

Audited Financial Statements of

School District No. 87 (Stikine)

June 30, 2015

School District No. 87 (Stikine)

June 30, 2015

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School District No. 87 (Stikine)

MANAGEMENT REPORT

Version: 4037-3291-1309

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 87 (Stikine) 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. 87 (Stikine) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors', Carlyle Shepherd & Co., conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors' have full and free access to financial management of School District No. 87 (Stikine) 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. 87 (Stikine)

Signature of the Chairperson of the Board of Education September 15, 2015
Date Signed

Signature of the Superintendent September 15, 2015
Date Signed

Signature of the Secretary Treasurer September 15, 2015
Date Signed

INDEPENDENT AUDITOR'S REPORT

**To the Board of Education - School District No. 87 (Stikine) and
The Minister of Education**

Report on the Financial Statements

We have audited the accompanying statement of financial position of School District No. 87 (Stikine) as at June 30, 2015 and the statements of operations, changes in net financial assets (debt) and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

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

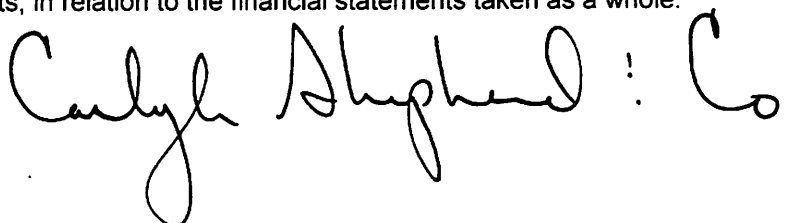
Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2015 and the results of its operations, changes in net financial assets (debt) and cash flows for the year then ended in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Supplementary Information

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

Terrace, BC
September 15, 2015



School District No. 87 (Stikine)

Statement of Financial Position

As at June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	6,025,300	5,249,113
Accounts Receivable		
Due from Province - Ministry of Education	98,550	
Due from LEA/Direct Funding	174,141	129,546
Other (Note 4)	80,995	127,269
Total Financial Assets	6,378,986	5,505,928
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	-	62,159
Other (Note 5)	743,880	407,849
Deferred Revenue (Note 6)	129,464	101,943
Deferred Capital Revenue (Note 7)	6,301,148	6,329,066
Employee Future Benefits (Note 8)	11,316	9,449
Debt	-	147,077
Total Liabilities	7,185,808	7,057,543
Net Financial Assets (Debt)	(806,822)	(1,551,615)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	9,686,770	9,572,993
Prepaid Expenses (Note 3)	5,601	4,902
Total Non-Financial Assets	9,692,371	9,577,895
Accumulated Surplus (Deficit)	8,885,549	8,026,280

Contractual Obligations and Contingencies

Approved by the Board

September 15, 2015

Signature of the Chairperson of the Board of Education

Date Signed

September 15, 2015

Signature of the Superintendent

Date Signed

September 15, 2015

Signature of the Secretary Treasurer

Date Signed

School District No. 87 (Stikine)

Statement 2

Statement of Operations
Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	5,247,137	5,303,450	5,295,261
Other Revenue	1,061,080	1,060,824	1,091,217
Rentals and Leases	172,000	165,018	203,089
Investment Income	44,000	71,838	79,604
Amortization of Deferred Capital Revenue	372,788	372,788	373,593
Total Revenue	<u>6,897,005</u>	<u>6,973,918</u>	<u>7,042,764</u>
Expenses			
Instruction	4,137,181	3,735,881	3,684,688
District Administration	669,997	550,111	590,371
Operations and Maintenance	1,480,969	1,348,765	1,361,623
Transportation and Housing	475,252	479,892	464,055
Total Expense	<u>6,763,399</u>	<u>6,114,649</u>	<u>6,100,737</u>
Surplus (Deficit) for the year	<u>133,606</u>	<u>859,269</u>	<u>942,027</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		8,026,280	7,084,253
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>8,885,549</u></u>	<u>8,026,280</u>

School District No. 87 (Stikine)

