

Audited Financial Statements of

School District No. 54 (Bulkley Valley)

June 30, 2014

School District No. 54 (Bulkley Valley)

June 30, 2014

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School District No. 54 (Bulkley Valley)

MANAGEMENT REPORT

Version: 5122-4376-2394

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 54 (Bulkley Valley) 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.


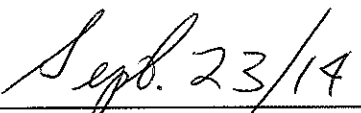

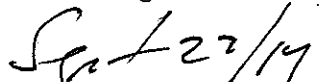

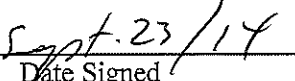
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 54 (Bulkley Valley) (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, BC Auditor General, 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. 54 (Bulkley Valley) and meet when required. The accompanying Independent Auditor's 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. 54 (Bulkley Valley)

	
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. 54 (Bulkley Valley), and
To the Minister of Education, Province of British Columbia*

I have audited the accompanying financial statements of School District No. 54 (Bulkley Valley) (“the entity”), which comprise the statement of financial position as at June 30, 2014, and the statement of operations, statement of changes in net financial assets (debt) and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the accounting requirements of section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia, 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.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

In my view, the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements of School District No. 54 (Bulkley Valley) for the year ended June 30, 2014, are prepared, in all material respects, in accordance with the accounting

requirements of section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia.

Emphasis of Matter

Without modifying my opinion, I draw attention to Note 2(a) to the financial statements which discloses that the accounting requirements of section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia are in accordance with Canadian public sector accounting standards except in regard to the accounting treatment of government transfers. Note (2) to the financial statements discloses the impact of these differences.



Russ Jones, MBA, CA
Deputy Auditor General


Victoria, British Columbia
September 23, 2014

School District No. 54 (Bulkley Valley)

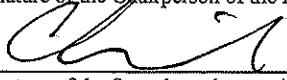
Statement of Financial Position
As at June 30, 2014

	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	6,934,875	6,394,955
Accounts Receivable		
Due from Province - Ministry of Education	28,507	400,209
Due from LEA/Direct Funding	542,299	429,563
Other (Note 3)	167,608	240,021
Assets Held For Sale	243,633	
Total Financial Assets	<u>7,916,922</u>	<u>7,464,748</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	471,481	
Other (Note 4)	710,366	850,266
Deferred Revenue (Note 5)	926,691	976,298
Deferred Capital Revenue (Note 6)	12,327,660	11,808,269
Employee Future Benefits (Note 7)	496,835	466,028
Other Liabilities (Note 4)	1,512,048	1,632,353
Total Liabilities	<u>16,445,081</u>	<u>15,733,214</u>
Net Financial Assets (Debt)	<u>(8,528,159)</u>	<u>(8,268,466)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 8,9)	19,746,238	19,514,760
Prepaid Expenses	11,492	9,117
Total Non-Financial Assets	<u>19,757,730</u>	<u>19,523,877</u>
Accumulated Surplus (Deficit)	<u>11,229,571</u>	<u>11,255,411</u>
Contractual Obligations and Contingencies		

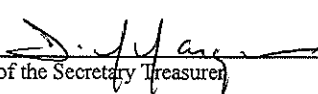
Approved by the Board


Signature of the Chairperson of the Board of Education

Sept. 23/14
Date Signed


Signature of the Superintendent

Sept 23/14
Date Signed


Signature of the Secretary/Treasurer

Sept. 23/14
Date Signed

School District No. 54 (Bulkley Valley)

Statement 2

Statement of Operations
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	22,361,235	22,466,606	23,110,808
Tuition	8,000	8,000	21,000
Other Revenue	1,817,209	2,206,421	1,932,738
Rentals and Leases	10,000	14,321	9,738
Investment Income	45,260	61,472	47,948
Gain (Loss) on Disposal of Tangible Capital Assets (Note 9)		(259,993)	
Amortization of Deferred Capital Revenue (Note 6)	748,354	744,913	725,284
Total Revenue	<u>24,990,058</u>	<u>25,241,740</u>	<u>25,847,516</u>
Expenses			
Instruction	17,805,297	17,845,889	18,409,055
District Administration	1,035,646	1,017,706	982,370
Operations and Maintenance	5,274,969	4,942,394	4,803,855
Transportation and Housing	1,185,675	1,461,591	1,442,939
Total Expense	<u>25,301,587</u>	<u>25,267,580</u>	<u>25,638,219</u>
Surplus (Deficit) for the year	<u>(311,529)</u>	<u>(25,840)</u>	<u>209,297</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		11,255,411	11,046,114
Accumulated Surplus (Deficit) from Operations, end of year		<u>11,229,571</u>	<u>11,255,411</u>

