

# SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2009/2010

SCHOOL DISTRICT NUMBER 44	NAME OF SCHOOL DISTRICT North Vancouver	YEAR 2009/2010
OFFICE LOCATION 721 Chesterfield Avenue		TELEPHONE NUMBER 604-903-3444
CITY/PROVINCE North Vancouver, BC		POSTAL CODE V7M 2M5
WEBSITE ADDRESS www.nvsd44.bc.ca		
NAME OF SUPERINTENDENT John Lewis	NAME OF SECRETARY-TREASURER Irene Young	

## 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. 44 (North Vancouver) ("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. 44 (North Vancouver) for the year ended June 30, 2010.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION  <div style="border: 1px solid black; padding: 2px; display: inline-block;">Signatures applied on original document</div>	DATE SIGNED
SIGNATURE OF SUPERINTENDENT	DATE SIGNED
SIGNATURE OF SECRETARY-TREASURER	DATE SIGNED

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
2009/2010 AUDITED FINANCIAL STATEMENTS**

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## **AUDITORS' REPORT TO THE BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)**

We have audited the statement of financial position of School District No. 44 (North Vancouver) as at June 30, 2010 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The current year's supplementary information included in Schedules A1 through C5 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Chartered Accountants

Victoria, Canada

August 13, 2010

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2010**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 21,457,899	\$ 2,049,757		\$ 23,507,656	\$ 21,227,871
Accounts Receivable					
Due from Province - Ministry of Education	113,470			113,470	81,322
Due from Province - Other	59,579			59,579	83,549
Other Receivables (Note 3)	23,477,934	205,485		23,683,419	865,123
Interfund Loans		1,399,272	29,556,061		
Inventories (Note 4)	252,300	183,859		436,159	434,068
Prepaid Expenses	334,957	7,387		342,344	481,567
	45,696,139	3,845,760	29,556,061	48,142,627	23,173,500
Long-term Receivable & Permanent Art Collection (Note 5)	5,883,100	1,338,544		7,221,644	1,252,967
Capital Assets - Net (Note 6)			193,500,248	193,500,248	177,252,792
<b>TOTAL ASSETS</b>	<b>\$ 51,579,239</b>	<b>\$ 5,184,304</b>	<b>\$ 223,056,309</b>	<b>\$ 248,864,519</b>	<b>\$ 201,679,259</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education	133,086			133,086	59,818
Due to Province - Other (Note 8)			7,191,936	7,191,936	7,200,000
Other	6,191,982			6,191,982	8,412,448
Bank Loans - Current Portion (Note 9)	1,005,000			1,005,000	1,000,000
Capital Lease Obligations - Current Portion (Note 10)			207,196	207,196	238,194
Interfund Loans	30,955,333		-		
Other Current Liabilities (Note 10)	9,090			9,090	18,654
	38,294,491	-	7,399,132	14,738,290	16,929,114
Deferred Revenue	5,987,472	77,110		6,064,582	5,945,914
Deferred Contributions					
Ministry of Education (Note 11)		1,129,286	3,809,115	4,938,401	2,722,608
Province - Other (Note 11)				-	12,447
Other (Note 11)		3,977,908	2,207,309	6,185,217	4,046,668
Accrued Employee Future Benefits (Note 12)	6,249,963			6,249,963	5,839,420
Deferred Capital Contributions (Note 11)			127,801,096	127,801,096	112,905,865
Capital Lease Obligations (Note 10)			117,838	117,838	327,596
<b>TOTAL LIABILITIES</b>	<b>50,531,926</b>	<b>5,184,304</b>	<b>141,334,490</b>	<b>166,095,387</b>	<b>148,729,632</b>
Fund Balances					
Invested in Capital Assets			58,184,737	58,184,737	56,812,286
Internally Restricted (Note 14)	1,030,000		23,537,082	24,567,082	(3,899,209)
Unrestricted (Note 14)	17,313			17,313	36,550
<b>TOTAL FUND BALANCES</b>	<b>1,047,313</b>	<b>-</b>	<b>81,721,819</b>	<b>82,769,132</b>	<b>52,949,627</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 51,579,239</b>	<b>\$ 5,184,304</b>	<b>\$ 223,056,309</b>	<b>\$ 248,864,519</b>	<b>\$ 201,679,259</b>

- > **Notes 17 & 19: Commitments & Contingencies**
- > **Note 20: Economic Dependence**

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2010**

**Statement 2**

	OPERATING	SPECIAL	CAPITAL	TOTAL	TOTAL
	FUND	PURPOSE	FUND	2010	2009
	FUNDS	FUNDS	FUNDS		
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 125,198,772	\$ 2,127,451		\$ 127,326,223	\$ 129,285,439
Provincial Grants - Other	1,182,220			1,182,220	433,639
Federal Grants	2,520			2,520	14,520
Other Revenue	10,928,390	6,561,725		17,490,115	19,336,647
Rentals and Leases	1,242,094			1,242,094	1,212,077
Investment Income	143,985	6,752		150,737	613,954
Amortization of Deferred Capital Contributions			3,401,720	3,401,720	3,481,353
Gain (Loss) on Disposal of Capital Assets (Note 7)			28,633,100	28,633,100	
	<u>138,697,981</u>	<u>8,695,928</u>	<u>32,034,820</u>	<u>179,428,729</u>	<u>154,377,629</u>
<b>EXPENSE</b>					
Salaries					
Teachers	63,100,576	108,825		63,209,401	65,546,113
Principals and Vice Principals	8,592,564			8,592,564	9,021,845
Educational Assistants	12,140,527			12,140,527	12,276,762
Support Staff	11,448,423	494,589		11,943,012	10,748,105
Other Professionals	3,277,838	95,455		3,373,293	3,747,531
Substitutes	3,568,783	27,342		3,596,125	3,573,930
	<u>102,128,711</u>	<u>726,211</u>	<u>-</u>	<u>102,854,922</u>	<u>104,914,286</u>
Employee Benefits	22,332,457	119,216		22,451,673	22,436,738
Services and Supplies	11,412,139	6,326,050		17,738,189	21,429,072
Amortization of Capital Assets			6,564,454	6,564,454	6,265,017
	<u>135,873,307</u>	<u>7,171,477</u>	<u>6,564,454</u>	<u>149,609,238</u>	<u>155,045,113</u>
<b>NET REVENUE (EXPENSE)</b>	<b>\$ 2,824,674</b>	<b>\$ 1,524,451</b>	<b>\$ 25,470,366</b>	<b>\$ 29,819,491</b>	<b>\$ (667,484)</b>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
STATEMENT OF CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2010**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$ 36,550		\$ 52,913,077	\$ 52,949,627	\$ 53,616,794
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
Adjustment to Restate Prior Year-end Balance			14	14	
<b>FUND BALANCES, BEGINNING OF YEAR, AS RESTATED</b>	36,550	-	52,913,091	52,949,641	53,616,794
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	2,824,674	1,524,451	25,470,366	29,819,491	(667,484)
Interfund Transfers					
Capital Assets Purchased (Note 15 )	(545,490)	(1,499,374)	2,044,864	-	
Local Capital (Note 15 )	(1,005,000)		1,005,000	-	
Other	(263,421)	(25,077)	288,498	-	
Capital lease Adjustment for GST Reduction				-	317
<b>Net Changes for the Year</b>	1,010,763	-	28,808,728	29,819,491	(667,167)
<b>FUND BALANCES, END OF YEAR</b>	<b>\$ 1,047,313</b>	<b>\$ -</b>	<b>\$ 81,721,819</b>	<b>\$ 82,769,132</b>	<b>\$ 52,949,627</b>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2010**

