

Audited Financial Statements of

School District No. 87 (Stikine)

June 30, 2018

School District No. 87 (Stikine)

June 30, 2018

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School District No. 87 (Stikine)

MANAGEMENT REPORT

Version: 7899-7153-5171

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 quarterly 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	Date Signed
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Signature of the Superintendent	Date Signed
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Signature of the Secretary Treasurer	Date Signed
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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, 2018 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, 2018 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.

Carlyle Shepherd & Co.

Terrace, BC
September 7, 2018

School District No. 87 (Stikine)

Statement 1

Statement of Financial Position

As at June 30, 2018

	2018 Actual	2017 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	7,002,586	6,903,581
Accounts Receivable		
Other (Note 3)	142,181	132,833
Total Financial Assets	7,144,767	7,036,414
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	672,875	493,355
Deferred Revenue (Note 5)	170,921	222,282
Deferred Capital Revenue (Note 6)	6,686,993	6,305,238
Employee Future Benefits (Note 7)	12,760	11,957
Total Liabilities	7,543,549	7,032,832
Net Financial Assets (Debt)	(398,782)	3,582
Non-Financial Assets		
Tangible Capital Assets (Note 8)	10,506,800	9,645,131
Prepaid Expenses	34,614	35,672
Total Non-Financial Assets	10,541,414	9,680,803
Accumulated Surplus (Deficit)	10,142,632	9,684,385

Approved by the Board

Signature of the Chairperson of the Board of Education

Date Signed

Signature of the Superintendent

Date Signed

Signature of the Secretary Treasurer

Date Signed

School District No. 87 (Stikine)

Statement 2

Statement of Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	5,616,681	5,522,894	5,540,758
Other Revenue	886,124	958,837	1,005,419
Rentals and Leases	152,000	189,817	200,119
Investment Income	45,000	127,218	84,628
Amortization of Deferred Capital Revenue	377,603	377,603	372,103
Total Revenue	<u>7,077,408</u>	<u>7,176,369</u>	<u>7,203,027</u>
Expenses			
Instruction	4,630,181	3,992,081	3,975,343
District Administration	607,616	565,956	614,147
Operations and Maintenance	1,560,736	1,520,202	1,544,416
Transportation and Housing	514,692	639,883	631,559
Total Expense	<u>7,313,225</u>	<u>6,718,122</u>	<u>6,765,465</u>
Surplus (Deficit) for the year	<u>(235,817)</u>	<u>458,247</u>	<u>437,562</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		9,684,385	9,246,823
Accumulated Surplus (Deficit) from Operations, end of year		<u>10,142,632</u>	<u>9,684,385</u>

School District No. 87 (Stikine)

Statement 4

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Surplus (Deficit) for the year	(235,817)	458,247	437,562
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(1,273,940)	(1,290,533)	(534,698)
Amortization of Tangible Capital Assets	428,864	428,864	428,463
Total Effect of change in Tangible Capital Assets	(845,076)	(861,669)	(106,235)
Use of Prepaid Expenses		1,058	(1,537)
Total Effect of change in Other Non-Financial Assets	-	1,058	(1,537)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(1,080,893)</u>	(402,364)	329,790
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		(402,364)	329,790
Net Financial Assets (Debt), beginning of year		3,582	(326,208)
Net Financial Assets (Debt), end of year		<u>(398,782)</u>	<u>3,582</u>

School District No. 87 (Stikine)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2018

	2018 Actual \$	2017 Actual \$
Operating Transactions		
Surplus (Deficit) for the year	458,247	437,562
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(9,348)	687,003
Prepaid Expenses	1,058	(1,537)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	179,520	40,198
Deferred Revenue	(51,361)	57,152
Employee Future Benefits	803	(1,359)
Amortization of Tangible Capital Assets	428,864	428,463
Amortization of Deferred Capital Revenue	(377,603)	(372,103)
Total Operating Transactions	630,180	1,275,379
Capital Transactions		
Tangible Capital Assets Purchased	(1,290,533)	(534,698)
Total Capital Transactions	(1,290,533)	(534,698)
Financing Transactions		
Capital Revenue Received	759,358	683,279
AFG - Bylaw spent on non-capital items	-	(83,513)
Total Financing Transactions	759,358	599,766
Net Increase (Decrease) in Cash and Cash Equivalents	99,005	1,340,447
Cash and Cash Equivalents, beginning of year	6,903,581	5,563,134
Cash and Cash Equivalents, end of year	7,002,586	6,903,581
Cash and Cash Equivalents, end of year, is made up of:		
Cash	7,002,586	6,903,581
	7,002,586	6,903,581

