

Audited Financial Statements of

School District No. 47 (qathet)

And Independent Auditors' Report thereon

June 30, 2024

School District No. 47 (qathet)

June 30, 2024

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School District No. 47 (qathet)

MANAGEMENT REPORT

Version: 8505-7759-5777

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 47 (qathet) 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.


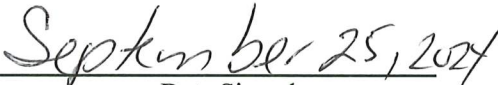


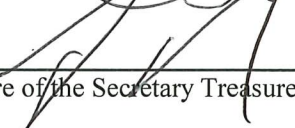

The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 47 (qathet) (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, 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. 47 (qathet) 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. 47 (qathet)

 _____ Signature of the Chairperson of the Board of Education	 _____ Date Signed
 _____ Signature of the Superintendent	 _____ Date Signed
 _____ Signature of the Secretary Treasurer	 _____ Date Signed

Independent Auditor's Report

To the Board of Education of School District No. 47 (qathet) and the Minister of Education and Child Care:

Opinion

We have audited the financial statements of School District No. 47 (qathet) (the "School District"), which comprise the statement of financial position as at June 30, 2024, and the statements of operations, statement of changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present the financial position of the School District as at June 30, 2024 and the results of its operations, remeasurement gains and losses, changes in net debt and its cash flows 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.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the financial statements section of our report. We are independent of the School District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for opinion.

Emphasis of Matter

We draw attention to Note 2 which describes the financial reporting framework being followed by School District No. 47 (qSDathet).

Other Information

Management is responsible for the other information. The other information obtained at the date of this auditor's report comprises of Unaudited Schedules 1-4 attached to the audited financial statements and Financial Statement Discussion and Analysis but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information obtained prior to the date of this auditor's report, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the 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.

In preparing the financial statements, management is responsible for assessing the School District's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management intends to liquidate the School District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School District's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 School District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Nanaimo, BC

September 25, 2024

MNP LLP

Chartered Professional Accountants

School District No. 47 (qathet)


Statement of Financial Position

As at June 30, 2024

	2024 Actual	2023 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	6,350,256	7,715,098
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	325,000	129,182
Other (Note 3)	538,537	347,045
Total Financial Assets	<u>7,213,793</u>	<u>8,191,325</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	3,377,737	3,361,089
Unearned Revenue (Note 9)	583,126	371,494
Deferred Revenue (Note 6)	934,529	602,775
Deferred Capital Revenue (Note 7)	40,355,120	37,962,163
Employee Future Benefits (Note 8)	826,524	791,702
Asset Retirement Obligation (Note 16)	1,323,678	1,382,777
Total Liabilities	<u>47,400,714</u>	<u>44,472,000</u>
Net Debt	<u>(40,186,921)</u>	<u>(36,280,675)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 10)	49,916,228	47,116,095
Prepaid Expenses	101,246	117,626
Total Non-Financial Assets	<u>50,017,474</u>	<u>47,233,721</u>
Accumulated Surplus (Deficit) (Note 18)	<u>9,830,553</u>	<u>10,953,046</u>

Contingent Liabilities (Note 11)

Approved by the Board



 Signature of the Chairperson of the Board of Education

September 25, 2024

 Date Signed



 Signature of the Superintendent

September 25, 2024

 Date Signed



 Signature of the Secretary/Treasurer

September 25, 2024

 Date Signed

School District No. 47 (qathet)

Statement of Operations
Year Ended June 30, 2024

	2024 Budget (Note 17) \$	2024 Actual \$	2023 Actual \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	45,946,265	46,365,288	42,715,709
Other	75,000	95,440	115,554
Tuition	608,120	611,919	887,702
Other Revenue	2,109,897	4,209,156	3,684,066
Rentals and Leases	138,900	155,664	176,367
Investment Income	172,500	188,188	276,481
Amortization of Deferred Capital Revenue	1,706,519	1,772,076	1,755,075
Total Revenue	<u>50,757,201</u>	<u>53,397,731</u>	<u>49,610,954</u>
Expenses (Note 5)			
Instruction	41,707,129	44,649,269	40,736,499
District Administration	2,319,313	2,131,019	1,954,617
Operations and Maintenance	6,512,475	6,232,235	7,029,617
Transportation and Housing	1,371,557	1,507,701	1,411,770
Total Expense	<u>51,910,474</u>	<u>54,520,224</u>	<u>51,132,503</u>
Surplus (Deficit) for the year	<u>(1,153,273)</u>	<u>(1,122,493)</u>	<u>(1,521,549)</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		10,953,046	12,474,595
Accumulated Surplus (Deficit) from Operations, end of year		<u>9,830,553</u>	<u>10,953,046</u>

School District No. 47 (qathet)

