

# **School District No. 87 (Stikine)**



## **Statement of Financial Information**

### **For the Year Ended June 30, 2019**

**School District No. 87 (Stikine)**  
**PO Box 190, Dease Lake, B.C., V0C 1L0**  
**Phone: (250) 771-4440**

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**2018/2019 STATEMENT OF FINANCIAL INFORMATION**  
**SECTION 2(1) OF THE FINANCIAL INFORMATION ACT**

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Goods and Services to the Audited Financial Statements

## SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

6049

|                                                                               |                                           |                                           |
|-------------------------------------------------------------------------------|-------------------------------------------|-------------------------------------------|
| SCHOOL DISTRICT NUMBER<br><b>87</b>                                           | NAME OF SCHOOL DISTRICT<br><b>STIKINE</b> | YEAR<br><b>2018/19</b>                    |
| OFFICE LOCATION(S)<br><b>COMMERCIAL DRIVE AND STIKINE STREET</b>              |                                           | TELEPHONE NUMBER<br><b>(250) 771-4440</b> |
| MAILING ADDRESS<br><b>PO BOX 190</b>                                          |                                           |                                           |
| CITY<br><b>DEASE LAKE</b>                                                     | PROVINCE<br><b>B.C.</b>                   | POSTAL CODE<br><b>V0C 1L0</b>             |
| NAME OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES<br><b>YVONNE TASHOOTS</b> |                                           | TELEPHONE NUMBER<br><b>(250) 771-4440</b> |
| NAME OF SUPERINTENDENT<br><b>MICHAEL GORDON</b>                               |                                           | TELEPHONE NUMBER<br><b>(250) 771-4440</b> |
| NAME OF SECRETARY-TREASURER<br><b>KEN MACKIE</b>                              |                                           | TELEPHONE NUMBER<br><b>(250) 771-4440</b> |
| <b>APPROVALS AND SIGNATURES</b>                                               |                                           |                                           |

*We, the undersigned, certify that the attached is a correct and true copy of the 2018/19 Statement of Financial Information for the year ended June 30, 2019 School District No. 87 (Stikine) as required under Section 2 of the Financial Information Act.*

|                                                                                                                                                 |                                        |
|-------------------------------------------------------------------------------------------------------------------------------------------------|----------------------------------------|
| SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES<br> | DATE SIGNED<br><b>October 10, 2019</b> |
| SIGNATURE OF SUPERINTENDENT<br>                              | DATE SIGNED<br><b>October 10, 2019</b> |
| SIGNATURE OF SECRETARY-TREASURER<br>                         | DATE SIGNED<br><b>October 10, 2019</b> |

**SCHOOL DISTRICT NO. 87 (STIKINE)  
YEAR ENDED JUNE 30, 2019**

**MANAGEMENT REPORT\***

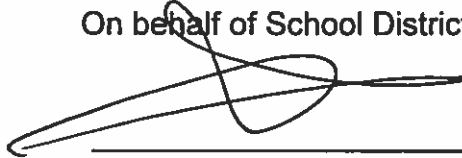
The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with accounting principles generally accepted for British Columbia school districts as prescribed or permitted by the Ministry of Education, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the other schedules of financial information and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of School Trustees is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

The external auditors, Carlyle Shepherd & Co., conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements as required by the *School Act*. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the Board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of School District No. 87 (Stikine)



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Michael Gordon  
Superintendent  
Date: September 30, 2019



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Ken Mackie  
Secretary-Treasurer  
Date: September 30, 2019

\* prepared pursuant to section 9, Schedule 1, *Financial Information Regulation*.



# **School District No. 87 (Stikine)**

**2018-2019**

## **Financial Statements**

Audited Financial Statements of

# **School District No. 87 (Stikine)**

June 30, 2019

# School District No. 87 (Stikine)

June 30, 2019

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# School District No. 87 (Stikine)

## MANAGEMENT REPORT

Version: 6361-3615-3633

### 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.

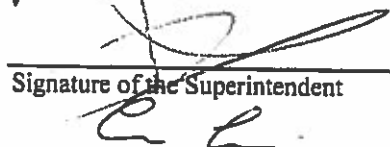
On behalf of School District No. 87 (Stikine)



Signature of the Chairperson of the Board of Education

September 20, 2019

Date Signed

  
Signature of the Superintendent

September 20, 2019

Date Signed

  
Signature of the Secretary Treasurer

September 20, 2019

Date Signed

**INDEPENDENT AUDITOR'S REPORT**

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

**Opinion**

We have audited the financial statements of School District No. 87 (Stikine) which comprise the statement of financial position as at June 30, 2019 and the statements of operations, changes in net financial assets (debt) and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of School District as at June 30, 2019 and the results of its operations 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.

**Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. We are independent of the School District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Auditor's Responsibility for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgement and maintain professional skepticism throughout the audit.

**Responsibilities of Management and the Board 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.

In preparing the financial statements, management is responsible for assessing the School District's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless conditions exist that do not allow for the going concern basis to be used.

The Board is responsible for overseeing the School District's financial reporting process.

**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 12, 2019

*Carlyle Shepherd : Co.*

**School District No. 87 (Stikine)**

Statement 1

## Statement of Financial Position

As at June 30, 2019

|                                          | 2019<br>Actual<br>\$ | 2018<br>Actual<br>\$ |
|------------------------------------------|----------------------|----------------------|
| <b>Financial Assets</b>                  |                      |                      |
| Cash and Cash Equivalents                | 7,776,337            | 7,002,586            |
| Accounts Receivable                      |                      |                      |
| Due from LEA Funding                     | 21,996               |                      |
| Other (Note 3)                           | 302,883              | 142,181              |
| <b>Total Financial Assets</b>            | <b>8,101,216</b>     | <b>7,144,767</b>     |
| <b>Liabilities</b>                       |                      |                      |
| Accounts Payable and Accrued Liabilities |                      |                      |
| Other (Note 4)                           | 645,112              | 672,875              |
| Deferred Revenue (Note 5)                | 251,919              | 170,921              |
| Deferred Capital Revenue (Note 6)        | 7,189,842            | 6,686,993            |
| Employee Future Benefits (Note 7)        | 14,094               | 12,760               |
| <b>Total Liabilities</b>                 | <b>8,100,967</b>     | <b>7,543,549</b>     |
| <b>Net Financial Assets (Debt)</b>       | <b>249</b>           | <b>(398,782)</b>     |
| <b>Non-Financial Assets</b>              |                      |                      |
| Tangible Capital Assets (Note 8)         | 10,977,502           | 10,506,800           |
| Prepaid Expenses                         | 35,884               | 34,614               |
| <b>Total Non-Financial Assets</b>        | <b>11,013,386</b>    | <b>10,541,414</b>    |
| <b>Accumulated Surplus (Deficit)</b>     | <b>11,013,635</b>    | <b>10,142,632</b>    |

Approved by the Board



Signature of the Chairperson of the Board of Education

September 20, 2019

Date Signed

Signature of the Superintendent

September 20, 2019

Date Signed

Signature of the Secretary Treasurer

September 20, 2019

Date Signed

**School District No. 87 (Stikine)**

Statement 2

## Statement of Operations

Year Ended June 30, 2019

|                                                                         | 2019<br>Budget   | 2019<br>Actual    | 2018<br>Actual    |
|-------------------------------------------------------------------------|------------------|-------------------|-------------------|
|                                                                         | \$               | \$                | \$                |
| <b>Revenues</b>                                                         |                  |                   |                   |
| Provincial Grants                                                       |                  |                   |                   |
| Ministry of Education                                                   | 5,353,319        | 5,334,561         | 5,522,894         |
| Other Revenue                                                           | 1,131,280        | 1,153,799         | 958,837           |
| Rentals and Leases                                                      | 152,000          | 194,234           | 189,817           |
| Investment Income                                                       | 60,000           | 173,290           | 127,218           |
| Amortization of Deferred Capital Revenue                                | 389,558          | 392,508           | 377,603           |
| <b>Total Revenue</b>                                                    | <b>7,086,157</b> | <b>7,248,392</b>  | <b>7,176,369</b>  |
| <b>Expenses</b>                                                         |                  |                   |                   |
| Instruction                                                             | 4,595,931        | 3,843,507         | 3,992,081         |
| District Administration                                                 | 608,203          | 576,841           | 565,956           |
| Operations and Maintenance                                              | 1,587,591        | 1,470,572         | 1,520,202         |
| Transportation and Housing                                              | 510,993          | 486,469           | 639,883           |
| <b>Total Expense</b>                                                    | <b>7,302,718</b> | <b>6,377,389</b>  | <b>6,718,122</b>  |
| <b>Surplus (Deficit) for the year</b>                                   | <b>(216,561)</b> | <b>871,003</b>    | <b>458,247</b>    |
| <b>Accumulated Surplus (Deficit) from Operations, beginning of year</b> |                  | <b>10,142,632</b> | <b>9,684,385</b>  |
| <b>Accumulated Surplus (Deficit) from Operations, end of year</b>       |                  | <b>11,013,635</b> | <b>10,142,632</b> |

