

COMMITTEE MEETING

AUDIT COMMITTEE

Wednesday, September 16, 2020

Committee Report to the Board, September 28, 2020

The Chairperson of the Committee called the meeting to order and acknowledged that the meeting is being held on the traditional unceded territory of the Musqueam, Squamish and Tsleil-Waututh Nations.

Russ Jones, Acting Auditor General, and Chris Lawson, Director from the Office of the Auditor General (OAG) were in attendance

1. Enterprise Risk Management (ERM) Project

The Director of Enterprise Risk and Privacy Compliance presented and reviewed a report dated September 16, 2020 entitled *Enterprise Risk Management (ERM) Project*. The report includes information on the status of short term recommendations for ERM and proposed members for an internal risk management working group. The first meeting of the Risk Management Working Group is scheduled to take place in early October 2020. A draft Terms of Reference for the working group is currently being worked on.

The composition of the Risk Management Working Group was discussed.

Trustees provided feedback and staff provided clarification on various points.

2. Request for Proposals (RFP) for Audit Services

The Secretary Treasurer presented a report dated September 16, 2020 entitled *Request for Proposals for Audit Services*. The report includes a template for a Request for Proposals (RFP) for new auditors, developed by the Auditor General's office, and a recommendation.

R. Jones, Acting Auditor General, provided information on potential responses to the RFP.

Moved by J. Fraser, seconded by A. Wong, the following recommendation be taken to the Board for approval.

IT IS RECOMMENDED THAT the Board of Education conduct a Request for Proposals process for a new auditor to begin conducting the audit of the Financial Statements of the District for the 2020-2021 fiscal year.

CARRIED UNANIMOUSLY

3. 2019-2020 Audited Financial Statements (Attachment)

The Secretary Treasurer presented and reviewed a report dated September 16, 2020 entitled *2019-2020 Audited Financial Statements*. The report includes both the Audited Financial Statements, dated June 30, 2020, and the Audit Findings Report from the Office of the Auditor General (OAG).

The Secretary Treasurer asked if there were any questions on the Audited Financial Statements dated June 30, 2020 from Committee members and there were none.

C. Lawson, OAG Director, reviewed the Audit Findings Report. He reported:

- The following 2 items listed as outstanding on page 4 of the report are now complete:
 - certain procedures related to financial statement disclosure
 - receipt of certain legal enquiry responses
- Misstatements within the financial statements were brought to the attention of the Secretary Treasurer and any major ones that were requested to be corrected were corrected.
- Differences not corrected, other than the ones related to the qualified audit opinion, are immaterial.
- The new auditor will follow up on outstanding recommendations.
- An information report has been published on the OAG website regarding COVID-19 expenditures that the government has committed to.

During discussion, the Chairperson confirmed the Audit Committee is unaware of any newly suspected or alleged incidents of fraud.

The Secretary Treasurer reported information on the OAG's oversight role beginning in 2023 will be included in the RFP for a new auditor.

Trustees provided feedback and staff provided clarification on various points.

Staff left the meeting at 8:11 pm, to allow trustees to have a private discussion with the auditors.

Following discussion, the following motion was approved.

Moved by A. Wong, seconded by L. Chan-Pedley, that the following recommendation be taken to the Board for approval:

IT IS RECOMMENDED THAT the Board of Education of School District No. 39 (Vancouver) approve the 2019-2020 Audited Financial Statements and requests staff to submit them to the Ministry of Education.

CARRIED UNANIMOUSLY

4. Date and Time of Next Meeting

The next meeting of this Committee is scheduled for Wednesday, February 17, 2021 at 6:30 pm.

Meeting adjourned at by consensus at 8:15 pm.

Barb Parrott, Chairperson

Committee Members

Present:

Barb Parrott (Chairperson), Janet Fraser, Allan Wong,
Lois Chan-Pedley, Farnaz Riahi (external representative)

Management Present:

Suzanne Hoffman, J. David Green, Shehzad Somji,
Chris Allen

Audited Financial Statements of

School District No. 39 (Vancouver)

And Independent Auditors' Report thereon

June 30, 2020

School District No. 39 (Vancouver)

June 30, 2020

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School District No. 39 (Vancouver)

MANAGEMENT REPORT

Version: 2695-1950-8967

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 39 (Vancouver) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 39 (Vancouver) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a quarterly basis and externally audited financial statements yearly.

The external auditors, Office of the Auditor General of British Columbia, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 39 (Vancouver) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 39 (Vancouver)

Signature of the Chairperson of the Board of Education

Date Signed

Signature of the Superintendent

Date Signed

Signature of the Secretary Treasurer

Date Signed

School District No. 39 (Vancouver)

Statement 1

Statement of Financial Position

As at June 30, 2020

| | 2020 Actual | 2019 Actual (Restated) |
|--|----------------------|------------------------------|
| | \$ | \$ |
| Financial Assets | | |
| Cash and Cash Equivalents | 252,446,220 | 240,548,009 |
| Accounts Receivable | | |
| Due from Province - Ministry of Education | 10,146,510 | 4,942,307 |
| Due from Province - Other | 168,200 | 132,675 |
| Other (Note 3) | 5,167,290 | 7,046,469 |
| Portfolio Investments (Note 4) | 712,341 | 996,966 |
| Total Financial Assets | 268,640,561 | 253,666,426 |
| Liabilities | | |
| Accounts Payable and Accrued Liabilities | | |
| Due to Province - Ministry of Education | 173,857 | 185,434 |
| Due to Province - Other | 4,050,173 | 3,741,338 |
| Other (Note 5) | 74,080,929 | 70,347,072 |
| Unearned Revenue (Note 6 and 18) | 57,368,400 | 60,158,517 |
| Deferred Revenue (Note 7) | 35,125,057 | 38,431,885 |
| Deferred Capital Revenue (Note 8 and 18) | 717,744,982 | 656,212,899 |
| Employee Future Benefits (Note 9) | 29,545,276 | 27,947,342 |
| Capital Lease Obligations (Note 10) | 2,098,085 | 3,579,816 |
| Other Liabilities | 1,349,000 | 1,686,023 |
| Total Liabilities | 921,535,759 | 862,290,326 |
| Net Debt | (652,895,198) | (608,623,900) |
| Non-Financial Assets | | |
| Tangible Capital Assets (Note 11) | 797,124,254 | 740,854,968 |
| Prepaid Expenses | 2,137,471 | 3,855,200 |
| Supplies Inventory | 860,921 | 934,237 |
| Total Non-Financial Assets | 800,122,646 | 745,644,405 |
| Accumulated Surplus (Deficit) (Note 16) | 147,227,448 | 137,020,505 |

Approved by the Board

Signature of the Chairperson of the Board of Education

Date Signed

Signature of the Superintendent

Date Signed

Signature of the Secretary Treasurer

Date Signed

School District No. 39 (Vancouver)

Statement 2

Statement of Operations
Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|---|--------------------|--------------------|------------------------------|
| | \$ | \$ | \$ |
| Revenues | | | |
| Provincial Grants | | | |
| Ministry of Education | 541,111,591 | 542,083,299 | 527,030,604 |
| Other | 5,375,834 | 6,469,984 | 6,327,769 |
| Federal Grants | 2,280,857 | 2,280,857 | 2,259,914 |
| Tuition | 29,411,375 | 29,951,775 | 29,847,950 |
| Other Revenue | 31,495,877 | 26,063,173 | 32,228,696 |
| Rentals and Leases | 5,966,987 | 5,541,059 | 5,555,704 |
| Investment Income | 4,922,194 | 3,881,363 | 3,945,348 |
| Gain (Loss) on Disposal of Tangible Capital Assets | | | 12,008,555 |
| Amortization of Deferred Capital Revenue | 19,176,608 | 19,148,025 | 17,294,428 |
| Total Revenue | 639,741,323 | 635,419,535 | 636,498,968 |
| Expenses | | | |
| Instruction | 519,161,959 | 505,557,058 | 499,036,105 |
| District Administration | 24,285,974 | 23,457,736 | 24,392,628 |
| Operations and Maintenance | 94,717,239 | 93,677,099 | 91,371,275 |
| Transportation and Housing | 3,515,863 | 2,409,292 | 2,988,963 |
| Debt Services | 120,452 | 111,407 | 61,369 |
| Total Expense | 641,801,487 | 625,212,592 | 617,850,340 |
| Surplus (Deficit) for the year | (2,060,164) | 10,206,943 | 18,648,628 |
| Accumulated Surplus (Deficit) from Operations, beginning of year | | 137,020,505 | 118,371,877 |
| Accumulated Surplus (Deficit) from Operations, end of year | | 147,227,448 | 137,020,505 |

School District No. 39 (Vancouver)

