

# SCHOOL DISTRICT

## AUDITED FINANCIAL STATEMENTS

### FISCAL YEAR 2006/2007

SCHOOL DISTRICT NUMBER <b>44</b>	NAME OF SCHOOL DISTRICT North Vancouver	YEAR 2006/2007
OFFICE LOCATION 721 Chesterfield Ave		TELEPHONE NUMBER 604-903-3444
CITY / PROVINCE N. Van., BC		POSTAL CODE V7M 2M5
WEBSITE ADDRESS <a href="http://www.nv44.bc.ca">http://www.nv44.bc.ca</a>		
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 Canadian generally accepted accounting principles for not-for-profit organizations.

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

#### **The Board's Responsibility**

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

#### **External Auditors**

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

#### **Declaration of Management and Board Chairperson**

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 44 (North Vancouver) for the year ended June 30, 2007.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES  <i>Original Signed By</i>	DATE SIGNED <b>Oct 1, 2007</b>
SIGNATURE OF SUPERINTENDENT  <i>Original Signed By</i>	DATE SIGNED <b>Oct 1, 2007</b>
SIGNATURE OF SECRETARY - TREASURER  <i>Original Signed By</i>	DATE SIGNED <b>Oct 1, 2007</b>

**SCHOOL DISTRICT NO. 44 (North Vancouver)  
2006/2007 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 statement of financial position of School District No. 44 (North Vancouver) as at June 30, 2007 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, 2007 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.

Chartered Accountants

Victoria, Canada

August 10, 2007

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2007**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	30,683,888	2,879,841		33,563,729	27,418,383
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education				0	1,192,060
Due from Province - Other	12,860			12,860	6,621,138
Due from LEA / Direct Funding				0	0
Other Receivables (Note 3)	1,302,487	229,137		1,531,624	1,316,573
Interfund Loans	9,217	3,901,931	2,303,929		
Inventories (Note 4)	245,107	120,858		365,965	411,801
Prepaid Expenses	210,546	7,705		218,251	221,195
	32,464,105	7,139,472	2,303,929	35,692,429	37,181,150
Permanent Collection of Art (Note 5)		1,022,578		1,022,578	904,493
Investments				0	0
Equity Investments				0	0
Capital Assets - Net (Note 6)			146,039,805	146,039,805	131,490,354
<b>TOTAL ASSETS</b>	<b>32,464,105</b>	<b>8,162,050</b>	<b>148,343,734</b>	<b>182,754,812</b>	<b>169,575,997</b>
<b>LIABILITIES AND FUND BALANCES</b>					
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	8,050,108		849,691	8,899,799	12,937,423
Bank Loans				0	650,000
Interfund Loans	6,165,032	50,045			
Other Current Liabilities	25,470		372,531	398,001	39,503
	14,240,610	50,045	1,222,222	9,297,800	13,626,926
Deferred Revenue	7,135,050	46,150		7,181,200	7,412,073
Deferred Contributions					
Ministry of Education	171,625	3,559,828	947,512	4,678,965	3,232,437
Province - Other			284,007	284,007	0
Other		4,506,027	190,610	4,696,637	4,072,087
Accrued Employee Future Benefits (Note 7)	4,886,182			4,886,182	4,968,289
Deferred Capital Contributions			97,024,842	97,024,842	82,040,338
Bank Loans				0	0
Capital Lease Obligations (Note 8)			158,026	158,026	963,663
Other Long Term Liabilities				0	0
<b>TOTAL LIABILITIES</b>	<b>26,433,467</b>	<b>8,162,050</b>	<b>99,827,219</b>	<b>128,207,659</b>	<b>116,315,813</b>
Fund Balances					
Invested in Capital Assets			48,484,407	48,484,407	47,836,353
Endowment				0	0
Internally Restricted (Note 10)	6,029,797		32,108	6,061,905	6,539,769
Unrestricted	841			841	444,621
Unfunded Accrued Employee Future Benefits (Note 11) and Vacation Pay				0	(1,560,559)
<b>TOTAL FUND BALANCES</b>	<b>6,030,638</b>	<b>0</b>	<b>48,516,515</b>	<b>54,547,153</b>	<b>53,260,184</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>32,464,105</b>	<b>8,162,050</b>	<b>148,343,734</b>	<b>182,754,812</b>	<b>169,575,997</b>



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2007**

**Statement 2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	123,502,111	2,495,413		125,997,524	122,290,528
Provincial Grants - Other	522,339	202,986		725,325	6,784,543
Federal Grants	1,179,719			1,179,719	1,430,327
Other Revenue	12,573,252	8,370,235		20,943,487	18,746,791
Rentals and Leases	1,131,197			1,131,197	1,019,450
Investment Income	1,233,192	96,802		1,329,994	938,768
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,826,030	2,826,030	2,725,441
Gain (Loss) on Disposal of Capital Assets				0	0
	<u>140,141,810</u>	<u>11,165,436</u>	<u>2,826,030</u>	<u>154,133,276</u>	<u>153,935,848</u>
<b>EXPENSE</b>					
Salaries					
Teachers	62,654,153	91,134		62,745,287	60,140,520
Principals and Vice Principals	8,575,264			8,575,264	8,643,641
Educational Assistants	11,690,006			11,690,006	11,963,079
Support Staff	11,147,955	413,074		11,561,029	11,738,143
Other Professionals	3,109,763	118,297		3,228,060	2,895,564
Substitutes	3,895,639	19,401		3,915,040	3,103,875
	<u>101,072,780</u>	<u>641,906</u>	<u>0</u>	<u>101,714,686</u>	<u>98,484,822</u>
Employee Benefits	20,881,296	122,158		21,003,454	20,074,912
Services and Supplies	15,471,634	9,479,939		24,951,573	24,970,290
Amortization of Capital Assets			5,176,594	5,176,594	4,724,687
Write-off/down of Buildings and Sites				0	0
	<u>137,425,710</u>	<u>10,244,003</u>	<u>5,176,594</u>	<u>152,846,307</u>	<u>148,254,711</u>
<b>NET REVENUE (EXPENSE)</b>	<u>2,716,100</u>	<u>921,433</u>	<u>(2,350,564)</u>	<u>1,286,969</u>	<u>5,681,137</u>

