

Consolidated Audited Financial Statements of

School District No. 44 (North Vancouver)

And Independent Auditors' Report thereon

June 30, 2021

School District No. 44 (North Vancouver)

June 30, 2021

Table of Contents

Management Report	1
Independent Auditors' Report	2-4
Consolidated Statement of Financial Position - Statement 1	5
Consolidated Statement of Operations - Statement 2	6
Consolidated Statement of Changes in Net Debt - Statement 4	7
Consolidated Statement of Cash Flows - Statement 5	8
Notes to the Consolidated Financial Statements	9-30
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited)	31
Schedule of Operating Operations - Schedule 2 (Unaudited)	32
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited)	33
Schedule 2B - Schedule of Operating Expense by Object (Unaudited)	34
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited)	35
Schedule of Special Purpose Operations - Schedule 3 (Unaudited)	37
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited)	38
Schedule of Capital Operations - Schedule 4 (Unaudited)	41
Schedule 4A - Tangible Capital Assets (Unaudited)	42
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited)	43
Schedule 4C - Deferred Capital Revenue (Unaudited)	44
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited)	45

School District No. 44 (North Vancouver)

MANAGEMENT REPORT

Version: 3806-3060-1078

Management's Responsibility for the Consolidated Financial Statements.

The accompanying consolidated financial statements of School District No. 44 (North Vancouver) 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 consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated financial statements.

The preparation of consolidated 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. 44 (North Vancouver) (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 Audit Committee, on behalf of the Board, periodically reviews internal consolidated financial statements up to four times a year and provides recommendations. The Board reviews externally audited consolidated financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of School District No. 44 (North Vancouver) 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 consolidated financial statements.

On behalf of School District No. 44 (North Vancouver)

Original signed by G. Tsiakos	September 21, 2021
Signature of the Chairperson of the Board of Education	Date Signed
Original signed by M. Pearmain	September 21, 2021
Signature of the Superintendent	Date Signed
Original signed by J. Stewart	September 21, 2021
Signature of the Secretary Treasurer	Date Signed



KPMG LLP
St. Andrew's Square II
800-730 View Street
Victoria BC V8W 3Y7
Canada
Telephone 250-480-3500
Fax 250-480-3539

INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 44 (North Vancouver), and
To the Minister of Education, Province of British Columbia

Opinion

We have audited the consolidated financial statements of School District No. 44 (North Vancouver) (the Entity), which comprise:

- the consolidated statement of financial position as at June 30, 2021
- the consolidated statement of operations for the year then ended
- the consolidated statement of changes in net debt for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements of the Entity as at and for the year ended June 30, 2021 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Basis for Opinion

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

We are independent of the Entity 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 – Financial Reporting Framework

We draw attention to note 2 to the financial statements which describes the applicable financial reporting framework and the significant differences between the financial reporting framework and Canadian public sector accounting standards.

Our opinion is not modified in respect of this matter.



Other Information

Management is responsible for the other information. Other information comprises:

- Information, other than the financial statements and the auditors' report thereon, included in the Financial Statement Discussion and Analysis document.
- Unaudited Schedules 1-4 attached to the audited financial statements.

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Information, other than the financial statements and the auditors' report thereon, included in the Financial Statement Discussion and Analysis document and Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

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

Management is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget and Transparency and Accountability Act of the Province of British Columbia 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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 the 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 Entity'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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group Entity to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P'.

Chartered Professional Accountants

Victoria, Canada
September 21, 2021

School District No. 44 (North Vancouver)

Statement 1

Consolidated Statement of Financial Position

As at June 30, 2021

	2021 Actual	2020 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	63,623,031	66,908,608
Accounts Receivable		
Due from Province - Ministry of Education (Note 3)	4,159,078	697,047
Other (Note 3)	1,012,761	832,709
Inventories for Resale (Note 4)	300,617	312,540
Total Financial Assets	69,095,487	68,750,904
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	-	29,758
Other (Note 5)	26,772,545	23,601,552
Unearned Revenue (Note 6)	8,628,066	8,000,991
Deferred Revenue (Note 7)	4,442,117	5,059,288
Deferred Capital Revenue (Note 8)	291,273,029	241,192,037
Employee Future Benefits (Note 9)	8,051,609	7,742,500
Capital Lease Obligations (Note 10)	219,643	386,086
Total Liabilities	339,387,009	286,012,212
Net Debt	(270,291,522)	(217,261,308)
Non-Financial Assets		
Tangible Capital Assets (Note 11)	391,174,594	335,492,245
Prepaid Expenses	982,738	722,218
Supplies Inventory	8,400	1,678
Total Non-Financial Assets	392,165,732	336,216,141
Accumulated Surplus (Deficit) (Note 14)	121,874,210	118,954,833

Unrecognized Assets (Note 16)

Contractual Obligations (Note 17)

Contractual Rights (Note 18)

Contingent Liabilities (Note 20)

Approved by the Board

Original signed by G. Tsiakos

September 21, 2021

Signature of the Chairperson of the Board of Education

Date Signed

Original signed by M. Pearmain

September 21, 2021

Signature of the Superintendent

Date Signed

Original signed by J. Stewart

September 21, 2021

Signature of the Secretary Treasurer

Date Signed

School District No. 44 (North Vancouver)

Consolidated Statement of Operations

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	175,700,419	176,474,421	164,947,085
Other	6,600	9,900	131,295
Federal Grants	6,000	7,000	7,000
Tuition (Note 6)	5,121,950	5,812,237	10,977,768
Other Revenue	5,239,242	3,836,525	8,642,201
Rentals and Leases	1,922,434	2,048,736	2,390,823
Investment Income	377,303	576,760	962,092
Amortization of Deferred Capital Revenue	6,499,135	6,482,967	6,231,951
Total Revenue	<u>194,873,083</u>	<u>195,248,546</u>	<u>194,290,215</u>
Expenses			
Instruction	156,861,722	155,308,416	156,153,816
District Administration	6,107,006	6,249,944	6,234,354
Operations and Maintenance	30,320,654	29,542,957	26,776,392
Transportation and Housing	569,068	480,053	325,880
Debt Services		15,705	23,528
Write-off/down of Buildings and Sites (Note 12)		732,094	
Total Expense	<u>193,858,450</u>	<u>192,329,169</u>	<u>189,513,970</u>
Surplus (Deficit) for the year	<u>1,014,633</u>	<u>2,919,377</u>	<u>4,776,245</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		118,954,833	114,178,588
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>121,874,210</u></u>	<u>118,954,833</u>

