

INDEPENDENT AUDITOR'S REPORT

**To the Board of Education - School District No. 54 (Bulkley Valley) and
The Minister of Education**

Report on the Financial Statements

We have audited the accompanying statement of financial position of School District No. 54 (Bulkley Valley) as at June 30, 2017, and the statements of operations, changes in net financial assets (debt) and 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 and fair presentation of these financial statements in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted the audit in accordance with Canadian generally accepted auditing standards. These standards require that we comply with ethical requirements and plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement.

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

We believe that the audit evidence obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2017 and the results of its operations, changes in net financial assets (debt) and cash flows for the year then ended in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the School District taken as a whole. The current year's supplementary information included in Schedules 1 to 4D is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements taken as a whole.

Smithers, BC
September 26, 2017

Carlyle Shepherd : Co.

September 26, 2017

Carlyle Shepherd & Co.
Chartered Professional Accountants

GENERAL REPRESENTATIONS

We are providing this letter in connection with your audit of the financial statements of School District No. 54 (Bulkley Valley) for the year ended June 30, 2017 for the purpose of expressing an opinion as to whether the financial statements are presented fairly, in all material respects, in accordance with Canadian public sector accounting standards and provincial reporting legislation.

We confirm that:

Financial Statements

1. We have fulfilled our responsibilities, as set out in the terms of the audit engagement, for the preparation of the financial statements in accordance with Canadian public sector accounting standards and provincial reporting legislation; in particular, the financial statements are fairly presented in accordance therewith.
2. All known related parties and related party transactions, including guarantees, non-monetary transactions and transactions for no consideration have been appropriately accounted for and disclosed in the financial statements.
3. All events subsequent to the date of the financial statements and for which Canadian public sector accounting standards and provincial reporting legislation require adjustment or disclosure have been adjusted or disclosed.
4. The effects of uncorrected misstatements summarized in the accompanying schedule are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.
5. Significant assumptions used by us in making accounting estimates, including those are measured at fair value, are reasonable.
6. The nature of all material measurement uncertainties has been appropriately disclosed in the financial statements, including all estimates where it is reasonably possible that the estimate will change in the near term and the effect of the change could be material to the financial statements.
7. All liabilities and contingencies, including those associated with guarantees, whether written or oral, have been disclosed to you and are appropriately reflected in the financial statements.

8. The School District has satisfactory title to all assets, and there are no liens or encumbrances on the assets except as disclosed in the financial statements.
9. We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities reflected in the financial statements.

Information Provided

1. We have provided you with:
 - a. Access to all information of which we are aware that is relevant to preparation of the financial statements;
 - b. Additional information that you have requested from us for the purpose of the audit; and
 - c. Unrestricted access to persons within the School District from whom you determined it necessary to obtain audit evidence.
2. All transactions have been recorded in the accounting records and are reflected in the financial statements.
3. We have disclosed to you any information in relation to fraud or suspected fraud that we are aware of and that affects the School District and involves:
 - a. Management;
 - b. Employees who have significant roles in internal controls; or
 - c. Others where the fraud could have a material effect on the financial statements.
4. We have disclosed to you any information in relation to allegations of fraud, or suspected fraud, affecting the School District's financial statements communicated by employees, former employees, regulators or others.
5. We have disclosed to you any known or probable instances of non-compliance with the requirements of regulatory or governmental authorities, whose effect should be considered when preparing financial statements.
6. We are unaware of any violations or possible violations of laws or regulations the effects of which should be considered for disclosure in the financial statements or as the basis of recording a contingent loss.
7. We have informed you of all outstanding and possible claims, whether or not they have been discussed with legal counsel.
8. We have disclosed to you the identity of any of the School District's related parties and all the related party relationships and transactions of which we are aware.

School District No. 54 (Bulkley Valley)
Year Ended June 30, 2017
Work Sheet - Summary of Possible adjustments

Planning Materiality	\$ 490,000
Final Materiality	\$ 490,000


All errors over \$10,000 are reported.

Accounts payable overstated	<u>\$ 35,256</u>
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Financial statements are materially correct.

9. We have disclosed to you, and complied with, all aspects of contractual agreements that could have a material effect on the financial statements in the event of non-compliance, including all covenants, conditions or other requirements of all outstanding debt.

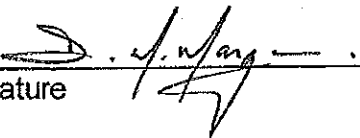
Yours truly



Signature

Board Chair

Title



Signature

SECRETARY TREASURER.
September 26, 2017.

Title

Audited Financial Statements of

School District No. 54 (Bulkley Valley)

June 30, 2017

School District No. 54 (Bulkley Valley)

June 30, 2017

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School District No. 54 (Bulkley Valley)

MANAGEMENT REPORT

Version: 7076-6330-4347

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.