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on January 1, 1966, 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 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(d) and 2(k).

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

As described in notes 2(d) and 2(k), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue. The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2017	Increase (decrease) in annual surplus	\$ 109,663
June 30, 2017	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,187,238
Year-ended June 30, 2018	Increase (decrease) in annual surplus	\$ 480,345
June 30, 2018	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,667,583

SCHOOL DISTRICT NO. 87 (STIKINE)
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 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 2(k).

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

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 (EARS�) 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

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.
- 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

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 Hardware & Software	5 years

h) Operating Leases

Operating lease payments are charged to expenses as incurred.

i) Prepaid Expenses

Insurance, recruiting and Computer Software Maintenance costs for the following year are included as prepaid expenses 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 10 – Interfund Transfers and Note 15 – Internally Restricted Surplus).

k) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectable 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,

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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.

l) Expenditures

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

Categories of Salaries

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

Allocation of Costs

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

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- 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.

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.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2 (a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER

	2018	2017
Due from Federal Government	\$21,263	\$25,816
Other	\$120,918	\$107,017
	<u>\$142,181</u>	<u>\$132,833</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2018	2017
Trade payables	235,389	95,865
Salaries and benefits payable	233,472	190,723
Accrued vacation pay	115,577	121,481
Other	88,437	85,287
	<u>\$672,875</u>	<u>\$493,356</u>

NOTE 5 DEFERRED REVENUE

Detailed information about the changes in deferred revenue is included in Schedule 3A.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 6 DEFERRED CAPITAL REVENUE

Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

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.

	<u><i>June 30, 2018</i></u>	<u><i>June 30, 2017</i></u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	9,824	11,474
Service Cost	1,970	1,970
Interest Cost	304	289
Benefit Payments	-1,402	-3,572
Actuarial (Gain) Loss	<u>-64</u>	<u>-337</u>
Accrued Benefit Obligation – March 31	<u><u>10,632</u></u>	<u><u>9,824</u></u>
 Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	10,632	9,824
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Surplus (Deficit)	-10,632	-9,824
Employer Contributions After Measurement Date	0	0
Benefits Expense After Measurement Date	-589	-569
Unamortized Net Actuarial (Gain) Loss	<u>-1,539</u>	<u>-1,564</u>
Accrued Benefit Asset (Liability) - June 30	<u><u>-12,760</u></u>	<u><u>-11,957</u></u>

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 7 EMPLOYEE FUTURE BENEFITS (continued)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability (Asset) - July 1	11,957	13,316
Net Expense for Fiscal Year	2,205	2,213
Employer Contributions	-1,402	-3,572
Accrued Benefit Liability (Asset) - June 30	12,760	11,957

Components of Net Benefit Expense

Service Cost	1,983	1,970
Interest Cost	312	293
Amortization of Net Actuarial (Gain)/Loss	-90	-50
Net Benefit Expense (Income)	2,205	2,213

Assumptions

Discount Rate - April 1	2.75%	2.50%	
Discount Rate - March 31	2.75%	2.75%	
Long Term Salary Growth - April 1	2.50%	2.50%	+ seniority
Long Term Salary Growth - March 31	2.50%	2.50%	+ seniority
EARS - March 31	8.6	8.6	

NOTE 8 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 30-Jun-18	Net Book Value 30-Jun-17
Cost:		
Sites	\$1,763,718	\$1,763,718
Buildings	\$8,407,117	\$7,623,432
Furniture & Equipment	\$79,414	\$80,790
Vehicles	\$198,537	\$172,567
Computer Hardware	\$58,014	\$4,624
Total	\$10,506,800	\$9,645,131