**School District No. 87 (Stikine)**  
Statement of Changes in Net Financial Assets (Debt)  
Year Ended June 30, 2019

Statement 4

|                                                                                                        | 2019<br>Budget<br>\$ | 2019<br>Actual<br>\$ | 2018<br>Actual<br>\$ |
|--------------------------------------------------------------------------------------------------------|----------------------|----------------------|----------------------|
| <b>Surplus (Deficit) for the year</b>                                                                  | <b>(216,561)</b>     | <b>871,003</b>       | <b>458,247</b>       |
| <b>Effect of change in Tangible Capital Assets</b>                                                     |                      |                      |                      |
| Acquisition of Tangible Capital Assets                                                                 | (933,580)            | (930,155)            | (1,290,533)          |
| Amortization of Tangible Capital Assets                                                                | 459,455              | 459,453              | 428,864              |
| <b>Total Effect of change in Tangible Capital Assets</b>                                               | <b>(474,125)</b>     | <b>(470,702)</b>     | <b>(861,669)</b>     |
| Use of Prepaid Expenses                                                                                |                      | (1,270)              | 1,058                |
| <b>Total Effect of change in Other Non-Financial Assets</b>                                            | <b>-</b>             | <b>(1,270)</b>       | <b>1,058</b>         |
| <b>(Increase) Decrease in Net Financial Assets (Debt),<br/>before Net Remeasurement Gains (Losses)</b> | <b>(690,686)</b>     | <b>399,031</b>       | <b>(402,364)</b>     |
| <b>Net Remeasurement Gains (Losses)</b>                                                                |                      |                      |                      |
| <b>(Increase) Decrease in Net Financial Assets (Debt)</b>                                              |                      | <b>399,031</b>       | <b>(402,364)</b>     |
| <b>Net Financial Assets (Debt), beginning of year</b>                                                  |                      | <b>(398,782)</b>     | <b>3,582</b>         |
| <b>Net Financial Assets (Debt), end of year</b>                                                        |                      | <b>249</b>           | <b>(398,782)</b>     |

**School District No. 87 (Stikine)**

Statement 5

## Statement of Cash Flows

Year Ended June 30, 2019

|                                                               | 2019<br>Actual<br>\$ | 2018<br>Actual<br>\$ |
|---------------------------------------------------------------|----------------------|----------------------|
| <b>Operating Transactions</b>                                 |                      |                      |
| Surplus (Deficit) for the year                                | 871,003              | 458,247              |
| Changes in Non-Cash Working Capital                           |                      |                      |
| Decrease (Increase)                                           |                      |                      |
| Accounts Receivable                                           | (182,698)            | (9,348)              |
| Prepaid Expenses                                              | (1,270)              | 1,058                |
| Increase (Decrease)                                           |                      |                      |
| Accounts Payable and Accrued Liabilities                      | (27,764)             | 179,520              |
| Deferred Revenue                                              | 80,998               | (51,361)             |
| Employee Future Benefits                                      | 1,335                | 803                  |
| Amortization of Tangible Capital Assets                       | 459,453              | 428,864              |
| Amortization of Deferred Capital Revenue                      | (392,508)            | (377,603)            |
| <b>Total Operating Transactions</b>                           | <b>808,549</b>       | <b>630,180</b>       |
| <b>Capital Transactions</b>                                   |                      |                      |
| Tangible Capital Assets Purchased                             | (930,155)            | (1,290,533)          |
| <b>Total Capital Transactions</b>                             | <b>(930,155)</b>     | <b>(1,290,533)</b>   |
| <b>Financing Transactions</b>                                 |                      |                      |
| Capital Revenue Received                                      | 895,357              | 759,358              |
| <b>Total Financing Transactions</b>                           | <b>895,357</b>       | <b>759,358</b>       |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>   | <b>773,751</b>       | <b>99,005</b>        |
| <b>Cash and Cash Equivalents, beginning of year</b>           | <b>7,002,586</b>     | <b>6,903,581</b>     |
| <b>Cash and Cash Equivalents, end of year</b>                 | <b>7,776,337</b>     | <b>7,002,586</b>     |
| <b>Cash and Cash Equivalents, end of year, is made up of:</b> |                      |                      |
| Cash                                                          | 7,776,337            | 7,002,586            |
|                                                               | <b>7,776,337</b>     | <b>7,002,586</b>     |

**SCHOOL DISTRICT NO. 87 (STIKINE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2019**

**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, 2018 | Increase (decrease) in annual surplus                                  | \$ 480,345   |
| June 30, 2018            | Increase in accumulated surplus and decrease in deferred contributions | \$ 6,667,583 |
| Year-ended June 30, 2019 | Increase (decrease) in annual surplus                                  | \$ 495,867   |
| June 30, 2019            | Increase in accumulated surplus and decrease in deferred contributions | \$ 7,163,450 |

**SCHOOL DISTRICT NO. 87 (STIKINE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2019**

**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, 2019 and projected to March 31, 2022. The next valuation will be performed at March 31, 2022 for use at June 30,

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

2022. 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.
- 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, 2019**

**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, 2019**

**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, 2019**

**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, 2019**

**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**

|                                       | 2019             | 2018             |
|---------------------------------------|------------------|------------------|
| Due from Federal Government           | \$23,195         | \$21,263         |
| Due from Stikine Teachers Association | \$134,112        | \$0              |
| Other                                 | \$145,576        | \$120,918        |
|                                       | <u>\$302,883</u> | <u>\$142,181</u> |

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

|                               | 2019             | 2018             |
|-------------------------------|------------------|------------------|
| Trade payables                | 149,139          | 235,389          |
| Salaries and benefits payable | 255,417          | 233,472          |
| Accrued vacation pay          | 125,611          | 115,577          |
| Other                         | 114,945          | 88,437           |
|                               | <u>\$645,112</u> | <u>\$672,875</u> |

**NOTE 5 DEFERRED REVENUE**

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

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 6      DEFERRED CAPITAL REVENUE**

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

**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>June 30, 2019</u> | <u>June 30, 2018</u> |
|------------------------------------------------------------------|----------------------|----------------------|
| <b>Reconciliation of Accrued Benefit Obligation</b>              |                      |                      |
| Accrued Benefit Obligation – April 1                             | 10,632               | 9,824                |
| Service Cost                                                     | 2,019                | 1,970                |
| Interest Cost                                                    | 335                  | 304                  |
| Benefit Payments                                                 | -872                 | -1,402               |
| Actuarial (Gain) Loss                                            | <u>-1,998</u>        | <u>-64</u>           |
| Accrued Benefit Obligation – March 31                            | <u>10,116</u>        | <u>10,632</u>        |
| <br><b>Reconciliation of Funded Status at End of Fiscal Year</b> |                      |                      |
| Accrued Benefit Obligation - March 31                            | 10,116               | 10,632               |
| Market Value of Plan Assets - March 31                           | <u>0</u>             | <u>0</u>             |
| Funded Status - Surplus (Deficit)                                | -10,116              | -10,632              |
| Employer Contributions After Measurement Date                    | 0                    | 0                    |
| Benefits Expense After Measurement Date                          | -538                 | -589                 |
| Unamortized Net Actuarial (Gain) Loss                            | <u>-3,440</u>        | <u>-1,539</u>        |
| Accrued Benefit Asset (Liability) - June 30                      | <u>-14,094</u>       | <u>-12,760</u>       |

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 7      EMPLOYEE FUTURE BENEFITS (continued)**

**Reconciliation of Change in Accrued Benefit Liability**

|                                             |        |        |
|---------------------------------------------|--------|--------|
| Accrued Benefit Liability (Asset) - July 1  | 12,759 | 11,957 |
| Net Expense for Fiscal Year                 | 2,207  | 2,205  |
| Employer Contributions                      | -872   | -1,402 |
| Accrued Benefit Liability (Asset) - June 30 | 14,094 | 12,760 |

**Components of Net Benefit Expense**

|                                           |       |       |
|-------------------------------------------|-------|-------|
| Service Cost                              | 1,983 | 1,983 |
| Interest Cost                             | 321   | 312   |
| Amortization of Net Actuarial (Gain)/Loss | -97   | -90   |
| Net Benefit Expense (Income)              | 2,207 | 2,205 |

**Assumptions**

|                                    |       |                   |
|------------------------------------|-------|-------------------|
| Discount Rate - April 1            | 2.75% | 2.75%             |
| Discount Rate - March 31           | 2.50% | 2.75%             |
| 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                   | 10.2  | 8.6               |

