

Consolidated Audited Financial Statements of

School District No. 44 (North Vancouver)

And Independent Auditors' Report thereon

June 30, 2023

School District No. 44 (North Vancouver)

June 30, 2023

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School District No. 44 (North Vancouver)

MANAGEMENT REPORT

Version: 7564-6819-4836

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 Board reviews internal consolidated financial statements on a quarterly basis and 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)

<u>Original signed by K. Mann</u>	September 28, 2023
Signature of the Chairperson of the Board of Education	Date Signed
<u>Original signed by Dr. P. Ryan</u>	September 28, 2023
Signature of the Superintendent	Date Signed
<u>Original signed by J. Stewart</u>	September 28, 2023
Signature of the Secretary Treasurer	Date Signed



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INDEPENDENT AUDITOR'S REPORT

To the Board of Education of School District No. 44 (North Vancouver), and
To the Minister of Education and Child Care, 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, 2023
- 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 consolidated financial statements, including a summary of significant accounting policies

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

In our opinion, the accompanying financial statements as at and for the year ended June 30, 2023 of the Entity 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 "Auditor's Responsibilities for the Audit of the Financial Statements" section of our auditor's 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(a) 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.



Emphasis of Matter – Comparative Information

We draw attention to Note 23 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2022 has been restated. Note 23 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

Other Matter – Comparative Information

As part of our audit of the financial statements for the year ended June 30, 2023, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2022. In our opinion, such adjustments are appropriate and have been properly applied.

Other Information

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

- Information, other than the financial statements and the auditor's 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 Other Information, other than the financial statements and the auditor's 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 auditor's 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 auditor's 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.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of 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 auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the 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.

Chartered Professional Accountants

Victoria, Canada
September 26, 2023

School District No. 44 (North Vancouver)

Consolidated Statement of Financial Position

As at June 30, 2023

	2023 Actual	2022 Actual (Restated)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	49,714,620	52,058,994
Accounts Receivable		
Due from Province - Ministry of Education and Child Care (Note 3)	1,172,978	690,521
Other (Note 3)	1,094,483	1,019,467
Inventories for Resale (Note 4)	300,317	296,790
Total Financial Assets	52,282,398	54,065,772
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education and Child Care	26,898	
Other (Note 5)	17,267,565	16,951,081
Unearned Revenue (Note 6)	10,388,535	10,843,224
Deferred Revenue (Note 7)	5,147,645	4,758,800
Deferred Capital Revenue (Note 8)	297,959,643	300,038,129
Employee Future Benefits (Note 9)	8,777,437	8,295,704
Asset Retirement Obligation (Note 10)	16,373,044	16,373,044
Capital Lease Obligations (Note 11)		44,991
Total Liabilities	355,940,767	357,304,973
Net Debt	(303,658,369)	(303,239,201)
Non-Financial Assets		
Tangible Capital Assets (Note 12)	401,314,742	403,247,820
Prepaid Expenses	972,006	778,413
Supplies Inventory	17,658	17,658
Total Non-Financial Assets	402,304,406	404,043,891
Accumulated Surplus (Deficit) (Note 14)	98,646,037	100,804,690
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) from Operations	98,646,037	100,804,690
Accumulated Remeasurement Gains (Losses)		
	98,646,037	100,804,690
Unrecognized Assets (Note 16)		
Contractual Obligations (Note 17)		
Contractual Rights (Note 18)		
Contingent Liabilities (Note 20)		
Approved by the Board		
Original signed by K. Mann	September 28, 2023	
Signature of the Chairperson of the Board of Education	Date Signed	
Original signed by Dr. P. Ryan	September 28, 2023	
Signature of the Superintendent	Date Signed	
Original signed by J. Stewart	September 28, 2023	
Signature of the Secretary Treasurer	Date Signed	

School District No. 44 (North Vancouver)

Statement 2

Consolidated Statement of Operations

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	182,665,309	185,557,554	173,234,454
Other	14,100	3,300	14,100
Federal Grants	7,000	7,000	7,350
Tuition (Note 6)	10,800,450	10,803,313	9,106,174
Other Revenue	8,659,547	11,898,214	8,386,931
Rentals and Leases	2,509,751	2,576,726	2,494,396
Investment Income	1,123,500	1,715,937	478,280
Amortization of Deferred Capital Revenue	10,294,550	10,322,220	8,985,880
Total Revenue	<u>216,074,207</u>	<u>222,884,264</u>	<u>202,707,565</u>
Expenses			
Instruction	179,209,882	183,124,579	165,410,458
District Administration	7,199,664	7,164,945	6,337,746
Operations and Maintenance	33,908,758	34,101,404	31,736,478
Transportation and Housing	730,144	651,444	664,657
Debt Services		545	7,497
Write-off/down of Buildings and Sites			1,122,709
Total Expense	<u>221,048,448</u>	<u>225,042,917</u>	<u>205,279,545</u>
Surplus (Deficit) for the year	<u>(4,974,241)</u>	<u>(2,158,653)</u>	<u>(2,571,980)</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		100,804,690	103,376,670
Accumulated Surplus (Deficit) from Operations, end of year		<u>98,646,037</u>	<u>100,804,690</u>

School District No. 44 (North Vancouver)

Consolidated Statement of Changes in Net Debt

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Surplus (Deficit) for the year	(4,974,241)	(2,158,653)	(2,571,980)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(4,047,077)	(13,379,405)	(35,235,814)
Amortization of Tangible Capital Assets	15,153,518	15,312,483	13,518,328
Write-down carrying value of Tangible Capital Assets			3,587,435
Total Effect of change in Tangible Capital Assets	<u>11,106,441</u>	<u>1,933,078</u>	<u>(18,130,051)</u>
Acquisition of Prepaid Expenses		(1,092,458)	(1,074,488)
Use of Prepaid Expenses		898,865	1,278,813
Acquisition of Supplies Inventory			(10,066)
Use of Supplies Inventory			808
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(193,593)</u>	<u>195,067</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u><u>6,132,200</u></u>	<u>(419,168)</u>	<u>(20,506,964)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(419,168)	(20,506,964)
Net Debt, beginning of year		(303,239,201)	(282,732,237)
Net Debt, end of year		<u><u>(303,658,369)</u></u>	<u>(303,239,201)</u>

