

SCHOOL DISTRICT
AUDITED FINANCIAL STATEMENTS
FISCAL YEAR 2005/2006

SCHOOL DISTRICT NUMBER 44	NAME OF SCHOOL DISTRICT North Vancouver	YEAR 2005/2006
OFFICE LOCATION 721 Chesterfield Ave	TELEPHONE NUMBER 604-903-3444	
CITY / PROVINCE N. Van., BC	POSTAL CODE V7M 2M5	
WEBSITE ADDRESS http://www.nvsc44.bc.ca		
NAME OF SUPERINTENDENT John Lewis	NAME OF SECRETARY - TREASURER Irene Young	

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of School Trustees of School District No. 44 (North Vancouver) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles for not-for-profit organizations.

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

The Board's Responsibility

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

External Auditors

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

Declaration of Management and Board Chairperson

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 44 (North Vancouver) for the year ended June 30, 2006.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES Original signed by	DATE SIGNED <i>Sept 20, 2006</i>
SIGNATURE OF SUPERINTENDENT Original signed by	DATE SIGNED <i>Sept. 27, 2006</i>
SIGNATURE OF SECRETARY - TREASURER Original signed by	DATE SIGNED <i>Sept. 27, 2006</i>

SCHOOL DISTRICT NO. 44 (North Vancouver)
2005/2006 AUDITED FINANCIAL STATEMENTS

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

We have audited the financial position of School District No. 44 (North Vancouver) as at June 30, 2006 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

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

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style.

Chartered Accountants

Victoria, Canada

August 11, 2006

SCHOOL DISTRICT NO. 44 (North Vancouver)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2006

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
ASSETS					
Current Assets					
Cash	3,475,996	2,639,804		6,115,800	5,439,093
Short Term Investments	21,302,583			21,302,583	21,000,000
Accounts Receivable					
Due from Province - Ministry of Education	1,192,060			1,192,060	0
Due from Province - Other	6,621,138			6,621,138	0
Due from LEA / Direct Funding				0	0
Other Receivables	1,182,261	134,312		1,316,573	1,304,921
Interfund Loans	9,217	2,643,985	1,109,943		
Inventories (Note 3)	289,337	122,464		411,801	371,741
Prepaid Expenses	209,571	11,624		221,195	146,751
	34,282,163	5,552,189	1,109,943	37,181,150	28,262,506
Permanent Collection of Art (Note 4)		904,493		904,493	828,156
Investments				0	0
Equity Investments				0	0
Capital Assets - Net (Note 5)			131,490,354	131,490,354	123,925,146
TOTAL ASSETS	34,282,163	6,456,682	132,600,297	169,575,997	153,015,808
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	0
Other	12,287,070		650,353	12,937,423	6,380,237
Bank Loans (Note 6)			650,000	650,000	1,600,000
Interfund Loans	3,686,148	76,997			
Other Current Liabilities	39,503			39,503	32,701
	16,012,721	76,997	1,300,353	13,626,926	8,012,938
Deferred Contributions					
Ministry of Education	497,357	2,308,451	426,629	3,232,437	4,818,267
Province - Other				0	0
Other	7,412,073	4,071,234	853	11,484,160	10,801,441
Accrued Employee Future Benefits (Note 7)	4,968,289			4,968,289	4,662,354
Deferred Capital Contributions			82,040,338	82,040,338	76,269,360
Bank Loans				0	0
Capital Lease Obligations (Note 8)			963,663	963,663	857,714
Other Long Term Liabilities				0	0
TOTAL LIABILITIES	28,890,440	6,456,682	84,731,836	116,315,813	105,422,074
Fund Balances					
Invested in Capital Assets			47,836,353	47,836,353	45,198,072
Endowment				0	0
Internally Restricted (Note 9)	6,507,661		32,106	6,539,767	4,630,500
Unrestricted	444,621			444,621	401,692
Unfunded Accrued Employee Future Benefits (Note 10) and Vacation Pay	(1,560,559)			(1,560,559)	(2,639,586)
TOTAL FUND BALANCES	5,391,723	0	47,868,461	53,260,184	47,593,734
TOTAL LIABILITIES AND FUND BALANCES	34,282,163	6,456,682	132,600,297	169,575,997	153,015,808

SCHOOL DISTRICT NO. 44 (North Vancouver)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2006

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
REVENUE					
Provincial Grants - Ministry of Education	118,047,870	4,242,658		122,290,528	120,996,271
Provincial Grants - Other	6,784,543			6,784,543	836,880
Federal Grants	1,420,140	10,187		1,430,327	1,402,074
Other Revenue	10,752,035	7,994,756		18,746,791	18,060,680
Rentals and Leases	1,019,450			1,019,450	920,436
Investment Income	861,502	77,266		938,768	693,925
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,725,441	2,725,441	2,721,064
Gain (Loss) on Disposal of Capital Assets				0	0
	<u>138,885,540</u>	<u>12,324,867</u>	<u>2,725,441</u>	<u>153,935,848</u>	<u>145,631,330</u>
EXPENSE					
Salaries					
Teachers	60,061,257	79,263		60,140,520	58,493,519
Principals and Vice Principals	8,643,641			8,643,641	8,088,438
Educational Assistants	11,963,079			11,963,079	9,843,547
Support Staff	11,216,083	522,060		11,738,143	10,771,683
Other Professionals	2,725,531	170,033		2,895,564	2,020,189
Substitutes	3,093,849	10,026		3,103,875	2,519,643
	<u>97,703,440</u>	<u>781,382</u>	<u>0</u>	<u>98,484,822</u>	<u>91,737,019</u>
Employee Benefits	19,927,698	147,214		20,074,912	19,345,944
Services and Supplies	14,676,158	10,294,132		24,970,290	21,370,322
Amortization of Capital Assets			4,724,687	4,724,687	4,220,321
Write-off/down of Buildings and Sites				0	0
	<u>132,307,296</u>	<u>11,222,728</u>	<u>4,724,687</u>	<u>148,254,711</u>	<u>136,673,606</u>
NET REVENUE (EXPENSE)	<u>6,578,244</u>	<u>1,102,139</u>	<u>(1,999,246)</u>	<u>5,681,137</u>	<u>8,957,724</u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2006