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2007**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>FUND BALANCES, BEGINNING OF YEAR</b>	5,391,723	0	47,868,461	53,260,184	47,579,047
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
<b>FUND BALANCES, BEGINNING OF YEAR, AS RESTATED</b>	5,391,723	0	47,868,461	53,260,184	47,579,047
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	2,716,100	921,433	(2,350,564)	1,286,969	5,681,137
Interfund Transfers (Note 12)					
Capital Assets Purchased	(678,305)	(857,474)	1,535,779	0	0
Local Capital				0	0
Other	(1,398,880)	(63,959)	1,462,839	0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Comprehensive Income (Loss)				0	0
<b>Net Changes for the Year</b>	638,915	0	648,054	1,286,969	5,681,137
<b>FUND BALANCES, END OF YEAR</b>	6,030,638	0	48,516,515	54,547,153	53,260,184

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2007**

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	2,716,100	921,433	(2,350,564)	1,286,969	5,681,137
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	7,680,112	(94,828)		7,585,284	(7,824,852)
Interfund Loans	2,478,882	(1,284,897)	(1,193,985)	0	0
Inventories	44,232	1,608		45,840	(40,060)
Prepaid Expenses	(975)	3,919		2,944	(74,444)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(4,236,962)		199,338	(4,037,624)	6,557,186
Other Current Liabilities	(14,033)			(14,033)	6,802
Deferred Revenue	7,135,050	46,150		7,181,200	0
Deferred Contributions	(325,732)	1,686,170		1,360,438	(635,365)
Accrued Employee Future Benefits	(82,107)			(82,107)	305,935
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			5,176,594	5,176,594	4,724,687
Amortization of Deferred Capital Contributions			(2,826,030)	(2,826,030)	(2,725,441)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers	(2,077,185)	(921,433)	2,998,618	0	0
	<u>13,317,382</u>	<u>358,122</u>	<u>2,003,971</u>	<u>15,679,475</u>	<u>5,975,585</u>
<b>FINANCING</b>					
Bank Loan Received				0	0
Bank Loan Paid			(650,000)	(650,000)	(950,000)
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			994,647	994,647	(280,355)
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
Capital Leases Net of Repayments			(433,106)	(433,106)	105,949
	<u>0</u>	<u>0</u>	<u>(88,459)</u>	<u>(88,459)</u>	<u>(1,124,406)</u>
<b>INVESTING</b>					
Capital Assets Purchased - Operating			(678,305)	(678,305)	(2,186,205)
Capital Assets Purchased - Special Purpose			(857,474)	(857,474)	(1,103,975)
Capital Assets Purchased - Local Capital				0	0
Work in Progress from Operating and Sp Purpose			(379,733)	(379,733)	(1,308)
Permanent Collection of Art		(118,085)		(118,085)	(76,337)
Assets under Capital Lease				0	(504,064)
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	<u>0</u>	<u>(118,085)</u>	<u>(1,915,512)</u>	<u>(2,033,597)</u>	<u>(3,871,889)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>13,317,382</u>	<u>240,037</u>	<u>0</u>	<u>13,557,419</u>	<u>979,290</u>

**SCHOOL DISTRICT NO. 44 (North Vancouver)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007**

**Statement 4.2**

	<b>OPERATING FUND</b>	<b>SPECIAL PURPOSE FUNDS</b>	<b>CAPITAL FUND</b>	<b>TOTAL 2007</b>	<b>TOTAL 2006</b>
<b>NET INCREASE (DECREASE) IN CASH</b>	13,317,382	240,037	0	13,557,419	979,290
<b>Net Cash, Beginning of Year</b>	17,366,506	2,639,804	0	20,006,310	26,439,093
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
<b>Net Cash, Beginning of Year, as Restated</b>	17,366,506	2,639,804	0	20,006,310	26,439,093
<b>NET CASH, END OF YEAR</b>	30,683,888	2,879,841	0	33,563,729	27,418,383
Cash	11,410,372	2,879,841		14,290,213	6,115,800
Cash Equivalents	19,273,516			19,273,516	21,302,583
Short Term Investments				0	0
Bank Overdraft				0	0
<b>NET CASH, END OF YEAR</b>	30,683,888	2,879,841	0	33,563,729	27,418,383



**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2007**

**NOTE 1      AUTHORITY AND PURPOSE**

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

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  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

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

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and term deposits with maturities of three months or less.

c) 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 is recorded at cost using the specific identification method.

d) Prepaid Expenses

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

e) 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



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

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

f) 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.

g) 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 invested is recorded as a direct increase to net assets invested in capital assets.
  - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset.
  - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.

h) 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.



