

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2010/2011

SCHOOL DISTRICT NUMBER 27	NAME OF SCHOOL DISTRICT Cariboo-Chilcotin	YEAR 2010/2011
OFFICE LOCATION 350 Second Avenue N		TELEPHONE NUMBER 250-398-3800
CITY/PROVINCE Williams Lake, BC		POSTAL CODE V2G 1Z9
WEBSITE ADDRESS www.sd27.bc.ca		
NAME OF SUPERINTENDENT Diane Wright		NAME OF SECRETARY-TREASURER Bonnie Roller, CGA

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 27 (Cariboo-Chilcotin) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

The Board's Responsibility

The ultimate responsibility for the financial statements lies with the Board. The Board has reviewed and approved the financial statements.

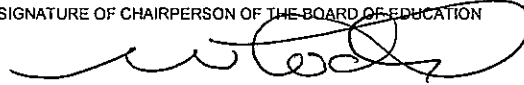
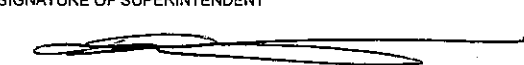
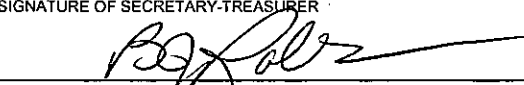
External Auditors

The Board appoints external auditors to audit the financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

Declaration of Management and Board Chairperson

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense, changes in fund balances, and cash flows for the year in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 27 (Cariboo-Chilcotin) for the year ended June 30, 2011.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION 	DATE SIGNED Sept 28/11
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED Sept. 29/11
SIGNATURE OF SECRETARY-TREASURER 	DATE SIGNED Sept 29/11

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
2010/2011 AUDITED FINANCIAL STATEMENTS**

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KPMG LLP
Chartered Accountants
Credit Union Building
3205-32 Street, 3rd Floor
Vernon, BC V1T 9A2
Canada

Telephone (250) 503-5300
Telefax (250) 545-6440
www.kpmg.ca

INDEPENDENT AUDITORS' REPORT

To the Board of Education

We have audited the accompanying financial statement of School District No. 27 (Cariboo-Chilcotin), which comprise the statement of financial position as at June 30, 2011, the statements of revenue and expense, changes in fund balances and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 27 (Cariboo-Chilcotin) as at June 30, 2011, and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Other matter

Our audit was conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information included in Schedules A1 through C5 is presented for purposes of additional analysis and is not a required part of the financial statements. 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.



Chartered Accountants

September 28, 2011
Vernon, Canada

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2011

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 12,630,530	\$ 533,015	\$ -	\$ 13,163,545	\$ 13,182,853
Short Term Investments		198,974		198,974	175,280
Accounts Receivable					
Due from Province - Ministry of Education	10,329			10,329	-
Due from LEA/Direct Funding	876,445			876,445	601,530
Other Receivables (Note 3)	285,528	51,245		336,773	154,290
Interfund Loans		916,720	3,908,637		
Inventories	6,101			6,101	3,508
Prepaid Expenses	344,304	921		345,225	342,716
	<u>14,153,237</u>	<u>1,700,875</u>	<u>3,908,637</u>	<u>14,937,392</u>	<u>14,460,177</u>
Investments (Note 4)		15,000		15,000	
Equity Investments					40,156
Capital Assets - Net (Note 5)			66,926,476	66,926,476	66,090,629
TOTAL ASSETS	\$ 14,153,237	\$ 1,715,875	\$ 70,835,113	\$ 81,878,868	\$ 80,590,962
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	1,397,372	61,438		1,458,810	789,254
Capital Lease Obligations - Current Portion (Note 6)			244,915	244,915	224,580
Interfund Loans	4,825,357				
Other Current Liabilities	2,746,792		19,808	2,766,600	2,696,696
	<u>8,969,521</u>	<u>61,438</u>	<u>264,723</u>	<u>4,470,325</u>	<u>3,710,530</u>
Deferred Contributions					
Ministry of Education (Note 7)		778,951	3,734,287	4,513,238	5,559,323
Other (Note 7)		744,412		744,412	659,173
Accrued Employee Future Benefits (Note 8)	2,420,028			2,420,028	2,439,945
Deferred Capital Contributions (Note 9)			49,168,927	49,168,927	49,629,261
Capital Lease Obligations (Note 6)			163,147	163,147	351,057
Other Long Term Liabilities		115,153		115,153	116,082
TOTAL LIABILITIES	11,389,549	1,699,954	53,331,084	61,595,230	62,465,371
Fund Balances					
Invested in Capital Assets (Note 10)			17,349,494	17,349,494	15,852,603
Endowment (Note 11)		15,921		15,921	15,992
Internally Restricted (Note 12)	2,595,082		154,535	2,749,617	2,109,778
Unrestricted (Note 12)	168,606			168,606	147,218
TOTAL FUND BALANCES	2,763,688	15,921	17,504,029	20,283,638	18,125,591
TOTAL LIABILITIES AND FUND BALANCES	\$ 14,153,237	\$ 1,715,875	\$ 70,835,113	\$ 81,878,868	\$ 80,590,962

> Contingencies(Note18)

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2011

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
REVENUE					
Provincial Grants - Ministry of Education	\$ 52,746,076	\$ 2,909,454	\$ -	\$ 55,655,530	\$ 54,767,531
Provincial Grants - Other				-	424,024
Other Revenue	2,327,030	1,855,416		4,182,446	3,861,718
Rentals and Leases	130,036			130,036	101,653
Investment Income	49,485	11,962	1,628	63,075	70,431
Amortization of Deferred Capital Contributions			2,313,470	2,313,470	2,386,812
	<u>55,252,627</u>	<u>4,776,832</u>	<u>2,315,098</u>	<u>62,344,557</u>	<u>61,612,169</u>
EXPENSE					
Salaries					
Teachers	22,047,928	329,870		22,377,798	22,877,838
Principals and Vice Principals	4,099,818	88,579		4,188,397	4,496,168
Educational Assistants	2,458,951	525,429		2,984,380	3,100,777
Support Staff	7,111,418	12,835		7,124,253	7,306,424
Other Professionals	1,245,790			1,245,790	1,193,757
Substitutes	1,530,041	36,264		1,566,305	1,693,028
	<u>38,493,946</u>	<u>992,977</u>	<u>-</u>	<u>39,486,923</u>	<u>40,667,992</u>
Employee Benefits	8,741,971	194,396		8,936,367	8,938,715
Services and Supplies	6,982,883	2,089,233		9,072,116	9,138,027
Amortization of Capital Assets			2,745,255	2,745,255	2,772,128
Capital Lease Interest			27,982	27,982	-
	<u>54,218,800</u>	<u>3,276,606</u>	<u>2,773,237</u>	<u>60,268,643</u>	<u>61,516,862</u>
NET REVENUE (EXPENSE)	<u>\$ 1,033,827</u>	<u>\$ 1,500,226</u>	<u>\$ (458,139)</u>	<u>\$ 2,075,914</u>	<u>\$ 95,307</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2011