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
FUND BALANCES, BEGINNING OF YEAR	2,350,943	0	45,242,791	47,593,734	38,376,122
Changes in Accounting Policies/ Prior Period Adjustments					
Accrued Employee Future Benefits				0	0
Accrued Vacation Pay				0	0
Accumulated Amortization of Capital Assets				0	0
Transfer Land Capital Reserve to Deferred Contributions				0	0
Transfer Capital Reserve to Deferred Contributions				0	0
School-Generated Funds				0	0
Related Entities				0	0
Prior Period Adjustments			(2,076)	(2,076)	
Transfer Reserves to Deferred Contributions			(12,611)	(12,611)	
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	2,350,943	0	45,228,104	47,579,047	38,376,122
Changes for the Year					
Net Revenue (Expense) for the Year	6,578,244	1,102,139	(1,999,246)	5,681,137	8,957,724
Interfund Transfers (Note 11)					
Capital Assets Purchased	(2,186,205)	(1,103,975)	3,290,180	0	0
Local Capital				0	0
Other	(1,351,259)	1,836	1,349,423	0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Comprehensive Income (Loss)				0	0
Site Improvements					259,888
Net Changes for the Year	3,040,780	0	2,640,357	5,681,137	9,217,612
FUND BALANCES, END OF YEAR	5,391,723	0	47,868,461	53,260,184	47,593,734

SCHOOL DISTRICT NO. 44 (North Vancouver)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2006

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	6,578,244	1,102,139	(1,999,246)	5,681,137	8,957,724
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(7,885,605)	60,753		(7,824,852)	171,705
Interfund Loans	(508,830)	878,828	(369,998)	0	0
Inventories	(35,535)	(4,525)		(40,060)	(175,609)
Prepaid Expenses	(71,854)	(2,590)		(74,444)	(5,760)
Increase (Decrease)					
Allowance for Doubtful Accounts				0	0
Accounts Payable/Accrued Liabilities	5,906,833		650,353	6,557,186	2,691,561
Other Current Liabilities	6,802			6,802	32,701
Deferred Contributions	237,162	(872,527)		(635,365)	(1,931,963)
Accrued Employee Future Benefits	305,935			305,935	4,662,354
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			4,724,687	4,724,687	4,220,321
Amortization of Deferred Capital Contributions			(2,725,441)	(2,725,441)	(2,721,064)
Accounting Change - Accrued EFB				0	(4,233,175)
Accounting Change - Accrued Vacation Pay				0	(780,992)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers	(3,537,464)	(1,102,139)	4,639,603	0	0
	<u>995,688</u>	<u>59,939</u>	<u>4,919,958</u>	<u>5,975,585</u>	<u>10,887,803</u>
FINANCING					
Bank Loan Received				0	0
Bank Loan Paid			(950,000)	(950,000)	(1,300,000)
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			(280,355)	(280,355)	(1,829,104)
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
Funds Received for Sites Improvements					259,888
Deferred Contributions Received					242,431
Capital Leases Net of Repayments			105,949	105,949	857,714
	<u>0</u>	<u>0</u>	<u>(1,124,406)</u>	<u>(1,124,406)</u>	<u>(1,769,071)</u>
INVESTING					
Capital Assets Purchased - Operating			(2,186,205)	(2,186,205)	(1,303,611)
Capital Assets Purchased - Special Purpose			(1,103,975)	(1,103,975)	(3,426,839)
Capital Assets Purchased - Local Capital				0	(268,345)
Work in Progress from Operating and Sp Purpose			(1,308)	(1,308)	(1,248,720)
Permanent Collection of Art		(76,337)		(76,337)	0
Assets under Capital Lease			(504,064)	(504,064)	(1,283,648)
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	<u>0</u>	<u>(76,337)</u>	<u>(3,795,552)</u>	<u>(3,871,889)</u>	<u>(7,525,878)</u>
Net Increase (Decrease) in Cash	<u>995,688</u>	<u>(16,398)</u>	<u>0</u>	<u>979,290</u>	<u>1,592,854</u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2006

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
NET INCREASE (DECREASE) IN CASH	995,688	(16,398)	0	979,290	1,592,854
Net Cash, Beginning of Year	23,782,891	2,656,202	0	26,439,093	24,295,166
Changes in Accounting Policies/ Prior Period Adjustments					
Prior Period Adjustment					551,073
Net Cash, Beginning of Year, as Restated	23,782,891	2,656,202	0	26,439,093	24,846,239
NET CASH, END OF YEAR	24,778,579	2,639,804	0	27,418,383	26,439,093
Cash	3,475,996	2,639,804		6,115,800	5,439,093
Short Term Investments	21,302,583			21,302,583	21,000,000
Bank Overdraft				0	0
NET CASH, END OF YEAR	24,778,579	2,639,804	0	27,418,383	26,439,093

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 1 AUTHORITY AND PURPOSE

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of School Trustees of School District No. 44 (North Vancouver)", and operates as "School District No. 44 (North Vancouver)." A board of school trustees (Board) elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

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

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

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

a) **Fund Accounting**

While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

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

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

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

b) Inventories

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

c) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost using the first-in-first-out method. Payments for insurance, subscriptions and maintenance contracts for use within the district in a future period are included as a prepaid expense and stated at cost. Textbooks and other teaching supplies are expensed as purchased.

d) Capital Assets

The following criteria apply:

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

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

e) Capital Leases

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

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

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

f) Revenue Recognition

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

Investment income is recognized as revenue when earned.

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

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is expended.
 - If the capital asset is a site, the amount expended is recorded as a direct increase to net assets invested in capital assets.
 - If the capital asset is not a site, the amount expended is recorded as a deferred capital contribution and amortized over the useful life of the asset.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.

g) Expenditures

- Categories of Salaries
 - Principals, Vice Principals, and Directors of Instruction employed under an administrative officer's contract are categorized as Principals and Vice Principals.
 - The Superintendent, Assistant Superintendents, Secretary-Treasurer, Trustees and all 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 regular programs.
 - Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School board clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
 - Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
 - Supplies and services are allocated based on actual identification of program.

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

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

h) **Financial Instruments**

Financial instruments consist of cash, short-term investments, accounts receivable, accounts payable and accrued liabilities, bank loans and other current liabilities. It is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

i) **Use of Estimates**

Preparation of financial statements requires management to make estimates and assumptions that impact reported amounts for assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from these estimates.

j) **Employee Future Benefits**

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

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

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 11.6.

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.