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

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

- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals' and Vice-Principals' salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
  - Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
  - Supplies and services are allocated based on actual identification of program.
- i) **Financial Instruments**  
Financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities 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.
- j) **Use of Estimates**  
Preparation of financial statements in accordance with Canadian Generally Accepted Accounting Principles requires management to make estimates and assumptions that impact reported amounts for assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.
- k) **Employee Future Benefits**  
The School District provides certain post-employment benefits including accumulated vacation pay and retirement allowances for certain employees pursuant to certain contracts and union agreements.
- The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.
- The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 10.4 years.
- The most recent valuation of the obligation was performed at March 31, 2007 for use at June 30, 2007 and projected to June 30, 2010. 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  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2007	2006
Due from Federal Government	\$92,887	\$306,772
GST/PST Receivable	257,519	222,570
Recoverable Insurance Claims	385,764	147,696
Recoverable Payroll	183,781	139,203
Sundry Billings	93,678	172,617
Miscellaneous Receivables	288,858	193,403
Special Purpose	229,137	134,312
	<b>\$1,531,624</b>	<b>\$1,316,573</b>

**NOTE 4      INVENTORIES**

Inventories consist of the following:

Inventory	2007	2006
Supplies	\$37,489	\$35,649
Publications	207,618	253,688
Artists for Kids - Prints	120,858	122,464
	<b>\$365,965</b>	<b>\$411,801</b>

**NOTE 5      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 at appraised value at the time of donation.



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 6 CAPITAL ASSETS**

	2007		2006	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$12,590,780	\$ 0	\$12,590,780	\$12,590,780
Buildings	184,268,927	57,947,525	126,321,402	111,081,356
Furniture & Equipment	6,439,206	3,587,143	2,852,063	3,227,083
Vehicles	934,121	318,597	615,524	591,660
Computer Software	1,719,440	635,010	1,084,430	1,049,662
Computer Hardware	3,795,162	1,219,556	2,575,606	2,949,813
	<u>\$209,747,636</u>	<u>\$63,707,831</u>	<u>\$146,039,805</u>	<u>\$131,490,354</u>

Capital Assets include 2007 acquisitions of \$19,726,045 (2006 - \$12,291,971).

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

	2007	2006
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	4,800,596	4,471,751
Service Cost	376,359	356,339
Interest Cost	261,080	255,711
Benefit Payments	(591,209)	(296,608)
Actuarial (Gain)/Loss	999,899	13,403
Accrued Benefit Obligation – March 31	<u>5,846,725</u>	<u>4,800,596</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	5,846,725	4,800,596
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus/(Deficit)	<u>(5,846,725)</u>	<u>(4,800,596)</u>
Employer Contributions After Measurement Date	207,914	79,577
Unamortized Net Actuarial (Gain)/Loss	<u>752,629</u>	<u>(247,270)</u>
Accrued Benefit Asset/(Liability) - June 30	<u>(4,886,182)</u>	<u>(4,968,289)</u>

**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 7      EMPLOYEE FUTURE BENEFITS (Continued)**

<b>Components of Net Benefit Expense</b>	<b><u>2007</u></b>	<b><u>2006</u></b>
Service Cost	376,359	356,339
Interest Cost	261,080	255,711
Amortization of Net Actuarial (Gain)/Loss	<u>0</u>	<u>0</u>
Net Benefit Expense (Income)	<u><u>637,439</u></u>	<u><u>612,050</u></u>

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

	<b><u>2007</u></b>	<b><u>2006</u></b>
Discount Rate – April 1	5.25%	5.50%
Discount Rate – March 31	5.00%	5.25%
Long Term Salary Growth – April 1	3.25% + seniority	3.25% + seniority
Long Term Salary Growth – March 31	3.25% + seniority	3.25% + seniority
EARSL – March 31	10.4	11.6



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 8 CAPITAL LEASES**

As at June 30, 2007 North Vancouver School District #44 has principal outstanding of \$530,557 for capital lease obligations. Principal and interest repayments on the capital leases are recovered annually from the operating and special purpose funds.

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

**Capital Leases 2007**

Asset Class	Maturity in Fiscal Year Ending	Implicit Interest 2006/2007	Annual Payment 2006/07	Interest Accrual June 2007	Current Portion of Lease	Capital Lease Obligation June 30, 2007	Capital Lease Obligation June 30, 2006
Furniture & Equipment							46,776
Vehicles	2008 - 2009	11.29%	7,265	915	5,696	8,206	50,029
Computer Hardware	2009 - 2011	6.57% - 7.99%	402,516	24,554	366,835	149,820	866,858
			<b>409,781</b>	<b>25,469</b>	<b>372,531</b>	<b>158,026</b>	<b>963,663</b>

(b) As of June 30, 2007, future minimum lease payments under capital leases are as follows:

	<i>Annual Payment (Principal, Interest and tax)</i>
2008	409,781
2009	147,091
2010	23,134
2011	1
<i>Total Future Minimum Lease Payments</i>	<i>580,007</i>
<i>Lease Amount Representing Interest</i>	<i>(49,450)</i>
<i>Total Lease Obligation</i>	<i>530,557</i>



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 8 CAPITAL LEASES  
(Continued)**

(b) Assets under capital lease as at June 30, 2007

	2007		2006	
Asset Class	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Furniture & Equipment				126,256
Vehicles	35,279	10,584	24,695	97,754
Computer Hardware	1,462,601	484,178	978,423	1,270,943
	<b>1,497,880</b>	<b>494,762</b>	<b>1,003,118</b>	<b>1,494,953</b>

**NOTE 9 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 48,000 active members from school districts, and approximately 24,000 retired members from school districts. The Municipal Plan has about 140,000 active members, of which approximately 21,000 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, 2005 indicated a \$904 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2008 with results available in late 2009. 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 fiscal 2008. The actuary does not attribute portions of the unfunded liability to individual employers. The North Vancouver School District paid \$10,159,423 for employer contributions to these plans in the year ended June 30, 2007 (2006 - \$9,020,733).



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 10      OPERATING FUND BALANCE, END OF YEAR**

The following internally restricted funds totaling \$6,029,797 have been set aside for classroom requirements, technology infrastructure, capital projects and programs.