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 8 TANGIBLE CAPITAL ASSETS (continued)

June 30, 2018

Cost:	Balance at 30-Jun-17	Additions	Disposals	Balance at 30-Jun-18
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$23,125,730	\$1,158,957	\$0	\$24,284,687
Equipment	\$152,748	\$13,899	\$40,282	\$126,365
Vehicles	\$367,757	\$62,746	\$153,115	\$277,388
Computer Hardware	\$7,706	\$54,931	\$0	\$62,637
Total	\$25,417,659	\$1,290,533	\$193,397	\$26,514,795

Accumulated Amortization:	Balance at 30-Jun-17	Additions	Disposals	Balance at 30-Jun-18
Sites	\$0	\$0	\$0	\$0
Buildings	\$15,502,298	\$375,272	\$0	\$15,877,570
Equipment	\$71,958	\$15,275	\$40,282	\$46,951
Vehicles	\$195,190	\$36,776	\$153,115	\$78,851
Computer Hardware	\$3,082	\$1,541	\$0	\$4,623
Total	\$15,772,528	\$428,864	\$193,397	\$16,007,995

June 30, 2017

Cost:	Balance at 30-Jun-16	Additions	Disposals	Balance at 30-Jun-17
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$22,591,032	\$534,698	\$0	\$23,125,730
Equipment	\$181,780	\$0	\$29,032	\$152,748
Vehicles	\$402,948	\$0	\$35,191	\$367,757
Computer Hardware	\$7,706	\$0	\$0	\$7,706
Total	\$24,947,184	\$534,698	\$64,223	\$25,417,659

Accumulated Amortization:	Balance at 30-Jun-16	Additions	Disposals	Balance at 30-Jun-17
Sites	\$0	\$0	\$0	\$0
Buildings	\$15,133,849	\$368,449	\$0	\$15,502,298
Equipment	\$82,812	\$18,178	\$29,032	\$71,958
Vehicles	\$190,086	\$40,295	\$35,191	\$195,190
Computer Hardware	\$1,541	\$1,541	\$0	\$3,082
Total	\$15,408,288	\$428,463	\$64,223	\$15,772,528

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 9 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trusted 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 \$359,593 for employer contributions to the plans for the year ended June 30, 2018 (2017: \$342,904)

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. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 10 INTERFUND TRANSFERS

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

- Transfer to the Capital Fund from the Special Purposes Fund for capital asset purchases of \$56,457.
- Transfer to the Local Capital Fund from the Operating Fund is \$400,000.
- Transfer to the Capital Fund from the Local Capital Fund is \$376,128.

NOTE 11 RELATED PARTY TRANSACTIONS

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

NOTE 12 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>	2019	2020	2021	2022
Propane Contract	\$115,000	\$120,000	\$125,000	\$0
Busing Contracts	396,000	402,000	408,000	0
	<u>\$511,000</u>	<u>\$522,000</u>	<u>\$533,000</u>	<u>\$0</u>

NOTE 13 BUDGET FIGURES

The annual budget for the School District for the year ended June 30, 2018 was approved by the Board on April 5, 2017. In accordance with Ministry policy, an amended annual budget for the School District was approved by the Board on February 1, 2018. The amended annual budget reflects funding based on actual enrolment on September 30, 2017 and is considered by the Board to more accurately reflect the expected results for the year. These financial statements show the amended annual budget. Budget figures have not been audited.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 14 EXPENSE BY OBJECT

	June 30, 2018	June 30, 2017
	<u>\$</u>	<u>\$</u>
Salaries and benefits	\$4,165,779	\$4,112,425
Services and supplies	\$2,123,479	\$2,224,577
Amortization	\$428,864	\$428,463
	\$6,718,122	\$6,765,465

