

Audited Financial Statements of

School District No. 74 (Gold Trail)

June 30, 2018

School District No. 74 (Gold Trail)

June 30, 2018

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School District No. 74 (Gold Trail)

MANAGEMENT REPORT

Version: 7712-6966-4984

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 74 (Gold Trail) 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. 74 (Gold Trail) (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. 74 (Gold Trail) 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. 74 (Gold Trail)

<u>Signature on file</u>	<u>September 4, 2018</u>
Signature of the Chairperson of the Board of Education	Date Signed

<u>Signature on file</u>	<u>September 4, 2018</u>
Signature of the Superintendent	Date Signed

<u>Signature on file</u>	<u>September 4, 2018</u>
Signature of the Secretary Treasurer	Date Signed

Independent Auditor's Report

To the Board of Education of School District No. 74 (Gold Trail)

We have audited the accompanying financial statements of School District No. 74 (Gold Trail), which comprise the Statements of Financial Position as at June 30, 2018, and the Statements of Operations, Change 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 of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the financial statements.

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

Opinion

In our opinion, the Statement of Financial Position as at June 30, 2017, and the Statements of Operations, Change in Net Financial Assets (Debt), remeasurement gains and losses, and Cash Flows for the year then ended are prepared, in all material respects, in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.



Emphasis of Matter

Without modifying 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.

Other Matter

The comparative amounts for the year ended June 30, 2017 presented in these financial statements were audited by another firm of Chartered Professional Accountants, who expressed an unmodified audit opinion on the financial statements on September 5, 2017.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the exhibits on pages 25 through 38 of School District No. 74 (Gold Trail)'s Financial Statements.

Chartered Professional Accountants

Kamloops, British Columbia
September 4, 2018

School District No. 74 (Gold Trail)

Statement of Financial Position

As at June 30, 2018

	2018 Actual	2017 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	12,157,048	11,165,909
Accounts Receivable		
Due from Province - Ministry of Education	652	
Due from Province - Other	2,287	
Due from LEA/Direct Funding		161,167
Other (Note 3)	237,525	232,255
Total Financial Assets	12,397,512	11,559,331
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	769,470	667,643
Deferred Revenue (Note 5)	895,076	779,520
Deferred Capital Revenue (Note 6)	11,345,200	10,866,952
Employee Future Benefits (Note 7)	870,547	852,057
Accrued Salaries and Benefits Payable (Note 4)	947,025	1,278,452
Total Liabilities	14,827,318	14,444,624
Net Financial Assets (Debt)	(2,429,806)	(2,885,293)
Non-Financial Assets		
Tangible Capital Assets (Note 8)	24,566,639	24,430,424
Prepaid Expenses	391,678	98,040
Total Non-Financial Assets	24,958,317	24,528,464
Accumulated Surplus (Deficit)	22,528,511	21,643,171

Contractual Obligations (Note 13)

Approved by the Board

Signature on file	September 4, 2018
Signature of the Chairperson of the Board of Education	Date Signed
Signature on file	September 4, 2018
Signature of the Superintendent	Date Signed
Signature on file	September 4, 2018
Signature of the Secretary Treasurer	Date Signed

School District No. 74 (Gold Trail)

Statement 2

Statement of Operations
Year Ended June 30, 2018

	2018 Budget (Note 14) \$	2018 Actual \$	2017 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	21,125,047	20,864,086	20,561,459
Other	181,568	251,061	212,971
Other Revenue	791,224	750,871	1,037,454
Rentals and Leases	17,400		
Investment Income	80,000	200,380	117,296
Gain (Loss) on Disposal of Tangible Capital Assets			136,399
Amortization of Deferred Capital Revenue	585,683	572,567	509,510
Transfer of School to Province (Note 9)		500,081	
Total Revenue	<u>22,780,922</u>	<u>23,139,046</u>	<u>22,575,089</u>
Expenses			
Instruction	15,685,620	15,176,489	14,491,205
District Administration	1,181,215	1,117,000	1,048,602
Operations and Maintenance	3,866,740	4,116,479	4,022,209
Transportation and Housing	1,296,146	1,328,607	1,135,545
Transfer of School to Province (Note 9)		515,131	
Total Expense	<u>22,029,721</u>	<u>22,253,706</u>	<u>20,697,561</u>
Surplus (Deficit) for the year	<u>751,201</u>	<u>885,340</u>	<u>1,877,528</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		21,643,171	19,765,643
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>22,528,511</u></u>	<u>21,643,171</u>