**Statement 4.1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	\$ 2,824,674	\$ 1,524,451	\$ 25,470,366	\$ 29,819,491	\$ (667,484)
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(22,804,419)	(22,055)		(22,826,474)	31,920
Interfund Loans	30,342,973	594,830	(30,937,803)	-	-
Inventories	(30,380)	28,288		(2,092)	(13,265)
Prepaid Expenses	138,010	1,212		139,222	(87,220)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(923,110)		(1,227,151)	(2,150,261)	1,282,579
Other Current Liabilities	(9,564)			(9,564)	8,310
Deferred Revenue	122,640	(3,974)		118,666	(984,452)
Deferred Contributions	(3,924)	(603,374)		(607,298)	(2,176,590)
Accrued Employee Future Benefits	410,543			410,543	517,594
Loss (Gain) on Disposal of Capital Assets (Note 7)			(28,633,100)	(28,633,100)	
Items Not Involving Cash					
Amortization of Capital Assets			6,564,454	6,564,454	6,265,017
Amortization of Deferred Capital Contributions			(3,401,720)	(3,401,720)	(3,481,353)
Increase in Long-term Receivable	(5,883,100)			(5,883,100)	
Interfund Transfers	(1,813,911)	(1,524,451)	3,338,362	-	
	<u>2,370,432</u>	<u>(5,073)</u>	<u>(28,826,592)</u>	<u>(26,461,233)</u>	<u>695,056</u>
<b>FINANCING</b>					
Bank Loan Received				-	1,000,000
Deferred Contributions Received - Capital			23,246,144	23,246,144	15,428,229
Proceeds from Disposal of Capital Assets (Note 7)			28,633,100	28,633,100	
Capital Leases Net of Repayments			(240,528)	(240,528)	(384,389)
	<u>-</u>	<u>-</u>	<u>51,638,716</u>	<u>51,638,716</u>	<u>16,043,840</u>
<b>INVESTING</b>					
Capital Assets Purchased - Operating			(545,490)	(545,490)	(991,681)
Capital Assets Purchased - Special Purpose			(1,499,374)	(1,499,374)	(3,661,427)
Capital Assets Purchased - Local Capital			(36,473)	(36,473)	(379,639)
Capital Assets Purchased - Deferred Contributions - Capital			(18,296,951)	(18,296,951)	(15,457,438)
Permanent Art collection & SPF Capital Leases		(85,574)		(85,574)	(57,233)
Debt Financed Assets / Local Capital Purchased Assets			(220,529)	(220,529)	(964,858)
Work In Progress purchased from Local Capital Reserve			(2,165,337)	(2,165,337)	(1,508,839)
Work in Progress from Annual Facilities Grant			(47,970)	(47,970)	(109,955)
	<u>-</u>	<u>(85,574)</u>	<u>(22,812,124)</u>	<u>(22,897,698)</u>	<u>(23,131,070)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u><b>\$ 2,370,432</b></u>	<u><b>\$ (90,647)</b></u>	<u><b>\$ -</b></u>	<u><b>\$ 2,279,785</b></u>	<u><b>\$ (6,392,174)</b></u>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2010**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>NET INCREASE (DECREASE) IN CASH</b>	\$ 2,370,432	\$ (90,647)	\$ -	\$ 2,279,785	\$ (6,392,174)
<b>Net Cash, Beginning of Year</b>	19,087,467	2,140,404		21,227,871	27,620,045
<b>NET CASH, END OF YEAR</b>	<b>\$ 21,457,899</b>	<b>\$ 2,049,757</b>	<b>\$ -</b>	<b>\$ 23,507,656</b>	<b>\$ 21,227,871</b>
Cash	\$ 21,457,899	\$ 2,049,757		\$ 23,507,656	\$ 21,227,871
<b>NET CASH, END OF YEAR</b>	<b>\$ 21,457,899</b>	<b>\$ 2,049,757</b>	<b>\$ -</b>	<b>\$ 23,507,656</b>	<b>\$ 21,227,871</b>



**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 1      AUTHORITY AND PURPOSE**

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 44 (North Vancouver)", and operates as "School District No. 44 (North Vancouver)". 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.

**NOTE 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.

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

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

a) Fund Accounting

The resources and operations of the School District are segregated into various funds for accounting and financial reporting purposes based on the types of restrictions on the use of contributions 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 funds report 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.
  - 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.

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and term deposits with original terms to maturity of three months or less when purchased.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

c) Accounts Receivable

Accounts receivable are recorded net of allowance for doubtful accounts.

d) Inventories

Inventories of supplies are recorded at lower of cost and net realizable value using the average cost method. Publications for resale are recorded at cost using the first-in-first-out method. Artists for Kids inventory is recorded at cost using the specific identification method.

e) Prepaid Expenses

Payments for insurance, subscriptions, membership, and maintenance contracts for use within the district in a future period are recorded as prepaid expenses and stated at cost. Textbooks and other teaching supplies are expensed when purchased.

f) 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. Work-in-progress is not amortized until put into use.
- 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 Software	5 years
Computer Hardware	5 years

g) 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 School District are considered capital leases. These are accounted for as an asset and an obligation.

h) 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.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

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.
  - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.

i) Investment Income

Investment income, which is recorded on the accrual basis, includes interest income, dividends, net gain on sale of securities and unrealized gains (losses).

j) Expenses

- Categories of Salaries
  - Principals, Vice Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice Principals.
  - Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.
- Allocation of Costs
  - Operating expenses are reported by function, program, and object. Whenever possible, expenses 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, short term investments, accounts receivable, accounts payable and accrued liabilities, bank loans and other current liabilities. It is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Cash and cash equivalents are carried at fair value. The fair values of the remaining financial instruments approximate their carrying values.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

The School District has designated all of its cash and cash equivalents as held for trading, and carries them at fair value with changes in fair value recognized in investment income. Accounts receivable are classified as loans and receivables; accounts payable and accrued liabilities, bank loans and other current liabilities are classified as other liabilities, all of which are measured at amortized cost. The School District has elected to continue to apply the financial instruments disclosure and presentation standards in accordance with Section 3861.

l) Use of Estimates

Preparation of financial statements in accordance with Canadian generally accepted accounting principles 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.

m) Employee Future Benefits

The School District provides certain post-employment benefits including accumulated vacation pay and retirement allowances 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 10.0 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.

n) Asset Retirement Obligations

The fair value of a liability for an asset retirement obligation is recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. The associated retirement costs are capitalized as part of the carrying amount of the long-lived assets and depreciated over the life of the asset.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

o) Change in Accounting Policy

Effective July 1, 2009 the School District adopted changes to Section 1000, "Financial Statement Concepts," Section 4400, "Financial Statement Presentation by Not-for-Profit Organizations", and EIC-123, "Reporting Revenue Gross as a Principal Versus Net as an Agent", which clarifies that revenues and expenses must be recognized on a gross basis when a not-for-profit organization (NPO) is acting as a principal in the subject transactions and may only be reported on a net basis when acting as an agent.