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Surplus (Deficit) for the year	133,606	859,269	942,027
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets (Note 9)	(380,528)	(523,893)	(746,313)
Amortization of Tangible Capital Assets	400,575	410,116	397,902
Total Effect of change in Tangible Capital Assets	20,047	(113,777)	(348,411)
Use of Prepaid Expenses		(699)	1,670
Total Effect of change in Other Non-Financial Assets	-	(699)	1,670
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>153,653</u>	744,793	595,286
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		744,793	595,286
Net Financial Assets (Debt), beginning of year		(1,551,615)	(2,146,901)
Net Financial Assets (Debt), end of year		(806,822)	(1,551,615)

School District No. 87 (Stikine)

Statement of Cash Flows
Year Ended June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	859,269	942,027
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable (Note 4)	(96,871)	155,142
Prepaid Expenses	(699)	1,670
Increase (Decrease)		
Accounts Payable and Accrued Liabilities (Note 5)	273,872	(155,420)
Deferred Revenue (Note 6)	27,521	(73,347)
Employee Future Benefits (Note 8)	1,867	1,460
Amortization of Tangible Capital Assets (Note 9)	410,116	397,902
Amortization of Deferred Capital Revenue	(372,788)	(373,593)
Total Operating Transactions	1,102,287	895,841
Capital Transactions		
Tangible Capital Assets Purchased (Note 9)	(523,893)	(746,313)
Total Capital Transactions	(523,893)	(746,313)
Financing Transactions		
Loan Payments	(147,077)	(108,704)
Capital Revenue Received	344,870	229,546
Total Financing Transactions	197,793	120,842
Net Increase (Decrease) in Cash and Cash Equivalents	776,187	270,370
Cash and Cash Equivalents, beginning of year	5,249,113	4,978,743
Cash and Cash Equivalents, end of year	6,025,300	5,249,113
Cash and Cash Equivalents, end of year, is made up of:		
Cash	6,025,300	5,249,113
	6,025,300	5,249,113

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 1 AUTHORITY AND PURPOSE

The School District operates under authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 87 (Stikine)", and operates as "School District No. 87 (Stikine)". 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. 87 (Stikine) is exempt from federal and provincial corporate income taxes.

NOTE 2 ADOPTION OF NEW ACCOUNTING POLICY

On July 1, 2014, the District adopted PS 3260 Liability for Contaminated Sites. The standard was applied on a retroactive basis to July 1, 2013 and did not result in any adjustments to financial liabilities, tangible capital assets or accumulated surplus of the District.

NOTE 3 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 3(d) and 3(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 described in notes 3(d) and 3(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:

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Year-ended June 30, 2014	Increase (decrease) in annual surplus	\$ (144,047)
June 30, 2014	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,329,066
Year-ended June 30, 2015	Increase (decrease) in annual surplus	\$ (27,918)
June 30, 2015	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,301,148

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 3(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 3 (a) for the impact of this policy on these financial statements.

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Employee Future Benefits

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

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

f) Asset Retirement Obligations

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

g) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.

**SCHOOL DISTRICT No. 87 (STIKINE)
 NOTES TO FINANCIAL STATEMENTS YEARS ENDED
 JUNE 30, 2015**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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

h) Operating Leases

Operating lease payments are charged to expenses as incurred.

i) Prepaid Expenses

Insurance for the following year is included as a prepaid expense and stated at acquisition 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 11 – Interfund Transfers and Note 17 – Internally Restricted Surplus).

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Revenue Recognition

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

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

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

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

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

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 3 (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.

l) Expenditures

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

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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, bank overdraft, accounts payable and accrued liabilities, long term debt 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. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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.

n) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 3 (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 4 ACCOUNTS RECEIVABLE – OTHER

	2015	2014
Due from Federal Government	\$23,230	\$16,486
Due from Stikine Teachers Association	0	70,647
Other	57,765	40,136
	\$80,995	\$127,269

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2015	2014
Trade payables	\$263,090	\$58,100
Salaries and benefits payable	309,854	178,947
Accrued vacation pay	88,876	89,489
Other	82,060	81,313
	\$743,880	\$407,849

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

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.