Statement of Changes in Net Debt
Year Ended June 30, 2024

	2024 Budget (Note 17) \$	2024 Actual \$	2023 Actual \$
Surplus (Deficit) for the year	(1,153,273)	(1,122,493)	(1,521,549)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets		(4,895,486)	(2,336,872)
Amortization of Tangible Capital Assets	2,047,227	2,095,353	2,095,032
Total Effect of change in Tangible Capital Assets	2,047,227	(2,800,133)	(241,840)
Acquisition of Prepaid Expenses		16,380	(4,121)
Total Effect of change in Other Non-Financial Assets	-	16,380	(4,121)
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>893,954</u>	(3,906,246)	(1,767,510)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(3,906,246)	(1,767,510)
Net Debt, beginning of year		(36,280,675)	(34,513,165)
Net Debt, end of year		(40,186,921)	(36,280,675)

School District No. 47 (qathet)

Statement of Cash Flows
Year Ended June 30, 2024

	2024 Actual	2023 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(1,122,493)	(1,521,549)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(387,310)	(225,722)
Prepaid Expenses	16,380	(4,121)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	16,648	892,735
Unearned Revenue	211,632	(100,935)
Deferred Revenue	331,754	(229,938)
Employee Future Benefits	34,821	(26,117)
Other Liabilities	(59,098)	(11,763)
Amortization of Tangible Capital Assets	2,095,353	2,095,032
Amortization of Deferred Capital Revenue	(1,772,076)	(1,755,075)
Total Operating Transactions	<u>(634,389)</u>	<u>(887,453)</u>
Capital Transactions		
Tangible Capital Assets Purchased	(4,895,486)	(2,336,872)
Total Capital Transactions	<u>(4,895,486)</u>	<u>(2,336,872)</u>
Financing Transactions		
Capital Revenue Received	4,165,033	1,691,690
Total Financing Transactions	<u>4,165,033</u>	<u>1,691,690</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,364,842)	(1,532,635)
Cash and Cash Equivalents, beginning of year	<u>7,715,098</u>	<u>9,247,733</u>
Cash and Cash Equivalents, end of year	<u><u>6,350,256</u></u>	<u><u>7,715,098</u></u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash	<u>6,350,256</u>	<u>7,715,098</u>
	<u><u>6,350,256</u></u>	<u><u>7,715,098</u></u>



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

NOTE 1 AUTHORITY AND PURPOSE

The School District, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 47 (qathet)", and operates as "qathet School District." 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 and Child Care. School District No. 47 (qathet) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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(e) 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(e) 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 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 that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a) Basis of Accounting (cont'd)

The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2023 – decrease in annual surplus by \$63,385

June 30, 2023 – increase in accumulated surplus and increase in deferred contributions by \$37,962,163

Year-ended June 30, 2024 – increase in annual surplus by \$2,392,957

June 30, 2024 – increase in accumulated surplus and increase in deferred contributions by \$40,355,120

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) 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.

e) 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 (l).

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



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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

e) Deferred Revenue and Deferred Capital Revenue (cont'd)

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

f) Prepaid Expenses

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

g) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 13 – Interfund Transfers and Note 18 – Accumulated Surplus).

h) Employee Future Benefits

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

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. 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.



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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

h) Employee Future Benefits (cont'd)

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.

i) 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 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.

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 of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, asset retirement obligations, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

k) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Tangible Capital Assets (cont'd)

attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.

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

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

l) Revenue Recognition

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

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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

1) Revenue Recognition (cont'd)

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 from transactions with performance obligations is recognized when (or as) the performance obligation is satisfied (by providing the promised goods or services to a payor).

Revenue from transactions with no performance obligations is recognized when the district:

- (a) has the authority to claim or retain an inflow of economic resources; and
- (b) identifies a past transaction or event that gives rise to an asset.

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.



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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

m) Expenses

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 related 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 program identification.

n) 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 other 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 and amortized using the effective interest rate method. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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

n) Financial Instruments (cont'd)

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. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

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.

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.

p) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

- (a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (b) the past transaction or event giving rise to the liability has occurred;
- (c) it is expected that future economic benefits will be given up; and
- (d) a reasonable estimate of the amount can be made.

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2k). Assumptions used in the calculations are reviewed annually.



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 3 ACCOUNTS RECEIVABLE – OTHER

	<u>2024</u>	<u>2023</u>
Due from Federal Government	\$166,010	\$132,637
Due from Others	372,527	214,408
	<u>\$538,537</u>	<u>\$347,045</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	<u>2024</u>	<u>2023</u>
Trade and other payables	\$1,091,978	\$1,395,672
Salaries and benefits payable	225,536	169,970
Deductions Payable	2,060,223	1,795,447
	<u>\$3,377,737</u>	<u>\$3,361,089</u>

NOTE 5 EXPENSE BY OBJECT

	<u>2024</u>	<u>2023</u>
Salaries	\$31,907,212	\$28,196,070
Benefits	7,417,894	6,498,856
Services and supplies	13,099,765	14,342,545
Amortization	2,095,353	2,095,032
	<u>\$54,520,224</u>	<u>\$51,132,503</u>



