

Audited Financial Statements of

School District No. 27 (Cariboo-Chilcotin)

And Independent Auditors' Report thereon

June 30, 2026

School District No. 27 (Cariboo-Chilcotin)

June 30, 2026

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School District No. 27 (Cariboo-Chilcotin)

MANAGEMENT REPORT

Version: 5331-4585-2603

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 27 (Cariboo-Chilcotin) 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. 27 (Cariboo-Chilcotin) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, MNP, 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. 27 (Cariboo-Chilcotin) 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. 27 (Cariboo-Chilcotin)

[Redacted Signature]

Signature of the Chairperson of the Board of Education

September 29, 2026

Date Signed

[Redacted Signature]
(Signature of the Superintendent)

September 28/2026

Date Signed

[Redacted Signature]
Signature of the Secretary Treasurer

Sep. 28, 2026

Date Signed

To the Board of Education of School District No. 27 (Cariboo-Chilcotin) and the Minister of Education and Child Care:

Opinion

We have audited the financial statements of School District No. 27 (Cariboo-Chilcotin) (the "School District"), which comprise the statement of financial position as at June 30, 2026, and the statements of operations, changes in net 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 the School District as at June 30, 2026, and the results of its operations net financial assets and its cash flows for the year then ended in accordance with the financial reporting provisions 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 (the "special purpose framework").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. 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.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 2(a) to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the School District in complying with the special purpose framework. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. The other information obtained at the date of this auditor's report comprises Unaudited Schedules 1-4D attached to the audited financial statements and Financial Statement Discussion and Analysis, but does not include the financial statements and our auditor's report thereon. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the special purpose framework, 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.

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 management either intends to liquidate the School District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School District's financial reporting process.

Auditor's Responsibilities 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 judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 School District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Williams Lake, British Columbia

September 28, 2026

MNP LLP

Chartered Professional Accountants

School District No. 27 (Cariboo-Chilcotin)

Statement 1

Statement of Financial Position

As at June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	21,935,167	17,451,416
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	442,914	348,373
Due from First Nations	1,072,685	932,673
Other (Note 3)	270,500	1,038,579
Total Financial Assets	23,721,266	19,771,041
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	6,207,705	5,459,493
Unearned Revenue (Note 5)		14,113
Deferred Revenue (Note 6)	2,369,517	1,694,668
Deferred Capital Revenue (Note 7)	64,351,594	62,121,862
Employee Future Benefits (Note 8)	2,085,678	2,232,232
Asset Retirement Obligation (Note 9)	4,909,249	4,945,000
Capital Lease Obligations (Note 10)	679,705	600,913
Other Liabilities	601,907	597,257
Total Liabilities	81,205,355	77,665,538
Net Debt	(57,484,089)	(57,894,497)
Non-Financial Assets		
Tangible Capital Assets (Note 11)	84,628,449	82,786,395
Restricted Assets (Endowments) (Note 13)	15,000	15,000
Prepaid Expenses	290,907	376,220
Supplies Inventory	17,569	21,076
Total Non-Financial Assets	84,951,925	83,198,691
Accumulated Surplus (Deficit) (Note 21)	27,467,836	25,304,194

Contractual Obligations (Note 16)

Contingent Liabilities (Note 17)

Approved by the Board

Signature of the Chairperson of the Board of Education

September 29, 2026

Date Signed

Signature of the Superintendent

September 28/2026

Date Signed

Signature of the Secretary Treasurer

Sep 28, 2026

Date Signed

School District No. 27 (Cariboo-Chilcotin)

Statement 2

Statement of Operations

Year Ended June 30, 2026

	2026 Budget (Note 19) \$	2026 Actual \$	2025 Actual \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	68,762,617	69,815,515	69,672,783
Other	126,005	177,710	223,041
Tuition	3,550	8,750	26,375
Other Revenue	4,187,666	4,340,873	4,670,150
Rentals and Leases	172,000	138,813	139,681
Investment Income	300,000	411,756	522,761
Gain (Loss) on Disposal of Tangible Capital Assets	1,546,066	1,546,066	
Amortization of Deferred Capital Revenue	3,023,310	3,390,802	3,064,589
Total Revenue	<u>78,121,214</u>	<u>79,830,285</u>	<u>78,319,380</u>
Expenses			
Instruction	52,458,069	54,475,669	53,953,712
District Administration	4,326,292	3,331,759	3,539,444
Operations and Maintenance	14,946,381	13,616,101	13,639,091
Transportation and Housing	6,258,110	6,227,834	6,016,399
Debt Services	4,000	15,280	12,848
ARO Liability Settlement			(277,082)
Total Expense	<u>77,992,852</u>	<u>77,666,643</u>	<u>76,884,412</u>
Surplus (Deficit) for the year	<u>128,362</u>	<u>2,163,642</u>	<u>1,434,968</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		25,304,194	23,869,226
Accumulated Surplus (Deficit) from Operations, end of year		<u>27,467,836</u>	<u>25,304,194</u>

School District No. 27 (Cariboo-Chilcotin)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual	2025 Actual
	\$	\$	\$
Surplus (Deficit) for the year	128,362	2,163,642	1,434,968
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(2,200,000)	(6,740,408)	(9,917,989)
Amortization of Tangible Capital Assets	4,854,155	4,894,499	4,446,325
Net carrying value of Tangible Capital Assets disposed of		3,855	
Total Effect of change in Tangible Capital Assets	2,654,155	(1,842,054)	(5,471,664)
Acquisition of Prepaid Expenses		(1,189,707)	(916,330)
Use of Prepaid Expenses		1,275,020	1,095,948
Acquisition of Supplies Inventory		(67,725)	(82,592)
Use of Supplies Inventory		71,232	67,674
Total Effect of change in Other Non-Financial Assets	-	88,820	164,700
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>2,782,517</u>	410,408	(3,871,996)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		410,408	(3,871,996)
Net Debt, beginning of year		(57,894,497)	(54,022,501)
Net Debt, end of year		(57,484,089)	(57,894,497)

