

Audited Financial Statements of

**School District No. 19 (Revelstoke)**

June 30, 2017

# School District No. 19 (Revelstoke)

June 30, 2017

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# School District No. 19 (Revelstoke)

## MANAGEMENT REPORT

Version: 2283-1537-8555

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

The accompanying financial statements of School District No. 19 (Revelstoke) 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. 19 (Revelstoke) (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, BDO Canada LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 19 (Revelstoke) 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. 19 (Revelstoke)

<u>Signature on original</u> Signature of the Chairperson of the Board of Education	27/09/2017 Date Signed
<u>Signature on original</u> Signature of the Superintendent	27/09/2017 Date Signed
<u>Signature on original</u> Signature of the Secretary/Treasurer	27/09/2017 Date Signed



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BDO Canada LLP  
571 6th Street NE, Suite 201  
Salmon Arm BC V1E 1R6 Canada

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## Independent Auditor's Report

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To the Chairperson and Board of Education of School District No. 19 (Revelstoke)

We have audited the accompanying financial statements of the School District No. 19 (Revelstoke), which comprise of the statement of financial position 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 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

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free 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 and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as, evaluating the overall presentation of the financial statements.



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

#### Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 19 (Revelstoke) as at June 30, 2017 and the results of its operations and cash flows for the year then ended, 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 our opinion, we draw attention to Note 2 to the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

#### Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the exhibits on pages 22 through 34 of School District No. 19 (Revelstoke)'s Financial Statements.

*BDO Canada LLP*

Chartered Professional Accountants

Revelstoke, British Columbia  
September 27, 2017

# School District No. 19 (Revelstoke)

## Statement of Financial Position

As at June 30, 2017

	2017 Actual	2016 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	2,197,089	3,420,072
Accounts Receivable		
Due from Province - Ministry of Education (Note 3)	157,630	9,133
Due from Province - Other		6,181
Other (Note 3)	231,920	320,901
<b>Total Financial Assets</b>	<u>2,586,639</u>	<u>3,756,287</u>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	1,107,098	1,895,893
Unearned Revenue (Note 5)	70,751	23,521
Deferred Revenue (Note 6)	135,659	107,553
Deferred Capital Revenue (Note 7)	58,414,657	59,332,079
Employee Future Benefits (Note 8)	309,479	293,521
<b>Total Liabilities</b>	<u>60,037,644</u>	<u>61,652,567</u>
<b>Net Financial Assets (Debt)</b>	<u>(57,451,005)</u>	<u>(57,896,280)</u>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 9)	61,816,073	61,714,560
Prepaid Expenses	79,333	90,103
<b>Total Non-Financial Assets</b>	<u>61,895,406</u>	<u>61,804,663</u>
<b>Accumulated Surplus (Deficit)</b>	<u>4,444,401</u>	<u>3,908,383</u>

Contractual Obligations and Contingencies

Approved by the Board

<i>Signature on original</i> Signature of the Chairman of the Board of Education	27/09/2017 Date Signed
<i>Signature on original</i> Signature of the Superintendent	27/09/2017 Date Signed
<i>Signature on original</i> Signature of the Secretary/Treasurer	27/09/2017 Date Signed

# School District No. 19 (Revelstoke)

Statement of Operations  
Year Ended June 30, 2017

Statement 2

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	11,241,290	11,475,884	10,444,128
Other	15,943	66,621	34,597
Tuition	130,000	139,028	110,283
Other Revenue	268,191	432,729	409,852
Rentals and Leases	264,578	276,864	267,230
Investment Income	26,000	32,572	26,117
Gain (Loss) on Disposal of Tangible Capital Assets (Note 10)		50,000	
Amortization of Deferred Capital Revenue	1,918,523	1,918,524	1,893,821
<b>Total Revenue</b>	<u>13,864,527</u>	<u>14,392,222</u>	<u>13,186,028</u>
<b>Expenses (Note 16)</b>			
Instruction	9,332,201	9,393,826	8,842,384
District Administration	754,673	723,344	614,106
Operations and Maintenance	3,694,186	3,350,784	3,237,762
Transportation and Housing	327,852	388,250	433,773
<b>Total Expense</b>	<u>14,108,912</u>	<u>13,856,204</u>	<u>13,128,025</u>
<b>Surplus (Deficit) for the year</b>	<u>(244,385)</u>	<u>536,018</u>	<u>58,003</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		3,908,383	3,850,380
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u>4,444,401</u>	<u>3,908,383</u>

**School District No. 19 (Revelstoke)**  
 Statement of Changes in Net Financial Assets (Debt)  
 Year Ended June 30, 2017