**NOTE 8      TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

| Cost:                 | Net Book<br>Value<br>30-Jun-19 | Net Book<br>Value<br>30-Jun-18 |
|-----------------------|--------------------------------|--------------------------------|
| Sites                 | \$1,763,718                    | \$1,763,718                    |
| Buildings             | 8,837,019                      | 8,407,117                      |
| Furniture & Equipment | 160,480                        | 79,414                         |
| Vehicles              | 170,798                        | 198,537                        |
| Computer Hardware     | 45,487                         | 58,014                         |
| Total                 | \$10,977,502                   | \$10,506,800                   |

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 8 TANGIBLE CAPITAL ASSETS (continued)**

**June 30, 2019**

| Cost:             | Balance at<br>30-Jun-18 | Additions        | Disposals       | Balance at<br>30-Jun-19 |
|-------------------|-------------------------|------------------|-----------------|-------------------------|
| Sites             | \$1,763,718             | \$0              | \$0             | \$1,763,718             |
| Buildings         | 24,284,687              | 824,652          | 0               | 25,109,339              |
| Equipment         | 126,365                 | 105,503          | 22,121          | 209,747                 |
| Vehicles          | 277,388                 | 0                | 0               | 277,388                 |
| Computer Hardware | 62,637                  | 0                | 0               | 62,637                  |
| Total             | <u>\$26,514,795</u>     | <u>\$930,155</u> | <u>\$22,121</u> | <u>\$27,422,829</u>     |

| Accumulated Amortization: | Balance at<br>30-Jun-18 | Additions        | Disposals       | Balance at<br>30-Jun-19 |
|---------------------------|-------------------------|------------------|-----------------|-------------------------|
| Sites                     | \$0                     | \$0              | \$0             | \$0                     |
| Buildings                 | 15,877,570              | 394,750          | 0               | 16,272,320              |
| Equipment                 | 46,951                  | 24,437           | 22,121          | 49,267                  |
| Vehicles                  | 78,851                  | 27,739           | 0               | 106,590                 |
| Computer Hardware         | 4,623                   | 12,527           | 0               | 17,150                  |
| Total                     | <u>\$16,007,995</u>     | <u>\$459,453</u> | <u>\$22,121</u> | <u>\$16,445,327</u>     |

**June 30, 2018**

| Cost:             | Balance at<br>30-Jun-17 | Additions          | Disposals        | Balance at<br>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             | <u>\$25,417,659</u>     | <u>\$1,290,533</u> | <u>\$193,397</u> | <u>\$26,514,795</u>     |

| Accumulated Amortization: | Balance at<br>30-Jun-17 | Additions        | Disposals        | Balance at<br>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                     | <u>\$15,772,528</u>     | <u>\$428,864</u> | <u>\$193,397</u> | <u>\$16,007,995</u>     |

**SCHOOL DISTRICT NO. 87 (STIKINE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**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, 2017, the Teachers' Pension Plan has about 46,000 active members and approximately 38,000 retired members. As of December 31, 2017, the Municipal Pension Plan has about 197,000 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, 2017, indicated a \$1.656 million surplus for basic pension benefits on a going concern basis. As a result of the 2017 basic account actuarial valuation surplus, plan enhancements and contribution rate adjustments were made; the remaining \$644 million surplus was transferred to the rate stabilization account.

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 \$328,336 for employer contributions to the plans for the year ended June 30, 2019 (2018: \$359,593)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2020, with results available in 2021. 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, 2019**

**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 \$41,780.
- Transfer to the Local Capital Fund from the Operating Fund is \$600,000.

**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> | <u>2020</u>      | <u>2021</u>      | <u>2022</u>      | <u>2023</u> |
|--------------------------------|------------------|------------------|------------------|-------------|
| Propane Contract               | \$155,000        | \$160,000        | \$165,000        | \$0         |
| Busing Contracts               | 400,000          | 410,000          | 420,000          | 0           |
|                                | <u>\$555,000</u> | <u>\$570,000</u> | <u>\$585,000</u> | <u>\$0</u>  |

**NOTE 13 BUDGET FIGURES**

The annual budget for the School District for the year ended June 30, 2019 was approved by the Board on April 5, 2018. In accordance with Ministry policy, an amended annual budget for the School District was approved by the Board on February 6, 2019. The amended annual budget reflects funding based on actual enrolment on September 30, 2018 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, 2019**

**NOTE 14 EXPENSE BY OBJECT**

|                       | June 30, 2019      | June 30, 2018      |
|-----------------------|--------------------|--------------------|
|                       | <u>\$</u>          | <u>\$</u>          |
| Salaries and benefits | \$4,120,259        | \$4,165,779        |
| Services and supplies | \$1,797,677        | \$2,123,479        |
| Amortization          | \$459,453          | \$428,864          |
|                       | <u>\$6,377,389</u> | <u>\$6,718,122</u> |

**NOTE 15 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

| Internally Restricted (appropriated) by the Board for: | 2018/19            | 2017/18            |
|--------------------------------------------------------|--------------------|--------------------|
| TOTAL SURPLUS Available                                | <u>\$3,653,653</u> | <u>\$3,417,844</u> |
| Allocations made to schools - operating                | \$333,821          | \$50,735           |
| Future Operating Budget                                | 253,280            | 231,911            |
| BCTEA – LEA Capacity Building                          | 41,090             | \$0                |
| 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            | 100,000            |
| Student Initiatives                                    | 200,000            | 200,000            |
| Learning Center Development                            | 110,000            | 110,000            |
| 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                         | \$3,118,191        | \$2,772,646        |
| Unrestricted Operating Surplus                         | 535,462            | 645,198            |
| Total Available for Future Operations                  | <u>\$3,653,653</u> | <u>\$3,417,844</u> |

**SCHOOL DISTRICT NO. 87 (STIKINE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2019**

**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, 2019**

**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 of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2019

Schedule 1

|                                                          | Operating<br>Fund | Special Purpose<br>Fund | Capital<br>Fund | 2019<br>Actual | 2018<br>Actual |
|----------------------------------------------------------|-------------------|-------------------------|-----------------|----------------|----------------|
|                                                          | \$                | \$                      | \$              | \$             | \$             |
| Accumulated Surplus (Deficit), beginning of year         | 3,417,844         |                         | 6,724,788       | 10,142,632     | 9,684,385      |
| Changes for the year                                     |                   |                         |                 |                |                |
| Surplus (Deficit) for the year                           | 835,809           | 41,780                  | (6,586)         | 871,003        | 458,247        |
| Interfund Transfers                                      |                   |                         |                 |                |                |
| Tangible Capital Assets Purchased                        |                   | (41,780)                | 41,780          | -              | -              |
| Local Capital                                            | (600,000)         |                         | 600,000         | -              | -              |
| Net Changes for the year                                 | 235,809           | -                       | 635,194         | 871,003        | 458,247        |
| Accumulated Surplus (Deficit), end of year - Statement 2 | 3,653,653         | -                       | 7,359,982       | 11,013,635     | 10,142,632     |

**School District No. 87 (Stikine)**

Schedule 2

## Schedule of Operating Operations

Year Ended June 30, 2019

|                                                                 | 2019<br>Budget   | 2019<br>Actual   | 2018<br>Actual   |
|-----------------------------------------------------------------|------------------|------------------|------------------|
|                                                                 | \$               | \$               | \$               |
| <b>Revenues</b>                                                 |                  |                  |                  |
| Provincial Grants                                               |                  |                  |                  |
| Ministry of Education                                           | 4,290,711        | 4,374,572        | 4,601,958        |
| Other Revenue                                                   | 1,081,280        | 1,111,400        | 905,065          |
| Rentals and Leases                                              | 152,000          | 194,234          | 189,817          |
| Investment Income                                               | 60,000           | 112,308          | 90,253           |
| <b>Total Revenue</b>                                            | <b>5,583,991</b> | <b>5,792,514</b> | <b>5,787,093</b> |
| <b>Expenses</b>                                                 |                  |                  |                  |
| Instruction                                                     | 3,544,074        | 2,887,447        | 3,073,830        |
| District Administration                                         | 608,203          | 576,841          | 565,956          |
| Operations and Maintenance                                      | 1,122,965        | 1,005,948        | 1,091,338        |
| Transportation and Housing                                      | 510,993          | 486,469          | 639,883          |
| <b>Total Expense</b>                                            | <b>5,786,235</b> | <b>4,956,705</b> | <b>5,371,007</b> |
| <b>Operating Surplus (Deficit) for the year</b>                 | <b>(202,244)</b> | <b>835,809</b>   | <b>416,086</b>   |
| <b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b> | <b>202,244</b>   |                  |                  |
| <b>Net Transfers (to) from other funds</b>                      |                  |                  |                  |
| Local Capital                                                   |                  | (600,000)        | (400,000)        |
| <b>Total Net Transfers</b>                                      | <b>-</b>         | <b>(600,000)</b> | <b>(400,000)</b> |
| <b>Total Operating Surplus (Deficit), for the year</b>          | <b>-</b>         | <b>235,809</b>   | <b>16,086</b>    |
| <b>Operating Surplus (Deficit), beginning of year</b>           |                  | <b>3,417,844</b> | <b>3,401,758</b> |
| <b>Operating Surplus (Deficit), end of year</b>                 |                  | <b>3,653,653</b> | <b>3,417,844</b> |
| <b>Operating Surplus (Deficit), end of year</b>                 |                  |                  |                  |
| Internally Restricted                                           |                  | 3,118,191        | 2,772,646        |
| Unrestricted                                                    |                  | 535,462          | 645,198          |
| <b>Total Operating Surplus (Deficit), end of year</b>           |                  | <b>3,653,653</b> | <b>3,417,844</b> |