School District No. 54 (Bulkley Valley)

Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual <small>(Restated - Note 18)</small>
	\$	\$	\$
Surplus (Deficit) for the year	<u>(311,529)</u>	<u>(25,840)</u>	209,297
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets (Note 8)	(1,890,606)	(2,194,392)	(1,614,345)
Amortization of Tangible Capital Assets (Note 8)	1,086,443	1,049,372	1,055,304
Net carrying value of Tangible Capital Assets disposed of Assets Held For Sale		669,909	
		<u>243,633</u>	
Total Effect of change in Tangible Capital Assets	<u>(804,163)</u>	<u>(231,478)</u>	(559,041)
Use of Prepaid Expenses		(2,375)	1,159
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(2,375)</u>	1,159
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(1,115,692)</u>	<u>(259,693)</u>	(348,585)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>(259,693)</u>	(348,585)
Net Financial Assets (Debt), beginning of year		(8,268,466)	(7,919,881)
Net Financial Assets (Debt), end of year		<u>(8,528,159)</u>	<u>(8,268,466)</u>

School District No. 54 (Bulkley Valley)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2014

	2014 Actual	2013 Actual
		(Restated - Note 18)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(25,840)	209,297
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	331,379	(501,840)
Prepaid Expenses	(2,283)	1,158
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(139,900)	279,102
Deferred Revenue	(49,607)	22,179
Employee Future Benefits	30,805	18,205
Other Liabilities	(120,305)	179,121
Loss (Gain) on Disposal of Tangible Capital Assets	259,903	
Amortization of Tangible Capital Assets (Note 8)	1,049,372	1,055,304
Amortization of Deferred Capital Revenue	(744,913)	(725,284)
Strike Recovery	471,481	
Total Operating Transactions	<u>1,060,092</u>	<u>537,242</u>
Capital Transactions		
Tangible Capital Assets Purchased (Note 8)	(2,194,392)	(1,614,345)
District Portion of Proceeds on Disposal	65,084	
Total Capital Transactions	<u>(2,129,308)</u>	<u>(1,614,345)</u>
Financing Transactions		
Capital Revenue Received	1,609,136	1,494,570
Total Financing Transactions	<u>1,609,136</u>	<u>1,494,570</u>
Net Increase (Decrease) in Cash and Cash Equivalents	539,920	417,467
Cash and Cash Equivalents, beginning of year	6,394,955	5,977,488
Cash and Cash Equivalents, end of year	<u>6,934,875</u>	<u>6,394,955</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash Equivalents	6,934,875	6,394,955
	<u>6,934,875</u>	<u>6,394,955</u>

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

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. 54 (Bulkley Valley)", and operates as "School District No. 54 (Bulkley Valley)." A board of education ("Board") elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 54 (Bulkley Valley) 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 Note 2(d) and 2(i).

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 (d) and 2 (i), 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 these grants to be fully recognized into revenue. The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2013 - increase in annual surplus by \$769,286

June 30, 2013 - increase in accumulated surplus and decrease in deferred contributions by \$11,808,269.

Year-ended June 30, 2014 – increase in annual surplus by \$519,391

June 30, 2014 – increase in accumulated surplus and decrease in deferred contributions by \$12,327,660.

In addition, the Budget Transparency and Accountability Act and its related regulations also require deferral of revenue for government transfers received for Special Education Equipment; Ready, Set, Learn; Strong Start; Learning Improvement Fund, Annual Facilities Grant, and CommunityLINK. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue. The impact of this difference on the financial statements of the School District is as follows:

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Year-ended June 30, 2013 - increase in annual surplus by \$401,548

June 30, 2013 - increase in accumulated surplus and decrease in deferred revenue by \$70,671

Year-ended June 30, 2014 - decrease in annual surplus by \$114,694

June 30, 2014 - increase in accumulated surplus and decrease in deferred revenue by \$286,854

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and interest bearing bank deposits.

c) Accounts Receivable

All accounts receivable are considered collectable.

d) 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 (i).

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.

e) 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 (EARSLS) of active employees covered under the plan.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. 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.

f) Asset Retirement Obligations

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 Statement of Operations. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred. As at June 30, 2014 the liability is not reasonably determinable, due to unknown timeline.

g) 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.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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. One-half of the amortization is recorded in both the year of acquisition and disposal. 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

h) 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 11 – Interfund Transfers and Note 15 – Internally Restricted Surplus). Funds and reserves are disclosed on unaudited Schedules 2, 3 and 4.

i) Revenue Recognition

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

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions including authorization by the transferring government.