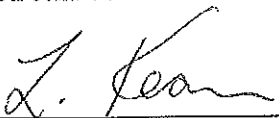
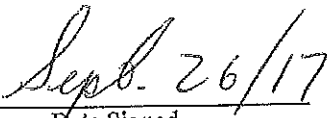
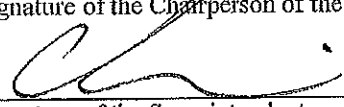
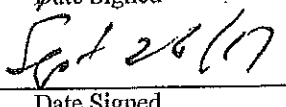
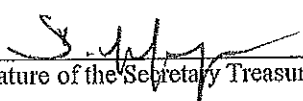
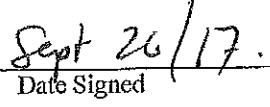
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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, Carlyle Shepherd & Co, 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 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. 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

School District No. 54 (Bulkley Valley)

Statement of Financial Position
As at June 30, 2017

Statement 1

	2017 Actual	2016 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	6,360,859	6,503,100
Accounts Receivable		
Due from Province - Ministry of Education	185,157	29,654
Due from LEA/Direct Funding		311,793
Other (Note 3)	162,438	136,618
Total Financial Assets	<u>6,708,454</u>	<u>6,981,165</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	1,620,677	2,484,925
Deferred Revenue (Note 5)	1,068,135	931,115
Deferred Capital Revenue (Note 6)	13,961,821	12,836,947
Employee Future Benefits (Note 7)	562,638	531,757
Total Liabilities	<u>17,213,271</u>	<u>16,784,744</u>
Net Financial Assets (Debt)	<u>(10,504,817)</u>	<u>(9,803,579)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 8)	21,730,069	20,663,714
Prepaid Expenses	9,540	4,169
Total Non-Financial Assets	<u>21,739,609</u>	<u>20,667,883</u>
Accumulated Surplus (Deficit)	<u>11,234,792</u>	<u>10,864,304</u>

Contractual Obligations and Contingencies

Approved by the Board

Signature of the Chairperson of the Board of Education

Signature of the Superintendent

Signature of the Secretary/Treasurer

Date Signed

Date Signed

Date Signed

School District No. 54 (Bulkley Valley)

Statement 2

Statement of Operations
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	22,288,916	22,603,041	22,398,600
Other	100,000	133,800	110,000
Tuition	16,000	21,015	25,000
Other Revenue	1,796,790	1,935,032	1,848,360
Rentals and Leases	15,000	27,862	14,520
Investment Income	80,351	63,794	59,119
Gain (Loss) on Disposal of Tangible Capital Assets			(89,531)
Amortization of Deferred Capital Revenue	747,728	667,841	840,187
Total Revenue	25,044,785	25,451,585	25,206,255
Expenses			
Instruction	17,863,024	17,347,999	17,971,924
District Administration	1,113,898	1,109,193	1,067,739
Operations and Maintenance	4,986,800	5,096,660	4,907,982
Transportation and Housing	1,155,128	1,527,245	1,413,508
Other			323
Total Expense	25,118,850	25,081,097	25,361,476
Surplus (Deficit) for the year	(74,065)	370,488	(155,221)
Accumulated Surplus (Deficit) from Operations, beginning of year		10,864,304	11,019,525
Accumulated Surplus (Deficit) from Operations, end of year		11,234,792	10,864,304

School District No. 54 (Bulkley Valley)
 Statement of Changes in Net Financial Assets (Debt)
 Year Ended June 30, 2017

Statement 4

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Surplus (Deficit) for the year	(74,065)	370,488	(155,221)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(261,718)	(2,232,660)	(2,005,597)
Amortization of Tangible Capital Assets	1,083,511	1,166,305	1,060,881
Disposal of Land			160,999
Total Effect of change in Tangible Capital Assets	821,793	(1,066,355)	(783,717)
Use of Prepaid Expenses		(5,371)	4,995
Total Effect of change in Other Non-Financial Assets	-	(5,371)	4,995
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>747,728</u>	(701,238)	(933,943)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		(701,238)	(933,943)
Net Financial Assets (Debt), beginning of year		(9,803,579)	(8,869,636)
Net Financial Assets (Debt), end of year		<u>(10,504,817)</u>	<u>(9,803,579)</u>

School District No. 54 (Bulkley Valley)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2017