	2017 Budget \$	2017 Actual \$	2016 Actual \$
Surplus (Deficit) for the year	(244,385)	536,018	58,003
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(1,100,629)	(2,109,583)	(978,806)
Amortization of Tangible Capital Assets	2,008,071	2,008,070	2,019,512
<b>Total Effect of change in Tangible Capital Assets</b>	907,442	(101,513)	1,040,706
Acquisition of Prepaid Expenses		(79,333)	(90,103)
Use of Prepaid Expenses		90,103	52,455
<b>Total Effect of change in Other Non-Financial Assets</b>	-	10,770	(37,648)
<b>(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)</b>	<u>663,057</u>	445,275	1,061,061
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Financial Assets (Debt)</b>		445,275	1,061,061
<b>Net Financial Assets (Debt), beginning of year</b>		(57,896,280)	(58,957,341)
<b>Net Financial Assets (Debt), end of year</b>		<u>(57,451,005)</u>	<u>(57,896,280)</u>



# School District No. 19 (Revelstoke)

Statement of Cash Flows  
Year Ended June 30, 2017

	2017 Actual \$	2016 Actual \$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	536,018	58,003
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(53,335)	(12,034)
Prepaid Expenses	10,770	(37,648)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(788,795)	(14,932)
Unearned Revenue	47,230	(17,922)
Deferred Revenue	28,106	10,998
Employee Future Benefits	15,958	27,805
Loss (Gain) on Disposal of Tangible Capital Assets	(50,000)	
Amortization of Tangible Capital Assets	2,008,070	2,019,512
Amortization of Deferred Capital Revenue	(1,918,524)	(1,893,821)
Recognition of Deferred Capital Revenue Spent on Sites	(332,978)	
Flood Repairs Not Capital Addition	(651,030)	
<b>Total Operating Transactions</b>	<u>(1,148,510)</u>	<u>139,961</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,882,385)	(815,425)
District Portion of Proceeds on Disposal	50,000	
District Assets Purchased Through Temporary Borrowing	(227,198)	(163,381)
<b>Total Capital Transactions</b>	<u>(2,059,583)</u>	<u>(978,806)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	1,985,110	2,929,685
<b>Total Financing Transactions</b>	<u>1,985,110</u>	<u>2,929,685</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>(1,222,983)</u>	<u>2,090,840</u>
<b>Cash and Cash Equivalents, beginning of year</b>	<u>3,420,072</u>	<u>1,329,232</u>
<b>Cash and Cash Equivalents, end of year</b>	<u>2,197,089</u>	<u>3,420,072</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	<u>2,197,089</u>	<u>3,420,072</u>
	<u>2,197,089</u>	<u>3,420,072</u>
<b>Supplementary Cash Flow Information</b>		

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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**NOTE 1 AUTHORITY AND PURPOSE**

The School District, established on April 12, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 19 (Revelstoke)", and operates as "School District No. 19 (Revelstoke)." 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. 19 (Revelstoke) is exempt from federal and provincial corporate income taxes.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(e) and 2(k).

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As noted in Notes 2(e) and 2(k), 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 by \$1,035,864  
June 30, 2016 - increase in accumulated surplus and decrease in deferred contributions by \$59,168,698  
Year-ended June 30, 2017 - decrease in annual surplus by (\$917,422)  
June 30, 2017 - increase in accumulated surplus and decrease in deferred contributions by \$58,414,657

b) Cash and Cash Equivalents

Cash and cash equivalents include cash on deposit with Revelstoke Credit Union and the Ministry of Finance - Central Deposit Program that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value.

c) Accounts Receivable

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

d) Unearned Revenue

Unearned revenue includes receipt of proceeds from grants and donations for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

e) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2 (k).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2 (a) for the impact of this policy on these financial statements.

f) Employee Future Benefits

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

The most recent valuation of the obligation was performed at March 31, 2016 and projected to June 30, 2017. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

g) 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.

h) Tangible Capital Assets

The following criteria apply:

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

i) Prepaid Expenses

Payroll expenses for days worked in July but recorded in June are included as a prepaid expense and stated at actual cost and are charged to expense over the periods expected to benefit from it.

j) 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 12 – Interfund Transfers and Note 17 – Accumulated Surplus).

k) Revenue Recognition

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

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

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

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

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

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

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

**l) 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.

**m) 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, portfolio investments, 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 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

m) Financial Instruments (Continued)

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.