Section 1000 has been amended to clarify criteria for recognition of an asset or liability, removing the ability to recognize assets or liabilities solely on the basis of matching revenue and expense items. Section 4400 has been amended to clarify the different treatment for internal and external restrictions on net assets. In addition, NPOs are no longer required to report net assets invested in capital assets as a separate component of net assets. The Canadian Institute of Chartered Accountants (CICA) Accounting Standards Board (AcSB) concluded that an amount shown as net assets invested in capital assets is consistent with, and should be treated in the same manner as other net asset amounts internally restricted by NPOs and reserves of profit-oriented enterprises.

Other changes adopted add improved guidance related to the application of the GAAP hierarchy and capital assets standards, and require NPOs to apply the same standards as profit-oriented enterprises with respect to interim financial statements and statements of cash flows. The School District has elected to continue to disclose net assets invested in capital assets.

The application of these changes had no impact on the School District's financial statements.

p) Future Accounting Pronouncements

The School District is currently classified as a government not-for-profit organization. Under the direction of the Public Sector Accounting Standards Board (PSAB), the School District adheres to the standards for not-for-profit (NPO) organizations in the CICA Handbook.

PSAB proposes to incorporate into the PSA Handbook the current NPO Sections (4400 Standards) of the CICA Handbook to deal with areas not currently addressed by the PSAB framework. PSAB has decided not to make any further substantive changes to the Sections at this time. PSAB proposes to amend the Introduction so that the PSAB standards will be applicable to all government not-for-profit organizations for fiscal periods beginning on or after January 1, 2012.

The School District intends to continue applying the existing NPO standards and is awaiting the finalization of the new standards. Once the new standards are finalized, the School District will determine the impact on the financial statements.

q) Comparative Figures

Certain 2009 comparative figures have been reclassified to conform to the financial statement presentation for the current year.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2010	2009
GST/PST Receivable	\$185,711	\$215,228
Recoverable Insurance Claims	36,453	59,339
Recoverable Payroll	42,026	7,786
Sundry Billings	194,726	196,363
Land Proceeds Receivable	22,750,000	
Miscellaneous Receivables	269,018	202,976
Special Purpose	205,485	183,431
	<b>\$23,683,419</b>	<b>\$865,123</b>

The land proceeds receivable represents proceeds of the Lonsdale School site due by June 30, 2011, which are secured by a mortgage against the land.

**NOTE 4      INVENTORIES**

Inventories consist of the following:

<b>Inventory</b>	<b>2010</b>	<b>2009</b>
Supplies	\$9,355	\$20,300
Publications	242,945	201,621
Artists for Kids - Prints	183,859	212,147
	<b>\$436,159</b>	<b>\$434,068</b>

**NOTE 5      LONG-TERM RECEIVABLE AND PERMANENT ART COLLECTION**

Operating Fund - A long-term receivable of \$5,883,100 has been recorded which represents proceeds of the Lonsdale School site due after June 30, 2011, which are secured by a mortgage against the land. The final payment is due 24 months after the issuance of a building permit allowing development of the site.

Special Purpose Fund - A permanent collection of artwork is recorded under the Artists For Kids program to build a lasting legacy of visual arts programs for the children of British Columbia. The permanent collection totally \$1,338,544 is recorded at cost or at appraised value at the time of donation. The permanent collection includes 2010 acquisitions of \$85,577 (2009 - \$57,233).

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 6 CAPITAL ASSETS**

	2010			2009
	Cost	Accumulated		Net Book Value
		Amortization	Net Book Value	
Work in Progress	\$ 21,131,103	\$ -	\$ 21,131,103	\$ 23,170,409
Sites	\$ 12,590,780	-	12,590,780	12,590,780
Buildings	\$ 223,515,105	69,972,513	153,542,592	133,913,888
Furniture & Equipment	\$ 4,780,530	2,866,077	1,914,453	2,316,834
Vehicles	\$ 1,355,848	542,659	813,189	956,931
Computer Software	\$ 1,607,271	723,736	883,535	923,090
Computer Hardware	\$ 4,686,448	2,061,852	2,624,596	3,380,860
	<b>\$ 269,667,082</b>	<b>\$ 76,166,837</b>	<b>\$ 193,500,248</b>	<b>\$ 177,252,792</b>

**NOTE 7 DISPOSAL OF SITES AND BUILDINGS**

The Lonsdale School property was acquired for \$1.00 from the City of North Vancouver in 1959. On June 11, 2010, part of the site was sold to Polygon Development for \$28,633,100 and proceeds have been allocated fully to Local Capital Reserve. The proceeds of this sale will be utilized to construct the Education Services Centre and the Gordon Smith Gallery of Canadian Art, the latter supporting Artists for Kids, on the portion of the property that was maintained by the School District.

**NOTE 8 CAPITAL LOANS PAYABLE**

The following loans approved under Section 144 of the *School Act* are outstanding:

Approval Date	Year Borrowed	Interest Rate	Term	Amount Borrowed	Amount Paid	Balance O/S
November 27, 2008	2008	0.18% – 0.45%	1 – 3 Months	\$7,200,000	\$0	\$7,200,000
Unamortized Discount						(8,164)
<b>Total</b>						<b>\$7,191,936</b>

The \$7,200,000 is payable to the BC Provincial Treasury, Debt Management. The loan is advanced for one to three months at a time and interest is paid to the Province of British Columbia at the time of the maturity. The principal will be repaid through future land sales. The related unamortized discount on the loan interest of \$8,164 has been netted against the loan principal.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 9 LINE OF CREDIT**

In 2009, the Board of Trustees authorized a Line of Credit of \$2,000,000 for the purposes of purchasing computer hardware and equipment in lieu of entering into capital leases at a higher interest rate. The line of credit is to be paid down through future land sales, if Operating Surplus is unavailable.

**NOTE 10 CAPITAL LEASES**

As at June 30, 2010 North Vancouver School District No. 44 has principal outstanding of \$325,033 for capital lease obligations. Principal and interest repayments on the capital leases are recovered annually from the operating and special purpose funds.

(a) Detail of the capital leases is as follows:

<b>Asset Class</b>	<b>Maturity in Fiscal Year Ending</b>	<b>Implicit Interest 2009/10</b>	<b>Annual Payment 2009/10</b>	<b>Interest Accrual June 2010</b>	<b>Current Portion of Lease</b>	<b>Long-term Capital Lease Obligation June 30 2010</b>	<b>Long-term Capital Lease Obligation June 30, 2009</b>
Computer Hardware	2010-2012	6.57%-12.93%	278,060	9,090	207,196	325,033	327,596
			<b>278,060</b>	<b>9,090</b>	<b>207,196</b>	<b>325,033</b>	<b>327,596</b>

(b) As of June 30, 2010, future minimum lease payments under capital leases are as follows:

	<b>Annual Payment (Principal, Interest and tax)</b>
2011	<b>230,045</b>
2012	<b>126,381</b>
Total Future Minimum Lease Payments	356,426
Lease Amount Representing Interest	<u>(31,392)</u>
Total Lease Obligation	325,033
Less Current Portion of Obligation	<u>207,196</u>
	<b><u>117,838</u></b>



**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 10 CAPITAL LEASES (continued)**

(c) Assets under capital lease included in capital assets as at June 30, 2010:

Asset Class	Cost	2010		2009
		Accumulated Amortization	Net Book Value	Net Book Value
Computer Hardware	748,895	149,779	599,116	854,251
	<b>748,895</b>	<b>149,779</b>	<b>599,116</b>	<b>854,251</b>

**NOTE 11 DEFERRED CONTRIBUTIONS**

(a) Deferred Contributions – Ministry of Education

Deferred Contributions (Ministry of Education) recorded in the operating fund represent funding support for French Language Programs under the Official Languages in Education Protocol.