School District No. 27 (Cariboo-Chilcotin)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	2,163,642	1,434,968
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	533,526	2,428,525
Supplies Inventories	3,507	(14,918)
Prepaid Expenses	85,313	179,617
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	748,212	(1,688,057)
Unearned Revenue	(14,113)	1,113
Deferred Revenue	674,849	182,700
Employee Future Benefits	(146,554)	(75,604)
Asset Retirement Obligations	(35,751)	(277,082)
Other Liabilities	4,650	(2,156)
Loss (Gain) on Disposal of Tangible Capital Assets	(1,546,066)	
Amortization of Tangible Capital Assets	4,894,499	4,446,325
Amortization of Deferred Capital Revenue	(3,390,802)	(3,064,589)
Total Operating Transactions	3,974,912	3,550,842
Capital Transactions		
Tangible Capital Assets Purchased (Note 18)	(4,755,607)	(8,872,419)
Tangible Capital Assets -WIP Purchased	(1,273,949)	(895,642)
District Portion of Proceeds on Disposal	1,549,921	
Total Capital Transactions	(4,479,635)	(9,768,061)
Financing Transactions		
Loan Payments	(632,060)	(611,238)
Capital Revenue Received	5,620,534	4,956,938
Total Financing Transactions	4,988,474	4,345,700
Net Increase (Decrease) in Cash and Cash Equivalents	4,483,751	(1,871,519)
Cash and Cash Equivalents, beginning of year	17,451,416	19,322,935
Cash and Cash Equivalents, end of year	21,935,167	17,451,416
Cash and Cash Equivalents, end of year, is made up of:		
Cash	21,935,167	17,451,416
	21,935,167	17,451,416
Supplementary Cash Flow Information (Note 18)		

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 1 AUTHORITY AND PURPOSE

The School District, established in 1946, 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 (Cariboo Chilcotin)." 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 and Child Care. School District No. 27 (Cariboo Chilcotin) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

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 with regards to the accounting for government transfers as set out in Notes 2(e), 2(f) and 2(n).

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

As noted in notes 2(e), 2(f), and 2(n), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize non-capital restricted contributions into revenue in the fiscal period in which the restriction that the contribution is subject to is met and 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. Canadian public sector accounting standards would require these contributions, if they are government transfers, to be recognized into revenue immediately when received unless they contain a stipulation that meets the definition of a liability.

As a result, revenue recognized in the statement of operations and certain capital revenue would be recorded differently under Canadian Public Sector Accounting Standards. The impact of this difference on the financial statements of the School District is as follows:

	<u>June 30, 2026</u>	<u>June 30, 2025</u>
Increase in Annual Surplus	2,229,732	1,892,349
Increase in Accumulated Surplus	64,351,594	62,121,862
Decrease in Deferred contributions	64,351,594	62,121,862

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

b) Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank, deposits in the Provincial Ministry of Finance Central Deposit Program, 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) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods. Revenue will be recognized in that future period when the courses are provided.

e) Deferred 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 (n).

f) Deferred Capital Revenue

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.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

g) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2025 and projected to March 31, 2028. 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.

h) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

- (a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (b) the past transaction or event giving rise to the liability has occurred;
- (c) it is expected that future economic benefits will be given up; and
- (d) a reasonable estimate of the amount can be made.

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2 j). Assumptions used in the calculations are reviewed annually.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

i) Liability for Contaminated Sites

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

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

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

At this time, the School District has determined there are no liabilities for contaminated sites.

j) 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.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

j) Tangible Capital Assets (continued)

- Works of art, historic assets and intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise.

Estimated useful life is as follows:

Buildings	40 years
Furniture & Equipment	10 years
Vehicles	10 years
Computer Software	5 years
Computer Hardware	5 years

k) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incidental to ownership of the property to the School District are considered capital leases.

These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

l) Prepaid Expenses

Payments for insurance, subscriptions, software, utilities, membership and maintenance contracts for use within the School District are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

m) Funds and Reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes. Transfers between various funds and reserves are adjusted in the respective fund and recorded. (see Note 21 – Accumulated Surplus).

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

n) Revenue Recognition

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

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

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

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

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2(a) for the impact of this policy on these financial statements.

Revenue from transactions with performance obligations is recognized when (or as) the performance obligation is satisfied (by providing the promised goods or services to a payor).

Revenue from transactions with no performance obligations is recognized when the district:

- (a) has the authority to claim or retain an inflow of economic resources; and
- (b) identifies a past transaction or event that gives rise to an asset.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

o) Expenses

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/Vice-Principals.
- Superintendent, Deputy Superintendent, Secretary-Treasurer, Directors, Managers, 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 indigenous education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

p) Endowment Contributions

Endowment contributions are reported as revenue on the Statement of Operations when received. Investment income earned on endowment principal is recorded as deferred revenue if it meets the definition of a liability and is recognized as revenue in the year related expenses (disbursements) are incurred. If the investment income earned does not meet the definition of a liability, it is recognized as revenue in the year it is earned. Endowment assets are reported as restricted non-financial assets on the Statement of Financial Position.

q) Financial Instruments

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

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

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

q) Financial Instruments (continued)

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. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

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.

r) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2a 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. Areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization, asset retirement obligation, and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 **ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2026	2025
Due from Federal Government	53,540	74,656
Other accounts receivable	216,960	963,923
	<u>270,500</u>	<u>1,038,579</u>

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2026	2025
Trade payables	1,281,380	859,580
Salaries and benefits payable	3,966,820	3,543,735
Accrued vacation pay	912,678	1,010,792
Other	46,827	45,386
	<u>6,207,705</u>	<u>5,459,493</u>

NOTE 5 UNEARNED REVENUE

	2026	2025
Balance, beginning of year	14,113	13,000
Changes for the year:		
Increase:		
Rental/Lease of facilities	-	9,450
	<u>14,113</u>	<u>22,450</u>
Decrease:		
Rental/Lease of facilities	14,113	8,337
Net changes for the year	<u>(14,113)</u>	<u>1,113</u>
Balance, end of year	<u>-</u>	<u>14,113</u>