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 3 INVENTORIES

Inventories consist of the following:

Inventory	2006	2005
Supplies	\$35,649	\$58,967
Publications	253,688	194,835
Artists for Kids - Prints	122,464	117,939
	\$411,801	\$371,741

NOTE 4 PERMANENT COLLECTION OF ART

A permanent collection of artwork is recorded under the Artists for Kids program to build a lasting legacy of visual arts programs for the children of British Columbia. The permanent collection is recorded at cost or if donated at appraised value.

NOTE 5 CAPITAL ASSETS

	2006		2005	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 12,590,780	\$ 0	\$ 12,590,780	\$ 12,590,780
Buildings	165,642,159	54,560,803	111,081,356	104,308,725
Furniture & Equipment	6,447,023	3,219,940	3,227,083	3,723,998
Vehicles	827,506	235,846	591,660	473,905
Computer Software	1,403,893	354,231	1,049,662	781,479
Computer Hardware	3,908,198	958,385	2,949,813	2,046,259
	\$190,819,559	\$59,329,205	\$131,490,354	\$123,925,146

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 6 CAPITAL BANK LOANS PAYABLE

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

Approval Date	Year Borrowed	Interest Rate	Term	Amount Borrowed	Amount Paid	Balance Outstanding
April 3, 2001	2004	4.39%	90 Days	\$2,900,000	\$2,250,000	\$650,000
Total				\$2,900,000	\$2,250,000	\$650,000

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 7 EMPLOYEE FUTURE BENEFITS

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on Statement 1 (Statement of Financial Position).

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

	2006	2005
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1 (2005 – July 1)	\$ 4,471,751	\$ 4,233,175
Service Cost	356,339	340,177
Interest Cost	255,711	252,422
Benefit Payments	(296,608)	(93,350)
Actuarial (Gain)/Loss	13,403	(260,673)
Accrued Benefit Obligation – March 31	\$ 4,800,596	\$ 4,471,751
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$ 4,800,596	\$ 4,471,751
Market Value of Plan Assets – March 31	0	0
Funded Status - Surplus/(Deficit)	(4,800,596)	(4,471,751)
Employer Contributions After Measurement Date	79,577	70,070
Unamortized Net Actuarial (Gain)/Loss	(247,270)	(260,673)
Accrued Benefit Asset/(Liability) – June 30	\$ (4,968,289)	\$ (4,662,354)
Components of Net Benefit Expense		
Service Cost	\$ 356,339	\$ 340,177
Interest Cost	255,711	252,422
Amortization of Net Actuarial (Gain)/Loss	0	0
Net Benefit Expense (Income)	\$ 612,050	\$ 592,599

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

Discount Rate – April 1 (2005 – July 1)	5.50%	5.75%
Discount Rate – March 31	5.25%	5.50%
Salary Growth – April 1 (2005 – July 1)	3.25% + seniority	3.25% + seniority
Salary Growth – March 31	3.25% + seniority	3.25% + seniority
EARSL	11.6	11.6

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 8 CAPITAL LEASES

As at June 30, 2006 North Vancouver School District #44 has principal outstanding of \$963,663 on obligations under capital leases. Principal and interest repayments on capital leases are recovered annually from the operating fund.

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

Asset Class	Maturity in Fiscal Year Ending	Implicit Interest 2005/2006	Annual Payment 2005/2006	Interest Accrual June 2006	Capital Lease Obligation as at June 30 2006	Capital Lease Obligation as at June 30 2005
Furniture & Equipment	2007 - 2009	7.42%	39,282	1,936	46,776	80,110
Vehicles	2007 - 2009	9% - 14.45%	29,276	3,595	50,029	84,655
Computer Hardware	2009 - 2011	6.57% - 7.99%	380,508	33,972	866,858	692,949
			449,066	39,503	963,663	857,714

(b) As of June 30, 2006, future minimum lease payments under capital leases are as follows:

	<i>Annual Payment (Principal, Interest and tax)</i>
2007	463,594
2008	437,333
2009	154,742
2010	23,130
2011	1
<i>Total Future Minimum Lease Payments</i>	<i>1,078,800</i>
<i>Lease Amount Representing Interest</i>	<i>(115,137)</i>
<i>Total Lease Obligation</i>	<i>963,663</i>

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 8 CAPITAL LEASES
(Continued)

(c) Assets under capital lease as at June 30, 2006

Asset Class	2006			2005
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture & Equipment	194,240	67,984	126,256	145,680
Vehicles	129,766	32,012	97,754	185,060
Computer Hardware	1,462,601	191,658	1,270,943	958,289
	1,786,607	291,654	1,494,953	1,289,029

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 9 OPERATING FUND BALANCE, END OF YEAR

The following internally restricted funds totaling \$6,507,661 have been set aside for classroom requirements, technology infrastructure, equipment and the reduction of debt. Internally restricted funds can only be spent for other purposes than those detailed below upon resolution by the Board.

2006/07 Operating Budget	\$2,300,000	
Eco-efficiency Loan	650,000	
Unfunded Employee Future Benefits	481,000	
Restricted Balances Schools	1,178,006	
Restricted Balances District Accounts	1,076,460	
Restricted Balances Student & Program Services	317,195	
Health Promotion - Secondary Schools	40,000	
Window Coverings – Schools	50,000	
International Baccalaureate Program – Consultation	25,000	
Summer Writing Projects	50,000	
Collegial Conferencing	20,000	
Classroom Visitations	20,000	
Common Secondary Timetable	20,000	
Library Automation	105,000	
Wilson Banwell	15,000	
Teacher on Call Recruitment	15,000	
Asset Disposal – Consultation	50,000	
Instructional Equipment	75,000	
Outcomes – Autism Review	20,000	
Subtotal Internally Restricted		\$6,507,661
Unrestricted Surplus		444,621
Total Available for Future Operations		\$6,952,282

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

**NOTE 10 UNFUNDED ACCRUED EMPLOYEE FUTURE BENEFITS AND
 VACATION PAY**

The Ministry of Education has provided funding to reduce the unfunded liability for accrued employee future benefits and vacation pay. Once this unfunded liability is eliminated, Ministry funding can be used at the discretion of the Board.

It is planned that the unfunded liability will be eliminated in 1.5 years.