**School District No. 87 (Stikine)**

Schedule 2A

## Schedule of Operating Revenue by Source

Year Ended June 30, 2019

|                                                        | 2019<br>Budget   | 2019<br>Actual   | 2018<br>Actual   |
|--------------------------------------------------------|------------------|------------------|------------------|
|                                                        | \$               | \$               | \$               |
| <b>Provincial Grants - Ministry of Education</b>       |                  |                  |                  |
| Operating Grant, Ministry of Education                 | 5,192,375        | 5,192,375        | 5,238,821        |
| ISC/LEA Recovery                                       | (1,077,780)      | (1,099,775)      | (864,809)        |
| Other Ministry of Education Grants                     |                  |                  |                  |
| Pay Equity                                             | 124,935          | 124,935          | 124,935          |
| Transportation Supplement                              | 51,181           | 51,181           | 51,181           |
| Economic Stability Dividend                            |                  | 1,663            | 1,131            |
| Return of Administrative Savings                       |                  |                  | 27,319           |
| Carbon Tax Grant                                       |                  | 9,549            | 9,308            |
| Employer Health Tax Grant                              |                  | 11,601           |                  |
| Strategic Priorities - Mental Health Grant             |                  | 37,000           |                  |
| Support Staff Benefits Grant                           |                  | 1,953            | 1,407            |
| BCTEA - LEA Capacity Building Grant                    |                  | 41,090           |                  |
| Indigenous Language Grant                              |                  |                  | 6,571            |
| MyED Academy Travel                                    |                  | 3,000            | 2,000            |
| FSA Exam Marking                                       |                  |                  | 4,094            |
| <b>Total Provincial Grants - Ministry of Education</b> | <b>4,290,711</b> | <b>4,374,572</b> | <b>4,601,958</b> |
| <b>Tuition</b>                                         |                  |                  |                  |
| <b>Other Revenues</b>                                  |                  |                  |                  |
| LEA Funding from First Nations                         | 1,077,780        | 1,099,775        | 864,809          |
| Miscellaneous                                          |                  |                  |                  |
| Art Starts                                             | 3,500            | 6,000            | 6,200            |
| Shoulder Tapper Skills Training                        |                  |                  | 19,253           |
| Vehicle Sales                                          |                  |                  | 7,553            |
| Early Learning Meetings                                |                  |                  | 2,250            |
| Aboriginal Wellness Curriculum Grant                   |                  |                  | 5,000            |
| Benefit Holiday Payment                                |                  | 4,796            |                  |
| Miscellaneous                                          |                  | 829              |                  |
| <b>Total Other Revenue</b>                             | <b>1,081,280</b> | <b>1,111,400</b> | <b>905,065</b>   |
| <b>Rentals and Leases</b>                              | <b>152,000</b>   | <b>194,234</b>   | <b>189,817</b>   |
| <b>Investment Income</b>                               | <b>60,000</b>    | <b>112,308</b>   | <b>90,253</b>    |
| <b>Total Operating Revenue</b>                         | <b>5,583,991</b> | <b>5,792,514</b> | <b>5,787,093</b> |

**School District No. 87 (Stikine)**

Schedule 2B

## Schedule of Operating Expense by Object

Year Ended June 30, 2019

|                                     | 2019<br>Budget   | 2019<br>Actual   | 2018<br>Actual   |
|-------------------------------------|------------------|------------------|------------------|
|                                     | \$               | \$               | \$               |
| <b>Salaries</b>                     |                  |                  |                  |
| Teachers                            | 1,272,015        | 1,016,933        | 1,209,783        |
| Principals and Vice Principals      | 587,988          | 548,445          | 434,085          |
| Educational Assistants              | 290,789          | 124,194          | 182,631          |
| Support Staff                       | 629,823          | 590,240          | 600,873          |
| Other Professionals                 | 322,815          | 369,988          | 393,437          |
| Substitutes                         | 163,385          | 208,460          | 207,875          |
| <b>Total Salaries</b>               | <b>3,266,815</b> | <b>2,858,260</b> | <b>3,028,684</b> |
| <b>Employee Benefits</b>            | <b>787,464</b>   | <b>589,658</b>   | <b>636,744</b>   |
| <b>Total Salaries and Benefits</b>  | <b>4,054,279</b> | <b>3,447,918</b> | <b>3,665,428</b> |
| <b>Services and Supplies</b>        |                  |                  |                  |
| Services                            | 409,495          | 416,126          | 604,932          |
| Student Transportation              | 416,162          | 346,882          | 365,036          |
| Professional Development and Travel | 264,094          | 159,554          | 197,516          |
| Dues and Fees                       | 11,900           | 8,464            | 8,015            |
| Insurance                           | 30,750           | 16,831           | 29,226           |
| Supplies                            | 359,955          | 362,276          | 287,509          |
| Utilities                           | 239,600          | 198,654          | 213,345          |
| <b>Total Services and Supplies</b>  | <b>1,731,956</b> | <b>1,508,787</b> | <b>1,705,579</b> |
| <b>Total Operating Expense</b>      | <b>5,786,235</b> | <b>4,956,705</b> | <b>5,371,007</b> |

# School District No. 87 (Stikine)

Operating Expense by Function, Program and Object  
Year Ended June 30, 2019

Schedule 2C

|                                                | Teachers<br>Salaries | Principals and<br>Vice Principals<br>Salaries | Educational<br>Assistants<br>Salaries | Support<br>Staff<br>Salaries | Other<br>Professionals<br>Salaries | Substitutes<br>Salaries | Total<br>Salaries |
|------------------------------------------------|----------------------|-----------------------------------------------|---------------------------------------|------------------------------|------------------------------------|-------------------------|-------------------|
|                                                | \$                   | \$                                            | \$                                    | \$                           | \$                                 | \$                      | \$                |
| <b>1 Instruction</b>                           |                      |                                               |                                       |                              |                                    |                         |                   |
| 1.02 Regular Instruction                       | 998,983              | 379,415                                       |                                       |                              | 8,338                              | 134,091                 | 1,520,827         |
| 1.07 Library Services                          | 17,950               |                                               | 1,170                                 |                              |                                    |                         | 19,120            |
| 1.10 Special Education                         |                      |                                               | 75,035                                |                              | 42,610                             | 24,298                  | 141,943           |
| 1.31 Aboriginal Education                      |                      |                                               | 47,989                                |                              |                                    | 7,858                   | 55,847            |
| 1.41 School Administration                     |                      | 169,030                                       |                                       | 64,482                       |                                    | 1,298                   | 234,810           |
| 1.64 Other                                     |                      |                                               |                                       |                              |                                    |                         | *                 |
| <b>Total Function 1</b>                        | <b>1,016,933</b>     | <b>548,445</b>                                | <b>124,194</b>                        | <b>64,482</b>                | <b>50,948</b>                      | <b>167,545</b>          | <b>1,972,547</b>  |
| <b>4 District Administration</b>               |                      |                                               |                                       |                              |                                    |                         |                   |
| 4.11 Educational Administration                |                      |                                               |                                       |                              | 127,277                            |                         | 127,277           |
| 4.40 School District Governance                |                      |                                               |                                       |                              | 48,016                             |                         | 48,016            |
| 4.41 Business Administration                   |                      |                                               |                                       | 27,220                       | 95,344                             |                         | 122,564           |
| <b>Total Function 4</b>                        | <b>-</b>             | <b>-</b>                                      | <b>-</b>                              | <b>27,220</b>                | <b>270,637</b>                     | <b>-</b>                | <b>297,857</b>    |
| <b>5 Operations and Maintenance</b>            |                      |                                               |                                       |                              |                                    |                         |                   |
| 5.41 Operations and Maintenance Administration |                      |                                               |                                       |                              | 33,564                             |                         | 33,564            |
| 5.50 Maintenance Operations                    |                      |                                               |                                       | 486,845                      |                                    | 40,730                  | 527,575           |
| 5.52 Maintenance of Grounds                    |                      |                                               |                                       |                              |                                    |                         | -                 |
| 5.56 Utilities                                 |                      |                                               |                                       |                              |                                    |                         | -                 |
| <b>Total Function 5</b>                        | <b>-</b>             | <b>-</b>                                      | <b>-</b>                              | <b>486,845</b>               | <b>33,564</b>                      | <b>40,730</b>           | <b>561,139</b>    |
| <b>7 Transportation and Housing</b>            |                      |                                               |                                       |                              |                                    |                         |                   |
| 7.70 Student Transportation                    |                      |                                               |                                       | 11,693                       | 14,839                             | 185                     | 26,717            |
| 7.73 Housing                                   | -                    | -                                             | -                                     | 11,693                       | 14,839                             | 185                     | 26,717            |
| <b>Total Function 7</b>                        | <b>-</b>             | <b>-</b>                                      | <b>-</b>                              | <b>11,693</b>                | <b>14,839</b>                      | <b>185</b>              | <b>26,717</b>     |
| <b>9 Debt Services</b>                         |                      |                                               |                                       |                              |                                    |                         |                   |
| <b>Total Function 9</b>                        | <b>-</b>             | <b>-</b>                                      | <b>-</b>                              | <b>-</b>                     | <b>-</b>                           | <b>-</b>                | <b>-</b>          |
| <b>Total Functions 1 - 9</b>                   | <b>1,016,933</b>     | <b>548,445</b>                                | <b>124,194</b>                        | <b>590,240</b>               | <b>369,988</b>                     | <b>208,460</b>          | <b>2,858,260</b>  |