As at June 30, 2017 and for the year then ended, financial instruments are accounted for prospectively in accordance with public sector accounting standards as described above.

n) 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

**NOTE 3 ACCOUNTS RECEIVABLE**

	2017	2016
Due from Province - Ministry of Education	\$ 157,630	\$ 9,133
Accounts Receivable - Other		
Due from Federal Government	\$ 99,757	\$ 38,400
Other	132,163	282,501
	\$231,920	\$320,921

Included in Due from Province - Ministry of Education is \$151,030 receivable for reimbursement of flood repairs incurred during the year. The total flood repairs for the year ended March 31, 2017 amounted to \$651,030 which was funded by the Ministry of Education and netted against the flood repair expense.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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

	2017	2016
Trade payables	\$ 476,454	\$ 201,587
Salaries and benefits payable	295,938	274,386
Accrued vacation pay	20,495	30,420
Holdback/Capital Projects	314,211	1,380,500
	\$1,107,098	\$1,895,893

**NOTE 5      UNEARNED REVENUE**

	2017	2016
Balance, beginning of year	\$ 23,521	\$ 41,443
Changes for the year:		
Increase:		
Tuition fees	-	11,000
Grants received in advance of projects	70,751	19,810
	70,751	30,810
Decrease:		
Tuition fees	11,000	4,000
Rental/Lease of facilities	-	1,000
Grants received in advance of projects	12,521	43,732
	23,521	48,732
Net changes for the year	47,230	(17,922)
Balance, end of year	\$ 70,751	\$ 23,521

**NOTE 6      DEFERRED REVENUE**

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled. Detailed information about the changes in deferred revenue is included in Schedule 3A.

**NOTE 7      DEFERRED CAPITAL REVENUE**

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.



**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

**NOTE 8 EMPLOYEE FUTURE BENEFITS**

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

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	326,208	313,985
Service Cost	26,186	26,039
Interest Cost	8,301	7,172
Benefit Payments	-21,412	-9,793
Actuarial (Gain) Loss	-24,700	-11,195
Accrued Benefit Obligation – March 31	<u>314,583</u>	<u>326,208</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	314,583	326,208
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	-314,583	-326,208
Employer Contributions After Measurement Date	5,751	2,779
Benefits Expense After Measurement Date	-8,761	-8,622
Unamortized Net Actuarial (Gain) Loss	8,114	38,530
Accrued Benefit Asset (Liability) - June 30	<u>-309,479</u>	<u>-293,520</u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	293,520	265,715
Net Expense for Fiscal Year	40,343	40,377
Employer Contributions	-24,384	-12,572
Accrued Benefit Liability (Asset) - June 30	<u>309,479</u>	<u>293,520</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	26,174	26,076
Interest Cost	8,453	7,455
Amortization of Net Actuarial (Gain)/Loss	5,716	6,847
Net Benefit Expense (Income)	<u>40,343</u>	<u>40,377</u>
<b>Assumptions</b>		
Discount Rate - April 1	2.50%	2.25%
Discount Rate - March 31	2.75%	2.50%
Long Term Salary Growth - April 1	2.50%	2.50%
Long Term Salary Growth - March 31	2.50%	2.50%
EARSL - March 31	9.9	9.9

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

**NOTE 9 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2017	Net Book Value 2016
Sites	\$ 2,335,932	\$ 1,889,621
Buildings	58,406,355	58,856,864
Furniture & Equipment	520,873	563,415
Vehicles	440,531	292,867
Computer Hardware	112,382	111,793
<b>Total</b>	<b>\$61,816,073</b>	<b>\$61,714,560</b>

**June 30, 2017**

	Opening Cost	Additions	Disposals	Total 2017
Sites	\$ 1,889,621	\$ 446,311	\$ -	\$ 2,335,932
Buildings	78,308,790	1,353,177	-	79,661,967
Furniture & Equipment	905,262	47,984	(27,368)	925,878
Vehicles	598,909	207,555	(133,868)	672,596
Computer Hardware	269,834	54,556	(152,083)	172,307
<b>Total</b>	<b>\$81,972,416</b>	<b>\$2,109,583</b>	<b>\$(313,319)</b>	<b>\$83,768,680</b>

	Opening Accumulated Amortization	Additions	Disposals	Total 2017
Buildings	\$19,451,926	\$1,803,686	\$ -	\$21,255,612
Furniture & Equipment	341,847	90,526	(27,368)	405,005
Vehicles	306,042	59,891	(133,868)	232,065
Computer Hardware	158,041	53,967	(152,083)	59,925
<b>Total</b>	<b>\$20,257,856</b>	<b>\$2,008,070</b>	<b>\$(313,319)</b>	<b>\$21,952,607</b>

**June 30, 2016**

	Opening Cost	Additions	Disposals	Total 2016
Sites	\$1,726,240	\$163,381	\$ -	\$ 1,889,621
Buildings	77,662,396	646,394	-	78,308,790
Furniture & Equipment	928,266	-	(23,004)	905,262
Vehicles	710,259	138,932	(250,282)	598,909
Computer Hardware	314,991	30,099	(75,256)	269,834
<b>Total</b>	<b>\$81,342,152</b>	<b>\$978,806</b>	<b>\$(348,542)</b>	<b>\$81,972,416</b>