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, 2015</u>	<u>June 30, 2014</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	12,041	11,382
Service Cost	2,060	2,061
Interest Cost	439	380
Benefit Payments	-1,064	-1,416
Increase (Decrease) in obligation due to Plan Amendment	0	0
Actuarial (Gain) Loss	794	-366
	<u>14,270</u>	<u>12,041</u>
Accrued Benefit Obligation – March 31	<u>14,270</u>	<u>12,041</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	14,270	12,041
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	-14,270	-12,041
Employer Contributions After Measurement Date	0	0
Benefits Expense After Measurement Date	-674	-625
Unamortized Net Actuarial (Gain) Loss	3,628	3,216
Accrued Benefit Asset (Liability) - June 30	<u>-11,316</u>	<u>-9,449</u>

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 8 EMPLOYEE FUTURE BENEFITS (continued)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability (Asset) - July 1	9,449	7,989
Net Expense for Fiscal Year	2,930	2,876
Employer Contributions	-1,064	-1,416
Accrued Benefit Liability (Asset) - June 30	11,316	9,449

Components of Net Benefit Expense

Service Cost	2,129	2,061
Interest Cost	419	394
Immediate Recognition of Plan Amendment	0	0
Amortization of Net Actuarial (Gain)/Loss	382	421
Net Benefit Expense (Income)	2,930	2,876

Assumptions

Discount Rate - April 1	3.25%	3.00%	
Discount Rate - March 31	2.25%	3.25%	
Long Term Salary Growth - April 1	2.50%	2.50%	+ seniority
Long Term Salary Growth - March 31	2.50%	2.50%	+ seniority
EARSL - March 31	9.5	9.5	

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value June 30, 2015	Net Book Value June 30, 2014
Cost:		
Sites	\$1,763,718	\$1,763,718
Buildings	\$7,654,099	\$7,627,197
Equipment	\$59,897	\$73,225
Vehicles	\$201,350	\$108,853
Computer Hardware	\$7,706	\$0
Total	\$9,686,770	\$9,572,993

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 9 TANGIBLE CAPITAL ASSETS (continued)

June 30, 2015

Cost:	Balance at June 30, 2014	Additions	Disposals	Balance at June 30, 2015
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$22,023,059	394,240	0	\$22,417,299
Equipment	\$133,284	0	3,549	\$129,735
Vehicles	\$294,498	121,947	0	\$416,445
Computer Hardware	\$0	7,706	0	7,706
Total	\$24,214,559	\$523,893	\$3,549	\$24,734,903

Accumulated Amortization:	Balance at July 1, 2014	Additions	Disposals	Balance at June 30, 2015
Sites	\$0	\$0	\$0	\$0
Buildings	\$14,395,862	367,338	0	\$14,763,200
Equipment	\$60,059	13,328	3,549	\$69,838
Vehicles	\$185,645	29,450	0	\$215,095
Computer Hardware	\$0	0	0	0
Total	\$14,641,566	\$410,116	\$3,549	\$15,048,133

June 30, 2014

Cost:	Balance at June 30, 2013	Additions	Disposals	Balance at June 30, 2014
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$21,301,939	721,120	0	\$22,023,059
Equipment	\$125,980	25,193	17,889	\$133,284
Vehicles	\$294,498	0	0	\$294,498
Total	\$23,486,135	\$746,313	\$17,889	\$24,214,559

Accumulated Amortization:	Balance at June 30, 2013	Additions	Disposals	Balance at June 30, 2014
Sites	\$0	\$0	\$0	\$0
Buildings	\$14,040,008	355,854	0	\$14,395,862
Equipment	\$65,350	12,598	17,889	\$60,059
Vehicles	\$156,195	29,450	0	\$185,645
Total	\$14,261,553	\$397,902	\$17,889	\$14,641,566

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 10 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension Plans. The board of trustees for these plans represents plan members and employers and is responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2013, the Teachers' Pension Plan has about 45,000 active members and approximately 33,000 retired members. As at December 31, 2013 the Municipal Pension Plan has about 182,000 active members, of which approximately 24,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The 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 any amortization of any funding deficit.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available in 2015. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in

2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual employers participating in the Plan.

The Stikine School District paid \$380,665 for employer contributions to these plans in the year ended June 30, 2015.