School District No. 44 (North Vancouver)

Statement 5

Consolidated Statement of Cash Flows

Year Ended June 30, 2023

	2023 Actual	2022 Actual (Restated)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(2,158,653)	(2,571,980)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(482,457)	3,461,851
Inventories for Resale	(75,016)	3,827
Supplies Inventories	(3,526)	(9,258)
Prepaid Expenses	(193,594)	204,325
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	343,380	(9,821,464)
Unearned Revenue	(454,689)	2,215,158
Deferred Revenue	388,845	316,683
Employee Future Benefits	481,735	244,095
Amortization of Tangible Capital Assets	15,312,483	13,518,328
Amortization of Deferred Capital Revenue	(10,322,220)	(8,985,880)
Write-Off/down of Buildings and Sites		1,122,709
Total Operating Transactions	2,836,288	(301,606)
Capital Transactions		
Tangible Capital Assets Purchased	(10,690,842)	(12,875,730)
Tangible Capital Assets -WIP Purchased	(2,688,563)	(22,360,084)
Total Capital Transactions	(13,379,405)	(35,235,814)
Financing Transactions		
Capital Revenue Received	8,243,734	24,148,035
Capital Lease Payments	(44,991)	(174,652)
Total Financing Transactions	8,198,743	23,973,383
Net Increase (Decrease) in Cash and Cash Equivalents	(2,344,374)	(11,564,037)
Cash and Cash Equivalents, beginning of year	52,058,994	63,623,031
Cash and Cash Equivalents, end of year	49,714,620	52,058,994
Cash and Cash Equivalents, end of year, is made up of:		
Cash	47,123,199	49,486,507
Cash Equivalents	2,591,421	2,572,487
	49,714,620	52,058,994

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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.

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(p).

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

As 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

d) Accounts Receivable

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

e) Inventories for Resale

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 and duties. Net realizable value is the expected selling price in the ordinary course of business.

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(p).

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 of active employees covered under the plan.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. 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.

i) Asset Retirement Obligations

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

- there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that future economic benefits will be given up; and
- 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 liability includes costs for the removal of asbestos and other hazardous material in several of the buildings owned by the School District. The estimate of the asset retirement obligations includes costs directly attributable to the asset retirement activities. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2 k). The carrying value of the liability is reviewed at each financial reporting date with changes to the timing or amount of the original estimate of cash flows recorded as an adjustment to the liability and related tangible capital asset.

j) 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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

k) 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.
- 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

l) 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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

m) 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.

n) 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.

o) 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).

p) 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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

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.

q) 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.

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.

r) 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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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

r) Financial Instruments *(continued)*

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.

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.

s) 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, asset retirements obligations, estimates for contingent liabilities, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

t) Future Changes in Accounting Policies

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.

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(Continued)

u) Comparative Information

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

NOTE 3 ACCOUNTS RECEIVABLE

	30-Jun-23	30-Jun-22
Due from Province includes:		
Grants Receivable	\$ 83,912	\$ 451,475
COA Draws Receivable	1,089,067	239,046
	\$ 1,172,979	\$ 690,521
Other Receivables Include:		
GST/PST Receivable	\$ 172,616	\$ 249,173
Recoverable Insurance Claims	149,579	52,305
Recoverable Payroll	13,605	8,461
Sundry Billings	384,929	412,922
Miscellaneous Receivables	350,734	272,385
Special Purpose	23,020	24,221
	\$ 1,094,483	\$ 1,019,467

NOTE 4 INVENTORIES FOR RESALE

Inventories for resale at June 30, 2023 and 2022 consist solely of Artists for Kids prints.

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	30-Jun-23	30-Jun-22
Trade payables	\$ 6,357,359	\$ 7,290,186
Salaries and benefits payable	9,490,277	8,447,437
Accrued vacation pay	1,419,929	1,213,458
	\$ 17,267,565	\$ 16,951,081

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 6	UNEARNED REVENUE		
		30-Jun-23	30-Jun-22
	Balance, beginning of year	\$ 10,843,224	\$ 8,628,066
	Tuition fees received	10,022,443	11,071,659
	Other fees received	1,905,522	1,572,075
	Revenue earned in the year from Tuition	(10,803,313)	(9,106,174)
	Revenue earned in the year from Other	(1,579,341)	(1,322,402)
	Balance, end of year	<u>\$ 10,388,535</u>	<u>\$ 10,843,224</u>

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.

		30-Jun-23	30-Jun-22
	Balance, beginning of year	\$ 4,758,800	\$ 4,442,117
	Provincial grants	25,065,017	22,038,589
	Other Grants	7,744,437	5,196,634
		<u>\$ 32,809,454</u>	<u>\$ 27,235,223</u>
	Allocated to revenue	\$ 32,314,048	\$ 26,886,392
	Recoveries	106,561	32,148
		<u>\$ 32,420,609</u>	<u>\$ 26,918,540</u>
	Balance, end of year	<u>\$ 5,147,645</u>	<u>\$ 4,758,800</u>

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.