	Opening Accumulated Amortization	Additions	Disposals	Total 2016
Buildings	\$17,659,265	\$1,792,661	\$ -	\$19,451,926
Furniture & Equipment	272,024	92,827	(23,004)	341,847
Vehicles	485,298	71,026	(250,282)	306,042
Computer Hardware	170,299	62,998	(75,256)	158,041
<b>Total</b>	<b>\$18,586,886</b>	<b>\$2,019,512</b>	<b>\$(348,542)</b>	<b>\$20,257,856</b>

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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**NOTE 10      GAIN ON DISPOSAL OF TANGIBLE CAPITAL ASSETS**

A portion of the Mountain View Elementary site was sold after a public Request For Proposal process. Three separate Request for Proposal were advertised before this one offer was received. This site included Revelstoke's oldest school and as such, it had a Heritage Site designation. The successful purchaser is required to maintain that designation. The sale price was \$50,000 and was reported as a gain on sale of assets as the building was fully amortized.

**NOTE 11      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, 2014, 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 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 Revelstoke School District paid \$952,999 for employer contributions to the plans for the year ended June 30, 2017 and paid \$978,324 for the year ended June 30, 2016.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018. The next valuation for the Municipal Pension Plan 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.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)  
 NOTES TO FINANCIAL STATEMENTS  
 YEAR ENDED JUNE 30, 2017**

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**NOTE 12 INTERFUND TRANSFERS**

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

- Capital Asset Purchases transferred from Operating: \$148,315
- Transfer to Local Capital from Operating: \$ 25,000

**NOTE 13 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 14 CONTRACTUAL OBLIGATIONS**

As part of the reconstruction of its two largest schools, the School District entered into a multiple-year contractual agreement to purchase thermal energy from Revelstoke Community Energy Corporation in September 2010 for a term expiring in 2034. In the event that the School District decides to terminate this agreement, the School District would be required to pay any liabilities accrued up to the date of termination. Estimated payments for the next five years and thereafter under the terms of the Agreement are as follows:

<u>Year</u>	<u>Amount</u>
2018	\$ 60,956
2019	62,176
2020	63,419
2021	64,688
2022	65,981
Thereafter	<u>711,520</u>
<b>Total</b>	<b><u>\$1,028,740</u></b>

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

**NOTE 15 BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 15, 2017.

	Amended Budget February 2017	Original (Preliminary) Budget May 2016	Change
<b>Revenue</b>			
Provincial Grants			
Ministry of Education	\$11,241,290	\$10,591,118	\$650,172
Other	15,945	15,945	-
Tuition	130,000	100,000	30,000
Other Revenue	268,191	185,534	82,657
Rental and Leases	264,578	266,827	(2,249)
Investment Income	26,000	22,500	3,500
Amortization of Deferred Capital Revenue	1,918,523	1,901,847	16,676
<b>Total Revenue</b>	<b>13,864,527</b>	<b>13,083,771</b>	<b>780,756</b>
<b>Expenses</b>			
Instruction	9,332,201	8,940,226	391,975
District Administration	754,673	700,388	54,285
Operations and Maintenance	3,694,186	3,407,304	286,882
Transportation and Housing	327,852	263,331	64,521
<b>Total Expense</b>	<b>14,108,912</b>	<b>13,311,249</b>	<b>797,663</b>
Budget Net Surplus (Deficit), for the year	(244,835)	(227,478)	(16,907)
Budget allocation of Surplus	259,837	125,000	134,837
<b>Budget Surplus (Deficit), for the year</b>	<b>\$15,452</b>	<b>\$(102,478)</b>	<b>\$117,930</b>

Changes between the preliminary budget and the amended budget primarily were the result of

- a) An increase in enrolment from original projections;
- b) Increases in grant revenue and changes in staffing requirements due to the Supreme Court of Canada ruling on class size and composition language
- c) General increases in other revenue such as International Student enrolment and School Generated Revenues.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

**NOTE 16 EXPENSE BY OBJECT**

	2017	2016
Salaries and benefits	\$ 9,895,742	\$ 9,361,996
Services and supplies	1,961,525	1,746,517
Amortization	2,008,070	2,019,512
	\$ 13,865,337	\$ 13,128,025