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Donated tangible capital assets other than sites are recorded at fair market value and amortized over the useful life of the assets. Donated sites are recorded as revenue at fair market value when received or receivable

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2 (a) for the impact of this policy on these financial statements.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

j) Expenditures

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

Categories of Salaries

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to 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.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) 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.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

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

l) 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.

m) School Funds

Funds collected and used at the school level are included in these financial statements and reported under the special purpose fund as other revenue. Contributions collected during the year are recorded as deferred revenue. The deferred revenue is recognized as revenue in the year which the related expense is incurred. The District reports these funds using an April 1 – March 31 reporting period.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2014	June 30, 2013
Due from Federal Government	\$73,458	\$144,806
Other	94,150	95,215
	\$167,608	\$240,021

NOTE 4 OTHER LIABILITIES

	June 30, 2014	June 30, 2013
Accounts Payable		
Accounts Payable – current	\$642,851	\$775,525
Other	67,515	74,741
	\$710,366	\$850,266
Salaries and benefits payable	\$1,207,810	\$1,313,752
Accrued vacation pay	304,238	318,601
	\$1,512,048	\$1,632,353

NOTE 5 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.

	June 30, 2014	June 30, 2013
Deferred Revenue, Beginning of Year	\$976,298	\$954,119
Changes for the Year:		
Increase:		
Provincial Grants – Ministry of Education	746,084	932,162
Other	1,179,519	990,968
Investment Income	2,222	2,050
	\$1,927,825	\$1,925,180
Decrease:		
Allocation to Revenue	(1,977,432)	(1,903,001)
Net changes for the year	(49,607)	22,176
Deferred Revenue, End of Year	\$926,691	\$976,298

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 6 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.

	June 30, 2014	June 30, 2013
Deferred Capital Revenue, Beginning of Year	<u>\$11,356,901</u>	<u>\$10,715,206</u>
Changes for the Year:		
Increase:		
Transferred from Deferred Revenue – Capital Additions	1,772,671	1,366,979
Decrease:		
Amortization of Deferred Capital Revenue	(744,913)	(725,284)
Revenue recognized on sale of Chandler disposal	(344,832)	(725,284)
	<u>(1,089,745)</u>	<u>(725,284)</u>
Net changes for the year	682,926	641,695
Deferred Capital Revenue, End of Year	<u>\$12,039,827</u>	<u>\$11,356,901</u>
Unspent Deferred Capital Revenue, Beginning of Year	<u>451,368</u>	<u>323,777</u>
Increase:		
Provincial Grants – Ministry of Education	1,608,125	1,493,716
Investment Income	1,011	854
	<u>1,609,136</u>	<u>1,494,570</u>
Decrease:		
Transferred to Deferred Capital Revenue – Capital Additions	(1,772,671)	(1,366,979)
Net changes for the year	<u>(163,535)</u>	<u>127,591</u>
Unspent Deferred Capital Revenue, End of Year	<u>287,833</u>	<u>451,368</u>
Total Deferred Capital Revenue, End of Year	<u>\$12,327,660</u>	<u>\$11,808,269</u>

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 7 EMPLOYEE FUTURE BENEFITS (Continued)

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.

	June 30, 2014	June 30, 2013 (Restated)
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$560,341	\$489,139
Service Cost	42,479	35,118
Interest Cost	17,225	21,191
Benefit Payments	(34,527)	(49,029)
Actuarial (Gain) Loss	(32,146)	63,922
Accrued Benefit Obligation – March 31	\$553,372	\$560,341
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$553,372	\$560,341
Market Value of Plan Assets – March 31		
Funded Status – Surplus (Deficit)	(553,372)	(560,341)
Employer Contributions After Measurement Date	13,959	8,230
Benefits Expense after Measurement Date	(15,225)	(14,926)
Unamortized Net Actuarial (Gain) Loss	57,803	101,009
Accrued Benefit Asset (Liability) – June 30	\$(496,835)	\$(466,028)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$466,030	\$433,746
Recognize Non-Vested Benefits – July 1, 2012		14,077
Accrued Benefit Liability (Asset) – July 1 (restated)	466,030	447,823
Net expense for Fiscal Year	71,061	61,626
Employer Contributions	(40,256)	(43,421)
Accrued Benefit Liability – June 30	\$496,835	\$466,028
Components of Net Benefit Expense		
Service Cost	\$42,464	\$36,958
Interest Cost	17,538	20,200
Amortization of Net Actuarial (Gain)/Loss	11,058	4,468
Net Benefit Expense (Income)	\$71,061	\$61,626

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 7 EMPLOYEE FUTURE BENEFITS (Continued)

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

	June 30, 2014	June 30, 2013
Discount Rate – April 1	3.00%	4.25%
Discount Rate – March 31	3.25%	3.00%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSLS – March 31	9.7	9.7