		30-Jun-23	30-Jun-22
	Deferred Capital Revenue (DCR)		
	Balance, beginning of year	\$ 299,458,245	\$ 216,246,158
	Transferred from Deferred Revenue - Capital Additions	6,485,059	4,286,313
	Transferred from Deferred Revenue - Work in Progress	836,066	90,376,380
	Amortization of Deferred Capital Revenue	(10,322,220)	(8,985,880)
	Revenue recognized on disposal of buildings	-	(2,464,726)
	Balance, end of year	<u>\$ 296,457,150</u>	<u>\$ 299,458,245</u>

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 8 DEFERRED CAPITAL REVENUE (Continued)

Work in Progress			
Balance, beginning of year	\$	542,369	\$ 71,088,674
Transferred from Deferred Revenue - Work in progress		1,548,173	19,830,075
Transferred to Deferred Capital Revenue		(836,066)	(90,376,380)
Balance, end of year	\$	<u>1,254,476</u>	<u>\$ 542,369</u>
Unspent Deferred Capital Revenue			
Balance, beginning of year	\$	37,515	\$ 5,868
Provincial Grants – Ministry of Education and Childcare		8,095,629	23,896,092
Other Grants		148,105	251,943
Transferred to DCR - Capital Additions		(6,485,059)	(4,286,313)
Transferred to DCR - Work in Progress		(1,548,173)	(19,830,075)
Balance, end of year	\$	<u>248,017</u>	<u>\$ 37,515</u>
Total deferred capital revenue balance, end of year	\$	<u>297,959,643</u>	<u>\$ 300,038,129</u>

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.

	<u>30-Jun-23</u>	<u>30-Jun-22</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 8,128,468	\$ 7,609,082
Service Cost	703,539	693,291
Interest Cost	263,896	197,119
Benefit Payments	(751,932)	(683,231)
Actuarial (Gain) Loss	(713,840)	312,207
Accrued Benefit Obligation – March 31	<u>\$ 7,630,131</u>	<u>\$ 8,128,468</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ 7,630,131	\$ 8,128,468
Market Value of Plan Assets - March 31	-	-
Funded Status - Surplus (Deficit)	<u>(7,630,131)</u>	<u>(8,128,468)</u>
Employer Contributions After Measurement Date	78,832	323,453
Benefits Expense After Measurement Date	(250,683)	(241,859)
Unamortized Net Actuarial (Gain) Loss	(975,455)	(248,830)
Accrued Benefit Asset (Liability) - June 30	<u>(\$8,777,437)</u>	<u>(\$8,295,704)</u>

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 9 EMPLOYEE FUTURE BENEFITS (Continued)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability (Asset) - July 1	\$ 8,295,704	\$ 8,051,609
Net Expense for Fiscal Year	989,045	938,209
Employer Contributions	<u>(507,312)</u>	<u>(694,114)</u>
Accrued Benefit Liability (Asset) - June 30	<u>\$ 8,777,437</u>	<u>\$ 8,295,704</u>

Components of Net Benefit Expense

Service Cost	\$ 699,775	\$ 695,853
Interest Cost	276,485	213,813
Amortization of Net Actuarial (Gain)/Loss	<u>12,785</u>	<u>28,542</u>
Net Benefit Expense (Income)	<u>\$ 989,045</u>	<u>\$ 938,209</u>

Assumptions

Discount Rate - April 1	3.25%	2.25%
Discount Rate - March 31	4.00%	3.25%
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	9.9	9.0

NOTE 10 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. The timing of future settlement is unknown.

	<u>30-Jun-23</u>	<u>30-Jun-22</u>
Asset Retirement Obligation, July 1, 2022	\$ 16,373,044	\$ 16,373,044
Settlements during the year	-	-
Asset Retirement Obligation, June 30, 2023	<u>\$ 16,373,044</u>	<u>\$ 16,373,044</u>

NOTE 11 CAPITAL LEASE OBLIGATION

The School District entered into an obligation for multi-function business devices under capital lease in 2018, which expired November 30, 2022. Total interest on the capital lease obligation for the year ended June 30, 2023 was \$545 (2022: \$7,497).

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 12 TANGIBLE CAPITAL ASSETS

Net Book Value	<i>(Restated – Note 23)</i>	
	30-Jun-23	30-Jun-22
Sites	\$ 12,472,243	\$ 12,472,243
Buildings	374,962,265	376,440,273
Buildings – work in progress	1,254,476	3,187,077
Furniture & Equipment	6,909,064	6,087,782
Vehicles	1,037,224	934,284
Computer Software	33,956	47,539
Computer Hardware	4,645,514	4,078,622
Total	\$ 401,314,742	\$ 403,247,820

Cost	<i>(Restated - Note 23)</i>			Balance at June 30, 2023
	Opening Balance	Additions	Disposals/ Transfers (WIP)	
Sites	\$ 12,472,243			\$ 12,472,243
Buildings	551,438,901	6,586,875	4,621,164	562,646,940
Buildings – work in progress	3,187,077	2,688,564	(4,621,164)	1,254,476
Furniture & Equipment	8,366,876	1,729,935	(290,627)	9,806,184
Vehicles	1,735,094	285,537	(103,784)	1,916,847
Computer Software	67,917	-	-	67,917
Computer Hardware	7,277,253	2,088,495	(1,426,980)	7,938,768
Total	\$ 584,545,361	\$ 13,379,406	(\$1,821,391)	\$ 596,103,375

Accumulated Amortization	<i>(Restated - Note 23)</i>			Balance at June 30, 2023
	Opening Balance	Additions	Disposals	
Sites	\$			\$
Buildings	174,998,628	12,686,047	-	187,684,675
Furniture & Equipment	2,279,094	908,653	(290,627)	2,897,120
Vehicles	800,810	182,597	(103,784)	879,623
Computer Software	20,378	13,583	-	33,961
Computer Hardware	3,198,631	1,521,603	(1,426,980)	3,293,254
Total	\$ 181,297,541	\$ 15,312,483	(\$1,821,391)	\$ 194,788,633

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 12 TANGIBLE CAPITAL ASSETS
(Continued)

