

Audited Financial Statements of

**School District No. 47 (Powell River)**

And Independent Auditors' Report thereon

June 30, 2022

# School District No. 47 (Powell River)

June 30, 2022

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# School District No. 47 (Powell River)

## MANAGEMENT REPORT

Version: 3947-3202-1219

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

The accompanying financial statements of School District No. 47 (Powell 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.



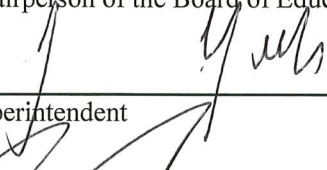
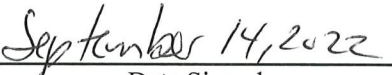
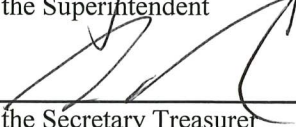
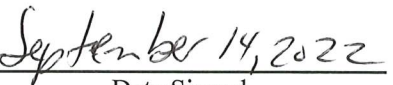
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 47 (Powell River) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, MNP LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 47 (Powell 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. 47 (Powell River)

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

To the Board of Education of School District No. 47 (Powell River) and the Minister of Education:

## **Opinion**

We have audited the financial statements of School District No. 47 (Powell River) (the "School District"), which comprise the statement of financial position as at June 30, 2022, 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, 2022 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 (Powell River).

## **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.

Campbell River, BC

September 14, 2022

*MNP* LLP

Chartered Professional Accountants

# School District No. 47 (Powell River)

Statement 1



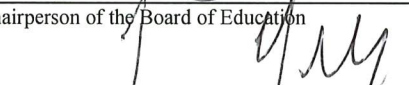
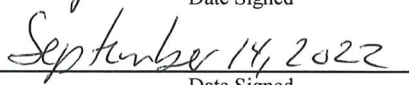

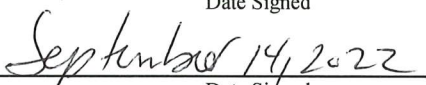
## Statement of Financial Position

As at June 30, 2022

	2022 Actual	2021 Actual (Restated)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	9,247,733	7,418,399
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	50,000	142,338
Other (Note 3)	200,505	186,313
<b>Total Financial Assets</b>	<u>9,498,238</u>	<u>7,747,050</u>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	2,468,363	2,196,740
Unearned Revenue (Note 9)	472,429	515,518
Deferred Revenue (Note 6)	832,704	568,191
Deferred Capital Revenue (Note 7)	38,025,548	36,580,467
Employee Future Benefits (Note 8)	817,819	788,119
<b>Total Liabilities</b>	<u>42,616,863</u>	<u>40,649,035</u>
<b>Net Debt</b>	<u>(33,118,625)</u>	<u>(32,901,985)</u>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10 & 20)	46,874,255	46,035,013
Prepaid Expenses	113,505	90,289
<b>Total Non-Financial Assets</b>	<u>46,987,760</u>	<u>46,125,302</u>
<b>Accumulated Surplus (Deficit) (Note 18)</b>	<u>13,869,135</u>	<u>13,223,317</u>

Contingent Liabilities (Note 11)

Approved by the Board

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

# School District No. 47 (Powell River)

Statement 2

Statement of Operations  
Year Ended June 30, 2022

	2022 Budget (Note 17) \$	2022 Actual \$	2021 Actual (Restated) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	38,047,812	<b>38,390,011</b>	38,357,190
Other	100,000	<b>145,872</b>	128,300
Tuition	975,000	<b>1,192,761</b>	516,651
Other Revenue	1,904,546	<b>2,438,827</b>	1,965,962
Rentals and Leases	97,400	<b>143,648</b>	126,654
Investment Income	35,000	<b>53,391</b>	31,459
Amortization of Deferred Capital Revenue	1,585,275	<b>1,712,193</b>	1,641,299
<b>Total Revenue</b>	<u>42,745,033</u>	<u><b>44,076,703</b></u>	<u>42,767,515</u>
<b>Expenses</b>			
Instruction	35,133,750	<b>34,346,233</b>	32,361,264
District Administration	1,763,059	<b>1,647,672</b>	1,429,836
Operations and Maintenance (Note 20)	5,688,886	<b>6,248,869</b>	6,396,447
Transportation and Housing	1,058,524	<b>1,188,111</b>	1,123,404
<b>Total Expense</b>	<u>43,644,219</u>	<u><b>43,430,885</b></u>	<u>41,310,951</u>
<b>Surplus (Deficit) for the year</b>	<u>(899,186)</u>	<u><b>645,818</b></u>	<u>1,456,564</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>13,223,317</b>	11,766,753
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u><b>13,869,135</b></u></u>	<u>13,223,317</u>

# School District No. 47 (Powell River)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget (Note 17) \$	2022 Actual \$	2021 Actual (Restated) \$
<b>Surplus (Deficit) for the year</b>	<u>(899,186)</u>	<u>645,818</u>	<u>1,456,564</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets		(2,864,734)	(2,132,723)
Amortization of Tangible Capital Assets (Note 20)	1,854,799	2,025,492	1,918,610
<b>Total Effect of change in Tangible Capital Assets</b>	<u>1,854,799</u>	<u>(839,242)</u>	<u>(214,113)</u>
Use of Prepaid Expenses		(23,216)	(5,962)
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>(23,216)</u>	<u>(5,962)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>955,613</u>	<u>(216,640)</u>	<u>1,236,489</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(216,640)</u>	<u>1,236,489</u>
<b>Net Debt, beginning of year</b>		<u>(32,901,985)</u>	<u>(34,138,474)</u>
<b>Net Debt, end of year</b>		<u>(33,118,625)</u>	<u>(32,901,985)</u>