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
FUND BALANCES, BEGINNING OF YEAR	\$ 2,131,911	\$ 15,992	\$ 15,977,688	\$ 18,125,591	\$ 18,030,354
Changes in Accounting Policies/ Prior Period Adjustments					
2005/06 Endowment Setup Error (Note 22)	(5,073)			(5,073)	
2005/06 ASSS Sale costs (Note 22)			33,136	33,136	
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	<u>2,126,838</u>	<u>15,992</u>	<u>16,010,824</u>	<u>18,153,654</u>	<u>18,030,354</u>
Changes for the Year					
Net Revenue (Expense) for the Year	1,033,827	1,500,226	(458,139)	2,075,914	95,307
Interfund Transfers					
Capital Assets Purchased	(101,309)	(19,479)	120,788	-	
Local Capital	(77,485)		77,485	-	
Other	(218,183)	(1,480,747)	1,698,930	-	
Direct Increases in Fund Balances					
Site Purchases			54,141	54,141	
Premium on Endowment		(71)		(71)	(70)
Net Changes for the Year	<u>636,850</u>	<u>(71)</u>	<u>1,493,205</u>	<u>2,129,984</u>	<u>95,237</u>
FUND BALANCES, END OF YEAR	<u>\$ 2,763,688</u>	<u>\$ 15,921</u>	<u>\$ 17,504,029</u>	<u>\$ 20,283,638</u>	<u>\$ 18,125,591</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2011

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ 1,033,827	\$ 1,500,226	\$ (458,139)	\$ 2,075,914	\$ 95,307
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Short Term Investments		(23,694)		(23,694)	9,146
Accounts Receivable	(438,614)	(29,113)	-	(467,727)	311,584
Interfund Loans	(872,663)	782,290	90,373	-	(1)
Inventories	(2,593)			(2,593)	1,795
Prepaid Expenses	(2,580)	70		(2,510)	(189,644)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	608,118	61,438		669,556	60,900
Other Current Liabilities	50,096		19,808	69,904	312,195
Deferred Contributions		(788,080)		(788,080)	282,373
Accrued Employee Future Benefits	(19,917)			(19,917)	1,985
Other Long Term Liabilities		(928)		(928)	13,304
Items Not Involving Cash					
Amortization of Capital Assets			2,745,255	2,745,255	2,772,128
Amortization of Deferred Capital Contributions			(2,313,470)	(2,313,470)	(2,386,812)
Interfund Transfers	(396,977)	(1,500,226)	1,897,203	-	-
	(41,303)	1,983	1,981,030	1,941,710	1,284,260
FINANCING					
Deferred Contributions Received - Capital			1,767,647	1,767,647	417,783
Capital Lease Principal Payments			(218,184)	(218,184)	(221,590)
Premium of Endowment Investment Expensed		(71)		(71)	(70)
	-	(71)	1,549,463	1,549,392	196,123
INVESTING					
Capital Assets Purchased - Operating			(101,309)	(101,309)	(225,125)
Capital Assets Purchased - Special Purpose			(19,479)	(19,479)	(96,606)
Capital Assets Purchased - Local Capital			(21,680)	(21,680)	(68,210)
Capital Assets Purchased - Deferred Contributions - Capital			(1,907,278)	(1,907,278)	(173,015)
Capital Assets Purchased - AFG WIP			(1,480,747)	(1,480,747)	(1,119,319)
Decrease (Increase) in Investments		25,156		25,156	-
	-	25,156	(3,530,493)	(3,505,337)	(1,682,275)
NET INCREASE (DECREASE) IN CASH	\$ (41,303)	\$ 27,068	\$ -	\$ (14,235)	\$ (201,892)

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2011**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
NET INCREASE (DECREASE) IN CASH	\$ (41,303)	\$ 27,068	\$ -	\$ (14,235)	\$ (201,892)
Net Cash, Beginning of Year	12,676,906	505,947		13,182,853	13,384,902
Changes in Accounting Policies/ Prior Period Adjustments					
2005/06 Endowment Setup Error	(5,073)			(5,073)	(157)
Net Cash, Beginning of Year, as Restated	12,671,833	505,947	-	13,177,780	13,384,745
NET CASH, END OF YEAR	\$ 12,630,530	\$ 533,015	\$ -	\$ 13,163,545	\$ 13,182,853
Cash	\$ 12,630,530	\$ 533,015		\$ 13,163,545	\$ 13,182,853
NET CASH, END OF YEAR	\$ 12,630,530	\$ 533,015	\$ -	\$ 13,163,545	\$ 13,182,853

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

1. Authority:

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 27 (Cariboo-Chilcotin)", and operates as "School District No. 27" (the School District). A board of education (Board) elected for a three-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.

2. Summary of significant accounting policies and reporting practices:

These financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations. These principles are consistent with those used in prior years.

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose fund and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

The Statement of Revenue and Expense (Statement 2), Statement of Changes in Fund Balances (Statement 3) and the Statement of Cash Flows (Statement 4) present the annual results of each fund, the change in fund balances and the cash flows for the year. The Statement of Financial Position (Statement 1) presents the assets, liabilities and fund balances as at June 30th. Inter-fund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

(a) Fund accounting:

Fund accounting procedures recognize external restrictions on the use of resources by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

- Operating fund reports assets, liabilities, revenues and expenses for general operations.
- Special purpose fund reports assets, liabilities, revenues and expenses for:
 - Contributions restricted in use by the *School Act* or Ministry of Education.
 - Contributions restricted in use by other external bodies.
 - Endowment funds
 - Funds collected and used at the school level (i.e. school-generated funds).
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

2. Summary of significant accounting policies and reporting practices (continued):

(b) Cash and cash equivalents:

Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.

(c) Short term investments:

Short term investments include securities with original terms to maturity of greater than three months and less than one year.

(d) Accounts receivable:

Accounts receivable are shown net of allowance for doubtful accounts (see note 3).

(e) Inventories

Inventories include paper product inventory for resale to sites. Basis for measurement is the actual costs to purchase. Overhead and storage costs are not included.