**School District No. 87 (Stikine)**  
Operating Expense by Function, Program and Object  
Year Ended June 30, 2019

Schedule 2C

|                                                | Total<br>Salaries<br>\$ | Employee<br>Benefits<br>\$ | Total Salaries<br>and Benefits<br>\$ | Services and<br>Supplies<br>\$ | 2019<br>Actual<br>\$ | 2019<br>Budget<br>\$ | 2018<br>Actual<br>\$ |
|------------------------------------------------|-------------------------|----------------------------|--------------------------------------|--------------------------------|----------------------|----------------------|----------------------|
| <b>1 Instruction</b>                           |                         |                            |                                      |                                |                      |                      |                      |
| 1.02 Regular Instruction                       | 1,520,827               | 323,726                    | 1,844,553                            | 346,631                        | 2,191,184            | 2,448,336            | 2,328,629            |
| 1.07 Library Services                          | 19,120                  | 4,130                      | 23,250                               |                                | 23,250               | 22,581               | 28,889               |
| 1.10 Special Education                         | 141,943                 | 24,616                     | 166,559                              | 13,673                         | 180,232              | 350,859              | 216,500              |
| 1.31 Aboriginal Education                      | 55,847                  | 10,336                     | 66,183                               | 99,111                         | 165,294              | 317,402              | 192,168              |
| 1.41 School Administration                     | 234,810                 | 45,925                     | 280,735                              | 39,491                         | 320,226              | 399,896              | 303,158              |
| 1.64 Other                                     | -                       | -                          | -                                    | 7,261                          | 7,261                | 5,000                | 4,486                |
| <b>Total Function 1</b>                        | <b>1,972,547</b>        | <b>408,733</b>             | <b>2,381,280</b>                     | <b>506,167</b>                 | <b>2,887,447</b>     | <b>3,544,074</b>     | <b>3,073,830</b>     |
| <b>4 District Administration</b>               |                         |                            |                                      |                                |                      |                      |                      |
| 4.11 Educational Administration                | 127,277                 | 30,347                     | 157,624                              | 7,795                          | 165,419              | 151,920              | 160,840              |
| 4.40 School District Governance                | 48,016                  | 1,345                      | 49,361                               | 31,775                         | 81,136               | 118,894              | 103,833              |
| 4.41 Business Administration                   | 122,564                 | 38,814                     | 161,378                              | 168,908                        | 330,286              | 337,389              | 301,283              |
| <b>Total Function 4</b>                        | <b>297,857</b>          | <b>70,506</b>              | <b>368,363</b>                       | <b>208,478</b>                 | <b>576,841</b>       | <b>608,203</b>       | <b>565,956</b>       |
| <b>5 Operations and Maintenance</b>            |                         |                            |                                      |                                |                      |                      |                      |
| 5.41 Operations and Maintenance Administration | 33,564                  | 6,126                      | 39,690                               | 12,474                         | 52,164               | 59,448               | 74,829               |
| 5.50 Maintenance Operations                    | 527,575                 | 100,407                    | 627,982                              | 118,774                        | 746,756              | 812,517              | 808,666              |
| 5.52 Maintenance of Grounds                    | -                       | -                          | -                                    | 28,555                         | 28,555               | 25,000               | 19,098               |
| 5.56 Utilities                                 | -                       | -                          | -                                    | 178,473                        | 178,473              | 226,000              | 188,745              |
| <b>Total Function 5</b>                        | <b>561,139</b>          | <b>106,533</b>             | <b>667,672</b>                       | <b>338,276</b>                 | <b>1,005,948</b>     | <b>1,122,965</b>     | <b>1,091,338</b>     |
| <b>7 Transportation and Housing</b>            |                         |                            |                                      |                                |                      |                      |                      |
| 7.70 Student Transportation                    | -                       | -                          | -                                    | 346,882                        | 346,882              | 430,533              | 365,036              |
| 7.73 Housing                                   | 26,717                  | 3,886                      | 30,603                               | 108,984                        | 139,587              | 80,460               | 274,847              |
| <b>Total Function 7</b>                        | <b>26,717</b>           | <b>3,886</b>               | <b>30,603</b>                        | <b>455,866</b>                 | <b>486,469</b>       | <b>510,993</b>       | <b>639,883</b>       |
| <b>9 Debt Services</b>                         |                         |                            |                                      |                                |                      |                      |                      |
| <b>Total Function 9</b>                        | <b>-</b>                | <b>-</b>                   | <b>-</b>                             | <b>-</b>                       | <b>-</b>             | <b>-</b>             | <b>-</b>             |
| <b>Total Functions 1 - 9</b>                   | <b>2,858,260</b>        | <b>589,658</b>             | <b>3,447,918</b>                     | <b>1,508,787</b>               | <b>4,956,705</b>     | <b>5,786,235</b>     | <b>5,371,007</b>     |

**School District No. 87 (Stikine)**

Schedule 3

## Schedule of Special Purpose Operations

Year Ended June 30, 2019

|                                                             | 2019<br>Budget   | 2019<br>Actual   | 2018<br>Actual  |
|-------------------------------------------------------------|------------------|------------------|-----------------|
|                                                             | \$               | \$               | \$              |
| <b>Revenues</b>                                             |                  |                  |                 |
| Provincial Grants                                           |                  |                  |                 |
| Ministry of Education                                       | 1,062,608        | 959,989          | 920,936         |
| Other Revenue                                               | 50,000           | 42,399           | 53,772          |
| Investment Income                                           |                  | 623              |                 |
| <b>Total Revenue</b>                                        | <u>1,112,608</u> | <u>1,003,011</u> | <u>974,708</u>  |
| <b>Expenses</b>                                             |                  |                  |                 |
| Instruction                                                 | 1,051,857        | 956,060          | 918,251         |
| Operations and Maintenance                                  | 5,171            | 5,171            |                 |
| <b>Total Expense</b>                                        | <u>1,057,028</u> | <u>961,231</u>   | <u>918,251</u>  |
| <b>Special Purpose Surplus (Deficit) for the year</b>       | <u>55,580</u>    | <u>41,780</u>    | <u>56,457</u>   |
| <b>Net Transfers (to) from other funds</b>                  |                  |                  |                 |
| Tangible Capital Assets Purchased                           | (55,580)         | (41,780)         | (56,457)        |
| <b>Total Net Transfers</b>                                  | <u>(55,580)</u>  | <u>(41,780)</u>  | <u>(56,457)</u> |
| <b>Total Special Purpose Surplus (Deficit) for the year</b> | <u>-</u>         | <u>-</u>         | <u>-</u>        |
| <b>Special Purpose Surplus (Deficit), beginning of year</b> |                  |                  |                 |
| <b>Special Purpose Surplus (Deficit), end of year</b>       |                  | <u>-</u>         | <u>-</u>        |