School District No. 74 (Gold Trail)

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2018

	2018 Budget (Note 14) \$	2018 Actual \$	2017 Actual \$
Surplus (Deficit) for the year	751,201	885,340	1,877,528
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(2,499,544)	(2,076,883)	(2,403,719)
Amortization of Tangible Capital Assets	1,400,147	1,425,537	1,337,230
Net carrying value of Tangible Capital Assets disposed of		515,131	20,101
Total Effect of change in Tangible Capital Assets	<u>(1,099,397)</u>	<u>(136,215)</u>	<u>(1,046,388)</u>
Acquisition of Prepaid Expenses		(391,678)	(98,040)
Use of Prepaid Expenses		98,040	164,892
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(293,638)</u>	<u>66,852</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(348,196)</u>	455,487	897,992
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		455,487	897,992
Net Financial Assets (Debt), beginning of year		(2,885,293)	(3,783,285)
Net Financial Assets (Debt), end of year		<u>(2,429,806)</u>	<u>(2,885,293)</u>

School District No. 74 (Gold Trail)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2018

	2018 Actual	2017 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	885,340	1,877,528
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	152,958	(93,098)
Prepaid Expenses	(293,638)	66,852
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	101,827	446,292
Unearned Revenue		(31,250)
Deferred Revenue	115,556	(1,155)
Employee Future Benefits	18,490	(77,503)
Other Liabilities	(331,427)	184,896
Loss (Gain) on Disposal of Tangible Capital Assets		(136,399)
Amortization of Tangible Capital Assets	1,425,537	1,337,230
Amortization of Deferred Capital Revenue	(572,567)	(509,510)
Total Operating Transactions	1,502,076	3,063,883
Capital Transactions		
Tangible Capital Assets Purchased	(2,076,883)	(2,403,719)
District Portion of Proceeds on Disposal	15,050	156,500
Total Capital Transactions	(2,061,833)	(2,247,219)
Financing Transactions		
Capital Revenue Received	1,550,896	2,941,364
Total Financing Transactions	1,550,896	2,941,364
Net Increase (Decrease) in Cash and Cash Equivalents	991,139	3,758,028
Cash and Cash Equivalents, beginning of year	11,165,909	7,407,881
Cash and Cash Equivalents, end of year	12,157,048	11,165,909
Cash and Cash Equivalents, end of year, is made up of:		
Cash	3,698,613	4,868,759
Cash Equivalents	8,458,435	6,297,150
	12,157,048	11,165,909

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on December 1, 1996 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. 74 (Gold Trail)", and operates as "School District No. 74 (Gold Trail)." 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. 74 (Gold Trail) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

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

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

As noted in notes 2(e) and 2(l), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require 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, 2017 - increase in annual surplus by \$2,431,854
June 30, 2017 - increase in accumulated surplus and decrease in deferred contributions by \$10,866,952
Year-ended June 30, 2018 – increase in annual surplus by \$479,444
June 30, 2018 – increase in accumulated surplus and decrease in deferred contributions by \$11,346,396

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Unearned Revenue

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

e) Deferred Revenue and Deferred Capital Revenue

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

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian 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.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

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 March 31, 2019. 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.

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.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

h) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School District:
 - is directly responsible; or
 - accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

There are no contaminated sites as at June 30, 2018.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

i) 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.
- 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.
- 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

j) Prepaid Expenses

Payments for subscriptions and maintenance contracts are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

k) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 11 – Interfund Transfers and Note 15 – Internally Restricted Surplus). Funds and reserves are disclosed on Schedules 2, 3 and 4.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

1) Revenue Recognition

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

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

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

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

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian Public Sector Accounting Standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met 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. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

m) Expenditures

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

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.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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

n) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities and other liabilities.