(f) Prepaid expenses:

Prepaid expenses represent amounts paid for services which will be rendered in the next fiscal year. These include prepaid insurance, copier equipment leases, and rents pertaining to the next financial year.

(g) Capital assets:

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings that no longer contribute to the ability of the School District to provide services are written-down to residual value.
- Buildings that are demolished or destroyed are written-off.
- Amortization is recorded on a straight-line basis over the estimated useful life of the asset. Estimated useful life is as follows:

○ Buildings	40 years
○ Furniture and equipment	10 years
○ Vehicles	10 years
○ Computer hardware and software	5 years

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

2. Summary of significant accounting policies and reporting practices (continued):

(h) Capital leases:

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of property to the Board are considered capital leases. These are accounted for as an asset and an obligation.

(i) Revenue recognition:

Unrestricted operating government grants, are recognized as revenue when received. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services/products are reported as revenue when services are provided or products delivered.

Externally restricted contributions, grants, and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
 - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
 - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset. Amortization commences in the year following acquisition.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

(j) Expenditures:

Categories of salaries:

- Principals, Vice Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice Principals.

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

2. Summary of significant accounting policies and reporting practices (continued):

(j) Expenditures continued:

- Superintendents, Assistant Superintendents, Secretary Treasurers, Trustees and other employees excluded from union contract are categorized as Other Professionals.

Allocation of costs:

- Operating expenditures 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 regular programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual identification of program.

(k) Financial instruments:

Financial instruments consist of cash and cash equivalents; investments; accounts receivable; and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

All of the School District's investments held on July 1, 2007 or acquired subsequently are designated as held for trading investments. Held for trading investments are recorded at fair value and any changes in fair value are recognized as investment income in the statement of revenue and expense.

(l) Use of estimates:

Preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that impact reported amounts for 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, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates. These estimates are reviewed periodically, and as adjustments become necessary, they are reported in the statement of revenue and expenses in the year in which they become known or are revised.

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

2. Summary of significant accounting policies and reporting practices (continued):

(m) Employee future benefits:

The School District provides certain post-employment benefits including accumulated sick and vacation pay, retirement allowance, and life insurance for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 8.5 years.

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use at June 30, 2013. 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.

(n) Future accounting changes:

In September 2010, the Province of British Columbia announced that all school boards in the province would adopt Public Sector Accounting Board (PSAB) accounting standards, to be effective for reporting years ending after January 1, 2012. The School District is in the process of reviewing the impact this change will have on its reporting framework and financial statements.

3. Accounts receivable – other receivables:

	2011	2010
Due from Government of Canada	\$ 139,339	\$ 55,424
Insurance claims receivable	6,946	-
BCPSEA – SSEAC Training Funds	26,443	-
Other	164,405	98,866
	<u>\$ 336,773</u>	<u>\$ 154,290</u>

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

4. Investments:

	Carrying value	Cost	Market value	Yield	Maturity date
Province of Ontario Bond	\$ 10,000	\$ 10,000	\$ 10,000	5.327%	Mar 8, 2033
Province of Ontario Bond	5,000	5,000	5,000	4.534%	Jun 2, 2018
	\$ 15,000	\$ 15,000	\$ 15,000		

5. Capital assets:

	Cost	Accumulated Amortization	2011 Net book Value	2010 Net book value
Sites	\$ 6,817,604	\$ -	\$ 6,817,604	\$ 6,763,463
Buildings	97,997,927	44,993,236	53,004,691	53,724,593
Furniture and equipment	2,768,615	1,212,608	1,556,007	1,711,689
Vehicles	4,257,907	1,524,779	2,733,128	1,847,075
Computer software	157,126	62,665	94,461	92,583
Computer hardware	197,641	79,336	118,305	125,021
Furniture and equipment under capital lease	614,400	229,359	385,041	491,853
Vehicles under capital lease	683,594	142,122	541,472	498,968
	113,494,814	48,244,105	65,250,709	65,255,255
Work in progress	1,675,767	-	1,675,767	835,376
	\$115,170,581	\$48,244,105	\$66,926,476	\$66,090,629

During the year, the School Board purchased or constructed assets in the amount of \$3,610,386 (2010 - \$3,167,097).

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

6. Capital lease obligations:

The School District has a total of twenty (20) capital lease agreements; of these five (5) will be paid out in the current year. These obligations are as follows:

	2010/11	2009/10
Year ending June 30:		
2010/11	\$ -	\$ 250,602
2011/12	271,423	264,653
2012/13	83,283	68,397
2013/14	67,151	56,322
2014/15	34,493	-
Total minimum lease payments	456,350	639,974
Less amount representing interest (at rates ranging from 2.59% to 7.25%)	48,287	64,337
Present value of net minimum capital lease payments	408,062	575,637
Less current portion of capital lease obligations	244,915	224,580
Long-term capital lease obligations	\$ 163,148	\$ 351,057

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

7. Deferred contributions:

Deferred contributions represent the unspent amount of grants and donations received for the purchase of capital assets and other externally restricted purposes. Once spent, deferred contributions are recognized as income on the same basis as the related expenses are also recognized.

	Ministry of Education funded programs	Other and school generated	Total 2011	Total 2010
Balance, beginning of year	\$5,559,323	\$ 659,173	\$6,218,496	\$6,637,659
Prior Period Adjustment – ASSS Sales Costs	(33,136)		(33,136)	
Balance, beginning of year – Restated	\$5,526,187	\$ 659,173	\$6,185,360	\$6,637,659
Increases:				
Ministry of Education of British Columbia	3,740,762	-	3,740,762	2,085,554
Other Ministry grants (gaming funds)	-	-	-	424,024
Investment income	69,366	5,856	75,222	40,483
Other	42,490	1,897,925	1,940,415	1,759,921
	3,852,618	1,903,781	5,756,399	4,309,982
Decreases:				
Transfers to deferred capital contributions	(1,853,136)	-	(1,853,136)	(1,119,319)
Transfers to invested in capital assets-sites	(54,141)	-	(54,141)	
Revenue recognized	(2,958,290)	(1,818,542)	(4,776,832)	(3,609,826)
	(4,865,567)	(1,818,542)	(6,684,109)	(4,729,145)
Net change for the year	(1,012,949)	85,239	(927,710)	(419,163)
Balance, end of year	\$4,513,238	\$ 744,412	\$5,257,650	\$6,218,496

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

8. Accrued employee future benefits:

The accrued benefit obligation for employee future benefits is not funded, as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on the Statement of Financial Position.