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 6 DEFERRED REVENUE

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

	2026	2025
Balance, beginning of year	1,694,668	1,511,968
Changes for the year:		
Increase:		
Grants: Provincial – Ministry of Education	8,773,844	8,406,279
Provincial – Other	159,700	105,609
School Generated Funds	1,193,348	1,281,064
Other	91,811	15,441
Interest	25,352	7,262
	<u>10,244,055</u>	<u>9,815,655</u>
Decrease:		
Adjustment: Recovered by Ministry of Education	(14,295)	-
Allocated to Revenue:		
Provincial – Ministry of Education	8,230,155	8,124,894
Provincial – Other	131,150	141,091
School Generated Funds	1,197,401	1,345,806
Other	250	14,108
Interest	24,545	7,056
	<u>9,569,206</u>	<u>9,632,955</u>
Net changes for the year	<u>674,849</u>	<u>182,700</u>
Balance, end of year	<u><u>2,369,517</u></u>	<u><u>1,694,668</u></u>

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 7 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2026	2025
Deferred capital revenue subject to amortization		
Balance, beginning of year	60,733,236	51,953,104
Increases:		
Capital additions	4,432,173	4,926,851
Transfer from work in progress	895,642	6,917,870
Decreases:		
Amortization	3,390,802	3,064,589
Net change for the year	1,937,013	8,780,132
Balance, end of year	62,670,249	60,733,236
 Deferred capital revenue - work in progress		
Balance, beginning of year	895,642	6,917,870
Increases:		
Transfers from DCC	1,273,949	895,642
Decreases:		
Transfer to DCR subject to amortization	895,642	6,917,870
Net change for the year	378,307	(6,022,228)
Balance, end of year	1,273,949	895,642
 Deferred capital revenue – unspent		
Balance, beginning of year	492,984	1,358,539
Increases:		
Provincial grants – Ministry of Education	5,505,914	4,916,938
Investment income	14,620	40,000
Other	100,000	-
Decreases:		
Transfer to DCR – subject to amortization	(4,432,173)	(4,926,851)
Transfer to DCR – work in progress	(1,273,949)	(895,642)
Net change for the year	(85,588)	(865,555)
Balance, end of year	407,396	492,984
Total deferred capital revenue balance, end of year	64,351,594	62,121,862

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 8 EMPLOYEE FUTURE BENEFITS

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. Funding is provided when the benefits are paid and accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

	2026	2025
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	1,681,565	1,494,987
Service Cost	122,623	147,627
Interest Cost	65,730	66,463
Benefit Payments	(209,462)	(243,483)
Decrease in obligation due to plan amendment	-	(29,590)
Actuarial (Gain) Loss	(159,473)	245,561
Accrued Benefit Obligation – March 31	<u>1,500,983</u>	<u>1,681,565</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	1,500,983	1,681,565
Market Value of Plan Assets - March 31	-	-
Funded Status - Surplus (Deficit)	(1,500,983)	(1,681,565)
Employer Contributions After Measurement Date	37,622	54,256
Benefits Expense After Measurement Date	(46,828)	(47,088)
Unamortized Net Actuarial (Gain) Loss	(575,489)	(557,835)
Accrued Benefit Asset (Liability) - June 30	<u>(2,085,678)</u>	<u>(2,232,232)</u>
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) - July 1	2,232,232	2,307,836
Net Expense for Fiscal Year	46,274	43,342
Employer Contributions	(192,828)	(118,946)
Accrued Benefit Liability (Asset) - June 30	<u>2,085,678</u>	<u>2,232,232</u>
Components of Net Benefit Expense		
Service Cost	121,447	141,376
Interest Cost	66,646	66,280
Immediate Recognition of Plan Amendment	-	(29,590)
Amortization of Net Actuarial (Gain)/Loss	(141,819)	(134,724)
Net Benefit Expense (Income)	<u>46,274</u>	<u>43,342</u>

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

Assumptions	2026	2025
Discount Rate - April 1	4.00%	4.25%
Discount Rate - March 31	4.50%	4.00%
Long Term Salary Growth - April 1	2.50% + sen	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + sen	2.50% + seniority
EARSL - March 31	11.1	11.1

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. A reasonable estimate of the fair value of the obligation has been recognized using the modified retroactive approach as at July 1, 2022. The obligation has been measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

	<u>2026</u>	<u>2025</u>
Asset Retirement Obligation, opening balance	4,945,000	5,222,082
Settlements during the year	35,751	-
Adjustments to estimate	-	277,082
Asset Retirement Obligation, closing balance	<u>4,909,249</u>	<u>4,945,000</u>

NOTE 10 CAPITAL LEASE OBLIGATIONS

Macquarie Equipment capital lease payable in annual instalments of \$6,333-\$167,595, matures October 2029, secured by equipment with a net book value of \$729,686 (2025 - \$803,325).

Repayments are due as follows:

2027	344,333
2028	198,531
2029	<u>163,733</u>
Total Minimum Lease Payments	706,597
Less: imputed interest	<u>(26,892)</u>
	<u>679,705</u>

Lease payments included in prepaid expenses	147,387
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SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 11 TANGIBLE CAPITAL ASSETS

	Net Book Value 2026	Net Book Value 2025
Sites	6,834,450	6,838,305
Buildings	67,885,425	66,960,351
Buildings – work in progress	1,272,576	84,401
Furniture & Equipment	1,467,133	1,392,949
Furniture & Equipment - work in progress	1,373	51,241
Vehicles	5,416,262	4,926,286
Computer Software	1,514	7,161
Computer Hardware	1,749,716	1,765,701
	<u>84,628,449</u>	<u>82,026,395</u>

June 30, 2026

	Opening Cost	Additions	Disposals/ Write- down	Transfers (WIP)	Total 2026
Sites	6,838,305	-	(3,855)	-	6,834,450
Buildings	144,346,079	3,109,646	-	844,401	148,300,126
Buildings – WIP	844,401	1,272,576	-	(844,401)	1,272,576
Furniture & Equipment	2,056,103	238,112	(98,185)	51,241	2,247,271
Furniture & Equipment - WIP	51,241	1,373	-	(51,241)	1,373
Vehicles	8,509,933	1,371,158	(767,375)	-	9,113,716
Computer Software	42,628	-	(28,786)	-	13,842
Computer Hardware	3,476,229	747,543	(64,715)	-	4,159,057
Total	166,164,919	6,740,408	(962,916)	-	171,942,411