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

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

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

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

o) 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.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2018	2017
Seton Lake Indian Band	\$	\$ 36,074
CRA (GST Rebate)	177,580	120,587
Miscellaneous	358,265	212,746
Allowance for doubtful accounts	(298,320)	(137,152)
	\$237,525	\$232,255

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2018	2017
Trade payables	\$ 769,470	\$ 667,643
Salaries and benefits payable	935,633	1,267,443
Accrued vacation pay	11,392	11,009
	\$1,716,495	\$1,946,095

NOTE 5 DEFERRED REVENUE

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

NOTE 6 DEFERRED CAPITAL REVENUE

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

**SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and disclosed in Note 11.

	June 30, 2018	June 30, 2017
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	807,577	846,971
Service Cost	61,239	61,204
Interest Cost	22,612	21,338
Benefit Payments	(102,848)	(102,475)
Increase (Decrease) in obligation due to Plan Amendment	0	0
Actuarial (Gain) Loss	12,925	(19,460)
Accrued Benefit Obligation – March 31	801,505	807,577
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	801,505	807,577
Market Value of Plan Assets - March 31	0	0
Funded Status - Deficit	(801,505)	(807,577)
Employer Contributions After Measurement Date	35,613	90,308
Benefits Expense After Measurement Date	(22,130)	(20,963)
Unamortized Net Actuarial Gain	(82,525)	(113,825)
Accrued Benefit Liability - June 30	(870,547)	(852,057)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability - July 1	852,057	929,560
Net Expense for Fiscal Year	66,643	66,420
Employer Contributions	(48,153)	(143,922)
Accrued Benefit Liability - June 30	870,547	852,057
Components of Net Benefit Expense		
Service Cost	62,436	61,213
Interest Cost	22,583	21,656
Immediate Recognition of Plan Amendment	0	0
Amortization of Net Actuarial Gain	(18,376)	(16,449)
Net Benefit Expense	66,643	66,420

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 7 EMPLOYEE FUTURE BENEFITS *(Continued)*

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

Discount Rate – April 1	2.75%	2.50%
Discount Rate – March 31	2.75%	2.75%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	10.1	10.1

NOTE 8 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2018	Net Book Value 2017
Sites	\$ 1,529,698	\$ 1,544,748
Buildings	20,322,985	20,500,433
Furniture & Equipment	280,784	260,389
Vehicles	1,662,427	1,317,062
Computer Software	490,161	358,516
Computer Hardware	280,584	449,276
Total	\$24,566,639	\$24,430,424

June 30, 2018

	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2018
Sites	\$1,544,748	\$	\$ 15,050	\$	\$1,529,698
Buildings	42,784,991	1,059,369	500,081		43,344,279
Furniture & Equipment	765,632	96,958	240,741		621,849
Vehicles	2,293,316	574,696	279,620		2,588,392
Computer Software	369,821	235,510			605,331
Computer Hardware	1,544,713	110,350	874,163		780,900
Total	\$49,303,221	\$2,076,883	\$1,909,655	\$	\$49,470,449

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 8 TANGIBLE CAPITAL ASSETS (Continued)

	Opening Accumulated Amortization	Additions	Disposals	Total 2018
Buildings	\$ 22,284,559	\$ 736,735	\$ -	\$ 23,021,294
Furniture & Equipment	505,243	76,563	240,741	341,065
Vehicles	976,253	229,332	279,620	925,965
Computer Software	41,206	73,964	-	115,170
Computer Hardware	1,065,536	308,943	874,163	500,316
Total	\$ 24,872,797	\$ 1,425,537	\$ 1,394,524	\$ 24,903,810

June 30, 2017

	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2017
Sites	\$1,564,849	\$ -	\$20,101	\$ -	\$1,544,748
Buildings	40,886,909	1,898,082			42,784,991
Furniture & Equipment	770,966		5,334		765,632
Vehicles	2,090,096	291,610	88,390		2,293,316
Computer Software	206,035	163,786			369,821
Computer Hardware	1,549,352	50,241	54,880		1,544,713
Total	\$47,068,207	\$2,403,719	\$168,705	\$ -	\$49,303,221

	Opening Accumulated Amortization	Additions	Disposals	Total 2017
Buildings	\$21,584,513	\$ 700,046	\$ -	\$22,284,559
Furniture & Equipment	433,480	77,097	5,334	505,243
Vehicles	855,632	209,010	88,390	976,253
Computer Software		41,207		41,206
Computer Hardware	810,546	309,870	54,880	1,065,536
Total	\$23,684,171	\$1,337,230	\$148,604	\$24,872,797

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 9 DISPOSAL OF SITES AND BUILDINGS

During the year, the School District disposed of the following property:

Clinton Elementary School: Lot 80 and 69B was purchased for \$12,000 in 1973, Lots 46A and 46B purchased for \$200 in 1925, Lot 69 and 69A purchased for \$350 in 1950 and Lot 70 and 70A purchased for \$2,500 in 1952. Lots 45, 45A, 45B, 57, 57A, 57B, 58, 58A and 58B were Crown granted in 1955.