June 30, 2022

Cost	Opening Balance	Additions	Disposals/Transfers (WIP)	Balance at June 30, 2022
Sites	\$ 12,472,243			\$ 12,472,243
Buildings	461,187,455	7,699,742	82,551,704	\$551,438,901
Buildings – work in progress	72,600,042	22,360,084	(91,773,049)	\$3,187,077
Furniture & Equipment	5,857,325	2,769,248	(259,697)	\$8,366,876
Vehicles	1,732,783	2,311	-	\$1,735,094
Computer Software	134,971	-	(67,054)	\$67,917
Computer Hardware	5,559,834	2,404,429	(687,010)	7,277,253
Total	\$ 559,544,653	\$ 35,235,814	(\$10,235,106)	\$ 584,545,361

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Balance at June 30, 2022
Sites	\$			\$
Buildings	169,302,812	11,329,726	(5,633,910)	174,998,628
Furniture & Equipment	1,827,581	711,210	(259,697)	2,279,094
Vehicles	627,416	173,394	-	800,810
Computer Software	67,143	20,289	(67,054)	20,378
Computer Hardware	2,601,932	1,283,709	(687,010)	3,198,631
Total	\$ 158,079,316	\$ 13,513,639	(\$6,647,671)	\$ 181,297,541

Buildings – work in progress having a value of \$1,254,476 (2022: \$3,187,077) has not been amortized. Amortization of these assets will commence when the asset is put into service.

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, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As of December 31, 2022, the Municipal Pension Plan had about 240,000 active members, including approximately 30,000 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

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 13 **EMPLOYEE PENSION PLANS**
(Continued)

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, 2020, indicated a \$1,584 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, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

School District No. 44 paid \$14,762,272 for employer contributions to these plans for the year ended June 30, 2023 (2022: \$14,072,781).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023. The next valuation for the Municipal Pension Plan will be as at December 31, 2024, with results available in 2025.

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

NOTE 14 **ACCUMULATED SURPLUS**

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

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

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

The Special Purpose Funds account for grants and contributions received which are directed by agreement with a third party towards specific activities.

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

- \$1,193,606 was transferred from the operating fund to the capital fund for the purchase of tangible capital assets;
- \$44,991 was transferred from the operating fund to the capital fund for capital lease principal payments;
- \$1,434,425 was transferred from special purpose fund to the capital fund for the purchase of tangible capital assets.

Accumulated surplus consists of individual fund surpluses as follows:

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 14	ACCUMULATED SURPLUS	<i>(Restated - Note 23)</i>	
	<i>(Continued)</i>	30-Jun-23	30-Jun-22
Operating Fund			
Internally Restricted (appropriated)			
Annual Budget Surplus Appropriation	\$	2,098,707	\$ 5,420,963
Early Teacher Mentorship		103,662	241,877
Restricted School Balances		499,647	686,711
Capital Projects		1,650,000	-
Commitments		70,887	-
Total Restricted	\$	4,422,903	\$ 6,349,551
Unrestricted		4,881,991	2,947,634
Total Available for Future Operations	\$	9,304,894	\$ 9,297,185
Capital Fund			
Invested in Capital Assets	\$	86,736,671	\$ 86,335,769
Local Capital		2,604,472	5,171,736
	\$	89,341,143	\$ 91,507,505
Accumulated Surplus	\$	98,646,037	\$ 100,804,690

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.

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 \$2,111,859 at June 30, 2023 (2022: \$2,102,316).

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.

		2024
Handsworth seismic	\$	88,144
Management contract for the operations of the Cheakamus Centre		250,000
Total	\$	338,144

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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:

	30-Jun-23
2024	\$ 1,811,165
2025	987,913
2026	935,362
2027	960,548
2028	573,690
Thereafter	599,341
Total future lease revenue	\$ 5,868,019

NOTE 19 BUDGET FIGURES

Budget figures included in the financial statements represent the amended annual budget approved by the Board on February 21, 2023. The Board approved the annual budget on May 24, 2022.

	Annual Budget	Amended Annual Budget
Revenues		
Ministry of Education & Childcare	\$ 170,724,207	\$ 182,665,309
Other Ministry Grants	16,600	14,100
Federal Grants	7,000	7,000
Tuition	8,699,400	10,800,450
Other Revenue	8,585,239	8,659,547
Rentals and Leases	2,418,700	2,509,751
Investment Income	366,000	1,123,500
Amortization of Deferred Capital Revenue	10,430,762	10,294,550
Total Revenue	\$ 201,247,908	\$ 216,074,207
Expenses		
Instruction	\$ 168,931,093	\$ 179,209,882
District Administration	7,089,347	7,199,664
Operations and Maintenance	18,344,458	18,755,240
Transportation and Housing	663,090	730,144
Amortization of Tangible Capital Assets	14,972,365	15,153,518
Total Expense	\$ 210,000,353	\$ 221,048,448
Net Revenue (Expense)	(\$8,752,445)	(\$4,974,241)
Budgeted Allocation (Retirement) of Surplus (Deficit)	\$ 5,488,923	\$ 2,084,518
Budgeted Surplus (Deficit)	(\$3,263,522)	(\$2,889,723)

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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.

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, 2023, 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

	30-Jun-23	30-Jun-22	(Restated)
Salaries and Benefits	\$ 183,209,389	\$ 170,618,474	
Services and Supplies	26,520,500	20,012,537	
Interest	545	7,497	
Write-off/down of Buildings and Sites	-	1,122,709	
Amortization	15,312,483	13,518,328	
	\$ 225,042,917	\$ 205,279,545	

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 PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY

On July 1, 2022 the School District adopted Canadian public sector accounting standard PS 3280 Asset Retirement Obligations. This new standard addresses the recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of certain tangible capital assets such as asbestos removal in buildings that will undergo major renovation or demolition in the future (see Note 10). This standard was adopted using the modified retroactive approach, which results in the restatement of the comparative information as at and for the year ended June 30, 2022.