2007/2008 Operating Budget	\$2,330,000
Restricted Balances Schools	1,007,461
Restricted Balances District Accounts	904,411
Restricted Balances Student & Program Services	412,963
Commitments as at June 30, 2007	324,962
Lonsdale Redevelopment	100,000
Joint Planner City of North Vancouver	50,000
North Vancouver Outdoor School Planning	250,000
Big House Repairs	100,000
District Servers	60,000
Chef Training Program	25,000
Library Automation	50,000
Synervoice (Call-Back System)	40,000
Interior Painting (Gyms)	80,000
Carson/Balmoral Textbooks	50,000
Windsor-French Immersion	20,000
Summer Writing	35,000
Action Research/Collegial Conferencing	50,000
Specialty Programs	30,000
Leadership for Learning	30,000
District Leadership Succession	20,000
Program Reviews (LAC/KLASS)	20,000
Emergency Management Supplies	40,000
	<hr/>
<b>Subtotal Internally Restricted</b>	<b>\$6,029,797</b>
<b>Unrestricted Surplus</b>	<b>841</b>
<b>Total Available for Future Operations</b>	<b><u>\$6,030,638</u></b>

**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**NOTE 11 UNFUNDED ACCRUED EMPLOYEE FUTURE BENEFITS AND VACATION PAY**

The Ministry of Education provided funding to be used 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.

The unfunded liability has been eliminated in 2007.

Unfunded liability, as at July 1, 2006	\$	1,560,559
Reductions during the year		1,560,559
Unfunded liability, as at June 30, 2007	\$	0

**NOTE 12 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, 2007, transfers were as follows:

- A transfer was made in the amount of \$1,398,880 from operating to capital for payment of principal on the eco-efficiency loan (\$650,000), capital leases principal (\$424,017) and work-in-progress (\$324,863).
- A transfer was made in the amount of \$678,305 from operating to capital for the purchase of furniture and equipment (\$52,317), vehicles (\$106,614) and computer hardware and software (\$519,374).
- A transfer in the amount of \$857,474 was made from special purpose to capital for Annual Facilities Grant upgrades (\$583,900) and for capital purchases of furniture and computer equipment (\$273,574).
- A transfer in the amount of \$63,959 was made from special purpose to capital for work-in-progress (\$54,870) and for capital leases principal (\$9,089).

**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 COMMITMENTS**

North Vancouver School District #44 has entered into contracts relating to capital projects with a remaining cost of approximately \$7,794,869.



**SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2007**

**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 February 27, 2007.

**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 \$220,000 for asbestos removal during renovations at Highlands School has 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 # 44 schools cannot be reasonably estimated at this time. Removal will occur only when major renovation or demolition projects have been approved by the Ministry of Education.

**NOTE 17 ECONOMIC DEPENDENCE**

Operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared in accordance with Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

**NOTE 18 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, 2007, 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 19 COMPARATIVE FIGURES**

Certain comparative figures have been reclassified to conform with the financial statement presentation adopted in the current year.



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**SURPLUS (DEFICIT)**  
**YEAR ENDED JUNE 30, 2007**

Schedule A1

	2007	2007 AMENDED ANNUAL BUDGET	2006
	ACTUAL		ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	123,502,111	123,212,169	118,047,870
Provincial Grants - Other	522,339	528,533	6,784,543
Federal Grants	1,179,719	1,170,389	1,420,140
Other Revenue	12,573,252	12,375,730	10,752,035
Rentals and Leases	1,131,197	1,006,349	1,019,450
Investment Income	1,233,192	600,000	861,502
	<u>140,141,810</u>	<u>138,893,170</u>	<u>138,885,540</u>
<b>EXPENSE</b>			
Salaries			
Teachers	62,654,153	63,408,865	60,061,257
Principals and Vice Principals	8,575,264	8,675,626	8,643,641
Educational Assistants	11,690,006	11,678,672	11,963,079
Support Staff	11,147,955	11,182,453	11,216,083
Other Professionals	3,109,763	3,173,822	2,725,531
Substitutes	3,895,639	3,790,596	3,093,849
	<u>101,072,780</u>	<u>101,910,034</u>	<u>97,703,440</u>
Employee Benefits	20,881,296	20,931,505	19,927,698
Services and Supplies	15,471,634	18,026,154	14,676,158
	<u>137,425,710</u>	<u>140,867,693</u>	<u>132,307,296</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	2,716,100	(1,974,523)	6,578,244
<b>INTERFUND TRANSFERS (Note 12)</b>			
Capital Assets Purchased	(678,305)	(1,975,957)	(2,186,205)
Local Capital	0	(346,622)	0
Other	(1,398,880)	(650,000)	(1,351,259)
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
Reduce Unfunded Employee Future Benefits and Vacation Pay	(1,560,559)	(1,560,559)	(1,079,027)
Comprehensive Income (Loss)	0	0	0
<b>BUDGETED ALLOCATION OF SURPLUS (DEFICIT)</b>		6,507,661	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>(921,644)</u>	0	<u>1,961,753</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	6,952,282		4,990,529
<b>Changes In Accounting Policies/ Prior Period Adjustments</b>			
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED</b>	<u>6,952,282</u>		<u>4,990,529</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b> (Section 156 (12) of School Act)	<u>6,030,638</u>		<u>6,952,282</u>
<b>SURPLUS (DEFICIT), END OF YEAR (Note 10)</b>			
Internally Restricted	6,029,797		
Unrestricted	841		
	<u>6,030,638</u>		