**School District No. 87 (Stikine)**  
Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2019

Schedule 3A

|                                                         | Deferred Revenue, beginning of year | Annual Facility Grant | Learning Improvement Fund | School Generated Funds | Strong Start  | Ready, Set, Learn | OLEP         | CommunityLINK  | Coding and Curriculum Implementation | Classroom Enhancement Fund - Overhead |
|---------------------------------------------------------|-------------------------------------|-----------------------|---------------------------|------------------------|---------------|-------------------|--------------|----------------|--------------------------------------|---------------------------------------|
|                                                         | \$                                  | \$                    | \$                        | \$                     | \$            | \$                | \$           | \$             | \$                                   | \$                                    |
| <b>Add:</b> Restricted Grants                           |                                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| Provincial Grants - Ministry of Education               | 60,751                              | 20,298                |                           | 109,662                | 22,645        | 15,050            | 1,553        | -              | 22,011                               | -                                     |
| Other Investment Income                                 | 623                                 |                       |                           | 35,594                 | 32,000        | 9,800             |              | 554,062        |                                      | 7,050                                 |
| <b>Less:</b> Allocated to Revenue                       | 61,374                              | 20,298                |                           | 35,594                 | 32,000        | 9,800             |              | 554,062        |                                      | 7,050                                 |
|                                                         | 46,951                              | 20,298                |                           | 42,399                 | -             | 9,800             |              | 490,671        | 22,011                               | 7,050                                 |
| <b>Deferred Revenue, end of year</b>                    | <b>14,423</b>                       | <b>-</b>              | <b>-</b>                  | <b>102,857</b>         | <b>54,645</b> | <b>15,050</b>     | <b>1,553</b> | <b>63,391</b>  | <b>-</b>                             | <b>-</b>                              |
| <b>Revenues</b>                                         | <b>46,328</b>                       | <b>20,298</b>         |                           | <b>42,399</b>          |               | <b>9,800</b>      |              | <b>490,671</b> | <b>22,011</b>                        | <b>7,050</b>                          |
| Provincial Grants - Ministry of Education               |                                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| Other Revenue                                           | 623                                 |                       |                           | 42,399                 |               | 9,800             |              |                |                                      |                                       |
| Investment Income                                       |                                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| <b>Expenses</b>                                         | <b>46,951</b>                       | <b>20,298</b>         |                           | <b>42,399</b>          |               | <b>9,800</b>      |              | <b>490,671</b> | <b>22,011</b>                        | <b>7,050</b>                          |
| Salaries                                                |                                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| Teachers                                                |                                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| Educational Assistants                                  |                                     | 15,975                |                           |                        |               |                   |              | 79,656         |                                      |                                       |
| Support Staff                                           |                                     |                       |                           |                        |               |                   |              | 141,827        |                                      |                                       |
| Substitutes                                             |                                     |                       |                           |                        |               |                   |              | 2,634          |                                      |                                       |
|                                                         |                                     |                       |                           |                        |               |                   |              | 9,667          |                                      |                                       |
| Employee Benefits                                       |                                     | 15,975                |                           |                        |               |                   |              | 233,784        |                                      |                                       |
| Services and Supplies                                   | 5,171                               | 4,323                 |                           | 42,399                 |               | 9,800             |              | 54,428         | 22,011                               | 7,050                                 |
|                                                         | 5,171                               | 20,298                |                           | 42,399                 |               | 9,800             |              | 490,671        | 22,011                               | 7,050                                 |
| <b>Net Revenue (Expense) before Interfund Transfers</b> | <b>41,780</b>                       | <b>-</b>              | <b>-</b>                  | <b>-</b>               | <b>-</b>      | <b>-</b>          | <b>-</b>     | <b>-</b>       | <b>-</b>                             | <b>-</b>                              |
| <b>Interfund Transfers</b>                              | <b>(41,780)</b>                     |                       |                           |                        |               |                   |              |                |                                      |                                       |
| Tangible Capital Assets Purchased                       | (41,780)                            |                       |                           |                        |               |                   |              |                |                                      |                                       |
| <b>Net Revenue (Expense)</b>                            | <b>-</b>                            | <b>-</b>              | <b>-</b>                  | <b>-</b>               | <b>-</b>      | <b>-</b>          | <b>-</b>     | <b>-</b>       | <b>-</b>                             | <b>-</b>                              |

**School District No. 87 (Stikine)**  
Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2019

|                                                         | Classroom<br>Enhancement<br>Fund - Staffing | TOTAL     |
|---------------------------------------------------------|---------------------------------------------|-----------|
|                                                         | \$                                          | \$        |
| Deferred Revenue, beginning of year                     | -                                           | 170,921   |
| Add: Restricted Grants                                  |                                             |           |
| Provincial Grants - Ministry of Education               | 363,831                                     | 1,047,792 |
| Other                                                   |                                             | 35,594    |
| Investment Income                                       |                                             | 623       |
| Less: Allocated to Revenue                              | 363,831                                     | 1,084,009 |
| Deferred Revenue, end of year                           | 363,831                                     | 1,003,011 |
|                                                         | -                                           | 251,919   |
| <b>Revenues</b>                                         |                                             |           |
| Provincial Grants - Ministry of Education               | 363,831                                     | 959,989   |
| Other Revenue                                           |                                             | 42,399    |
| Investment Income                                       |                                             | 623       |
|                                                         | 363,831                                     | 1,003,011 |
| <b>Expenses</b>                                         |                                             |           |
| Salaries                                                |                                             |           |
| Teachers                                                | 302,916                                     | 382,572   |
| Educational Assistants                                  |                                             | 157,802   |
| Support Staff                                           |                                             | 2,634     |
| Substitutes                                             |                                             | 9,667     |
|                                                         | 302,916                                     | 552,675   |
| Employee Benefits                                       | 60,915                                      | 119,666   |
| Services and Supplies                                   |                                             | 288,890   |
|                                                         | 363,831                                     | 961,231   |
| <b>Net Revenue (Expense) before Interfund Transfers</b> | -                                           | 41,780    |
| <b>Interfund Transfers</b>                              |                                             |           |
| Tangible Capital Assets Purchased                       |                                             | (41,780)  |
|                                                         | -                                           | (41,780)  |
| <b>Net Revenue (Expense)</b>                            | -                                           | -         |

**School District No. 87 (Stikine)**

Schedule 4

## Schedule of Capital Operations

Year Ended June 30, 2019

|                                                     | 2019<br>Budget  | 2019 Actual                            |                  |                  | 2018<br>Actual   |
|-----------------------------------------------------|-----------------|----------------------------------------|------------------|------------------|------------------|
|                                                     |                 | Invested in Tangible<br>Capital Assets | Local<br>Capital | Fund<br>Balance  |                  |
|                                                     | \$              | \$                                     | \$               | \$               | \$               |
| <b>Revenues</b>                                     |                 |                                        |                  |                  |                  |
| Investment Income                                   |                 |                                        | 60,359           | 60,359           | 36,965           |
| Amortization of Deferred Capital Revenue            | 389,558         | 392,508                                |                  | 392,508          | 377,603          |
| <b>Total Revenue</b>                                | <b>389,558</b>  | <b>392,508</b>                         | <b>60,359</b>    | <b>452,867</b>   | <b>414,568</b>   |
| <b>Expenses</b>                                     |                 |                                        |                  |                  |                  |
| Amortization of Tangible Capital Assets             |                 |                                        |                  |                  |                  |
| Operations and Maintenance                          | 459,455         | 459,453                                |                  | 459,453          | 428,864          |
| <b>Total Expense</b>                                | <b>459,455</b>  | <b>459,453</b>                         | <b>-</b>         | <b>459,453</b>   | <b>428,864</b>   |
| <b>Capital Surplus (Deficit) for the year</b>       | <b>(69,897)</b> | <b>(66,945)</b>                        | <b>60,359</b>    | <b>(6,586)</b>   | <b>(14,296)</b>  |
| <b>Net Transfers (to) from other funds</b>          |                 |                                        |                  |                  |                  |
| Tangible Capital Assets Purchased                   | 55,580          | 41,780                                 |                  | 41,780           | 56,457           |
| Local Capital                                       |                 |                                        | 600,000          | 600,000          | 400,000          |
| <b>Total Net Transfers</b>                          | <b>55,580</b>   | <b>41,780</b>                          | <b>600,000</b>   | <b>641,780</b>   | <b>456,457</b>   |
| <b>Total Capital Surplus (Deficit) for the year</b> | <b>(14,317)</b> | <b>(25,165)</b>                        | <b>660,359</b>   | <b>635,194</b>   | <b>442,161</b>   |
| <b>Capital Surplus (Deficit), beginning of year</b> |                 | <b>3,839,218</b>                       | <b>2,885,570</b> | <b>6,724,788</b> | <b>6,282,627</b> |
| <b>Capital Surplus (Deficit), end of year</b>       |                 | <b>3,814,053</b>                       | <b>3,545,929</b> | <b>7,359,982</b> | <b>6,724,788</b> |