The impact of the prior period adjustment on the June 30, 2022 comparative amounts is as follows:

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 23 **PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY**
(Continued)

		Increase (Decrease)
Tangible Capital Assets – cost	\$	16,373,044
Tangible Capital Assets – accumulated amortization	\$	16,347,568
Asset Retirement Obligation	\$	16,373,044
<hr/>		
Accumulated Surplus, July 1, 2021	\$	(16,347,568)
Amortization Expense		4,689
Annual Surplus for the year ended June 30, 2022		(4,689)
Accumulated Surplus, June 30, 2022	\$	(16,352,257)

NOTE 24 **RISK MANAGEMENT**

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

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

a) Credit risk:

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

SCHOOL DISTRICT NO. 44 (NORTH VANCOUVER)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 24 RISK MANAGEMENT
(Continued)

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) and 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 2022 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, 2023

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual (Restated)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	9,297,185		91,507,505	100,804,690	119,724,238
Prior Period Adjustments					(16,347,568)
Accumulated Surplus (Deficit), beginning of year, as restated	9,297,185	-	91,507,505	100,804,690	103,376,670
Changes for the year					
Surplus (Deficit) for the year	1,246,306	1,434,425	(4,839,384)	(2,158,653)	(2,571,980)
Interfund Transfers					
Tangible Capital Assets Purchased	(1,193,606)	(1,434,425)	2,628,031	-	
Other	(44,991)		44,991	-	
Net Changes for the year	7,709	-	(2,166,362)	(2,158,653)	(2,571,980)
Accumulated Surplus (Deficit), end of year - Statement 2	9,304,894	-	89,341,143	98,646,037	100,804,690

School District No. 44 (North Vancouver)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	158,207,942	160,728,964	151,627,106
Other	14,100	3,300	14,100
Federal Grants	7,000	7,000	7,350
Tuition	10,800,450	10,803,313	9,106,174
Other Revenue	4,306,041	4,412,756	3,107,887
Rentals and Leases	2,509,751	2,576,726	2,494,396
Investment Income	1,003,500	1,564,513	417,008
Total Revenue	176,848,784	180,096,572	166,774,021
Expenses			
Instruction	151,911,646	152,508,153	140,457,639
District Administration	7,124,664	7,116,673	6,178,910
Operations and Maintenance	18,701,930	18,735,611	17,813,219
Transportation and Housing	528,572	489,829	500,140
Total Expense	178,266,812	178,850,266	164,949,908
Operating Surplus (Deficit) for the year	(1,418,028)	1,246,306	1,824,113
Budgeted Appropriation (Retirement) of Surplus (Deficit)	2,084,519		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(666,491)	(1,193,606)	(2,319,235)
Local Capital			(1,300,000)
Other		(44,991)	(174,652)
Total Net Transfers	(666,491)	(1,238,597)	(3,793,887)
Total Operating Surplus (Deficit), for the year	-	7,709	(1,969,774)
Operating Surplus (Deficit), beginning of year		9,297,185	11,266,959
Operating Surplus (Deficit), end of year		9,304,894	9,297,185
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 14)		4,422,903	6,349,551
Unrestricted		4,881,991	2,947,634
Total Operating Surplus (Deficit), end of year		9,304,894	9,297,185

School District No. 44 (North Vancouver)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	150,867,019	151,305,000	148,230,211
Other Ministry of Education and Child Care Grants			
Pay Equity	2,966,047	2,966,047	2,966,047
Funding for Graduated Adults	3,143	13,519	14,461
Student Transportation Fund	40,566	40,566	40,566
Support Staff Benefits Grant		207,408	203,798
FSA Scorer Grant	17,740	17,740	17,740
Early Learning Framework (ELF) Implementation	3,677	2,366	3,677
Labour Settlement Funding	4,309,750	6,175,318	
Extreme Weather Funding			150,606
Premier's Award for Excellence in Education		1,000	
Total Provincial Grants - Ministry of Education and Child Care	158,207,942	160,728,964	151,627,106
Provincial Grants - Other	14,100	3,300	14,100
Federal Grants	7,000	7,000	7,350
Tuition			
Summer School Fees	63,450	63,858	60,600
International and Out of Province Students	10,737,000	10,739,455	9,045,574
Total Tuition	10,800,450	10,803,313	9,106,174
Other Revenues			
Miscellaneous			
Cheakamus Centre	1,774,366	1,804,556	917,660
Band and Strings	628,000	622,284	565,923
Academy Fees	740,600	631,254	710,839
Donations and Recoveries	33,925	15,410	34,778
Artists For Kids	359,950	380,435	288,238
Cafeteria and Vending	55,000	117,597	47,149
Other	714,200	841,220	543,300
Total Other Revenue	4,306,041	4,412,756	3,107,887
Rentals and Leases	2,509,751	2,576,726	2,494,396
Investment Income	1,003,500	1,564,513	417,008
Total Operating Revenue	176,848,784	180,096,572	166,774,021

School District No. 44 (North Vancouver)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Salaries			
Teachers	78,347,292	76,573,963	72,722,558
Principals and Vice Principals	11,435,117	11,380,095	10,919,877
Educational Assistants	15,588,758	16,391,404	14,749,674
Support Staff	12,396,935	12,369,375	11,702,299
Other Professionals	5,618,568	5,368,850	5,180,992
Substitutes	4,577,132	7,941,837	6,523,509
Total Salaries	127,963,802	130,025,524	121,798,909
Employee Benefits	31,763,228	31,161,698	28,527,478
Total Salaries and Benefits	159,727,030	161,187,222	150,326,387
Services and Supplies			
Services	9,300,065	9,515,131	7,139,085
Student Transportation	135,880	90,332	121,790
Professional Development and Travel	1,046,145	1,011,854	687,572
Rentals and Leases	26,500	26,513	
Dues and Fees	84,000	82,216	82,141
Insurance	441,332	467,983	417,930
Supplies	4,320,310	3,419,875	3,163,739
Utilities	3,185,550	3,049,140	3,011,264
Total Services and Supplies	18,539,782	17,663,044	14,623,521
Total Operating Expense	178,266,812	178,850,266	164,949,908