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 6 DEFERRED REVENUE

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

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	<u>\$ 602,775</u>	<u>\$ 832,713</u>
Increases:		
Provincial Grant – MOE	\$5,852,810	\$5,223,056
Other	2,418,143	2,172,455
	<u>8,270,953</u>	<u>7,395,511</u>
Decreases:		
Transfers to Revenue	<u>7,939,199</u>	<u>7,625,449</u>
Net Changes for the year	<u>331,754</u>	<u>(229,938)</u>
Balance, end of the year	<u><u>\$934,529</u></u>	<u><u>\$602,775</u></u>



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 7 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. Detailed information about the changes in deferred capital revenue is as follows:

	Deferred Cap Revenue	Unspent Def. Cap Revenue	Total 2024	2023
Balance, beginning of year	\$37,231,710	\$ 730,453	\$ 37,962,163	\$ 38,025,548
Increases:				
Transfers from DC - capital additions	4,895,486		4,895,486	1,849,237
Provincial Grants – MECC		1,110,000	1,110,000	1,691,690
Provincial Grants - Other				
Other				
	4,895,486	1,110,000	6,005,486	3,540,927
Decreases:				
Amortization	1,772,076		1,772,076	1,755,075
Transfers to DCR - Capital Additions		1,840,453	1,840,453	1,849,237
Net Changes	3,123,410	(730,453)	2,392,957	(63,385)
Balance, end of the year	\$40,355,120	\$ -	\$ 40,355,120	\$ 37,962,163



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

**FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024**

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	2024	2023
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$810,313	\$803,840
Service Cost	71,745	73,740
Interest Cost	33,901	27,138
Benefit Payments	(73,692)	(157,957)
Increase (Decrease) in obligation due to Plan Amendment	-	-
Actuarial (Gain) Loss	(10,439)	63,552
Accrued Benefit Obligation – March 31	\$831,828	\$810,313
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$831,828	\$810,313
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	(831,828)	(810,313)
Employer Contributions After Measurement Date	11,915	-
Benefits Expense After Measurement Date	(26,825)	(26,412)
Unamortized Net Actuarial Loss	20,213	45,021
Accrued Benefit Liability – June 30	\$(826,524)	\$(791,702)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$791,703	\$817,819
Net expense for Fiscal Year	120,428	113,840
Employer Contributions	(85,607)	(139,957)
Accrued Benefit Liability – June 30	\$826,524	\$791,702



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 8 EMPLOYEE FUTURE BENEFITS (Continued)

	2024	2023
Components of Net Benefit Expense		
Service Cost	\$71,443	\$73,241
Interest Cost	34,617	28,829
Amortization of Net Actuarial Loss	14,369	11,770
Net Benefit Expense	<u>\$120,428</u>	<u>\$113,840</u>

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

Discount Rate – April 1	4.00%	3.25%
Discount Rate – March 31	4.25%	4.00%
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	10.0	10.0

NOTE 9 UNEARNED REVENUE

	2024	2023
Balance, beginning of year	\$371,494	\$472,429
Changes for the year:		
Increase:		
Tuition fees	581,858	361,732
Rental/Lease of facilities	1,268	9,762
	<u>583,126</u>	<u>371,494</u>
Decrease:		
Tuition fees	361,732	455,892
Rental/Lease of facilities	9,762	16,573
	<u>371,494</u>	<u>472,429</u>
Net changes for the year	<u>211,632</u>	<u>(100,935)</u>
Balance, end of year	<u>\$583,126</u>	<u>\$371,494</u>



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

**FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024**

NOTE 10 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2024	Net Book Value 2023
Sites	\$4,151,237	\$4,151,237
Buildings	43,611,054	40,536,749
Furniture & Equipment	1,697,028	1,850,084
Vehicles	383,313	474,989
Computer Software	-	-
Computer Hardware	73,596	103,036
Total	\$49,916,228	\$47,116,095

June 30, 2024

Cost	Opening Cost	Prior Period Adjustment	Additions	Disposals	Total 2024
Sites	\$4,151,237	\$	\$	\$	\$4,151,237
Buildings	74,583,513		4,779,097	-	79,362,610
Furniture & Equipment	2,660,736		116,389	48,956	2,728,169
Vehicles	916,759		-	-	916,759
Computer Software	-		-	-	-
Computer Hardware	147,197		-	-	147,197
Total Cost	\$82,459,442		\$4,895,486	\$48,956	\$87,305,972

Accumulated Amortization	Opening Accumulated Amortization	Prior Period Adjustment	Additions	Disposals	Total 2024
Sites	\$	\$	\$	\$	\$
Buildings	34,046,764		1,704,792	-	35,751,556
Furniture & Equipment	810,652		269,445	48,956	1,031,141
Vehicles	441,770		91,676	-	533,446
Computer Software	-		-	-	-
Computer Hardware	44,161		29,440	-	73,601
Total Amortization	\$35,343,347		\$2,095,353	\$48,956	\$37,389,744