# School District No. 47 (Powell River)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2022

	2022 Actual	2021 Actual (Restated)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	645,818	1,456,564
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	78,146	(191,225)
Prepaid Expenses	(23,216)	(5,962)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	271,623	(177,014)
Unearned Revenue	(43,089)	191,435
Deferred Revenue	264,513	(5,005)
Employee Future Benefits	29,700	58,851
Amortization of Tangible Capital Assets (Note 20)	2,025,492	1,918,610
Amortization of Deferred Capital Revenue	(1,712,193)	(1,641,299)
<b>Total Operating Transactions</b>	<b>1,536,794</b>	<b>1,604,955</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(2,864,734)	(2,132,723)
<b>Total Capital Transactions</b>	<b>(2,864,734)</b>	<b>(2,132,723)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	3,157,274	1,525,251
<b>Total Financing Transactions</b>	<b>3,157,274</b>	<b>1,525,251</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,829,334</b>	<b>997,483</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>7,418,399</b>	<b>6,420,916</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>9,247,733</b>	<b>7,418,399</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	9,247,733	7,418,399
	<b>9,247,733</b>	<b>7,418,399</b>



# POWELL RIVER BOARD OF EDUCATION SCHOOL DISTRICT NO. 47

## *FINANCIAL STATEMENT NOTES* *YEAR ENDED JUNE 30, 2022*

### **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 (Powell River)", and operates as "School District No. 47 (Powell 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 and Child Care. School District No. 47 (Powell River) is exempt from federal and provincial corporate income taxes.

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. Under direction of the Provincial Health Officer, all schools suspended in-class instruction in March 2020 and the District remained open to continue to support students and families in a variety of ways. Parents were given the choice to send their children back to school on a gradual and part-time basis beginning June 1, 2020 and full-time beginning Sept 1, 2020 with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impact are not known, an estimate of the future financial effect on the District is not practicable at this time.

### **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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

a) Basis of Accounting (cont'd)

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.

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

Year-ended June 30, 2021 – decrease in annual surplus by \$90,433

June 30, 2021 – increase in accumulated surplus and decrease in deferred contributions by \$37,413,838

Year-ended June 30, 2022 – increase in annual surplus by \$1,445,081

June 30, 2022 – increase in accumulated surplus and increase in deferred contributions by \$38,025,548

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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

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 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

Insurance premiums, and software licensing and support, 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).



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

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.

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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

i) Liability for Contaminated Sites (cont'd)

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, 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 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



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

k) Tangible Capital Assets (cont'd)

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 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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

l) Revenue Recognition (cont'd)

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.

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.





**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

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.

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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

p) Future Changes in Accounting Policies

***PS 3280 Asset Retirement Obligations*** issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2022. A liability will be 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.

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

A modified retroactive application has been recommended by Government. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

***PS 3400 Revenue*** issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the school district satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school 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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

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

p) Future Changes in Accounting Policies (Continued)

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District’s financial results

**NOTE 3 ACCOUNTS RECEIVABLE - OTHER**

	2022	2021
Due from Federal Government	\$101,031	\$67,119
Due from Others	99,474	119,194
	\$200,505	\$186,313

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

	2022	2021
Trade and other payables	\$977,179	\$695,782
Salaries and benefits payable	100,346	81,268
Deductions Payable	1,390,838	1,419,690
	\$2,468,363	\$2,196,740

**NOTE 5 EXPENSE BY OBJECT**

	2022	2021
Salaries	\$24,579,935	\$23,555,174
Benefits	5,374,500	5,266,833
Services and supplies	11,450,958	10,570,334
Amortization	2,025,492	1,918,610
	\$43,430,885	\$41,310,951



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**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>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 568,191	\$573,196
Increases:		
Provincial Grant – MOE	\$4,601,476	\$5,494,664
Other	1,122,015	723,302
	<u>5,723,491</u>	<u>6,217,966</u>
Decreases:		
Transfers to Revenue	<u>5,458,978</u>	<u>6,222,971</u>
Net Changes for the year	<u>264,513</u>	<u>5,005</u>
Balance, end of the year	<u><u>\$832,704</u></u>	<u><u>\$ 568,191</u></u>



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**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 2022	2021
Balance, beginning of year (Restated)	\$36,580,467	\$ -	\$ 36,580,467	37,504,271
Increases:				
Transfers from DC - capital additions	2,269,274		2,269,274	1,525,251
Provincial Grants – MECC		2,000,124	2,000,124	1,525,251
Provincial Grants - Other		888,000	888,000	
Other		269,150	269,150	
	2,269,274	3,157,274	5,426,548	3,050,502
Decreases:				
Amortization	1,712,193		1,712,193	1,615,684
Transfers to DCR - Capital Additions		2,269,274	2,269,274	1,525,251
Net Changes	557,081	888,000	1,445,081	(90,433)
Balance, end of the year	\$37,137,548	\$ 888,000	\$ 38,025,548	\$ 37,413,838
Prior Period Adjustment				(833,371)
Balance, end of the year, as restated				\$36,580,467