Statement of Changes in Net Debt

Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|---|---------------------|----------------------|------------------------------|
| | \$ | \$ | \$ |
| Surplus (Deficit) for the year | (2,060,164) | 10,206,943 | 18,648,628 |
| Effect of change in Tangible Capital Assets | | | |
| Acquisition of Tangible Capital Assets | (64,521,470) | (84,060,205) | (62,868,369) |
| Amortization of Tangible Capital Assets | 27,842,527 | 27,790,919 | 25,807,374 |
| Net carrying value of Tangible Capital Assets disposed of | | | 66,445 |
| Total Effect of change in Tangible Capital Assets | (36,678,943) | (56,269,286) | (36,994,550) |
| Acquisition of Prepaid Expenses | | (4,086,682) | (4,193,855) |
| Use of Prepaid Expenses | | 5,804,411 | 3,893,333 |
| Acquisition of Supplies Inventory | | (1,612,903) | (1,719,054) |
| Use of Supplies Inventory | | 1,686,219 | 1,737,669 |
| Total Effect of change in Other Non-Financial Assets | - | 1,791,045 | (281,907) |
| (Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses) | <u>(38,739,107)</u> | (44,271,298) | (18,627,829) |
| Net Remeasurement Gains (Losses) | | | |
| (Increase) Decrease in Net Debt | | (44,271,298) | (18,627,829) |
| Net Debt, beginning of year | | (608,623,900) | (589,996,071) |
| Net Debt, end of year | | (652,895,198) | (608,623,900) |

School District No. 39 (Vancouver)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2020

| | 2020 Actual | 2019 Actual (Restated) |
|---|---------------------|------------------------------|
| | \$ | \$ |
| Operating Transactions | | |
| Surplus (Deficit) for the year | 10,206,943 | 18,648,628 |
| Changes in Non-Cash Working Capital | | |
| Decrease (Increase) | | |
| Accounts Receivable | (3,360,549) | 1,244,482 |
| Supplies Inventories | 73,316 | 18,615 |
| Prepaid Expenses | 1,717,729 | (300,523) |
| Increase (Decrease) | | |
| Accounts Payable and Accrued Liabilities | 4,031,115 | 13,207,857 |
| Unearned Revenue | (2,790,117) | 17,301,562 |
| Deferred Revenue | (3,306,828) | 7,814,878 |
| Employee Future Benefits | 1,597,933 | 2,270,546 |
| Other Liabilities | (337,024) | 699,000 |
| Loss (Gain) on Disposal of Tangible Capital Assets | | (12,008,555) |
| Amortization of Tangible Capital Assets | 27,790,919 | 25,807,374 |
| Amortization of Deferred Capital Revenue | (19,148,025) | (17,294,428) |
| Insurance claim | (86,652) | |
| Total Operating Transactions | <u>16,388,760</u> | <u>57,409,436</u> |
| Capital Transactions | | |
| Tangible Capital Assets Purchased | (5,045,550) | (3,957,793) |
| Tangible Capital Assets -WIP Purchased | (78,289,901) | (55,100,423) |
| District Portion of Proceeds on Disposal | | 12,075,000 |
| Total Capital Transactions | <u>(83,335,451)</u> | <u>(46,983,216)</u> |
| Financing Transactions | | |
| Capital Revenue Received | 80,766,760 | 87,854,576 |
| Capital Lease Payments | (2,206,484) | (2,056,124) |
| Total Financing Transactions | <u>78,560,276</u> | <u>85,798,452</u> |
| Investing Transactions | | |
| Investments in Portfolio Investments | 284,626 | 917,834 |
| Total Investing Transactions | <u>284,626</u> | <u>917,834</u> |
| Net Increase (Decrease) in Cash and Cash Equivalents | <u>11,898,211</u> | <u>97,142,506</u> |
| Cash and Cash Equivalents, beginning of year | <u>240,548,009</u> | <u>143,405,503</u> |
| Cash and Cash Equivalents, end of year | <u>252,446,220</u> | <u>240,548,009</u> |
| Cash and Cash Equivalents, end of year, is made up of: | | |
| Cash | <u>252,446,220</u> | <u>240,548,009</u> |
| | <u>252,446,220</u> | <u>240,548,009</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

1 Authority and Purpose

The School District, established on April 12, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 39 (Vancouver)", and operates as "School District No. 39 (Vancouver)." A board of education (Board) elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 39 is exempt from federal and provincial income taxes.

2 Summary of Significant Accounting Policies

a) Basis of Accounting

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

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As noted in notes 2(f) and 2(n), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue.

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

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

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

d) Portfolio Investments

The School District has investments in Guaranteed Investment Certificates (GIC's), term deposits and bonds that have a period to maturity of greater than three months at the time of acquisition. These investments are not quoted in an active market and are reported at amortized cost, and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issuance of a financial asset.

e) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods, receipt of proceeds for services or products to be delivered in a future period and the remaining balance of a 99-year ground lease (see Notes 6 and 18). For tuition fees and the receipt of proceeds for services or products to be delivered, revenue will be recognized in that future period when the courses, services, or products are provided. For the ground lease, revenue will be recognized on a straight line basis over the remaining term of the lease.

f) Deferred Revenue and Deferred Capital Revenue

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

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met, unless the transfer contains a stipulation that creates a liability, in which case the transfer is recognized as revenue over the period that the liability is extinguished.

g) Employee Future Benefits

i) Post-employment benefits

The School District provides certain post-employment benefits, including vested and non-vested benefits, for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs, including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

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

ii) Pension Plans

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

h) Tangible Capital Assets

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction, as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined in which case the assets are recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events indicate the need to revise.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

Estimated useful life is as follows:

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

i) Asset Retirement Obligations

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

- (a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (b) the past transaction or event giving rise to the liability has occurred;
- (c) it is expected that future economic benefits will be given up; and
- (d) a reasonable estimate of the amount can be made

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

j) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executory costs, e.g., insurance or maintenance costs. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

k) Prepaid Expenses

Prepaid annual maintenance contracts, prepaid rent, membership dues, and medical benefit plan premiums are included as a prepaid expense and stated at acquisition cost, and are charged to expense over the periods expected to benefit from it.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

l) Supplies Inventory

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

m) Funds and Reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved.

n) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectible and can be reasonably estimated.

Contributions received, or where eligibility criteria have been met, are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions, including authorization by the transferring government.

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

- non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred;
- contributions restricted for site acquisitions are recorded as revenue when the sites are purchased; and
- contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

Donated tangible capital assets other than sites are recorded at fair market value and amortized over the useful lives of the assets. Donated sites are recorded as revenue at fair market value when received or receivable.

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that governments transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met, unless the transfer contains a stipulation that meets the criteria for liability recognition, in which case the transfer is recognized over the period that the liability is extinguished.

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

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

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

o) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

Categories of Salaries

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.

- The Superintendent, Assistant Superintendent, Secretary-Treasurer, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals' and Vice-Principals' salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

p) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, portfolio investments, accounts receivable, accounts payable and other current liabilities.

Except for portfolio investments in equity instruments quoted in an active market, or items designated by management, that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

The School District has not invested in any equity instruments that are actively quoted in the market and has not designated any financial instruments to be recorded at fair value. The School District has no instruments in the fair value category.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense. Interest and dividends attributable to financial instruments are reported in the statement of operations.

Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from its financial instruments. The fair values of these financial instruments approximate their carrying value, unless otherwise noted.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

q) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in Note 2(a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

r) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School District:
 - is directly responsible; or
 - accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

3 Other Receivables

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|---------------------------------|---------------------|---------------------|
| Due from Federal Government | \$ 1,151,655 | \$ 370,893 |
| Due from Municipalities | 2,417,237 | 3,616,639 |
| Due from Other School Districts | 4,213 | 75,490 |
| Rentals and Leases | 176,404 | 330,826 |
| Other Receivables | 1,420,787 | 3,005,814 |
| Allowance for Doubtful Accounts | <u>(3,006)</u> | <u>(353,193)</u> |
| Total | <u>\$ 5,167,290</u> | <u>\$ 7,046,469</u> |

4 Portfolio Investments

GIC's and term deposits included in portfolio investments are held with local banking institutions and earn average interest at 1.58% (2019 – 1.60%). Senior government bonds held earn average interest at 2.72% (2019 - 2.57%).

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|-------------------------|-------------------|-------------------|
| GIC's | \$ 100,637 | \$ 207,119 |
| Term deposits | 238,166 | 215,190 |
| Senior Government Bonds | <u>373,539</u> | <u>574,657</u> |
| | <u>\$ 712,341</u> | <u>\$ 996,966</u> |

5 Accounts Payable and Accrued Liabilities – Other

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|-------------------------------|----------------------|----------------------|
| Accrued vacation pay | \$ 9,605,585 | \$ 8,935,601 |
| Other | 12,069,687 | 12,397,073 |
| Salaries and benefits payable | 36,631,590 | 34,910,522 |
| Trade payables | <u>15,774,067</u> | <u>14,103,876</u> |
| | <u>\$ 74,080,929</u> | <u>\$ 70,347,072</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

6 Unearned Revenue

| | 30-Jun-20 | 30-Jun-19 |
|--------------------------------------|---------------|---------------|
| Balance, beginning of year | \$ 46,853,440 | \$ 29,380,200 |
| Prior period adjustment (Note 18) | 13,305,077 | 13,476,755 |
| Balance, beginning of year, restated | 60,158,517 | 42,856,955 |
| Amounts received | | |
| Tuition fees | 22,365,492 | 24,858,225 |
| Rental/Lease of facilities | 1,935,378 | 5,622,434 |
| Other | 451,646 | 17,179,930 |
| | 24,752,516 | 47,660,589 |
| Amounts earned | | |
| Tuition fees | 25,073,179 | 24,926,285 |
| Rental/Lease of facilities | 2,342,083 | 5,308,591 |
| Other | 127,371 | 124,151 |
| | 27,542,633 | 30,359,027 |
| Net changes for the year | (2,790,117) | 17,301,562 |
| Balance, end of year | \$ 57,368,400 | \$ 60,158,517 |