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

	2011	2010
Reconciliation of accrued benefit obligation		
Accrued benefit obligation – April 1	\$ 1,946,013	\$ 1,965,371
Service cost	115,815	134,561
Interest cost	94,357	137,327
Benefit payments	(249,109)	(260,503)
Actuarial loss (gain)	(81,594)	(30,743)
Accrued benefit obligation – March 31	\$1,825,482	\$1,946,013
Reconciliation of funded status at end of fiscal year		
Accrued benefit obligation – March 31	\$ 1,825,482	\$ 1,946,013
Market value of plan assets – March 31	-	-
Funded status – Surplus (Deficit)	(1,825,482)	(1,946,013)
Employer contributions after measurement date	39,423	106,146
Unamortized net actuarial loss (gain)	(633,969)	(600,078)
Accrued benefit asset (liability) – June 30	\$(2,420,028)	\$(2,439,945)
Components of net benefit expense		
Service cost	\$ 115,815	\$ 134,561
Interest cost	94,357	137,327
Amortization of net actuarial loss (gain)	(47,703)	(51,777)
Net benefit expense (income)	\$ 162,469	\$ 220,111

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

8. Accrued employee future benefits (continued):

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

	2011	2010
Discount Rate – April 1	5.00%	7.00%
Discount Rate – March 31	4.75%	5.00%
Long Term Salary Growth – April 1	2.50%+seniority	3.25%+seniority
Long Term Salary Growth – March 31	2.50%+seniority	2.50%+seniority
EARSL – March 31	8.5	8.5

9. Deferred capital contributions:

Deferred capital contributions represent the amount of grants and donations received and spent for the purchase of capital assets not yet amortized into income. The amortization of deferred capital contributions is recorded as revenue in the statement of operations on the same basis as the related assets are amortized.

	2011	2010
Balance, beginning of year	\$49,629,261	\$50,896,754
Increases:		
Transfer from deferred contributions	1,853,136	1,119,319
Decreases:		
Amortization	(2,313,470)	(2,386,812)
	\$49,168,927	\$49,629,261

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

10. Invested in capital assets:

a) Invested in capital assets:

The balance of funds invested in capital assets is calculated as follows:

	2011	2010
Capital assets, net book value	\$ 66,926,476	\$ 66,090,629
Amounts financed by:		
Deferred capital contributions	(49,168,927)	(49,629,261)
Capital lease obligation – current portion	(244,915)	(224,580)
Capital lease obligation – long-term portion	(163,147)	(351,057)
Other	(7)	(33,128)
	<u>\$ 17,349,494</u>	<u>\$ 15,852,603</u>

b) Net change in invested in capital assets:

	2010	2009
Balance, beginning of year	\$ 15,852,603	\$ 15,453,374
Prior Period Adjustment – ASSS Sales Costs	33,136	
Balance, beginning of year – Restated	<u>\$ 15,885,739</u>	<u>\$ 15,453,374</u>
Amounts financed by:		
Capital assets purchased	1,623,215	562,957
Capital assets site purchase	54,141	-
Capital lease principal repayments	218,184	221,588
	<u>1,895,540</u>	<u>784,545</u>
Excess of revenue over expenses:		
Amortization of deferred capital contributions	2,313,470	2,386,812
Amortization of capital assets	(2,745,255)	(2,772,128)
	<u>(431,785)</u>	<u>(385,316)</u>
Balance, end of year	<u>\$ 17,349,494</u>	<u>\$ 15,852,603</u>

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

11. Endowment funds:

Name of Endowment	Balance beginning of year	Contributions during year	Premium reduction for year	Balance end of year	Earnings for the year	Available for disbursement
IKON Scholarship	\$10,697	\$ -	\$ 30	\$10,667	\$ 555	\$ 1,141
WL Forestry Capital	5,295	-	41	5,254	235	990
	<u>\$15,992</u>	<u>\$ -</u>	<u>\$ 71</u>	<u>\$15,921</u>	<u>\$ 790</u>	<u>\$ 2,131</u>

Endowment funds are invested in long term bonds (see note 4) and the change in fund balances is due to the current year amortization of bond premiums only. Earnings consist of interest received on the bonds and the amount available for disbursement is a cumulative total of current and prior years earnings not yet disbursed, as students do not always enter school in the year following graduation.

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

12. Operating fund balances, end of year:

The Board has approved an appropriation of the operating surplus as follows:

	2011	2010
Internally restricted (appropriated) by the Board for:		
Operating supplies – Schools	\$ 162,540	\$ 123,127
Special education supplies – Schools	113,986	72,940
Career Prep	37,305	21,559
Implementation training	19,875	19,189
Learning resources	97,785	95,605
First Nations Target	133,290	73,772
Employee Housing	98,064	86,600
School based Literacy Plans	58,023	93,663
School based Sense of Belonging Plans	11,016	16,235
School based Support Staff Extra Hours	506	-
ESL/ESD Supplies	88,665	22,556
5 Year Copier Lease Obligation (final year)	38,200	76,400
First Nations Achievement	30,149	-
Math Initiatives	26,789	-
Tractor Purchase (Maintenance)	35,000	-
SSEAC/PowerSmart Funding	76,942	50,402
BCELC Principals/Vice-Principals	10,128	19,690
Small Equipment/Furniture Replacement	45,324	112,955
Commitment to balance 2011-2012 budget	961,495	400,000
Reserve for the Implementation of Long Term Plan	550,000	700,000
	2,595,082	1,984,693
Unrestricted operating surplus	168,606	147,218
Total available for future operations	\$ 2,763,688	\$ 2,131,911

13. Capital fund balance, end of year:

The internally restricted capital fund represents the balance from the Local Capital Reserve. The use of this fund is entirely at the discretion of the School District. Appropriations from the fund are made to finance projects as determined by the Board.

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

14. Employee pension plans:

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 47,000 active members from school districts, and approximately 29,000 retired members from school districts. The Municipal Plan has about 163,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2009 indicated an unfunded liability of \$1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of an unfunded liability to individual employers. The School District paid \$4,588,445 (2010 - \$4,398,785) for employer contributions to these plans in the year ended June 30, 2011.