	2017 Actual	2016 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	370,488	(155,221)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	130,470	(64,274)
Prepaid Expenses	(5,371)	4,995
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(864,248)	87,722
Deferred Revenue	137,020	(5,762)
Employee Future Benefits	30,881	10,489
Loss (Gain) on Disposal of Tangible Capital Assets		89,531
Amortization of Tangible Capital Assets	1,166,305	1,060,881
Amortization of Deferred Capital Revenue	(667,841)	(840,187)
Total Operating Transactions	<u>297,704</u>	<u>188,174</u>
Capital Transactions		
Tangible Capital Assets Purchased	(2,232,660)	(2,005,597)
District Portion of Proceeds on Disposal		74,879
Total Capital Transactions	<u>(2,232,660)</u>	<u>(1,930,718)</u>
Financing Transactions		
Capital Revenue Received	1,792,715	1,203,526
Total Financing Transactions	<u>1,792,715</u>	<u>1,203,526</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(142,241)	(539,018)
Cash and Cash Equivalents, beginning of year	<u>6,503,100</u>	<u>7,042,118</u>
Cash and Cash Equivalents, end of year	<u>6,360,859</u>	<u>6,503,100</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash	6,360,859	6,503,100
	<u>6,360,859</u>	<u>6,503,100</u>
Supplementary Cash Flow Information		

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

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 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. 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(j).

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 (j), 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, 2016	Increase in annual surplus	\$7,621
June 30, 2016	Increase in accumulated surplus and decrease in deferred contributions	\$ 12,192,230
Year-ended June 30, 2017	Increase in annual surplus	\$1,210,652
June 30, 2017	Increase in accumulated surplus and decrease in deferred contributions	\$ 13,402,882

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid investments that are readily convertible to known amounts of cash.

c) Accounts Receivable

All accounts receivable are considered collectible.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 (j).

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.

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. Obligations which can reasonably be estimated are measured initially at fair value, determined using present value methodology, and the resulting costs are capitalized into the carrying amount of the related tangible capital asset.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

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.
- 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 & Hardware	5 years

h) Prepaid expenses

Prepaid expenses such as fees and dues are recorded as a prepaid expense and charged to expense over periods expected to benefit from them.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) 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 10 – Interfund Transfers and Note 14 – Internally Restricted Surplus). Funds and reserves are disclosed on unaudited Schedules 2, 3 and 4.

j) Revenue Recognition

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

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

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

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

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

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 applicable legislation, investment income earned on deferred revenue is added to the deferred revenue balance.

k) 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.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.
- Educational Assistants include those employed under the CUPE Collective Agreement categorized as Special Education Assistants, Education Assistants, Strong Start Coordinators, Human Service Workers, Aboriginal Support Services Workers, Library Clerks and Noon Hour Supervisors.
- Support Staff include those employed under the CUPE Collective Agreement categorized as Secretaries, Accounts Payable Clerks, Labourers, Custodians, Computer Technicians, Theatre Technicians, Maintenance Trades-Certified, Maintenance Trades-Uncertified, Groundsmen, Network Analysts, Data Custodians, Bus Drivers and Foremen.

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.
- 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.

l) 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.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

m) 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.

n) 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.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER

	2017	2016
Due from Federal Government	\$ 88,180	\$ 64,789
Other	74,258	71,829
	\$162,438	\$136,618

NOTE 4 ACCOUNTS PAYABLE & ACCRUED LIABILITIES - OTHER

	2017	2016
Accounts Payable - current		
Salaries and benefits payable	\$991,194	\$1,386,712
Accrued vacation pay	289,531	316,672
Other	339,952	781,541
	\$1,620,677	\$2,484,925

NOTE 5 DEFERRED REVENUE

Detailed information about the changes in Deferred Revenue is disclosed in Schedule 3A.

NOTE 6 DEFERRED CAPITAL REVENUE

Detailed information about changes in Deferred Capital Revenue is disclosed in Schedules 4C and Schedules 4D.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 7 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.

	2017	2016
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$532,801	\$599,271
Service Cost	40,336	48,368
Interest Cost	13,493	13,876
Benefit Payments	(14,322)	(84,932)
Increase (Decrease) in obligation due to Plan Amendment	0	1,935
Actuarial (Gain) Loss	(61,921)	(45,716)
Accrued Benefit Obligation – March 31	\$510,387	\$532,801

Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	510,387	\$532,801
Funded Status – Surplus (Deficit)	(510,387)	(532,801)
Employer Contributions After Measurement Date	16,404	2,765
Benefits Expense after Measurement Date	(13,652)	(13,457)
Unamortized Net Actuarial (Gain) Loss	(55,003)	11,737
Accrued Benefit Asset (Liability) – June 30	(562,638)	(531,757)

Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	531,757	524,033
Net expense for Fiscal Year	58,843	71,559
Employer Contributions	(27,961)	(63,835)
Accrued Benefit Liability – June 30	\$562,638	\$531,757