Unfunded liability, as at July 1, 2005	\$ 2,639,586
Reductions during the year	<u>1,079,027</u>
Unfunded liability, as at June 30, 2006	\$ <u>1,560,559</u>

NOTE 11 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2006, transfers were as follows:

- A transfer was made in the amount of \$1,351,259 from operating to capital for payment of principal on the eco-efficiency loan (\$950,000) and capital leases (\$389,561) and to special purpose for Artists for Kids (\$11,699).
- A transfer was made in the amount of \$2,186,205 from operating to capital for furniture and equipment (\$113,370), band instruments (\$32,447), vehicles (\$184,165), computer hardware and software (\$1,393,727), building additions (\$25,108) and seismic upgrades (\$437,388).
- A transfer in the amount of \$1,103,975 was made from special purpose to capital for Annual Facilities Grant upgrades (\$1,013,930) and for capital purchases of furniture and computer equipment at schools (\$90,045).

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 12 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plans including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 45,000 active members from school districts, and approximately 23,000 retired members from school districts. The Municipal Plan has about 130,000 active members, of which approximately 20,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2002 indicated a \$382 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2005 with results available in late 2006. The most recent valuation for the Municipal Pension Plan as at December 31, 2003 indicated an unfunded liability of \$789 million for basic pension benefits. The next valuation will be as at December 31, 2006 with results available in 2007. The actuary does not attribute portions of the unfunded liability to individual employers. The North Vancouver School District paid \$9,020,733 for employer contributions to these plans in the year ended June 30, 2006 (2005 - \$9,031,368).

NOTE 13 RELATED PARTY TRANSACTIONS

The School District is related through common ownership to all Province of British Columbia ministries, agencies, school districts, health authorities, colleges, universities, and crown corporations. Transactions with these entities, unless disclosed separately, are generally considered to be in the normal course of operations and are recorded at the exchange amount.

NOTE 14 CONTRACTUAL OBLIGATIONS

North Vancouver School District #44 has entered into contracts relating to capital projects with a remaining cost of approximately \$23,461,062. Contracts related to roofing have a remaining cost of \$411,341. Annual Facilities Grant painting contracts outstanding total \$638,014.

SCHOOL DISTRICT 44
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2006

NOTE 15 BUDGET FIGURES

Budget figures included in the financial statements are not audited. The budget figures were approved by the Board through the adoption of an amended annual budget on January 24, 2006.

NOTE 16 CONTINGENCIES

North Vancouver School District #44 has granted an irrevocable standby letter of credit in the amount of \$100,000 in favour of the Corporation of the District of North Vancouver. This letter is in lieu of security deposits for capital projects.

A liability of \$229,018 for asbestos removal during renovations at Westview School has been recognized. A liability of \$421,335 for asbestos removal during the demolition of Sutherland School has also been recognized. Certain other schools in North Vancouver School District also contain asbestos. No other amount has been recorded in these financial statements with regard to this liability since the fair value of future removal of asbestos in other North Vancouver School District schools cannot be reasonably estimated at this time.

NOTE 17 LITIGATION

The nature of the School District's activities is such that there is usually litigation pending or in process at any time. With respect to unsettled claims at June 30, 2006, management believes the School District has valid defenses and appropriate insurance coverage in place. In the event that any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

NOTE 18 COMPARATIVE FIGURES

Certain prior year figures were reclassified to conform with the current year's presentation.

SCHOOL DISTRICT NO. 44 (North Vancouver)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2006

Schedule A1

	2006	2006 AMENDED ANNUAL BUDGET	2005
	ACTUAL		ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	118,047,870	115,980,356	116,015,783
Provincial Grants - Other	6,784,543	99,516	836,880
Federal Grants	1,420,140	1,432,920	1,364,862
Other Revenue	10,752,035	10,540,445	10,046,140
Rentals and Leases	1,019,450	921,076	920,436
Investment Income	861,502	300,000	583,225
	<u>138,885,540</u>	<u>129,274,313</u>	<u>129,767,326</u>
EXPENSE			
Salaries			
Teachers	60,061,257	57,253,462	58,409,920
Principals and Vice Principals	8,643,641	8,567,050	8,088,438
Educational Assistants	11,963,079	10,604,119	9,843,547
Support Staff	11,216,083	10,978,630	10,350,396
Other Professionals	2,725,531	2,518,037	1,857,026
Substitutes	3,093,849	2,688,806	2,490,185
	<u>97,703,440</u>	<u>92,610,104</u>	<u>91,039,512</u>
Employee Benefits	19,927,698	19,266,427	19,232,871
Services and Supplies	14,676,158	19,072,714	13,360,003
	<u>132,307,296</u>	<u>130,949,245</u>	<u>123,632,386</u>
NET REVENUE (EXPENSE), FOR THE YEAR	6,578,244	(1,674,932)	6,134,940
INTERFUND TRANSFERS (Note 11)			
Capital Assets Purchased	(2,186,205)	(2,236,470)	(1,303,611)
Local Capital	0	0	(1,313,805)
Other	(1,351,259)	0	(779,598)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
Reduce Unfunded Employee Future Benefits and Vacation Pay	(1,079,027)	(1,079,127)	(2,374,581)
Comprehensive Income (Loss)	0	0	0
BUDGETED ALLOCATION OF SURPLUS (DEFICIT)		4,990,529	
SURPLUS (DEFICIT), FOR THE YEAR	<u>1,961,753</u>	<u>0</u>	<u>363,345</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	4,990,529		4,076,111
Changes in Accounting Policies/ Prior Period Adjustments			
Capital Assets - Band and Strings and Other			551,073
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>4,990,529</u>		<u>4,627,184</u>
SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)	<u>6,952,282</u>		<u>4,990,529</u>
SURPLUS (DEFICIT), END OF YEAR (Note 9)			
Internally Restricted	6,507,661		
Unrestricted	444,621		
	<u>6,952,282</u>		

SCHOOL DISTRICT NO. 44 (North Vancouver)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2006