15. Operating lease obligations:

The School District's minimum lease payments over the next five years, under various operating leases for buildings and photocopiers, are as follows:

	2011/12	2012/13	2013/14	2014/15	2015/16
Buildings	\$63,275	\$ 16,263	\$ 6,500	\$ 6,500	\$ 6,500
Equipment (postage machine)	6,229	6,229	6,229	6,229	2,076
	\$ 69,504	\$ 22,491	\$ 12,729	\$ 12,729	\$ 8,576

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

16. Interfund transfers:

Interfund transfers between the operating, special purpose and capital funds are reported on the Statement of Changes in Fund Balances (statement 3). For the year ended June 30, 2011 the transfers are as follows:

- A transfer in the amount of \$19,479 was made from Special Purpose Funds to the Capital Fund for the purchase of capital assets (2010 - \$96,606).
- A transfer in the amount of \$101,309 was made from the Operating Fund to the Capital Fund for the purchase of capital assets (2010 - \$225,125).
- A transfer in the amount of \$77,485 was made from Local Capital; in the Operating fund to the Capital Fund for the purchase of capital assets (2010- \$58,160).
- A transfer in the amount of \$1,480,747 was made from Special Purpose Funds to the Capital Fund for the construction of capital assets, currently included in work in process (2010 - \$173,016).
- A transfer in the amount of \$218,184 was made from the Operating Fund to the Capital Fund for principal repayments on capital lease obligations paid during the year (2010 - \$221,588).

17. 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 generally considered to be in the normal course of operations and are recorded at the exchange amount.

18. Budget Figures:

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 22, 2011.

19. Contingencies:

From time to time the School District is brought forth as defendant in various lawsuits. The School District reviews its exposure to any potential litigation for which it would not be covered by insurance and assesses whether a successful claim against the School District would materially affect the financial statements of the School District. The School District is not currently aware of any claims brought against it that if not defended successfully would result in a material change in the financial statements.

20. Asset retirement obligation:

In accordance with GAAP, the School District recognizes asset retirement obligations where a reasonable estimate of the fair value of the obligation and the future settlement date of the retirement of the asset can be determined. The School District has identified potential asset retirement obligations relating to facilities that the School District may incur upon major upgrades or demolition in the future. This potential obligation

SCHOOL DISTRICT #27 (CARIBOO-CHILCOTIN)

Notes to Financial Statements

Year ended June 30, 2011

exists for removal and disposal of environmentally hazardous building materials in some of the School District facilities. At this time, the School District has not recognized these asset retirement obligations, as there is an indeterminate settlement date of any potential future demolition or renovation of the facilities and therefore the fair value cannot be reasonably estimated as at June 30, 2011.

21. Economic dependence:

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 in accordance with GAAP for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

22. Comparative figures:

Certain of the prior year's figures have been reclassified to conform to the current year's presentation.

23. Prior period adjustments:

The prior period adjustment of \$5,073 included on Statement 3 relates to an immaterial error in the set up of an endowment investment in 2005/06. Prior to this year the amount has been included as a liability while it should have reduced the operating fund balance. This adjustment is also included on Statement 4.2 and Schedule A1. A further immaterial prior period adjustment of \$33,136 included on Statement 3 relates to the costs of selling Anne Stevenson Secondary School, and is also included on Schedule C4 and Schedule C5.

24. Capital disclosures:

The School District defines its capital to be its fund balances: operating, special purpose and capital. The internally restricted fund balances consist of amounts for future commitments (see notes 12 and 13). The School District's objective when managing capital is to safeguard its ability to continue as a going concern so it can continue to provide services to its students. Under the *School Act* the School District is not permitted to incur deficits without the approval of the Minister of Education. Annual budgets are developed and monitored to ensure the School District's capital is maintained at an appropriate level.

25. Risk Management:

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. 27 (CARIBOO-CHILCOTIN)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2011

Schedule A1

	2011	2011	2010
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 52,746,076	\$ 52,768,224	\$ 53,326,284
Other Revenue	2,327,030	2,341,815	2,122,964
Rentals and Leases	130,036	118,500	101,653
Investment Income	49,485	30,000	63,884
	<u>55,252,627</u>	<u>55,258,539</u>	<u>55,614,785</u>
EXPENSE			
Salaries			
Teachers	22,047,928	22,065,267	22,582,017
Principals and Vice Principals	4,099,818	4,111,950	4,450,522
Educational Assistants	2,458,951	2,588,570	2,566,574
Support Staff	7,111,418	7,336,463	7,290,298
Other Professionals	1,245,790	1,167,870	1,179,754
Substitutes	1,530,041	1,717,200	1,667,232
	<u>38,493,946</u>	<u>38,987,320</u>	<u>39,736,397</u>
Employee Benefits	8,741,971	8,743,479	8,749,243
Services and Supplies	6,982,883	8,872,511	6,918,890
	<u>54,218,800</u>	<u>56,603,310</u>	<u>55,404,530</u>
NET REVENUE (EXPENSE), FOR THE YEAR	1,033,827	(1,344,771)	210,255
INTERFUND TRANSFERS			
Capital Assets Purchased	(101,309)		(225,125)
Local Capital	(77,485)		(58,160)
Other	(218,183)		(221,588)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		1,344,771	
SURPLUS (DEFICIT), FOR THE YEAR	636,850	\$ -	(294,618)
SURPLUS (DEFICIT), BEGINNING OF YEAR	2,131,911		2,426,529
Changes in Accounting Policies/Prior Period Adjustments			
2005/06 Endowment Setup Error	(5,073)		
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	2,126,838		2,426,529
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	\$ 2,763,688		\$ 2,131,911
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	2,595,082		
Unrestricted	168,606		
	\$ 2,763,688		

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2011

Schedule A2

	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 53,779,608	\$ 53,705,298	\$ 54,186,681
INAC/LEA Recovery	(1,856,635)	(1,704,315)	(1,704,315)
Other Ministry of Education Grants			
Pay Equity	665,837	665,837	665,837
Rural Strategy Grant	-	-	10,000
FSA Prov Exam Funding	8,696	8,700	8,696
Carbon Tax Offset	70,490	70,000	66,572
Education Guarantee	78,080	22,704	92,736
BCESIS Grant	-	-	77
	<u>52,746,076</u>	<u>52,768,224</u>	<u>53,326,284</u>
PROVINCIAL GRANTS - OTHER			
FEDERAL GRANTS			
OTHER REVENUE			
Offshore Tuition Fees	54,155	65,000	20,701
LEA/Direct Funding from First Nations	1,847,686	1,704,315	1,686,841
Miscellaneous			
Miscellaneous	239,140	225,000	204,329
Career Education Society	28,734	30,000	-
Local Capital Revenue	77,485	-	58,159
SSEAC Apprenticeship Funding	25,005	52,500	52,500
SSEAC Trades Funding	-	-	100,434
HST Revenue	-	225,000	-
BC Hydro Powersmart	54,825	40,000	-
	<u>2,327,030</u>	<u>2,341,815</u>	<u>2,122,964</u>
RENTALS AND LEASES	<u>130,036</u>	<u>118,500</u>	<u>101,653</u>
INVESTMENT INCOME	<u>49,485</u>	<u>30,000</u>	<u>63,884</u>
TOTAL OPERATING REVENUE	<u>\$ 55,252,627</u>	<u>\$ 55,258,539</u>	<u>\$ 55,614,785</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2011