School District No. 44 (North Vancouver)

Statement 4

Consolidated Statement of Changes in Net Debt

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Surplus (Deficit) for the year	1,014,633	2,919,377	4,776,245
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(12,934,017)	(68,710,296)	(56,981,851)
Amortization of Tangible Capital Assets	10,497,326	10,552,727	10,089,299
Write-down carrying value of Tangible Capital Assets (Note 12)		2,475,220	
Total Effect of change in Tangible Capital Assets	(2,436,691)	(55,682,349)	(46,892,552)
Acquisition of Prepaid Expenses		(1,984,566)	(1,413,169)
Use of Prepaid Expenses		1,724,046	1,685,847
Acquisition of Supplies Inventory		(8,583)	(1,678)
Use of Supplies Inventory		1,861	
Prepaid Deposit			2,000,000
Total Effect of change in Other Non-Financial Assets	-	(267,242)	2,271,000
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>(1,422,058)</u>	<u>(53,030,214)</u>	<u>(39,845,307)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(53,030,214)	(39,845,307)
Net Debt, beginning of year		(217,261,308)	(177,416,001)
Net Debt, end of year		<u>(270,291,522)</u>	<u>(217,261,308)</u>

School District No. 44 (North Vancouver)

Statement 5

Consolidated Statement of Cash Flows

Year Ended June 30, 2021

	2021 Actual	2020 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	2,919,377	4,776,245
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(3,642,083)	3,052,793
Inventories for Resale	11,923	40,464
Supplies Inventories	(6,722)	(1,678)
Prepaid Expenses	(260,520)	2,272,678
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	3,141,235	7,805,379
Unearned Revenue	627,075	(2,008,407)
Deferred Revenue	(617,171)	380,320
Employee Future Benefits	309,109	225,875
Amortization of Tangible Capital Assets	10,552,727	10,089,299
Amortization of Deferred Capital Revenue	(6,482,967)	(6,231,951)
Write-Off/down of Buildings and Sites (Note 12)	732,094	
Total Operating Transactions	7,284,077	20,401,017
Capital Transactions		
Tangible Capital Assets Purchased	(8,262,244)	(8,159,990)
Tangible Capital Assets -WIP Purchased	(60,448,052)	(48,821,861)
Total Capital Transactions	(68,710,296)	(56,981,851)
Financing Transactions		
Capital Revenue Received	58,307,085	52,843,248
Capital Lease Payments	(166,443)	(158,622)
Total Financing Transactions	58,140,642	52,684,626
Net Increase (Decrease) in Cash and Cash Equivalents	(3,285,577)	16,103,792
Cash and Cash Equivalents, beginning of year	66,908,608	50,804,816
Cash and Cash Equivalents, end of year	63,623,031	66,908,608
Cash and Cash Equivalents, end of year, is made up of:		
Cash	61,070,412	64,367,651
Cash Equivalents	2,552,619	2,540,957
	63,623,031	66,908,608

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on April 12, 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. 44 (North Vancouver)", and operates as "School District No. 44 (North Vancouver)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 44 (North Vancouver) is exempt from federal and provincial corporate income taxes.

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. Under direction of the Provincial Health Officer, all schools suspended in-class instruction in March 2020 and the School District remained open to continue to support students and families in a variety of ways. Parents were given the choice to send their children back to school on a gradual and part-time basis beginning June 1, 2020 and full-time beginning Sept 1, 2020 with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impact are not known, an estimate of the future financial effect on the School District is not practicable at this time.

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

The financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(g) and 2(o).

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(g) and 2(o), Section 23.1 of the Budget Transparency and Accountability Act and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

a) Basis of Accounting *(continued)*

As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards.

b) Basis of Consolidation

These financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is comprised of all controlled entities, including the Cheakamus Foundation for Environmental Learning. Inter-departmental balances and organizational transactions have been eliminated.

The School District does not administer any trust activities on behalf of external parties.

c) Cash and Cash Equivalents

Cash and cash equivalents include cash and term deposits 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.

d) Accounts Receivable

Accounts receivable are measured at amortized cost and shown net of allowance for doubtful accounts.

e) Inventories for Resale

Publications for resale are recorded using the first-in-first-out method. Artists for Kids print inventory is recorded using the specific identification method. These inventories for resale are measured at lower of cost and net realizable value. Cost includes all costs incurred to get ready for sale including production, taxes, duties. Net realizable value is the expected selling price in the ordinary course of business.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

f) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

g) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2(o).

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.

h) 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 (EARSL) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2019 and projected to March 31, 2022. The next valuation will be performed at March 31, 2022 for use at June 30, 2022. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

The School District and its employees make contributions to the Teachers' Pension Plan and Municipal Pension Plan. The plans are multi-employer plans where assets and obligations are not separated. The costs are expensed as incurred.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

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.

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 for no consideration are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

j) Tangible Capital Assets *(continued)*

- 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
Assets Under Capital Lease	Term of the lease

k) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident 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 executory 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, commissions, subscriptions, membership and maintenance contracts for use within the School District in a future period 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) Supplies Inventory

Supplies inventory held for consumption or use include data processing equipment and are recorded at the lower of historical cost and replacement cost.

n) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 14 – Accumulated Surplus).

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

o) 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.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

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

p) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes interest on capital lease.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

p) Expenditures *(continued)*

Categories of Salaries

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

Allocation of Costs

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

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.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition and amortized using the effective interest rate method. 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 measured at fair value 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

q) Financial Instruments *(continued)*

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 2 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, estimates for contingent liabilities, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

s) Future Changes in Accounting Policies

PS 3280 Asset Retirement Obligations issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2022. A liability will be 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.

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

A modified retroactive application has been recommended by Government. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

s) Future Changes in Accounting Policies *(continued)*

PS 3400 Revenue issued November 2018 establishes standards on how to account for and report on revenue and becomes effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the School District satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school 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.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

t) Comparative Information

Certain comparative information has been reclassified to conform to the financial statement presentation adopted for the current year

NOTE 3 ACCOUNTS RECEIVABLE

	2021	2020
Due from Province Includes:		
Miscellaneous Grants Receivable	\$541,723	\$80,539
COA Draws Receivable	3,617,355	616,508
	\$4,159,078	\$697,047
Other Receivables Include:		
GST/PST/HST Receivable	\$461,537	\$432,157
Recoverable Insurance Claims	139,741	-
Recoverable Payroll	9,172	13,196
Sundry Billings	224,965	218,093
Miscellaneous Receivables	171,694	160,667
Special Purpose	5,652	7,876
	\$1,012,761	\$832,709

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 4 INVENTORIES FOR RESALE

Inventories for resale at June 30, 2021 and 2020 consist solely of Artists for Kids prints.