7 Deferred Revenue

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by the Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled.

| | 30-Jun-20 | 30-Jun-19 |
|---|---------------|---------------|
| Deferred revenue, beginning of year | \$ 38,431,885 | \$ 30,617,007 |
| Increase | | |
| Provincial Grants - Ministry of Education | 65,877,660 | 68,068,534 |
| Provincial Grants - Other | 3,799,005 | 12,772,152 |
| Other | 21,270,393 | 26,335,436 |
| Investment Income | 998,857 | 960,684 |
| | 91,945,915 | 108,136,806 |
| Decrease | | |
| Allocated to Revenue | 90,278,475 | 97,446,991 |
| Recoveries | 3,139,254 | 2,438,119 |
| Transfer to nonprofit organizations | 1,835,014 | 436,818 |
| | 95,252,743 | 100,321,928 |
| Deferred revenue, end of year | \$ 35,125,057 | \$ 38,431,885 |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

8 Deferred Capital Revenue

Deferred Capital Revenue (DCR) includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in Regulation 198/2011 issued by the Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|---|-----------------------|-----------------------|
| DCR, Completed Projects | | |
| Balance, beginning of year | \$ 562,207,879 | \$ 453,280,499 |
| Prior period adjustment (Note 18) | <u>(13,305,077)</u> | <u>(13,476,755)</u> |
| Balance, beginning of year, restated | 548,902,802 | 439,803,744 |
| Increases | | |
| Transfers from DCR, WIP | 24,807,570 | 126,276,150 |
| Other Capital Additions | <u>591,528</u> | <u>117,337</u> |
| | 25,399,098 | 126,393,487 |
| Decreases | | |
| Amortization - ByLaw Capital | 18,810,645 | 17,019,495 |
| Amortization - Other Provincial Capital | 312,484 | 255,872 |
| Amortization - Other Capital | <u>24,896</u> | <u>19,061</u> |
| | 19,148,025 | 17,294,428 |
| Balance, end of year | <u>555,153,875</u> | <u>548,902,802</u> |
| DCR, Work in Progress (WIP) | | |
| Balance, beginning of year | 68,853,457 | 144,005,432 |
| Increases | | |
| Transfers from DR – spent funds | 77,020,087 | 51,124,175 |
| Decreases | | |
| Transfers to DCR – completed projects | <u>24,807,570</u> | <u>126,276,150</u> |
| Balance, end of year | <u>121,065,974</u> | <u>68,853,457</u> |
| Balance DCR Completed Projects and WIP, end of year | <u>676,219,849</u> | <u>617,756,259</u> |
| DCR, Unspent | | |
| Balance, beginning of year | 38,456,640 | 1,843,576 |
| Increases | | |
| Provincial Grants – Ministry of Education | 72,637,413 | 41,451,578 |
| Other | 7,106,836 | 9,285,581 |
| Investment Income | 1,022,511 | 892,417 |
| MEd Restricted Portion of Proceeds on Disposal | <u>-</u> | <u>36,225,000</u> |
| | 80,766,760 | 87,854,576 |
| Decreases | | |
| Transferred to DCR, WIP | 77,020,087 | 51,124,175 |
| Insurance netted with expenditure | 86,652 | - |
| Other Capital Additions Transferred to DCR | <u>591,528</u> | <u>117,337</u> |
| | <u>77,698,267</u> | <u>51,241,512</u> |
| Balance, DCR, Unspent, end of year | <u>41,525,133</u> | <u>38,456,640</u> |
| Total Deferred Capital Revenue | <u>\$ 717,744,982</u> | <u>\$ 656,212,899</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

9 Employee Future Benefits

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. Funding is provided when the benefits are paid and accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

| | 30-Jun-20 | 30-Jun-19 |
|---|---------------|---------------|
| Reconciliation of Accrued Benefit Obligation | | |
| Accrued Benefit Obligation – April 1 | \$ 28,301,794 | \$ 29,839,114 |
| Service Cost | 1,923,522 | 2,029,697 |
| Interest Cost | 724,855 | 845,874 |
| Benefit Payments | (1,426,797) | (1,520,360) |
| Increase (Decrease) in obligation due to Plan Amendment | - | 42,868 |
| Actuarial (Gain) Loss | 712,375 | (2,935,399) |
| Accrued Benefit Obligation – March 31 | \$ 30,235,749 | \$ 28,301,794 |
| Reconciliation of Funded Status at End of Fiscal Year | | |
| Accrued Benefit Obligation - March 31 | \$ 30,235,749 | \$ 28,301,794 |
| Market Value of Plan Assets - March 31 | - | - |
| Funded Status - Deficit | 30,235,749 | 28,301,794 |
| Employer Contributions After Measurement Date | (800,799) | (676,319) |
| Benefits Expense After Measurement Date | 676,706 | 662,094 |
| Unamortized Net Actuarial Gain (Loss) | (566,380) | (340,228) |
| Accrued Benefit Liability - June 30 | \$ 29,545,276 | \$ 27,947,342 |
| Reconciliation of Change in Accrued Benefit Liability | | |
| Accrued Benefit Liability - July 1 | \$ 27,947,342 | \$ 25,676,796 |
| Net Expense for Fiscal Year | 3,149,212 | 3,609,953 |
| Employer Contributions | (1,551,278) | (1,339,408) |
| Accrued Benefit Liability - June 30 | \$ 29,545,276 | \$ 27,947,342 |
| Components of Net Benefit Expense | | |
| Service Cost - June 30 | \$ 1,950,776 | \$ 2,003,153 |
| Interest Cost - June 30 | 712,213 | 815,619 |
| Immediate Recognition of Plan Amendment | - | 42,868 |
| Amortization of Net Actuarial (Gain)/Loss | 486,223 | 748,312 |
| Net Benefit Expense (Income) | \$ 3,149,213 | \$ 3,609,953 |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
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| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|------------------------------------|-------------------|-------------------|
| Assumptions | | |
| Discount Rate - April 1 | 2.50% | 2.75% |
| Discount Rate - March 31 | 1.75% | 2.50% |
| Long Term Salary Growth - April 1 | 2.50% + seniority | 2.50% + seniority |
| Long Term Salary Growth - March 31 | 2.50% + seniority | 2.50% + seniority |
| EARSL - March 31 | 11.20 | 11.20 |

10 Capital Lease Obligations

Repayments are due as follows:

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|---|---------------------|---------------------|
| 2020 | \$ - | \$ 2,071,151 |
| 2021 | 1,433,453 | 1,313,718 |
| 2022 | 514,764 | 255,786 |
| 2023 | 255,785 | 255,786 |
| 2024 | - | - |
| | <u>2,204,002</u> | <u>3,896,441</u> |
| <i>Interest portion - ranging from 4.2% to 6.9%</i> | <u>(105,917)</u> | <u>(316,625)</u> |
| Total | <u>\$ 2,098,085</u> | <u>\$ 3,579,816</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

11 Tangible Capital Asset

2020

| Cost | July 1, 2019 | Additions | Disposals | Transfers | June 30, 2020 |
|-----------------------------|-------------------------|----------------------|-----------------------|--------------|-------------------------|
| Sites | \$ 20,781,686 | \$ - | \$ - | \$ - | \$ 20,781,686 |
| Buildings | 984,041,365 | 677,708 | - | 24,779,367 | 1,009,498,440 |
| Buildings – WIP | 72,826,298 | 77,786,935 | - | (24,779,367) | 125,833,866 |
| Furniture & Equipment | 16,092,659 | 2,250,999 | (1,245,902) | 210,000 | 17,307,756 |
| Furniture & Equipment - WIP | 3,407 | 502,966 | - | (210,000) | 296,373 |
| Vehicles | 2,214,103 | 597,551 | (448,923) | - | 2,362,731 |
| Computer Software | 3,131,937 | - | (551,245) | - | 2,580,692 |
| Computer Hardware | 16,280,997 | 2,244,046 | (4,831,635) | - | 13,693,408 |
| Total | \$ 1,115,372,452 | \$ 84,060,205 | \$ (7,077,705) | \$ - | \$ 1,192,354,952 |

| Accumulated Amortization | July 1, 2019 | Amortization | Disposals | June 30, 2020 |
|--------------------------|-----------------------|----------------------|---------------------|-----------------------|
| Buildings | \$ 356,739,256 | \$ 22,323,436 | \$ - | \$ 379,062,692 |
| Furniture & Equipment | 7,802,120 | 1,669,955 | 1,245,902 | 8,226,173 |
| Vehicles | 1,103,254 | 228,842 | 448,923 | 883,173 |
| Computer Software | 1,673,472 | 571,245 | 551,245 | 1,693,472 |
| Computer Hardware | 7,199,382 | 2,997,442 | 4,831,635 | 5,365,189 |
| Total | \$ 374,517,484 | \$ 27,790,920 | \$ 7,077,705 | \$ 395,230,699 |