	2017	2016
Components of Net Benefit Expense		
Service Cost	\$40,298	\$46,360
Interest Cost	13,726	13,780
Immediate Recognition of Plan Amendment	0	1,935
Amortization of Net Actuarial (Gain)/Loss	4,819	9,484
Net Benefit Expense (Income)	\$58,843	\$71,559

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

	2017	2016
Discount Rate – April 1	2.5%	2.25%
Discount Rate – March 31	2.75%	2.5%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	9.8	9.8

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 8 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value June 30, 2017	Net Book Value June 30, 2016
Sites	\$ 1,382,369	\$ 1,382,369
Buildings	17,933,232	17,169,817
Furniture & Equipment	575,951	532,311
Vehicles	1,742,529	1,440,818
Computer Hardware	95,988	138,399
Total	\$21,730,069	\$20,633,714

June 30, 2017

Cost:	Balance at July 1, 2016	Additions	Disposals	Balance at June 30, 2017
Sites	\$ 1,382,369	\$ -	\$ -	\$ 1,382,369
Buildings	36,384,025	1,472,446	-	37,856,471
Furniture & Equipment	900,082	154,978	74,312	980,748
Vehicles	2,921,099	605,236	410,670	3,115,665
Computer Hardware	147,991	0	3,317	144,674
Total	\$41,735,566	\$2,232,660	\$488,299	\$43,479,927

Accumulated Amortization:	Balance at July 1, 2016	Additions	Disposals	Balance at June 30, 2017
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	19,214,208	709,031	-	19,923,239
Furniture & Equipment	367,771	111,338	74,312	404,797
Vehicles	1,480,281	303,525	410,670	1,373,136
Computer Hardware	9,592	42,411	3,317	48,686
Total	\$21,071,852	\$1,166,305	\$488,299	\$21,749,858

June 30, 2016

Cost:	Balance at July 1, 2015	Additions	Disposals	Balance at June 30, 2016
Sites	\$ 1,543,368	\$ -	\$160,999	\$ 1,382,369
Buildings	35,038,372	1,345,653	-	36,384,025
Furniture & Equipment	818,567	187,729	106,214	900,082
Vehicles	2,887,375	340,752	307,028	2,921,099
Computer Hardware	35,009	131,463	18,481	147,991
Total	\$40,322,691	\$2,005,597	\$592,722	\$41,735,566

Accumulated Amortization:	Balance at July 1, 2015	Additions	Disposals	Balance at June 30, 2016
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	18,520,973	693,235	-	19,214,208
Furniture & Equipment	400,230	73,755	106,214	367,771
Vehicles	1,498,572	288,737	307,028	1,480,281
Computer Hardware	22,919	5,154	18,481	9,592
Total	\$20,442,694	\$1,060,881	\$431,723	\$21,071,852

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 9 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, 2015, the Teachers' Pension Plan has about 45,000 active members and approximately 36,000 retired members. As of December 31, 2015, the Municipal Pension Plan has about 189,000 active members, including approximately 24,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate is then adjusted to the extent there is amortization of any funding deficit.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis. The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis.

The next valuation for the Municipal Pension Plan will be as at December 31, 2018, with results available in 2019.

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

The school district paid \$1,863,275 for employer contributions to the plans for the year ended June 30, 2017 (2016: \$2,116,800).

NOTE 10 INTERFUND TRANSFERS

Inter-fund transfers between the operating, special purpose and capital funds for the year ended June 30, 2017, were as follows:

- Transfers to the Capital Fund from the Operating Fund for capital purchases of \$187,254.
- Transfers to the Capital Fund from the Special Purposes Fund for capital purchases of \$117,543.
- Transfers to the Capital Fund from the Operating Fund for local capital of \$33,000.

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 11 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 12 BUDGET FIGURES

The annual budget for the School District for the year ended June 30, 2017 was approved by the Board on June 21, 2016. In accordance with Ministry policy, an amended annual budget for the School District was approved by the Board on February 21, 2017. The amended annual budget reflects funding based on enrolment on September 30, 2016 and is considered by the Board to more accurately reflect expected results for the year. These financial statements show the amended annual budget. The budget figures have not been audited.