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2021	2020
Trade payables	\$16,365,987	\$13,872,811
Salaries and benefits payable	9,048,569	9,020,498
Accrued vacation pay	1,357,989	708,243
	\$26,772,545	\$23,601,552

NOTE 6 UNEARNED REVENUE

	2021	2020
Balance, beginning of year	\$8,000,991	\$10,009,398
Changes for the year:		
Increase:		
Tuition fees collected	6,490,440	8,810,235
Other	738,070	1,521,208
	7,228,510	10,331,443
Decrease:		
Tuition fees recognized	(5,812,237)	(10,977,768)
Other	(789,198)	(1,362,082)
	(6,601,435)	(12,339,850)
Net changes for the year	627,075	(2,008,407)
Balance, end of year	\$8,628,066	\$8,000,991

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 7 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.

	2021	2020
Balance, beginning of year	\$5,059,288	\$4,678,968
Changes for the year:		
Increase:		
Provincial grants	27,870,516	21,396,775
Other revenue	2,605,739	5,148,378
	30,476,255	26,545,153
Decrease:		
Allocated to revenue	(30,368,058)	(26,164,833)
Recoveries	(725,368)	-
	(31,093,426)	(26,164,833)
Net changes for the year	(617,171)	380,320
Balance, end of year	\$4,442,117	\$5,059,288

NOTE 8 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 8 DEFERRED CAPITAL REVENUE
(Continued)

	2021	2020
Deferred capital revenue subject to amortization		
Balance, beginning of year	\$172,721,394	\$172,669,651
Increases:		
Capital additions	1,308,335	5,684,679
Transfer from deferred capital revenue – work in progress	54,374,851	599,015
Decreases:		
Amortization	(6,482,967)	(6,231,951)
Write off/down of buildings (see Note 12)	(1,743,126)	-
Net change for the year	47,457,093	51,743
Balance, end of year	220,178,487	172,721,394
 Deferred capital revenue – work in progress		
Balance, beginning of year	68,450,907	20,479,723
Increases:		
Transfer from deferred capital revenue - unspent	57,012,618	48,570,199
Decreases:		
Transfer to deferred capital revenue subject to amortization	(54,374,851)	(599,015)
Net change for the year	2,637,767	47,971,184
Balance, end of year	71,088,674	68,450,907
 Deferred capital revenue - unspent		
Balance, beginning of year	19,736	1,431,366
Increases:		
Provincial Grants – Ministry of Education	58,046,068	52,707,497
Playground - PAC	261,017	135,751
	58,307,085	52,843,248
Decreases:		
Transfer to deferred capital revenue subject to amortization	(1,308,335)	(5,684,679)
Transfer to deferred capital revenue – work in progress	(57,012,618)	(48,570,199)
	(58,320,953)	(54,254,878)
Net change for the year	(13,868)	(1,411,630)
Balance, end of year	5,868	19,736
Total deferred capital revenue balance, end of year	\$291,273,029	\$241,192,037

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 9 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.

	June 30, 2021	June 30, 2020
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	7,839,925	8,324,029
Service Cost	693,823	659,886
Interest Cost	180,953	206,195
Benefit Payments	(676,357)	(653,332)
Actuarial (Gain) Loss	(429,262)	(696,853)
Accrued Benefit Obligation – March 31	7,609,082	7,839,925
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	7,609,082	7,839,925
Market Value of Plan Assets - March 31	-	-
Funded Status - Surplus (Deficit)	(7,609,082)	(7,839,925)
Employer Contributions After Measurement Date	312,570	343,113
Benefits Expense After Measurement Date	(222,603)	(218,694)
Unamortized Net Actuarial (Gain) Loss	(532,494)	(26,994)
Accrued Benefit Asset (Liability) - June 30	(8,051,609)	(7,742,500)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) - July 1	7,742,500	7,516,625
Net Expense for Fiscal Year	954,923	1,021,921
Employer Contributions	(645,814)	(796,046)
Accrued Benefit Liability (Asset) - June 30	8,051,609	7,742,500
Components of Net Benefit Expense		
Service Cost	693,690	668,370
Interest Cost	184,995	199,885
Amortization of Net Actuarial (Gain)/Loss	76,238	153,666
Net Benefit Expense (Income)	954,923	1,021,921
Assumptions		
Discount Rate - April 1	2.25%	2.50%
Discount Rate - March 31	2.50%	2.25%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	9.0	9.0

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 10 CAPITAL LEASE OBLIGATION

The School District entered into an obligation for multi-function business devices under capital lease in 2018, which expires November 30, 2022.

Repayments are due as follows:

2022	\$182,149
2023	45,537
Total minimum lease payments	<u>\$227,686</u>
Less amounts representing interest at 5.38%	<u>8,043</u>
Present value of net minimum capital lease payments	<u>\$219,643</u>

Total interest on the capital lease obligation for the year ended June 30, 2021 was \$15,705 (2020: \$23,528).

NOTE 11 TANGIBLE CAPITAL ASSETS

Net Book Value:	Net Book Value 2021	Net Book Value 2020
Sites	\$12,472,243	\$12,472,243
Buildings	296,992,481	244,291,327
Buildings – work in progress	72,600,042	71,023,999
Furniture & Equipment	4,322,611	2,958,118
Vehicles	1,192,003	1,052,238
Computer Software	81,327	74,225
Computer Hardware	3,513,887	3,620,095
Total	<u>\$391,174,594</u>	<u>\$335,492,245</u>

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 11 TANGIBLE CAPITAL ASSETS
(Continued)

June 30, 2021

Cost:	Opening Cost	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2021
Sites	\$12,472,243	\$ -	\$ -	\$ -	\$12,472,243
Buildings	388,174,090	5,151,581	(7,383,269)	58,872,009	444,814,411
Buildings – work in progress	71,023,999	60,448,052	-	(58,872,009)	72,600,042
Furniture & Equipment	4,451,535	1,809,647	(403,857)	-	5,857,325
Vehicles	1,602,113	299,976	(169,306)	-	1,732,783
Computer Software	304,074	67,917	(237,020)	-	134,971
Computer Hardware	5,196,654	933,123	(569,943)	-	5,559,834
Total	\$483,224,708	\$68,710,296	(\$8,763,395)	\$ -	\$543,171,609