Schedule A2

	2006	2006 AMENDED ANNUAL BUDGET	2005
	ACTUAL		ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	112,441,869	112,073,692	109,440,315
Other Ministry of Education Grants			
GAAP Implementation Funding	1,079,027	1,079,027	1,079,027
Pay Equity	3,045,106	2,966,047	2,707,416
Strike Savings Reduction	(1,260,515)	(1,286,029)	
Other MOE Grants	586,553	200,619	498,971
Seismic Transferred to Revenue	437,388		363,872
Community Link Planning Fund	947,000	947,000	947,000
Incentive Payments/Signing Bonuses	771,442		
2003/04 GAAP Grant			979,182
	<u>118,047,870</u>	<u>115,980,356</u>	<u>116,015,783</u>
PROVINCIAL GRANTS - OTHER	<u>6,784,543</u>	<u>99,516</u>	<u>836,880</u>
FEDERAL GRANTS	<u>1,420,140</u>	<u>1,432,920</u>	<u>1,364,862</u>
OTHER REVENUE			
Other School District/Education Authorities	0	0	0
Summer School Fees	650,783	645,000	674,910
Continuing Education	685,670	722,800	748,661
Offshore Tuition Fees	6,903,247	6,402,500	5,982,778
LEA/Direct Funding from First Nations	0	0	0
Miscellaneous			
Elementary Band and Strings	506,101	500,000	572,800
Outdoor School (Meals/Rentals/Linen/Sales)	1,100,940	1,186,500	1,067,317
Reading44/ Math44/Learn Thru the Arts	153,122	457,900	295,952
Corporate Training	1,785	2,500	1,950
Sundry (Crossing Guards/Trans/School Meals)	560,317	421,127	521,706
Recoveries (Custodial Costs/WV Athl.Coord.)	59,998	65,218	64,792
All Day Kindergarten	130,072	136,900	115,274
	<u>10,752,035</u>	<u>10,540,445</u>	<u>10,046,140</u>
RENTALS AND LEASES	<u>1,019,450</u>	<u>921,076</u>	<u>920,436</u>
INVESTMENT INCOME	<u>861,502</u>	<u>300,000</u>	<u>583,225</u>
TOTAL OPERATING REVENUE	<u><u>138,885,540</u></u>	<u><u>129,274,313</u></u>	<u><u>129,767,326</u></u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2006

Schedule A3

	2006	2006 AMENDED ANNUAL BUDGET	2005
	ACTUAL		ACTUAL
SALARIES			
Teachers	60,061,257	57,253,462	58,409,920
Principals and Vice Principals	8,643,641	8,567,050	8,088,438
Educational Assistants	11,963,079	10,604,119	9,843,547
Support Staff	11,216,083	10,978,630	10,350,396
Other Professionals	2,725,531	2,518,037	1,857,026
Substitutes	3,093,849	2,688,806	2,490,185
	<u>97,703,440</u>	<u>92,610,104</u>	<u>91,039,512</u>
EMPLOYEE BENEFITS	19,927,698	19,266,427	19,232,871
Total Salaries and Benefits	<u>117,631,138</u>	<u>111,876,531</u>	<u>110,272,383</u>
SERVICES AND SUPPLIES			
Services	4,106,306	4,858,260	3,534,325
Student Transportation	281,803	315,958	246,813
Professional Development and Travel	499,707	441,636	388,598
Rentals and Leases	309,125	372,747	225,024
Dues and Fees	55,008	54,100	54,361
Insurance	247,917	268,800	246,802
Interest	104,209	1,500	122,959
Supplies	6,981,596	10,039,821	6,523,395
Bad Debts	0	0	0
Utilities	2,090,487	2,719,892	2,017,726
Total Services and Supplies	<u>14,676,158</u>	<u>19,072,714</u>	<u>13,360,003</u>
TOTAL OPERATING EXPENSE	<u>132,307,296</u>	<u>130,949,245</u>	<u>123,632,386</u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
 OPERATING FUND
 EXPENSE BY FUNCTION AND PROGRAM
 YEAR ENDED JUNE 30, 2006

	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	44,936,621	2,736,832	2,296,036	1,516,763	10,387	1,918,348	53,416,987
1.03 Career Programs	414,988		61,073	162,688		22,016	660,765
1.07 Library Services	1,543,642	54,054	148,961	209,298		55,334	2,011,289
1.08 Counselling	2,215,956			31,023		11,011	2,257,990
1.10 Special Education	5,603,079	154,760	9,090,835	508,696		643,137	16,000,507
1.30 English as a Second Language	1,355,870					28,749	1,384,619
1.31 Aboriginal Education	354,516	85,572	245,055			17,259	702,402
1.41 School Administration		5,289,211		1,185,484		126,544	6,730,321
1.60 Summer School	399,438	50,841					450,279
1.61 Continuing Education	1,703,125	213,996	119,119	428,744	70,809	20,908	2,566,701
1.62 Off Shore Students	1,526,171			74,961	62,527	39,533	1,703,192
1.64 Other				227,365	70,491	10,110	307,966
1.65 Conseil Scolaire Francophone							0
Total Function 1	60,053,406	8,534,425	11,963,079	4,395,863	343,236	2,892,949	88,183,018
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration					633,725		633,725
4.40 School District Governance					110,614	667	111,281
4.41 Business Administration		109,216		647,910	1,148,494	6,204	1,911,824
4.65 Conseil Scolaire Francophone							0
Total Function 4	0	109,216	0	647,910	1,892,833	6,871	2,656,830
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	7,851			55,305	250,733	3,642	317,531
5.50 Maintenance Operations				5,776,113	238,669	181,304	6,196,086
5.52 Maintenance of Grounds							277,563
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
Total Function 5	7,851	0	0	6,108,981	489,402	184,946	6,791,180
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration							0
7.65 Conseil Scolaire Francophone				63,329		9,083	72,412
7.70 Student Transportation							0
7.73 Housing							0
Total Function 7	0	0	0	63,329	0	9,083	72,412
9 DEBT SERVICES (OPERATING)							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	60,061,257	8,643,641	11,963,079	11,216,083	2,725,531	3,093,849	97,703,440