The annual budget and amended annual budget are compared below:

	Annual Budget	Amended Budget
Revenues	\$24,686,956	\$25,044,785
Expenses		
Instruction	\$17,634,776	\$17,863,024
District Administration	1,031,968	1,113,898
Operations & Maintenance	5,026,964	4,986,800
Transportation & Housing	1,107,988	1,155,128
Total Expenses	<u>\$24,801,696</u>	<u>\$25,118,850</u>
Surplus/Deficit	<u>\$(114,740)</u>	<u>\$(74,065)</u>

NOTE 13 EXPENSE BY OBJECT

	2017	2016
Salaries and benefits	\$19,328,332	\$20,331,658
Services and supplies	4,586,460	3,968,937
Amortization	1,166,305	1,060,881
	<u>\$25,081,097</u>	<u>\$25,361,476</u>

NOTE 14 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	2017	2016
Internally Restricted (appropriated) by Board for:		
Aboriginal Education	\$ 797	\$ 4,858
Administrative Officers	6,796	10,927
Allocation to Schools	(2,204)	(41,311)
Fund Allocation to Schools	330,500	114,292
	<u>\$335,889</u>	<u>\$88,766</u>
Unrestricted Operating Surplus (Deficit)	1,817,644	1,542,420
Total Available for Future Operations	<u>\$2,153,533</u>	<u>\$1,631,186</u>

SCHOOL DISTRICT No. 54 (BULKLEY VALLEY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2017

NOTE 15 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 16 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 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 not exposed to interest rate risk as it does not hold portfolio investments.

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.

School District No. 54 (Bulkeley Valley)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2017

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2017 Actual	2016 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	1,631,186		9,233,118	10,864,304	11,019,525
Changes for the year					
Surplus (Deficit) for the year	742,601	117,543	(489,656)	370,488	(155,221)
Interfund Transfers	(187,254)	(117,543)	304,797	-	-
Tangible Capital Assets Purchased	(33,000)		33,000	-	-
Local Capital	522,347	-	(151,859)	370,488	(155,221)
Net Changes for the year					
				370,488	(155,221)
Accumulated Surplus (Deficit), end of year - Statement 2	2,153,533	-	9,081,259	11,234,792	10,864,304

School District No. 54 (Bulkley Valley)

Schedule of Operating Operations
Year Ended June 30, 2017

Schedule 2 (Unaudited)

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	21,250,279	21,476,915	21,340,566
Other	100,000	133,000	110,000
Tuition	16,000	21,015	25,000
Other Revenue	764,616	832,352	873,075
Rentals and Leases	15,000	27,862	14,520
Investment Income	65,266	54,986	43,142
Total Revenue	<u>22,211,161</u>	<u>22,546,130</u>	<u>22,406,303</u>
Expenses			
Instruction	17,084,621	16,472,941	17,231,816
District Administration	1,113,898	1,109,193	1,067,739
Operations and Maintenance	2,764,514	2,997,675	2,998,032
Transportation and Housing	1,155,128	1,223,720	1,123,084
Total Expense	<u>22,118,161</u>	<u>21,803,529</u>	<u>22,420,671</u>
Operating Surplus (Deficit) for the year	<u>93,000</u>	<u>742,601</u>	<u>(14,368)</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(60,000)	(187,254)	(199,591)
Local Capital	(33,000)	(33,000)	(31,374)
Total Net Transfers	<u>(93,000)</u>	<u>(220,254)</u>	<u>(230,965)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>522,347</u>	<u>(245,333)</u>
Operating Surplus (Deficit), beginning of year		1,631,186	1,876,519
Operating Surplus (Deficit), end of year		<u>2,153,533</u>	<u>1,631,186</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		335,889	88,766
Unrestricted		1,817,644	1,542,420
Total Operating Surplus (Deficit), end of year		<u>2,153,533</u>	<u>1,631,186</u>

School District No. 54 (Bulkley Valley)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	21,490,166	21,553,724	21,885,011
INAC/LEA Recovery	(739,616)	(752,688)	(787,016)
Other Ministry of Education Grants			
Pay Equity	225,459	225,459	225,459
Transportation Supplement	163,737	163,737	
Economic Stability Dividend		10,762	15,322
Return of Administrative Savings	110,533	110,533	
Carbon Tax Grant		64,650	
Student Learning Grant		100,738	
Refugee Grant			1,790
Total Provincial Grants - Ministry of Education	<u>21,250,279</u>	<u>21,476,915</u>	<u>21,340,566</u>
Provincial Grants - Other	<u>100,000</u>	<u>133,000</u>	<u>110,000</u>
Tuition			
International and Out of Province Students	16,000	21,015	25,000
Total Tuition	<u>16,000</u>	<u>21,015</u>	<u>25,000</u>
Other Revenues			
LEA/Direct Funding from First Nations	739,616	752,688	787,016
Miscellaneous			
Bussing	10,000	18,509	16,980
Other		26,155	63,079
French Monitor		15,467	6,000
BMO Rebates		19,533	
Trades	15,000		
Total Other Revenue	<u>764,616</u>	<u>832,352</u>	<u>873,075</u>
Rentals and Leases	<u>15,000</u>	<u>27,862</u>	<u>14,520</u>
Investment Income	<u>65,266</u>	<u>54,986</u>	<u>43,142</u>
Total Operating Revenue	<u>22,211,161</u>	<u>22,546,130</u>	<u>22,406,303</u>