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Balance at June 30, 2021
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	143,882,763	8,847,216	(4,908,049)	147,821,930
Furniture & Equipment	1,493,417	445,154	(403,857)	1,534,714
Vehicles	549,875	160,211	(169,306)	540,780
Computer Software	229,849	60,815	(237,020)	53,644
Computer Hardware	1,576,559	1,039,331	(569,943)	2,045,947
Total	\$147,732,463	\$10,552,727	(\$6,288,175)	\$151,997,015

- Buildings – work in progress having a value of \$72,600,042 (2020: \$71,023,999) has not been amortized. Amortization of these assets will commence when the asset is put into service.
- Building cost and accumulated amortization disposal amounts for the year ended June 30, 2021 relate to the write-off of one demolished building (see Note 12).
- Equipment under capital lease: Included in capital assets is equipment under capital lease with a cost of \$804,568 (2020: \$804,568) and accumulated amortization of \$482,740 (2020: \$321,828).

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 11 TANGIBLE CAPITAL ASSETS
(Continued)

June 30, 2020

Cost:	Opening Cost	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2020
Sites	\$12,472,243	\$ -	-	-	\$12,472,243
Buildings	382,242,559	5,303,850	-	627,681	388,174,090
Buildings – work in progress	22,829,819	48,821,861	-	(627,681)	71,023,999
Furniture & Equipment	3,912,747	740,740	(201,952)	-	4,451,535
Vehicles	1,311,405	290,708	-	-	1,602,113
Computer Software	320,933	-	(16,859)	-	304,074
Computer Hardware	4,161,468	1,824,692	(789,506)	-	5,196,654
Total	\$427,251,174	\$56,981,851	(\$1,008,317)	\$ -	\$483,224,708

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Balance at June 30, 2020
Sites	\$ -	\$ -	-	\$ -
Buildings	135,212,361	8,670,402	-	143,882,763
Furniture & Equipment	1,304,094	391,275	(201,952)	1,493,417
Vehicles	418,734	131,141	-	549,875
Computer Software	182,521	64,187	(16,859)	229,849
Computer Hardware	1,533,771	832,294	(789,506)	1,576,559
Total	\$138,651,481	\$10,089,299	(\$1,008,317)	\$147,732,463

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 12 WRITE-DOWN AND WRITE-OFF OF SITES AND BUILDINGS

The School District wrote-off the net book value and associated unamortized deferred capital revenue for the former Argyle Secondary School upon demolition during the year ended June 30, 2021, subsequent to completion of a seismic replacement. The school was built in 1960 and had undergone numerous additions and betterments since construction. A significant portion of these costs had been funded through bylaw capital.

- Capital Assets - Building: The net book value of \$2,475,220 (cost – \$7,383,269, accumulated amortization – \$4,908,049) was written off during the year.
- Deferred Capital Revenue: Unamortized deferred capital revenue of \$1,743,126 (deferred capital received – \$4,683,854, accumulated amortization – \$2,940,728) was written off during the year.

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, 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, 2020, the Teachers' Pension Plan has about 49,000 active members and approximately 40,000 retired members. As of December 31, 2020, the Municipal Pension Plan has about 220,000 active members, including approximately 28,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2017, indicated a \$1,656 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

School District No. 44 paid \$13,541,300 for employer contributions to these plans for the year ended June 30, 2021 (2020: \$13,221,922).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2020, with results available later in 2021. The next valuation for the Municipal Pension Plan will be as at December 31, 2021, with results available in 2022.

Employers participating in the plans record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plans record accrued liabilities and accrued assets for each plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plans.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 14 ACCUMULATED SURPLUS

Accumulated surplus consists of individual fund surpluses as follows:

	2021	2020
Invested in tangible capital assets	\$99,194,388	\$93,440,456
Operating surplus	11,266,959	11,083,840
Local capital surplus	11,412,863	14,430,537
	\$121,874,210	\$118,954,833

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2021, were as follows:

- Tangible capital assets and work in progress purchased from operating fund to capital fund: \$569,604
- Capital lease principal payments from operating fund to capital fund: \$166,443
- Transfer from Operating Fund to Local Capital Fund for construction projects and future capital acquisitions: \$4,350,000
- Tangible capital assets purchased from special purpose fund to capital fund: \$2,381,727

The operating surplus has been internally restricted (appropriated) by the Board for:

	2021	2020
Restricted Surplus		
Annual Budget Surplus Appropriation	\$5,553,993	\$2,509,738
Support for 2020/21 Operations Not Known at Time of Budget Approval	-	1,700,000
Early Teacher Mentorship	324,721	-
Holdback – Address Learning Impacts from Pandemic	459,898	-
Capital Projects	1,300,000	800,00
Outstanding Purchase Orders as at June 30th	-	84,000
Subtotal Internally Restricted	\$7,638,612	\$5,093,738
Unrestricted Surplus	3,628,347	5,990,102
Total Operating Surplus	\$11,266,959	\$11,083,840

NOTE 15 RELATED PARTY TRANSACTIONS

The School District is related through common control 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 16 UNRECOGNIZED ASSETS

The School District manages and controls various works of art and non-operational historical cultural assets including buildings, artifacts, paintings and sculptures located at the Educational Services Center and public display areas. These assets are not recognized in the financial statements. The cost of the permanent art collection is \$2,076,128 at June 30, 2021 (2020: \$2,045,028).

NOTE 17 CONTRACTUAL OBLIGATIONS

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

	2022	2023	2024
Handsworth seismic	\$11,140,230	\$874,714	\$255,748
Argyle seismic	2,066,874	-	-
Mountainside seismic	3,383,765	-	-
Management contract for the operations of the Cheakamus Centre	-	250,000	250,000
Total	\$16,590,869	\$1,124,714	\$505,748

NOTE 18 CONTRACTUAL RIGHTS

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The School District's contractual rights arise because of lease contracts entered into for the rental of four locations as summarized below:

2022	\$1,701,383
2023	1,755,434
2024	1,811,165
2025	987,913
2026	935,362
Thereafter	2,133,579
Total future lease revenue	\$9,324,836

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 19 BUDGET FIGURES

Budget figures included in the financial statements represent the amended annual budget approved by the Board on February 23, 2021. The Board approved the annual budget on June 23, 2020. The following table sets out the amended annual operating budget with a comparison to the annual budget.