Schedule A3

	2011		
	2011 ACTUAL	AMENDED ANNUAL BUDGET	2010 ACTUAL
SALARIES			
Teachers	\$ 22,047,928	\$ 22,065,267	\$ 22,582,017
Principals and Vice Principals	4,099,818	4,111,950	4,450,522
Educational Assistants	2,458,951	2,588,570	2,566,574
Support Staff	7,111,418	7,336,463	7,290,298
Other Professionals	1,245,790	1,167,870	1,179,754
Substitutes	1,530,041	1,717,200	1,667,232
	<u>38,493,946</u>	<u>38,987,320</u>	<u>39,736,397</u>
EMPLOYEE BENEFITS	<u>8,741,971</u>	<u>8,743,479</u>	<u>8,749,243</u>
TOTAL SALARIES AND BENEFITS	<u>47,235,917</u>	<u>47,730,799</u>	<u>48,485,640</u>
SERVICES AND SUPPLIES			
Services	915,939	1,198,420	966,115
Student Transportation	74,921	93,360	90,088
Professional Development and Travel	429,326	578,250	462,556
Rentals and Leases	156,981	133,500	151,152
Dues and Fees	56,021	64,000	45,800
Insurance	205,969	229,500	186,875
Interest	27,982	33,280	27,867
Supplies	3,287,839	4,453,561	3,355,043
Utilities	1,827,905	2,088,640	1,633,394
TOTAL SERVICES AND SUPPLIES	<u>6,982,883</u>	<u>8,872,511</u>	<u>6,918,890</u>
TOTAL OPERATING EXPENSE	<u>\$ 54,218,800</u>	<u>\$ 56,603,310</u>	<u>\$ 55,404,530</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
 OPERATING FUND
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT
 YEAR ENDED JUNE 30, 2011

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	\$ 16,633,112	\$ 1,575,825	\$ 330,017	\$ 1,052,114		\$ 796,995	\$ 20,388,063
1.03 Career Programs	187,187	-	-	109,980		242	297,409
1.07 Library Services	528,277	37,511	159,165	60,684		2,038	787,675
1.08 Counselling	647,123	24,681	-	-		-	671,804
1.10 Special Education	3,355,687	60,810	1,404,162	57,758		83,840	4,962,257
1.30 English as a Second Language	195,787	1,643	18,355	32,025		2,078	217,863
1.31 Aboriginal Education	500,755	128,025	547,252			36,227	1,244,284
1.41 School Administration		2,171,084		369,953		4,379	2,545,396
1.64 Other						14,960	14,960
Total Function 1	22,047,928	3,989,559	2,458,951	1,862,514	-	940,759	31,129,711
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration		100,259		66,280	358,206	149,364	664,109
4.40 School District Governance					84,182	-	84,182
4.41 Business Administration				271,114	532,373	11,917	815,404
Total Function 4	-	100,259	-	327,394	984,771	161,281	1,573,705
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				74,623	180,807	-	255,430
5.50 Maintenance Operations				2,891,720		219,122	3,110,842
5.52 Maintenance of Grounds				239,469		78,973	319,442
Total Function 5	-	-	-	3,205,812	180,807	298,095	3,685,714
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration				135,602	80,212		215,814
7.70 Student Transportation				1,760,096		128,906	1,889,002
Total Function 7	-	-	-	1,895,698	80,212	128,906	2,104,816
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 22,047,928	\$ 4,099,818	\$ 2,458,951	\$ 7,111,418	\$ 1,245,790	\$ 1,630,041	\$ 38,493,946

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2011**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 20,388,063	\$ 4,706,610	\$ 25,094,673	\$ 816,782	\$ 25,911,455	\$ 26,125,060	\$ 26,326,414
1.03 Career Programs	287,408	64,258	351,667	22,693	384,360	392,930	388,098
1.07 Library Services	787,675	177,548	965,223	525,324	1,490,547	1,631,945	1,939,984
1.08 Counselling	671,804	147,271	819,075	9,914	828,989	764,020	866,369
1.10 Special Education	4,962,287	1,173,284	6,135,541	124,245	6,259,786	6,749,665	6,267,806
1.30 English as a Second Language	217,863	52,848	270,711	14,535	285,246	444,630	382,651
1.31 Aboriginal Education	1,244,284	265,162	1,509,446	86,944	1,596,390	1,723,680	1,505,212
1.41 School Administration	2,545,396	577,899	3,123,295	115,651	3,238,946	3,278,610	3,674,826
1.64 Other	14,960	811	15,771	20,940	36,711	57,240	34,214
Total Function 1	31,129,711	7,165,691	38,295,402	1,737,028	40,032,430	41,167,980	41,365,574
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	664,109	117,055	781,164	57,257	838,421	866,000	829,356
4.40 School District Governance	94,192	94,192	94,192	78,128	172,320	186,350	174,866
4.41 Business Administration	815,404	171,472	986,876	300,581	1,287,457	1,427,440	1,294,844
Total Function 4	1,573,705	288,527	1,862,232	435,966	2,298,198	2,481,790	2,299,066
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	255,430	42,864	298,294	157,854	456,148	571,800	415,132
5.90 Maintenance Operations	3,110,842	681,834	3,792,676	1,534,658	5,327,334	6,025,180	5,507,356
5.52 Maintenance of Grounds	318,442	51,742	371,184	139,072	510,256	568,220	521,546
5.56 Utilities	-	-	-	1,790,244	1,790,244	2,056,000	1,598,508
Total Function 5	3,685,714	776,440	4,462,154	3,621,828	8,083,982	9,221,200	8,042,542
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	215,814	47,414	263,228	6,503	269,731	274,670	265,235
7.70 Student Transportation	1,869,002	464,057	2,353,059	979,081	3,332,140	3,255,170	3,211,476
7.73 Housing	-	(158)	(158)	202,477	202,319	202,500	220,637
Total Function 7	2,104,816	511,313	2,616,129	1,188,061	3,804,190	3,732,340	3,697,348
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 38,493,946	\$ 8,741,971	\$ 47,235,917	\$ 6,932,883	\$ 54,218,900	\$ 56,603,310	\$ 55,404,530