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

**FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024**

NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2023

Cost	Opening Cost	Prior Period Adjustment	Additions	Disposals	Total 2023
Sites	\$4,151,237	\$	\$	\$	\$4,151,237
Buildings	72,734,276		1,849,237	-	74,583,513
Furniture & Equipment	2,646,402		306,587	292,253	2,660,736
Vehicles	1,517,423		181,048	781,712	916,759
Computer Software	30,013		-	30,013	-
Computer Hardware	271,980		-	124,783	147,197
Total Cost	\$81,351,331	\$	\$2,336,872	\$1,228,761	\$82,459,442

Accumulated Amortization	Opening Accumulated Amortization	Prior Period Adjustment	Additions	Disposals	Total 2023
Sites	\$	\$	\$	\$	\$
Buildings	32,383,717		1,663,047	-	34,046,764
Furniture & Equipment	837,548		265,357	292,253	810,652
Vehicles	1,101,773		121,709	781,712	441,770
Computer Software	27,012		3,001	30,013	-
Computer Hardware	127,026		41,918	124,783	44,161
Total Amortization	\$34,477,076		\$2,095,032	\$1,228,761	\$35,343,347

NOTE 11 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.



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

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 boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2023, the Teachers' Pension Plan has about 51,000 active members and approximately 42,000 retired members. As of December 31, 2023, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 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 may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2020, indicated a \$1,548 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, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$3,114,071 for employer contributions to the plans for the year ended June 30, 2024 (2023: \$2,790,881)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023. The next valuation for the Municipal Pension Plan will be as at December 31, 2024.

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.



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

- Local Capital Reserve to Operating - \$140,213

NOTE 14 RELATED PARTY TRANSACTIONS

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

NOTE 15 ECONOMIC DEPENDENCE

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

NOTE 16 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. A reasonable estimate of the fair value of the obligation has been recognized using the modified retroactive approach as at July 1, 2022. The obligation has been measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

Asset Retirement Obligation, July 1, 2023	\$1,382,777
Settlements during the year	59,099
Asset Retirement Obligation, closing balance	<u><u>\$1,323,678</u></u>



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 17 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 21, 2024. The Board adopted a preliminary annual budget on June 21, 2023. 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:

	2024 Amended	2024 Preliminary	Difference
Revenues			
Provincial Grants			
Ministry of Education	45,946,265	45,759,891	186,374
Other	75,000	100,000	(25,000)
Tuition	608,120	727,500	(119,380)
Other Revenue	2,109,897	2,037,233	72,664
Rentals and Leases	138,900	125,900	13,000
Investment Income	172,500	110,000	62,500
Amortization of Deferred Capital Revenue	1,706,519	1,721,866	(15,347)
Total Revenue	50,757,201	50,582,390	174,811
Expenses			
Instruction	41,707,129	41,617,273	89,856
District Administration	2,319,313	2,384,822	(65,509)
Operations and Maintenance	6,512,475	6,277,279	235,196
Transportation and Housing	1,371,557	1,245,885	125,672
Total Expenses	51,910,474	51,525,259	385,215
Surplus (Deficit) for the year	(1,153,273)	(942,869)	(210,404)
Effects of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	-	-	-
Amortization of Tangible Capital Assets	2,047,227	2,030,103	17,124
Total Effect of change in Tangible Capital Assets	2,047,227	2,030,103	17,124
Capital Assets	2,047,227	2,030,103	17,124
(Increase) Decrease in Net Financial Assets (Debt)	893,954	1,087,234	(193,280)



**BOARD OF EDUCATION OF SCHOOL DISTRICT
NO. 47 (QATHET)**

***FINANCIAL STATEMENT NOTES
YEAR ENDED JUNE 30, 2024***

NOTE 18 ACCUMULATED SURPLUS

	2024	2023
Internally Restricted (appropriated) by Board for:		
School & Program Based Resources:		
Achievement & Wellness Initiatives	\$234,674	\$359,633
Child Youth Counselling (ICY)	192,847	179,310
Strategic Planning Initiatives	-	250,000
Future Capital Cost Share (Edgehill Addition)	250,000	100,000
Teacher Mentorship	27,022	33,210
School Resources Carried Forward	18,632	12,912
Subtotal Internally Restricted Operating Surplus	723,175	935,065
Unrestricted Operating Surplus (Contingency)	<u>507,601</u>	<u>979,178</u>
	1,230,776	1,914,243
Local Capital:		
Replacement Fund for Artificial Playfield	40,000	-
Equipment Replacement Fund	80,671	155,305
Portables Classrooms	-	140,213
Administration Building Upgrade	<u>241,677</u>	<u>241,677</u>
	362,348	537,195
Investment In Capital Assets	8,237,429	8,501,608
Total Available for Future Operations	<u>\$9,830,553</u>	<u>\$10,953,046</u>

NOTE 19 RISK MANAGEMENT

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 \$538,537 (2023 - \$347,045).



BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 47 (QATHET)

FINANCIAL STATEMENT NOTES *YEAR ENDED JUNE 30, 2024*

NOTE 19 **RISK MANAGEMENT** *(Continued)*

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.

- **Foreign Currency Risk**

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, 2024. 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 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. 47 (qathet)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2024

	Operating Fund	Special Purpose Fund	Capital Fund	2024 Actual	2023 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	1,914,243		9,038,803	10,953,046	12,474,595
Changes for the year					
Surplus (Deficit) for the year	(823,680)		(298,813)	(1,122,493)	(1,521,549)
Interfund Transfers					
Local Capital	140,213		(140,213)	-	
Net Changes for the year	(683,467)	-	(439,026)	(1,122,493)	(1,521,549)
Accumulated Surplus (Deficit), end of year - Statement 2	1,230,776	-	8,599,777	9,830,553	10,953,046

School District No. 47 (qathet)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2024

	2024 Budget (Note 17) \$	2024 Actual \$	2023 Actual \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	40,307,107	40,899,742	37,265,237
Other	75,000	95,440	115,554
Tuition	608,120	611,919	887,702
Other Revenue	1,232,397	1,735,503	1,509,089
Rentals and Leases	138,900	155,664	176,367
Investment Income	150,000	163,724	207,361
Total Revenue	<u>42,511,524</u>	<u>43,661,992</u>	<u>40,161,310</u>
Expenses			
Instruction	35,457,282	36,958,576	33,415,546
District Administration	2,218,766	2,034,681	1,856,275
Operations and Maintenance	4,390,660	4,076,390	4,850,140
Transportation and Housing	1,279,881	1,416,025	1,290,061
Total Expense	<u>43,346,589</u>	<u>44,485,672</u>	<u>41,412,022</u>
Operating Surplus (Deficit) for the year	<u>(835,065)</u>	<u>(823,680)</u>	<u>(1,250,712)</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>835,065</u>		
Net Transfers (to) from other funds			
Local Capital		<u>140,213</u>	
Total Net Transfers	<u>-</u>	<u>140,213</u>	<u>-</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>(683,467)</u>	<u>(1,250,712)</u>
Operating Surplus (Deficit), beginning of year		<u>1,914,243</u>	<u>3,164,955</u>
Operating Surplus (Deficit), end of year		<u>1,230,776</u>	<u>1,914,243</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		<u>723,175</u>	<u>935,065</u>
Unrestricted		<u>507,601</u>	<u>979,178</u>
Total Operating Surplus (Deficit), end of year		<u>1,230,776</u>	<u>1,914,243</u>

School District No. 47 (qathet)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2024

	2024 Budget (Note 17)	2024 Actual	2023 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	40,300,516	40,657,106	36,292,353
ISC/LEA Recovery	(1,032,389)	(1,104,133)	(1,032,389)
Other Ministry of Education and Child Care Grants			
Pay Equity	243,304	243,304	243,304
Funding for Graduated Adults	2,000	2,753	6,601
Student Transportation Fund	91,754	91,754	91,754
FSA Scorer Grant	7,506	7,506	7,506
Child Care Funding		85,465	
Early Learning Framework (ELF) Implementation			466
Labour Settlement Funding	694,416	694,416	1,394,951
Equity Scan			81,381
ICY Clinical Counsellor Funding		221,571	179,310
Total Provincial Grants - Ministry of Education and Child Care	40,307,107	40,899,742	37,265,237
Provincial Grants - Other	75,000	95,440	115,554
Tuition			
Summer School Fees	8,120	8,120	10,582
International and Out of Province Students	600,000	603,799	877,120
Total Tuition	608,120	611,919	887,702
Other Revenues			
Other School District/Education Authorities	120,008	138,000	120,009
Funding from First Nations	1,032,389	1,104,133	1,032,389
Miscellaneous			
Misc. Billings & Recoveries	52,600	145,518	91,520
Purchase Card Rebate	17,500	24,762	21,898
Art Starts Grants	9,900	9,900	9,914
Tla'amin Service Contract			37,920
Cafeteria Revenue		136,094	132,534
Fortis Rebate		83,530	
Before & After School Care		93,566	62,905
Total Other Revenue	1,232,397	1,735,503	1,509,089
Rentals and Leases	138,900	155,664	176,367
Investment Income	150,000	163,724	207,361
Total Operating Revenue	42,511,524	43,661,992	40,161,310

School District No. 47 (qathet)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2024