# School District No. 87 (Stikine)

Tangible Capital Assets

Year Ended June 30, 2019

Schedule 4A

|                                             | Sites     | Buildings  | Furniture and<br>Equipment | Vehicles | Computer<br>Software | Computer<br>Hardware | Total      |
|---------------------------------------------|-----------|------------|----------------------------|----------|----------------------|----------------------|------------|
|                                             | \$        | \$         | \$                         | \$       | \$                   | \$                   | \$         |
| Cost, beginning of year                     | 1,763,718 | 24,284,687 | 126,365                    | 277,388  | -                    | 62,637               | 26,514,795 |
| Changes for the Year                        |           |            |                            |          |                      |                      |            |
| Increase:                                   |           |            |                            |          |                      |                      |            |
| Purchases from:                             |           |            |                            |          |                      |                      |            |
| Deferred Capital Revenue - Bylaw            |           | 787,876    | 90,000                     |          |                      |                      | 877,876    |
| Deferred Capital Revenue - Other            |           | 36,776     | 10,499                     |          |                      |                      | 47,275     |
| Special Purpose Funds                       |           |            | 5,004                      |          |                      |                      | 5,004      |
| Decrease:                                   |           |            |                            |          |                      |                      |            |
| Deemed Disposals                            |           |            | 105,503                    | -        | -                    | -                    | 105,503    |
| Cost, end of year                           |           |            | 22,121                     |          |                      |                      | 22,121     |
| Work in Progress, end of year               |           |            | 22,121                     |          |                      |                      | 22,121     |
| Cost and Work in Progress, end of year      | 1,763,718 | 25,109,339 | 209,747                    | 277,388  | -                    | 62,637               | 27,422,829 |
| Accumulated Amortization, beginning of year |           | 15,877,570 | 46,951                     | 78,851   |                      | 4,623                | 16,007,995 |
| Changes for the Year                        |           |            |                            |          |                      |                      |            |
| Increase: Amortization for the Year         |           | 394,750    | 24,437                     | 27,739   |                      | 12,527               | 459,453    |
| Decrease:                                   |           |            |                            |          |                      |                      |            |
| Deemed Disposals                            |           |            | 22,121                     |          |                      |                      | 22,121     |
| Accumulated Amortization, end of year       |           | 16,272,320 | 49,267                     | 106,590  | -                    | 17,150               | 16,445,327 |
| Tangible Capital Assets - Net               | 1,763,718 | 8,837,019  | 160,480                    | 170,798  | -                    | 45,487               | 10,977,502 |

**School District No. 87 (Stikine)**

Schedule 4C

Deferred Capital Revenue

Year Ended June 30, 2019

|                                                       | Bylaw<br>Capital | Other<br>Provincial | Other<br>Capital | Total<br>Capital |
|-------------------------------------------------------|------------------|---------------------|------------------|------------------|
|                                                       | \$               | \$                  | \$               | \$               |
| Deferred Capital Revenue, beginning of year           | 6,549,583        | 118,000             |                  | 6,667,583        |
| <b>Changes for the Year</b>                           |                  |                     |                  |                  |
| Increase:                                             |                  |                     |                  |                  |
| Transferred from Deferred Revenue - Capital Additions | 877,876          | 10,499              |                  | 888,375          |
|                                                       | 877,876          | 10,499              | -                | 888,375          |
| Decrease:                                             |                  |                     |                  |                  |
| Amortization of Deferred Capital Revenue              | 389,558          | 2,950               |                  | 392,508          |
|                                                       | 389,558          | 2,950               | -                | 392,508          |
| <b>Net Changes for the Year</b>                       | 488,318          | 7,549               | -                | 495,867          |
| Deferred Capital Revenue, end of year                 | 7,037,901        | 125,549             | -                | 7,163,450        |
| <b>Work in Progress, beginning of year</b>            |                  |                     |                  | -                |
| <b>Changes for the Year</b>                           |                  |                     |                  |                  |
| <b>Net Changes for the Year</b>                       | -                | -                   | -                | -                |
| <b>Work in Progress, end of year</b>                  | -                | -                   | -                | -                |
| <b>Total Deferred Capital Revenue, end of year</b>    | 7,037,901        | 125,549             | -                | 7,163,450        |

**School District No. 87 (Stikine)**  
Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2019

Schedule 4D

|                                           | Bylaw<br>Capital | MEd<br>Restricted<br>Capital | Other<br>Provincial<br>Capital | Land<br>Capital | Other<br>Capital | Total   |
|-------------------------------------------|------------------|------------------------------|--------------------------------|-----------------|------------------|---------|
|                                           | \$               | \$                           | \$                             | \$              | \$               | \$      |
| Balance, beginning of year                |                  |                              | 19,410                         |                 |                  | 19,410  |
| Changes for the Year                      |                  |                              |                                |                 |                  |         |
| Increase:                                 |                  |                              |                                |                 |                  |         |
| Provincial Grants - Ministry of Education | 877,876          |                              | 17,481                         |                 |                  | 877,876 |
| Provincial Grants - Other                 | 877,876          | -                            | 17,481                         | -               | -                | 17,481  |
| Decrease:                                 |                  |                              |                                |                 |                  |         |
| Transferred to DCR - Capital Additions    | 877,876          |                              | 10,499                         |                 |                  | 888,375 |
|                                           | 877,876          | -                            | 10,499                         | -               | -                | 888,375 |
| Net Changes for the Year                  | -                | -                            | 6,982                          | -               | -                | 6,982   |
| Balance, end of year                      | -                | -                            | 26,392                         | -               | -                | 26,392  |

**SCHOOL DISTRICT NO. 87 (STIKINE)  
YEAR ENDED JUNE 30, 2019**

**SCHEDULE OF DEBTS**

Information on all long term debt is included in Statement 1 and in the Notes of the School District Audited Financial Statements.

\* This statement is produced under the *Financial Information Regulation*, Schedule 1, section 4.

**SCHOOL DISTRICT NO. 87 (STIKINE)  
YEAR ENDED JUNE 30, 2019**

**SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS**

School District No. 87 (Stikine) has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.

\* This statement is produced under the *Financial Information Regulation*, Schedule 1, section 5.

**SCHOOL DISTRICT No.87 (STIKINE)**  
**FOR THE YEAR ENDED JUNE 30, 2019**  
**(SCHEDULE 1) REMUNERATION & EXPENSES PAID IN RESPECT TO EACH EMPLOYEE**

**A: LIST OF ELECTED OFFICIALS**

| <u>Name</u>                           |             | <u>Remuneration</u> | <u>Expenses</u> |
|---------------------------------------|-------------|---------------------|-----------------|
| Danielson, Carol F.                   | Trustee     | 7,849.92            |                 |
| Hawkins, Jolene                       | Trustee     | 7,849.92            | 615.14          |
| Strange, Michael                      | Trustee     | 11,225.04           | 7,289.19        |
| Tashoots, Yvonne                      | Chairperson | 13,900.08           | 10,580.66       |
| Vance, Fannie                         | Trustee     | 7,191.60            | 2,049.01        |
| <b>A: TOTAL FOR ELECTED OFFICIALS</b> |             | <b>48,017</b>       | <b>20,534</b>   |

**B: LIST OF EMPLOYEES WHOSE REMUNERATION EXCEEDS \$75,000**

| <u>Name</u>         |                       | <u>Remuneration</u> | <u>Expenses</u> |
|---------------------|-----------------------|---------------------|-----------------|
| Caljouw, Dana-Leigh | STA Union President   | 112,820.58          |                 |
| Carter, Stanley V.  | Maintenance Lead Hand | 85,220.32           | 6,086.48        |
| Danuser, Nancy      | Principal             | 121,277.63          | 7,711.86        |
| Gill, Jasleen       | Teacher               | 91,169.73           | 27.31           |
| Gillis, Allan       | Vice-Principal        | 103,407.12          | 1,594.00        |
| Gordon, Michael     | Superintendent        | 171,732.90          | 32,525.45       |
| Gourlay, Benjamin   | Maintenance           | 80,055.12           | 6,658.10        |
| Howell, Glyn        | Principal             | 132,277.92          | 12,700.36       |
| MacInnis, Sherry M. | Teacher               | 93,301.23           | 743.68          |
| Mackie, Ken         | Secretary Treasurer   | 107,397.71          | 28,405.29       |
| McDowell, Andre     | Teacher               | 81,236.47           |                 |
| Michelin, Gerald    | Teacher               | 85,699.02           | 268.62          |
| Mulder, Johanna     | Teacher               | 97,937.11           | 1,106.91        |
| Rasmussen, Ryan     | Maintenance           | 77,491.34           | 5,861.84        |
| Riley, Jennifer     | Principal             | 115,598.17          | 8,165.16        |
| Scott, Amber        | Teacher               | 99,425.39           |                 |
| Spicer, Deborah     | Teacher               | 99,491.77           | 172.32          |
| Walsh, Mary Louise  | Teacher               | 108,011.90          |                 |
| Wuthrich, Ranier    | Teacher               | 97,376.20           |                 |