NOTE 11 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2015, were as follows:

- Transfer to the Capital Fund from the Special Purposes Fund for capital asset purchases of \$49,370.
- Transfer to the Local Capital Fund from the Operating Fund is \$650,000.
- Transfer to the Capital Fund from the Local Capital Fund is \$129,653.
- Transfer to the Capital Fund from the Operating Fund for loan principal repayment of \$147,077.

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

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 entered into a number of multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts.

<u>Contractual obligations</u>	2016	2017	2018	2019
Propane Contract	\$150,000	\$155,000	\$0	\$0
Busing Contracts	320,000	326,000	120,000	125,000
	<u>\$470,000</u>	<u>\$481,000</u>	<u>\$120,000</u>	<u>\$125,000</u>

NOTE 14 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an annual budget on April 3, 2014.

NOTE 15 ASSET RETIREMENT OBLIGATION

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. As at June 30, 2015, the liability is not reasonably determinable.

NOTE 16 EXPENSE BY OBJECT

	<u>June 30, 2015</u>	<u>June 30, 2014</u>
	\$	\$
Salaries and benefits	\$3,925,496	\$3,885,029
Services and supplies	\$1,776,484	\$1,809,511
Interest	\$2,553	\$8,295
Amortization	\$410,116	\$397,902
Other	\$0	\$0
	<u>\$6,114,649</u>	<u>\$6,100,737</u>

SCHOOL DISTRICT No. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

NOTE 17 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by the Board for:	<u>2015</u>	<u>2014</u>
TOTAL SURPLUS Available	<u>\$2,621,628</u>	<u>\$2,597,018</u>
Allocations made to schools - operating	\$30,851	\$19,807
Development of Tahltan Language IRP's	40,000	40,000
Trades Training Initiative	300,000	0
Support Staff Employee Support Grant	0	44,508
Literacy	60,000	60,000
Student Initiatives	125,000	125,000
Staff Development (training)	900,000	900,000
Technology Requirements	200,000	200,000
Housing Repairs	200,000	200,000
Labour Relations Issues	300,000	300,000
Administration Software Conversion from SDS to SRB	0	100,000
Set aside to pay off loan	0	147,000
Subtotal Internally Restricted	<u>\$2,155,851</u>	<u>\$2,136,315</u>
Unrestricted Operating Surplus	465,777	460,703
Total Available for Future Operations	<u><u>\$2,621,628</u></u>	<u><u>\$2,597,018</u></u>

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. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS YEARS ENDED
JUNE 30, 2015

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, cash equivalents and accounts receivable.

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

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 could be exposed to interest rate risk through its cash equivalents. It is management's opinion that the School District is not exposed to significant interest rate risk.

c) Liquidity risk

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

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

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

School District No. 87 (Stikine)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
 Year Ended June 30, 2015

	Operating Fund	Special Purpose Fund	Capital Fund	2015 Actual	2014 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	2,597,018		5,429,262	8,026,280	7,084,253
Changes for the year					
Surplus (Deficit) for the year	821,687	49,370	(11,788)	859,269	942,027
Interfund Transfers					
Tangible Capital Assets Purchased		(49,370)	49,370	-	
Local Capital	(650,000)		650,000	-	
Other	(147,077)		147,077	-	
Net Changes for the year	24,610	-	834,659	859,269	942,027
Accumulated Surplus (Deficit), end of year - Statement 2	2,621,628	-	6,263,921	8,885,549	8,026,280

School District No. 87 (Stikine)