School District No. 54 (Bulkley Valley)
 Schedule of Operating Expense by Object
 Year Ended June 30, 2017

Schedule 2B (Unaudited)

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Salaries			
Teachers	8,507,283	8,127,318	8,312,409
Principals and Vice Principals	1,510,000	1,403,318	1,683,773
Educational Assistants	1,529,889	1,265,919	1,407,664
Support Staff	2,228,238	2,347,799	2,466,708
Other Professionals	1,020,524	1,025,007	1,063,383
Substitutes	598,040	588,257	644,571
Total Salaries	15,393,974	14,757,618	15,578,508
Employee Benefits	3,974,092	3,695,656	4,013,042
Total Salaries and Benefits	19,368,066	18,453,274	19,591,550
Services and Supplies			
Services	377,302	341,006	204,162
Student Transportation	1,000		
Professional Development and Travel	381,439	378,982	358,782
Dues and Fees	40,200	33,792	23,555
Insurance	104,000	61,345	98,494
Supplies	1,339,154	2,017,411	1,695,244
Utilities	387,000	517,719	448,884
Computer Equipment	120,000		
Total Services and Supplies	2,750,095	3,350,255	2,829,121
Total Operating Expense	22,118,161	21,803,529	22,420,671

School District No. 54 (Bulkley Valley)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object
Year Ended June 30, 2017

	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	6,800,170	197,796	58,176	168,829	36,470	388,979	7,650,420
1.03 Career Programs	51,140	1,100		77		6,249	58,566
1.07 Library Services	169,596	198,480	60,898			7,377	436,351
1.08 Counseling	235,719					543	236,262
1.10 Special Education	781,703	127,903	913,864	21,383	83,788	91,408	1,998,666
1.31 Aboriginal Education	88,990	104,372	232,981			743	448,469
1.41 School Administration		773,667		234,847		27,369	1,035,883
1.64 Other							
Total Function 1	8,127,318	1,403,318	1,265,919	425,136	120,258	522,668	11,864,637
4 District Administration							
4.11 Educational Administration				3,898	366,794		370,692
4.40 School District Governance				30,285	69,091		99,376
4.41 Business Administration				34,183	254,844	2,495	287,624
Total Function 4	-	-	-	34,183	690,729	2,495	727,407
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				32,753	123,339	293	156,385
5.50 Maintenance Operations				1,212,859		31,296	1,244,155
5.52 Maintenance of Grounds				51,590			51,590
5.56 Utilities							
Total Function 5	-	-	-	1,297,202	123,339	31,589	1,452,130
7 Transportation and Housing							
7.41 Transportation and Housing Administration				32,589	90,681		123,270
7.70 Student Transportation				538,689		31,505	590,194
Total Function 7	-	-	-	591,278	90,681	31,505	713,464
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	8,127,318	1,403,318	1,265,919	2,347,799	1,025,007	588,257	14,757,618

School District No. 54 (Bulkeley Valley)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object
Year Ended June 30, 2017

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2017 Actual	2017 Budget	2016 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	7,650,420	1,928,852	9,579,272	1,438,849	11,018,121	11,050,432	11,218,661
1.03 Career Programs	58,566	10,111	68,677	95,290	163,967	199,400	150,595
1.07 Library Services	436,351	102,887	539,238	30,107	569,345	662,303	578,880
1.08 Counseling	236,262	61,557	297,819	2,924	297,819	312,000	314,172
1.10 Special Education	1,998,666	528,616	2,527,282	2,924	2,530,206	2,966,439	2,877,068
1.31 Aboriginal Education	448,469	110,905	559,374	20,678	580,052	577,248	679,599
1.41 School Administration	1,035,883	240,794	1,276,677	33,320	1,309,997	1,313,799	1,410,960
1.64 Other	-	-	-	3,434	3,434	3,000	1,881
Total Function 1	11,864,617	2,983,722	14,848,339	1,624,602	16,472,941	17,084,621	17,231,816
4 District Administration							
4.11 Educational Administration	370,692	70,279	440,971	34,945	475,916	456,024	464,349
4.40 School District Governance	69,091	1,058	70,149	58,088	128,237	140,175	134,923
4.41 Business Administration	287,624	63,142	350,766	154,214	505,040	517,699	468,467
Total Function 4	727,407	134,479	861,886	247,307	1,109,193	1,113,898	1,067,739
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	156,385	32,022	188,407	158,494	346,901	247,500	227,336
5.50 Maintenance Operations	1,244,155	330,206	1,574,361	454,842	2,029,203	1,984,014	2,183,785
5.52 Maintenance of Grounds	51,590	14,527	66,117	37,735	103,852	146,000	145,527
5.56 Utilities	-	-	-	517,719	517,719	387,000	441,384
Total Function 5	1,452,130	376,755	1,828,885	1,168,790	2,997,675	2,764,514	2,998,032
7 Transportation and Housing							
7.41 Transportation and Housing Administration	123,270	27,462	150,732	16,884	167,596	167,600	154,375
7.70 Student Transportation	390,194	173,238	763,432	292,692	1,056,124	987,528	968,709
Total Function 7	713,464	200,700	914,164	309,556	1,223,720	1,155,128	1,123,084
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	14,757,618	3,695,656	18,453,274	3,350,255	21,803,529	22,118,161	22,420,671