SCHOOL DISTRICT NO. 44 (North Vancouver)
OPERATING FUND
EXPENSE BY FUNCTION AND PROGRAM
YEAR ENDED JUNE 30, 2006

	TOTAL SALARIES		EMPLOYEE BENEFITS		TOTAL SALARIES AND BENEFITS		SERVICES AND SUPPLIES		2006		2005	
	TOTAL SALARIES	AMENDED ANNUAL BUDGET	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL	AMENDED ANNUAL BUDGET
1 INSTRUCTION												
1.02 Regular Instruction	53,416,987	66,386,765	11,438,078	64,856,066	5,797,929	70,592,984	70,592,984	69,964,218	70,592,984	69,964,218	70,592,984	66,386,765
1.03 Career Programs	660,765	704,873	128,670	789,436	154,062	943,497	943,497	927,488	943,497	927,488	943,497	704,873
1.07 Library Services	2,011,289	2,434,249	423,215	2,434,504	105,881	2,540,385	2,540,385	2,489,867	2,540,385	2,489,867	2,540,385	2,434,249
1.08 Counselling	2,257,990	2,568,195	459,562	2,717,552	12,662	2,730,204	2,730,204	2,289,957	2,730,204	2,289,957	2,730,204	2,568,195
1.10 Special Education	16,000,507	17,251,080	2,989,927	18,990,434	371,595	19,362,029	19,362,029	17,880,282	19,362,029	17,880,282	19,362,029	17,251,080
1.30 English as a Second Language	1,384,619	1,425,821	316,770	1,701,389	9,170	1,710,559	1,710,559	1,384,507	1,710,559	1,384,507	1,710,559	1,425,821
1.31 Aboriginal Education	702,402	693,962	115,502	817,904	33,178	851,082	851,082	913,213	851,082	913,213	851,082	693,962
1.41 School Administration	6,730,321	7,414,986	1,265,182	7,995,503	163,484	8,158,987	8,158,987	7,444,693	8,158,987	7,444,693	8,158,987	7,414,986
1.60 Summer School	450,279	718,566	74,718	524,997	109,066	634,063	634,063	685,180	634,063	685,180	634,063	718,566
1.61 Continuing Education	2,566,701	3,863,131	458,320	3,015,021	786,327	3,801,348	3,801,348	3,625,276	3,801,348	3,625,276	3,801,348	3,863,131
1.62 Off Shore Students	1,703,192	3,138,013	344,524	2,047,716	660,093	2,707,809	2,707,809	3,979,365	2,707,809	3,979,365	2,707,809	3,138,013
1.64 Other	307,966	578,375	45,179	353,146	350,485	703,630	703,630	1,840,890	703,630	1,840,890	703,630	578,375
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0	0	0	0	0	0
Total Function 1	88,183,018	107,118,016	18,059,647	106,242,666	8,493,922	114,736,587	114,736,587	113,424,936	114,736,587	113,424,936	114,736,587	107,118,016
4 DISTRICT ADMINISTRATION												
4.11 Educational Administration	633,725	742,757	117,020	750,745	170,882	921,627	921,627	818,891	921,627	818,891	921,627	742,757
4.40 School District Governance	111,281	230,854	17,980	129,261	121,849	251,110	251,110	232,461	251,110	232,461	251,110	230,854
4.41 Business Administration	1,911,824	2,267,284	340,401	2,252,225	639,554	2,891,779	2,891,779	2,516,505	2,891,779	2,516,505	2,891,779	2,267,284
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0	0	0	0	0	0
Total Function 4	2,656,830	3,240,895	475,401	3,132,231	932,285	4,064,516	4,064,516	3,567,857	4,064,516	3,567,857	4,064,516	3,240,895
5 OPERATIONS AND MAINTENANCE												
5.41 Operations and Maintenance Administration	317,531	778,597	55,100	372,631	591,558	964,189	964,189	829,443	964,189	829,443	964,189	778,597
5.50 Maintenance Operations	6,196,086	9,221,610	1,272,969	7,469,055	2,109,868	9,578,923	9,578,923	9,633,093	9,578,923	9,633,093	9,578,923	9,221,610
5.52 Maintenance of Grounds	277,563	858,643	51,797	329,360	150,423	479,783	479,783	414,832	479,783	414,832	479,783	858,643
5.56 Utilities	0	2,017,726	0	0	2,090,487	2,090,487	2,719,892	2,719,892	2,090,487	2,719,892	2,090,487	2,017,726
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0	0	0	0	0	0
Total Function 5	6,791,180	12,876,576	1,379,866	8,171,046	4,942,336	13,113,382	13,113,382	13,597,260	13,113,382	13,597,260	13,113,382	12,876,576
7 TRANSPORTATION AND HOUSING												
7.41 Transportation and Housing Administration	0	0	0	0	0	0	0	0	0	0	0	0
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0	0	0	0	0	0
7.70 Student Transportation	72,412	273,940	12,784	85,196	216,396	301,594	301,594	357,692	301,594	357,692	301,594	273,940
7.73 Housing	0	0	0	0	0	0	0	0	0	0	0	0
Total Function 7	72,412	273,940	12,784	85,196	216,396	301,594	301,594	357,692	301,594	357,692	301,594	273,940
9 DEBT SERVICES (OPERATING)												
9.92 Interest on Bank Loans	0	0	0	0	0	0	0	0	0	0	0	0
9.94 Interest on Temporary Borrowing	0	122,959	0	0	91,217	91,217	1,500	1,500	91,217	1,500	1,500	122,959
Total Function 9	0	122,959	0	0	91,217	91,217	1,500	1,500	91,217	1,500	1,500	122,959
TOTAL FUNCTIONS 1 - 9	97,703,440	123,632,386	19,927,698	117,631,138	14,676,158	132,307,296	132,307,296	130,949,245	132,307,296	130,949,245	132,307,296	123,632,386

SCHOOL DISTRICT NO. 44 (North Vancouver)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2006

Schedule A5

BALANCE, BEGINNING OF YEAR	7,672,268
Changes in Accounting Policies/ Prior Period Adjustments	
BALANCE, BEGINNING OF YEAR, AS RESTATED	7,672,268
Changes for the Year	
Increase:	
Provincial Grants - Ministry of Education	2,966,046
Provincial Grants - Other	0
Other Revenue	7,416,073
	10,382,119
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	2,966,046
Provincial Grants - Other	516,448
Federal Grants	0
Other Revenue	6,662,463
Rentals and Leases	0
Investment Income	0
	10,144,957
Net Changes for the Year	237,162
BALANCE, END OF YEAR	7,909,430

SCHOOL DISTRICT NO. 44 (North Vancouver)
SPECIAL PURPOSE FUNDS
SUMMARY OF CHANGES
YEAR ENDED JUNE 30, 2006

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	3,113,235	1,389,668	2,749,319	0	7,252,212
Add: Contributions Received					
Provincial Grants - Ministry of Education	3,425,653	11,000			3,436,653
Provincial Grants - Other					0
Federal Grants					0
Other Revenue		445,800	7,391,114		7,836,914
Rentals and Leases	70,226	7,534			77,760
Investment Income	3,495,879	464,334	7,391,114	0	11,351,327
Less: Allocated to Revenue Recovered	4,300,663	507,109	7,416,082		12,223,854
	2,308,451	1,345,883	2,724,351	0	6,379,685
DEFERRED CONTRIBUTIONS, END OF YEAR					
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	4,230,931	11,727			4,242,658
Provincial Grants - Other					0
Federal Grants		10,187			10,187
Other Revenue		477,661	7,517,095		7,994,756
Rentals and Leases					0
Investment Income	69,732	7,534			77,266
Gain (Loss) on Equity Investment					0
	4,300,663	507,109	7,517,095	0	12,324,867
EXPENSE					
Salaries					
Teachers		79,263			79,263
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	522,060				522,060
Other Professionals	170,033				170,033
Substitutes		7,612	2,414		10,026
Employee Benefits	692,093	86,875	2,414	0	781,382
Services and Supplies	124,107	23,107			147,214
	2,469,225	408,825	7,416,082		10,294,132
	3,285,425	518,807	7,418,496	0	11,222,728
	1,015,238	(11,698)	98,599	0	1,102,139
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS					
	(1,013,930)		(90,045)		(1,103,975)
INTERFUND TRANSFERS					
Capital Assets Purchased	(1,308)	11,698	(6,554)		8,386
Other	(1,015,238)	11,698	(98,599)	0	(1,102,139)
	0	0	0	0	0
NET REVENUE (EXPENSE)					