**B. TOTALS FOR EMPLOYEE**

|                                               |                  |                |
|-----------------------------------------------|------------------|----------------|
| <b>WHOSE REMUNERATION EXCEEDS \$75,000.00</b> | <b>1,960,928</b> | <b>112,027</b> |
|-----------------------------------------------|------------------|----------------|

**C: REMUNERATION TO EMPLOYEES  
PAID \$75,000 OR LESS**

|                  |               |
|------------------|---------------|
| <b>1,628,386</b> | <b>43,896</b> |
|------------------|---------------|

**A: REMUNERATION TO  
ELECTED OFFICIALS LISTED ABOVE (section A)**

|               |               |
|---------------|---------------|
| <b>48,017</b> | <b>20,534</b> |
|---------------|---------------|

**CONSOLIDATED TOTAL OF  
REMUNERATION AND EXPENSES PAID**

|                  |                |
|------------------|----------------|
| <b>3,637,330</b> | <b>176,457</b> |
|------------------|----------------|

**SCHOOL DISTRICT NO. 87 (STIKINE)  
YEAR ENDED JUNE 30, 2019**

**STATEMENT OF SEVERANCE AGREEMENTS**

There were no severance agreements made between School District No. 87 (Stikine) and its non-unionized employees during the fiscal year 2018/19.

\* This statement is produced under the *Financial Information Regulation*, Schedule 1, subsection 6(7).

**SCHOOL DISTRICT No.87 (STIKINE)**  
**FOR THE YEAR ENDED JUNE 30, 2019**  
**(SCHEDULE 2) PAYMENTS MADE FOR THE PROVISION OF GOODS AND SERVICES**

| <u><b>Name of Individuals, Firms, or Corporations</b></u>     | <u><b>Amount Paid</b></u> |
|---------------------------------------------------------------|---------------------------|
| <b>A. LIST OF SUPPLIERS WHERE PAYMENTS EXCEED \$25,000.00</b> |                           |
| ALL TYPE WELDING SERVICES                                     | 66,547.32                 |
| BC HYDRO                                                      | 81,363.12                 |
| BC PENSION CORPORATION                                        | 640,186.15                |
| BC TEACHERS' FEDERATION                                       | 26,956.16                 |
| BRADFORD'S CONSTRUCTION                                       | 285,953.66                |
| DAYLU DENA COUNCIL                                            | 41,649.90                 |
| DELL CANADA INC.                                              | 29,234.36                 |
| DISCOVERY CONSTRUCTION                                        | 81,868.50                 |
| DIVERSIFIED TRANSPORTATION LTD.                               | 115,677.75                |
| GOVERNMENT OF YUKON                                           | 169,650.00                |
| IYON KETCHIKA CONTRACTING LTD.                                | 80,331.52                 |
| JENN WUNDER                                                   | 46,088.51                 |
| KEDA PROPANE                                                  | 155,488.22                |
| MINISTRY OF FINANCE - EHT                                     | 32,599.93                 |
| MORNEAU SHEPELL - IN TRUST                                    | 111,001.35                |
| NICOLA PAETKAU                                                | 29,190.90                 |
| NORTHWESTEL INC.                                              | 35,690.39                 |
| P.E.B.T. - IN TRUST                                           | 71,744.22                 |
| QUANTUM LIGHTING INC.                                         | 26,239.50                 |
| SITSA HOLDINGS                                                | 92,165.76                 |
| STIKINE TEACHER'S ASSOCIATION                                 | 33,006.57                 |
| SUPER A FOODS                                                 | 30,419.24                 |
| SWINGTIME DISTRIBUTORS LTD.                                   | 82,415.79                 |
| TRI-CITY REFRIGERATION                                        | 418,566.36                |
| VENTURE ELEVATOR INC.                                         | 35,144.00                 |
|                                                               | <hr/>                     |
| TOTAL DETAILED VENDORS > 25,000.00                            | 2,819,179                 |
| TOTAL VENDORS <= 25,000.00                                    | <hr/> 870,726             |
| TOTAL PAYMENTS FOR THE GOODS AND SERVICES                     | <hr/> <hr/> 3,689,905     |

**SCHOOL DISTRICT No.87 (STIKINE)**  
**FOR THE YEAR ENDED JUNE 30, 2019**

**(Schedule 3) Reconciliation of Payments (Schedule 1 & 2) to the Financial Statements**

**Schedule for Employee Remuneration's & Expenses, and Payments:**

|                                                                              |                  |                    |
|------------------------------------------------------------------------------|------------------|--------------------|
| <i>Schedule 1 - Remuneration and expenses paid to employees</i>              |                  |                    |
| Total employee remuneration's                                                | \$3,637,330      |                    |
| Total employee expenses                                                      | \$176,457        |                    |
| Total employers portion of EI and CPP                                        | <u>\$169,731</u> |                    |
| <i>Total Schedule 1 - Remuneration &amp; expenses paid to employees</i>      |                  | \$3,983,518        |
| <i>Total Schedule 2 - Payments for the provision of goods &amp; services</i> |                  | <u>\$3,689,905</u> |
| <b><u>CONSOLIDATED TOTAL OF SCHEDULED PAYMENTS</u></b>                       |                  | <b>\$7,673,423</b> |

**Reconciliation to Financial Statement Expenditures:**

|                                                                             |                  |             |
|-----------------------------------------------------------------------------|------------------|-------------|
| Operating fund expenditures Function 1 - 7                                  | \$6,377,389      |             |
| Trust fund expenditures                                                     | \$0              |             |
| Capital fund expenditures - additions to Fixed Assets (excl loan repayment) | <u>\$930,155</u> |             |
| Financial Statement Expenditures                                            |                  | \$7,307,544 |

**Reconciliation of Payments to Financial Statement Expenditures:**

|                                          |                   |                   |
|------------------------------------------|-------------------|-------------------|
| <i>1) Non Cash Items:</i>                |                   |                   |
| Inventory 760 - No Change                | \$0               |                   |
| Prepaid Expenses 765 - Increase          | -\$1,270          |                   |
| Liability Trades 825 - Increase          | -\$27,763         |                   |
| Other Current Liability 845 - No Change  | \$0               |                   |
| Liability Capital Trades 825 - No Change | \$0               |                   |
| Amortization of Capital Assets           | <u>-\$462,205</u> |                   |
| <i>Total Non Cash Items</i>              |                   | <u>-\$491,238</u> |

|                                                                                            |                  |                |
|--------------------------------------------------------------------------------------------|------------------|----------------|
| <i>2) Payroll adjustments for items in both Remuneration, &amp; Goods and Services:</i>    |                  |                |
| Teachers / Management payroll - employee share of benefits and deductions                  | \$436,047        |                |
| Support Staff / TOC payroll - employee share of benefits and deductions                    | \$98,853         |                |
| Employers' portion of payroll deductions and taxable benefits                              | \$201,282        |                |
| Adjustments due to Employee payroll earnings                                               | <u>-\$51,279</u> |                |
| <i>Total Payroll adjustments for items in both Remuneration, &amp; Goods and Services:</i> |                  | <u>684,903</u> |

|                                                                                                                                       |                 |                |
|---------------------------------------------------------------------------------------------------------------------------------------|-----------------|----------------|
| <i>3) Adjustment to payment made for the provision of Goods and Services:</i>                                                         |                 |                |
| GST rebate                                                                                                                            | \$65,569        |                |
| School Fund Expenditures                                                                                                              | -\$42,399       |                |
| Seconded recoveries and third party recoveries                                                                                        | \$125,141       |                |
| Misc Adjustments and Adjustments to Vendor Listing                                                                                    | \$27,145        |                |
| *** Miscellaneous reconciling items due to the difference in accrual accounting and cash basis reporting for schedule of payments *** | <u>-\$3,242</u> |                |
| <i>Total adjustment to payment made for the provision of Goods and Services:</i>                                                      |                 | <u>172,214</u> |

|                                                               |  |                |
|---------------------------------------------------------------|--|----------------|
| <i>Total Reconciling Items to Remuneration's and Payments</i> |  | <u>365,879</u> |
|---------------------------------------------------------------|--|----------------|

|                                                                      |  |                           |
|----------------------------------------------------------------------|--|---------------------------|
| <b><u>CONSOLIDATED TOTAL OF FINANCIAL STATEMENT EXPENDITURES</u></b> |  | <b><u>\$7,673,423</u></b> |
|----------------------------------------------------------------------|--|---------------------------|

|                   |  |                   |
|-------------------|--|-------------------|
| <i>Difference</i> |  | <u><u>\$0</u></u> |
|-------------------|--|-------------------|