NOTE 8 TANGIBLE CAPITAL ASSETS

June 30, 2014

Cost:	Balance at July 1, 2013	Additions	Disposals	Assets Held For Sale	Balance at June 30, 2014
Sites	\$1,573,632	\$0	\$30,264	\$0	\$1,543,368
Buildings	35,867,405	1,753,584	2,712,541	(746,624)	34,161,825
Furniture & Equipment	744,253	118,946	37,686		825,513
Vehicles	3,076,192	308,649	466,187		2,918,654
Computer Hardware	59,262	\$13,212	2,444		70,030
Total	\$41,320,744	\$2,194,391	\$3,249,122	\$(746,624)	\$39,519,390

Accumulated Amortization:	Balance at July 1, 2013	Additions	Disposals	Assets Held For Sale	Balance at June 30, 2014
Sites	\$0	\$0	\$0	\$0	\$
Buildings	\$19,748,471	\$661,760	\$2,072,896	(\$502,991)	\$17,834,344
Furniture & Equipment	368,740	74,941	37,686		405,995
Vehicles	1,651,822	299,742	466,187		1,485,377
Computer Hardware	36,951	12,929	2,444		47,436
Total	\$21,805,984	\$1,049,372	\$2,579,213	\$(502,991)	\$19,773,152

June 30, 2013

Cost:	Balance at July 1, 2012	Additions	Disposals	Balance at June 30, 2013
Sites	\$1,573,632	\$0	\$0	\$1,573,632
Buildings	34,924,065	943,340		35,867,405
Furniture & Equipment	650,506	126,015	32,268	744,253
Vehicles	2,710,801	544,990	179,599	3,076,192
Computer Hardware	60,397	\$0	1,135	59,262
Total	\$39,919,401	\$1,614,345	\$213,002	\$41,320,744

Accumulated Amortization:	Balance at July 1, 2012	Additions	Disposals	Balance at June 30, 2013
Sites	\$0	\$0	\$0	\$0
Buildings	19,064,221	684,250		19,748,471
Furniture & Equipment	331,270	69,738	32,268	368,740
Vehicles	1,542,071	289,350	179,599	1,651,822
Computer Hardware	26,120	11,966	1,135	36,951
Total	\$20,963,682	\$1,055,304	\$213,002	\$21,805,984

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 8 TANGIBLE CAPITAL ASSETS (Continued)

Net Book Value:

	Net Book Value June 30, 2014	Net Book Value June 30, 2013
Sites	\$1,543,368	\$1,573,632
Buildings	\$16,327,481	16,118,934
Furniture & Equipment	419,518	375,513
Vehicles	1,433,277	1,424,370
Computer Hardware	22,594	22,311
Total	\$19,746,238	\$19,514,760

NOTE 9 DISPOSAL OF SITE AND BUILDING

The school district disposed of Chandler Park Middle School as of June 26, 2014 at a price of \$275,000. After closing fees, the proceeds were \$260,338. The amount charged to the Ministry restricted capital account was \$195,253 (75% of the proceeds) and the amount charged to the district unrestricted capital account was \$65,084 (25% of the proceeds).

The school site and building originated in 1963 at a cost of \$30,264 for the site and \$66,982 for the building. At the time of the sale the historical cost of the building was \$2,712,541 and its net book value was \$639,645.

NOTE 10 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension Plans. The board of trustees for these plans represents plan members and employers and is responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are based on a formula. The Teachers' Pension Plan has about 45,000 active members from school districts, and approximately 32,000 retired members from school districts. The Municipal Pension Plan has about 179,000 active members, of which approximately 24,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available in 2015. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to the individual employers participating in the Plan.

School District No. 54 (Bulkley Valley) has paid \$2,030,836 (2013: \$1,937,521) for employer contributions to these plans in the year ended June 30, 2014.

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 11 INTERFUND TRANSFERS

Inter-fund transfers between the operating, special purpose and capital funds for the year ended June 30, 2014, were as follows:

- Transfers to the capital Fund from the Operating Fund for capital asset purchase of \$124,765
- Transfers to the Capital Fund from the Special Purposes Fund for capital purchases of \$135,630
- Transfers to the Capital Fund from the Operating Fund for the local capital reserve fund of \$36,500

NOTE 12 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 13 BUDGET FIGURES

Budget figures included in the financial statements are the amended budget approved by the Board through the adoption of an amended annual budget on February 18, 2014. While PSA standards require the presentation of the originally planned budget, an amended budget based on more accurate enrolment numbers was approved by the Board and filed with the Ministry of Education on February 18, 2014. Significant changes between the original and amended budget are as follows:

	Original Budget	Amended Budget	Change
Revenues	\$24,925,418	\$24,990,058	\$64,640
Expenses			
Instruction	\$17,873,335	\$17,805,297	\$(68,038)
District Administration	934,956	1,035,646	100,690
Operations & Maintenance	3,967,516	4,188,526	221,010
Transportation & Housing	1,145,344	1,185,675	40,331
Amortization of Tangible Capital Assets	1,067,514	1,086,443	18,929
Total Expenses	\$24,988,665	\$25,301,587	\$312,922
Surplus/Deficit	\$(63,247)	\$(311,529)	\$(248,282)