2019

| Cost | July 1, 2018 | Additions | Disposals | Transfers | June 30, 2019 |
|-----------------------------|-------------------------|----------------------|-----------------------|---------------|-------------------------|
| Sites | \$ 20,848,131 | \$ - | \$ (66,445.00) | \$ - | \$ 20,781,686 |
| Buildings | 857,482,120 | 717,276 | - | 125,841,969 | 984,041,365 |
| Buildings – WIP | 143,811,882 | 54,856,384 | - | (125,841,969) | 72,826,297 |
| Furniture & Equipment | 16,239,505 | 1,083,210 | (1,664,237) | 434,181 | 16,092,659 |
| Furniture & Equipment - WIP | 193,550 | 244,038 | - | (434,181) | 3,407 |
| Vehicles | 1,716,604 | 497,499 | - | - | 2,214,103 |
| Computer Software | 3,027,369 | 249,659 | (145,091) | - | 3,131,937 |
| Computer Hardware | 12,493,704 | 5,220,302 | (1,433,009) | - | 16,280,997 |
| Total | \$ 1,055,812,865 | \$ 62,868,368 | \$ (3,308,782) | \$ - | \$ 1,115,372,451 |

| Accumulated Amortization | July 1, 2018 | Amortization | Disposals | June 30, 2019 |
|--------------------------|-----------------------|----------------------|---------------------|-----------------------|
| Buildings | \$ 336,238,348 | \$ 20,500,908 | | \$ 356,739,256 |
| Furniture & Equipment | 7,849,810 | 1,616,547 | 1,664,237 | 7,802,120 |
| Vehicles | 906,719 | 196,535 | - | 1,103,254 |
| Computer Software | 1,202,650 | 615,913 | 145,091 | 1,673,472 |
| Computer Hardware | 5,754,920 | 2,877,471 | 1,433,009 | 7,199,382 |
| Total | \$ 351,952,447 | \$ 25,807,374 | \$ 3,242,337 | \$ 374,517,484 |

| Net Book Value | June 30, 2020 | June 30, 2019 |
|-----------------------------|-----------------------|-----------------------|
| Sites | \$ 20,781,686 | \$ 20,781,686 |
| Buildings | 630,435,748 | 627,302,109 |
| Buildings - WIP | 125,833,866 | 72,826,297 |
| Furniture & Equipment | 9,081,583 | 8,290,539 |
| Furniture & Equipment - WIP | 296,373 | 3,407 |
| Vehicles | 1,479,558 | 1,110,849 |
| Computer Software | 887,220 | 1,458,465 |
| Computer Hardware | 8,328,220 | 9,081,615 |
| Total | \$ 797,124,254 | \$ 740,854,968 |

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As at June 30, 2020, there was work in progress of \$126,130,239 (\$72,829,704 in 2019) included in Buildings and Furniture & Equipment and not being amortized. Amortization of these assets will commence when the asset is put into service.

Included within tangible capital assets purchases is \$724,754 (2019: \$3,810,153) of assets acquired through capital lease.

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, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2018, the Teachers' Pension Plan had about 48,000 active members and approximately 38,000 retired members. As of December 31, 2018, the Municipal Pension Plan had about 205,000 active members, including approximately 26,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2017, indicated a \$1,656 million surplus for basic pension benefits on a going concern basis. As a result of the 2017 basic account actuarial valuation surplus, plan enhancements and contribution rate adjustments were made; the remaining \$644 million surplus was transferred to the rate stabilization account.

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

The School District paid \$43,784,235 (2019 - \$44,716,710) for employer contributions to these plans in the year ended June 30, 2020.

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

Employers participating in the plans record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting).

SCHOOL DISTRICT No. 39 (Vancouver)
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This is because the plans record accrued liabilities and accrued assets for each plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plans.

13 Contractual Obligations

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

| | 2021 | 2022 | 2023 | 2024 | 2025 |
|-----------------------------|----------------------|----------------------|----------------------|---------------------|-------------------|
| Approved Capital Projects - | | | | | |
| Unperformed portion | \$ 67,339,172 | \$ 57,340,832 | \$ 33,523,673 | \$ 8,916,218 | \$ - |
| Future operating lease | | | | | |
| payments | 523,734 | 578,354 | 618,813 | 475,460 | 291,822 |
| Future capital lease | | | | | |
| payments | 116,556 | 116,556 | 116,556 | | |
| | <u>\$ 67,979,462</u> | <u>\$ 58,035,742</u> | <u>\$ 34,259,042</u> | <u>\$ 9,391,678</u> | <u>\$ 291,822</u> |

14 Budget Figures

Budget figures included in the financial statements are audited. The figures reflect the amended annual budget approved by the Board on February 24, 2020. The District has elected to present the amended annual budget as it reflects a budget based on funding as a result of final enrollment numbers versus estimated annual projections.

| | <u>Amended Budget</u> | <u>Annual Budget</u> |
|--|-----------------------|----------------------|
| Ministry Operating Grant Funded FTEs | | |
| School-Age | 49,075 | 48,867 |
| Adult | 244 | 172 |
| Other | 1,578 | 1,598 |
| Total Ministry Operating Grant Funded FTEs | <u>50,897</u> | <u>50,637</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

| | <u>Amended Budget</u> | <u>Annual Budget</u> |
|---|-----------------------|----------------------|
| Revenues | | |
| Provincial Grants | | |
| Ministry of Education | \$ 541,111,591 | \$ 529,448,466 |
| Other | 5,375,834 | 5,884,318 |
| Federal Grants | 2,280,857 | 2,236,492 |
| Tuition | 29,411,375 | 28,706,598 |
| Other Revenue | 31,495,877 | 33,088,955 |
| Rentals and Leases | 5,966,987 | 4,810,176 |
| Investment Income | 4,922,194 | 3,072,392 |
| Amortization of Deferred Capital Revenue | 19,176,608 | 19,154,425 |
| Total Revenue | <u>639,741,323</u> | <u>626,401,822</u> |
| Expenses | | |
| Instruction | 519,161,959 | 510,999,443 |
| District Administration | 24,285,974 | 22,956,961 |
| Operations and Maintenance | 94,717,239 | 92,087,056 |
| Transportation and Housing | 3,515,863 | 2,896,057 |
| Debt Services | 120,452 | 152,141 |
| Total Expense | <u>641,801,487</u> | <u>629,091,658</u> |
| Net Revenue (Expense) | <u>(2,060,164)</u> | <u>(2,689,836)</u> |
| Budgeted Allocation (Retirement) of Surplus (Deficit) | <u>2,389,671</u> | <u>2,631,000</u> |
| Budgeted Surplus (Deficit), for the year | <u>\$ 329,507</u> | <u>\$ (58,836)</u> |
| Budgeted Surplus (Deficit), for the year comprised of: | | |
| Capital Fund Surplus (Deficit) | <u>\$ 329,507</u> | <u>\$ (58,836)</u> |
| Budgeted Surplus (Deficit), for the year | <u>\$ 329,507</u> | <u>\$ (58,836)</u> |

15 Expense by Object

| | <u>30-Jun-20</u> | <u>30-Jun-19</u> |
|-----------------------|-----------------------|-----------------------|
| Amortization | \$ 27,790,925 | \$ 25,807,374 |
| Interest | 113,648 | 61,698 |
| Salaries and benefits | 530,388,724 | 512,071,839 |
| Services and supplies | 66,919,295 | 79,909,429 |
| | <u>\$ 625,212,592</u> | <u>\$ 617,850,340</u> |

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

16 Accumulated Surplus

| | 30-Jun-20 | 30-Jun-19 |
|---|----------------|----------------|
| Invested in Capital Assets | \$ 106,712,698 | \$ 107,253,594 |
| Local Capital Fund | 10,385,062 | 9,897,980 |
| Capital Fund Balance | 117,097,760 | 117,151,574 |
| | | |
| Operations Spanning Future School Years | 14,499,276 | 7,792,090 |
| | | |
| Anticipated Unusual Expenses Identified | 2,876,397 | 2,503,785 |
| | | |
| Nature of Constraints on the Funds | | |
| Donated Funds for School Programs | 3,106,404 | 3,095,065 |
| Special Grant for Schools and Mentorship | - | 107,305 |
| Special Grant for Special Education | 692,284 | 1,479,601 |
| Unspent Targeted Funding - Indigenous Education | 64,498 | |
| | 3,863,185 | 4,681,971 |
| | | |
| Contingency Reserve | 5,049,436 | 2,474,567 |
| | | |
| Unrestricted Operating Surplus | 3,841,394 | 2,416,518 |
| | | |
| Accumulated Surplus | \$ 147,227,448 | \$ 137,020,505 |

(in accordance with VBE Policy 19 - Accumulated Operating Surplus)

17 Interfund Transfers

Interfund Transfers between the operating, special purpose and capital funds for the year were as follows:

- \$4,147,591 from operating to capital for capital assets purchased
- \$286,339 from special purpose to capital for capital assets purchased
- \$2,317,890 from operating to capital for capital lease payments

SCHOOL DISTRICT No. 39 (Vancouver)
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ENDED JUNE 30, 2020

18 Prior Period Adjustment

The School District has made a retroactive adjustment to the prior year's financial statements relating to an error where prepaid lease revenue for a ground lease was recorded as deferred capital revenue in the capital fund in prior periods. The original amount of the 99-year ground lease in 1998 was \$16,996,177. No adjustment has been made for amortization of deferred capital revenue in the years prior to 2018-2019 as there was no change to the Invested in Tangible Capital Assets balance in the capital fund as the recognition of income from the remaining balance of \$13,305,077, which has been reclassified from Deferred Capital Revenue to Unearned Revenue as shown in the table below, was recorded as Other Revenue.

| | June 30, 2019 Previously Reported | Adjustment | June 30, 2019 Restated |
|--|--------------------------------------|--------------|---------------------------|
| Other Revenue | \$ 32,057,017 | 171,679 | \$ 32,228,696 |
| Amortization of Deferred Capital Revenue | 17,466,107 | (171,679) | 17,294,428 |
| Unearned Revenue | 46,853,440 | 13,305,077 | 60,158,517 |
| Deferred Capital Revenue | 669,517,976 | (13,305,077) | 656,212,899 |

19 Contingent Liabilities

As per a directive from the Ministry of Education, any funding for Remedy with the Classroom Enhancement Fund requires an agreement for payout with the School District's teachers' associations. On June 30, 2020 the District did not have agreements with the teachers' associations, and the amount and likelihood of a payout are not measurable.