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2007**

Schedule A2

	2007	2007 AMENDED ANNUAL BUDGET	2006
	ACTUAL		ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	117,059,009	116,913,128	112,441,869
Other Ministry of Education Grants			
GAAP Implementation Funding	1,079,027	1,079,027	1,079,027
Pay Equity	2,966,047	2,966,047	3,045,106
Strike Savings Recovery	0	0	(1,260,515)
Strong Starts/Early Learning	274,174	0	0
Feasibility/Literacy/BCeSIS/French	559,870	545,274	391,603
Community Link Planning Fund	947,000	947,000	947,000
Ready/Set Learning Program	62,500	62,500	50,000
Other MOED Grants	554,484	699,193	1,353,780
	<u>123,502,111</u>	<u>123,212,169</u>	<u>118,047,870</u>
<b>PROVINCIAL GRANTS - OTHER</b>			
	522,339	528,533	6,784,543
<b>FEDERAL GRANTS</b>			
	1,179,719	1,170,389	1,420,140
<b>OTHER REVENUE</b>			
School Referendum Taxes	0	0	0
Other School District/Education Authorities	0	0	0
Summer School Fees	550,962	650,511	650,783
Continuing Education	679,877	742,425	685,670
Offshore Tuition Fees	8,695,666	8,639,739	6,903,247
LEA/Direct Funding from First Nations	0	0	0
Miscellaneous			
Elementary Band and Strings	481,274	500,000	506,101
Outdoor School (Meals/Rentals/Linen/Sales)	1,264,682	1,054,000	1,100,940
Reading44/ Math44/Learn Thru the Arts	80,993	145,500	153,122
Corporate Training	95	1,500	1,785
Sundry (Crossing Guards/Trans/School Meals)	641,192	331,355	560,317
Recoveries (Custodial Costs/WV Athl.Coord.)	59,066	184,500	59,998
All Day Kindergarten	119,445	126,200	130,072
	<u>12,573,252</u>	<u>12,375,730</u>	<u>10,752,035</u>
<b>RENTALS AND LEASES</b>			
	1,131,197	1,006,349	1,019,450
<b>INVESTMENT INCOME</b>			
	1,233,192	600,000	861,502
<b>TOTAL OPERATING REVENUE</b>			
	<u>140,141,810</u>	<u>138,893,170</u>	<u>138,885,540</u>

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT**  
**YEAR ENDED JUNE 30, 2007**

Schedule A3

	2007	2007 AMENDED ANNUAL BUDGET	2006
	ACTUAL		ACTUAL
<b>SALARIES</b>			
Teachers	62,654,153	63,408,865	60,061,257
Principals and Vice Principals	8,575,264	8,675,626	8,643,641
Educational Assistants	11,690,006	11,678,672	11,963,079
Support Staff	11,147,955	11,182,453	11,216,083
Other Professionals	3,109,763	3,173,822	2,725,531
Substitutes	3,895,639	3,790,596	3,093,849
	<u>101,072,780</u>	<u>101,910,034</u>	<u>97,703,440</u>
<b>EMPLOYEE BENEFITS</b>			
Total Salaries and Benefits	20,881,296	20,931,505	19,927,698
	<u>121,954,076</u>	<u>122,841,539</u>	<u>117,631,138</u>
<b>SERVICES AND SUPPLIES</b>			
Services	5,280,845	6,143,404	4,106,306
Student Transportation	292,826	333,614	281,803
Professional Development and Travel	559,485	560,055	499,707
Rentals and Leases	335,932	334,774	309,125
Dues and Fees	49,189	56,100	55,008
Insurance	286,428	257,000	247,917
Interest	55,299	45,620	104,209
Supplies	6,269,699	7,985,695	6,981,596
Bad Debts	0	0	0
Utilities	2,341,931	2,309,892	2,090,487
Total Services and Supplies	<u>15,471,634</u>	<u>18,026,154</u>	<u>14,676,158</u>
<b>TOTAL OPERATING EXPENSE</b>			
	<u>137,425,710</u>	<u>140,867,693</u>	<u>132,307,296</u>



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION AND PROGRAM**  
**YEAR ENDED JUNE 30, 2007**

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS AND VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	47,409,194	2,582,331	2,012,703	1,536,483	459	2,503,247	56,054,417
1.03 Career Programs	383,387		41,927	154,825		22,688	582,827
1.07 Library Services	1,806,107	90,387	146,700	201,851		62,882	2,107,927
1.08 Counselling	2,116,512			30,430		7,361	2,154,303
1.10 Special Education	5,880,991	125,047	8,978,826	593,987		728,257	16,307,088
1.30 English as a Second Language	1,383,760	47,510				40,201	1,451,471
1.31 Aboriginal Education	358,347	77,238	341,450			21,235	798,270
1.41 School Administration		5,246,514		1,174,055	198,230	171,564	6,790,363
1.60 Summer School	343,611			49,836			393,447
1.61 Continuing Education	1,711,302	188,721	99,893	371,229	76,875	21,820	2,467,640
1.62 Off Shore Students	1,488,513	10,249		70,952	57,816	34,883	1,662,413
1.64 Other				216,432	35,740	6,178	258,350
1.65 Conseil Scolaire Francophone							0
<b>Total Function 1</b>	<b>62,641,724</b>	<b>8,375,997</b>	<b>11,621,299</b>	<b>4,400,060</b>	<b>389,120</b>	<b>3,820,316</b>	<b>91,028,516</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration		105,578			652,357		757,935
4.40 School District Governance					122,865		122,865
4.41 Business Administration		93,689		744,396	1,184,484	19,470	2,052,039
4.65 Conseil Scolaire Francophone							0
<b>Total Function 4</b>	<b>0</b>	<b>199,267</b>	<b>0</b>	<b>744,396</b>	<b>1,969,706</b>	<b>19,470</b>	<b>2,932,839</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	11,202			47,621	457,795		516,618
5.50 Maintenance Operations	1,227			5,831,319	313,142	251,504	6,197,192
5.52 Maintenance of Grounds				324,559			324,559
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
<b>Total Function 5</b>	<b>12,429</b>	<b>0</b>	<b>0</b>	<b>6,003,499</b>	<b>770,937</b>	<b>251,504</b>	<b>7,038,369</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration							0
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation			68,707			4,349	73,056
7.73 Housing							0
<b>Total Function 7</b>	<b>0</b>	<b>0</b>	<b>68,707</b>	<b>0</b>	<b>0</b>	<b>4,349</b>	<b>73,056</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
<b>Total Function 9</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>62,654,153</b>	<b>8,575,264</b>	<b>11,690,006</b>	<b>11,147,955</b>	<b>3,109,763</b>	<b>3,895,639</b>	<b>101,072,780</b>