NOTE 15 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by the Board for:	<u>2017/18</u>	<u>2016/17</u>
TOTAL SURPLUS Available	<u>\$3,417,844</u>	<u>\$3,401,758</u>
Allocations made to schools - operating	\$50,735	\$23,423
Future Operating Budget	\$231,911	\$391,735
Development of Tahltan Language IRP's	\$40,000	\$40,000
Development of Tahltan Curriculum	\$40,000	\$40,000
Trades Training Initiative	\$300,000	\$300,000
Literacy	\$100,000	\$60,000
Student Initiatives	\$200,000	\$200,000
Learning Centre Development	\$110,000	\$0
Staff Development (training)	\$900,000	\$900,000
Technology Requirements	\$200,000	\$200,000
Housing Repairs	\$300,000	\$300,000
Labour Relations Issues	<u>\$300,000</u>	<u>\$300,000</u>
Subtotal Internally Restricted	\$2,772,646	\$2,755,158
Unrestricted Operating Surplus	\$645,198	\$646,600
Total Available for Future Operations	<u>\$3,417,844</u>	<u>\$3,401,758</u>

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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, 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.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 17 RISK MANAGEMENT (continued)

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 1

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	3,401,758		6,282,627	9,684,385	9,246,823
Changes for the year					
Surplus (Deficit) for the year	416,086	56,457	(14,296)	458,247	437,562
Interfund Transfers					
Tangible Capital Assets Purchased		(56,457)	56,457	-	
Local Capital	(400,000)		400,000	-	
Net Changes for the year	16,086	-	442,161	458,247	437,562
Accumulated Surplus (Deficit), end of year - Statement 2	3,417,844	-	6,724,788	10,142,632	9,684,385

School District No. 87 (Stikine)

Schedule 2

Schedule of Operating Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	4,609,632	4,601,958	4,697,456
Other Revenue	836,124	905,065	855,369
Rentals and Leases	152,000	189,817	200,119
Investment Income	30,000	90,253	58,406
Total Revenue	<u>5,627,756</u>	<u>5,787,093</u>	<u>5,811,350</u>
Expenses			
Instruction	3,634,646	3,073,830	3,117,889
District Administration	607,616	565,956	614,147
Operations and Maintenance	1,126,701	1,091,338	1,032,440
Transportation and Housing	514,692	639,883	631,559
Total Expense	<u>5,883,655</u>	<u>5,371,007</u>	<u>5,396,035</u>
Operating Surplus (Deficit) for the year	<u>(255,899)</u>	<u>416,086</u>	<u>415,315</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>255,899</u>		
Net Transfers (to) from other funds			
Local Capital		(400,000)	
Total Net Transfers	<u>-</u>	<u>(400,000)</u>	<u>-</u>
Total Operating Surplus (Deficit), for the year	<u><u>-</u></u>	<u><u>16,086</u></u>	<u>415,315</u>
Operating Surplus (Deficit), beginning of year		3,401,758	2,986,443
Operating Surplus (Deficit), end of year		<u><u>3,417,844</u></u>	<u><u>3,401,758</u></u>
Operating Surplus (Deficit), end of year			
Internally Restricted		2,772,646	2,755,158
Unrestricted		645,198	646,600
Total Operating Surplus (Deficit), end of year		<u><u>3,417,844</u></u>	<u><u>3,401,758</u></u>

School District No. 87 (Stikine)

Schedule 2A

Schedule of Operating Revenue by Source

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	5,238,821	5,238,821	5,296,130
DISC/LEA Recovery	(832,624)	(864,809)	(832,624)
Other Ministry of Education Grants			
Pay Equity	124,935	124,935	124,935
Transportation Supplement	51,181	51,181	51,181
Economic Stability Dividend		1,131	958
Return of Administrative Savings	27,319	27,319	27,319
Carbon Tax Grant		9,308	16,450
Student Learning Grant			9,013
FSA Exam Marking		4,094	4,094
Benefit Funding		1,407	
Indigenous Language Grant		6,571	
MyED Academy Travel		2,000	
Total Provincial Grants - Ministry of Education	4,609,632	4,601,958	4,697,456
Other Revenues			
LEA/Direct Funding from First Nations	832,624	864,809	832,624
Miscellaneous			
Art Start	3,500	6,200	3,100
Shoulder Tappers Skill Training		19,253	17,708
Vehicle Sales		7,553	
Early Learning Meetings		2,250	1,937
Aboriginal Wellness Curriculum Grant		5,000	
Total Other Revenue	836,124	905,065	855,369
Rentals and Leases	152,000	189,817	200,119
Investment Income	30,000	90,253	58,406
Total Operating Revenue	5,627,756	5,787,093	5,811,350