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

**FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022**

**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.

	2022	2021
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$846,802	\$837,805
Service Cost	69,769	69,999
Interest Cost	22,099	19,693
Benefit Payments	(79,325)	(53,660)
Increase (Decrease) in obligation due to Plan Amendment	-	-
Actuarial Gain	(55,505)	(27,035)
Accrued Benefit Obligation – March 31	<u>\$803,840</u>	<u>\$846,802</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$803,840	\$846,802
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	(803,840)	(846,802)
Employer Contributions After Measurement Date	18,000	6,834
Benefits Expense After Measurement Date	(25,220)	(22,967)
Unamortized Net Actuarial (Gain) Loss	(6,759)	74,816
Accrued Benefit Liability – June 30	<u>\$(817,819)</u>	<u>\$(788,119)</u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability – July 1	\$788,119	\$729,268
Net expense for Fiscal Year	120,191	119,345
Employer Contributions	(90,491)	(60,494)
Accrued Benefit Liability – June 30	<u>\$817,819</u>	<u>\$788,119</u>



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

**FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022**

**NOTE 8 EMPLOYEE FUTURE BENEFITS (Continued)**

	2022	2021
<b>Components of Net Benefit Expense</b>		
Service Cost	\$70,762	\$69,942
Interest Cost	23,359	20,295
Amortization of Net Actuarial Loss	26,071	29,109
Net Benefit Expense	<u>\$120,191</u>	<u>\$119,345</u>

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

Discount Rate – April 1	2.50%	2.25%
Discount Rate – March 31	3.25%	2.50%
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	9.7

**NOTE 9 UNEARNED REVENUE**

	2022	2021
Balance, beginning of year	<u>\$515,518</u>	<u>\$324,083</u>
Changes for the year:		
Increase:		
Tuition fees	455,892	505,792
Rental/Lease of facilities	16,537	9,726
	<u>472,429</u>	<u>515,518</u>
Decrease:		
Tuition fees	505,792	308,670
Rental/Lease of facilities	9,726	15,413
	<u>515,518</u>	<u>324,083</u>
Net changes for the year	<u>(43,089)</u>	<u>191,435</u>
Balance, end of year	<u>\$472,429</u>	<u>\$515,518</u>



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

**FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022**

**NOTE 10 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2022	Net Book Value 2021
Sites	\$4,151,237	\$4,151,237
Buildings	40,350,559	40,500,928
Furniture & Equipment	1,808,854	780,766
Vehicles	415,650	549,161
Computer Software	3,001	14,167
Computer Hardware	144,954	38,754
<b>Total</b>	<b>\$46,874,255</b>	<b>\$46,035,013</b>

**June 30, 2022**

<b>Cost</b>	Opening Cost	Additions	Disposals	Total 2022
Sites	\$4,151,237	\$-	\$-	\$4,151,237
Buildings	69,879,612	1,460,124	-	71,339,736
Furniture & Equipment	1,513,429	1,236,080	103,107	2,646,402
Vehicles	1,579,437	21,332	83,346	1,517,423
Computer Software	81,651	-	30,013	30,013
Computer Hardware	137,996	147,198	13,214	271,980
<b>Total Cost</b>	<b>\$77,343,362</b>	<b>\$2,864,734</b>	<b>\$251,305</b>	<b>\$79,956,791</b>

<b>Accumulated Amortization</b>	Opening Accumulated Amortization	Prior Period Adjustment	Additions	Disposals	Total 2022
Sites	\$		\$	\$	\$
Buildings	28,580,895	797,789	1,610,493	-	30,989,177
Furniture & Equipment	656,990	75,673	207,992	103,107	837,548
Vehicles	951,306	78,970	154,843	83,346	1,101,773
Computer Software	59,318	8,166	11,166	51,638	27,012
Computer Hardware	85,441	13,801	40,998	13,214	127,026
<b>Total Amortization</b>	<b>\$30,333,950</b>	<b>974,399</b>	<b>\$2,025,492</b>	<b>\$251,305</b>	<b>\$33,082,536</b>





**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

**FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022**

**NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2021**

<b>Cost</b>	Opening Cost	Additions	Disposals	Total 2021
Sites	\$4,038,922	\$112,315	\$-	\$4,151,237
Buildings	68,269,579	1,610,033	-	69,879,612
Furniture & Equipment	1,334,285	220,054	40,910	1,513,429
Vehicles	1,389,116	190,321	-	1,579,437
Computer Software	81,651	-	-	81,651
Computer Hardware	189,056	-	51,060	137,996
<b>Total Cost</b>	<b>\$75,302,609</b>	<b>\$2,132,723</b>	<b>\$91,970</b>	<b>\$77,343,362</b>

<b>Accumulated Amortization</b>	Opening Accumulated Amortization	Additions	Disposals	Total 2021
Sites	\$	\$	\$	\$
Buildings	27,018,937	1,561,958	-	28,580,895
Furniture & Equipment	564,471	133,429	40,910	656,990
Vehicles	812,394	138,912	-	951,306
Computer Software	42,988	16,330	-	59,318
Computer Hardware	98,690	37,811	51,060	85,441
<b>Total Amortization</b>	<b>\$28,537,480</b>	<b>\$1,888,440</b>	<b>\$91,970</b>	<b>\$30,333,950</b>

**NOTE 11 CONTINGENCIES**

Ongoing Legal Proceedings

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



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**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, 2021, the Teachers' Pension Plan has about 50,000 active members and approximately 40,000 retired members. As of December 31, 2021, the Municipal Pension Plan has about 227,000 active members, including approximately 29,000 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, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$2,456,619 for employer contributions to the plans for the year ended June 30, 2022 (2021: \$2,367,687)

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, 2021, with results available in 2022.