	Opening Accumulated Amortization	Additions	Disposals/ Write- down	Total 2026
Buildings	77,385,728	3,028,973	-	80,414,701
Furniture & Equipment	663,154	215,169	(98,185)	780,138
Vehicles	3,583,647	881,182	(767,375)	3,697,454
Computer Software	35,467	5,647	(28,786)	12,328
Computer Hardware	1,710,528	763,528	(64,715)	2,409,341
Total	83,378,524	4,894,499	(959,061)	87,313,962

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 11 **TANGIBLE CAPITAL ASSETS** *(Continued)*

June 30, 2025

	Opening Cost	Additions	Disposals/ Write-down	Transfers (WIP)	Total 2025
Sites	6,838,305	-	-	-	6,838,305
Buildings	130,850,096	6,855,195	(277,082)	6,917,870	144,346,079
Buildings – WIP	6,917,870	844,401	-	(6,917,870)	844,401
Furniture & Equipment	1,322,914	867,108	(133,919)	-	2,056,103
Furniture & Equipment - WIP	-	51,241	-	-	51,241
Vehicles	7,628,854	1,122,664	(241,585)	-	8,509,933
Computer Software	42,628	-	-	-	42,628
Computer Hardware	3,348,114	177,380	(49,265)	-	3,476,229
Total	156,948,781	9,917,989	(701,851)	-	166,164,919

	Opening Accumulated Amortization	Additions	Disposals/ Write-down	Total 2025
Buildings	74,883,335	2,779,475	(277,082)	77,385,728
Furniture & Equipment	628,122	168,951	(133,919)	663,154
Vehicles	3,018,293	806,939	(241,585)	3,583,647
Computer Software	26,941	8,526	-	35,467
Computer Hardware	1,077,359	682,434	(49,265)	1,710,528
Total	79,634,050	4,446,325	(701,851)	83,378,524

Included in Computer Hardware is leased equipment with a net book value of \$729,686 (2025 - \$803,325).

NOTE 12 **EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2025, the Teachers' Pension Plan has about 52,000 active members and approximately 43,000 retired members. As of December 31, 2024, the Municipal Pension Plan has about 273,000 active members including approximately 32,000 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, 2023, indicated a \$4,572 million funding surplus for basic pension benefits on a going concern basis.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 12 **EMPLOYEE PENSION PLANS** *(Continued)*

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2024, indicated a \$3,738 million funding surplus for basic pension benefits on a going concern basis.

The School District paid \$4,735,150 for employer contributions to the plans for the year ended June 30, 2026 (2025 - \$4,632,118)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2026. The next valuation for the Municipal Pension Plan will be as at December 31, 2027.

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.

NOTE 13 **RESTRICTED ASSETS – ENDOWMENT FUNDS**

Donors have placed restrictions on their contributions to the endowment funds of the School District. One restriction is that the original contribution should not be spent. Another potential restriction is that any investment income of the endowment fund that is required to offset the eroding effect of inflation or preserve the original value of the endowment should also not be spent.

Name of Endowment	2025	Contributions	2026
IKON Scholarship	10,000	-	10,000
WL Forestry Capital Scholarship	5,000	-	5,000
Total	15,000	-	15,000

NOTE 14 **INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2026 were as follows:

	2026	2025
Capital assets purchased from Operating Fund	710,379	645,213
Capital assets purchased from Special Purpose Funds	15,769	
Transferred to local capital from Operating Fund (being amounts internally restricted for future capital asset purchases)	-	900,000
	726,148	1,545,213

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 15 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 16 CONTRACTUAL OBLIGATIONS

The School District has entered into a number of multiple- year contracts for the delivery of services. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the underperformed portion of the contracts.

Contractual Obligations	2027	2028	2029	2030	2031
Pinty Bowes	3,581	3,581	3,581	3,581	597
MFD by Quality Office	97,798	97,798	-	-	-
Total	101,379	101,379	3,581	3,581	597

NOTE 17 CONTINGENT LIABILITIES

The School District, in conducting its usual business activities, is involved in various legal claims and litigation. In the event any unsettled claims are successful, management believes that such claims are not expected to have a material or adverse effect on the School District's financial position.

NOTE 18 SUPPLEMENTARY CASH FLOW INFORMATION

During the year \$6,740,408 (2025 - \$15,940,217) of tangible capital assets were purchased, of which:

- \$710,852 (2025 - \$149,928) were financed by a capital lease obligation,
- \$895,642 (2025 - \$6,917,870) is completed work-in-progress,
- and the remaining \$5,133,914 (2025 - \$8,872,419) were obtained through cash from bylaw capital, local capital and operating dollars.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 19 BUDGET FIGURES

The annual budget was adopted on June 23, 2025. Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 23, 2026. The original and amended budgets are presented below.

	2026 Annual Amended Budget	2026 Annual Budget
Revenues		
Provincial Grants		
Ministry of Education	68,762,617	68,795,777
Other	126,005	425,000
Tuition	3,550	-
Other Revenue	4,187,666	4,082,911
Rentals and Leases	172,000	172,000
Investment Income	300,000	300,000
Gain on Disposal of Tangible Capital Assets	1,546,066	-
Amortization of Deferred Capital Revenue	3,023,310	3,023,310
Total Revenue	<u>78,121,214</u>	<u>76,798,998</u>
Expenses		
Instruction	52,458,069	52,137,140
District Administration	4,326,292	4,085,620
Operations and Maintenance	14,946,381	15,051,156
Transportation and Housing	6,258,110	6,451,927
Debt Services	4,000	4,000
Total Expenses	<u>77,992,852</u>	<u>77,729,843</u>
Net Revenue (Expense)	<u>128,362</u>	<u>(930,845)</u>

NOTE 20 EXPENSE BY OBJECT

	2026	2025
Salaries and benefits	61,386,226	60,583,301
Services and supplies	11,370,638	12,119,020
Amortization	4,894,499	4,446,325
Asset retirement obligation (recovery)	-	(277,082)
Debt services	15,280	12,848
	<u>77,666,643</u>	<u>76,884,412</u>

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 21 ACCUMULATED SURPLUS

The School District has established a number of funds to demonstrate compliance with legislation and to reflect the School District's intentions to undertake certain future activities.