School District No. 44 (North Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	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	57,664,056	3,332,156	1,963,270	1,782,273	26,145	6,123,286	70,891,186
1.03 Career Programs	190,343	54,538		298,972		5,619	549,472
1.07 Library Services	2,679,206		177,144	86,242		38,392	2,980,984
1.08 Counselling	3,865,794					10,471	3,876,265
1.10 Special Education	9,147,606	639,346	13,491,663	47,578	674,226	1,018,717	25,019,136
1.30 English Language Learning	2,112,704					25,141	2,137,845
1.31 Indigenous Education	472,403	103,052	435,737			12,796	1,023,988
1.41 School Administration		6,926,331		1,086,395		125,216	8,137,942
1.60 Summer School	341,616	33,230		26,967			401,813
1.62 International and Out of Province Students	93,790			121,776	225,012	1,188	441,766
1.64 Other		135,962		64,831	205,932	84,161	490,886
Total Function 1	76,567,518	11,224,615	16,067,814	3,515,034	1,131,315	7,444,987	115,951,283
4 District Administration							
4.11 Educational Administration					767,365		767,365
4.40 School District Governance					200,775		200,775
4.41 Business Administration		155,480		1,176,388	1,743,576	1,233	3,076,677
Total Function 4	-	155,480	-	1,176,388	2,711,716	1,233	4,044,817
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	6,445			182,205	1,024,217		1,212,867
5.50 Maintenance Operations				7,199,026	501,602	494,972	8,195,600
5.52 Maintenance of Grounds				296,722			296,722
5.56 Utilities							-
Total Function 5	6,445	-	-	7,677,953	1,525,819	494,972	9,705,189
7 Transportation and Housing							
7.70 Student Transportation			323,590			645	324,235
Total Function 7	-	-	323,590	-	-	645	324,235
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	76,573,963	11,380,095	16,391,404	12,369,375	5,368,850	7,941,837	130,025,524

School District No. 44 (North Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget (Note 19)	2022 Actual (Restated)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	70,891,186	17,997,548	88,888,734	3,664,498	92,553,232	95,663,018	86,247,188
1.03 Career Programs	549,472	128,920	678,392	76,724	755,116	699,228	669,338
1.07 Library Services	2,980,984	720,532	3,701,516	12,607	3,714,123	3,728,574	3,634,505
1.08 Counselling	3,876,265	914,943	4,791,208	6,606	4,797,814	3,293,535	4,275,300
1.10 Special Education	25,019,136	5,413,919	30,433,055	361,320	30,794,375	26,946,647	27,708,846
1.30 English Language Learning	2,137,845	551,130	2,688,975	13,519	2,702,494	2,625,609	2,636,807
1.31 Indigenous Education	1,023,988	242,146	1,266,134	96,632	1,362,766	1,598,779	1,623,145
1.41 School Administration	8,137,942	1,704,051	9,841,993	312,223	10,154,216	9,462,869	9,862,598
1.60 Summer School	401,813	80,062	481,875	22,111	503,986	398,267	467,654
1.62 International and Out of Province Students	441,766	96,009	537,775	1,647,792	2,185,567	4,455,076	1,726,453
1.64 Other	490,886	99,269	590,155	2,394,309	2,984,464	3,040,044	1,605,805
Total Function 1	115,951,283	27,948,529	143,899,812	8,608,341	152,508,153	151,911,646	140,457,639
4 District Administration							
4.11 Educational Administration	767,365	158,638	926,003	182,362	1,108,365	1,166,460	1,146,167
4.40 School District Governance	200,775	14,740	215,515	194,942	410,457	425,414	329,456
4.41 Business Administration	3,076,677	676,204	3,752,881	1,844,970	5,597,851	5,532,790	4,703,287
Total Function 4	4,044,817	849,582	4,894,399	2,222,274	7,116,673	7,124,664	6,178,910
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	1,212,867	252,379	1,465,246	1,075,081	2,540,327	2,707,758	2,525,439
5.50 Maintenance Operations	8,195,600	1,965,552	10,161,152	2,629,704	12,790,856	12,472,224	12,051,015
5.52 Maintenance of Grounds	296,722	69,262	365,984	604,431	970,415	1,011,948	812,116
5.56 Utilities	-	-	-	2,434,013	2,434,013	2,510,000	2,424,649
Total Function 5	9,705,189	2,287,193	11,992,382	6,743,229	18,735,611	18,701,930	17,813,219
7 Transportation and Housing							
7.70 Student Transportation	324,235	76,394	400,629	89,200	489,829	528,572	500,140
Total Function 7	324,235	76,394	400,629	89,200	489,829	528,572	500,140
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	130,025,524	31,161,698	161,187,222	17,663,044	178,850,266	178,266,812	164,949,908

School District No. 44 (North Vancouver)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated) \$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	24,457,367	24,828,590	21,607,348
Other Revenue	4,353,506	7,485,458	5,279,044
Total Revenue	28,810,873	32,314,048	26,886,392
Expenses			
Instruction	27,298,236	30,616,426	24,952,819
District Administration	75,000	48,272	158,836
Operations and Maintenance	53,310	53,310	404,931
Transportation and Housing	201,572	161,615	164,517
Total Expense	27,628,118	30,879,623	25,681,103
Special Purpose Surplus (Deficit) for the year	1,182,755	1,434,425	1,205,289
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,182,755)	(1,434,425)	(1,205,289)
Total Net Transfers	(1,182,755)	(1,434,425)	(1,205,289)
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, 2023