NOTE 14 EXPENSE BY OBJECT

	June 30, 2014	June 30, 2013
Salaries and benefits	\$20,306,649	\$20,964,087
Services and supplies	3,911,559	3,618,828
Amortization	1,049,372	1,055,304
	<u>\$25,267,580</u>	<u>\$25,638,219</u>

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 15 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by Board for:	June 30, 2014	June 30, 2013
Aboriginal Education	\$101,541	\$138,983
Administrative Officers	(5,900)	46,662
Allocation to Schools	59,205	37,986
Fund Allocation to Schools	141,150	155,068
	<u>\$295,996</u>	<u>\$378,699</u>
 Internally Restricted (capital fund)	 <u>\$1,298,967</u>	 <u>\$1,323,711</u>
 Subtotal Internally Restricted	 <u>\$1,594,963</u>	 <u>\$1,702,410</u>
 Unrestricted Operating Surplus (Deficit)	 <u>1,683,076</u>	 <u>1,393,654</u>
Total Available for Future Operations	<u>\$3,278,039</u>	<u>\$3,096,064</u>

NOTE 16 ECONOMIC DEPENDENCE

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

NOTE 17 RISK MANAGEMENT

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk.

The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

a) Credit risk:

Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash, amounts receivable and investments.

The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and are collectible.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions.

b) Market risk :

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the

BOARD OF EDUCATION OF SCHOOL DISTRICT No. 54
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014

NOTE 17 RISK MANAGEMENT (Continued)

School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk.

c) **Liquidity risk**

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

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, that it will 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.

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

NOTE 18 PRIOR PERIOD ADJUSTMENT FOR EMPLOYEE FUTURE BENEFITS

In prior years school districts reported annual Employee Future Benefit (EFB) expense equal to the 12 months ended March 31 expenses as determined by the actuary rather than the 12 months ended June 30. An adjustment was made to increase the Employee Future Benefit (EFB) liability to include benefits expense incurred after the early measurement date of March 31 (see Note 7). The June 30, 2013 EFB liability increased by \$14,926 representing the EFB expenses April 1 to June 30, 2013. The opening surplus as at July 1, 2012 was decreased by \$14,077 representing the April 1 – June 30, 2012 EFB expenses. The surplus (deficit) for the year ended June 30, 2013 was decreased by \$849 representing the April 1 – June 2013 EFB expense minus the April 1 – June 2012 EFB expense.

School District No. 54 (Bulkley Valley)
 Schedule of Changes in Accumulated Surplus (Deficit) by Fund
 Year Ended June 30, 2014

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	1,772,353		9,483,058	11,255,411	11,060,191
Prior Period Adjustments					(14,077)
Accumulated Surplus (Deficit), beginning of year, as restated	<u>1,772,353</u>	-	<u>9,483,058</u>	<u>11,255,411</u>	<u>11,046,114</u>
Changes for the year					
Surplus (Deficit) for the year	387,097	135,630	(548,567)	(25,840)	209,297
Interfund Transfers					
Tangible Capital Assets Purchased	(143,878)	(135,630)	279,508	-	
Local Capital	(36,500)		36,500	-	
Net Changes for the year	<u>206,719</u>	-	<u>(232,559)</u>	<u>(25,840)</u>	<u>209,297</u>
Accumulated Surplus (Deficit), end of year - Statement 2	<u>1,979,072</u>	-	<u>9,250,499</u>	<u>11,229,571</u>	<u>11,255,411</u>

School District No. 54 (Bulkley Valley)

Schedule 2 (Unaudited)

Schedule of Operating Operations
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	21,534,440	21,633,141	22,230,864
Tuition	8,000	8,000	21,000
Other Revenue	813,319	1,062,454	909,681
Rentals and Leases	10,000	14,321	9,738
Investment Income	30,000	45,587	32,996
Total Revenue	<u>22,395,759</u>	<u>22,763,503</u>	<u>23,204,279</u>
Expenses			
Instruction	17,352,926	17,285,058	17,862,081
District Administration	1,035,646	1,017,706	982,370
Operations and Maintenance	2,927,494	2,911,793	2,833,283
Transportation and Housing	1,185,675	1,161,849	1,153,589
Total Expense	<u>22,501,741</u>	<u>22,376,406</u>	<u>22,831,323</u>
Operating Surplus (Deficit) for the year	<u>(105,982)</u>	<u>387,097</u>	<u>372,956</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>138,982</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(143,878)	(8,888)
Local Capital	(33,000)	(36,500)	(36,500)
Total Net Transfers	<u>(33,000)</u>	<u>(180,378)</u>	<u>(45,388)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>206,719</u>	<u>327,568</u>
Operating Surplus (Deficit), beginning of year		1,772,353	1,458,862
Prior Period Adjustments			
April - June 2012 EFB Expense Restatement			(14,077)
Operating Surplus (Deficit), beginning of year, as restated		<u>1,772,353</u>	<u>1,444,785</u>
Operating Surplus (Deficit), end of year		<u>1,979,072</u>	<u>1,772,353</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		295,996	378,699
Unrestricted		1,683,076	1,393,654
Total Operating Surplus (Deficit), end of year		<u>1,979,072</u>	<u>1,772,353</u>