The Operating Fund accounts for the School District's operating grants and other operating revenues. Legislation requires that the School District present a balanced budget for the Operating Fund, whereby budgeted expense does not exceed the total of budgeted revenue and any surplus in the Operating Fund carried forward from previous years.

The Capital Fund accounts for the School District's investment in its existing capital infrastructure, including the existing buildings, furniture, computers and equipment. It also reflects intentions to make future capital asset purchases.

The Special Purpose Funds account for grants and contributions received which are directed by agreement with a third party towards specific activities. Externally restricted surpluses are amounts for which an agreement with a third party targets the use of the surplus to a particular activity. Amounts not restricted by agreement with a third party may be transferred between funds to reflect future intentions of the School District. Internally restricted surpluses have been allocated to a particular activity.

	2026	2025
Operating Fund		
Internally restricted:		
School budget balances	88,009	37,590
Enrolment Decline Stabilization	800,000	-
Indigenous Education Council (IEC)	194,547	102,433
Indigenous commitments	615,402	817,518
Unrestricted	2,491,751	2,085,212
Operating Funds	<u>4,189,709</u>	<u>3,042,753</u>
Special Purpose Funds	<u>15,000</u>	<u>15,000</u>
Capital Fund		
Invested in tangible capital assets	15,029,046	15,611,600
Local Capital	8,234,081	6,634,841
	<u>23,263,127</u>	<u>22,246,441</u>
Total Accumulated Surplus	<u><u>27,467,836</u></u>	<u><u>25,304,194</u></u>

	2026	2025
Local Capital Project Breakdown		
Building Envelope	1,000,000	1,000,000
Facilities Reserve	1,000,000	1,000,000
PA Security Projects	-	89,182
Physical Security Projects	-	92,447
Cybersecurity Project	73,675	93,675
Camera Security Project	34,558	35,943
Network/Electrical Wiring Project	1,000,000	1,000,000
Maint/Transportation Yard Upgrades	5,125,848	3,323,594
Local Capital Total	<u><u>8,234,081</u></u>	<u><u>6,634,841</u></u>

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 22 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 23 RISK MANAGEMENT

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

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

a) Credit risk

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

The School District is exposed to credit risk in the event of non-performance by a debtor. This risk is mitigated as most amounts' receivable are due from the Province and are collectible.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in the Central Deposit Program with the Province and in recognized British Columbia institutions.

a) Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in the Central Deposit Program with the Province and in recognized British Columbia institutions.

SCHOOL DISTRICT NO. 27 (CARIBOO CHILCOTIN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 23 RISK MANAGEMENT *(Continued)*

b) Liquidity risk

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due. The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2025 related to credit, market or liquidity risks.

School District No. 27 (Cariboo-Chilcotin)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2026

	Operating Fund	Special Purpose Fund	Capital Fund	2026 Actual	2025 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	3,042,753	15,000	22,246,441	25,304,194	23,869,226
Changes for the year					
Surplus (Deficit) for the year	1,857,335	15,769	290,538	2,163,642	1,434,968
Interfund Transfers					
Tangible Capital Assets Purchased	(63,039)	(15,769)	78,808	-	
Other	(647,340)		647,340	-	
Net Changes for the year	1,146,956	-	1,016,686	2,163,642	1,434,968
Accumulated Surplus (Deficit), end of year - Statement 2	4,189,709	15,000	23,263,127	27,467,836	25,304,194

School District No. 27 (Cariboo-Chilcotin)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	60,705,759	61,585,360	61,547,889
Other	70,000	46,560	81,950
Tuition	3,550	8,750	26,375
Other Revenue	3,186,916	3,143,222	3,310,236
Rentals and Leases	172,000	138,813	139,681
Investment Income	100,000	123,762	176,391
Total Revenue	64,238,225	65,046,467	65,282,522
Expenses			
Instruction	43,808,567	45,301,795	44,702,327
District Administration	4,326,292	3,331,759	3,539,444
Operations and Maintenance	10,643,043	9,290,977	9,687,332
Transportation and Housing	5,243,182	5,264,601	5,140,263
Total Expense	64,021,084	63,189,132	63,069,366
Operating Surplus (Deficit) for the year	217,141	1,857,335	2,213,156
Budgeted Appropriation (Retirement) of Surplus (Deficit)	486,859		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(50,000)	(63,039)	(21,127)
Local Capital			(900,000)
Other	(654,000)	(647,340)	(624,086)
Total Net Transfers	(704,000)	(710,379)	(1,545,213)
Total Operating Surplus (Deficit), for the year	-	1,146,956	667,943
Operating Surplus (Deficit), beginning of year		3,042,753	2,374,810
Operating Surplus (Deficit), end of year		4,189,709	3,042,753
Operating Surplus (Deficit), end of year			
Internally Restricted		809,904	957,541
Unrestricted		3,379,805	2,085,212
Total Operating Surplus (Deficit), end of year		4,189,709	3,042,753

School District No. 27 (Cariboo-Chilcotin)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual	2025 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	62,293,627	61,959,811	62,275,980
ISC/LEA Recovery	(3,036,916)	(3,016,149)	(2,931,911)
Other Ministry of Education and Child Care Grants			
Pay Equity	665,837	665,837	665,837
Student Transportation Fund	739,024	739,024	739,024
Support Staff Benefits Grant			27,764
Foundation Skills Assessment (FSA) Scorer Grant	8,187	8,187	8,187
Labour Settlement Funding		1,002,060	566,345
Indigenous Education Councils (IEC) Funding		179,823	160,663
NGN Self-Provisioned Site Grants	36,000	36,000	36,000
Recruitment & Retention (FRSP) Grants		10,767	
Total Provincial Grants - Ministry of Education and Child Care	60,705,759	61,585,360	61,547,889
Provincial Grants - Other	70,000	46,560	81,950
Tuition			
International and Out of Province Students	3,550	8,750	26,375
Total Tuition	3,550	8,750	26,375
Other Revenues			
Funding from First Nations	3,036,916	3,016,149	2,931,911
Miscellaneous			
Other Revenues	150,000	118,373	375,375
Trades TRU		5,000	
Hard Rocks		3,700	2,950
Total Other Revenue	3,186,916	3,143,222	3,310,236
Rentals and Leases	172,000	138,813	139,681
Investment Income	100,000	123,762	176,391
Total Operating Revenue	64,238,225	65,046,467	65,282,522