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION AND PROGRAM**  
**YEAR ENDED JUNE 30, 2007**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2007 ACTUAL	2007 AMENDED ANNUAL BUDGET	2006 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	56,054,417	12,072,217	68,126,634	5,184,885	73,311,519	75,721,298	70,592,994
1.03 Career Programs	582,827	112,528	695,355	172,456	867,811	995,156	943,497
1.07 Library Services	2,107,927	439,597	2,547,524	125,291	2,672,815	2,661,404	2,540,385
1.08 Counselling	2,154,303	443,017	2,597,320	13,082	2,610,402	2,712,332	2,730,204
1.10 Special Education	16,307,088	3,182,562	19,489,650	395,157	19,884,807	19,557,509	19,362,029
1.30 English as a Second Language	1,451,471	329,432	1,780,903	9,167	1,790,070	1,749,013	1,710,559
1.31 Aboriginal Education	798,270	128,858	927,128	33,977	961,105	970,960	851,082
1.41 School Administration	6,790,363	1,280,217	8,080,580	188,846	8,269,426	8,287,123	8,158,987
1.60 Summer School	393,447	68,683	462,140	86,875	549,015	522,777	634,063
1.61 Continuing Education	2,467,640	453,649	2,921,289	807,390	3,728,679	3,540,009	3,801,348
1.62 Off Shore Students	1,662,413	337,465	1,999,878	870,284	2,870,142	3,377,456	2,707,809
1.64 Other	258,350	34,425	292,775	338,125	630,900	1,840,095	703,630
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 1</b>	<b>91,028,516</b>	<b>18,892,660</b>	<b>109,921,176</b>	<b>8,225,515</b>	<b>118,146,691</b>	<b>121,935,132</b>	<b>114,736,587</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	757,935	143,966	901,921	192,889	1,094,810	855,156	921,627
4.40 School District Governance	122,865	18,485	141,350	121,944	263,294	244,901	251,110
4.41 Business Administration	2,052,039	404,541	2,456,580	619,845	3,076,425	2,809,372	2,891,779
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 4</b>	<b>2,932,839</b>	<b>567,012</b>	<b>3,499,851</b>	<b>934,678</b>	<b>4,434,529</b>	<b>3,909,429</b>	<b>4,064,516</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	516,618	89,665	606,283	790,704	1,396,987	1,504,780	964,189
5.50 Maintenance Operations	6,197,192	1,255,118	7,452,310	2,448,829	9,901,139	10,024,038	9,578,923
5.52 Maintenance of Grounds	324,559	62,926	387,485	438,138	825,623	775,502	479,783
5.56 Utilities	0	0	0	2,341,931	2,341,931	2,309,892	2,090,487
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 5</b>	<b>7,038,369</b>	<b>1,407,709</b>	<b>8,446,078</b>	<b>6,019,602</b>	<b>14,465,680</b>	<b>14,614,212</b>	<b>13,113,382</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	0	0	0	0	0	0	0
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	73,056	13,915	86,971	236,540	323,511	363,300	301,594
7.73 Housing	0	0	0	0	0	0	0
<b>Total Function 7</b>	<b>73,056</b>	<b>13,915</b>	<b>86,971</b>	<b>236,540</b>	<b>323,511</b>	<b>363,300</b>	<b>301,594</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans	0	0	0	55,299	55,299	0	0
9.94 Interest on Temporary Borrowing	0	0	0	0	0	45,620	91,217
<b>Total Function 9</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>55,299</b>	<b>55,299</b>	<b>45,620</b>	<b>91,217</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>101,072,780</b>	<b>20,881,296</b>	<b>121,954,076</b>	<b>15,471,834</b>	<b>137,425,710</b>	<b>140,867,693</b>	<b>132,307,296</b>

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**OPERATING FUND**  
**CHANGES IN DEFERRED CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2007**

**Schedule A5**

<b>BALANCE, BEGINNING OF YEAR</b>	497,357
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>	
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	497,357
<b>Changes for the Year</b>	
Increase:	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	22,621
Other Revenue	0
	22,621
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	348,353
Federal Grants	0
Other Revenue	0
Investment Income	0
	348,353
<b>Net Changes for the Year</b>	(325,732)
<b>BALANCE, END OF YEAR</b>	171,625



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**SPECIAL PURPOSE FUNDS**  
**SUMMARY OF CHANGES**  
**YEAR ENDED JUNE 30, 2007**