School District No. 54 (Bulkley Valley)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	1,038,637	1,126,126	1,058,034
Other Revenue	1,032,174	1,102,680	975,285
Investment Income	85		
Total Revenue	<u>2,070,896</u>	<u>2,228,806</u>	<u>2,033,319</u>
Expenses			
Instruction	778,403	875,058	740,108
Operations and Maintenance	1,138,775	1,236,205	1,139,493
Total Expense	<u>1,917,178</u>	<u>2,111,263</u>	<u>1,879,601</u>
Special Purpose Surplus (Deficit) for the year	<u>153,718</u>	<u>117,543</u>	<u>153,718</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(153,718)	(117,543)	(153,718)
Total Net Transfers	<u>(153,718)</u>	<u>(117,543)</u>	<u>(153,718)</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>	<u>-</u>

School District No. 54 (Bulkeley Valley)
 Changes in Special Purpose Funds and Expense by Object
 Year Ended June 30, 2017

Schedule SA (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP
Deferred Revenue, beginning of year	\$ -	\$ -	\$ 1,310	\$ 63,865	\$ 25,000	\$ 568,005	\$ -	\$ -	\$ 43,054
Add: Restricted Grants									
Provincial Grants - Ministry of Education	153,718	441,973		7,762		1,067,809	96,736	12,250	86,039
Other				169					
Investment Income									
Less: Allocated to Revenue	153,718	441,973	-	7,931	-	1,067,809	96,736	12,250	86,039
Deferred Revenue, end of year	153,718	394,965	1,310	4,242	25,000	1,065,444	96,736	12,250	81,555
	-	47,008	-	67,854	-	570,570	-	-	47,518
Revenues	153,718	394,965	1,310	4,242	-	1,065,444	96,736	12,250	81,555
Provincial Grants - Ministry of Education									
Other Revenue	153,718	394,965	1,310	4,242	-	1,065,444	96,736	12,250	81,555
Expenses									
Salaries									
Teachers		230,099					63,536		33,101
Educational Assistants		70,487					185		
Support Staff									
Subsidies		10,653							3,398
Employee Benefits		311,239					63,721		36,499
Services and Supplies	36,175	83,725	1,310	4,242		1,065,444	20,944	7,720	7,720
Net Revenue (Expense) before Interfund Transfers	36,175	394,965	1,310	4,242	-	1,065,444	96,736	12,250	37,356
Interfund Transfers									
Transferable Capital Assets Purchased	(117,543)								
Net Revenue (Expense)	(117,543)								

School District No. 54 (Bulley Valley)
 Changes in Special Purpose Funds and Expense by Object
 Year Ended June 30, 2017

Schedule 3A (Unaudited)

	Community/UNK	Coding and Curriculum Implementation	Priority Measures	MCA Funds	Min Other	TOTAL
	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	-	165,260	64,641	951,115
Add: Restricted Grants						
Provincial Grants - Ministry of Education	215,479	37,252	218,591		7,506	1,269,544
Other				1,975	18,567	1,094,138
Investment Income						2,144
Less: Allocated to Revenue	215,479	37,252	218,591	1,975	26,073	2,365,826
Deferred Revenue, end of year	202,299	7,637	175,656	-	32,994	2,228,806
	13,180	29,615	42,935	167,235	57,720	1,068,135
Revenues						
Provincial Grants - Ministry of Education	202,299	7,637	175,656		32,994	1,126,126
Other Revenue						1,102,680
Expenses						
Salaries	202,299	7,637	175,656	-	32,994	2,228,806
Teachers	20,721		128,037			411,964
Educational Assistants	113,112					247,135
Support Staff						185
Substitutes	7,955	1,348	9,434			32,788
Employee Benefits	141,794	1,348	137,471			692,072
Services and Supplies	32,403	8	38,185			182,986
	28,102	6,281			32,994	1,236,205
	202,299	7,637	175,656		32,994	2,111,265
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	117,543
Interfund Transfers						(117,543)
Tangible Capital Assets Purchased	-	-	-	-	-	(117,543)
Net Revenue (Expense)	-	-	-	-	-	-