Deferred Contributions (Ministry of Education) recorded in the special purpose fund represent government grants for repairs and maintenance, minor renovations to existing buildings and acquisition of special education equipment. Deferred Contributions (Ministry of Education) recorded in the capital fund represent government grants for new or major replacements of buildings and equipment and asset disposal proceeds restricted in use by the Ministry of Education.

Deferred Contributions - Ministry of Education	2010				2009
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
<b>BALANCE, BEGINNING OF YEAR</b>	\$3,924	\$1,728,993	\$989,691	\$2,722,608	\$4,314,736
<b>Changes for the Year</b>					
Increase:					
Provincial Grants - Ministry of Education	0	1,527,744	20,903,938	22,431,682	17,680,987
Federal Grants	0	0	0	0	12,000
Investment Income	0	5,352	0	5,352	46,862
Other Income	0	0	0	0	94,031
Subtotal:	0	1,533,096	20,903,938	22,437,034	17,833,880
Decrease:					
Transfer to Revenue	3,924	2,132,803	0	2,136,727	4,517,747
Transferred to DCC					
- Capital Additions	0	0	4,516,397	4,516,397	7,216
- Work in Progress	0	0	13,568,117	13,568,117	14,901,045
Subtotal:	3,924	2,132,803	18,084,514	20,221,241	19,426,008
<b>Net Changes for Year</b>	(3,924)	(599,707)	2,819,424	2,215,793	(1,592,128)
<b>BALANCE, END OF YEAR</b>	\$0	\$1,129,286	\$3,809,115	\$4,938,401	\$2,722,608

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 11 DEFERRED CONTRIBUTIONS (continued)**

(b) Deferred Contributions – Province - Other

Deferred Contributions (Province – Other) recorded in the capital fund represent funds received in the past from the municipality for school facilities. The School District has not received additional funding since the 2009 fiscal year. During the year, the remaining balance in Deferred Contributions of (Province – Other) \$12,447 was transferred to Deferred Capital Contributions for capital asset acquisitions.

Deferred Contributions - Province - Other	2010				2009
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
<b>BALANCE, BEGINNING OF YEAR</b>	\$0	\$0	\$12,447	\$12,447	\$239,653
<b>Changes for the Year</b>					
Increase:					
Provincial Grants - Other	0	0	0	0	0
Investment Income	0	0	0	0	0
Other	0	0	0	0	0
Subtotal:	0	0	0	0	0
Decrease:					
Transferred to DCC - Capital Additions	0	0	12,447	12,447	142,000
Transferred to DCC - Work in Progress	0	0	0	0	85,206
Transferred to Invested in Capital Assets - Sites	0	0	0	0	0
Other	0	0	0	0	0
Subtotal:	0	0	12,447	12,447	227,206
<b>Net Changes for Year</b>	0	0	(12,447)	(12,447)	(227,206)
<b>BALANCE, END OF YEAR</b>	\$0	\$0	\$0	\$0	\$12,447

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 11 DEFERRED CONTRIBUTIONS (continued)**

(c) Deferred Contributions – Other

Deferred Contributions (Other) recorded in the special purpose fund represent donations and funds generated by individual schools for extra-curricular activities. Deferred contributions (Other) recorded in the capital fund represent funds designated specifically to be used for site acquisition and associated expenses.

Deferred Contributions - Other	2010				2009
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
<b>BALANCE, BEGINNING OF YEAR</b>	\$0	\$3,981,574	\$65,093	\$4,046,667	\$4,433,134
<b>Changes for the Year</b>					
Increase:	0	0	0	0	0
Federal Grants	0	0	21,837	21,837	0
School Generated Funds	0	5,869,221	0	5,869,221	6,325,001
Investment Income	0	1,400	0	1,400	2,808
Other Revenue	0	688,837	2,320,369	3,009,206	1,088,304
Subtotal:	0	6,559,458	2,342,206	8,901,664	7,416,113
Decrease:					
Transferred to Revenue	0	6,563,125	0	6,563,125	7,480,608
Transferred to DCC - Capital Additions	0	0	178,146	178,146	71,978
Transferred to DCC - Work in Progress	0	0	21,844	21,844	249,993
Subtotal:	0	6,563,125	199,990	6,763,115	7,802,579
<b>Net Changes for Year</b>	0	(3,667)	2,142,216	2,138,549	(386,466)
<b>BALANCE, END OF YEAR</b>	\$0	\$3,977,908	\$2,207,309	\$6,185,217	\$4,046,668

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 11 DEFERRED CONTRIBUTIONS (continued)**

(d) Deferred Capital Contributions

Deferred Capital Contributions represent the unamortized balance of externally restricted funding used to purchase capital assets. These contributions will be recognized as revenue in future periods on the same basis as amortization of the related capital assets.

<b>Deferred Capital Contributions</b>	<u><b>2010</b></u>	<u><b>2009</b></u>
<b>DEFERRED CAPITAL CONTRIBUTIONS BALANCE, BEGINNING OF YEAR</b>	<u>\$93,301,548</u>	<u>\$96,425,703</u>
<b>Changes for the Year</b>		
Increase:		
Transfer from Deferred Contributions - Capital Additions	4,706,990	221,194
Transfer from Work in Progress	<u>17,732,619</u>	<u>136,004</u>
Subtotal:	<u>22,439,609</u>	<u>357,198</u>
Decrease:		
Amortization of Deferred Capital Contributions	<u>3,401,720</u>	<u>3,481,353</u>
Subtotal:	<u>3,401,720</u>	<u>3,481,353</u>
<b>Net Changes for Year</b>	<u>19,037,889</u>	<u>(3,124,155)</u>
<b>DEFERRED CAPITAL CONTRIBUTIONS BALANCE, END OF YEAR</b>	<u><b>112,339,437</b></u>	<u><b>93,301,548</b></u>
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	<u>19,604,317</u>	<u>4,504,077</u>
<b>Changes for the Year</b>		
Increase:		
Transfer from Deferred Contributions	13,589,961	15,236,244
Decrease:		
Transfer to Deferred Contributions	<u>17,732,619</u>	<u>136,004</u>
<b>Net Changes for Year</b>	<u>(4,142,658)</u>	<u>15,100,240</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u><b>15,461,659</b></u>	<u><b>19,604,317</b></u>
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u><b>127,801,096</b></u>	<u><b>112,905,865</b></u>

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 12 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 period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

<b>Fiscal Year</b>	<b><u>2010</u></b>	<b><u>2009</u></b>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	5,399,549	5,750,190
Service Cost	416,470	451,775
Interest Cost	384,322	322,466
Benefit Payments	(319,646)	(272,844)
Actuarial (Gain)/Loss	(436,713)	(852,038)
Accrued Benefit Obligation – March 31	<u>5,443,982</u>	<u>5,399,549</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	5,443,982	5,399,549
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Surplus/(Deficit)	(5,443,982)	(5,399,549)
Employer Contributions After Measurement Date	203,634	136,535
Unamortized Net Actuarial (Gain)/Loss	<u>(1,009,615)</u>	<u>(576,407)</u>
Accrued Benefit Asset/(Liability) - June 30	<u>(6,249,963)</u>	<u>(5,839,421)</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	416,470	451,775
Interest Cost	384,322	322,466
Amortization of Net Actuarial (Gain)/Loss	<u>(3,505)</u>	<u>0</u>
Net Benefit Expense (Income)	<u>797,287</u>	<u>774,241</u>

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

	<u>2010</u>	<u>2009</u>
Discount Rate – April 1	7.00%	5.50%
Discount Rate – March 31	5.00%	7.00%
Long Term Salary Growth – April 1	3.25% + Seniority	3.25% + Seniority
Long Term Salary Growth – March 31	2.50% + Seniority	3.25% + Seniority
EARSL – March 31	10.0	10.4

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 13      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 48,000 active members from school districts, and approximately 27,000 retired members from school districts. The Municipal Plan has about 158,000 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, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in 2010. The actuary does not attribute portions of the unfunded liability to individual employers. The North Vancouver School District paid \$11,688,836 for employer contributions to these plans in the year ended June 30, 2010 (2009 - \$11,734,627).