Annual Budget - Revenue and Expense

	2021 Amended Annual Budget	2021 Annual Budget	2021 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	175,700,419	164,623,817	176,474,421
Other	6,600	7,000	9,900
Federal Grants	6,000	5,000	7,000
Tuition	5,121,950	3,694,700	5,812,237
Other Revenue	5,239,242	7,908,840	3,836,525
Rentals and Leases	1,922,434	1,941,384	2,048,736
Investment Income	377,303	281,750	576,760
Amortization of Deferred Capital Revenue	6,499,135	6,360,684	6,482,967
Total Revenue	194,873,083	184,823,175	195,248,546
Expenses			
Instruction	156,861,722	156,081,622	155,308,416
District Administration	6,107,006	5,883,746	6,249,944
Operations and Maintenance	19,823,328	17,175,256	18,990,230
Transportation and Housing	569,068	521,978	480,053
Debt Services	-	-	15,705
Write-off/down of Buildings and Sites	-	-	732,094
Amortization of Tangible Capital Assets	10,497,326	10,156,359	10,552,727
Total Expense	193,858,450	189,818,961	192,329,169
Net Revenue (Expense)	1,014,633	(4,995,786)	2,919,377
Budgeted Allocation (Retirement) of Surplus (Deficit)	2,271,193	2,509,738	-
Budgeted Surplus (Deficit) for the year	3,285,826	(2,486,048)	2,919,377

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 20 CONTINGENT LIABILITIES

The School District has granted an irrevocable \$2,000,000 standby letter of credit in favour of the Corporation of the District of North Vancouver in lieu of security deposits for general capital projects. The School District has granted an irrevocable \$100,000 standby letter of credit in favour of the Bank of Montreal in relation to School District purchasing cards.

Certain schools in the School District may contain asbestos. No amount has been recorded in these financial statements with regard to this potential liability since the fair value of the future removal costs cannot be reasonably estimated due to unknown timelines.

The nature of the School District's activities are such there is usually litigation pending or in process at any time. With respect to unsettled claims at June 30, 2021, 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 or operations.

A liability for claims is recorded to the extent that the probability of loss is likely and the amount of potential loss is estimable.

NOTE 21 EXPENSE BY OBJECT

	<u>2021</u>	<u>2020</u>
Salaries and Benefits	\$ 164,822,722	\$ 158,838,265
Services and Supplies	16,205,921	20,562,878
Interest	15,705	23,528
Write-off/down of Buildings and Sites	732,094	-
Amortization	10,552,727	10,089,299
	<u>\$ 192,329,169</u>	<u>\$ 189,513,970</u>

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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2021

NOTE 23 RISK MANAGEMENT
(Continued)

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

a) Credit risk:

Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash, cash equivalents, 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 and cash equivalents and investments as they are placed in recognized British Columbia institutions and the School District invests solely in placement of funds with institutions that have achieved the highest creditworthiness in the marketplace and earned a public reputation as a good credit risk.

b) Market risk:

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District 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 it invests solely in investments that are considered liquid (e.g. term deposits) that have a maturity date of no more than 3 years.

c) Liquidity risk:

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

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 2020 related to credit, market or liquidity risks.

School District No. 44 (North Vancouver)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2021

	Operating Fund	Special Purpose Fund	Capital Fund	2021 Actual	2020 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	11,083,840		107,870,993	118,954,833	114,178,588
Changes for the year					
Surplus (Deficit) for the year	5,269,166	2,381,727	(4,731,516)	2,919,377	4,776,245
Interfund Transfers					
Tangible Capital Assets Purchased	(569,604)	(1,025,057)	1,594,661	-	
Tangible Capital Assets - Work in Progress		(1,356,670)	1,356,670	-	
Local Capital	(4,350,000)		4,350,000	-	
Other	(166,443)		166,443	-	
Net Changes for the year	183,119	-	2,736,258	2,919,377	4,776,245
Accumulated Surplus (Deficit), end of year - Statement 2	11,266,959	-	110,607,251	121,874,210	118,954,833

School District No. 44 (North Vancouver)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	147,955,756	148,435,876	144,260,513
Other	6,600	9,900	7,068
Federal Grants	6,000	7,000	7,000
Tuition	5,121,950	5,812,237	10,977,768
Other Revenue	1,319,242	1,507,012	3,288,167
Rentals and Leases	1,922,434	2,048,736	2,390,823
Investment Income	375,000	490,717	758,732
Total Revenue	156,706,982	158,311,478	161,690,071
Expenses			
Instruction	130,322,162	130,083,214	131,345,544
District Administration	6,057,006	6,245,990	6,020,540
Operations and Maintenance	17,135,140	16,369,873	16,647,111
Transportation and Housing	451,867	343,235	231,973
Total Expense	153,966,175	153,042,312	154,245,168
Operating Surplus (Deficit) for the year	2,740,807	5,269,166	7,444,903
Budgeted Appropriation (Retirement) of Surplus (Deficit)	2,271,193		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(662,000)	(569,604)	(672,589)
Local Capital	(4,350,000)	(4,350,000)	(4,328,324)
Other		(166,443)	(158,621)
Total Net Transfers	(5,012,000)	(5,086,047)	(5,159,534)
Total Operating Surplus (Deficit), for the year	-	183,119	2,285,369
Operating Surplus (Deficit), beginning of year		11,083,840	8,798,471
Operating Surplus (Deficit), end of year		11,266,959	11,083,840
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 14)		7,638,612	5,093,738
Unrestricted		3,628,347	5,990,102
Total Operating Surplus (Deficit), end of year		11,266,959	11,083,840

School District No. 44 (North Vancouver)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	140,130,676	140,601,250	137,468,116
Other Ministry of Education Grants			
Pay Equity	2,966,047	2,966,047	2,966,047
Funding for Graduated Adults	8,140	16,583	16,557
Student Transportation Fund	40,566	40,566	40,566
Carbon Tax Grant			41,805
Employer Health Tax Grant			1,210,892
Support Staff Benefits Grant	200,890	200,890	133,495
Support Staff Wage Increase Funding			663,000
Teachers' Labour Settlement Funding	4,109,123	4,109,123	1,696,618
Early Career Mentorship Funding	330,000	330,000	
FSA Scorer Grant	17,740	17,740	17,740
French Immersion Remote Learning	150,000	150,000	
Early Learning Framework Implementation	2,574	3,677	3,677
Equity Scan			2,000
Total Provincial Grants - Ministry of Education	147,955,756	148,435,876	144,260,513
Provincial Grants - Other	6,600	9,900	7,068
Federal Grants	6,000	7,000	7,000
Tuition			
Summer School Fees	61,950	61,950	131,300
Continuing Education	-		-
International and Out of Province Students	5,060,000	5,750,287	10,846,468
Total Tuition	5,121,950	5,812,237	10,977,768
Other Revenues			
Miscellaneous			
Cheakamus Centre	40,000	165,209	1,400,579
Band and Strings	439,000	429,527	617,715
Academy Fees	293,280	286,430	558,146
Donations and Recoveries	28,000	109,191	103,172
Artists For Kids	216,640	255,239	363,226
Cafeteria and Vending	9,000	10,045	83,634
Other	293,322	251,371	161,695
Total Other Revenue	1,319,242	1,507,012	3,288,167
Rentals and Leases	1,922,434	2,048,736	2,390,823
Investment Income	375,000	490,717	758,732
Total Operating Revenue	156,706,982	158,311,478	161,690,071