**NOTE 17 ACCUMULATED SURPLUS**

<b>Internally Restricted:</b>	
Literacy Planning	\$ 4,261
Therapies Grant	20,351
Farwell Reserve	92,085
Screen Smart	6,102
Scholarships and Bursaries	3,164
CPR Technology	23,025
Education Plan	7,810
RPAC Reserve	773
Professional Development Accounts	117,996
School Generated Funds	162,687
Aboriginal Targeted Surplus	37,788
School and Department Surpluses	113,628
Vehicle Appropriation	20,000
<b>Total of Internally Restricted Funds</b>	609,670
Unrestricted Operating Surplus	311,781
Capital Surplus	3,522,950
<b>Total Accumulated Surplus, end of year</b>	<b>\$ 4,444,401</b>

**NOTE 18 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 19 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.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2017**

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**NOTE 19 RISK MANAGEMENT (Continued)**

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 debtor. 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 and the School District invests solely in guaranteed investment certificates.

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 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 as they invest solely in term deposits that have a maturity date of no more than 3 years.

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. 19 (Revelstoke)**  
 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	852,180		3,056,203	3,908,383	3,850,380
Changes for the year					
Surplus (Deficit) for the year	242,586		293,432	536,018	58,003
Interfund Transfers					
Tangible Capital Assets Purchased	(148,315)		148,315	-	
Local Capital	(25,000)		25,000	-	
Net Changes for the year	<u>69,271</u>	<u>-</u>	<u>466,747</u>	<u>536,018</u>	<u>58,003</u>
Accumulated Surplus (Deficit), end of year - Statement 2	<u>921,451</u>	<u>-</u>	<u>3,522,950</u>	<u>4,444,401</u>	<u>3,908,383</u>



**School District No. 19 (Revelstoke)**

Schedule 2 (Unaudited)

Schedule of Operating Operations  
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	10,538,753	10,619,787	10,042,615
Other	15,945	66,621	34,597
Tuition	130,000	139,028	110,283
Other Revenue	268,191	432,729	409,852
Rentals and Leases	264,578	276,864	267,230
Investment Income	26,000	32,572	26,117
<b>Total Revenue</b>	<u>11,243,467</u>	<u>11,567,601</u>	<u>10,890,694</u>
<b>Expenses</b>			
Instruction	8,979,775	8,940,836	8,505,415
District Administration	732,173	705,000	614,106
Operations and Maintenance	1,358,504	1,350,820	1,224,732
Transportation and Housing	327,852	328,359	362,747
<b>Total Expense</b>	<u>11,398,304</u>	<u>11,325,015</u>	<u>10,707,000</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(154,837)</u>	<u>242,586</u>	<u>183,694</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>259,837</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(80,000)	(148,315)	(30,099)
Local Capital	(25,000)	(25,000)	(25,000)
<b>Total Net Transfers</b>	<u>(105,000)</u>	<u>(173,315)</u>	<u>(55,099)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u>69,271</u>	<u>128,595</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<u>852,180</u>	<u>723,585</u>
<b>Operating Surplus (Deficit), end of year</b>		<u>921,451</u>	<u>852,180</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		609,670	583,405
Unrestricted		311,781	268,775
<b>Total Operating Surplus (Deficit), end of year</b>		<u>921,451</u>	<u>852,180</u>

# School District No. 19 (Revelstoke)

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

Schedule 2A (Unaudited)

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	10,300,745	10,329,020	9,885,949
Other Ministry of Education Grants			
Pay Equity	101,498	101,498	101,498
Transportation Supplement	49,847	49,847	
Economic Stability Dividend		5,076	6,837
Return of Administrative Savings	51,315	51,315	
Carbon Tax Grant	8,500	7,174	9,133
Student Learning Grant		47,763	
Provincial Assessment	4,348	4,094	4,348
Shoulder Tapper Grant	17,500	17,500	25,000
Skills Assessment	5,000	5,000	5,000
Curriculum Implementation			4,100
My EDBC Travel Grant		1,500	750
<b>Total Provincial Grants - Ministry of Education</b>	<b>10,538,753</b>	<b>10,619,787</b>	<b>10,042,615</b>
<b>Provincial Grants - Other</b>	<b>15,945</b>	<b>66,621</b>	<b>34,597</b>
<b>Tuition</b>			
International and Out of Province Students	130,000	139,028	110,283
<b>Total Tuition</b>	<b>130,000</b>	<b>139,028</b>	<b>110,283</b>
<b>Other Revenues</b>			
Miscellaneous			
Miscellaneous	12,488	78,546	77,252
Artstarts Program	7,350	5,600	5,750
School Generated Funds	230,000	341,083	319,900
Interior Health Grant	18,353		
Screen Smart Grant		5,000	4,750
Roots of Empathy		2,500	2,200
<b>Total Other Revenue</b>	<b>268,191</b>	<b>432,729</b>	<b>409,852</b>
<b>Rentals and Leases</b>	<b>264,578</b>	<b>276,864</b>	<b>267,230</b>
<b>Investment Income</b>	<b>26,000</b>	<b>32,572</b>	<b>26,117</b>
<b>Total Operating Revenue</b>	<b>11,243,467</b>	<b>11,567,601</b>	<b>10,890,694</b>