Lots 69B and 80 was purchased by the Village of Clinton for \$1 plus all transfer and closing costs. The remaining lots were transferred to Ministry of Forests, Lands Natural Resource Operations and Rural Development.

As a part of the transfer, the Province of British Columbia provided \$500,081 to fund the demolition of the building located on the property.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 10 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The 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, 2016, the Teachers' Pension Plan has about 45,000 active members and approximately 37,000 retired members. As of December 31, 2016, the Municipal Pension Plan has about 193,000 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 may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis. As a result of the 2014 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, the employer basic contribution rate decreased.

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. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rate remained unchanged.

The School District paid \$1,435,155 for employer contributions to the plans for the year ended June 30, 2018 (2017: \$1,423,008)

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. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 11 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2018, were as follows:

- A transfer in the amount \$123,490 from the operating fund to the capital fund for a vehicle and computer equipment.
- A transfer in the amount \$1,521,110 from the operating fund to the local capital fund for building improvements.

NOTE 12 RELATED PARTY TRANSACTIONS

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

NOTE 13 CONTRACTUAL OBLIGATIONS

The School District has a technology equipment lease which expires June 2021 and June 2022. The future minimum lease payments are as follows:

	2019	2020	2021	2022	2023	Thereafter
Operating Lease Payments	\$310,854	\$310,854	\$34,673	\$	\$	\$

NOTE 14 BUDGET FIGURES

The budgeted figures included in these financial statements were approved by the Board through the adoption of an annual budget on May 2, 2017.

**SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 15 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	2018	2017
Internally Restricted (appropriated) by Board for:		
School budgets	\$267,123	\$361,834
Aboriginal Education	180,826	83,493
Transportation Supplement Grant	305,527	227,668
Cache Creek field replacement	81,242	-
Language Program	111,978	-
Local Capital	16,786	181,727
Total Available for Future Operations	\$963,482	\$854,722

NOTE 16 ECONOMIC DEPENDENCE

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

NOTE 17 RISK MANAGEMENT

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

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

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a 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 Ministry of Education’s Central Deposit Program.

SCHOOL DISTRICT NO. 74 (GOLD TRAIL)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 17 RISK MANAGEMENT *(Continued)*

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 Ministry of Education's Central Deposit Program.

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. 74 (Gold Trail)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2018

	Operating Fund	Special Purpose Fund	Capital Fund	2018 Actual	2017 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	854,722		20,788,449	21,643,171	19,765,643
Changes for the year					
Surplus (Deficit) for the year	1,753,360		(868,020)	885,340	1,877,528
Interfund Transfers					
Tangible Capital Assets Purchased	(123,490)		123,490	-	
Local Capital	(1,521,110)		1,521,110	-	
Net Changes for the year	108,760	-	776,580	885,340	1,877,528
Accumulated Surplus (Deficit), end of year - Statement 2	963,482	-	21,565,029	22,528,511	21,643,171

School District No. 74 (Gold Trail)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2018

	2018 Budget (Note 14)	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	19,269,920	19,462,898	19,458,202
Other	106,568	212,900	108,168
Other Revenue	413,024	307,269	573,046
Rentals and Leases	17,400		
Investment Income	80,000	200,380	117,296
Total Revenue	<u>19,886,912</u>	<u>20,183,447</u>	<u>20,256,712</u>
Expenses			
Instruction	13,563,950	13,438,636	12,982,124
District Administration	1,181,215	1,116,786	1,043,398
Operations and Maintenance	2,324,936	2,549,585	2,532,037
Transportation and Housing	1,296,146	1,325,080	1,130,304
Total Expense	<u>18,366,247</u>	<u>18,430,087</u>	<u>17,687,863</u>
Operating Surplus (Deficit) for the year	<u>1,520,665</u>	<u>1,753,360</u>	<u>2,568,849</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(100,000)	(123,490)	(90,342)
Local Capital	(1,420,665)	(1,521,110)	(2,180,715)
Total Net Transfers	<u>(1,520,665)</u>	<u>(1,644,600)</u>	<u>(2,271,057)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>108,760</u>	<u>297,792</u>
Operating Surplus (Deficit), beginning of year		854,722	556,930
Operating Surplus (Deficit), end of year		<u>963,482</u>	<u>854,722</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		963,482	854,722
Total Operating Surplus (Deficit), end of year		<u>963,482</u>	<u>854,722</u>