	2024 Budget (Note 17)	2024 Actual	2023 Actual
	\$	\$	\$
Salaries			
Teachers	14,256,187	14,754,584	13,464,576
Principals and Vice Principals	2,822,400	2,947,223	2,607,118
Educational Assistants	4,048,858	4,018,328	2,537,629
Support Staff	3,260,120	3,237,865	3,181,765
Other Professionals	2,115,847	1,755,493	1,552,055
Substitutes	1,781,641	1,625,119	1,656,046
Total Salaries	28,285,053	28,338,612	24,999,189
Employee Benefits	6,324,200	6,711,088	5,762,871
Total Salaries and Benefits	34,609,253	35,049,700	30,762,060
Services and Supplies			
Services	3,867,555	4,421,730	5,194,246
Student Transportation	6,000	5,993	4,195
Professional Development and Travel	369,847	429,363	339,474
Rentals and Leases	306,100	323,929	258,877
Dues and Fees	288,500	293,945	421,730
Insurance	108,500	108,542	103,239
Supplies	3,161,334	3,180,210	3,656,060
Utilities	629,500	672,260	672,141
Total Services and Supplies	8,737,336	9,435,972	10,649,962
Total Operating Expense	43,346,589	44,485,672	41,412,022

School District No. 47 (qathet)

Operating Expense by Function, Program and Object

Year Ended June 30, 2024

	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	11,927,755	244,819		211,899	264,983	1,115,604	13,765,060
1.03 Career Programs	45,936	63,218					109,154
1.07 Library Services	187,142						187,142
1.08 Counselling	459,862	75,852			80,793		616,507
1.10 Special Education	1,542,783	291,615	3,795,990	16,318	326,388	214,575	6,187,669
1.30 English Language Learning	28,417						28,417
1.31 Indigenous Education	410,536	144,119	222,338		10,356	14,234	801,583
1.41 School Administration		1,730,993		866,806		36,889	2,634,688
1.60 Summer School						103,968	103,968
1.61 Continuing Education	106,217						106,217
1.62 International and Out of Province Students	45,936	66,788			73,016	2,771	188,511
Total Function 1	14,754,584	2,617,404	4,018,328	1,095,023	755,536	1,488,041	24,728,916
4 District Administration							
4.11 Educational Administration		329,819			311,745		641,564
4.40 School District Governance					89,057		89,057
4.41 Business Administration				205,617	375,663		581,280
Total Function 4	-	329,819	-	205,617	776,465	-	1,311,901
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				26,769	119,378		146,147
5.50 Maintenance Operations				1,212,068	58,438	71,369	1,341,875
5.52 Maintenance of Grounds				90,223			90,223
5.56 Utilities							-
Total Function 5	-	-	-	1,329,060	177,816	71,369	1,578,245
7 Transportation and Housing							
7.41 Transportation and Housing Administration				24,195	45,676		69,871
7.70 Student Transportation				583,970		65,709	649,679
Total Function 7	-	-	-	608,165	45,676	65,709	719,550
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	14,754,584	2,947,223	4,018,328	3,237,865	1,755,493	1,625,119	28,338,612

School District No. 47 (qathet)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2024

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2024 Actual	2024 Budget (Note 17)	2023 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	13,765,060	3,417,987	17,183,047	3,384,795	20,567,842	19,903,560	19,334,647
1.03 Career Programs	109,154	29,459	138,613	8,633	147,246	94,840	201,997
1.07 Library Services	187,142	48,097	235,239	22,857	258,096	292,172	241,373
1.08 Counselling	616,507	122,029	738,536	3,454	741,990	602,963	474,149
1.10 Special Education	6,187,669	1,476,825	7,664,494	2,302,041	9,966,535	9,372,174	8,348,370
1.30 English Language Learning	28,417	9,304	37,721	2,000	39,721	24,784	17,464
1.31 Indigenous Education	801,583	156,697	958,280	79,689	1,037,969	972,819	754,048
1.41 School Administration	2,634,688	573,148	3,207,836	107,012	3,314,848	3,288,249	3,034,570
1.60 Summer School	103,968	15,746	119,714	16,864	136,578	132,000	100,630
1.61 Continuing Education	106,217	25,492	131,709	2,000	133,709	113,920	107,280
1.62 International and Out of Province Students	188,511	42,849	231,360	382,682	614,042	659,801	801,018
Total Function 1	24,728,916	5,917,633	30,646,549	6,312,027	36,958,576	35,457,282	33,415,546
4 District Administration							
4.11 Educational Administration	641,564	135,921	777,485	49,037	826,522	817,631	726,503
4.40 School District Governance	89,057	5,570	94,627	76,434	171,061	162,000	208,291
4.41 Business Administration	581,280	131,624	712,904	324,194	1,037,098	1,239,135	921,481
Total Function 4	1,311,901	273,115	1,585,016	449,665	2,034,681	2,218,766	1,856,275
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	146,147	35,918	182,065	122,440	304,505	290,061	170,552
5.50 Maintenance Operations	1,341,875	294,925	1,636,800	1,219,616	2,856,416	3,215,087	3,490,970
5.52 Maintenance of Grounds	90,223	20,749	110,972	132,237	243,209	256,012	511,682
5.56 Utilities	-	-	-	672,260	672,260	629,500	676,936
Total Function 5	1,578,245	351,592	1,929,837	2,146,553	4,076,390	4,390,660	4,850,140
7 Transportation and Housing							
7.41 Transportation and Housing Administration	69,871	15,704	85,575	4,343	89,918	118,321	48,115
7.70 Student Transportation	649,679	153,044	802,723	523,384	1,326,107	1,161,560	1,241,946
Total Function 7	719,550	168,748	888,298	527,727	1,416,025	1,279,881	1,290,061
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	28,338,612	6,711,088	35,049,700	9,435,972	44,485,672	43,346,589	41,412,022