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	2,308,451	1,348,883	2,724,351	0	6,379,685
Add: Contributions Received					
Provincial Grants - Ministry of Education	3,717,027	19,500			3,736,527
Provincial Grants - Other	202,986				202,986
Federal Grants					0
Other Revenue	13,969	644,670	8,156,619		8,815,258
Investment Income	86,704	10,131			96,835
	4,020,686	674,301	8,156,619	0	12,851,606
Less: Allocated to Revenue	2,789,395	508,446	7,867,595		11,165,436
Recovered					0
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>3,539,742</b>	<b>1,512,738</b>	<b>3,013,375</b>	<b>0</b>	<b>8,065,855</b>
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	2,485,769	9,644			2,495,413
Provincial Grants - Other	202,986				202,986
Federal Grants					0
Other Revenue	13,969	488,671	7,867,595		8,370,235
Rentals and Leases					0
Investment Income	86,671	10,131			96,802
Gain (Loss) on Equity Investment					0
	2,789,395	508,446	7,867,595	0	11,165,436
<b>EXPENSE</b>					
<b>Salaries</b>					
Teachers		91,134			91,134
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	413,074				413,074
Other Professionals	118,297				118,297
Substitutes		19,317	84		19,401
	531,371	110,451	84	0	641,906
Employee Benefits	96,953	25,205			122,158
Services and Supplies	1,536,301	372,790	7,570,848		9,479,939
	2,164,625	508,446	7,570,932	0	10,244,003
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>624,770</b>	<b>0</b>	<b>296,663</b>	<b>0</b>	<b>921,433</b>
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(569,900)		(287,574)		(857,474)
Other	(54,870)		(9,089)		(63,959)
	(624,770)	0	(296,663)	0	(921,433)
<b>NET REVENUE (EXPENSE)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**SPECIAL PURPOSE FUNDS**  
**CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2007**

Schedule B2

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	301 Transport for Deaf & Hard of Hearing	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	2,259,040	2,646	31,882	14,883	2,308,451
Add: Contributions Received					
Provincial Grants - Ministry of Education	3,705,609		26,301	(14,883)	3,717,027
Provincial Grants - Other	202,966				202,966
Federal Grants					0
Other Revenue	13,969				13,969
Investment Income	85,230	109	1,365		86,704
	4,007,794	109	27,666	(14,883)	4,020,686
Less: Allocated to Revenue	2,764,342	76	24,977		2,789,395
Recovered					0
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>3,502,482</b>	<b>2,679</b>	<b>34,571</b>	<b>0</b>	<b>3,539,742</b>
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	2,462,157		23,612		2,485,769
Provincial Grants - Other	202,966				202,966
Federal Grants					0
Other Revenue	13,969				13,969
Investment Income	85,230	76	1,365		86,671
	2,764,342	76	24,977	0	2,789,395
<b>EXPENSE</b>					
<b>Salaries</b>					
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	413,074				413,074
Other Professionals	118,297				118,297
Substitutes					0
	531,371	0	0	0	531,371
<b>Employee Benefits</b>	96,953				96,953
<b>Services and Supplies</b>	1,511,248	76	24,977		1,536,301
	2,139,572	76	24,977	0	2,184,625
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>624,770</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>624,770</b>
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(569,900)				(569,900)
Other	(54,870)				(54,870)
	(624,770)	0	0	0	(624,770)
<b>NET REVENUE (EXPENSE)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>



**SCHOOL DISTRICT NO. 44 (North Vancouver)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007**

Schedule B3

	Metro Regional Implementation	Aboriginal Regional Implementation	Violence Prevention	Artists For Kids	NVOS SPECIAL PROJECTS	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>						
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	100,818	10,230	74,827	1,151,408	9,600	1,346,883
Add: Contributions Received						
Provincial Grants - Ministry of Education		19,500				19,500
Provincial Grants - Other						0
Federal Grants						0
Other Revenue	88,700	1,050	20,000	536,920		644,670
Investment Income	5,657	623	3,251	222	378	10,131
	92,357	21,173	23,251	537,142	378	674,301
Less: Allocated to Revenue	18,592	11,317	14,605	462,734	1,198	508,446
Recovered						0
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>174,583</b>	<b>20,086</b>	<b>83,473</b>	<b>1,225,816</b>	<b>8,780</b>	<b>1,512,738</b>
<b>REVENUE AND EXPENSE</b>						
<b>REVENUE</b>						
Provincial Grants - Ministry of Education		9,644				9,644
Provincial Grants - Other						0
Federal Grants						0
Other Revenue	12,935	1,050	11,354	462,512	820	488,671
Investment Income	5,657	623	3,251	222	378	10,131
	18,592	11,317	14,605	462,734	1,198	508,446
<b>EXPENSE</b>						
Salaries						
Teachers				91,134		91,134
Principals and Vice Principals						0
Educational Assistants						0
Support Staff						0
Other Professionals						0
Substitutes				19,317		19,317
	0	0	0	110,451	0	110,451
Employee Benefits				25,205		25,205
Services and Supplies	18,592	11,317	14,605	327,078	1,198	372,790
	18,592	11,317	14,605	462,734	1,198	508,446
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>INTERFUND TRANSFERS</b>						
Capital Assets Purchased						0
Other						0
	0	0	0	0	0	0
<b>NET REVENUE (EXPENSE)</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