School District No. 74 (Gold Trail)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2018

	2018 Budget (Note 14)	2018 Actual	2017 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	18,819,155	18,821,912	19,028,259
DISC/LEA Recovery	(398,024)	(260,134)	(510,914)
Other Ministry of Education Grants			
Pay Equity	376,093	376,093	376,093
Funding for Graduated Adults		289	
Transportation Supplement	366,932	366,932	366,932
Economic Stability Dividend		6,690	5,939
Return of Administrative Savings	97,792	97,792	97,792
Carbon Tax Grant		32,636	30,745
Student Learning Grant			55,850
FSA	7,972	7,506	7,506
Support Staff Benefits		13,182	
Total Provincial Grants - Ministry of Education	19,269,920	19,462,898	19,458,202
Provincial Grants - Other	106,568	212,900	108,168
Other Revenues			
LEA/Direct Funding from First Nations	398,024	260,134	510,914
Miscellaneous			
SPP Insurance Claim			29,036
Miscellaneous	15,000	14,940	21,851
GST Audit			11,245
Nzenman		17,580	
Rural and Remote Division of Family		14,615	
Total Other Revenue	413,024	307,269	573,046
Rentals and Leases	17,400		
Investment Income	80,000	200,380	117,296
Total Operating Revenue	19,886,912	20,183,447	20,256,712

School District No. 74 (Gold Trail)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2018

	2018 Budget (Note 14)	2018 Actual	2017 Actual
	\$	\$	\$
Salaries			
Teachers	5,672,927	5,219,984	5,585,567
Principals and Vice Principals	1,462,020	1,586,898	1,220,961
Educational Assistants	1,062,407	1,161,305	1,044,533
Support Staff	1,977,896	2,073,492	2,031,114
Other Professionals	815,528	807,078	866,333
Substitutes	1,054,728	1,029,458	1,073,935
Total Salaries	12,045,506	11,878,215	11,822,443
Employee Benefits	2,529,135	2,702,295	2,587,385
Total Salaries and Benefits	14,574,641	14,580,510	14,409,828
Services and Supplies			
Services	810,281	1,022,770	952,924
Student Transportation	190,886	92,075	74,524
Professional Development and Travel	369,948	269,940	290,692
Rentals and Leases	1,000	3,443	2,232
Dues and Fees	167,400	201,202	188,532
Insurance	100,000	112,849	100,205
Supplies	1,658,721	1,578,757	1,136,314
Utilities	493,370	568,541	532,612
Total Services and Supplies	3,791,606	3,849,577	3,278,035
Total Operating Expense	18,366,247	18,430,087	17,687,863

School District No. 74 (Gold Trail)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	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	4,218,352	201,637	21,862	104,211		532,694	5,078,756
1.03 Career Programs	25,340	16,706					42,046
1.07 Library Services	93,997	101,567		43,695		4,241	243,500
1.08 Counselling	24,528						24,528
1.10 Special Education	724,339	127,783	710,024		97,269	104,265	1,763,680
1.31 Aboriginal Education	126,149	115,703	427,628		18,139	51,979	739,598
1.41 School Administration	414	1,023,502		335,308		23,433	1,382,657
1.61 Continuing Education							-
1.64 Other	6,865		1,791	1,466		10,138	20,260
Total Function 1	5,219,984	1,586,898	1,161,305	484,680	115,408	726,750	9,295,025
4 District Administration							
4.11 Educational Administration					205,249		205,249
4.40 School District Governance					89,994		89,994
4.41 Business Administration				83,265	271,413		354,678
Total Function 4	-	-	-	83,265	566,656	-	649,921
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				51,178	70,584	103	121,865
5.50 Maintenance Operations				847,144		188,629	1,035,773
5.52 Maintenance of Grounds				63,466			63,466
5.56 Utilities							-
Total Function 5	-	-	-	961,788	70,584	188,732	1,221,104
7 Transportation and Housing							
7.41 Transportation and Housing Administration				29,724	54,430		84,154
7.70 Student Transportation				514,035		113,976	628,011
7.73 Housing							-
Total Function 7	-	-	-	543,759	54,430	113,976	712,165
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	5,219,984	1,586,898	1,161,305	2,073,492	807,078	1,029,458	11,878,215