	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			4,014,817		21,612	780			
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	626,391	520,803		224,000	61,250	804,705	1,199,071	6,329,266	12,106,817
Other			7,330,412						
	626,391	520,803	7,330,412	224,000	61,250	804,705	1,199,071	6,329,266	12,106,817
Less: Allocated to Revenue Recovered	626,391	520,803	7,115,497	224,000	26,016	684,963	1,199,071	6,329,266	12,106,817
Deferred Revenue, end of year	-	-	4,229,732	-	56,846	120,522	-	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	626,391	520,803		224,000	26,016	684,963	1,199,071	6,329,266	12,106,817
Other Revenue			7,115,497						
	626,391	520,803	7,115,497	224,000	26,016	684,963	1,199,071	6,329,266	12,106,817
Expenses									
Salaries									
Teachers						237,220	270,900		9,650,203
Principals and Vice Principals						38,929			
Educational Assistants		419,164				32,728	5,092,853		
Support Staff				183,879			509,243		
Other Professionals			12,450						
Substitutes					3,451	7,273			
	-	419,164	12,450	183,879	3,451	316,150	780,143	5,092,853	9,650,203
Employee Benefits		101,639	2,550	37,303	466	74,499	185,553	1,236,413	2,456,614
Services and Supplies	53,310		6,597,925	2,212	22,099	265,822	233,375		
	53,310	520,803	6,612,925	223,394	26,016	656,471	1,199,071	6,329,266	12,106,817
Net Revenue (Expense) before Interfund Transfers	573,081	-	502,572	606	-	28,492	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(573,081)		(502,572)	(606)		(28,492)			
	(573,081)	-	(502,572)	(606)	-	(28,492)	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-
Additional Expenses funded by, and reported in, the Operating Fund				8,714					

School District No. 44 (North Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2023

	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Federal Safe Return to Class / Ventilation Fund	Student & Family Affordability	ECL (Early Care & Learning)	Carlile Youth Inpatient PRP	Violence Prevention
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year	106,561	8,958	308	8,878	329,674			987	8,506
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	1,051,600	192,614	51,000	6,750		1,472,288	175,000	243,462	
Other									20,000
	1,051,600	192,614	51,000	6,750	-	1,472,288	175,000	243,462	20,000
Less: Allocated to Revenue	1,051,600	161,615	50,471	9,005	329,674	1,271,217	-	237,681	7,744
Recovered	106,561								
Deferred Revenue, end of year	-	39,957	837	6,623	-	201,071	175,000	6,768	20,762
Revenues									
Provincial Grants - Ministry of Education and Child Care	1,051,600	161,615	50,471	9,005	329,674	1,271,217		237,681	
Other Revenue									7,744
	1,051,600	161,615	50,471	9,005	329,674	1,271,217	-	237,681	7,744
Expenses									
Salaries									
Teachers			4,830					158,862	
Principals and Vice Principals								14,562	
Educational Assistants									
Support Staff						8,681			
Other Professionals									
Substitutes	893,065			3,701					17,054
	893,065	-	4,830	3,701	-	8,681	-	190,478	-
Employee Benefits	158,535		589	511		831		40,321	
Services and Supplies		161,615	45,052	4,793		1,261,705		6,882	7,744
	1,051,600	161,615	50,471	9,005	-	1,271,217	-	237,681	7,744
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	329,674	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased					(329,674)				
	-	-	-	-	(329,674)	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-
Additional Expenses funded by, and reported in, the Operating Fund									

School District No. 44 (North Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2023

	Metro Regional Implementation	Sutherland Track	NSSSAA	TOTAL
	\$	\$	\$	\$
Deferred Revenue, beginning of year	162,259	10,000	85,460	4,758,800
Add: Restricted Grants				
Provincial Grants - Ministry of Education and Child Care				25,065,017
Other	47,160		346,865	7,744,437
	47,160	-	346,865	32,809,454
Less: Allocated to Revenue	48,272	-	313,945	32,314,048
Recovered				106,561
Deferred Revenue, end of year	161,147	10,000	118,380	5,147,645
Revenues				
Provincial Grants - Ministry of Education and Child Care				24,828,590
Other Revenue	48,272		313,945	7,485,458
	48,272	-	313,945	32,314,048
Expenses				
Salaries				
Teachers			109,472	10,431,487
Principals and Vice Principals				53,491
Educational Assistants				5,544,745
Support Staff			23,769	725,572
Other Professionals				12,450
Substitutes				924,544
	-	-	133,241	17,692,289
Employee Benefits			34,054	4,329,878
Services and Supplies	48,272		146,650	8,857,456
	48,272	-	313,945	30,879,623
Net Revenue (Expense) before Interfund Transfers	-	-	-	1,434,425
Interfund Transfers				
Tangible Capital Assets Purchased				(1,434,425)
	-	-	-	(1,434,425)
Net Revenue (Expense)	-	-	-	-
Additional Expenses funded by, and reported in, the Operating Fund				8,714

School District No. 44 (North Vancouver)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2023

	2023	2023 Actual			2022
	Budget (Note 19)	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual (Restated)
	\$	\$	\$	\$	\$
Revenues					
Investment Income	120,000		151,424	151,424	61,272
Amortization of Deferred Capital Revenue	10,294,550	10,322,220		10,322,220	8,985,880
Total Revenue	10,414,550	10,322,220	151,424	10,473,644	9,047,152
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	15,153,518	15,312,483		15,312,483	13,518,328
Write-off/down of Buildings and Sites				-	1,122,709
Debt Services					
Capital Lease Interest			545	545	7,497
Total Expense	15,153,518	15,312,483	545	15,313,028	14,648,534
Capital Surplus (Deficit) for the year	(4,738,968)	(4,990,263)	150,879	(4,839,384)	(5,601,382)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	1,849,246	2,628,031		2,628,031	3,524,524
Local Capital				-	1,300,000
Capital Lease Payment			44,991	44,991	174,652
Total Net Transfers	1,849,246	2,628,031	44,991	2,673,022	4,999,176
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		1,577,752	(1,577,752)	-	
Tangible Capital Assets WIP Purchased from Local Capital		1,140,390	(1,140,390)	-	
Principal Payment					
Capital Lease		44,991	(44,991)	-	
Total Other Adjustments to Fund Balances		2,763,133	(2,763,133)	-	
Total Capital Surplus (Deficit) for the year	(2,889,722)	400,901	(2,567,263)	(2,166,362)	(602,206)
Capital Surplus (Deficit), beginning of year		86,335,770	5,171,735	91,507,505	108,457,279
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(16,347,568)
Capital Surplus (Deficit), beginning of year, as restated		86,335,770	5,171,735	91,507,505	92,109,711
Capital Surplus (Deficit), end of year		86,736,671	2,604,472	89,341,143	91,507,505