**School District No. 19 (Revelstoke)**

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object  
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	4,530,002	4,511,341	4,319,698
Principals and Vice Principals	771,335	770,426	686,484
Educational Assistants	674,693	633,078	582,325
Support Staff	914,589	915,393	932,769
Other Professionals	578,695	567,813	500,909
Substitutes	288,826	244,356	224,630
<b>Total Salaries</b>	<b>7,758,140</b>	<b>7,642,407</b>	<b>7,246,815</b>
<b>Employee Benefits</b>	<b>1,839,716</b>	<b>1,821,600</b>	<b>1,794,813</b>
<b>Total Salaries and Benefits</b>	<b>9,597,856</b>	<b>9,464,007</b>	<b>9,041,628</b>
<b>Services and Supplies</b>			
Services	483,974	588,136	506,315
Student Transportation	26,760	11,026	15,453
Professional Development and Travel	139,945	158,493	124,508
Rentals and Leases	700	1,842	1,770
Dues and Fees	53,551	42,634	37,998
Insurance	55,158	42,830	43,729
Supplies	674,610	686,012	619,110
Utilities	365,750	330,035	316,489
<b>Total Services and Supplies</b>	<b>1,800,448</b>	<b>1,861,008</b>	<b>1,665,372</b>
<b>Total Operating Expense</b>	<b>11,398,304</b>	<b>11,325,015</b>	<b>10,707,000</b>

**School District No. 19 (Revelstoke)**  
 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
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	3,351,969	264,479		91,283		177,546	3,885,277
1.03 Career Programs	60,809						60,809
1.07 Library Services	165,712	15,046		64,289		350	245,397
1.08 Counselling	191,868			3,754			195,622
1.10 Special Education	728,476	98,466	633,078	13,651	65,554	16,293	1,555,518
1.31 Aboriginal Education	12,507	16,168		46,408	12,461	876	88,420
1.41 School Administration		359,748		132,886		3,249	495,883
<b>Total Function 1</b>	<b>4,511,341</b>	<b>753,907</b>	<b>633,078</b>	<b>352,271</b>	<b>78,015</b>	<b>198,314</b>	<b>6,526,926</b>
<b>4 District Administration</b>							
4.11 Educational Administration				7,830	125,023		132,853
4.40 School District Governance					50,116		50,116
4.41 Business Administration				85,529	167,571		253,100
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>93,359</b>	<b>342,710</b>	<b>-</b>	<b>436,069</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration		16,519		3,164	105,043		124,726
5.50 Maintenance Operations				365,889		28,915	394,804
5.52 Maintenance of Grounds				28,413		8,338	36,751
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>16,519</b>	<b>-</b>	<b>397,466</b>	<b>105,043</b>	<b>37,253</b>	<b>556,281</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					42,045		42,045
7.70 Student Transportation				72,297		8,789	81,086
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>72,297</b>	<b>42,045</b>	<b>8,789</b>	<b>123,131</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>4,511,341</b>	<b>770,426</b>	<b>633,078</b>	<b>915,393</b>	<b>567,813</b>	<b>244,356</b>	<b>7,642,407</b>