School District No. 74 (Gold Trail)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2018 Actual	2018 Budget (Note 14)	2017 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	5,078,756	1,221,918	6,300,674	1,166,187	7,466,861	7,515,198	7,391,907
1.03 Career Programs	42,046	9,947	51,993	9,205	61,198	147,954	82,977
1.07 Library Services	243,500	57,860	301,360	40,266	341,626	402,591	227,027
1.08 Counselling	24,528	6,908	31,436	117	31,553	159,651	153,066
1.10 Special Education	1,763,680	408,835	2,172,515	288,600	2,461,115	2,848,117	2,582,441
1.31 Aboriginal Education	739,598	159,831	899,429	187,360	1,086,789	981,258	976,221
1.41 School Administration	1,382,657	320,318	1,702,975	71,155	1,774,130	1,467,119	1,510,855
1.61 Continuing Education	-	-	-	-	-	12,818	-
1.64 Other	20,260	3,564	23,824	191,540	215,364	29,244	57,630
Total Function 1	9,295,025	2,189,181	11,484,206	1,954,430	13,438,636	13,563,950	12,982,124
4 District Administration							
4.11 Educational Administration	205,249	43,261	248,510	27,552	276,062	324,958	265,095
4.40 School District Governance	89,994	2,435	92,429	89,113	181,542	157,631	153,996
4.41 Business Administration	354,678	73,214	427,892	231,290	659,182	698,626	624,307
Total Function 4	649,921	118,910	768,831	347,955	1,116,786	1,181,215	1,043,398
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	121,865	23,314	145,179	44,178	189,357	158,019	170,339
5.50 Maintenance Operations	1,035,773	215,021	1,250,794	433,415	1,684,209	1,534,766	1,728,910
5.52 Maintenance of Grounds	63,466	13,035	76,501	31,668	108,169	138,781	100,498
5.56 Utilities	-	-	-	567,850	567,850	493,370	532,290
Total Function 5	1,221,104	251,370	1,472,474	1,077,111	2,549,585	2,324,936	2,532,037
7 Transportation and Housing							
7.41 Transportation and Housing Administration	84,154	9,473	93,627	2,448	96,075	37,304	70,414
7.70 Student Transportation	628,011	133,361	761,372	463,233	1,224,605	1,248,842	1,059,890
7.73 Housing	-	-	-	4,400	4,400	10,000	-
Total Function 7	712,165	142,834	854,999	470,081	1,325,080	1,296,146	1,130,304
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	11,878,215	2,702,295	14,580,510	3,849,577	18,430,087	18,366,247	17,687,863

School District No. 74 (Gold Trail)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2018