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.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**NOTE 13 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2022, were as follows:

- \$500,000 from the Operating Fund to the Local Capital Fund

**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**

The School District presently is unable to estimate future obligations related to the removal and disposal of asbestos which is believed to be prevalent throughout School District owned buildings built prior to the mid 1980s. At present such estimates can only be provided for buildings that are in the process of being decommissioned. Over the period to the required implementation in 2022 of a new PSAS standard PS3280 Asset Retirement Obligations the School District will be working towards establishing reliable estimates in respect of asbestos removal and disposal throughout all relevant School District buildings.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**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 16, 2022. The Board adopted a preliminary annual budget on June 9, 2021. 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:

	2022 Amended	2022 Preliminary	Difference
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	38,047,812	35,545,348	2,502,464
Other	100,000	100,000	-
Tuition	975,000	600,000	375,000
Other Revenue	1,904,546	2,251,384	(346,838)
Rentals and Leases	97,400	122,900	(25,500)
Investment Income	35,000	35,000	-
Amortization of Deferred Capital Revenue	1,585,275	1,585,275	-
<b>Total Revenue</b>	<b>42,745,033</b>	<b>40,239,907</b>	<b>2,505,126</b>
<b>Expenses</b>			
Instruction	35,133,750	33,282,014	2,851,736
District Administration	1,736,059	1,543,457	192,602
Operations and Maintenance	5,688,886	5,341,914	346,972
Transportation and Housing	1,058,524	1,048,524	10,000
<b>Total Expenses</b>	<b>43,644,219</b>	<b>41,215,909</b>	<b>2,428,310</b>
<b>Surplus (Deficit) for the year</b>	<b>(899,186)</b>	<b>(976,002)</b>	<b>76,816</b>
<b>Effects of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	-	-	-
Amortization of Tangible Capital Assets	1,854,799	1,854,799	-
<b>Total Effect of change in Tangible Capital Assets</b>	<b>1,854,799</b>	<b>1,854,799</b>	<b>-</b>
<b>(Increase) Decrease in Net Financial Assets</b>			
<b>(Debt)</b>	<b>955,613</b>	<b>878,797</b>	<b>76,816</b>



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**NOTE 18 ACCUMULATED SURPLUS**

	2022	2021
Internally Restricted (appropriated) by Board for:		
School & Program Based Resources:		
Technology Initiatives	\$ 264,000	\$ 62,500
MOE Holdback Funds – COVID Learning Loss	-	104,642
COVID – Day Cleaning	-	300,690
Library / Learning Commons Re-vitalization	200,000	-
Achievement & Wellness Initiatives	684,356	205,788
Indigenous Initiatives	64,016	-
Committee Initiatives (e.g. SOGI etc)	30,000	30,000
Policy Review & Update Project	-	50,000
Elementary VP & District Indigenous Principal	-	89,042
Teacher Mentorship	39,448	45,671
Student Furniture & Equipment	50,000	75,000
School Resources Carried Forward	35,815	198,831
	<hr/>	<hr/>
Subtotal Internally Restricted Operating Surplus	1,367,635	1,162,164
Unrestricted Operating Surplus (Contingency)	<u>1,797,320</u>	<u>1,547,874</u>
	3,164,955	2,710,038
Local Capital:		
Replacement Fund for Artificial Playfield	75,000	384,500
Ongoing Investment into Outdoor Learning Centre	-	75,000
Equipment Replacement Fund	186,353	125,483
Portables Classrooms	646,680	427,300
Outdoor Furniture	-	46,450
Maintenance Facility Upgrade	59,440	-
	<hr/>	<hr/>
	967,473	1,058,733
Investment In Capital Assets	9,736,707	9,454,546
Total Available for Future Operations	<hr/> <u>\$13,869,135</u>	<hr/> <u>\$13,223,317</u>



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**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 \$250,505 (2021 - \$328,651).

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, 2022. No provision for impairment was recorded in the current year, as the fair value of all financial assets tested exceeded their carrying value.



**POWELL RIVER BOARD OF EDUCATION  
SCHOOL DISTRICT NO. 47**

***FINANCIAL STATEMENT NOTES  
YEAR ENDED JUNE 30, 2022***

**NOTE 19 RISK MANAGEMENT (Continued)**

- 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.

**NOTE 20 PRIOR PERIOD ADJUSTMENT**

On May 28, 2021, the Office of the Comptroller General directed all school districts to apply the half-year rule method of amortization beginning in the fiscal year an asset is placed into service. This directive applies to both past and future purchases. Prior to this directive, the district did not recognize amortization in the first partial service year. The School District has made a retroactive adjustment to recognize amortization of all assets and deferred capital contributions beginning in the first service year. The impact of the prior period adjustment on the June 30, 2021 comparative amounts is as follows:

	<u>Increase (Decrease)</u>
Tangible Capital Assets	\$(974,399)
Deferred Capital Revenue	(833,371)
Accumulated Surplus (Deficit)	(141,028)
Amortization of Deferred Capital Revenue	25,615
Operations & Maintenance Expense – Asset amortization	30,170
Transportation & Housing Expense – Asset amortization	0
Accumulated Surplus – beginning of the year July 1, 2020	(136,473)