SCHOOL DISTRICT NO. 44 (North Vancouver)
 SPECIAL PURPOSE FUNDS
 CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2006

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	301 Transport for Deaf & Hard of Hearing	TOTAL
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR					
Add: Contributions Received	3,072,200	4,171	22,475	14,389	3,113,235
Provincial Grants - Ministry of Education	3,400,141		25,512		3,425,653
Provincial Grants - Other					0
Federal Grants					0
Other Revenue					0
Rentals and Leases	68,587	88	1,057	494	70,226
Investment Income	3,468,728	88	26,569	494	3,495,879
Less: Allocated to Revenue Recovered	4,281,888	1,613	17,162		4,300,663
	2,259,040	2,546	31,882	14,883	2,308,451
DEFERRED CONTRIBUTIONS, END OF YEAR					
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	4,213,301	1,525	16,105		4,230,931
Provincial Grants - Other					0
Federal Grants					0
Other Revenue					0
Rentals and Leases	68,587	88	1,057		69,732
Investment Income	4,281,888	1,613	17,162		4,300,663
EXPENSE					
Salaries					0
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	522,060				522,060
Other Professionals	170,033				170,033
Substitutes					0
Employee Benefits	692,093				692,093
Services and Supplies	124,107				124,107
	2,450,450	1,613	17,162		2,469,225
	3,256,650	1,613	17,162		3,285,425
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,015,238				1,015,238
INTERFUND TRANSFERS					
Capital Assets Purchased	(1,013,930)				(1,013,930)
Other	(1,308)				(1,308)
	(1,015,238)				(1,015,238)
NET REVENUE (EXPENSE)					0

SCHOOL DISTRICT NO. 44 (North Vancouver)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2006

	Metro Regional Implementation	Aboriginal Regional Implementation	Community Access Program	Violence Protection	Artists For Kids	NVOS SPECIAL PROJECTS	TOTAL
DEFERRED CONTRIBUTIONS							
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	126,999	10,957	10,187	69,344	1,164,814	7,357	1,369,658
Add: Contributions Received							
Provincial Grants - Ministry of Education		11,000					11,000
Provincial Grants - Other							0
Federal Grants	23,430			20,000	359,107	43,263	445,800
Other Revenue	3,344	339		2,482	1,051	318	7,534
Rentals and Leases	28,774	11,339		22,482	380,188	43,581	484,334
Investment Income							
Less: Allocated to Revenue Recovered	52,965	12,066	10,187	16,999	373,564	41,338	507,109
DEFERRED CONTRIBUTIONS, END OF YEAR	100,818	10,230		74,827	1,151,408	9,600	1,346,883
REVENUE AND EXPENSE							
REVENUE							
Provincial Grants - Ministry of Education		11,727					11,727
Provincial Grants - Other							0
Federal Grants			10,187				10,187
Other Revenue	49,611			14,517	372,513	41,020	477,661
Rentals and Leases	3,344	339		2,482	1,051	318	7,534
Investment Income	52,965	12,066	10,187	16,999	373,564	41,338	507,109
EXPENSE							
Salaries							
Teachers					79,263		79,263
Principals and Vice Principals							0
Educational Assistants							0
Support Staff							0
Other Professionals							0
Substitutes							0
Employee Benefits				429	7,183		7,612
Services and Supplies	52,965	12,066	10,187	429	86,446		86,875
Interfund Transfers	52,965	12,066	10,187	56	23,051		23,107
Other				16,514	275,765	41,338	408,825
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS				16,999	385,262	41,338	518,607
					(11,698)		(11,698)
INTERFUND TRANSFERS							
Capital Assets Purchased							0
Other					11,698		11,698
NET REVENUE (EXPENSE)							0

SCHOOL DISTRICT NO. 44 (North Vancouver)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2006

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	12,590,780	148,486,713	6,482,129	643,341	946,425	3,106,663	172,266,051
Changes in Accounting Policy/ Prior Period Adjustments							
COST, BEGINNING OF YEAR, AS RESTATED	12,590,780	148,486,713	6,482,129	643,341	946,425	3,106,663	172,266,051
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - By/Law		968,519					968,519
Deferred Contributions - Other		52,288					52,288
Operating Fund		462,496	145,818	184,165	457,468	936,253	2,186,205
Special Purpose Funds		1,013,950	5,490			84,566	1,103,975
Local Capital							0
Capital Lease		5,985,799				504,064	504,064
Transferred from Work in Progress		8,483,032	151,298	184,165	457,468	1,524,887	5,985,799
Decrease:							
Disposed of			186,404				186,404
Deemed Disposals						723,352	723,352
Written-off/down During Year							0
COST, END OF YEAR	0	0	186,404	0	0	723,352	909,756
WORK IN PROGRESS, END OF YEAR	12,590,780	156,968,745	6,447,023	827,506	1,403,893	3,908,198	182,147,145
COST AND WORK IN PROGRESS, END OF YEAR (Note 5)	12,590,780	155,542,159	6,447,023	827,506	1,403,893	3,908,198	180,819,659
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR							
Changes in Accounting Policies/ Prior Period Adjustments							
Amortization Assets Under Capital Lease		51,359,281	2,758,131	169,436	164,946	1,060,404	55,512,198
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	51,359,281	2,758,131	171,572	164,946	1,060,404	55,512,274
Changes for the Year							
Increase: Amortization for the Year		3,201,522	648,213	64,334	189,285	621,333	4,724,687
Decrease:							
Disposed of			186,404				186,404
Deemed Disposals						723,352	723,352
Written-off During Year							0
ACCUMULATED AMORTIZATION, END OF YEAR	0	54,560,803	3,219,340	235,846	354,231	958,385	59,329,205
CAPITAL ASSETS - NET (Note 5)	12,590,780	111,081,356	3,227,083	591,660	1,049,662	2,949,813	131,490,354