20 Contingent Assets

In fiscal 2018-19 the School District entered into an agreement with BC Hydro for the sale of an underground air parcel at Lord Roberts Annex for the construction of an electrical substation. As a result of that sale, a contingent asset exists in the form of a construction lease starting August 1, 2024. The issuance of the construction lease in 2024 is dependent on BC Hydro receiving a Certificate of Public Convenience and Necessity from the British Columbia Utilities Commission for the construction of the substation. Originally the construction lease was to commence in 2023 but the School District has provided notice of a one-year delay to BC Hydro as per the terms of the agreement. Contingent assets are not recorded in the financial statements.

21 Economic Dependence

The operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared on a going concern basis.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

22 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. The School District is also related to key management personnel who have the authority and responsibility for planning, directing and controlling the activities of the District. The key management personnel are the Board of Education, Superintendent of Schools and the Secretary Treasurer. All transactions with these entities, unless disclosed separately, are considered to be in the normal course of operations and are recorded at the exchange amount.

23 Risk Management

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

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

a) Credit risk

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

The School District is exposed to credit risk in the event of non-performance by a debtor. This risk is mitigated as most amounts receivable are due from the Province and are collectible.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are held by recognized British Columbia institutions and the School District invests solely in guaranteed investment certificates, term deposits, Senior Government Bonds and the Central Deposit Program of BC.

b) Market risk

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

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates.

It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

SCHOOL DISTRICT No. 39 (Vancouver)
NOTES TO FINANCIAL STATEMENTS FOR THE YEAR
ENDED JUNE 30, 2020

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk because it invests solely in guaranteed investment certificates, term deposits, and Senior Government Bonds.

c) Liquidity risk

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

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

Risk management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

24 Significant Event

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

School District No. 39 (Vancouver)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2020

| | Operating Fund | Special Purpose Fund | Capital Fund | 2020 Actual | 2019 Actual (Restated) |
|---|-------------------|-------------------------|--------------------|--------------------|------------------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Accumulated Surplus (Deficit), beginning of year | 19,868,931 | | 117,151,574 | 137,020,505 | 118,371,877 |
| Changes for the year | | | | | |
| Surplus (Deficit) for the year | 16,726,238 | 286,339 | (6,805,634) | 10,206,943 | 18,648,628 |
| Interfund Transfers | | | | | |
| Tangible Capital Assets Purchased | (4,147,591) | (286,339) | 4,433,930 | - | |
| Other | (2,317,890) | | 2,317,890 | - | |
| Net Changes for the year | 10,260,757 | - | (53,814) | 10,206,943 | 18,648,628 |
| Accumulated Surplus (Deficit), end of year - Statement 2 | 30,129,688 | - | 117,097,760 | 147,227,448 | 137,020,505 |

School District No. 39 (Vancouver)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|---|--------------------|---------------------------|------------------------------|
| | \$ | \$ | \$ |
| Revenues | | | |
| Provincial Grants | | | |
| Ministry of Education | 471,867,772 | 478,575,986 | 461,968,200 |
| Other | 62,248 | 62,249 | 77,811 |
| Federal Grants | 2,280,857 | 2,280,857 | 2,259,914 |
| Tuition | 29,411,375 | 29,951,775 | 29,847,950 |
| Other Revenue | 6,288,413 | 6,048,486 | 6,519,772 |
| Rentals and Leases | 4,654,079 | 4,288,039 | 4,522,920 |
| Investment Income | 3,374,666 | 2,706,834 | 2,774,350 |
| Total Revenue | <u>517,939,410</u> | <u>523,914,226</u> | <u>507,970,917</u> |
| Expenses | | | |
| Instruction | 423,005,963 | 419,298,454 | 405,891,228 |
| District Administration | 22,991,533 | 22,184,140 | 22,990,328 |
| Operations and Maintenance | 64,244,831 | 63,296,102 | 63,042,732 |
| Transportation and Housing | 3,466,621 | 2,409,292 | 2,988,963 |
| Total Expense | <u>513,708,948</u> | <u>507,187,988</u> | <u>494,913,251</u> |
| Operating Surplus (Deficit) for the year | <u>4,230,462</u> | <u>16,726,238</u> | <u>13,057,666</u> |
| Budgeted Appropriation (Retirement) of Surplus (Deficit) | <u>2,389,671</u> | | |
| Net Transfers (to) from other funds | | | |
| Tangible Capital Assets Purchased | (4,319,280) | (4,147,591) | (3,350,003) |
| Tangible Capital Assets - Work in Progress | | | (181,796) |
| Other | (2,300,853) | (2,317,890) | (2,112,003) |
| Total Net Transfers | <u>(6,620,133)</u> | <u>(6,465,481)</u> | <u>(5,643,802)</u> |
| Total Operating Surplus (Deficit), for the year | <u>-</u> | <u>10,260,757</u> | <u>7,413,864</u> |
| Operating Surplus (Deficit), beginning of year | | 19,868,931 | 12,455,067 |
| Operating Surplus (Deficit), end of year | | <u>30,129,688</u> | <u>19,868,931</u> |
| Operating Surplus (Deficit), end of year | | | |
| Internally Restricted | | 26,288,294 | 17,452,413 |
| Unrestricted | | 3,841,394 | 2,416,518 |
| Total Operating Surplus (Deficit), end of year | | <u>30,129,688</u> | <u>19,868,931</u> |

School District No. 39 (Vancouver)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|--|--------------------|--------------------|------------------------------|
| | \$ | \$ | \$ |
| Provincial Grants - Ministry of Education | | | |
| Operating Grant, Ministry of Education | 456,347,893 | 456,996,745 | 451,134,199 |
| Other Ministry of Education Grants | | | |
| Pay Equity | 7,294,124 | 7,294,124 | 7,294,124 |
| Funding for Graduated Adults | 874,891 | 1,642,050 | 1,119,705 |
| Transportation Supplement | 53,423 | 53,423 | 53,423 |
| Economic Stability Dividend | | | 561,139 |
| Carbon Tax Grant | 452,355 | 183,298 | 478,280 |
| Employer Health Tax Grant | 4,112,510 | 4,112,510 | 1,249,709 |
| Strategic Priorities - Mental Health Grant | | | 30,000 |
| Support Staff Wage Increase Funding | 2,652,898 | 2,652,898 | |
| Teachers' Labour Settlement Funding | | 5,588,260 | |
| Foundation Skills Assessment | 41,621 | 41,621 | 41,621 |
| MyEd BC Travel | | | 3,000 |
| Dogwood 25 | 27,000 | | |
| Early Learning Framework Implementation | 9,057 | 9,057 | |
| Equity Scan | 2,000 | 2,000 | 3,000 |
| Total Provincial Grants - Ministry of Education | 471,867,772 | 478,575,986 | 461,968,200 |
| Provincial Grants - Other | 62,248 | 62,249 | 77,811 |
| Federal Grants | 2,280,857 | 2,280,857 | 2,259,914 |
| Tuition | | | |
| Summer School Fees | 1,320,473 | 1,321,138 | 1,378,520 |
| Continuing Education | 943,684 | 966,125 | 1,011,750 |
| International and Out of Province Students | 27,147,218 | 27,664,512 | 27,457,680 |
| Total Tuition | 29,411,375 | 29,951,775 | 29,847,950 |
| Other Revenues | | | |
| Other School District/Education Authorities | 1,150,000 | 1,150,000 | 1,150,000 |
| Miscellaneous | | | |
| Instructional Cafeteria Revenue | 1,080,000 | 774,397 | 1,082,198 |
| Other Grants | 533,097 | 679,583 | 243,157 |
| Miscellaneous Fees and Revenues | 3,525,316 | 3,444,506 | 4,044,417 |
| Total Other Revenue | 6,288,413 | 6,048,486 | 6,519,772 |
| Rentals and Leases | 4,654,079 | 4,288,039 | 4,522,920 |
| Investment Income | 3,374,666 | 2,706,834 | 2,774,350 |
| Total Operating Revenue | 517,939,410 | 523,914,226 | 507,970,917 |