# School District No. 47 (Powell River)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2022

	Operating Fund	Special Purpose Fund	Capital Fund	2022 Actual	2021 Actual (Restated)
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	2,710,038		10,513,279	<b>13,223,317</b>	11,903,226
Prior Period Adjustments					(136,473)
<b>Accumulated Surplus (Deficit), beginning of year, as restated</b>	<b>2,710,038</b>	-	<b>10,513,279</b>	<b>13,223,317</b>	11,766,753
<b>Changes for the year</b>					
Surplus (Deficit) for the year	954,917		(309,099)	<b>645,818</b>	1,456,564
Interfund Transfers					
Local Capital	(500,000)		500,000	-	
<b>Net Changes for the year</b>	<b>454,917</b>	-	<b>190,901</b>	<b>645,818</b>	<b>1,456,564</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>3,164,955</b>	-	<b>10,704,180</b>	<b>13,869,135</b>	13,223,317



# School District No. 47 (Powell River)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget (Note 17)	2022 Actual	2021 Actual (Restated)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	33,430,534	<b>33,948,066</b>	32,920,874
Other	100,000	<b>145,872</b>	128,300
Tuition	975,000	<b>1,192,761</b>	516,651
Other Revenue	1,078,184	<b>1,421,794</b>	1,179,307
Rentals and Leases	97,400	<b>143,648</b>	126,654
Investment Income	32,500	<b>49,191</b>	28,459
<b>Total Revenue</b>	<u>35,713,618</u>	<u><b>36,901,332</b></u>	<u>34,900,245</u>
<b>Expenses</b>			
Instruction	29,909,392	<b>29,106,537</b>	26,897,024
District Administration	1,664,114	<b>1,548,727</b>	1,333,489
Operations and Maintenance	3,852,274	<b>4,257,883</b>	4,009,525
Transportation and Housing	920,000	<b>1,033,268</b>	929,332
<b>Total Expense</b>	<u>36,345,780</u>	<u><b>35,946,415</b></u>	<u>33,169,370</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(632,162)</u>	<u><b>954,917</b></u>	<u>1,730,875</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>632,162</u>		
<b>Net Transfers (to) from other funds</b>			
Local Capital		<b>(500,000)</b>	(1,044,000)
<b>Total Net Transfers</b>	<u>-</u>	<u><b>(500,000)</b></u>	<u>(1,044,000)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u><b>454,917</b></u>	<u>686,875</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>2,710,038</b>	2,023,163
<b>Operating Surplus (Deficit), end of year</b>		<u><b>3,164,955</b></u>	<u>2,710,038</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 18)		<b>1,367,635</b>	1,162,164
Unrestricted		<b>1,797,320</b>	1,547,874
<b>Total Operating Surplus (Deficit), end of year</b>		<u><b>3,164,955</b></u>	<u>2,710,038</u>

# School District No. 47 (Powell River)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget (Note 17)	2022 Actual	2021 Actual (Restated)
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	33,889,313	<b>34,485,481</b>	32,761,556
ISC/LEA Recovery	(877,909)	<b>(974,724)</b>	(877,909)
Other Ministry of Education and Child Care Grants			
Pay Equity	243,303	<b>243,304</b>	243,304
Funding for Graduated Adults		<b>7,860</b>	4,223
Student Transportation Fund	91,754	<b>91,754</b>	91,754
Teachers' Labour Settlement Funding			629,555
Early Career Mentorship Funding			50,000
FSA Scorer Grant	3,753	<b>7,506</b>	7,506
Early Learning Framework (ELF)	1,320	<b>1,885</b>	1,885
Equity Grant	79,000	<b>79,000</b>	3,000
District Capacity Building - Early Learning		<b>6,000</b>	6,000
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>33,430,534</b>	<b>33,948,066</b>	32,920,874
<b>Provincial Grants - Other</b>	<b>100,000</b>	<b>145,872</b>	128,300
<b>Tuition</b>			
International and Out of Province Students	975,000	<b>1,192,761</b>	516,651
<b>Total Tuition</b>	<b>975,000</b>	<b>1,192,761</b>	516,651
<b>Other Revenues</b>			
Other School District/Education Authorities	118,275	<b>129,477</b>	151,200
Funding from First Nations	877,909	<b>974,724</b>	877,909
Miscellaneous			
Misc. Billings & Recoveries	50,000	<b>115,220</b>	28,225
Purchase Card Rebate	17,000	<b>17,595</b>	16,433
North Van. Island Aboriginal Training Society	15,000		20,688
Art Starts Grant		<b>8,343</b>	14,590
Cosmotology Revenues			1,889
Cafeteria Revenues		<b>128,395</b>	68,373
PAC Contributions		<b>48,040</b>	
<b>Total Other Revenue</b>	<b>1,078,184</b>	<b>1,421,794</b>	1,179,307
<b>Rentals and Leases</b>	<b>97,400</b>	<b>143,648</b>	126,654
<b>Investment Income</b>	<b>32,500</b>	<b>49,191</b>	28,459
<b>Total Operating Revenue</b>	<b>35,713,618</b>	<b>36,901,332</b>	34,900,245

# School District No. 47 (Powell River)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object  
Year Ended June 30, 2022