	2018 Budget (Note 14)	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	1,855,127	1,401,188	1,103,257
Other	75,000	38,161	104,803
Other Revenue	378,200	443,602	464,408
Total Revenue	<u>2,308,327</u>	<u>1,882,951</u>	<u>1,672,468</u>
Expenses			
Instruction	2,121,670	1,737,853	1,509,081
District Administration		214	5,204
Operations and Maintenance	141,657	141,357	152,942
Transportation and Housing		3,527	5,241
Total Expense	<u>2,263,327</u>	<u>1,882,951</u>	<u>1,672,468</u>
Special Purpose Surplus (Deficit) for the year	<u>45,000</u>	<u>-</u>	<u>-</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(45,000)		
Total Net Transfers	<u>(45,000)</u>	<u>-</u>	<u>-</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 74 (Gold Trail)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	Annual Facility Grant	Learning Improvement Fund	Aboriginal Education Technology	Special Education Equipment	Scholarships and Bursaries	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year			169,830	2,078	7,874	6,632	291,279	3,287	63,958
Add: Restricted Grants									
Provincial Grants - Ministry of Education	139,657	75,429						96,000	19,600
Provincial Grants - Other									
Other					500		365,066		
	139,657	75,429	-	-	500	-	365,066	96,000	19,600
Less: Allocated to Revenue	139,657	68,884	-	-	600	6,632	325,128	99,287	20,673
Deferred Revenue, end of year	-	6,545	169,830	2,078	7,774	-	331,217	-	62,885
Revenues									
Provincial Grants - Ministry of Education	139,657	68,884				6,632		99,287	20,673
Provincial Grants - Other									
Other Revenue					600		325,128		
	139,657	68,884	-	-	600	6,632	325,128	99,287	20,673
Expenses									
Salaries									
Teachers									
Educational Assistants		56,516						66,264	
Other Professionals									
Substitutes									
	-	56,516	-	-	-	-	-	66,264	-
Employee Benefits		12,368						15,199	
Services and Supplies	139,657				600	6,632	325,128	17,824	20,673
	139,657	68,884	-	-	600	6,632	325,128	99,287	20,673
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 74 (Gold Trail)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	OLEP	CommunityLINK	Coding and Curriculum Implementation	Priority Measures	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Promoting Healthy Schools	Make Children First	Miscellaneous
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	5,069		30,719	129,273			20,132	20,930	14,773
Add: Restricted Grants									
Provincial Grants - Ministry of Education	4,344	376,168			38,000	580,727			15,000
Provincial Grants - Other								26,809	
Other									26,127
	4,344	376,168	-	-	38,000	580,727	-	26,809	41,127
Less: Allocated to Revenue	-	272,336	30,719	129,273	38,000	580,727	4,374	38,161	55,900
Deferred Revenue, end of year	9,413	103,832	-	-	-	-	15,758	9,578	-
Revenues									
Provincial Grants - Ministry of Education		272,336	30,719	129,273	38,000	580,727			15,000
Provincial Grants - Other								38,161	
Other Revenue							4,374		40,900
	-	272,336	30,719	129,273	38,000	580,727	4,374	38,161	55,900
Expenses									
Salaries									
Teachers				103,678		475,061			
Educational Assistants		82,977							
Other Professionals		75							
Substitutes		100	5,586	2,000	26,186				
	-	83,152	5,586	105,678	26,186	475,061	-	-	-
Employee Benefits		19,270	681	23,595	2,501	105,666			
Services and Supplies		169,914	24,452		9,313		4,374	38,161	55,900
	-	272,336	30,719	129,273	38,000	580,727	4,374	38,161	55,900
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 74 (Gold Trail)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	After School Sport and Art	
	Initiative	TOTAL
	\$	\$
Deferred Revenue, beginning of year	13,686	779,520
Add: Restricted Grants		
Provincial Grants - Ministry of Education		1,344,925
Provincial Grants - Other		26,809
Other	235,080	626,773
	235,080	1,998,507
Less: Allocated to Revenue	72,600	1,882,951
Deferred Revenue, end of year	176,166	895,076
Revenues		
Provincial Grants - Ministry of Education		1,401,188
Provincial Grants - Other		38,161
Other Revenue	72,600	443,602
	72,600	1,882,951
Expenses		
Salaries		
Teachers		578,739
Educational Assistants		205,757
Other Professionals		75
Substitutes	4,323	38,195
	4,323	822,766
Employee Benefits	880	180,160
Services and Supplies	67,397	880,025
	72,600	1,882,951
Net Revenue (Expense) before Interfund Transfers	-	-
Interfund Transfers	-	-
Net Revenue (Expense)	-	-

School District No. 74 (Gold Trail)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2018