School District No. 39 (Vancouver)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|-------------------------------------|--------------------|--------------------|------------------------------|
| | \$ | \$ | \$ |
| Salaries | | | |
| Teachers | 226,929,527 | 230,201,588 | 222,087,465 |
| Principals and Vice Principals | 25,130,248 | 24,915,066 | 23,993,358 |
| Educational Assistants | 41,213,309 | 40,720,409 | 36,966,930 |
| Support Staff | 55,941,682 | 55,348,489 | 53,670,115 |
| Other Professionals | 11,004,578 | 11,833,466 | 9,885,282 |
| Substitutes | 10,626,084 | 7,743,430 | 10,151,901 |
| Total Salaries | 370,845,428 | 370,762,448 | 356,755,051 |
| Employee Benefits | 96,847,523 | 98,063,910 | 94,499,119 |
| Total Salaries and Benefits | 467,692,951 | 468,826,358 | 451,254,170 |
| Services and Supplies | | | |
| Services | 16,650,058 | 14,127,461 | 16,399,860 |
| Student Transportation | 3,581,798 | 2,448,469 | 2,999,259 |
| Professional Development and Travel | 1,281,971 | 1,080,664 | 1,247,070 |
| Rentals and Leases | 729,002 | 696,123 | 950,286 |
| Dues and Fees | 1,356,578 | 1,141,145 | 893,453 |
| Insurance | 1,111,736 | 1,031,860 | 907,774 |
| Interest | | 1,680 | 328 |
| Supplies | 12,707,551 | 10,085,406 | 10,701,905 |
| Utilities | 8,597,303 | 7,748,822 | 9,559,146 |
| Total Services and Supplies | 46,015,997 | 38,361,630 | 43,659,081 |
| Total Operating Expense | 513,708,948 | 507,187,988 | 494,913,251 |

School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2020

| | 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 | 171,630,905 | 34,383 | 477,574 | 6,202,110 | 264,061 | 6,058,545 | 184,667,578 |
| 1.03 Career Programs | 710,899 | 65,086 | | 136,661 | 94,838 | 13,532 | 1,021,016 |
| 1.07 Library Services | 5,439,709 | 843,321 | 19,146 | 250,725 | 161 | 168,793 | 6,721,855 |
| 1.08 Counselling | 9,133,035 | 733,856 | | | 277,964 | 160,453 | 10,305,308 |
| 1.10 Special Education | 21,840,618 | 2,283,499 | 36,280,410 | 525,826 | 9,431 | 622,252 | 61,562,036 |
| 1.30 English Language Learning | 11,292,186 | 1,840,742 | 2,295,441 | 396,435 | 172,766 | 315,987 | 16,313,557 |
| 1.31 Indigenous Education | 784,010 | 134,398 | 1,201,269 | 114,184 | 954 | 53,725 | 2,288,540 |
| 1.41 School Administration | 89 | 16,878,079 | 130 | 10,323,773 | 3,692 | 45,545 | 27,251,308 |
| 1.60 Summer School | 2,091,818 | 243,796 | 255,616 | 382,212 | 20,598 | 2,913 | 2,996,953 |
| 1.62 International and Out of Province Students | 7,275,869 | 142,025 | 189,923 | 524,543 | 339,381 | 157,428 | 8,629,169 |
| 1.64 Other | 1,831 | | | | | | 1,831 |
| Total Function 1 | 230,200,969 | 23,199,185 | 40,719,509 | 18,856,469 | 1,183,846 | 7,599,173 | 321,759,151 |
| 4 District Administration | | | | | | | |
| 4.11 Educational Administration | | 1,657,043 | | 318,491 | 1,873,627 | 1,081 | 3,850,242 |
| 4.40 School District Governance | | | | 64,441 | 672,049 | | 736,490 |
| 4.41 Business Administration | | | | 3,341,719 | 4,894,451 | 28,743 | 8,264,913 |
| Total Function 4 | - | 1,657,043 | - | 3,724,651 | 7,440,127 | 29,824 | 12,851,645 |
| 5 Operations and Maintenance | | | | | | | |
| 5.41 Operations and Maintenance Administration | | 58,838 | | 1,458,487 | 2,964,315 | 76,658 | 4,558,298 |
| 5.50 Maintenance Operations | 619 | | 900 | 27,958,120 | 235,163 | 37,775 | 28,232,577 |
| 5.52 Maintenance of Grounds | | | | 3,295,319 | 10,015 | | 3,305,334 |
| 5.56 Utilities | | | | | | | - |
| Total Function 5 | 619 | 58,838 | 900 | 32,711,926 | 3,209,493 | 114,433 | 36,096,209 |
| 7 Transportation and Housing | | | | | | | |
| 7.70 Student Transportation | | | | 55,443 | | | 55,443 |
| Total Function 7 | - | - | - | 55,443 | - | - | 55,443 |
| 9 Debt Services | | | | | | | |
| Total Function 9 | - | - | - | - | - | - | - |
| Total Functions 1 - 9 | 230,201,588 | 24,915,066 | 40,720,409 | 55,348,489 | 11,833,466 | 7,743,430 | 370,762,448 |

School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2020

| | Total Salaries | Employee Benefits | Total Salaries and Benefits | Services and Supplies | 2020 Actual | 2020 Budget | 2019 Actual (Restated) |
|---|--------------------|-------------------|-----------------------------|-----------------------|--------------------|--------------------|------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| 1 Instruction | | | | | | | |
| 1.02 Regular Instruction | 184,667,578 | 48,750,103 | 233,417,681 | 6,219,206 | 239,636,887 | 240,726,799 | 236,139,615 |
| 1.03 Career Programs | 1,021,016 | 273,252 | 1,294,268 | 251,901 | 1,546,169 | 1,569,804 | 1,496,630 |
| 1.07 Library Services | 6,721,855 | 1,786,166 | 8,508,021 | 484,354 | 8,992,375 | 9,200,321 | 8,880,481 |
| 1.08 Counselling | 10,305,308 | 2,747,725 | 13,053,033 | 98,293 | 13,151,326 | 13,212,828 | 12,451,289 |
| 1.10 Special Education | 61,562,036 | 17,462,322 | 79,024,358 | 874,026 | 79,898,384 | 81,078,902 | 73,880,053 |
| 1.30 English Language Learning | 16,313,557 | 4,392,123 | 20,705,680 | 158,059 | 20,863,739 | 21,245,265 | 20,204,826 |
| 1.31 Indigenous Education | 2,288,540 | 644,075 | 2,932,615 | 232,179 | 3,164,794 | 3,365,208 | 2,787,447 |
| 1.41 School Administration | 27,251,308 | 6,912,196 | 34,163,504 | 922,631 | 35,086,135 | 35,422,194 | 33,978,715 |
| 1.60 Summer School | 2,996,953 | 812,580 | 3,809,533 | 143,540 | 3,953,073 | 4,180,832 | 4,095,206 |
| 1.62 International and Out of Province Students | 8,629,169 | 2,333,420 | 10,962,589 | 2,027,159 | 12,989,748 | 12,994,791 | 11,955,831 |
| 1.64 Other | 1,831 | - | 1,831 | 13,993 | 15,824 | 9,019 | 21,135 |
| Total Function 1 | 321,759,151 | 86,113,962 | 407,873,113 | 11,425,341 | 419,298,454 | 423,005,963 | 405,891,228 |
| 4 District Administration | | | | | | | |
| 4.11 Educational Administration | 3,850,242 | 917,177 | 4,767,419 | 1,214,963 | 5,982,382 | 6,806,896 | 6,154,649 |
| 4.40 School District Governance | 736,490 | 123,177 | 859,667 | 160,563 | 1,020,230 | 1,056,775 | 805,884 |
| 4.41 Business Administration | 8,264,913 | 2,145,292 | 10,410,205 | 4,771,323 | 15,181,528 | 15,127,862 | 16,029,795 |
| Total Function 4 | 12,851,645 | 3,185,646 | 16,037,291 | 6,146,849 | 22,184,140 | 22,991,533 | 22,990,328 |
| 5 Operations and Maintenance | | | | | | | |
| 5.41 Operations and Maintenance Administration | 4,558,298 | 1,167,816 | 5,726,114 | 1,731,004 | 7,457,118 | 6,817,074 | 6,618,116 |
| 5.50 Maintenance Operations | 28,232,577 | 6,857,766 | 35,090,343 | 7,464,296 | 42,554,639 | 44,399,502 | 42,073,269 |
| 5.52 Maintenance of Grounds | 3,305,334 | 722,316 | 4,027,650 | 1,765,921 | 5,793,571 | 4,663,247 | 4,984,621 |
| 5.56 Utilities | - | - | - | 7,490,774 | 7,490,774 | 8,365,008 | 9,366,726 |
| Total Function 5 | 36,096,209 | 8,747,898 | 44,844,107 | 18,451,995 | 63,296,102 | 64,244,831 | 63,042,732 |
| 7 Transportation and Housing | | | | | | | |
| 7.70 Student Transportation | 55,443 | 16,404 | 71,847 | 2,337,445 | 2,409,292 | 3,466,621 | 2,988,963 |
| Total Function 7 | 55,443 | 16,404 | 71,847 | 2,337,445 | 2,409,292 | 3,466,621 | 2,988,963 |
| 9 Debt Services | | | | | | | |
| Total Function 9 | - | - | - | - | - | - | - |
| Total Functions 1 - 9 | 370,762,448 | 98,063,910 | 468,826,358 | 38,361,630 | 507,187,988 | 513,708,948 | 494,913,251 |