**School District No. 19 (Revelstoke)**  
 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
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	3,885,277	922,069	4,807,346	662,102	5,469,448	5,341,265	5,166,231
1.03 Career Programs	60,809	14,179	74,988	14,744	89,732	107,837	89,545
1.07 Library Services	245,397	61,518	306,915	13,230	320,145	320,294	314,443
1.08 Counselling	195,622	46,062	241,684		241,684	236,776	248,888
1.10 Special Education	1,555,518	396,019	1,951,537	42,902	1,994,439	2,001,186	1,918,986
1.31 Aboriginal Education	88,420	22,121	110,541	11,924	122,465	160,250	142,201
1.41 School Administration	495,883	117,641	613,524	89,399	702,923	812,167	625,121
<b>Total Function 1</b>	<b>6,526,926</b>	<b>1,579,609</b>	<b>8,106,535</b>	<b>834,301</b>	<b>8,940,836</b>	<b>8,979,775</b>	<b>8,505,415</b>
<b>4 District Administration</b>							
4.11 Educational Administration	132,853	33,621	166,474	20,521	186,995	187,678	178,681
4.40 School District Governance	50,116	2,864	52,980	28,507	81,487	98,280	82,784
4.41 Business Administration	263,100	46,416	299,516	137,002	436,518	446,215	352,641
<b>Total Function 4</b>	<b>436,069</b>	<b>82,901</b>	<b>518,970</b>	<b>186,030</b>	<b>705,000</b>	<b>732,173</b>	<b>614,106</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	124,726	22,453	147,179	45,091	192,270	191,136	164,311
5.50 Maintenance Operations	394,804	96,353	491,157	248,135	739,292	702,648	641,178
5.52 Maintenance of Grounds	36,751	8,965	45,716	43,507	89,223	98,970	102,754
5.56 Utilities	-	-	-	330,035	330,035	365,750	316,489
<b>Total Function 5</b>	<b>556,281</b>	<b>127,771</b>	<b>684,052</b>	<b>666,768</b>	<b>1,350,820</b>	<b>1,358,504</b>	<b>1,224,732</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	42,045	6,773	48,818	989	49,807	62,708	35,616
7.70 Student Transportation	81,086	24,546	105,632	172,920	278,552	265,144	327,131
<b>Total Function 7</b>	<b>123,131</b>	<b>31,319</b>	<b>154,450</b>	<b>173,909</b>	<b>328,359</b>	<b>327,852</b>	<b>362,747</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	-	-	-	-	-	-	-
<b>Total Functions 1 - 9</b>	<b>7,642,407</b>	<b>1,821,600</b>	<b>9,464,007</b>	<b>1,861,008</b>	<b>11,325,015</b>	<b>11,398,304</b>	<b>10,707,000</b>

**School District No. 19 (Revelstoke)**

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations  
Year Ended June 30, 2017

	2017 Budget	2017 Actual	2016 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	454,926	523,119	401,513
<b>Total Revenue</b>	<u>454,926</u>	<u>523,119</u>	<u>401,513</u>
<b>Expenses</b>			
Instruction	352,426	452,990	336,969
District Administration	22,500	18,344	-
Operations and Maintenance	80,000	51,785	64,544
<b>Total Expense</b>	<u>454,926</u>	<u>523,119</u>	<u>401,513</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>	<u>-</u>	<u>-</u>	<u>-</u>

**School District No. 19 (Revelstoke)**  
**Changes in Special Purpose Funds and Expense by Object**  
**Year Ended June 30, 2017**

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Service Delivery Transformation	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Coding and Curriculum Implementation
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	39,090	-	4,104	25,000	9,670	6,910	3,602	10,181	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education	70,932	205,163	-	-	32,245	7,350	1,669	89,963	32,126
Less: Allocated to Revenue	51,786	205,163	-	18,344	34,253	4,014	12,271	92,511	-
Deferred Revenue, end of year	58,236	-	4,104	6,656	7,662	10,246	-	7,633	32,126
Revenues									
Provincial Grants - Ministry of Education	51,786	205,163	-	18,344	34,253	4,014	12,271	92,511	-
Expenses									
Salaries									
Teachers		132,829					9,271	11,369	
Educational Assistants		32,581						57,780	
Support Staff					24,659				
Employer Benefits		165,410			24,659		9,271	69,149	
Services and Supplies		39,733			6,635			12,081	
	51,786			18,344	2,959	4,014	3,000	11,281	
	51,786	205,163	-	18,344	34,253	4,014	12,271	92,511	-
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Net Revenue (Expense)									

**School District No. 19 (Revelstoke)**  
**Changes in Special Purpose Funds and Expense by Object**  
**Year Ended June 30, 2017**

	Priority Measures	Early Learning	TOTAL
	\$	\$	\$
Deferred Revenue, beginning of year	-	8,996	107,553
Add: Restricted Grants			
Provincial Grants - Ministry of Education	104,777	-	551,225
	104,777	-	551,225
Less: Allocated to Revenue	104,777	-	523,119
Deferred Revenue, end of year	-	8,996	135,659
Revenues			
Provincial Grants - Ministry of Education	104,777	-	523,119
	104,777	-	523,119
Expenses			
Salaries			
Teachers	84,500	-	237,969
Educational Assistants	-	-	90,361
Support Staff	-	-	24,659
	84,500	-	352,989
Employee Benefits	20,277	-	78,746
Services and Supplies	-	-	91,384
	104,777	-	523,119
Net Revenue (Expense) before Interfund Transfers	-	-	-
Interfund Transfers	-	-	-
Net Revenue (Expense)	-	-	-



