,138	10,000	6,714,017
Less: Allocated to Revenue	-	1,500	-	-	7,168,120
Deferred Revenue, end of year	67,161	16,157	10,138	10,000	1,542,979
Revenues					
Provincial Grants - Ministry of Education					4,740,087
Provincial Grants - Other					34,645
Other Revenue		1,500			2,393,388
	-	1,500	-	-	7,168,120
Expenses					
Salaries					
Teachers					2,466,145
Principals and Vice Principals					120,108
Educational Assistants					561,540
Support Staff					5,664
Other Professionals					86,245
Substitutes					184,700
Employee Benefits	-	-	-	-	3,424,402
Services and Supplies		1,500			799,057
	-	1,500	-	-	2,944,661
	-	-	-	-	7,168,120
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-
Interfund Transfers	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-

School District No. 72 (Campbell River)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2018

	2018 Budget (Note 16)	2018 Actual			2017 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education	963,280	819,453		819,453	524,905
Investment Income			15,604	15,604	8,379
Amortization of Deferred Capital Revenue	2,944,965	3,002,602		3,002,602	2,960,400
Total Revenue	3,908,245	3,822,055	15,604	3,837,659	3,493,684
Expenses					
Operations and Maintenance	963,280	819,453	26,808	846,261	586,362
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,611,005	3,611,005		3,611,005	3,497,451
Transportation and Housing	265,023	265,023		265,023	241,070
Write-off/down of Buildings and Sites		31,065		31,065	
Debt Services					
Capital Lease Interest	5,257		5,256	5,256	963
Total Expense	4,844,565	4,726,546	32,064	4,758,610	4,325,846
Capital Surplus (Deficit) for the year	(936,320)	(904,491)	(16,460)	(920,951)	(832,162)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	400,000	1,014,401		1,014,401	434,826
Local Capital	265,000		265,000	265,000	310,000
Capital Lease Payment	22,833		22,833	22,833	86,225
Total Net Transfers	687,833	1,014,401	287,833	1,302,234	831,051
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		410,856	(410,856)	-	
Principal Payment					
Capital Lease		17,576	(17,576)	-	
Total Other Adjustments to Fund Balances		428,432	(428,432)	-	
Total Capital Surplus (Deficit) for the year	(248,487)	538,342	(157,059)	381,283	(1,111)
Capital Surplus (Deficit), beginning of year		20,810,545	866,104	21,676,649	21,677,760
Capital Surplus (Deficit), end of year		21,348,887	709,045	22,057,932	21,676,649

School District No. 72 (Campbell River)

Tangible Capital Assets
Year Ended June 30, 2018

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	8,123,703	143,725,320	1,052,877	2,650,228		2,030,141	157,582,269
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,544,974	226,834	133,711		85,004	2,990,523
Deferred Capital Revenue - Other		35,910	62,370				98,280
Operating Fund	59,530		7,000	130,667		817,204	1,014,401
Local Capital	265,000	5,821	82,208	57,827			410,856
Transferred from Work in Progress		631,319					631,319
	324,530	3,218,024	378,412	322,205	-	902,208	5,145,379
Decrease:							
Deemed Disposals			143,696	791,938		200,041	1,135,675
Written-off/down During Year		279,525					279,525
	-	279,525	143,696	791,938	-	200,041	1,415,200
Cost, end of year	8,448,233	146,663,819	1,287,593	2,180,495	-	2,732,308	161,312,448
Work in Progress, end of year		8,516					8,516
Cost and Work in Progress, end of year	8,448,233	146,672,335	1,287,593	2,180,495	-	2,732,308	161,320,964
Accumulated Amortization, beginning of year		68,809,337	445,109	1,427,710		644,996	71,327,152
Changes for the Year							
Increase: Amortization for the Year		3,099,688	105,288	265,023		406,029	3,876,028
Decrease:							
Deemed Disposals			143,696	791,938		200,041	1,135,675
Written-off During Year		248,460					248,460
		248,460	143,696	791,938	-	200,041	1,384,135
Accumulated Amortization, end of year		71,660,565	406,701	900,795	-	850,984	73,819,045
Tangible Capital Assets - Net	8,448,233	75,011,770	880,892	1,279,700	-	1,881,324	87,501,919

School District No. 72 (Campbell River)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2018

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	631,319				631,319
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	8,516				8,516
	8,516	-	-	-	8,516
Decrease:					
Transferred to Tangible Capital Assets	631,319				631,319
	631,319	-	-	-	631,319
Net Changes for the Year	(622,803)	-	-	-	(622,803)
Work in Progress, end of year	8,516	-	-	-	8,516

School District No. 72 (Campbell River)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2018

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	57,735,625	6,906,074	570,135	65,211,834
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,990,523	62,370	35,910	3,088,803
Transferred from Work in Progress	631,319			631,319
	3,621,842	62,370	35,910	3,720,122
Decrease:				
Amortization of Deferred Capital Revenue	2,776,099	210,454	16,049	3,002,602
	2,776,099	210,454	16,049	3,002,602
Net Changes for the Year	845,743	(148,084)	19,861	717,520
Deferred Capital Revenue, end of year	58,581,368	6,757,990	589,996	65,929,354
Work in Progress, beginning of year	631,319			631,319
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	8,516			8,516
	8,516	-	-	8,516
Decrease				
Transferred to Deferred Capital Revenue	631,319			631,319
	631,319	-	-	631,319
Net Changes for the Year	(622,803)	-	-	(622,803)
Work in Progress, end of year	8,516	-	-	8,516
Total Deferred Capital Revenue, end of year	58,589,884	6,757,990	589,996	65,937,870

School District No. 72 (Campbell River)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2018

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 1,155,784	\$ 1,032,862	\$ 13,833	\$	\$	\$ 2,202,479
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	3,842,716					3,842,716
Provincial Grants - Other			62,522			62,522
Other					35,910	35,910
Decrease:	3,842,716	-	62,522	-	35,910	3,941,148
Transferred to DCR - Capital Additions	2,990,523		62,370		35,910	3,088,803
Transferred to DCR - Work in Progress	8,516					8,516
Transferred to Capital Revenue	819,453					819,453
Net Changes for the Year	3,818,492	-	62,370	-	35,910	3,916,772
Net Changes for the Year	24,224	-	152	-	-	24,376
Balance, end of year	1,180,008	1,032,862	13,985	-	-	2,226,855