School District No. 47 (qathet)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2024

	2024 Budget (Note 17)	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	5,639,158	5,465,546	5,450,472
Other Revenue	877,500	2,473,653	2,174,977
Total Revenue	<u>6,516,658</u>	<u>7,939,199</u>	<u>7,625,449</u>
Expenses			
Instruction	6,249,847	7,690,693	7,320,953
District Administration	100,547	96,338	98,342
Operations and Maintenance	166,264	152,168	206,154
Total Expense	<u>6,516,658</u>	<u>7,939,199</u>	<u>7,625,449</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. 47 (qathet)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year			63,840	477,591			798	7,735	
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	122,953	153,294			128,000	14,700	277,980	225,426	131,811
Other			355,196	2,062,947					
	122,953	153,294	355,196	2,062,947	128,000	14,700	277,980	225,426	131,811
Less: Allocated to Revenue	122,953	153,294	203,126	2,270,527	128,000	14,700	260,390	233,161	131,811
Deferred Revenue, end of year	-	-	215,910	270,011	-	-	18,388	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	122,953	153,294			128,000	14,700	260,390	233,161	131,811
Other Revenue			203,126	2,270,527					
	122,953	153,294	203,126	2,270,527	128,000	14,700	260,390	233,161	131,811
Expenses									
Salaries									
Teachers							125,129		7,178
Principals and Vice Principals									
Educational Assistants		138,103					40,356	100,941	
Support Staff					102,127				29,215
Other Professionals							32,143	63,440	
Substitutes						7,425		3,270	74,614
	-	138,103	-	-	102,127	7,425	197,628	167,651	111,007
Employee Benefits		15,191			20,425	743	37,461	37,643	11,100
Services and Supplies	122,953		203,126	2,270,527	5,448	6,532	25,301	27,867	9,704
	122,953	153,294	203,126	2,270,527	128,000	14,700	260,390	233,161	131,811
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 47 (qathet)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Changing Results for Young Children	Seamless Day Kindergarten	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year							52,811		
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	1,996,181	417,879	55,000	6,000	55,400	40,000	149,000	25,000	19,000
Other									
	1,996,181	417,879	55,000	6,000	55,400	40,000	149,000	25,000	19,000
Less: Allocated to Revenue	1,996,181	417,879	55,000	6,000	55,400	-	45,808	25,000	19,000
Deferred Revenue, end of year	-	-	-	-	-	40,000	156,003	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	1,996,181	417,879	55,000	6,000	55,400		45,808	25,000	19,000
Other Revenue									
	1,996,181	417,879	55,000	6,000	55,400	-	45,808	25,000	19,000
Expenses									
Salaries									
Teachers	1,609,825	337,475	44,355						
Principals and Vice Principals									
Educational Assistants		42,415							
Support Staff					45,410			21,368	
Other Professionals									
Substitutes				4,982					14,220
	1,609,825	379,890	44,355	4,982	45,410	-	-	21,368	14,220
Employee Benefits	386,356	37,989	10,645	498	9,990			3,632	1,422
Services and Supplies				520			45,808		3,358
	1,996,181	417,879	55,000	6,000	55,400	-	45,808	25,000	19,000
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 47 (qathet)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

	ECL (Early Care & Learning)	Feeding Futures Fund	Health Career Grants	Auditory Outreach Program	TOTAL
	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year					602,775
Add: Restricted Grants					
Provincial Grants - Ministry of Education and Child Care	175,000	417,806	50,000	1,392,380	5,852,810
Other					2,418,143
	175,000	417,806	50,000	1,392,380	8,270,953
Less: Allocated to Revenue	175,000	233,589	-	1,392,380	7,939,199
Deferred Revenue, end of year	<u>-</u>	<u>184,217</u>	<u>50,000</u>	<u>-</u>	<u>934,529</u>
Revenues					
Provincial Grants - Ministry of Education and Child Care	175,000	233,589		1,392,380	5,465,546
Other Revenue					2,473,653
	175,000	233,589	-	1,392,380	7,939,199
Expenses					
Salaries					
Teachers				21,243	2,145,205
Principals and Vice Principals	125,519	16,432		132,809	274,760
Educational Assistants		47,927			369,742
Support Staff	20,398			101,342	319,860
Other Professionals				258,939	354,522
Substitutes					104,511
	145,917	64,359	-	514,333	3,568,600
Employee Benefits	24,434	9,409		99,868	706,806
Services and Supplies	4,649	159,821		778,179	3,663,793
	175,000	233,589	-	1,392,380	7,939,199
Net Revenue (Expense) before Interfund Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Interfund Transfers					
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Revenue (Expense)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