School District No. 87 (Stikine)

Schedule 2B

Schedule of Operating Expense by Object

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Salaries			
Teachers	1,412,240	1,209,783	1,211,220
Principals and Vice Principals	465,157	434,085	429,933
Educational Assistants	233,896	182,631	179,682
Support Staff	617,259	600,873	647,868
Other Professionals	348,807	393,437	399,768
Substitutes	163,385	207,875	198,430
Total Salaries	3,240,744	3,028,684	3,066,901
Employee Benefits	794,539	636,744	646,996
Total Salaries and Benefits	4,035,283	3,665,428	3,713,897
Services and Supplies			
Services	536,995	604,932	507,917
Student Transportation	416,162	365,036	357,119
Professional Development and Travel	279,097	197,516	205,085
Dues and Fees	12,200	8,015	8,439
Insurance	31,000	29,226	41,272
Supplies	333,318	287,509	370,746
Utilities	239,600	213,345	191,560
Total Services and Supplies	1,848,372	1,705,579	1,682,138
Total Operating Expense	5,883,655	5,371,007	5,396,035

School District No. 87 (Stikine)

Schedule 2C

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	1,195,609	274,622			14,738	137,269	1,622,238
1.07 Library Services	14,174		8,398	730			23,302
1.10 Special Education			119,838		41,886	18,532	180,256
1.31 Aboriginal Education			54,395			7,285	61,680
1.41 School Administration		159,463		57,251		2,413	219,127
1.64 Other							-
Total Function 1	1,209,783	434,085	182,631	57,981	56,624	165,499	2,106,603
4 District Administration							
4.11 Educational Administration					125,703		125,703
4.40 School District Governance					56,700		56,700
4.41 Business Administration				23,242	95,824		119,066
Total Function 4	-	-	-	23,242	278,227	-	301,469
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration					41,514		41,514
5.50 Maintenance Operations				497,108		42,376	539,484
5.52 Maintenance of Grounds							-
5.56 Utilities							-
Total Function 5	-	-	-	497,108	41,514	42,376	580,998
7 Transportation and Housing							
7.70 Student Transportation							-
7.73 Housing				22,542	17,072		39,614
Total Function 7	-	-	-	22,542	17,072	-	39,614
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	1,209,783	434,085	182,631	600,873	393,437	207,875	3,028,684

School District No. 87 (Stikine)

Schedule 2C

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	2017 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	1,622,238	365,378	1,987,616	341,013	2,328,629	2,528,725	2,281,403
1.07 Library Services	23,302	5,587	28,889		28,889	32,648	18,762
1.10 Special Education	180,256	30,588	210,844	5,656	216,500	270,807	286,964
1.31 Aboriginal Education	61,680	10,663	72,343	119,825	192,168	320,829	224,182
1.41 School Administration	219,127	50,675	269,802	33,356	303,158	366,087	303,558
1.64 Other	-	-	-	4,486	4,486	115,550	3,020
Total Function 1	2,106,603	462,891	2,569,494	504,336	3,073,830	3,634,646	3,117,889
4 District Administration							
4.11 Educational Administration	125,703	27,287	152,990	7,850	160,840	146,326	139,510
4.40 School District Governance	56,700	1,017	57,717	46,116	103,833	118,193	116,116
4.41 Business Administration	119,066	30,391	149,457	151,826	301,283	343,097	358,521
Total Function 4	301,469	58,695	360,164	205,792	565,956	607,616	614,147
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	41,514	7,258	48,772	26,057	74,829	70,539	73,318
5.50 Maintenance Operations	539,484	102,390	641,874	166,792	808,666	805,162	776,581
5.52 Maintenance of Grounds	-	-	-	19,098	19,098	25,000	15,944
5.56 Utilities	-	-	-	188,745	188,745	226,000	166,597
Total Function 5	580,998	109,648	690,646	400,692	1,091,338	1,126,701	1,032,440
7 Transportation and Housing							
7.70 Student Transportation	-	-	-	365,036	365,036	417,162	369,475
7.73 Housing	39,614	5,510	45,124	229,723	274,847	97,530	262,084
Total Function 7	39,614	5,510	45,124	594,759	639,883	514,692	631,559
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	3,028,684	636,744	3,665,428	1,705,579	5,371,007	5,883,655	5,396,035