School District No. 54 (Bulkley Valley)

Schedule 4 (Unaudited)

Schedule of Capital Operations
Year Ended June 30, 2017

	2017 Budget	2017 Actual			2016 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income	15,000		8,808	8,808	15,977
Gain (Loss) on Disposal of Tangible Capital Assets				-	(89,531)
Amortization of Deferred Capital Revenue	747,728	667,841		667,841	840,187
Total Revenue	762,728	667,841	8,808	676,649	766,633
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,083,511	862,780		862,780	770,457
Transportation and Housing		303,525		303,525	290,424
Transfer from MoB Retriected Capital				-	323
Total Expense	1,083,511	1,166,305	-	1,166,305	1,061,204
Capital Surplus (Deficit) for the year	(320,783)	(498,464)	8,808	(489,656)	(294,571)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	213,718	304,797		304,797	353,309
Local Capital	33,000		33,000	33,000	31,374
Total Net Transfers	246,718	304,797	33,000	337,797	384,683
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		49,370	(49,370)	-	
Total Other Adjustments to Fund Balances		49,370	(49,370)	-	
Total Capital Surplus (Deficit) for the year	(74,065)	(144,297)	(7,562)	(151,859)	90,112
Capital Surplus (Deficit), beginning of year		8,472,649	760,469	9,233,118	9,143,006
Capital Surplus (Deficit), end of year		8,328,352	752,907	9,081,259	9,233,118

School District No. 54 (Butkley Valley)
 Tangible Capital Assets
 Year Ended June 30, 2017

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,382,369	36,384,025	900,082	2,921,099	-	147,991	41,735,566
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,209,762					1,209,762
Deferred Capital Revenue - Other		133,246	11,565				144,811
Operating Fund		11,895	94,043				105,938
Special Purpose Funds		117,543					117,543
Local Capital			49,370				49,370
Decrease:							
Deemed Disposals		1,472,446	154,978	605,236			2,232,660
Cost, end of year	-	-	74,312	410,670	-	3,317	488,299
Work in Progress, end of year	1,382,369	37,856,471	980,748	3,115,665	-	144,674	43,479,927
Cost and Work in Progress, end of year	1,382,369	37,856,471	980,748	3,115,665	-	144,674	43,479,927
Accumulated Amortization, beginning of year		19,214,208	367,771	1,480,281		9,592	21,071,852
Changes for the Year							
Increase: Amortization for the Year		709,031	111,398	303,525		42,411	1,166,365
Decrease:							
Deemed Disposals			74,312	410,670		3,317	488,299
Accumulated Amortization, end of year		19,923,239	482,089	1,783,806		13,909	21,749,853
Tangible Capital Assets - Net	1,382,369	17,933,232	575,951	1,742,529	-	95,988	21,730,069

School District No. 54 (Bulkley Valley)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2017

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	12,192,230			12,192,230
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,733,682	144,811		1,878,493
	<u>1,733,682</u>	<u>144,811</u>	<u>-</u>	<u>1,878,493</u>
Decrease:				
Amortization of Deferred Capital Revenue	665,597	2,244		667,841
	<u>665,597</u>	<u>2,244</u>	<u>-</u>	<u>667,841</u>
Net Changes for the Year	<u>1,068,085</u>	<u>142,567</u>	<u>-</u>	<u>1,210,652</u>
Deferred Capital Revenue, end of year	<u>13,260,315</u>	<u>142,567</u>	<u>-</u>	<u>13,402,882</u>
 Work in Progress, beginning of year				-
 Changes for the Year				
Net Changes for the Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Work in Progress, end of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total Deferred Capital Revenue, end of year	<u>13,260,315</u>	<u>142,567</u>	<u>-</u>	<u>13,402,882</u>

School District No. 54 (Bulkeley Valley)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2017

Schedule 4D (Unaudited)

	Bylaw Capital	MEP Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 137,244	\$ 507,473	\$ -	\$ -	\$ -	\$ 644,717
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education			59,146			1,732,509
Provincial Grants - Other						59,146
Investment Income						1,060
Decrease:						
Transferred to DCR - Capital Additions		1,060	59,146	-	-	1,792,715
	1,732,509	1,060	59,146	-	-	1,792,715
Net Changes for the Year	1,733,682	133,246	11,565	-	-	1,878,493
	1,733,682	133,246	11,565	-	-	1,878,493
	(1,173)	(132,186)	47,581	-	-	(85,778)
Balance, end of year	136,071	375,287	47,581	-	-	558,939