School District No. 27 (Cariboo-Chilcotin)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual	2025 Actual
	\$	\$	\$
Salaries			
Teachers	19,935,903	20,820,449	20,601,038
Principals and Vice Principals	5,116,063	5,129,753	4,982,863
Educational Assistants	4,337,871	4,224,289	4,205,347
Support Staff	9,493,493	9,842,975	9,640,084
Other Professionals	2,808,607	2,186,302	1,968,712
Substitutes	1,855,801	1,817,833	1,861,811
Total Salaries	43,547,738	44,021,601	43,259,855
Employee Benefits	10,638,564	10,398,969	10,561,167
Total Salaries and Benefits	54,186,302	54,420,570	53,821,022
Services and Supplies			
Services	2,509,568	1,795,346	2,155,853
Student Transportation	241,391	179,046	222,163
Professional Development and Travel	653,516	761,006	833,073
Rentals and Leases	204,000	216,749	210,381
Dues and Fees	569,200	331,779	360,480
Insurance	240,000	241,929	251,359
Supplies	4,041,957	3,878,627	3,668,907
Utilities	1,375,150	1,364,080	1,546,128
Total Services and Supplies	9,834,782	8,768,562	9,248,344
Total Operating Expense	64,021,084	63,189,132	63,069,366

School District No. 27 (Cariboo-Chilcotin)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	16,701,704	1,252,725	119,878	211,887	183,510	1,723,594	20,193,298
1.03 Career Programs		124,565		97,024		1,077	222,666
1.07 Library Services	584,674			163,020			747,694
1.08 Counselling	669,634						669,634
1.10 Inclusive Education	2,348,142		3,172,323	200,498		10,971	5,731,934
1.30 English Language Learning							-
1.31 Indigenous Education	516,295	158,750	932,088	47,810		5,520	1,660,463
1.41 School Administration		3,587,811		1,328,648		62,063	4,978,522
1.64 Other				21,272		14,490	35,762
Total Function 1	20,820,449	5,123,851	4,224,289	2,070,159	183,510	1,817,715	34,239,973
4 District Administration							
4.11 Educational Administration		5,902		199	658,578	118	664,797
4.40 School District Governance					197,030		197,030
4.41 Business Administration				208,214	641,150		849,364
Total Function 4	-	5,902	-	208,413	1,496,758	118	1,711,191
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				49,158	446,560		495,718
5.50 Maintenance Operations				4,171,721			4,171,721
5.52 Maintenance of Grounds				268,112			268,112
5.56 Utilities							-
Total Function 5	-	-	-	4,488,991	446,560	-	4,935,551
7 Transportation and Housing							
7.41 Transportation and Housing Administration				148,815	59,474		208,289
7.70 Student Transportation				2,926,597			2,926,597
7.73 Housing							-
Total Function 7	-	-	-	3,075,412	59,474	-	3,134,886
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	20,820,449	5,129,753	4,224,289	9,842,975	2,186,302	1,817,833	44,021,601

School District No. 27 (Cariboo-Chilcotin)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2026 Actual	2026 Budget (Note 19)	2025 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	20,193,298	4,691,442	24,884,740	1,353,365	26,238,105	25,088,232	26,493,519
1.03 Career Programs	222,666	47,330	269,996	119,842	389,838	485,160	434,329
1.07 Library Services	747,694	178,784	926,478	580	927,058	842,071	894,379
1.08 Counselling	669,634	158,296	827,930		827,930	853,466	979,338
1.10 Inclusive Education	5,731,934	1,500,213	7,232,147	232,660	7,464,807	7,541,912	7,255,097
1.30 English Language Learning	-	(236)	(236)		(236)		128
1.31 Indigenous Education	1,660,463	432,586	2,093,049	595,377	2,688,426	3,189,762	2,347,885
1.41 School Administration	4,978,522	1,095,807	6,074,329	386,558	6,460,887	5,642,264	6,014,285
1.64 Other	35,762	4,563	40,325	264,655	304,980	165,700	283,367
Total Function 1	34,239,973	8,108,785	42,348,758	2,953,037	45,301,795	43,808,567	44,702,327
4 District Administration							
4.11 Educational Administration	664,797	101,895	766,692	125,781	892,473	1,625,954	1,072,026
4.40 School District Governance	197,030	6,559	203,589	167,055	370,644	423,729	410,069
4.41 Business Administration	849,364	253,357	1,102,721	965,921	2,068,642	2,276,609	2,057,349
Total Function 4	1,711,191	361,811	2,073,002	1,258,757	3,331,759	4,326,292	3,539,444
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	495,718	142,622	638,340	238,047	876,387	847,053	950,341
5.50 Maintenance Operations	4,171,721	981,068	5,152,789	1,505,083	6,657,872	7,396,586	6,718,587
5.52 Maintenance of Grounds	268,112	61,580	329,692	101,687	431,379	829,254	519,365
5.56 Utilities	-	-	-	1,325,339	1,325,339	1,570,150	1,499,039
Total Function 5	4,935,551	1,185,270	6,120,821	3,170,156	9,290,977	10,643,043	9,687,332
7 Transportation and Housing							
7.41 Transportation and Housing Administration	208,289	50,067	258,356	6,168	264,524	249,665	292,499
7.70 Student Transportation	2,926,597	693,036	3,619,633	1,380,444	5,000,077	4,848,517	4,847,764
7.73 Housing	-	-	-	-	-	145,000	-
Total Function 7	3,134,886	743,103	3,877,989	1,386,612	5,264,601	5,243,182	5,140,263
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	44,021,601	10,398,969	54,420,570	8,768,562	63,189,132	64,021,084	63,069,366