	2022 Budget (Note 17) \$	2022 Actual \$	2021 Actual (Restated) \$
<b>Salaries</b>			
Teachers	12,095,475	<b>12,122,027</b>	11,523,292
Principals and Vice Principals	2,008,125	<b>2,019,687</b>	1,697,346
Educational Assistants	2,203,931	<b>2,065,719</b>	1,900,703
Support Staff	2,748,477	<b>2,738,334</b>	2,484,387
Other Professionals	1,824,628	<b>1,576,031</b>	1,665,643
Substitutes	1,238,571	<b>1,226,938</b>	983,921
<b>Total Salaries</b>	<b>22,119,207</b>	<b>21,748,736</b>	<b>20,255,292</b>
<b>Employee Benefits</b>	4,962,237	<b>4,833,000</b>	4,597,570
<b>Total Salaries and Benefits</b>	<b>27,081,444</b>	<b>26,581,736</b>	<b>24,852,862</b>
<b>Services and Supplies</b>			
Services	4,231,400	<b>4,395,505</b>	3,728,167
Student Transportation	10,700	<b>6,531</b>	7,181
Professional Development and Travel	273,128	<b>299,847</b>	185,522
Rentals and Leases	290,700	<b>270,961</b>	296,850
Dues and Fees	435,500	<b>515,358</b>	213,555
Insurance	85,000	<b>82,281</b>	81,498
Supplies	3,277,908	<b>2,978,752</b>	3,167,020
Utilities	660,000	<b>815,444</b>	636,715
<b>Total Services and Supplies</b>	<b>9,264,336</b>	<b>9,364,679</b>	<b>8,316,508</b>
<b>Total Operating Expense</b>	<b>36,345,780</b>	<b>35,946,415</b>	<b>33,169,370</b>

# School District No. 47 (Powell River)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	9,681,671	372,476		186,747	253,154	894,379	11,388,427
1.03 Career Programs	73,388	59,956					133,344
1.07 Library Services	118,270			878			119,148
1.08 Counselling	375,567			1,318			376,885
1.10 Special Education	1,490,682		2,065,719	13,450	393,282	121,407	4,084,540
1.30 English Language Learning	10,724						10,724
1.31 Indigenous Education	151,575	96,537		24,475		18,227	290,814
1.41 School Administration		1,409,925		661,476		23,792	2,095,193
1.60 Summer School						60,363	60,363
1.61 Continuing Education	95,681						95,681
1.62 International and Out of Province Students	124,469	80,793			48,085	657	254,004
<b>Total Function 1</b>	<b>12,122,027</b>	<b>2,019,687</b>	<b>2,065,719</b>	<b>888,344</b>	<b>694,521</b>	<b>1,118,825</b>	<b>18,909,123</b>
<b>4 District Administration</b>							
4.11 Educational Administration					469,184		469,184
4.40 School District Governance					81,901		81,901
4.41 Business Administration				141,264	247,412		388,676
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>141,264</b>	<b>798,497</b>	<b>-</b>	<b>939,761</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				16,430	39,084		55,514
5.50 Maintenance Operations				1,135,831	13,942	55,185	1,204,958
5.52 Maintenance of Grounds				83,421			83,421
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,235,682</b>	<b>53,026</b>	<b>55,185</b>	<b>1,343,893</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration				19,943	29,987		49,930
7.70 Student Transportation				453,101		52,928	506,029
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>473,044</b>	<b>29,987</b>	<b>52,928</b>	<b>555,959</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>12,122,027</b>	<b>2,019,687</b>	<b>2,065,719</b>	<b>2,738,334</b>	<b>1,576,031</b>	<b>1,226,938</b>	<b>21,748,736</b>

# School District No. 47 (Powell River)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2022 Actual	2022 Budget (Note 17)	2021 Actual (Restated)
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	11,388,427	2,617,516	14,005,943	2,997,630	17,003,573	17,258,848	16,385,449
1.03 Career Programs	133,344	28,312	161,656	7,136	168,792	163,945	177,691
1.07 Library Services	119,148	25,715	144,863	18,199	163,062	176,363	188,328
1.08 Counselling	376,885	77,067	453,952	657	454,609	301,372	433,665
1.10 Special Education	4,084,540	932,835	5,017,375	2,128,388	7,145,763	7,509,738	6,153,469
1.30 English Language Learning	10,724	2,370	13,094	3,540	16,634	23,078	57,473
1.31 Indigenous Education	290,814	64,563	355,377	40,310	395,687	541,927	435,597
1.41 School Administration	2,095,193	419,382	2,514,575	135,119	2,649,694	2,696,289	2,292,474
1.60 Summer School	60,363	7,702	68,065	7,541	75,606	70,000	-
1.61 Continuing Education	95,681	19,136	114,817	2,370	117,187	361,841	406,935
1.62 International and Out of Province Students	254,004	58,578	312,582	603,348	915,930	805,991	365,943
<b>Total Function 1</b>	<b>18,909,123</b>	<b>4,253,176</b>	<b>23,162,299</b>	<b>5,944,238</b>	<b>29,106,537</b>	<b>29,909,392</b>	<b>26,897,024</b>
<b>4 District Administration</b>							
4.11 Educational Administration	469,184	90,990	560,174	132,559	692,733	822,719	622,395
4.40 School District Governance	81,901	4,780	86,681	77,524	164,205	154,500	129,504
4.41 Business Administration	388,676	91,512	480,188	211,601	691,789	686,895	581,590
<b>Total Function 4</b>	<b>939,761</b>	<b>187,282</b>	<b>1,127,043</b>	<b>421,684</b>	<b>1,548,727</b>	<b>1,664,114</b>	<b>1,333,489</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	55,514	12,475	67,989	84,992	152,981	208,658	155,088
5.50 Maintenance Operations	1,204,958	242,945	1,447,903	1,561,561	3,009,464	2,805,204	3,005,789
5.52 Maintenance of Grounds	83,421	18,418	101,839	172,057	273,896	178,412	205,837
5.56 Utilities	-	-	-	821,542	821,542	660,000	642,811
<b>Total Function 5</b>	<b>1,343,893</b>	<b>273,838</b>	<b>1,617,731</b>	<b>2,640,152</b>	<b>4,257,883</b>	<b>3,852,274</b>	<b>4,009,525</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	49,930	10,332	60,262	6,762	67,024	75,715	64,764
7.70 Student Transportation	506,029	108,372	614,401	351,843	966,244	844,285	864,568
<b>Total Function 7</b>	<b>555,959</b>	<b>118,704</b>	<b>674,663</b>	<b>358,605</b>	<b>1,033,268</b>	<b>920,000</b>	<b>929,332</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>21,748,736</b>	<b>4,833,000</b>	<b>26,581,736</b>	<b>9,364,679</b>	<b>35,946,415</b>	<b>36,345,780</b>	<b>33,169,370</b>