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2011

Schedule A5

BALANCE, BEGINNING OF YEAR	\$	-
Changes for the Year		
Increase:	<u> </u>	<u>-</u>
Decrease:	<u> </u>	<u>-</u>
Net Changes for the Year		<u>-</u>
BALANCE, END OF YEAR	\$	<u>-</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2011

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,379,623	\$ 319,387	\$ 612,433	\$ -	\$ 2,311,443
Add: Contributions Received					
Provincial Grants - Ministry of Education	1,006,668	1,026,387			2,033,255
Other	42,490	164,302	1,713,623		1,940,415
Investment Income	9,226	5,855			15,082
	1,058,384	1,216,545	1,713,623		3,988,752
Less: Allocated to Revenue	1,897,288	1,221,568	1,657,976		4,776,832
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 540,919	\$ 314,364	\$ 668,080	\$ -	\$ 1,523,363
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 1,848,462	\$ 1,061,002	\$ -	\$ -	\$ 2,909,464
Other Revenue	42,490	164,950	1,657,976		1,865,416
Investment Income	6,346	5,616			11,962
	1,897,288	1,221,568	1,657,976		4,776,832
EXPENSE					
Salaries					
Teachers	167,734	172,136			339,870
Principals and Vice Principals	8,778	79,801			88,579
Educational Assistants	48,625	475,904			524,529
Support Staff	6,955	5,879			12,835
Substitutes	30,420	5,844			36,264
	253,413	739,564			992,977
Employee Benefits	49,318	146,078			195,396
Services and Supplies	95,331	335,926	1,657,976		2,089,233
	397,082	1,221,568	1,657,976		3,276,606
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	\$ 1,500,226	\$ -	\$ -	\$ -	\$ 1,500,226
INTERFUND TRANSFERS					
Capital Assets Purchased	(19,479)				(19,479)
Other	(1,460,747)				(1,460,747)
	(1,500,226)				(1,500,226)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2011**

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	2,602 Nenqayni Treatment PRP	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR					
Add: Contributions Received	\$ 1,084,743	\$ 244,411	\$ 50,469	\$ -	\$ 1,379,623
Provincial Grants - Ministry of Education	679,735		9,398	317,735	1,006,868
Other	42,490				42,490
Investment Income	5,737	2,880	463	148	9,228
	727,962	2,880	9,861	317,881	1,058,584
Less: Allocated to Revenue	1,562,926	-	23,408	310,953	1,897,288
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 248,779	\$ 247,291	\$ 36,921	\$ 6,928	\$ 540,919
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 1,514,689	\$ -	\$ 22,946	\$ 310,807	\$ 1,848,452
Other Revenue	42,490				42,490
Investment Income	5,737		463	148	6,346
	1,562,926		23,409	310,953	1,897,288
EXPENSE					
Salaries					
Teachers				157,734	157,734
Principals and Vice Principals				8,778	8,778
Educational Assistants				49,525	49,525
Support Staff				6,956	6,956
Substitutes				30,420	30,420
Employee Benefits				253,413	253,413
Services and Supplies	82,179		3,930	48,318	134,427
	82,179		3,930	9,222	95,331
	1,480,747		19,479	310,953	1,811,179
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS					
INTERFUND TRANSFERS					
Capital Assets Purchased			(19,479)		(19,479)
Other	(1,480,747)				(1,480,747)
	(1,480,747)		(19,479)		(1,500,226)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2011**

Schedule B3

	2,267 French Immersion	2,211 Community Links	2,244 Early Learning	2,245 Ready, Set Learn	2,246 Literacy Program	2,264 StrongStart Centers	2,805 CCAALong ServiceRecog
DEFERRED CONTRIBUTIONS							
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 54,808	\$ 14,118	\$ 47,607	\$ 45,543	\$ 60,232	\$ 50,338	\$ 21,854
Add: Contributions Received							
Provincial Grants - Ministry of Education	115,701	644,336		56,350		210,000	80,000
Other	202	1,900				1,500	
Investment Income	938	517	547	826	300	1,337	601
	116,841	646,753	547	57,176	300	212,837	80,601
Less: Allocated to Revenue	119,749	608,172	8,172	54,542	58,395	220,048	54,900
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 51,900	\$ 52,699	\$ 39,982	\$ 48,177	\$ 2,147	\$ 43,126	\$ 47,555
REVENUE AND EXPENSE							
REVENUE							
Provincial Grants - Ministry of Education	\$ 118,609	\$ 605,755	\$ 7,625	\$ 53,715	\$ 58,086	\$ 217,212	\$ -
Other Revenue	202	1,900				1,500	54,299
Investment Income	938	517	547	827	269	1,337	601
	119,749	608,172	8,172	54,542	58,395	220,048	54,900
EXPENSE							
Salaries							
Teachers	32,098	18,739		24,346	45,690	7,336	-
Principals and Vice Principals						198,349	54,900
Educational Assistants	10,521	327,034				5,879	
Support Staff							
Substitutes	1,292	4,050	231				
	43,909	349,823	231	24,346	45,690	151,564	54,900
Employee Benefits	9,121	73,464		6,770	10,789	31,120	
Services and Supplies	66,719	184,885	7,941	23,426	1,906	37,365	
	119,748	608,172	8,172	54,542	58,395	220,048	54,900
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	-	-	-	-	-	-	-
INTERFUND TRANSFERS							
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2011**

	2,807 Artists in Schools	2,260 Rural Secondary/Prog.	2,266 HealthPromo SchoolCoord.	2,269 JointComm Connections	2,289 IKON Scholarships	TOTAL
DEFERRED CONTRIBUTIONS						
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR						
Add: Contributions Received	\$ 3,353	\$ -	\$ -	\$ 19,640	\$ 1,894	\$ 319,387
Provincial Grants - Ministry of Education						
Other	10,700	60,000	30,000			1,026,387
Investment Income	-	-	-	-	790	184,302
	10,700	60,000	30,000	-	790	1,216,545
Less: Allocated to Revenue	11,964	55,085	30,000	-	550	1,221,568
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 2,089	\$ 4,915	\$ -	\$ 19,640	\$ 2,134	\$ 314,364
REVENUE AND EXPENSE						
REVENUE						
Provincial Grants - Ministry of Education	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,061,002
Other Revenue	11,964	55,085	30,000			154,950
Investment Income					550	5,616
	11,964	55,085	30,000	-	550	1,221,568
EXPENSE						
Salaries						
Teachers		43,929				172,138
Principals and Vice Principals			24,901			79,801
Educational Assistants						475,904
Support Staff						5,879
Substitutes		271				5,844
Employee Benefits		44,200	24,901			739,564
Services and Supplies	11,964	9,715	5,098			146,078
	11,964	1,170			550	335,928
		55,085	30,000		550	1,221,568
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS						
INTERFUND TRANSFERS						
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2011