School District No. 39 (Vancouver)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | 2019 Actual (Restated) |
|---|--------------------|--------------------------|------------------------------|
| | \$ | \$ | \$ |
| Revenues | | | |
| Provincial Grants | | | |
| Ministry of Education | 69,243,819 | 63,507,313 | 65,062,404 |
| Other | 5,313,586 | 6,407,735 | 6,249,958 |
| Other Revenue | 24,916,319 | 19,566,028 | 25,253,531 |
| Investment Income | 1,105,961 | 797,399 | 881,098 |
| Total Revenue | <u>100,579,685</u> | <u>90,278,475</u> | <u>97,446,991</u> |
| Expenses | | | |
| Instruction | 96,155,996 | 86,258,604 | 93,144,877 |
| District Administration | 1,294,441 | 1,273,596 | 1,402,300 |
| Operations and Maintenance | 2,499,623 | 2,459,936 | 2,417,052 |
| Transportation and Housing | 49,242 | | |
| Total Expense | <u>99,999,302</u> | <u>89,992,136</u> | <u>96,964,229</u> |
| Special Purpose Surplus (Deficit) for the year | <u>580,383</u> | <u>286,339</u> | <u>482,762</u> |
| Net Transfers (to) from other funds | | | |
| Tangible Capital Assets Purchased | (580,383) | (286,339) | (477,274) |
| Other | | | (5,488) |
| Total Net Transfers | <u>(580,383)</u> | <u>(286,339)</u> | <u>(482,762)</u> |
| Total Special Purpose Surplus (Deficit) for the year | <u>-</u> | <u>-</u> | <u>-</u> |
| Special Purpose Surplus (Deficit), beginning of year | | | |
| Special Purpose Surplus (Deficit), end of year | | <u>-</u> | <u>-</u> |

School District No. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2020

| | Annual Facility Grant | Learning Improvement Fund | Aboriginal Education Technology | Scholarships and Bursaries | Special Education Technology | School Generated Funds | Strong Start | Ready, Set, Learn | OLEP |
|---|-----------------------------|---------------------------------|---------------------------------------|----------------------------------|------------------------------------|------------------------------|-----------------|-------------------------|-----------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Deferred Revenue, beginning of year | | | 11,442 | 560,032 | 2,163,440 | 10,611,085 | 51,476 | 40,040 | 29,760 |
| Add: Restricted Grants | | | | | | | | | |
| Provincial Grants - Ministry of Education | 2,237,985 | 1,707,675 | | | 8,348,341 | | 627,577 | 219,898 | 658,282 |
| Provincial Grants - Other | | | | 4,654 | 410 | 18,019,596 | | | |
| Other | | | | | | | | | |
| Investment Income | 14,757 | | 285 | 10,536 | 55,839 | 283,718 | 4,450 | 830 | 3,990 |
| | <u>2,252,742</u> | <u>1,707,675</u> | <u>285</u> | <u>15,190</u> | <u>8,404,590</u> | <u>18,303,314</u> | <u>632,027</u> | <u>220,728</u> | <u>662,272</u> |
| Less: Allocated to Revenue | 2,252,742 | 1,433,882 | - | 37,520 | 8,082,073 | 17,613,438 | 631,295 | 229,307 | 430,770 |
| Recovered | | | | | | | | | |
| Transfer to nonprofit organization | | | | | | | | | |
| Deferred Revenue, end of year | <u>-</u> | <u>273,793</u> | <u>11,727</u> | <u>537,702</u> | <u>2,485,957</u> | <u>11,300,961</u> | <u>52,208</u> | <u>31,461</u> | <u>261,262</u> |
| Revenues | | | | | | | | | |
| Provincial Grants - Ministry of Education | 2,237,985 | 1,433,882 | | | 8,025,239 | | 626,845 | 228,477 | 426,780 |
| Provincial Grants - Other | | | | | | | | | |
| Other Revenue | | | | 29,431 | 995 | 17,329,720 | | | |
| Investment Income | 14,757 | | | 8,089 | 55,839 | 283,718 | 4,450 | 830 | 3,990 |
| | <u>2,252,742</u> | <u>1,433,882</u> | <u>-</u> | <u>37,520</u> | <u>8,082,073</u> | <u>17,613,438</u> | <u>631,295</u> | <u>229,307</u> | <u>430,770</u> |
| Expenses | | | | | | | | | |
| Salaries | | | | | | | | | |
| Teachers | | | | | 1,776,178 | | | | 107,379 |
| Principals and Vice Principals | | | | | 367,989 | | | | |
| Educational Assistants | | 1,113,024 | | | | | 467,510 | 876 | |
| Support Staff | 1,705,516 | | | | 1,075,169 | 107,960 | 1,019 | 48,662 | 205 |
| Other Professionals | | | | | 70,417 | | | | |
| Substitutes | | | | | 3,226 | | | 1,743 | 22,017 |
| | <u>1,705,516</u> | <u>1,113,024</u> | <u>-</u> | <u>-</u> | <u>3,292,979</u> | <u>107,960</u> | <u>468,529</u> | <u>51,281</u> | <u>129,601</u> |
| Employee Benefits | 398,178 | 320,858 | | | 910,696 | 13,328 | 136,488 | 14,612 | 28,801 |
| Services and Supplies | 149,048 | | | 37,520 | 3,803,007 | 17,447,271 | 26,278 | 163,414 | 248,526 |
| | <u>2,252,742</u> | <u>1,433,882</u> | <u>-</u> | <u>37,520</u> | <u>8,006,682</u> | <u>17,568,559</u> | <u>631,295</u> | <u>229,307</u> | <u>406,928</u> |
| Net Revenue (Expense) before Interfund Transfers | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>75,391</u> | <u>44,879</u> | <u>-</u> | <u>-</u> | <u>23,842</u> |
| Interfund Transfers | | | | | | | | | |
| Tangible Capital Assets Purchased | | | | | (75,391) | (44,879) | | | (23,842) |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(75,391)</u> | <u>(44,879)</u> | <u>-</u> | <u>-</u> | <u>(23,842)</u> |
| Net Revenue (Expense) | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |

School District No. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2020

| | CommunityLINK | Classroom Enhancement Fund - Overhead | Classroom Enhancement Fund - Staffing | Classroom Enhancement Fund - Remedies | First Nation Student Transportation | Mental Health in Schools | Changing Results for Young Children | CommunityLINK Other | PRP |
|---|----------------|---------------------------------------|---------------------------------------|---------------------------------------|-------------------------------------|--------------------------|-------------------------------------|---------------------|----------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Deferred Revenue, beginning of year | 354,475 | 1,225,636 | 1,726,164 | 100,204 | | | | 831,416 | 60,318 |
| Add: Restricted Grants | | | | | | | | | |
| Provincial Grants - Ministry of Education | 9,173,579 | 4,528,797 | 32,435,215 | 1,432,273 | 49,242 | 21,833 | 33,000 | | 2,301,125 |
| Provincial Grants - Other | | | | | | | | 157,500 | |
| Other | | | | | | | | 718,640 | |
| Investment Income | 18,130 | | | 117,943 | 261 | 166 | 283 | 19,870 | 4,104 |
| | 9,191,709 | 4,528,797 | 32,435,215 | 1,550,216 | 49,503 | 21,999 | 33,283 | 896,010 | 2,305,229 |
| Less: Allocated to Revenue | 9,428,506 | 4,365,985 | 30,910,161 | 1,484,468 | - | - | 7,329 | 875,785 | 2,141,501 |
| Recovered | | 1,225,636 | 1,726,164 | 100,204 | | | | | |
| Transfer to nonprofit organization | | | | | | | | | |
| Deferred Revenue, end of year | 117,678 | 162,812 | 1,525,054 | 65,748 | 49,503 | 21,999 | 25,954 | 851,641 | 224,046 |
| Revenues | | | | | | | | | |
| Provincial Grants - Ministry of Education | 9,410,376 | 4,365,985 | 30,910,161 | 1,366,525 | | | 7,294 | | 2,137,397 |
| Provincial Grants - Other | | | | | | | | 857,200 | |
| Other Revenue | | | | | | | | 18,585 | 4,104 |
| Investment Income | 18,130 | | | 117,943 | | | 35 | | |
| | 9,428,506 | 4,365,985 | 30,910,161 | 1,484,468 | - | - | 7,329 | 875,785 | 2,141,501 |
| Expenses | | | | | | | | | |
| Salaries | | | | | | | | | |
| Teachers | 443,220 | 237,898 | 24,483,968 | 459,789 | | | | | 1,449,841 |
| Principals and Vice Principals | | | | | | | | | |
| Educational Assistants | 2,566,846 | 2,005,767 | | | | | 958 | | 67,843 |
| Support Staff | 1,119,555 | 56,085 | | | | | | 423,056 | 54,739 |
| Other Professionals | 1,448,557 | 411,545 | | | | | | | 8,766 |
| Substitutes | 21,090 | 647,454 | | 741,442 | | | 2,828 | | 40,666 |
| | 5,599,268 | 3,358,749 | 24,483,968 | 1,201,231 | - | - | 3,786 | 423,056 | 1,621,855 |
| Employee Benefits | 1,470,849 | 907,286 | 6,426,193 | 283,237 | | | 914 | 46,105 | 426,408 |
| Services and Supplies | 2,352,117 | 99,950 | | | | | 2,629 | 406,194 | 91,105 |
| | 9,422,234 | 4,365,985 | 30,910,161 | 1,484,468 | - | - | 7,329 | 875,355 | 2,139,368 |
| Net Revenue (Expense) before Interfund Transfers | 6,272 | - | - | - | - | - | - | 430 | 2,133 |
| Interfund Transfers | | | | | | | | | |
| Tangible Capital Assets Purchased | (6,272) | | | | | | | (430) | (2,133) |
| | (6,272) | - | - | - | - | - | - | (430) | (2,133) |
| Net Revenue (Expense) | - | - | - | - | - | - | - | - | - |