SCHOOL DISTRICT NO. 44 (North Vancouver)  
 CAPITAL FUND  
 CAPITAL ASSETS  
 YEAR ENDED JUNE 30, 2007

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>COST, BEGINNING OF YEAR</b>	12,590,780	156,969,744	6,447,022	827,507	1,403,892	3,908,199	182,147,144
Changes in Accounting Policy/ Prior Period Adjustments							
<b>COST, BEGINNING OF YEAR, AS RESTATED</b>	12,590,780	156,969,744	6,447,022	827,507	1,403,892	3,908,199	182,147,144
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		264,228					264,228
Deferred Contributions - Other			84,334				84,334
Operating Fund			52,317	106,614	313,161	206,213	678,305
Special Purpose Funds		583,900	69,968		2,387	201,219	857,474
Local Capital							0
Transferred from Work in Progress		14,944					14,944
	0	883,072	208,619	106,614	315,548	407,432	1,899,285
Decrease:							
Disposed of							0
Deemed Disposals			277,499			520,469	797,968
Written-off/down During Year							0
	0	0	277,499	0	0	520,469	797,968
<b>COST, END OF YEAR</b>	12,590,780	157,832,816	6,376,142	934,121	1,719,440	3,795,162	183,248,461
<b>WORK IN PROGRESS, END OF YEAR</b>		26,436,111	63,064				26,499,175
<b>COST AND WORK IN PROGRESS, END OF YEAR (Note 6)</b>	12,590,780	184,268,927	6,439,206	934,121	1,719,440	3,795,162	209,747,636
<b>ACCUMULATED AMORTIZATION, BEGINNING OF YEAR</b>	0	54,560,803	3,219,940	235,846	354,231	958,385	59,329,205
Changes in Accounting Policies/ Prior Period Adjustments							
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	0	54,560,803	3,219,940	235,846	354,231	958,385	59,329,205
<b>Changes for the Year</b>							
Increase: Amortization for the Year		3,386,722	644,702	82,751	280,779	781,640	5,176,594
Decrease:							
Disposed of							0
Deemed Disposals			277,499			520,469	797,968
Written-off During Year							0
	0	0	277,499	0	0	520,469	797,968
<b>ACCUMULATED AMORTIZATION, END OF YEAR</b>	0	57,947,525	3,587,143	318,597	635,010	1,219,556	63,707,831
<b>CAPITAL ASSETS - NET (Note 6)</b>	12,590,780	126,321,402	2,852,063	615,524	1,084,430	2,575,606	146,039,805



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**CAPITAL FUND**  
**CAPITAL ASSETS - WORK IN PROGRESS**  
**YEAR ENDED JUNE 30, 2007**

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	8,672,415	0	0	0	8,672,415
<b>Changes in Accounting Policy/ Prior Period Adjustments</b>					
<b>WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED</b>	<u>8,672,415</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>8,672,415</u>
<b>Changes for the Year</b>					
Increase:					
Deferred Contributions - Bylaw	17,411,972				17,411,972
Deferred Contributions - Other	50,000				50,000
Operating Fund	261,799	63,064			324,863
Special Purpose Funds	54,869				54,869
Local Capital					0
	<u>17,778,640</u>	<u>63,064</u>	<u>0</u>	<u>0</u>	<u>17,841,704</u>
Decrease:					
Transferred to Capital Assets	14,944				14,944
	<u>14,944</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>14,944</u>
<b>Net Changes for the Year</b>	<u>17,763,696</u>	<u>63,064</u>	<u>0</u>	<u>0</u>	<u>17,826,760</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u><u>26,436,111</u></u>	<u><u>63,064</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>26,499,175</u></u>

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**CAPITAL FUND**  
**DEFERRED CAPITAL CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2007**

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	73,094,210	48,750	239,908	73,382,868
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED</b>	73,094,210	48,750	239,908	73,382,868
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Capital Additions	264,228		84,334	348,562
Transferred from Work in Progress				0
	264,228	0	84,334	348,562
Decrease:				
Amortization of Deferred Capital Contributions	2,818,662	1,250	6,118	2,826,030
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	2,818,662	1,250	6,118	2,826,030
<b>Net Changes for the Year</b>	(2,554,434)	(1,250)	78,216	(2,477,468)
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	70,539,776	47,500	318,124	70,905,400
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	8,657,470	0	0	8,657,470
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED</b>	8,657,470	0	0	8,657,470
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Work in Progress	17,411,972		50,000	17,461,972
	17,411,972	0	50,000	17,461,972
Decrease:				
Transferred to Deferred Capital Contributions				0
	0	0	0	0
<b>Net Changes for the Year</b>	17,411,972	0	50,000	17,461,972
<b>WORK IN PROGRESS, END OF YEAR</b>	26,069,442	0	50,000	26,119,442
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	96,609,218	47,500	368,124	97,024,842



**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**CAPITAL FUND**  
**CHANGES IN DEFERRED CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2007**

Schedule C4

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
<b>BALANCE, BEGINNING OF YEAR</b>	234,008	192,621	0	0	853	427,482
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>						
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	234,008	192,621	0	0	853	427,482
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	18,128,993					18,128,993
Provincial Grants - Other			284,007			284,007
Other					182,091	182,091
Investment Income		68,090				68,090
MEd Restricted Portion of Proceeds on Disposal						0
Municipal Grants					142,000	142,000
	18,128,993	68,090	284,007	0	324,091	18,805,181
Decrease:						
Transferred to DCC - Capital Additions	264,228				84,334	348,562
Transferred to DCC - Work in Progress	17,411,972				50,000	17,461,972
Transferred to Invested in Capital Assets - Site Purchases						0
	17,676,200	0	0	0	134,334	17,810,534
<b>Net Changes for the Year</b>	452,793	68,090	284,007	0	189,757	994,647
<b>BALANCE, END OF YEAR</b>	686,801	260,711	284,007	0	190,610	1,422,129

**SCHOOL DISTRICT NO. 44 (North Vancouver)**  
**CAPITAL FUND**  
**CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2007**

**Schedule C5**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	47,836,353	32,108	47,868,461
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	47,836,353	32,108	47,868,461
<b>Changes for the Year</b>			
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	2,826,030		2,826,030
Capital Assets Purchased from Local Capital			0
Interfund Transfers - Capital Assets Purchased	1,535,779		1,535,779
Interfund Transfers - Capital Assets WIP			0
Interfund Transfers - Local Capital			0
Amortization of Capital Assets	(5,176,594)		(5,176,594)
Transferred to Invested in Capital Assets			
- Site Purchases			0
Cap Leases Principal Paid-OP	424,017		424,017
Cap Leases Principal Paid-SP	9,090		9,090
Capital Loan Principal Paid-OP	650,000		650,000
WIP from Operating	324,863		324,863
WIP from SPF	54,869		54,869
<b>Net Changes for the Year</b>	648,054	0	648,054
<b>BALANCE, END OF YEAR</b>	48,484,407	32,108	48,516,515