	2018 Budget (Note 14)	2018 Actual			2017 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Gain (Loss) on Disposal of Tangible Capital Assets		-		-	136,399
Amortization of Deferred Capital Revenue	585,683	572,567		572,567	509,510
Transfer to School to Province		500,081		500,081	
Total Revenue	<u>585,683</u>	<u>1,072,648</u>	<u>-</u>	<u>1,072,648</u>	<u>645,909</u>
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,400,147	1,425,537		1,425,537	1,337,230
Transfer to School to Province		515,131		515,131	
Total Expense	<u>1,400,147</u>	<u>1,940,668</u>	<u>-</u>	<u>1,940,668</u>	<u>1,337,230</u>
Capital Surplus (Deficit) for the year	<u>(814,464)</u>	<u>(868,020)</u>	<u>-</u>	<u>(868,020)</u>	<u>(691,321)</u>
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	145,000	123,490		123,490	90,342
Local Capital	1,420,665		1,521,110	1,521,110	2,180,715
Total Net Transfers	<u>1,565,665</u>	<u>123,490</u>	<u>1,521,110</u>	<u>1,644,600</u>	<u>2,271,057</u>
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		377,769	(377,769)	-	
Total Other Adjustments to Fund Balances		<u>377,769</u>	<u>(377,769)</u>	<u>-</u>	
Total Capital Surplus (Deficit) for the year	<u>751,201</u>	<u>(366,761)</u>	<u>1,143,341</u>	<u>776,580</u>	<u>1,579,736</u>
Capital Surplus (Deficit), beginning of year		<u>14,756,152</u>	<u>6,032,297</u>	<u>20,788,449</u>	<u>19,208,713</u>
Capital Surplus (Deficit), end of year		<u>14,389,391</u>	<u>7,175,638</u>	<u>21,565,029</u>	<u>20,788,449</u>

School District No. 74 (Gold Trail)

Tangible Capital Assets
Year Ended June 30, 2018

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,544,748	42,784,991	765,632	2,293,316	369,821	1,544,713	49,303,221
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		956,411		522,255			1,478,666
Deferred Capital Revenue - Other			96,958				96,958
Operating Fund				13,140		110,350	123,490
Local Capital		102,958		39,301	235,510		377,769
	-	1,059,369	96,958	574,696	235,510	110,350	2,076,883
Decrease:							
Disposed of	15,050	500,081					515,131
Deemed Disposals			240,741	279,620		874,163	1,394,524
	15,050	500,081	240,741	279,620	-	874,163	1,909,655
Cost, end of year	1,529,698	43,344,279	621,849	2,588,392	605,331	780,900	49,470,449
Work in Progress, end of year							-
Cost and Work in Progress, end of year	1,529,698	43,344,279	621,849	2,588,392	605,331	780,900	49,470,449
Accumulated Amortization, beginning of year		22,284,559	505,243	976,253	41,206	1,065,536	24,872,797
Changes for the Year							
Increase: Amortization for the Year		736,735	76,563	229,332	73,964	308,943	1,425,537
Decrease:							
Deemed Disposals			240,741	279,620		874,163	1,394,524
			-	240,741	-	874,163	1,394,524
Accumulated Amortization, end of year		23,021,294	341,065	925,965	115,170	500,316	24,903,810
Tangible Capital Assets - Net	1,529,698	20,322,985	280,784	1,662,427	490,161	280,584	24,566,639

School District No. 74 (Gold Trail)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2018

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
Deferred Capital Revenue, beginning of year	\$ 9,657,953	\$	\$ 16,317	\$ 9,674,270
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,478,666	96,958		1,575,624
	<u>1,478,666</u>	<u>96,958</u>	<u>-</u>	<u>1,575,624</u>
Decrease:				
Amortization of Deferred Capital Revenue	564,908		7,659	572,567
Transfer of School to Province	500,081			500,081
	<u>1,064,989</u>	<u>-</u>	<u>7,659</u>	<u>1,072,648</u>
Net Changes for the Year	<u>413,677</u>	<u>96,958</u>	<u>(7,659)</u>	<u>502,976</u>
Deferred Capital Revenue, end of year	<u>10,071,630</u>	<u>96,958</u>	<u>8,658</u>	<u>10,177,246</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>10,071,630</u>	<u>96,958</u>	<u>8,658</u>	<u>10,177,246</u>

School District No. 74 (Gold Trail)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2018

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 533,844	\$ 575,851	\$ 82,987	\$	\$	1,192,682
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	1,536,925					1,536,925
Provincial Grants - Other			13,971			13,971
	1,536,925	-	13,971	-	-	1,550,896
Decrease:						
Transferred to DCR - Capital Additions	1,478,666		96,958			1,575,624
	1,478,666	-	96,958	-	-	1,575,624
Net Changes for the Year	58,259	-	(82,987)	-	-	(24,728)
Balance, end of year	592,103	575,851	-	-	-	1,167,954