School District No. 44 (North Vancouver)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Salaries			
Teachers	71,001,504	70,011,888	69,221,537
Principals and Vice Principals	10,471,845	10,526,159	10,342,118
Educational Assistants	11,632,177	12,238,668	12,300,596
Support Staff	12,410,171	11,855,955	12,105,352
Other Professionals	4,419,432	4,444,974	4,211,118
Substitutes	3,868,866	4,783,858	4,070,038
Total Salaries	113,803,995	113,861,502	112,250,759
Employee Benefits	27,581,074	27,570,636	27,345,166
Total Salaries and Benefits	141,385,069	141,432,138	139,595,925
Services and Supplies			
Services	5,303,328	5,506,237	8,154,503
Student Transportation	66,200	41,498	65,713
Professional Development and Travel	577,050	369,088	609,056
Rentals and Leases	-	-	50,753
Dues and Fees	60,300	60,091	59,126
Insurance	440,000	462,935	418,818
Interest	-	-	-
Supplies	3,357,976	2,489,757	2,907,671
Utilities	2,776,252	2,680,568	2,383,603
Total Services and Supplies	12,581,106	11,610,174	14,649,243
Total Operating Expense	153,966,175	153,042,312	154,245,168

School District No. 44 (North Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	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	53,146,983	2,563,277	14,465	1,722,643	-	3,973,454	61,420,822
1.03 Career Programs	184,730	-	-	179,476	-	208	364,414
1.07 Library Services	2,459,804	-	128,100	129,189	-	18,157	2,735,250
1.08 Counselling	3,425,512	-	-	-	-	6,800	3,432,312
1.10 Special Education	8,281,983	867,618	11,374,860	650,962	-	383,227	21,558,650
1.30 English Language Learning	1,859,283	-	-	-	-	7,358	1,866,641
1.31 Indigenous Education	288,312	143,694	475,201	-	-	6,178	913,385
1.41 School Administration	-	6,807,876	-	1,023,642	-	25,813	7,857,331
1.60 Summer School	247,928	-	-	4,977	-	-	252,905
1.62 International and Out of Province Students	116,348	-	-	98,305	176,516	128	391,297
1.64 Other	211	-	-	59,523	174,807	21,289	255,830
Total Function 1	70,011,094	10,382,465	11,992,626	3,868,717	351,323	4,442,612	101,048,837
4 District Administration							
4.11 Educational Administration	-	-	-	-	798,522	-	798,522
4.40 School District Governance	-	-	-	-	191,401	-	191,401
4.41 Business Administration	-	143,694	-	1,042,627	1,700,119	6,695	2,893,135
Total Function 4	-	143,694	-	1,042,627	2,690,042	6,695	3,883,058
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	794	-	-	181,585	938,566	-	1,120,945
5.50 Maintenance Operations	-	-	-	6,473,111	465,043	331,862	7,270,016
5.52 Maintenance of Grounds	-	-	-	289,915	-	-	289,915
5.56 Utilities	-	-	-	-	-	-	-
Total Function 5	794	-	-	6,944,611	1,403,609	331,862	8,680,876
7 Transportation and Housing							
7.70 Student Transportation	-	-	246,042	-	-	2,689	248,731
Total Function 7	-	-	246,042	-	-	2,689	248,731
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	70,011,888	10,526,159	12,238,668	11,855,955	4,444,974	4,783,858	113,861,502

School District No. 44 (North Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2021 Actual	2021 Budget (Note 19)	2020 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	61,420,822	16,293,155	77,713,977	2,641,471	80,355,448	85,892,268	81,474,049
1.03 Career Programs	364,414	90,941	455,355	51,490	506,845	390,708	557,483
1.07 Library Services	2,735,250	658,690	3,393,940	12,374	3,406,314	3,464,245	3,604,263
1.08 Counselling	3,432,312	798,233	4,230,545	10,395	4,240,940	3,135,488	4,275,247
1.10 Special Education	21,558,650	4,456,865	26,015,515	355,976	26,371,491	20,616,496	24,172,016
1.30 English Language Learning	1,866,641	489,951	2,356,592	16,222	2,372,814	2,041,475	2,228,333
1.31 Indigenous Education	913,385	187,709	1,101,094	37,984	1,139,078	1,420,249	1,271,762
1.41 School Administration	7,857,331	1,569,709	9,427,040	146,019	9,573,059	8,408,904	9,120,718
1.60 Summer School	252,905	44,464	297,369	21,964	319,333	308,088	410,346
1.62 International and Out of Province Students	391,297	90,392	481,689	509,567	991,256	3,909,854	1,909,233
1.64 Other	255,830	55,424	311,254	495,382	806,636	734,387	2,322,094
Total Function 1	101,048,837	24,735,533	125,784,370	4,298,844	130,083,214	130,322,162	131,345,544
4 District Administration							
4.11 Educational Administration	798,522	161,298	959,820	333,071	1,292,891	1,148,612	1,173,149
4.40 School District Governance	191,401	16,025	207,426	161,393	368,819	300,785	316,016
4.41 Business Administration	2,893,135	634,459	3,527,594	1,056,686	4,584,280	4,607,609	4,531,375
Total Function 4	3,883,058	811,782	4,694,840	1,551,150	6,245,990	6,057,006	6,020,540
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	1,120,945	238,132	1,359,077	811,936	2,171,013	2,344,676	1,812,332
5.50 Maintenance Operations	7,270,016	1,665,478	8,935,494	2,269,080	11,204,574	11,600,123	11,652,863
5.52 Maintenance of Grounds	289,915	66,705	356,620	443,854	800,474	1,007,341	884,197
5.56 Utilities	-	-	-	2,193,812	2,193,812	2,183,000	2,297,719
Total Function 5	8,680,876	1,970,315	10,651,191	5,718,682	16,369,873	17,135,140	16,647,111
7 Transportation and Housing							
7.70 Student Transportation	248,731	53,006	301,737	41,498	343,235	451,867	231,973
Total Function 7	248,731	53,006	301,737	41,498	343,235	451,867	231,973
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	113,861,502	27,570,636	141,432,138	11,610,174	153,042,312	153,966,175	154,245,168