School District No. 27 (Cariboo-Chilcotin)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	8,056,858	8,230,155	8,124,894
Other	56,005	131,150	141,091
Other Revenue	1,000,750	1,197,651	1,359,914
Investment Income		24,545	7,056
Total Revenue	<u>9,113,613</u>	<u>9,583,501</u>	<u>9,632,955</u>
Expenses			
Instruction	8,649,502	9,173,874	9,251,385
Operations and Maintenance	311,807	311,807	312,373
Transportation and Housing	152,304	82,051	69,197
Total Expense	<u>9,113,613</u>	<u>9,567,732</u>	<u>9,632,955</u>
Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>15,769</u>	<u>-</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(15,769)	
Total Net Transfers	<u>-</u>	<u>(15,769)</u>	<u>-</u>
Total Special Purpose Surplus (Deficit) for the year	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Special Purpose Surplus (Deficit), beginning of year		15,000	15,000
Special Purpose Surplus (Deficit), end of year		<u><u>15,000</u></u>	<u><u>15,000</u></u>
Special Purpose Surplus (Deficit), end of year			
Endowment Contributions		15,000	15,000
Total Special Purpose Surplus (Deficit), end of year		<u><u>15,000</u></u>	<u><u>15,000</u></u>

School District No. 27 (Cariboo-Chilcotin)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		24,820	3,860	719,142	1,357	9,964	55,767	7,015	
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	311,807	222,904			238,000	41,650	149,506	750,295	667,633
Provincial Grants - Other									
Other			91,811	1,193,348					
Investment Income			807				2,012		
	311,807	222,904	92,618	1,193,348	238,000	41,650	151,518	750,295	667,633
Less: Allocated to Revenue	311,807	247,724	250	1,197,401	239,357	50,900	207,285	757,310	667,633
Recovered									
Deferred Revenue, end of year	-	-	96,228	715,089	-	714	-	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	311,807	247,724			239,357	50,900	205,273	757,310	667,633
Provincial Grants - Other									
Other Revenue			250	1,197,401					
Investment Income							2,012		
	311,807	247,724	250	1,197,401	239,357	50,900	207,285	757,310	667,633
Expenses									
Salaries									
Teachers							112,050		
Principals and Vice Principals									
Educational Assistants		198,900			167,033		4,899	447,135	385,463
Support Staff						1,421			54,826
Other Professionals						6,000			94,183
Substitutes						1,907	90		
	-	198,900	-	-	167,033	9,328	117,039	447,135	534,472
Employee Benefits		48,824			45,727	1,500	23,421	126,014	133,161
Services and Supplies	311,807		250	1,197,401	26,597	40,072	66,825	184,161	
	311,807	247,724	250	1,197,401	239,357	50,900	207,285	757,310	667,633
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 27 (Cariboo-Chilcotin)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2026

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children (CR4YC)	Early Childhood Education (ECE) Dual Credit Program	Early Care & Learning (ECL)	Feeding Futures Fund	Health Career Grants
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		5,258	139,439	18,728	24,316	34,369		70,821	26,531
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	4,573,171	19,771	67,424	55,000			525,000	596,893	
Provincial Grants - Other									
Other									
Investment Income			5,030						
	4,573,171	19,771	72,454	55,000	-	-	525,000	596,893	-
Less: Allocated to Revenue	4,573,171	10,297	82,051	72,116	1,666	34,369	175,000	556,401	17,309
Recovered									
Deferred Revenue, end of year	-	14,732	129,842	1,612	22,650	-	350,000	111,313	9,222
Revenues									
Provincial Grants - Ministry of Education and Child Care	4,573,171	10,297	77,021	72,116	1,666	34,369	175,000	556,401	17,309
Provincial Grants - Other									
Other Revenue									
Investment Income			5,030						
	4,573,171	10,297	82,051	72,116	1,666	34,369	175,000	556,401	17,309
Expenses									
Salaries									
Teachers	3,707,667	10,297							
Principals and Vice Principals						24,594			5,386
Educational Assistants								60,732	
Support Staff			10,250						
Other Professionals							140,601	19,711	
Substitutes				10,149	1,666				
	3,707,667	10,297	10,250	10,149	1,666	24,594	140,601	80,443	5,386
Employee Benefits	865,504		2,538			8,188	34,399	19,803	1,346
Services and Supplies			69,263	61,967		1,587		456,155	10,577
	4,573,171	10,297	82,051	72,116	1,666	34,369	175,000	556,401	17,309
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 27 (Cariboo-Chilcotin)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2026

	Professional Learning Grant	National School Food Program	Health Promoting School Card	Artists in Schools	Nenqayni PRP	(PROV) CR4YC	ERASE	POPEY Lit Screening	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	238,867	133,194	113,118	4,747	14,295	31,517	17,543		1,694,668
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care		199,790			355,000				8,773,844
Provincial Grants - Other			30,527				119,173	10,000	159,700
Other									1,285,159
Investment Income	8,617	4,805	4,081						25,352
	8,617	204,595	34,608	-	355,000	-	119,173	10,000	10,244,055
Less: Allocated to Revenue	8,868	176,474	15,806	-	61,132	-	119,174	-	9,583,501
Recovered					(14,295)				(14,295)
Deferred Revenue, end of year	238,616	161,315	131,920	4,747	322,458	31,517	17,542	10,000	2,369,517
Revenues									
Provincial Grants - Ministry of Education and Child Care		171,669			61,132				8,230,155
Provincial Grants - Other	251		11,725				119,174		131,150
Other Revenue									1,197,651
Investment Income	8,617	4,805	4,081						24,545
	8,868	176,474	15,806	-	61,132	-	119,174	-	9,583,501
Expenses									
Salaries									
Teachers					26,022				3,856,036
Principals and Vice Principals					1,553				31,533
Educational Assistants		10,504			9,987				1,284,653
Support Staff					6,158				72,655
Other Professionals							88,919		349,414
Substitutes	609		987		7,530				22,938
	609	10,504	987	-	51,250	-	88,919	-	5,617,229
Employee Benefits		2,796			9,653		25,553		1,348,427
Services and Supplies	8,259	147,405	14,819		229		4,702		2,602,076
	8,868	160,705	15,806	-	61,132	-	119,174	-	9,567,732
Net Revenue (Expense) before Interfund Transfers	-	15,769	-	-	-	-	-	-	15,769
Interfund Transfers									
Tangible Capital Assets Purchased		(15,769)							(15,769)
	-	(15,769)	-	-	-	-	-	-	(15,769)
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 27 (Cariboo-Chilcotin)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2026