Schedule of Operating Operations

Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	4,531,687	4,589,061	4,576,811
Other Revenue	1,011,080	966,942	1,013,776
Rentals and Leases	172,000	165,018	203,089
Investment Income	30,000	46,298	58,665
Total Revenue	<u>5,744,767</u>	<u>5,767,319</u>	<u>5,852,341</u>
Expenses			
Instruction	3,437,653	2,976,980	2,975,426
District Administration	669,997	550,111	590,371
Operations and Maintenance	1,056,865	938,649	962,291
Transportation and Housing	475,252	479,892	464,055
Total Expense	<u>5,639,767</u>	<u>4,945,632</u>	<u>4,992,143</u>
Operating Surplus (Deficit) for the year	<u>105,000</u>	<u>821,687</u>	<u>860,198</u>
Net Transfers (to) from other funds			
Local Capital		(650,000)	(650,000)
Other	(105,000)	(147,077)	(108,705)
Total Net Transfers	<u>(105,000)</u>	<u>(797,077)</u>	<u>(758,705)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>24,610</u>	<u>101,493</u>
Operating Surplus (Deficit), beginning of year		2,597,018	2,495,525
Operating Surplus (Deficit), end of year		<u>2,621,628</u>	<u>2,597,018</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		2,155,851	2,137,045
Unrestricted		465,777	459,973
Total Operating Surplus (Deficit), end of year		<u>2,621,628</u>	<u>2,597,018</u>

School District No. 87 (Stikine)

Schedule of Operating Revenue by Source

Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	5,414,332	5,383,647	5,444,893
AANDC/LEA Recovery	(1,007,580)	(947,081)	(1,007,580)
Other Ministry of Education Grants			
Pay Equity	124,935	124,935	124,935
Carbon Rebate		10,601	10,215
FSA Exam Marking		4,348	4,348
Teacher Extended Health Plan		111	
Skills Training Access		5,000	
Rural Skills Support		7,500	
Total Provincial Grants - Ministry of Education	<u>4,531,687</u>	<u>4,589,061</u>	<u>4,576,811</u>
Other Revenues			
LEA/Direct Funding from First Nations	1,007,580	947,081	1,007,580
Miscellaneous			
Art Starts	3,500	2,690	6,000
Miscellaneous		4,851	196
Vehicle Trade-In		12,320	
Total Other Revenue	<u>1,011,080</u>	<u>966,942</u>	<u>1,013,776</u>
Rentals and Leases	<u>172,000</u>	<u>165,018</u>	<u>203,089</u>
Investment Income	<u>30,000</u>	<u>46,298</u>	<u>58,665</u>
Total Operating Revenue	<u><u>5,744,767</u></u>	<u><u>5,767,319</u></u>	<u><u>5,852,341</u></u>

School District No. 87 (Stikine)

Schedule 2B

Schedule of Operating Expense by Object
Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Salaries			
Teachers	1,206,623	1,200,759	1,098,575
Principals and Vice Principals	424,767	435,216	509,361
Educational Assistants	206,789	108,612	138,200
Support Staff	633,663	575,591	558,071
Other Professionals	570,984	374,236	370,207
Substitutes	163,385	152,126	154,090
Total Salaries	3,206,211	2,846,540	2,828,504
Employee Benefits	791,968	667,504	654,604
Total Salaries and Benefits	3,998,179	3,514,044	3,483,108
Services and Supplies			
Services	472,650	359,453	389,202
Student Transportation	359,520	310,159	315,515
Professional Development and Travel	238,697	185,747	196,246
Dues and Fees	12,200	10,490	6,716
Insurance	31,000	29,425	31,535
Interest	12,000	2,553	8,295
Supplies	285,921	374,004	300,187
Utilities	229,600	159,757	261,339
Total Services and Supplies	1,641,588	1,431,588	1,509,035
Total Operating Expense	5,639,767	4,945,632	4,992,143

School District No. 87 (Stikine)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	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	1,119,622	271,699			12,451	90,957	1,494,729
1.07 Library Services	52,245						52,245
1.10 Special Education			62,989		32,949	22,311	118,249
1.31 Aboriginal Education	28,892		45,623			4,062	78,577
1.41 School Administration		163,517		85,151		4,407	253,075
1.64 Other							-
Total Function 1	1,200,759	435,216	108,612	85,151	45,400	121,737	1,996,875
4 District Administration							
4.11 Educational Administration					100,496		100,496
4.40 School District Governance					52,879		52,879
4.41 Business Administration				34,216	112,457		146,673
Total Function 4	-	-	-	34,216	265,832	-	300,048
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration					44,078		44,078
5.50 Maintenance Operations				436,349		29,634	465,983
5.52 Maintenance of Grounds							-
5.56 Utilities							-
Total Function 5	-	-	-	436,349	44,078	29,634	510,061
7 Transportation and Housing							
7.70 Student Transportation							-
7.73 Housing				19,875	18,926	755	39,556
Total Function 7	-	-	-	19,875	18,926	755	39,556
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	1,200,759	435,216	108,612	575,591	374,236	152,126	2,846,540