SCHOOL DISTRICT NO. 44 (North Vancouver)
 CAPITAL FUND
 CAPITAL ASSETS - WORK IN PROGRESS
 YEAR ENDED JUNE 30, 2006

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
	7,181,293	0	0	0	7,181,293
WORK IN PROGRESS, BEGINNING OF YEAR	7,181,293	0	0	0	7,181,293
Changes for the Year					
Increase:					
Deferred Contributions - Bylaw	7,475,612				7,475,612
Deferred Contributions - Other	0				0
Operating Fund	0				0
Special Purpose Funds	1,308				1,308
Local Capital	0				0
	7,476,920	0	0	0	7,476,920
Decrease:					
Transferred to Capital Assets	5,985,799				5,985,799
	5,985,799	0	0	0	5,985,799
Net Changes for the Year	1,491,121	0	0	0	1,491,121
WORK IN PROGRESS, END OF YEAR	8,672,414	0	0	0	8,672,414

WORK IN PROGRESS, BEGINNING OF YEAR
 Changes in Accounting Policy/
 Prior Period Adjustments

WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:

- Deferred Contributions - Bylaw
- Deferred Contributions - Other
- Operating Fund
- Special Purpose Funds
- Local Capital

Decrease:

- Transferred to Capital Assets

Net Changes for the Year

WORK IN PROGRESS, END OF YEAR

SCHOOL DISTRICT NO. 44 (North Vancouver)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2006

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	70,591,404	50,000	192,431	70,833,835
Changes in Accounting Policies/ Prior Period Adjustments				
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	<u>70,591,404</u>	<u>50,000</u>	<u>192,431</u>	<u>70,833,835</u>
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Capital Additions	968,519		52,288	1,020,807
Transferred from Work in Progress	4,253,667			4,253,667
	<u>5,222,186</u>	<u>0</u>	<u>52,288</u>	<u>5,274,474</u>
Decrease:				
Amortization of Deferred Capital Contributions	2,719,380	1,250	4,811	2,725,441
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	<u>2,719,380</u>	<u>1,250</u>	<u>4,811</u>	<u>2,725,441</u>
Net Changes for the Year	<u>2,502,806</u>	<u>(1,250)</u>	<u>47,477</u>	<u>2,549,033</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>73,094,210</u>	<u>48,750</u>	<u>239,908</u>	<u>73,382,868</u>
WORK IN PROGRESS, BEGINNING OF YEAR	5,435,525	0	0	5,435,525
Changes in Accounting Policies/ Prior Period Adjustments				
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	<u>5,435,525</u>	<u>0</u>	<u>0</u>	<u>5,435,525</u>
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Work in Progress	7,475,612			7,475,612
	<u>7,475,612</u>	<u>0</u>	<u>0</u>	<u>7,475,612</u>
Decrease:				
Transferred to Deferred Capital Contributions	4,253,667			4,253,667
	<u>4,253,667</u>	<u>0</u>	<u>0</u>	<u>4,253,667</u>
Net Changes for the Year	<u>3,221,945</u>	<u>0</u>	<u>0</u>	<u>3,221,945</u>
WORK IN PROGRESS, END OF YEAR	<u>8,657,470</u>	<u>0</u>	<u>0</u>	<u>8,657,470</u>
DEFERRED CAPITAL CONTRIBUTIONS AND WORK IN PROGRESS, END OF YEAR	<u>81,751,680</u>	<u>48,750</u>	<u>239,908</u>	<u>82,040,338</u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2006

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	531,088	164,128	0	0	0	695,226
Changes in Accounting Policies/ Prior Period Adjustments						
Transferred from Reserves					12,611	12,611
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>531,088</u>	<u>164,128</u>	<u>0</u>	<u>0</u>	<u>12,611</u>	<u>707,837</u>
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	8,147,041					8,147,041
Provincial Grants - Other					0	0
Other				40,530		40,530
Investment Income		28,493				28,493
MEd Restricted Portion of Proceeds on Disposal					0	0
	<u>8,147,041</u>	<u>28,493</u>	<u>0</u>	<u>40,530</u>	<u>0</u>	<u>8,216,064</u>
Decrease:						
Transferred to DCC - Capital Additions	968,519				52,288	1,020,807
Transferred to DCC - Work in Progress	7,475,612					7,475,612
Transferred to Invested in Capital Assets - Site Purchases					52,288	52,288
	<u>8,444,131</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>52,288</u>	<u>8,496,419</u>
Net Changes for the Year	<u>(287,090)</u>	<u>28,493</u>	<u>0</u>	<u>0</u>	<u>(11,758)</u>	<u>(280,355)</u>
BALANCE, END OF YEAR	<u>234,008</u>	<u>192,621</u>	<u>0</u>	<u>0</u>	<u>863</u>	<u>427,482</u>

SCHOOL DISTRICT NO. 44 (North Vancouver)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2006

Schedule C5

	INVESTMENT IN CAPITAL	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	45,198,072	44,719	45,242,791
Changes in Accounting Policies/ Prior Period Adjustments			
Amortization Assets Under Capital Lease	(2,076)		(2,076)
Transfer To Deferred Contributions		(12,611)	(12,611)
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>45,195,996</u>	<u>32,108</u>	<u>45,228,104</u>
Changes for the Year			
Investment Income			0
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal			0
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	2,725,441		2,725,441
Capital Assets Purchased from Local Capital			0
Interfund Transfers - Capital Assets Purchased	3,290,180		3,290,180
Interfund Transfers - Capital Assets WIP	1,308		1,308
Interfund Transfers - Local Capital			0
Amortization of Capital Assets	(4,724,687)		(4,724,687)
Transferred to Invested in Capital Assets			
- Site Purchases			0
Cap Leases Principal Paid-OP	389,561		389,561
Cap Leases Principal Paid-SP	8,554		8,554
Capital Loan Principal Paid-OP	950,000		950,000
Net Changes for the Year	<u>2,640,357</u>	<u>0</u>	<u>2,640,357</u>
BALANCE, END OF YEAR	<u>47,836,353</u>	<u>32,108</u>	<u>47,868,461</u>