School District No. 87 (Stikine)

Schedule 3

Schedule of Special Purpose Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	1,007,049	920,936	759,789
Other Revenue	50,000	53,772	150,050
Investment Income			547
Total Revenue	<u>1,057,049</u>	<u>974,708</u>	<u>910,386</u>
Expenses			
Instruction	995,535	918,251	857,454
Operations and Maintenance	5,171		
Total Expense	<u>1,000,706</u>	<u>918,251</u>	<u>857,454</u>
Special Purpose Surplus (Deficit) for the year	<u>56,343</u>	<u>56,457</u>	<u>52,932</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(56,343)	(56,457)	(52,932)
Total Net Transfers	<u>(56,343)</u>	<u>(56,457)</u>	<u>(52,932)</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. 87 (Stikine)

Schedule 3A

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

	Annual Facility Grant	Learning Improvement Fund	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Coding and Curriculum Implementation
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	763	-	24,156	92,479	22,645	15,050	19,830	-	25,420
Add: Restricted Grants									
Provincial Grants - Ministry of Education	55,580	20,966			22,400	9,800		551,519	-
Other				70,955					
Investment Income	114								
	55,694	20,966	-	70,955	22,400	9,800	-	551,519	-
Less: Allocated to Revenue	56,457	20,966	24,156	53,772	-	9,800	-	551,519	3,409
Recovered					22,400		18,277		
Deferred Revenue, end of year	-	-	-	109,662	22,645	15,050	1,553	-	22,011
Revenues									
Provincial Grants - Ministry of Education	56,457	20,966	24,156		-	9,800	-	551,519	3,409
Other Revenue				53,772					
	56,457	20,966	24,156	53,772	-	9,800	-	551,519	3,409
Expenses									
Salaries									
Teachers								41,303	
Educational Assistants		15,151						138,671	
Support Staff								7,899	
Substitutes								3,151	
	-	15,151	-	-	-	-	-	191,024	-
Employee Benefits		5,815						41,782	
Services and Supplies			24,156	53,772		9,800		318,713	3,409
	-	20,966	24,156	53,772	-	9,800	-	551,519	3,409
Net Revenue (Expense) before Interfund Transfers	56,457	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(56,457)								
	(56,457)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 87 (Stikine)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2018

Schedule 3A

	Priority Measures	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	TOTAL
	\$	\$	\$	\$
Deferred Revenue, beginning of year	21,939			222,282
Add: Restricted Grants				
Provincial Grants - Ministry of Education	-	15,050	217,640	892,955
Other				70,955
Investment Income				114
	-	15,050	217,640	964,024
Less: Allocated to Revenue	21,939	15,050	217,640	974,708
Recovered				40,677
Deferred Revenue, end of year	-	-	-	170,921
Revenues				
Provincial Grants - Ministry of Education	21,939	15,050	217,640	920,936
Other Revenue				53,772
	21,939	15,050	217,640	974,708
Expenses				
Salaries				
Teachers	17,918		181,404	240,625
Educational Assistants				153,822
Support Staff				7,899
Substitutes		6,225		9,376
	17,918	6,225	181,404	411,722
Employee Benefits	4,021	775	36,236	88,629
Services and Supplies		8,050		417,900
	21,939	15,050	217,640	918,251
Net Revenue (Expense) before Interfund Transfers	-	-	-	56,457
Interfund Transfers				
Tangible Capital Assets Purchased				(56,457)
	-	-	-	(56,457)
Net Revenue (Expense)	-	-	-	-