School District No. 87 (Stikine)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2015 Actual	2015 Budget	2014 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	1,494,729	369,763	1,864,492	337,745	2,202,237	2,439,217	2,156,186
1.07 Library Services	52,245	14,163	66,408	1,369	67,777	62,924	60,341
1.10 Special Education	118,249	23,165	141,414	9,392	150,806	218,656	146,277
1.31 Aboriginal Education	78,577	26,271	104,848	93,125	197,973	200,643	198,488
1.41 School Administration	253,075	56,389	309,464	47,398	356,862	405,381	409,237
1.64 Other	-	-	-	1,325	1,325	110,832	4,897
Total Function 1	1,996,875	489,751	2,486,626	490,354	2,976,980	3,437,653	2,975,426
4 District Administration							
4.11 Educational Administration	100,496	25,535	126,031	10,642	136,673	171,039	142,197
4.40 School District Governance	52,879	908	53,787	45,379	99,166	118,433	91,526
4.41 Business Administration	146,673	33,382	180,055	134,217	314,272	380,525	356,648
Total Function 4	300,048	59,825	359,873	190,238	550,111	669,997	590,371
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	44,078	9,467	53,545	26,013	79,558	80,359	78,163
5.50 Maintenance Operations	465,983	100,002	565,985	130,840	696,825	735,506	604,171
5.52 Maintenance of Grounds	-	-	-	22,758	22,758	25,000	37,926
5.56 Utilities	-	-	-	139,508	139,508	216,000	242,031
Total Function 5	510,061	109,469	619,530	319,119	938,649	1,056,865	962,291
7 Transportation and Housing							
7.70 Student Transportation	-	-	-	310,159	310,159	360,520	315,852
7.73 Housing	39,556	8,459	48,015	121,718	169,733	114,732	148,203
Total Function 7	39,556	8,459	48,015	431,877	479,892	475,252	464,055
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	2,846,540	667,504	3,514,044	1,431,588	4,945,632	5,639,767	4,992,143

School District No. 87 (Stikine)

Schedule of Special Purpose Operations

Year Ended June 30, 2015

	2015 Budget	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	715,450	714,389	718,450
Other Revenue	50,000	93,882	77,441
Investment Income			551
Total Revenue	<u>765,450</u>	<u>808,271</u>	<u>796,442</u>
Expenses			
Instruction	699,528	758,901	709,262
Operations and Maintenance	23,529		1,430
Total Expense	<u>723,057</u>	<u>758,901</u>	<u>710,692</u>
Special Purpose Surplus (Deficit) for the year	<u>42,393</u>	<u>49,370</u>	<u>85,750</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(42,393)	(49,370)	(85,750)
Total Net Transfers	<u>(42,393)</u>	<u>(49,370)</u>	<u>(85,750)</u>
Total Special Purpose Surplus (Deficit) for the year	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u><u>-</u></u>	<u><u>-</u></u>

School District No. 87 (Stikine)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2015

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Ready, Set, Learn	OLEP	Community- LINK	Service Delivery Transformation	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	6,977			70,440	15,050	9,476			101,943
Add: Restricted Grants									
Provincial Grants - Ministry of Education	42,393	109,262	583		9,800	5,177	545,374	25,000	737,589
Other				98,203					98,203
	42,393	109,262	583	98,203	9,800	5,177	545,374	25,000	835,792
Less: Allocated to Revenue	49,370	109,262	583	93,882	9,800	-	545,374	-	808,271
Deferred Revenue, end of year	-	-	-	74,761	15,050	14,653	-	25,000	129,464
Revenues									
Provincial Grants - Ministry of Education	49,370	109,262	583		9,800		545,374		714,389
Other Revenue				93,882					93,882
	49,370	109,262	583	93,882	9,800	-	545,374	-	808,271
Expenses									
Salaries									
Teachers		68,590					38,449		107,039
Educational Assistants		16,472					180,794		197,266
Support Staff							7,912		7,912
Substitutes							15,665		15,665
	-	85,062	-	-	-	-	242,820	-	327,882
Employee Benefits		24,200					59,370		83,570
Services and Supplies			583	93,882	9,800		243,184		347,449
	-	109,262	583	93,882	9,800	-	545,374	-	758,901
Net Revenue (Expense) before Interfund Transfers	49,370	-	-	-	-	-	-	-	49,370
Interfund Transfers									
Tangible Capital Assets Purchased	(49,370)								(49,370)
	(49,370)	-	-	-	-	-	-	-	(49,370)
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 87 (Stikine)