School District No. 44 (North Vancouver)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	12,472,243	535,065,857	8,366,876	1,735,094	67,917	7,277,253	564,985,240
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		16,373,044					16,373,044
Cost, beginning of year, as restated	12,472,243	551,438,901	8,366,876	1,735,094	67,917	7,277,253	581,358,284
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		5,684,120	731,095				6,415,215
Deferred Capital Revenue - Other			69,844				69,844
Operating Fund			430,731	285,537		477,338	1,193,606
Special Purpose Funds		902,755	242,426			289,244	1,434,425
Local Capital			255,839			1,321,913	1,577,752
Transferred from Work in Progress		4,621,164					4,621,164
	-	11,208,039	1,729,935	285,537	-	2,088,495	15,312,006
Decrease:							
Deemed Disposals			290,627	103,784		1,426,980	1,821,391
	-	-	290,627	103,784	-	1,426,980	1,821,391
Cost, end of year	12,472,243	562,646,940	9,806,184	1,916,847	67,917	7,938,768	594,848,899
Work in Progress, end of year		1,254,476					1,254,476
Cost and Work in Progress, end of year	12,472,243	563,901,416	9,806,184	1,916,847	67,917	7,938,768	596,103,375
Accumulated Amortization, beginning of year		158,646,371	2,279,094	800,810	20,378	3,198,631	164,945,284
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		16,352,257					16,352,257
Accumulated Amortization, beginning of year, as restated		174,998,628	2,279,094	800,810	20,378	3,198,631	181,297,541
Changes for the Year							
Increase: Amortization for the Year		12,686,047	908,653	182,597	13,583	1,521,603	15,312,483
Decrease:							
Deemed Disposals			290,627	103,784		1,426,980	1,821,391
			290,627	103,784		1,426,980	1,821,391
Accumulated Amortization, end of year		187,684,675	2,897,120	879,623	33,961	3,293,254	194,788,633
Tangible Capital Assets - Net	12,472,243	376,216,741	6,909,064	1,037,224	33,956	4,645,514	401,314,742

School District No. 44 (North Vancouver)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2023

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	3,187,077				3,187,077
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	1,542,541				1,542,541
Deferred Capital Revenue - Other	5,632				5,632
Local Capital	1,140,390				1,140,390
	<u>2,688,563</u>	-	-	-	<u>2,688,563</u>
Decrease:					
Transferred to Tangible Capital Assets	4,621,164				4,621,164
	<u>4,621,164</u>	-	-	-	<u>4,621,164</u>
Net Changes for the Year	<u>(1,932,601)</u>	-	-	-	<u>(1,932,601)</u>
Work in Progress, end of year	<u><u>1,254,476</u></u>	-	-	-	<u><u>1,254,476</u></u>

School District No. 44 (North Vancouver)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2023

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	285,493,392	9,729,181	4,235,672	299,458,245
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	6,415,215		69,844	6,485,059
Transferred from Work in Progress	836,066			836,066
	<u>7,251,281</u>	<u>-</u>	<u>69,844</u>	<u>7,321,125</u>
Decrease:				
Amortization of Deferred Capital Revenue	9,829,008	279,008	214,204	10,322,220
	<u>9,829,008</u>	<u>279,008</u>	<u>214,204</u>	<u>10,322,220</u>
Net Changes for the Year	<u>(2,577,727)</u>	<u>(279,008)</u>	<u>(144,360)</u>	<u>(3,001,095)</u>
Deferred Capital Revenue, end of year	<u>282,915,665</u>	<u>9,450,173</u>	<u>4,091,312</u>	<u>296,457,150</u>
Work in Progress, beginning of year	461,444		80,925	542,369
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,542,541	5,632		1,548,173
	<u>1,542,541</u>	<u>5,632</u>	<u>-</u>	<u>1,548,173</u>
Decrease				
Transferred to Deferred Capital Revenue	836,066			836,066
	<u>836,066</u>	<u>-</u>	<u>-</u>	<u>836,066</u>
Net Changes for the Year	<u>706,475</u>	<u>5,632</u>	<u>-</u>	<u>712,107</u>
Work in Progress, end of year	<u>1,167,919</u>	<u>5,632</u>	<u>80,925</u>	<u>1,254,476</u>
Total Deferred Capital Revenue, end of year	<u>284,083,584</u>	<u>9,455,805</u>	<u>4,172,237</u>	<u>297,711,626</u>

School District No. 44 (North Vancouver)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2023

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 580	\$	\$	\$	\$ 36,935	\$ 37,515
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	7,961,215		134,414			8,095,629
Other					148,105	148,105
	7,961,215	-	134,414	-	148,105	8,243,734
Decrease:						
Transferred to DCR - Capital Additions	6,415,215				69,844	6,485,059
Transferred to DCR - Work in Progress	1,542,541		5,632			1,548,173
	7,957,756	-	5,632	-	69,844	8,033,232
Net Changes for the Year	3,459	-	128,782	-	78,261	210,502
Balance, end of year	4,039	-	128,782	-	115,196	248,017