School District No. 54 (Bulkley Valley)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	22,083,365	22,378,515	22,796,411
AANDC/LEA Recovery	(774,384)	(1,006,929)	(826,619)
Other Ministry of Education Grants			
Pay Equity	225,459	225,459	225,459
Carbon Tax Rebate		36,096	35,613
Total Provincial Grants - Ministry of Education	21,534,440	21,633,141	22,230,864
Tuition			
Offshore Tuition Fees	8,000	8,000	21,000
Total Tuition	8,000	8,000	21,000
Other Revenues			
LEA/Direct Funding from First Nations	774,384	1,006,929	826,619
Miscellaneous			
Bussing	17,500	16,880	16,881
Other		17,210	66,181
French Monitor	21,435	21,435	
Total Other Revenue	813,319	1,062,454	909,681
Rentals and Leases	10,000	14,321	9,738
Investment Income	30,000	45,587	32,996
Total Operating Revenue	22,395,759	22,763,503	23,204,279

School District No. 54 (Bulkley Valley)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Restated - Note 18)
	\$	\$	\$
Salaries			
Teachers	8,787,236	8,866,825	9,159,896
Principals and Vice Principals	1,672,639	1,687,277	1,715,460
Educational Assistants	1,588,799	1,448,178	1,357,886
Support Staff	2,449,244	2,186,615	2,392,527
Other Professionals	970,939	1,001,952	975,428
Substitutes	630,078	576,902	700,055
Total Salaries	16,098,935	15,767,749	16,301,252
Employee Benefits	3,879,761	3,978,069	4,115,861
Total Salaries and Benefits	19,978,696	19,745,818	20,417,113
Services and Supplies			
Services	359,865	213,280	385,353
Student Transportation	5,000		
Professional Development and Travel	251,000	368,011	115,652
Dues and Fees	38,700	32,377	46,939
Insurance	97,300	90,198	93,251
Supplies	1,264,680	1,426,231	1,280,075
Utilities	506,500	500,491	492,940
Total Services and Supplies	2,523,045	2,630,588	2,414,210
Total Operating Expense	22,501,741	22,376,406	22,831,323

School District No. 54 (Bulkley Valley)

Operating Expense by Function, Program and Object

Year Ended June 30, 2014

	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	7,131,702	698,526	61,244	220,859	72,255	309,580	8,494,166
1.03 Career Programs				21,539		8,027	29,566
1.07 Library Services	349,031	33,399	80,596			14,998	478,024
1.08 Counselling	236,161					542	236,703
1.10 Special Education	788,067	118,510	1,013,911		83,417	92,779	2,096,684
1.31 Aboriginal Education	115,069	102,916	292,427			11,273	521,685
1.41 School Administration	246,795	733,926				11,903	992,624
1.64 Other							-
Total Function 1	8,866,825	1,687,277	1,448,178	242,398	155,672	449,102	12,849,452
4 District Administration							
4.11 Educational Administration					326,897		326,897
4.40 School District Governance					68,407		68,407
4.41 Business Administration				35,735	245,582	1,566	282,883
Total Function 4	-	-	-	35,735	640,886	1,566	678,187
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				21,970	118,958	221	141,149
5.50 Maintenance Operations				1,262,737		77,209	1,339,946
5.52 Maintenance of Grounds				60,382			60,382
5.56 Utilities							-
Total Function 5	-	-	-	1,345,089	118,958	77,430	1,541,477
7 Transportation and Housing							
7.41 Transportation and Housing Administration				20,779	86,436	221	107,436
7.70 Student Transportation				542,614		48,583	591,197
Total Function 7	-	-	-	563,393	86,436	48,804	698,633
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	8,866,825	1,687,277	1,448,178	2,186,615	1,001,952	576,902	15,767,749

School District No. 54 (Bulkley Valley)