**NOTE 14      INTERNALLY RESTRICTED AND UNRESTRICTED (OPERATING FUND BALANCE), END OF YEAR**

The Operating Fund Surplus at the end of June 30, 2010 was \$1,047,313, of which \$1,030,000 is internally restricted and has been appropriated by the Board, for use in the 2010/11 fiscal year as listed below. The remaining \$17,303 surplus is unrestricted.

<b>Restricted Surplus</b>	
Restricted Balances Schools	\$430,000
2009/10 Special Needs Audit Penalty, 2010/11 Portion	300,000
School closure and related relocation costs (Plymouth & Fromme)	100,000
2010/11 Operating Budget to fund Salary & Benefit Expenses	<u>200,000</u>
<b>Subtotal Internally Restricted</b>	<b>\$1,030,000</b>
<b>Unrestricted Surplus</b>	<b>17,313</b>
<b>Total Available for Future Operations</b>	<b><u>\$1,047,313</u></b>

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**

**NOTES TO FINANCIAL STATEMENTS**

**YEAR ENDED JUNE 30, 2010**

**NOTE 15 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2010, transfers were as follows:

- A transfer was made in the amount of \$263,421 from operating to capital for payment of capital leases principal.
- A transfer was made in the amount of \$545,490 from operating to capital for the purchase of furniture and equipment (\$32,186), and computer hardware and software (\$513,304).
- A transfer was made in the amount of \$1,005,000 from operating to capital to fund capital assets in the 2008/09 fiscal year which were financed from a Line of Credit.
- A transfer in the amount of \$1,499,374 was made from special purpose to capital for Annual Facilities Grant upgrades (\$1,392,120) and for capital purchases of computer hardware and vehicles (\$107,254).
- A transfer in the amount of \$25,077 was made from special purpose to capital for capital leases principal (\$25,077).

**NOTE 16 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.

**NOTE 17 COMMITMENTS**

North Vancouver School District No. 44 has entered into contracts related to capital projects with a remaining cost of approximately \$9,632,770.

**NOTE 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 9, 2010.

**NOTE 19 CONTINGENCIES**

North Vancouver School District No. 44 has granted an irrevocable standby letter of credit in the amount of \$100,000 in favour of the Corporation of the District of North Vancouver. This letter is in lieu of security deposits for capital projects. A second irrevocable standby letter of credit in the amount of \$192,817 in favour of the Corporation of the District of North Vancouver was issued in lieu of a security deposit for the Highlands School capital project.

**SCHOOL DISTRICT 44 (NORTH VANCOUVER)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2010**

**NOTE 19      CONTINGENCIES (continued)**

The nature of the School District's activities is such that there is usually litigation pending or in process at any time. With respect to unsettled claims at June 30, 2010, management believes the School District has valid defenses and appropriate insurance coverage in place. In the event that any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

**NOTE 20      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 Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

**NOTE 21      CAPITAL DISCLOSURES**

The School District receives its principal source of capital through funding received from the Province of British Columbia through the Ministry of Education. The School District defines capital to be fund balances.

The School District's objectives when managing capital are to fund operations and capital asset additions. The School District manages the capital structure in conjunction with the Ministry of Education and makes adjustments based on available government funding and economic conditions. Budgets are developed and monitored to ensure capital is preserved in accordance with funding terms.

The School District is not subject to debt covenants or any other capital requirements with respect to operating funding. Funding received for designated purposes must be used for the purposes outlined in the funding letter. The School District has complied with the external restrictions on the funding provided.



**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**OPERATING FUND**  
**SURPLUS (DEFICIT)**  
**YEAR ENDED JUNE 30, 2010**

Schedule A1

	2010		
	2010 ACTUAL	AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	\$ 125,198,772	\$ 124,410,258	\$ 124,975,559
Provincial Grants - Other	1,182,220	1,458,970	433,639
Federal Grants	2,520	2,500	2,520
Other Revenue	10,928,390	9,835,473	11,859,847
Rentals and Leases	1,242,094	1,032,886	1,212,077
Investment Income	143,985	120,000	564,285
	<u>138,697,981</u>	<u>136,860,087</u>	<u>139,047,927</u>
<b>EXPENSE</b>			
Salaries			
Teachers	63,100,576	63,320,700	65,460,187
Principals and Vice Principals	8,592,564	8,849,721	9,020,709
Educational Assistants	12,140,527	11,884,551	12,276,762
Support Staff	11,448,423	11,725,978	10,383,962
Other Professionals	3,277,838	3,198,936	3,643,133
Substitutes	3,568,783	3,135,900	3,556,737
	<u>102,128,711</u>	<u>102,115,786</u>	<u>104,341,490</u>
Employee Benefits	22,332,457	21,349,495	22,314,663
Services and Supplies	11,412,139	12,862,315	14,065,365
	<u>135,873,307</u>	<u>136,327,596</u>	<u>140,721,518</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	2,824,674	532,491	(1,673,591)
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(545,490)	(569,041)	(991,681)
Local Capital	(1,005,000)		
Other	(263,421)		(239,617)
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
<b>BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)</b>		36,550	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>1,010,763</u>	<u>\$ -</u>	<u>(2,904,889)</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	36,550		2,941,439
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
(Section 156 (12) of School Act)	<u>\$ 1,047,313</u>		<u>\$ 36,550</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	1,030,000		
Unrestricted	17,313		
	<u>\$ 1,047,313</u>		

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2010**

Schedule A2

	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	\$ 120,391,407	\$ 119,670,808	\$ 119,875,220
Other Ministry of Education Grants			
Pay Equity / Labour Market Adjustment	2,966,047	3,413,002	3,277,363
OLEP Second Language - French	275,566	265,267	271,108
Scorer Training / Marker Training	18,842	15,600	15,600
Community Link Planning Fund	376,842	73,345	1,036,107
Education Guarantee	761,011	642,142	23,296
Read / Set / Learn	71,050	72,500	72,500
Strong Start	249,750	249,750	165,000
Literacy Innovation			59,902
Calendars / Carbon Tax	88,257	-	15,614
Deferred Revenue - Seismic Recognition			149,005
BCeSIS / PLNet		7,844	14,844
	<u>125,198,772</u>	<u>124,410,258</u>	<u>124,975,559</u>
<b>PROVINCIAL GRANTS - OTHER</b>	<u>1,182,220</u>	<u>1,458,970</u>	<u>433,639</u>
<b>FEDERAL GRANTS</b>	<u>2,520</u>	<u>2,500</u>	<u>2,520</u>
<b>OTHER REVENUE</b>			
Summer School Fees	116,895	15,000	123,986
Continuing Education	29,049	40,000	309,461
Offshore Tuition Fees	7,720,050	7,245,000	8,661,825
Miscellaneous			
Elementary Band & Strings	491,217	492,030	483,550
NV Outdoor School Revenue	1,298,444	1,231,500	1,169,133
Reading 44 / Math 44	113,733	85,000	85,939
Sundry (Crossing Guards / Transportation / School Meals)	914,718	479,943	778,979
Inspirations 44 - All Day Kindergarten	222,460	195,000	192,835
Recoveries (Custodial Costs / WV Athletic Coord / Donations)	21,824	52,000	54,139
	<u>10,928,390</u>	<u>9,835,473</u>	<u>11,859,847</u>
<b>RENTALS AND LEASES</b>	<u>1,242,094</u>	<u>1,032,886</u>	<u>1,212,077</u>
<b>INVESTMENT INCOME</b>	<u>143,985</u>	<u>120,000</u>	<u>564,285</u>
<b>TOTAL OPERATING REVENUE</b>	<u><u>\$ 138,697,981</u></u>	<u><u>\$ 136,860,087</u></u>	<u><u>\$ 139,047,927</u></u>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
OPERATING FUND  
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT  
YEAR ENDED JUNE 30, 2010**