# School District No. 47 (Powell River)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations  
Year Ended June 30, 2022

	2022 Budget (Note 17)	2022 Actual	2021 Actual (Restated)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	4,617,278	<b>4,441,945</b>	5,436,316
Other Revenue	826,362	<b>1,017,033</b>	786,655
<b>Total Revenue</b>	<u>5,443,640</u>	<u><b>5,458,978</b></u>	<u>6,222,971</u>
<b>Expenses</b>			
Instruction	5,224,358	<b>5,239,696</b>	5,464,240
District Administration	98,945	<b>98,945</b>	96,347
Operations and Maintenance	120,337	<b>120,337</b>	607,224
Transportation and Housing			55,160
<b>Total Expense</b>	<u>5,443,640</u>	<u><b>5,458,978</b></u>	<u>6,222,971</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u><u>-</u></u>	<u><u>-</u></u>

**School District No. 47 (Powell River)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2022

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>			207,404	230,205	26,727	4,355	4,938	93,200	
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	120,337	113,245			128,000	14,700	57,934	209,303	120,435
Other			27,367	1,094,648					
	120,337	113,245	27,367	1,094,648	128,000	14,700	57,934	209,303	120,435
<b>Less:</b> Allocated to Revenue	120,337	113,245	21,750	993,921	143,351	19,055	62,872	291,721	120,435
<b>Deferred Revenue, end of year</b>	-	-	<b>213,021</b>	<b>330,932</b>	<b>11,376</b>	-	-	<b>10,782</b>	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	120,337	113,245			143,351	19,055	62,872	291,721	120,435
Other Revenue			21,750	993,921					
	120,337	113,245	21,750	993,921	143,351	19,055	62,872	291,721	120,435
<b>Expenses</b>									
Salaries									
Teachers							33,870	41,490	
Educational Assistants		101,112							
Support Staff	61,856				103,681			45,368	45,480
Other Professionals								107,258	
Substitutes						3,515	1,368	4,331	62,560
	61,856	101,112	-	-	103,681	3,515	35,238	198,447	108,040
Employee Benefits		12,133			23,609		4,064	40,195	3,510
Services and Supplies	58,481		21,750	993,921	16,061	15,540	23,570	53,079	8,885
	120,337	113,245	21,750	993,921	143,351	19,055	62,872	291,721	120,435
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

# School District No. 47 (Powell River)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2022

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Safe Return to School / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund	Auditory Outreach Program	New Life Society	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>							1,362	568,191
<b>Add:</b> Restricted Grants								
Provincial Grants - Ministry of Education and Child Care	1,799,198	308,925	129,932	78,706	50,000	1,470,761		4,601,476
Other								1,122,015
	1,799,198	308,925	129,932	78,706	50,000	1,470,761	-	5,723,491
<b>Less:</b> Allocated to Revenue	1,799,198	308,925	129,932	78,706	-	1,254,168	1,362	5,458,978
<b>Deferred Revenue, end of year</b>	-	-	-	-	<b>50,000</b>	<b>216,593</b>	-	<b>832,704</b>
<b>Revenues</b>								
Provincial Grants - Ministry of Education and Child Care	1,799,198	308,925	129,932	78,706		1,254,168		4,441,945
Other Revenue							1,362	1,017,033
	1,799,198	308,925	129,932	78,706	-	1,254,168	1,362	5,458,978
<b>Expenses</b>								
Salaries								
Teachers	1,462,763	131,810	33,192			19,136		1,722,261
Educational Assistants		50,336						151,448
Support Staff				65,588		70,080		392,053
Other Professionals						282,396		389,654
Substitutes		94,009	10,000					175,783
	1,462,763	276,155	43,192	65,588	-	371,612	-	2,831,199
Employee Benefits	336,435	21,857	7,966	13,118		78,613		541,500
Services and Supplies		10,913	78,774			803,943	1,362	2,086,279
	1,799,198	308,925	129,932	78,706	-	1,254,168	1,362	5,458,978
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-