School District No. 44 (North Vancouver)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2021

	2021 Budget (Note 19) \$	2021 Actual \$	2020 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	27,744,663	28,038,545	20,686,572
Other			124,227
Other Revenue	3,920,000	2,329,513	5,354,034
Investment Income	2,303		
Total Revenue	31,666,966	30,368,058	26,164,833
Expenses			
Instruction	26,539,560	25,225,202	24,808,272
District Administration	50,000	3,954	213,814
Operations and Maintenance	2,688,188	2,620,357	39,982
Transportation and Housing	117,201	136,818	93,907
Total Expense	29,394,949	27,986,331	25,155,975
Special Purpose Surplus (Deficit) for the year	2,272,017	2,381,727	1,008,858
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(2,272,017)	(1,025,057)	(1,008,858)
Tangible Capital Assets - Work in Progress		(1,356,670)	
Total Net Transfers	(2,272,017)	(2,381,727)	(1,008,858)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 44 (North Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2021

	Annual Facility Grant	Learning Improvement Fund	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	3,797,597	5,396	2,872	-	-	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education	626,273	503,723		224,000	61,250	276,882	1,132,336	6,101,085	10,245,057
Other			2,562,414						
	626,273	503,723	2,562,414	224,000	61,250	276,882	1,132,336	6,101,085	10,245,057
Less: Allocated to Revenue Recovered	626,273	503,723	2,308,259	229,396	54,082	276,882	1,132,336	6,101,085	10,245,057
Deferred Revenue, end of year	-	-	4,051,752	-	10,040	-	-	-	-
Revenues									
Provincial Grants - Ministry of Education	626,273	503,723		229,396	54,082	276,882	1,132,336	6,101,085	10,245,057
Other Revenue			2,308,259						
	626,273	503,723	2,308,259	229,396	54,082	276,882	1,132,336	6,101,085	10,245,057
Expenses									
Salaries									
Teachers	-					60,785	258,269		8,215,087
Principals and Vice Principals	-					40,071			
Educational Assistants	-	410,666					509,413	4,963,078	
Support Staff	-			182,772			1,500		
Other Professionals	-								
Substitutes	-			79	660	5,747			4,633
	-	410,666	-	182,851	660	106,603	769,182	4,963,078	8,219,720
Employee Benefits	-	93,057		31,536	100	21,679	182,796	1,138,007	2,025,337
Services and Supplies	46,646		1,975,373	15,009	53,322	148,600	180,358		
	46,646	503,723	1,975,373	229,396	54,082	276,882	1,132,336	6,101,085	10,245,057
Net Revenue (Expense) before Interfund Transfers	579,627	-	332,886	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(579,627)		(332,886)						
Tangible Capital Assets - Work in Progress									
	(579,627)	-	(332,886)	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 44 (North Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2021

	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Safe Return to School Grant	Federal Safe Return to Class Fund	Carlile Youth Inpatient PRP	Violence Prevention	Metro Regional Implementation
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	725,368	117,201	-	13,798			107,427	-	279,629
Add: Restricted Grants									
Provincial Grants - Ministry of Education	1,304,613	94,346	51,000	11,250	1,116,823	6,006,056	115,822		
Other								20,000	23,325
	1,304,613	94,346	51,000	11,250	1,116,823	6,006,056	115,822	20,000	23,325
Less: Allocated to Revenue	1,304,613	169,286	46,188	9,895	1,116,823	6,006,056	216,850	17,300	3,954
Recovered	725,368								
Deferred Revenue, end of year	-	42,261	4,812	15,153	-	-	6,399	2,700	299,000
Revenues									
Provincial Grants - Ministry of Education	1,304,613	169,286	46,188	9,895	1,116,823	6,006,056	216,850		
Other Revenue								17,300	3,954
	1,304,613	169,286	46,188	9,895	1,116,823	6,006,056	216,850	17,300	3,954
Expenses									
Salaries									
Teachers						1,390,720	127,200		
Principals and Vice Principals						66,804	14,832		
Educational Assistants						425,022			
Support Staff					508,045	284,297			
Other Professionals						80,080			
Substitutes	1,064,238			4,795		358,516	21,105		
	1,064,238	-	-	4,795	508,045	2,605,439	163,137	-	-
Employee Benefits	240,375			677	116,491	505,419	36,696		
Services and Supplies		169,286	46,188	4,423	435,059	1,483,212	17,017	17,300	3,954
	1,304,613	169,286	46,188	9,895	1,059,595	4,594,070	216,850	17,300	3,954
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	57,228	1,411,986	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased					(57,228)	(55,316)			
Tangible Capital Assets - Work in Progress						(1,356,670)			
	-	-	-	-	(57,228)	(1,411,986)	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 44 (North Vancouver)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2021

	Sutherland Track	TOTAL
	\$	\$
Deferred Revenue, beginning of year	10,000	5,059,288
Add: Restricted Grants		
Provincial Grants - Ministry of Education		27,870,516
Other		2,605,739
	-	30,476,255
Less: Allocated to Revenue	-	30,368,058
Recovered		725,368
Deferred Revenue, end of year	10,000	4,442,117
Revenues		
Provincial Grants - Ministry of Education		28,038,545
Other Revenue		2,329,513
	-	30,368,058
Expenses		
Salaries		
Teachers		10,052,061
Principals and Vice Principals		121,707
Educational Assistants		6,308,179
Support Staff		976,614
Other Professionals		80,080
Substitutes		1,459,773
	-	18,998,414
Employee Benefits		4,392,170
Services and Supplies		4,595,747
	-	27,986,331
Net Revenue (Expense) before Interfund Transfers	-	2,381,727
Interfund Transfers		
Tangible Capital Assets Purchased		(1,025,057)
Tangible Capital Assets - Work in Progress		(1,356,670)
	-	(2,381,727)
Net Revenue (Expense)	-	-

School District No. 44 (North Vancouver)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2021