Operating Expense by Function, Program and Object

Year Ended June 30, 2014

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2014 Actual	2014 Budget	2013 Actual (Restated - Note 18)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	8,494,166	2,154,669	10,648,835	986,893	11,635,728	11,569,753	11,999,523
1.03 Career Programs	29,566	8,382	37,948	23,475	61,423	61,030	72,369
1.07 Library Services	478,024	129,502	607,526	31,139	638,665	628,347	682,867
1.08 Counselling	236,703	62,924	299,627	-	299,627	304,056	327,792
1.10 Special Education	2,096,684	544,955	2,641,639	39,752	2,681,391	2,783,208	2,910,441
1.31 Aboriginal Education	521,685	119,597	641,282	34,045	675,327	755,093	561,794
1.41 School Administration	992,624	248,139	1,240,763	51,131	1,291,894	1,249,439	1,305,806
1.64 Other	-	-	-	1,003	1,003	2,000	1,489
Total Function 1	12,849,452	3,268,168	16,117,620	1,167,438	17,285,058	17,352,926	17,862,081
4 District Administration							
4.11 Educational Administration	326,897	68,639	395,536	46,400	441,936	410,058	395,518
4.40 School District Governance	68,407	1,250	69,657	62,751	132,408	122,407	118,081
4.41 Business Administration	282,883	62,330	345,213	98,149	443,362	503,181	468,771
Total Function 4	678,187	132,219	810,406	207,300	1,017,706	1,035,646	982,370
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	141,149	28,268	169,417	52,903	222,320	236,186	215,402
5.50 Maintenance Operations	1,339,946	337,327	1,677,273	357,443	2,034,716	2,034,181	1,964,770
5.52 Maintenance of Grounds	60,382	17,080	77,462	86,810	164,272	154,627	160,755
5.56 Utilities	-	-	-	490,485	490,485	502,500	492,356
Total Function 5	1,541,477	382,675	1,924,152	987,641	2,911,793	2,927,494	2,833,283
7 Transportation and Housing							
7.41 Transportation and Housing Administration	107,436	23,261	130,697	11,022	141,719	138,511	137,490
7.70 Student Transportation	591,197	171,746	762,943	257,187	1,020,130	1,047,164	1,016,099
Total Function 7	698,633	195,007	893,640	268,209	1,161,849	1,185,675	1,153,589
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	15,767,749	3,978,069	19,745,818	2,630,588	22,376,406	22,501,741	22,831,323

School District No. 54 (Bulkley Valley)

Schedule of Special Purpose Operations
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual <small>(Restated - Note 18)</small>
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	826,795	833,465	879,944
Other Revenue	1,003,890	1,143,967	1,023,057
Investment Income	260		
Total Revenue	<u>1,830,945</u>	<u>1,977,432</u>	<u>1,903,001</u>
Expenses			
Instruction	452,371	560,831	546,974
Operations and Maintenance	1,261,032	1,280,971	1,204,618
Total Expense	<u>1,713,403</u>	<u>1,841,802</u>	<u>1,751,592</u>
Special Purpose Surplus (Deficit) for the year	<u>117,542</u>	<u>135,630</u>	<u>151,409</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(117,542)	(135,630)	(151,409)
Total Net Transfers	<u>(117,542)</u>	<u>(135,630)</u>	<u>(151,409)</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. 54 (Bulkeley Valley)
Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2014

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community-LINK	MCA Funds	Min Other	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	94,056		12,306	78,526	522,130	11,188	8,695	52,620		158,911	37,866	976,298
Add: Restricted Grants												
Provincial Grants - Ministry of Education	41,574	284,365	2,501			96,000	14,700	88,340	210,632		7,972	746,084
Other				3,440	1,168,499						7,580	1,179,519
Investment Income				315						1,907		2,222
Less: Allocated to Revenue	41,574	284,365	2,501	3,755	1,168,499	96,000	14,700	88,340	210,632	1,907	15,552	1,927,825
Deferred Revenue, end of year	135,630	284,365	1,174	17,756	1,115,989	95,243	23,395	75,763	210,632		17,485	1,977,432
	-	-	13,633	64,525	574,640	11,945	-	65,197	-	160,818	35,933	926,691
Revenues												
Provincial Grants - Ministry of Education	135,630	284,365	1,174			95,243	23,395	75,763	210,632		7,263	833,465
Other Revenue				17,756	1,115,989						10,222	1,143,967
Expenses	135,630	284,365	1,174	17,756	1,115,989	95,243	23,395	75,763	210,632	-	17,485	1,977,432
Salaries:												
Teachers		117,564										163,081
Educational Assistants		68,799				56,799		25,749	19,768			264,071
Support Staff						3,778			138,473			3,778
Substitutes		16,083										19,300
Employee Benefits		202,446				60,577		28,966	158,241			450,230
Services and Supplies		42,985				24,870		5,298	37,448			110,601
		38,934	1,174	17,756	1,115,989	9,796	23,395	41,499	14,943		17,485	1,280,971
		284,365	1,174	17,756	1,115,989	95,243	23,395	75,763	210,632		17,485	1,841,802
Net Revenue (Expense) before Interfund Transfers	135,630											135,630
Interfund Transfers												
Tangible Capital Assets Purchased	(135,630)											(135,630)
	(135,630)											(135,630)
Net Revenue (Expense)												