**School District No. 19 (Revelstoke)**

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	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Provincial Grants					
Ministry of Education	247,611	332,978		332,978	-
Gain (Loss) on Disposal of Tangible Capital Assets		50,000		50,000	
Amortization of Deferred Capital Revenue	1,918,523	1,918,524		1,918,524	1,893,821
<b>Total Revenue</b>	<b>2,166,134</b>	<b>2,301,502</b>	<b>-</b>	<b>2,301,502</b>	<b>1,893,821</b>
<b>Expenses</b>					
Operations and Maintenance	247,611				
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,008,071	1,948,179		1,948,179	1,948,486
Transportation and Housing		59,891		59,891	71,026
<b>Total Expense</b>	<b>2,255,682</b>	<b>2,008,070</b>	<b>-</b>	<b>2,008,070</b>	<b>2,019,512</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(89,548)</b>	<b>293,432</b>	<b>-</b>	<b>293,432</b>	<b>(125,691)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	80,000	148,315		148,315	30,099
Local Capital	25,000		25,000	25,000	25,000
<b>Total Net Transfers</b>	<b>105,000</b>	<b>148,315</b>	<b>25,000</b>	<b>173,315</b>	<b>55,099</b>
<b>Other Adjustments to Fund Balances</b>					
District Portion of Proceeds on Disposal		(50,000)	50,000	-	
Assets Purchased from Local Capital - Future Land Sales		227,198	(227,198)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>177,198</b>	<b>(177,198)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>15,452</b>	<b>618,945</b>	<b>(152,198)</b>	<b>466,747</b>	<b>(70,592)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>3,635,465</b>	<b>(579,262)</b>	<b>3,056,203</b>	<b>3,126,795</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>4,254,410</b>	<b>(731,460)</b>	<b>3,522,950</b>	<b>3,056,203</b>

**School District No. 19 (Revelstoke)**

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	1,889,621	78,308,790	905,262	598,909	-	269,834	81,972,416
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	332,978	1,239,312		130,629			1,702,919
Deferred Capital Revenue - Other			31,151				31,151
Operating Fund			16,833	76,926		54,556	148,315
Current Assets from Future Local Capital - Sale of Land	113,333	113,865					227,198
	446,311	1,353,177	47,984	207,555	-	54,556	2,109,583
Decrease:							
Deemed Disposals			27,368	133,868		152,083	313,319
			27,368	133,868	-	152,083	313,319
Cost, end of year	2,335,932	79,661,967	925,878	672,596	-	172,307	83,768,680
Work in Progress, end of year							
Cost and Work in Progress, end of year	2,335,932	79,661,967	925,878	672,596	-	172,307	83,768,680
Accumulated Amortization, beginning of year		19,451,926	341,847	306,042		158,041	20,257,856
<b>Changes for the Year</b>							
Increase: Amortization for the Year		1,803,686	90,526	59,891		53,967	2,008,070
Decrease:							
Deemed Disposals			27,368	133,868		152,083	313,319
			27,368	133,868	-	152,083	313,319
Accumulated Amortization, end of year		21,255,612	405,005	232,065		59,925	21,952,607
Tangible Capital Assets - Net	2,335,932	58,406,355	520,873	440,531	-	112,382	61,816,073

# School District No. 19 (Revelstoke)

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	58,119,413		-	58,119,413
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,369,941	31,151	-	1,401,092
	1,369,941	31,151	-	1,401,092
Decrease:				
Amortization of Deferred Capital Revenue	1,918,524			1,918,524
	1,918,524	-	-	1,918,524
Net Changes for the Year	(548,583)	31,151	-	(517,432)
Deferred Capital Revenue, end of year	57,570,830	31,151	-	57,601,981
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	57,570,830	31,151	-	57,601,981

**School District No. 19 (Revelstoke)**

Schedule 4D (Unaudited)

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

	Bylaw Capital \$	MEd Restricted Capital \$	Other Provincial Capital \$	Land Capital \$	Other Capital \$	Total \$
Balance, beginning of year	1,203,229	9,437	-	-	-	1,212,666
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	1,919,270					1,919,270
Provincial Grants - Other			65,840			65,840
	<u>1,919,270</u>	<u>-</u>	<u>65,840</u>	<u>-</u>	<u>-</u>	<u>1,985,110</u>
Decrease:						
Transferred to DCR - Capital Additions	1,369,941		31,151			1,401,092
Transferred to Revenue - Site Purchases	332,978					332,978
Flood Repairs - Not Capital Addition	651,030					651,030
	<u>2,353,949</u>	<u>-</u>	<u>31,151</u>	<u>-</u>	<u>-</u>	<u>2,385,100</u>
<b>Net Changes for the Year</b>	<u>(434,679)</u>	<u>-</u>	<u>34,689</u>	<u>-</u>	<u>-</u>	<u>(399,990)</u>
Balance, end of year	<u>768,550</u>	<u>9,437</u>	<u>34,689</u>	<u>-</u>	<u>-</u>	<u>812,676</u>