	2026 Budget (Note 19)	2026 Actual			2025 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income	200,000		263,449	263,449	339,314
Gain (Loss) on Disposal of Tangible Capital Assets	1,546,066	1,546,066		1,546,066	
Amortization of Deferred Capital Revenue	3,023,310	3,390,802		3,390,802	3,064,589
Total Revenue	4,769,376	4,936,868	263,449	5,200,317	3,403,903
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,991,531	4,013,317		4,013,317	3,639,386
Transportation and Housing	862,624	881,182		881,182	806,939
Debt Services					
Capital Lease Interest	4,000		15,280	15,280	12,848
ARO Liability				-	(277,082)
Total Expense	4,858,155	4,894,499	15,280	4,909,779	4,182,091
Capital Surplus (Deficit) for the year	(88,779)	42,369	248,169	290,538	(778,188)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	50,000	78,808		78,808	21,127
Local Capital				-	900,000
Capital Lease Payment	654,000		647,340	647,340	624,086
Total Net Transfers	704,000	78,808	647,340	726,148	1,545,213
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(1,580,417)	1,580,417	-	
Tangible Capital Assets Purchased from Local Capital		244,626	(244,626)	-	
Principal Payment					
Capital Lease		632,060	(632,060)	-	
Total Other Adjustments to Fund Balances		(703,731)	703,731	-	
Total Capital Surplus (Deficit) for the year	615,221	(582,554)	1,599,240	1,016,686	767,025
Capital Surplus (Deficit), beginning of year		15,611,600	6,634,841	22,246,441	21,479,416
Capital Surplus (Deficit), end of year		15,029,046	8,234,081	23,263,127	22,246,441

School District No. 27 (Cariboo-Chilcotin)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2026

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	6,838,305	144,346,079	2,056,103	8,509,933	42,628	3,476,229	165,269,277
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,780,259	50,133	1,371,158			4,201,550
Deferred Capital Revenue - Other		230,623					230,623
Operating Fund			46,602			16,437	63,039
Special Purpose Funds			15,769				15,769
Local Capital		98,764	125,608			20,254	244,626
Acquisitions via Capital Lease						710,852	710,852
Transferred from Work in Progress		844,401	51,241				895,642
	-	3,954,047	289,353	1,371,158	-	747,543	6,362,101
Decrease:							
Disposed of	3,855						3,855
Deemed Disposals			98,185	767,375	28,786	64,715	959,061
	3,855	-	98,185	767,375	28,786	64,715	962,916
Cost, end of year	6,834,450	148,300,126	2,247,271	9,113,716	13,842	4,159,057	170,668,462
Work in Progress, end of year		1,272,576	1,373				1,273,949
Cost and Work in Progress, end of year	6,834,450	149,572,702	2,248,644	9,113,716	13,842	4,159,057	171,942,411
Accumulated Amortization, beginning of year		77,385,728	663,154	3,583,647	35,467	1,710,528	83,378,524
Changes for the Year							
Amortization for the Year		3,028,973	215,169	881,182	5,647	763,528	4,894,499
		3,028,973	215,169	881,182	5,647	763,528	4,894,499
Deemed Disposals			98,185	767,375	28,786	64,715	959,061
Written-off During Year							-
District Entered							-
	-		98,185	767,375	28,786	64,715	959,061
Accumulated Amortization, end of year		80,414,701	780,138	3,697,454	12,328	2,409,341	87,313,962
Tangible Capital Assets - Net	6,834,450	69,158,001	1,468,506	5,416,262	1,514	1,749,716	84,628,449

School District No. 27 (Cariboo-Chilcotin)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2026

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	844,401	51,241			895,642
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	1,272,576	1,373			1,273,949
	1,272,576	1,373	-	-	1,273,949
Decrease:					
Transferred to Tangible Capital Assets	844,401	51,241			895,642
	844,401	51,241	-	-	895,642
Net Changes for the Year	428,175	(49,868)	-	-	378,307
Work in Progress, end of year	1,272,576	1,373	-	-	1,273,949

School District No. 27 (Cariboo-Chilcotin)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2026

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	50,558,254	10,038,864	136,118	60,733,236
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	4,201,550	130,623	100,000	4,432,173
Transferred from Work in Progress	697,132	198,510		895,642
	<u>4,898,682</u>	<u>329,133</u>	<u>100,000</u>	<u>5,327,815</u>
Decrease:				
Amortization of Deferred Capital Revenue	3,064,060	320,892	5,850	3,390,802
	<u>3,064,060</u>	<u>320,892</u>	<u>5,850</u>	<u>3,390,802</u>
Net Changes for the Year	<u>1,834,622</u>	<u>8,241</u>	<u>94,150</u>	<u>1,937,013</u>
Deferred Capital Revenue, end of year	<u>52,392,876</u>	<u>10,047,105</u>	<u>230,268</u>	<u>62,670,249</u>
 Work in Progress, beginning of year	 697,132	 198,510		 895,642
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,273,949			1,273,949
	<u>1,273,949</u>	<u>-</u>	<u>-</u>	<u>1,273,949</u>
Decrease				
Transferred to Deferred Capital Revenue	697,132	198,510		895,642
	<u>697,132</u>	<u>198,510</u>	<u>-</u>	<u>895,642</u>
Net Changes for the Year	<u>576,817</u>	<u>(198,510)</u>	<u>-</u>	<u>378,307</u>
Work in Progress, end of year	<u>1,273,949</u>	<u>-</u>	<u>-</u>	<u>1,273,949</u>
Total Deferred Capital Revenue, end of year	<u>53,666,825</u>	<u>10,047,105</u>	<u>230,268</u>	<u>63,944,198</u>

School District No. 27 (Cariboo-Chilcotin)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2026

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year		417,758	75,226			492,984
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	5,475,499		30,415			5,505,914
Other					100,000	100,000
Investment Income		14,620				14,620
	5,475,499	14,620	30,415	-	100,000	5,620,534
Decrease:						
Transferred to DCR - Capital Additions	4,201,550	24,982	105,641		100,000	4,432,173
Transferred to DCR - Work in Progress	1,273,949					1,273,949
	5,475,499	24,982	105,641	-	100,000	5,706,122
Net Changes for the Year	-	(10,362)	(75,226)	-	-	(85,588)
Balance, end of year	-	407,396	-	-	-	407,396