# School District No. 47 (Powell River)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2022

	2022	2022 Actual			2021
	Budget (Note 17)	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual (Restated)
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Investment Income	2,500		4,200	4,200	3,000
Amortization of Deferred Capital Revenue	1,585,275	1,712,193		1,712,193	1,641,299
<b>Total Revenue</b>	1,587,775	1,712,193	4,200	1,716,393	1,644,299
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,716,275	1,870,649		1,870,649	1,779,698
Transportation and Housing	138,524	154,843		154,843	138,912
<b>Total Expense</b>	1,854,799	2,025,492	-	2,025,492	1,918,610
<b>Capital Surplus (Deficit) for the year</b>	(267,024)	(313,299)	4,200	(309,099)	(274,311)
<b>Net Transfers (to) from other funds</b>					
Local Capital			500,000	500,000	1,044,000
<b>Total Net Transfers</b>	-	-	500,000	500,000	1,044,000
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		595,460	(595,460)	-	
<b>Total Other Adjustments to Fund Balances</b>		595,460	(595,460)	-	
<b>Total Capital Surplus (Deficit) for the year</b>	(267,024)	282,161	(91,260)	190,901	769,689
<b>Capital Surplus (Deficit), beginning of year</b>		9,454,546	1,058,733	10,513,279	9,880,063
Prior Period Adjustments					
Half-Year Rule					(136,473)
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		9,454,546	1,058,733	10,513,279	9,743,590
<b>Capital Surplus (Deficit), end of year</b>		9,736,707	967,473	10,704,180	10,513,279

# School District No. 47 (Powell River)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2022

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	4,151,237	69,879,612	1,513,429	1,579,437	81,651	137,996	<b>77,343,362</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,460,124	540,000				<b>2,000,124</b>
Deferred Capital Revenue - Other			269,150				<b>269,150</b>
Local Capital			426,930	21,332		147,198	<b>595,460</b>
	-	1,460,124	1,236,080	21,332	-	147,198	<b>2,864,734</b>
Decrease:							
Deemed Disposals			103,107	83,346	51,638	13,214	<b>251,305</b>
	-	-	103,107	83,346	51,638	13,214	<b>251,305</b>
<b>Cost, end of year</b>	4,151,237	71,339,736	2,646,402	1,517,423	30,013	271,980	<b>79,956,791</b>
<b>Work in Progress, end of year</b>							<b>-</b>
<b>Cost and Work in Progress, end of year</b>	4,151,237	71,339,736	2,646,402	1,517,423	30,013	271,980	<b>79,956,791</b>
<b>Accumulated Amortization, beginning of year</b>		28,580,895	656,990	951,306	59,318	85,441	<b>30,333,950</b>
Prior Period Adjustments							
Half-Year Rule		797,789	75,673	78,970	8,166	13,801	<b>974,399</b>
<b>Accumulated Amortization, beginning of year, as restated</b>		29,378,684	732,663	1,030,276	67,484	99,242	<b>31,308,349</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		1,610,493	207,992	154,843	11,166	40,998	<b>2,025,492</b>
Decrease:							
Deemed Disposals			103,107	83,346	51,638	13,214	<b>251,305</b>
			103,107	83,346	51,638	13,214	<b>251,305</b>
<b>Accumulated Amortization, end of year</b>		30,989,177	837,548	1,101,773	27,012	127,026	<b>33,082,536</b>
<b>Tangible Capital Assets - Net</b>	<b>4,151,237</b>	<b>40,350,559</b>	<b>1,808,854</b>	<b>415,650</b>	<b>3,001</b>	<b>144,954</b>	<b>46,874,255</b>

# School District No. 47 (Powell River)

Schedule 4C (Unaudited)

Deferred Capital Revenue  
Year Ended June 30, 2022

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	34,331,198	2,313,239	769,401	<b>37,413,838</b>
Prior Period Adjustments				
Half-Year Rule	(776,230)	(44,182)	(12,959)	<b>(833,371)</b>
<b>Deferred Capital Revenue, beginning of year, as restated</b>	<b>33,554,968</b>	<b>2,269,057</b>	<b>756,442</b>	<b>36,580,467</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,000,124		269,150	<b>2,269,274</b>
	2,000,124	-	269,150	<b>2,269,274</b>
Decrease:				
Amortization of Deferred Capital Revenue	1,594,391	88,519	29,283	<b>1,712,193</b>
	1,594,391	88,519	29,283	<b>1,712,193</b>
<b>Net Changes for the Year</b>	<b>405,733</b>	<b>(88,519)</b>	<b>239,867</b>	<b>557,081</b>
<b>Deferred Capital Revenue, end of year</b>	<b>33,960,701</b>	<b>2,180,538</b>	<b>996,309</b>	<b>37,137,548</b>
<b>Work in Progress, beginning of year</b>				<b>-</b>
<b>Changes for the Year</b>				
<b>Net Changes for the Year</b>	-	-	-	<b>-</b>
<b>Work in Progress, end of year</b>	-	-	-	<b>-</b>
<b>Total Deferred Capital Revenue, end of year</b>	<b>33,960,701</b>	<b>2,180,538</b>	<b>996,309</b>	<b>37,137,548</b>

# School District No. 47 (Powell River)

Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2022

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>						-
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,000,124					2,000,124
Provincial Grants - Other			888,000			888,000
Other					269,150	269,150
	2,000,124	-	888,000	-	269,150	3,157,274
Decrease:						
Transferred to DCR - Capital Additions	2,000,124				269,150	2,269,274
	2,000,124	-	-	-	269,150	2,269,274
<b>Net Changes for the Year</b>	-	-	888,000	-	-	888,000
<b>Balance, end of year</b>	-	-	888,000	-	-	888,000