Schedule of Capital Operations

Year Ended June 30, 2015

	2015 Budget	2015 Actual			2014 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Investment Income	14,000		25,540	25,540	20,388
Amortization of Deferred Capital Revenue	372,788	372,788		372,788	373,593
Total Revenue	386,788	372,788	25,540	398,328	393,981
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	400,575	410,116		410,116	397,902
Total Expense	400,575	410,116	-	410,116	397,902
Capital Surplus (Deficit) for the year	(13,787)	(37,328)	25,540	(11,788)	(3,921)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	42,393	49,370		49,370	85,750
Local Capital			650,000	650,000	650,000
Principal Reduction on Capital Loan	105,000	147,077		147,077	108,705
Total Net Transfers	147,393	196,447	650,000	846,447	844,455
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		129,653	(129,653)	-	
Total Other Adjustments to Fund Balances		129,653	(129,653)	-	
Total Capital Surplus (Deficit) for the year	133,606	288,772	545,887	834,659	840,534
Capital Surplus (Deficit), beginning of year		3,096,851	2,332,411	5,429,262	4,588,728
Capital Surplus (Deficit), end of year		3,385,623	2,878,298	6,263,921	5,429,262

School District No. 87 (Stikine)

Tangible Capital Assets
Year Ended June 30, 2015

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,763,718	22,023,059	133,284	294,498			24,214,559
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		344,870					344,870
Special Purpose Funds		49,370					49,370
Local Capital				121,947		7,706	129,653
	-	394,240	-	121,947	-	7,706	523,893
Decrease:							
Deemed Disposals			3,549				3,549
	-	-	3,549	-	-	-	3,549
Cost, end of year	1,763,718	22,417,299	129,735	416,445	-	7,706	24,734,903
Work in Progress, end of year							-
Cost and Work in Progress, end of year	1,763,718	22,417,299	129,735	416,445	-	7,706	24,734,903
Accumulated Amortization, beginning of year		14,395,862	60,059	185,645			14,641,566
Changes for the Year							
Increase: Amortization for the Year		367,338	13,328	29,450			410,116
Decrease:							
Deemed Disposals			3,549				3,549
			3,549				3,549
Accumulated Amortization, end of year		14,763,200	69,838	215,095			15,048,133
Tangible Capital Assets - Net	1,763,718	7,654,099	59,897	201,350	-	7,706	9,686,770

School District No. 87 (Stikine)

Deferred Capital Revenue

Year Ended June 30, 2015

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
Deferred Capital Revenue, beginning of year	\$ 6,329,066	\$	\$	\$ 6,329,066
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	344,870			344,870
	<u>344,870</u>	-	-	<u>344,870</u>
Decrease:				
Amortization of Deferred Capital Revenue	372,788			372,788
	<u>372,788</u>	-	-	<u>372,788</u>
Net Changes for the Year	<u>(27,918)</u>	-	-	<u>(27,918)</u>
Deferred Capital Revenue, end of year	<u>6,301,148</u>	-	-	<u>6,301,148</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>6,301,148</u>	-	-	<u>6,301,148</u>

School District No. 87 (Stikine)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2015

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year						-
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	344,870					344,870
	344,870	-	-	-	-	344,870
Decrease:						
Transferred to DCR - Capital Additions	344,870					344,870
	344,870	-	-	-	-	344,870
Net Changes for the Year	-	-	-	-	-	-
Balance, end of year	-	-	-	-	-	-