	2021 Budget (Note 19)	2021 Actual			2020 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income			86,043	86,043	203,360
Amortization of Deferred Capital Revenue	6,499,135	6,482,967		6,482,967	6,231,951
Total Revenue	6,499,135	6,482,967	86,043	6,569,010	6,435,311
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	10,497,326	10,552,727		10,552,727	10,089,299
Write-off/down of Buildings and Sites		732,094		732,094	
Debt Services					
Capital Lease Interest			15,705	15,705	23,528
Total Expense	10,497,326	11,284,821	15,705	11,300,526	10,112,827
Capital Surplus (Deficit) for the year	(3,998,191)	(4,801,854)	70,338	(4,731,516)	(3,677,516)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	2,934,017	1,594,661		1,594,661	1,681,447
Tangible Capital Assets - Work in Progress		1,356,670		1,356,670	
Local Capital	4,350,000		4,350,000	4,350,000	4,328,324
Capital Lease Payment			166,443	166,443	158,621
Total Net Transfers	7,284,017	2,951,331	4,516,443	7,467,774	6,168,392
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		5,359,248	(5,359,248)	-	
Tangible Capital Assets WIP Purchased from Local Capital		2,078,764	(2,078,764)	-	
Principal Payment					
Capital Lease		166,443	(166,443)	-	
Total Other Adjustments to Fund Balances		7,604,455	(7,604,455)	-	
Total Capital Surplus (Deficit) for the year	3,285,826	5,753,932	(3,017,674)	2,736,258	2,490,876
Capital Surplus (Deficit), beginning of year		93,440,456	14,430,537	107,870,993	105,380,117
Capital Surplus (Deficit), end of year		99,194,388	11,412,863	110,607,251	107,870,993

School District No. 44 (North Vancouver)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2021

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	12,472,243	388,174,090	4,451,535	1,602,113	304,074	5,196,654	412,200,709
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		9,660	791,737	148,836	-	83,588	1,033,821
Deferred Capital Revenue - Other		-	274,514	-	-	-	274,514
Operating Fund		-	25,089	96,888	54,465	393,162	569,604
Special Purpose Funds		579,627	214,982	-	13,452	216,996	1,025,057
Local Capital		4,562,294	503,325	54,252	-	239,377	5,359,248
Transferred from Work in Progress		58,872,009					58,872,009
	-	64,023,590	1,809,647	299,976	67,917	933,123	67,134,253
Decrease:							
Deemed Disposals			403,857	169,306	237,020	569,943	1,380,126
Written-off/down During Year		7,383,269					7,383,269
	-	7,383,269	403,857	169,306	237,020	569,943	8,763,395
Cost, end of year	12,472,243	444,814,411	5,857,325	1,732,783	134,971	5,559,834	470,571,567
Work in Progress, end of year		72,600,042					72,600,042
Cost and Work in Progress, end of year	12,472,243	517,414,453	5,857,325	1,732,783	134,971	5,559,834	543,171,609
Accumulated Amortization, beginning of year		143,882,763	1,493,417	549,875	229,849	1,576,559	147,732,463
Changes for the Year							
Increase: Amortization for the Year		8,847,216	445,154	160,211	60,815	1,039,331	10,552,727
Decrease:							
Deemed Disposals			403,857	169,306	237,020	569,943	1,380,126
Written-off During Year		4,908,049					4,908,049
		4,908,049	403,857	169,306	237,020	569,943	6,288,175
Accumulated Amortization, end of year		147,821,930	1,534,714	540,780	53,644	2,045,947	151,997,015
Tangible Capital Assets - Net	12,472,243	369,592,523	4,322,611	1,192,003	81,327	3,513,887	391,174,594

School District No. 44 (North Vancouver)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2021

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	71,023,999	-	-	-	71,023,999
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	57,012,618				57,012,618
Special Purpose Funds	1,356,670				1,356,670
Local Capital	2,078,764				2,078,764
	60,448,052	-	-	-	60,448,052
Decrease:					
Transferred to Tangible Capital Assets	58,872,009				58,872,009
	58,872,009	-	-	-	58,872,009
Net Changes for the Year	1,576,043	-	-	-	1,576,043
Work in Progress, end of year	72,600,042	-	-	-	72,600,042

School District No. 44 (North Vancouver)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2021

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	163,885,627	4,503,271	4,332,496	172,721,394
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,033,821		274,514	1,308,335
Transferred from Work in Progress	48,595,894	5,778,957		54,374,851
	<u>49,629,715</u>	<u>5,778,957</u>	<u>274,514</u>	<u>55,683,186</u>
Decrease:				
Amortization of Deferred Capital Revenue	6,152,421	134,534	196,012	6,482,967
Revenue Recognized on Write-off/down of Buildings	1,743,126			1,743,126
	<u>7,895,547</u>	<u>134,534</u>	<u>196,012</u>	<u>8,226,093</u>
Net Changes for the Year	<u>41,734,168</u>	<u>5,644,423</u>	<u>78,502</u>	<u>47,457,093</u>
Deferred Capital Revenue, end of year	<u>205,619,795</u>	<u>10,147,694</u>	<u>4,410,998</u>	<u>220,178,487</u>
Work in Progress, beginning of year	62,671,950	5,778,957	-	68,450,907
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	57,012,618			57,012,618
	<u>57,012,618</u>	<u>-</u>	<u>-</u>	<u>57,012,618</u>
Decrease				
Transferred to Deferred Capital Revenue	48,595,894	5,778,957		54,374,851
	<u>48,595,894</u>	<u>5,778,957</u>	<u>-</u>	<u>54,374,851</u>
Net Changes for the Year	<u>8,416,724</u>	<u>(5,778,957)</u>	<u>-</u>	<u>2,637,767</u>
Work in Progress, end of year	<u>71,088,674</u>	<u>-</u>	<u>-</u>	<u>71,088,674</u>
Total Deferred Capital Revenue, end of year	<u>276,708,469</u>	<u>10,147,694</u>	<u>4,410,998</u>	<u>291,267,161</u>

School District No. 44 (North Vancouver)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2021

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 371	\$ -	\$ -	\$ -	\$ 19,365	\$ 19,736
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	58,046,068					58,046,068
Playgrounds					261,017	261,017
	58,046,068	-	-	-	261,017	58,307,085
Decrease:						
Transferred to DCR - Capital Additions	1,033,821				274,514	1,308,335
Transferred to DCR - Work in Progress	57,012,618					57,012,618
	58,046,439	-	-	-	274,514	58,320,953
Net Changes for the Year	(371)	-	-	-	(13,497)	(13,868)
Balance, end of year	-	-	-	-	5,868	5,868