School District No. 54 (Bulkley Valley)

Schedule 4 (Unaudited)

Schedule of Capital Operations
Year Ended June 30, 2014

	2014	2014 Actual			2013
	Budget	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual (Restated - Note 18)
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Investment Income	15,000		15,885	15,885	14,952
Gain (Loss) on Disposal of Tangible Capital Assets		(259,993)		(259,993)	
Amortization of Deferred Capital Revenue	748,354	744,913		744,913	725,284
Total Revenue	763,354	484,920	15,885	500,805	740,236
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,086,443	749,630		749,630	765,954
Transportation and Housing		299,742		299,742	289,350
Total Expense	1,086,443	1,049,372	-	1,049,372	1,055,304
Capital Surplus (Deficit) for the year	(323,089)	(564,452)	15,885	(548,567)	(315,068)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	117,542	279,508		279,508	160,297
Local Capital	33,000		36,500	36,500	36,500
Total Net Transfers	150,542	279,508	36,500	316,008	196,797
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(65,084)	65,084	-	
Tangible Capital Assets Purchased from Local Capital		142,213	(142,213)	-	
Total Other Adjustments to Fund Balances		77,129	(77,129)	-	
Total Capital Surplus (Deficit) for the year	(172,547)	(207,815)	(24,744)	(232,559)	(118,271)
Capital Surplus (Deficit), beginning of year		8,159,347	1,323,711	9,483,058	9,601,329
Capital Surplus (Deficit), end of year		7,951,532	1,298,967	9,250,499	9,483,058

School District No. 54 (Bulkley Valley)

Tangible Capital Assets
Year Ended June 30, 2014

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,573,632	35,867,405	744,253	3,076,192		59,262	41,320,744
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,543,952	9,765	218,954			1,772,671
Operating Fund			60,592	70,074		13,212	143,878
Special Purpose Funds		135,630					135,630
Local Capital		74,003	48,589	19,621			142,213
		1,753,585	118,946	308,649		13,212	2,194,392
Decrease:							
Disposed of	30,264	2,712,541					2,742,805
Deemed Disposals			37,686	466,187		2,444	506,317
Assets Held For Sale		746,624					746,624
	30,264	3,459,165	37,686	466,187	-	2,444	3,995,746
Cost, end of year	1,543,368	34,161,825	825,513	2,918,654	-	70,030	39,519,390
Work in Progress, end of year							-
Cost and Work in Progress, end of year	1,543,368	34,161,825	825,513	2,918,654	-	70,030	39,519,390
Accumulated Amortization, beginning of year		19,748,471	368,740	1,651,822		36,951	21,805,984
Changes for the Year							
Increase: Amortization for the Year		661,760	74,941	299,742		12,929	1,049,372
Decrease:							
Disposed of		2,072,896					2,072,896
Deemed Disposals			37,686	466,187		2,444	506,317
Assets Held For Sale		502,991					502,991
		2,575,887	37,686	466,187	-	2,444	3,082,204
Accumulated Amortization, end of year		17,834,344	405,995	1,485,377	-	47,436	19,773,152
Tangible Capital Assets - Net	1,543,368	16,327,481	419,518	1,433,277	-	22,594	19,746,238

School District No. 54 (Bulkley Valley)

Deferred Capital Revenue
Year Ended June 30, 2014

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	11,356,901			11,356,901
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,772,671			1,772,671
	<u>1,772,671</u>	-	-	<u>1,772,671</u>
Decrease:				
Amortization of Deferred Capital Revenue	744,913			744,913
Revenue Recognized on Disposal of Buildings	344,832			344,832
	<u>1,089,745</u>	-	-	<u>1,089,745</u>
Net Changes for the Year	<u>682,926</u>	-	-	<u>682,926</u>
Deferred Capital Revenue, end of year	<u>12,039,827</u>	-	-	<u>12,039,827</u>
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	<u>12,039,827</u>	-	-	<u>12,039,827</u>

School District No. 54 (Bulkley Valley)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2014

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	368,637	82,731				451,368
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	1,412,872					1,412,872
Investment Income		1,011				1,011
MEd Restricted Portion of Proceeds on Disposal		195,253				195,253
	1,412,872	196,264	-	-	-	1,609,136
Decrease:						
Transferred to DCR - Capital Additions	1,772,671					1,772,671
	1,772,671	-	-	-	-	1,772,671
Net Changes for the Year	(359,799)	196,264	-	-	-	(163,535)
Balance, end of year	8,838	278,995	-	-	-	287,833