School District No. 47 (qathet)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2024

	2024 Budget (Note 17)	2024 Actual			2023 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income	22,500		24,464	24,464	69,120
Amortization of Deferred Capital Revenue	1,706,519	1,772,076		1,772,076	1,755,075
Total Revenue	<u>1,729,019</u>	<u>1,772,076</u>	<u>24,464</u>	<u>1,796,540</u>	<u>1,824,195</u>
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,955,551	2,003,677		2,003,677	1,973,323
Transportation and Housing	91,676	91,676		91,676	121,709
Total Expense	<u>2,047,227</u>	<u>2,095,353</u>	<u>-</u>	<u>2,095,353</u>	<u>2,095,032</u>
Capital Surplus (Deficit) for the year	<u>(318,208)</u>	<u>(323,277)</u>	<u>24,464</u>	<u>(298,813)</u>	<u>(270,837)</u>
Net Transfers (to) from other funds					
Local Capital			(140,213)	(140,213)	
Total Net Transfers	<u>-</u>	<u>-</u>	<u>(140,213)</u>	<u>(140,213)</u>	<u>-</u>
Other Adjustments to Fund Balances					
Settlement of Asset Retirement Obligation from Local Capital		59,098	(59,098)	-	
Total Other Adjustments to Fund Balances		<u>59,098</u>	<u>(59,098)</u>	<u>-</u>	
Total Capital Surplus (Deficit) for the year	<u>(318,208)</u>	<u>(264,179)</u>	<u>(174,847)</u>	<u>(439,026)</u>	<u>(270,837)</u>
Capital Surplus (Deficit), beginning of year		8,501,608	537,195	9,038,803	9,309,640
Capital Surplus (Deficit), end of year		<u>8,237,429</u>	<u>362,348</u>	<u>8,599,777</u>	<u>9,038,803</u>

School District No. 47 (qathet)

Tangible Capital Assets
Year Ended June 30, 2024

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	4,151,237	74,583,513	2,660,736	916,759	-	147,197	82,459,442
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,938,644	31,600				2,970,244
Deferred Capital Revenue - Other		1,840,453	84,789				1,925,242
	-	4,779,097	116,389	-	-	-	4,895,486
Decrease:							
Deemed Disposals			48,956				48,956
	-	-	48,956	-	-	-	48,956
Cost, end of year	4,151,237	79,362,610	2,728,169	916,759	-	147,197	87,305,972
Work in Progress, end of year							-
Cost and Work in Progress, end of year	4,151,237	79,362,610	2,728,169	916,759	-	147,197	87,305,972
Accumulated Amortization, beginning of year		34,046,764	810,652	441,770		44,161	35,343,347
Changes for the Year							
Increase: Amortization for the Year		1,704,792	269,445	91,676		29,440	2,095,353
Decrease:							
Deemed Disposals			48,956				48,956
			48,956	-	-	-	48,956
Accumulated Amortization, end of year		35,751,556	1,031,141	533,446	-	73,601	37,389,744
Tangible Capital Assets - Net	4,151,237	43,611,054	1,697,028	383,313	-	73,596	49,916,228

School District No. 47 (qathet)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2024

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
Deferred Capital Revenue, beginning of year	\$ 34,050,732	\$ 2,247,597	\$ 933,381	\$ 37,231,710
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,970,244	1,840,453	84,789	4,895,486
	<u>2,970,244</u>	<u>1,840,453</u>	<u>84,789</u>	<u>4,895,486</u>
Decrease:				
Amortization of Deferred Capital Revenue	1,599,540	115,463	57,073	1,772,076
	<u>1,599,540</u>	<u>115,463</u>	<u>57,073</u>	<u>1,772,076</u>
Net Changes for the Year	<u>1,370,704</u>	<u>1,724,990</u>	<u>27,716</u>	<u>3,123,410</u>
Deferred Capital Revenue, end of year	<u>35,421,436</u>	<u>3,972,587</u>	<u>961,097</u>	<u>40,355,120</u>
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Work in Progress, end of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Capital Revenue, end of year	<u>35,421,436</u>	<u>3,972,587</u>	<u>961,097</u>	<u>40,355,120</u>

School District No. 47 (qathet)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2024

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$	\$	\$ 730,453	\$	\$	\$ 730,453
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,970,244		1,110,000			4,080,244
Other					84,789	84,789
	2,970,244	-	1,110,000	-	84,789	4,165,033
Decrease:						
Transferred to DCR - Capital Additions	2,970,244		1,840,453		84,789	4,895,486
	2,970,244	-	1,840,453	-	84,789	4,895,486
Net Changes for the Year	-	-	(730,453)	-	-	(730,453)
Balance, end of year	-	-	-	-	-	-