Schedule A3

	2010	2010	2009
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
<b>SALARIES</b>			
Teachers	\$ 63,100,576	\$ 63,320,700	\$ 65,460,187
Principals and Vice Principals	8,592,564	8,849,721	9,020,709
Educational Assistants	12,140,527	11,884,551	12,276,762
Support Staff	11,448,423	11,725,978	10,383,962
Other Professionals	3,277,838	3,198,936	3,643,133
Substitutes	3,568,783	3,135,900	3,556,737
	<u>102,128,711</u>	<u>102,115,786</u>	<u>104,341,490</u>
<b>EMPLOYEE BENEFITS</b>	<u>22,332,457</u>	<u>21,349,495</u>	<u>22,314,663</u>
<b>TOTAL SALARIES AND BENEFITS</b>	<u>124,461,168</u>	<u>123,465,281</u>	<u>126,656,153</u>
<b>SERVICES AND SUPPLIES</b>			
Services	4,112,047	4,066,075	5,001,915
Student Transportation	160,885	180,500	240,878
Professional Development and Travel	529,305	641,227	694,224
Rentals and Leases	5,871	14,814	5,749
Dues and Fees	47,890	57,700	58,062
Insurance	277,836	300,500	283,052
Interest	51,774	30,326	19,055
Supplies	4,219,250	5,366,173	5,517,484
Bad Debts			2,244,946
Utilities	2,007,281	2,205,000	
<b>TOTAL SERVICES AND SUPPLIES</b>	<u>11,412,139</u>	<u>12,862,315</u>	<u>14,065,365</u>
<b>TOTAL OPERATING EXPENSE</b>	<u>\$ 135,873,307</u>	<u>\$ 136,327,596</u>	<u>\$ 140,721,518</u>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION, PROGRAM AND OBJECT**  
**YEAR ENDED JUNE 30, 2010**

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 49,394,175	\$ 3,059,991	\$ 2,004,557	\$ 1,563,546		\$ 2,579,263	\$ 58,601,532
1.03 Career Programs	218,897			132,681		11,749	363,327
1.07 Library Services	1,717,417	31,938	161,584	234,013		26,662	2,171,614
1.08 Counselling	2,357,998			562		5,070	2,363,630
1.10 Special Education	5,903,221	164,293	9,446,591	580,837		426,146	16,521,088
1.30 English as a Second Language	1,168,582			109,718		63,031	1,341,331
1.31 Aboriginal Education	331,623	98,028	357,362			14,934	801,947
1.41 School Administration		5,136,829		1,306,822		35,033	6,478,684
1.60 Summer School	327,994			38,285			366,279
1.61 Continuing Education	670,580	56,136	107,641	143,222		14,302	991,881
1.62 Off Shore Students	996,220			81,032	76,467	11,717	1,165,436
1.64 Other				270,428	12,441	2,313	285,182
<b>Total Function 1</b>	63,086,707	8,547,215	12,077,735	4,461,146	88,908	3,190,220	91,451,931
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration					818,139		818,139
4.40 School District Governance					136,193		136,193
4.41 Business Administration		45,349		822,010	1,408,576	12,523	2,288,458
<b>Total Function 4</b>	-	45,349	-	822,010	2,362,908	12,523	3,242,790
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	13,869			32,768	460,697		507,334
5.50 Maintenance Operations				5,736,011	365,325	363,337	6,464,673
5.52 Maintenance of Grounds				371,535			371,535
<b>Total Function 5</b>	13,869	-	-	6,140,314	826,022	363,337	7,343,542
<b>7 TRANSPORTATION AND HOUSING</b>							
7.70 Student Transportation			62,792	24,953		2,703	90,448
<b>Total Function 7</b>	-	-	62,792	24,953	-	2,703	90,448
<b>9 DEBT SERVICES (OPERATING)</b>							
<b>Total Function 9</b>	-	-	-	-	-	-	-
<b>TOTAL FUNCTIONS 1 - 9</b>	\$ 63,100,576	\$ 8,592,564	\$ 12,140,527	\$ 11,448,423	\$ 3,277,838	\$ 3,568,783	\$ 102,128,711

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION, PROGRAM AND OBJECT**  
**YEAR ENDED JUNE 30, 2010**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 58,601,532	\$ 13,723,947	\$ 72,325,479	\$ 3,907,815	\$ 76,233,294	\$ 74,021,909	\$ 76,018,922
1.03 Career Programs	363,327	73,091	436,418	30,594	467,012	423,787	856,133
1.07 Library Services	2,171,614	445,647	2,617,261	42,369	2,659,630	2,821,891	2,566,977
1.08 Counselling	2,363,630	500,185	2,863,815	12,752	2,876,567	2,570,657	3,050,531
1.10 Special Education	16,521,088	3,194,505	19,715,593	329,010	20,044,603	21,045,744	20,621,908
1.30 English as a Second Language	1,341,331	325,833	1,667,164	23,206	1,690,370	1,331,164	2,100,928
1.31 Aboriginal Education	801,947	136,583	938,530	15,808	954,338	1,199,252	956,654
1.41 School Administration	6,478,684	1,268,518	7,747,202	149,537	7,896,739	7,631,009	8,639,323
1.60 Summer School	366,279	62,109	428,388	6,737	435,125	414,325	609,416
1.61 Continuing Education	991,881	224,163	1,216,044	174,668	1,390,712	1,472,964	2,124,437
1.62 Off Shore Students	1,165,436	235,963	1,401,399	572,329	1,973,728	3,857,288	2,291,966
1.64 Other	285,182	34,286	319,468	353,011	672,479	682,918	670,385
<b>Total Function 1</b>	<b>91,451,931</b>	<b>20,224,830</b>	<b>111,676,761</b>	<b>5,617,836</b>	<b>117,294,597</b>	<b>117,472,908</b>	<b>120,507,580</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	818,139	142,571	960,710	181,281	1,141,991	1,186,442	1,435,839
4.40 School District Governance	136,193	17,507	153,700	167,405	321,105	261,746	268,314
4.41 Business Administration	2,288,458	431,978	2,720,436	511,404	3,231,840	3,175,580	3,419,418
<b>Total Function 4</b>	<b>3,242,790</b>	<b>592,056</b>	<b>3,834,846</b>	<b>860,090</b>	<b>4,694,936</b>	<b>4,623,768</b>	<b>5,123,571</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	507,334	81,067	588,401	365,614	954,015	1,012,556	996,048
5.50 Maintenance Operations	6,464,673	1,341,016	7,805,689	1,971,752	9,777,441	9,919,537	10,459,368
5.52 Maintenance of Grounds	371,535	77,546	449,081	469,227	918,308	816,198	1,104,822
5.56 Utilities	-	-	-	2,007,281	2,007,281	2,205,000	2,244,946
<b>Total Function 5</b>	<b>7,343,542</b>	<b>1,499,629</b>	<b>8,843,171</b>	<b>4,813,874</b>	<b>13,657,045</b>	<b>13,953,291</b>	<b>14,805,184</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.70 Student Transportation	90,448	15,942	106,390	91,301	197,691	247,303	266,128
<b>Total Function 7</b>	<b>90,448</b>	<b>15,942</b>	<b>106,390</b>	<b>91,301</b>	<b>197,691</b>	<b>247,303</b>	<b>266,128</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
9.94 Interest on Temporary Borrowing	-	-	-	29,038	29,038	30,326	19,055
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>29,038</b>	<b>29,038</b>	<b>30,326</b>	<b>19,055</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>\$ 102,128,711</b>	<b>\$ 22,332,457</b>	<b>\$ 124,461,168</b>	<b>\$ 11,412,139</b>	<b>\$ 135,873,307</b>	<b>\$ 136,327,596</b>	<b>\$ 140,721,518</b>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
 OPERATING FUND  
 CHANGES IN DEFERRED CONTRIBUTIONS  
 YEAR ENDED JUNE 30, 2010**