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 6,763,463	\$ 96,767,349	\$ 3,483,813	\$ 3,884,586	\$ 125,502	\$ 174,176	\$ 111,178,889
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw	54,141		36,094	1,248,500			1,338,735
Operating Fund			39,355	6,865	31,624	23,465	101,309
Special Purpose Funds			19,479				19,479
Local Capital		21,660					21,660
Capital Leases - Direct to Assets		1,208,898		79,894			1,208,898
Transferred from Work in Progress		1,230,578	94,928	1,335,259	31,624	23,465	2,769,995
Decrease:							
Deemed Disposals			186,685	238,101			424,786
HST Adjustment on Capital Leases			9,041	20,243			29,284
			195,726	258,344			454,070
COST, END OF YEAR	6,817,604	97,997,927	3,383,015	4,941,501	157,126	197,641	113,494,814
WORK IN PROGRESS, END OF YEAR	1,675,767						1,675,767
COST AND WORK IN PROGRESS, END OF YEAR	\$ 6,817,604	\$ 99,673,694	\$ 3,383,015	\$ 4,941,501	\$ 157,126	\$ 197,641	\$ 115,170,581
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR							
Changes for the Year							
Increase: Amortization for the Year			1,280,271	1,518,543	37,565	44,501	45,923,636
Decrease:							
Deemed Disposals		1,950,480	348,381	386,459	25,100	34,835	2,745,255
			186,685	238,101			424,786
			186,685	238,101			424,786
ACCUMULATED AMORTIZATION, END OF YEAR	\$ -	\$ 44,993,236	\$ 1,441,967	\$ 1,666,901	\$ 62,665	\$ 79,336	\$ 48,244,105
CAPITAL ASSETS - NET	\$ 6,817,604	\$ 54,680,458	\$ 1,941,048	\$ 3,274,600	\$ 94,461	\$ 118,305	\$ 66,926,476

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
CAPITAL FUND
CAPITAL ASSETS - WORK IN PROGRESS
YEAR ENDED JUNE 30, 2011

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 835,376	\$ -	\$ -	\$ -	\$ 835,376
Changes for the Year					
Increase					
Deferred Contributions - Bylaw	568,542				568,542
Special Purpose Funds	1,480,747				1,480,747
	<u>2,049,289</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,049,289</u>
Decrease					
Transferred to Capital Assets	1,208,898				1,208,898
	<u>1,208,898</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,208,898</u>
Net Changes for the Year	840,391	-	-	-	840,391
WORK IN PROGRESS, END OF YEAR	<u>\$ 1,675,767</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,675,767</u>

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2011

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 47,545,787	\$ 1,288,866	\$ -	\$ 48,834,653
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Capital Additions	1,284,594			1,284,594
	<u>1,284,594</u>	<u>-</u>	<u>-</u>	<u>1,284,594</u>
Decrease				
Amortization of Deferred Capital Contributions	2,280,124	33,346		2,313,470
	<u>2,280,124</u>	<u>33,346</u>	<u>-</u>	<u>2,313,470</u>
Net Changes for the Year	<u>(995,530)</u>	<u>(33,346)</u>	<u>-</u>	<u>(1,028,876)</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 46,550,257</u>	<u>\$ 1,255,520</u>	<u>\$ -</u>	<u>\$ 47,805,777</u>
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 794,608	\$ -	\$ -	\$ 794,608
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress	568,542			568,542
	<u>568,542</u>	<u>-</u>	<u>-</u>	<u>568,542</u>
Decrease				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes for the Year	<u>568,542</u>	<u>-</u>	<u>-</u>	<u>568,542</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 1,363,150</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,363,150</u>
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 47,913,407</u>	<u>\$ 1,255,520</u>	<u>\$ -</u>	<u>\$ 49,168,927</u>

**SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
CAPITAL FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2011**

Schedule C4

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	\$ (794,601)	\$ 4,701,654	\$ -	\$ -	\$ -	\$ 3,907,053
Changes In Accounting Policies/ Prior Period Adjustments		(33,136)				(33,136)
2005/06 ASSS Sale Costs		4,668,518				3,873,917
BALANCE, BEGINNING OF YEAR, AS RESTATED						
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	1,707,507					1,707,507
Investment Income		60,140				60,140
	1,707,507	60,140				1,767,647
Decrease:						
Transferred to DCC - Capital Additions	1,284,594					1,284,594
Transferred to DCC - Work in Progress	568,542					568,542
Transferred to Invested in Capital Assets - Site Purchases	54,141					54,141
	1,907,277					1,907,277
Net Changes for the Year	(199,770)	60,140				(139,630)
BALANCE, END OF YEAR	\$ (994,371)	\$ 4,728,658	\$ -	\$ -	\$ -	\$ 3,734,287

SCHOOL DISTRICT No. 27 (CARIBOO-CHILCOTIN)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2011

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 15,852,603	\$ 125,085	\$ 15,977,688
Changes in Accounting Policies/ Prior Period Adjustments			
2005/06 ASSS Sales Costs	33,136		33,136
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>15,885,739</u>	<u>125,085</u>	<u>16,010,824</u>
Changes for the Year			
Investment Income		1,627	1,627
Amortization of Deferred Capital Contributions	2,313,470		2,313,470
Capital Assets Purchased from Local Capital	21,680	(21,680)	-
Interfund Transfers - Capital Assets Purchased	120,788		120,788
Interfund Transfers - Capital Assets WIP	1,480,747		1,480,747
Interfund Transfers - Local Capital		77,485	77,485
Amortization of Capital Assets	(2,745,255)		(2,745,255)
Transferred to Invested in Capital Assets - Site Purchases	54,141		54,141
Interfund Transfers-Capital Lease Liability	218,184		218,184
Interfund Transfers-Capital Lease Interest		(27,982)	(27,982)
Net Changes for the Year	<u>1,463,755</u>	<u>29,450</u>	<u>1,493,205</u>
BALANCE, END OF YEAR	<u>\$ 17,349,494</u>	<u>\$ 154,535</u>	<u>\$ 17,504,029</u>