School District No. 87 (Stikine)

Schedule 4

Schedule of Capital Operations

Year Ended June 30, 2018

		2018 Actual			
	2018 Budget	Invested in Tangible Capital Assets	Local Capital	Fund Balance	2017 Actual
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education				-	83,513
Investment Income	15,000		36,965	36,965	25,675
Amortization of Deferred Capital Revenue	377,603	377,603		377,603	372,103
Total Revenue	392,603	377,603	36,965	414,568	481,291
Expenses					
Operations and Maintenance				-	83,513
Amortization of Tangible Capital Assets					
Operations and Maintenance	428,864	428,864		428,864	428,463
Total Expense	428,864	428,864	-	428,864	511,976
Capital Surplus (Deficit) for the year	(36,261)	(51,261)	36,965	(14,296)	(30,685)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	56,343	56,457		56,457	52,932
Local Capital			400,000	400,000	
Total Net Transfers	56,343	56,457	400,000	456,457	52,932
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		376,128	(376,128)	-	
Total Other Adjustments to Fund Balances		376,128	(376,128)	-	
Total Capital Surplus (Deficit) for the year	20,082	381,324	60,837	442,161	22,247
Capital Surplus (Deficit), beginning of year		3,457,894	2,824,733	6,282,627	6,260,380
Capital Surplus (Deficit), end of year		3,839,218	2,885,570	6,724,788	6,282,627

School District No. 87 (Stikine)

Schedule 4A

Tangible Capital Assets

Year Ended June 30, 2018

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,763,718	23,125,730	152,748	367,757		7,706	25,417,659
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		739,948					739,948
Deferred Capital Revenue - Other		118,000					118,000
Special Purpose Funds		56,457					56,457
Local Capital		244,552	13,899	62,746		54,931	376,128
	-	1,158,957	13,899	62,746	-	54,931	1,290,533
Decrease:							
Deemed Disposals			40,282	153,115			193,397
	-	-	40,282	153,115	-	-	193,397
Cost, end of year	1,763,718	24,284,687	126,365	277,388	-	62,637	26,514,795
Work in Progress, end of year							-
Cost and Work in Progress, end of year	1,763,718	24,284,687	126,365	277,388	-	62,637	26,514,795
Accumulated Amortization, beginning of year		15,502,298	71,958	195,190		3,082	15,772,528
Changes for the Year							
Increase: Amortization for the Year		375,272	15,275	36,776		1,541	428,864
Decrease:							
Deemed Disposals			40,282	153,115			193,397
		-	40,282	153,115	-	-	193,397
Accumulated Amortization, end of year		15,877,570	46,951	78,851	-	4,623	16,007,995
Tangible Capital Assets - Net	1,763,718	8,407,117	79,414	198,537	-	58,014	10,506,800

School District No. 87 (Stikine)

Schedule 4C

Deferred Capital Revenue

Year Ended June 30, 2018

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	6,187,238			6,187,238
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	739,948	118,000		857,948
	739,948	118,000	-	857,948
Decrease:				
Amortization of Deferred Capital Revenue	377,603			377,603
	377,603	-	-	377,603
Net Changes for the Year	362,345	118,000	-	480,345
Deferred Capital Revenue, end of year	6,549,583	118,000	-	6,667,583
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	6,549,583	118,000	-	6,667,583

School District No. 87 (Stikine)

Schedule 4D

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			118,000			118,000
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	739,948					739,948
Provincial Grants - Other			19,410			19,410
	739,948	-	19,410	-	-	759,358
Decrease:						
Transferred to DCR - Capital Additions	739,948		118,000			857,948
	739,948	-	118,000	-	-	857,948
Net Changes for the Year	-	-	(98,590)	-	-	(98,590)
Balance, end of year	-	-	19,410	-	-	19,410