**Schedule A5**

<b>BALANCE, BEGINNING OF YEAR</b>	\$	3,924
 <b>Changes for the Year</b>		
Increase:		-
Decrease:		-
Allocated to Revenue		3,924
Provincial Grants - Ministry of Education		3,924
		3,924
 <b>Net Changes for the Year</b>		 (3,924)
 <b>BALANCE, END OF YEAR</b>	 \$	 -

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**SPECIAL PURPOSE FUNDS**  
**SUMMARY OF CHANGES**  
**YEAR ENDED JUNE 30, 2010**

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 1,728,993	\$ 1,627,211	\$ 2,354,364		\$ 5,710,568
<b>Add:</b> Contributions Received					
Provincial Grants - Ministry of Education	1,527,744				1,527,744
Other		687,837	5,869,221		6,557,058
Investment Income	5,352	1,400			6,752
Prior Period Adjustment for Prepaid		1,000			1,000
	1,533,096	690,237	5,869,221	-	8,092,554
<b>Less:</b> Allocated to Revenue	2,132,803	594,189	5,968,936		8,695,928
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 1,129,286</b>	<b>\$ 1,723,259</b>	<b>\$ 2,254,649</b>	<b>\$ -</b>	<b>\$ 5,107,194</b>
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 2,127,451				\$ 2,127,451
Other Revenue		592,789	5,968,936		6,561,725
Investment Income	5,352	1,400			6,752
	2,132,803	594,189	5,968,936	-	8,695,928
<b>EXPENSE</b>					
Salaries					
Teachers		108,825			108,825
Support Staff	494,589				494,589
Other Professionals	67,488	27,967			95,455
Substitutes	1,289	26,053			27,342
Employee Benefits	563,366	162,845	-	-	726,211
Services and Supplies	109,394	9,822			119,216
	62,408	421,522	5,842,120		6,326,050
	735,168	594,189	5,842,120	-	7,171,477
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>1,397,635</b>	<b>-</b>	<b>126,816</b>	<b>-</b>	<b>1,524,451</b>
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(1,397,635)		(101,739)		(1,499,374)
Other			(25,077)		(25,077)
	(1,397,635)	-	(126,816)	-	(1,524,451)
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**SPECIAL PURPOSE FUNDS**  
**CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2010**

Schedule B2

	207 Annual Facility Grant	250 Special Education Equipment	290 Debt Services	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>				
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 1,541,019	\$ 46,835	\$ 141,139	\$ 1,728,993
<b>Add:</b> Contributions Received				
Provincial Grants - Ministry of Education	1,499,402	28,342		1,527,744
Investment Income	5,169	183		5,352
	1,504,571	28,525	-	1,533,096
<b>Less:</b> Allocated to Revenue	2,071,000	46,633	15,170	2,132,803
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 974,590</b>	<b>\$ 28,727</b>	<b>\$ 125,969</b>	<b>\$ 1,129,286</b>
<b>REVENUE AND EXPENSE</b>				
<b>REVENUE</b>				
Provincial Grants - Ministry of Education	\$ 2,065,831	\$ 46,450	\$ 15,170	\$ 2,127,451
Investment Income	5,169	183		5,352
	2,071,000	46,633	15,170	2,132,803
<b>EXPENSE</b>				
Salaries				
Support Staff	494,589			494,589
Other Professionals	67,488			67,488
Substitutes	1,289			1,289
Employee Benefits	563,366	-	-	563,366
Services and Supplies	109,394			109,394
	6,120	41,118	15,170	62,408
	678,880	41,118	15,170	735,168
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	1,392,120	5,515	-	1,397,635
<b>INTERFUND TRANSFERS</b>				
Capital Assets Purchased	(1,392,120)	(5,515)		(1,397,635)
	(1,392,120)	(5,515)	-	(1,397,635)
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>



**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2010**

Schedule B3

	270 Metro Regional Implementation	Violence Prevention	Artistsfor Kids	NVOS Special Projects	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 213,141	\$ 38,764	\$ 1,371,645	\$ 3,661	\$ 1,627,211
<b>Add:</b> Contributions Received					
Other	149,560		538,277		687,837
Investment Income	1,227	150		23	1,400
Prior Period Adjustment for Prepaid	1,000				1,000
	151,787	150	538,277	23	690,237
<b>Less:</b> Allocated to Revenue	73,046	15,300	505,701	142	594,189
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 291,882</b>	<b>\$ 23,614</b>	<b>\$ 1,404,221</b>	<b>\$ 3,542</b>	<b>\$ 1,723,259</b>
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Other Revenue	71,819	15,150	505,701	119	592,789
Investment Income	1,227	150		23	1,400
	73,046	15,300	505,701	142	594,189
<b>EXPENSE</b>					
Salaries					
Teachers			108,825		108,825
Other Professionals			27,967		27,967
Substitutes			26,053		26,053
	-	-	162,845	-	162,845
Employee Benefits			9,822		9,822
Services and Supplies	73,046	15,300	333,034	142	421,522
	73,046	15,300	505,701	142	594,189
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>INTERFUND TRANSFERS</b>					
	-	-	-	-	-
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**CAPITAL FUND**  
**CAPITAL ASSETS**  
**YEAR ENDED JUNE 30, 2010**

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>COST, BEGINNING OF YEAR</b>	\$ 12,590,780	\$ 199,516,636	\$ 6,043,343	\$ 1,437,415	\$ 1,473,766	\$ 5,759,300	\$ 226,821,240
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		4,362,558					4,362,558
Deferred Contributions - Other		180,688	163,744				344,432
Operating Fund			32,186		258,725	254,579	545,490
Special Purpose Funds		1,392,120	6,023			101,231	1,499,374
Local Capital					(3,527)	40,000	36,473
Assets from Debt Financing		220,529					220,529
Capital Leases (Function 081)						(214)	(214)
Transferred from Work in Progress		17,842,574					17,842,574
	-	23,998,469	201,953	-	255,198	395,596	24,851,216
Decrease:							
Deemed Disposals			1,464,766	81,567	121,693	1,468,448	3,136,474
	-	-	1,464,766	81,567	121,693	1,468,448	3,136,474
<b>COST, END OF YEAR</b>	12,590,780	223,515,105	4,780,530	1,355,848	1,607,271	4,686,448	248,535,982
<b>WORK IN PROGRESS, END OF YEAR</b>		20,681,849			449,254		21,131,103
<b>COST AND WORK IN PROGRESS, END OF YEAR</b>	\$ 12,590,780	\$ 244,196,954	\$ 4,780,530	\$ 1,355,848	\$ 2,056,525	\$ 4,686,448	\$ 269,667,085
<b>ACCUMULATED AMORTIZATION, BEGINNING OF YEAR</b>		\$ 65,602,748	\$ 3,726,509	\$ 480,484	\$ 550,676	\$ 2,378,440	\$ 72,738,857
<b>Changes for the Year</b>							
Increase: Amortization for the Year		4,369,765	604,334	143,742	294,753	1,151,860	6,564,454
Decrease:							
Deemed Disposals			1,464,766	81,567	121,693	1,468,448	3,136,474
	-	-	1,464,766	81,567	121,693	1,468,448	3,136,474
<b>ACCUMULATED AMORTIZATION, END OF YEAR</b>	\$ -	\$ 69,972,513	\$ 2,866,077	\$ 542,659	\$ 723,736	\$ 2,061,852	\$ 76,166,837
<b>CAPITAL ASSETS - NET</b>	\$ 12,590,780	\$ 174,224,441	\$ 1,914,453	\$ 813,189	\$ 1,332,789	\$ 2,624,596	\$ 193,500,248

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**CAPITAL FUND**  
**CAPITAL ASSETS - WORK IN PROGRESS**  
**YEAR ENDED JUNE 30, 2010**

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	\$ 22,769,125		\$ 401,284		\$ 23,170,409
<b>Changes for the Year</b>					
Increase					
Deferred Contributions - Bylaw	13,568,117				13,568,117
Deferred Contributions - Other	21,844				21,844
Operating Fund			47,970		47,970
Local Capital	2,165,337				2,165,337
	<u>15,755,298</u>	-	<u>47,970</u>	-	<u>15,803,268</u>
Decrease					
Transferred to Capital Assets	17,842,574				17,842,574
	<u>17,842,574</u>	-	-	-	<u>17,842,574</u>
<b>Net Changes for the Year</b>	<u>(2,087,276)</u>	-	<u>47,970</u>	-	<u>(2,039,306)</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u>\$ 20,681,849</u>	<u>\$ -</u>	<u>\$ 449,254</u>	<u>\$ -</u>	<u>\$ 21,131,103</u>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**CAPITAL FUND**  
**DEFERRED CAPITAL CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2010**

**Schedule C3**

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 91,973,478	\$ 461,461	\$ 866,609	\$ 93,301,548
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Capital Additions	4,362,558	166,286	178,146	4,706,990
Transferred from Work in Progress	17,647,413	85,206		17,732,619
	<u>22,009,971</u>	<u>251,492</u>	<u>178,146</u>	<u>22,439,609</u>
Decrease				
Amortization of Deferred Capital Contributions	3,344,867	11,750	45,103	3,401,720
	<u>3,344,867</u>	<u>11,750</u>	<u>45,103</u>	<u>3,401,720</u>
<b>Net Changes for the Year</b>	<u>18,665,104</u>	<u>239,742</u>	<u>133,043</u>	<u>19,037,889</u>
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 110,638,582</u>	<u>\$ 701,203</u>	<u>\$ 999,652</u>	<u>\$ 112,339,437</u>
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	\$ 19,219,118	\$ 85,206	\$ 299,993	\$ 19,604,317
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Work in Progress	13,568,117		21,844	13,589,961
	<u>13,568,117</u>	<u>-</u>	<u>21,844</u>	<u>13,589,961</u>
Decrease				
Transferred to Deferred Capital Contributions	17,647,413	85,206		17,732,619
	<u>17,647,413</u>	<u>85,206</u>	<u>-</u>	<u>17,732,619</u>
<b>Net Changes for the Year</b>	<u>(4,079,296)</u>	<u>(85,206)</u>	<u>21,844</u>	<u>(4,142,658)</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u>\$ 15,139,822</u>	<u>\$ -</u>	<u>\$ 321,837</u>	<u>\$ 15,461,659</u>
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 125,778,404</u>	<u>\$ 701,203</u>	<u>\$ 1,321,489</u>	<u>\$ 127,801,096</u>

**SCHOOL DISTRICT No. 44 (NORTH VANCOUVER)**  
**CAPITAL FUND**  
**CHANGES IN DEFERRED CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2010**

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 610,883	\$ 378,808	\$ 12,447		\$ 65,093	\$ 1,067,231
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	20,903,938					20,903,938
Other					21,837	21,837
Other Sources - School District Projects					2,320,369	2,320,369
	<u>20,903,938</u>	-	-	-	<u>2,342,206</u>	<u>23,246,144</u>
Decrease:						
Transferred to DCC - Capital Additions	4,362,558	153,839	12,447		178,146	4,706,990
Transferred to DCC - Work in Progress	13,568,117				21,844	13,589,961
	<u>17,930,675</u>	<u>153,839</u>	<u>12,447</u>	-	<u>199,990</u>	<u>18,296,951</u>
<b>Net Changes for the Year</b>	<u>2,973,263</u>	<u>(153,839)</u>	<u>(12,447)</u>	-	<u>2,142,216</u>	<u>4,949,193</u>
<b>BALANCE, END OF YEAR</b>	<u><u>\$ 3,584,146</u></u>	<u><u>\$ 224,969</u></u>	<u><u>\$ -</u></u>	<u><u>-</u></u>	<u><u>\$ 2,207,309</u></u>	<u><u>\$ 6,016,424</u></u>

**CAPITAL FUND**  
**CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2010**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 56,812,286	\$ (3,899,209)	\$ 52,913,077
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
Adjustment to Restate Prior Year-end Balance	14		14
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	<u>56,812,300</u>	<u>(3,899,209)</u>	<u>52,913,091</u>
<b>Changes for the Year</b>			
Gain (Loss) on Disposal of Capital Assets	28,633,100		28,633,100
District Portion of Proceeds on Disposal	(28,633,100)	28,633,100	-
Amortization of Deferred Capital Contributions	3,401,720		3,401,720
Capital Assets Purchased from Local Capital	2,201,809	(2,201,809)	-
Interfund Transfers - Capital Assets Purchased	2,044,864		2,044,864
Interfund Transfers - Local Capital		1,005,000	1,005,000
Amortization of Capital Assets	(6,564,454)		(6,564,454)
Capital Leases Principal Paid - Operating	215,450		215,450
Capital Leases Principal Paid - Special Purpose	25,078		25,078
Operating WIP	47,970		47,970
<b>Net Changes for the Year</b>	<u>1,372,437</u>	<u>27,436,291</u>	<u>28,808,728</u>
<b>BALANCE, END OF YEAR</b>	<u><u>\$ 58,184,737</u></u>	<u><u>\$ 23,537,082</u></u>	<u><u>\$ 81,721,819</u></u>