School District No. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2020

| | ERAC | CAYA | Assistive Technology AT-BC | PRCVI | Settlement Workers In School | Miscellaneous | TOTAL |
|---|-----------|------------------|----------------------------------|----------------|------------------------------------|----------------|-------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Deferred Revenue, beginning of year | 943,347 | 9,427,361 | 8,503,181 | 520,407 | 490,419 | 781,682 | 38,431,885 |
| Add: Restricted Grants | | | | | | | |
| Provincial Grants - Ministry of Education | | | | 2,102,838 | | | 65,877,660 |
| Provincial Grants - Other | | | 3,641,505 | | | | 3,799,005 |
| Other | 2,026,713 | 150 | | | | 500,230 | 21,270,393 |
| Investment Income | 17,622 | 200,427 | 217,624 | 11,722 | 11,338 | 4,962 | 998,857 |
| | 2,044,335 | 200,577 | 3,859,129 | 2,114,560 | 11,338 | 505,192 | 91,945,915 |
| Less: Allocated to Revenue | 1,152,668 | 3,156,094 | 3,398,871 | 2,180,289 | 75,272 | 390,519 | 90,278,475 |
| Recovered | | | | | | 87,250 | 3,139,254 |
| Transfer to nonprofit organization | 1,835,014 | | | | | | 1,835,014 |
| Deferred Revenue, end of year | - | 6,471,844 | 8,963,439 | 454,678 | 426,485 | 809,105 | 35,125,057 |
| Revenues | | | | | | | |
| Provincial Grants - Ministry of Education | 161,800 | | | 2,168,567 | | | 63,507,313 |
| Provincial Grants - Other | | 3,152,433 | 3,181,031 | | 57,838 | 16,433 | 6,407,735 |
| Other Revenue | 973,246 | | 216 | | 6,096 | 369,124 | 19,566,028 |
| Investment Income | 17,622 | 3,661 | 217,624 | 11,722 | 11,338 | 4,962 | 797,399 |
| | 1,152,668 | 3,156,094 | 3,398,871 | 2,180,289 | 75,272 | 390,519 | 90,278,475 |
| Expenses | | | | | | | |
| Salaries | | | | | | | |
| Teachers | | | | 194,819 | | 28,171 | 29,181,263 |
| Principals and Vice Principals | | | | | | | 367,989 |
| Educational Assistants | | | | | 8,907 | 6,845 | 6,238,576 |
| Support Staff | 93,240 | 487,038 | 591,838 | 666,666 | 3,558 | 9,632 | 6,443,938 |
| Other Professionals | 133,326 | 306,722 | 750,103 | 202,479 | 428 | | 3,332,343 |
| Substitutes | | | | | 462 | 32,025 | 1,512,953 |
| | 226,566 | 793,760 | 1,341,941 | 1,063,964 | 13,355 | 76,673 | 47,077,062 |
| Employee Benefits | 43,385 | 222,205 | 341,047 | 289,680 | 3,624 | 19,115 | 12,303,009 |
| Services and Supplies | 882,717 | 2,123,082 | 1,705,979 | 822,265 | 58,293 | 192,670 | 30,612,065 |
| | 1,152,668 | 3,139,047 | 3,388,967 | 2,175,909 | 75,272 | 288,458 | 89,992,136 |
| Net Revenue (Expense) before Interfund Transfers | - | 17,047 | 9,904 | 4,380 | - | 102,061 | 286,339 |
| Interfund Transfers | | | | | | | |
| Tangible Capital Assets Purchased | | (17,047) | (9,904) | (4,380) | | (102,061) | (286,339) |
| | - | (17,047) | (9,904) | (4,380) | - | (102,061) | (286,339) |
| Net Revenue (Expense) | - | - | - | - | - | - | - |

School District No. 39 (Vancouver)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2020

| | 2020 Budget | 2020 Actual | | | 2019 Actual (Restated) |
|--|--------------------|--|--------------------|--------------------|------------------------------|
| | | Invested in Tangible Capital Assets | Local Capital | Fund Balance | |
| | \$ | \$ | \$ | \$ | \$ |
| Revenues | | | | | |
| Other Revenue | 291,145 | 171,679 | 276,980 | 448,659 | 455,393 |
| Rentals and Leases | 1,312,908 | | 1,253,020 | 1,253,020 | 1,032,784 |
| Investment Income | 441,567 | | 377,130 | 377,130 | 289,900 |
| Gain (Loss) on Disposal of Tangible Capital Assets | | | | - | 12,008,555 |
| Amortization of Deferred Capital Revenue | 19,176,608 | 19,148,025 | | 19,148,025 | 17,294,428 |
| Total Revenue | 21,222,228 | 19,319,704 | 1,907,130 | 21,226,834 | 31,081,060 |
| Expenses | | | | | |
| Operations and Maintenance | 130,258 | | 130,142 | 130,142 | 104,117 |
| Amortization of Tangible Capital Assets | | | | | |
| Operations and Maintenance | 27,842,527 | 27,790,919 | | 27,790,919 | 25,807,374 |
| Debt Services | | | | | |
| Capital Lease Interest | 120,452 | | 111,407 | 111,407 | 61,369 |
| Total Expense | 28,093,237 | 27,790,919 | 241,549 | 28,032,468 | 25,972,860 |
| Capital Surplus (Deficit) for the year | (6,871,009) | (8,471,215) | 1,665,581 | (6,805,634) | 5,108,200 |
| Net Transfers (to) from other funds | | | | | |
| Tangible Capital Assets Purchased | 4,899,663 | 4,433,930 | | 4,433,930 | 3,827,277 |
| Tangible Capital Assets - Work in Progress | | | | - | 181,796 |
| Capital Lease Payment | 2,300,853 | | 2,317,890 | 2,317,890 | 2,117,491 |
| Total Net Transfers | 7,200,516 | 4,433,930 | 2,317,890 | 6,751,820 | 6,126,564 |
| Other Adjustments to Fund Balances | | | | | |
| Tangible Capital Assets Purchased from Local Capital | | 20,092 | (20,092) | - | |
| Tangible Capital Assets WIP Purchased from Local Capital | | 1,269,814 | (1,269,814) | - | |
| Principal Payment | | | | | |
| Capital Lease | | 2,206,483 | (2,206,483) | - | |
| Total Other Adjustments to Fund Balances | | 3,496,389 | (3,496,389) | - | |
| Total Capital Surplus (Deficit) for the year | 329,507 | (540,896) | 487,082 | (53,814) | 11,234,764 |
| Capital Surplus (Deficit), beginning of year | | 107,253,594 | 9,897,980 | 117,151,574 | 105,916,810 |
| Capital Surplus (Deficit), end of year | | 106,712,698 | 10,385,062 | 117,097,760 | 117,151,574 |

School District No. 39 (Vancouver)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2020

| | Sites | Buildings | Furniture and Equipment | Vehicles | Computer Software | Computer Hardware | Total |
|--|-------------------|--------------------|----------------------------|------------------|----------------------|----------------------|----------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| Cost, beginning of year | 20,781,686 | 984,041,365 | 16,092,659 | 2,214,103 | 3,131,937 | 16,280,997 | 1,042,542,747 |
| Changes for the Year | | | | | | | |
| Increase: | | | | | | | |
| Purchases from: | | | | | | | |
| Deferred Capital Revenue - Other | | 450,000 | 141,528 | | | | 591,528 |
| Operating Fund | | 207,616 | 1,984,526 | 597,551 | | 1,357,898 | 4,147,591 |
| Special Purpose Funds | | | 124,945 | | | 161,394 | 286,339 |
| Local Capital | | 20,092 | | | | | 20,092 |
| Capital Lease | | | | | | 724,754 | 724,754 |
| Transferred from Work in Progress | | 24,779,367 | 210,000 | | | | 24,989,367 |
| | - | 25,457,075 | 2,460,999 | 597,551 | - | 2,244,046 | 30,759,671 |
| Decrease: | | | | | | | |
| Deemed Disposals | | | 1,245,902 | 448,923 | 551,245 | 4,831,635 | 7,077,705 |
| | - | - | 1,245,902 | 448,923 | 551,245 | 4,831,635 | 7,077,705 |
| Cost, end of year | 20,781,686 | 1,009,498,440 | 17,307,756 | 2,362,731 | 2,580,692 | 13,693,408 | 1,066,224,713 |
| Work in Progress, end of year | | 125,833,866 | 296,373 | | | | 126,130,239 |
| Cost and Work in Progress, end of year | 20,781,686 | 1,135,332,306 | 17,604,129 | 2,362,731 | 2,580,692 | 13,693,408 | 1,192,354,952 |
| Accumulated Amortization, beginning of year | | 356,739,256 | 7,802,120 | 1,103,254 | 1,673,472 | 7,199,382 | 374,517,484 |
| Changes for the Year | | | | | | | |
| Increase: Amortization for the Year | | 22,323,435 | 1,669,955 | 228,842 | 571,245 | 2,997,442 | 27,790,919 |
| Decrease: | | | | | | | |
| Deemed Disposals | | | 1,245,902 | 448,923 | 551,245 | 4,831,635 | 7,077,705 |
| | | | - | 1,245,902 | 551,245 | 4,831,635 | 7,077,705 |
| Accumulated Amortization, end of year | | 379,062,691 | 8,226,173 | 883,173 | 1,693,472 | 5,365,189 | 395,230,698 |
| Tangible Capital Assets - Net | 20,781,686 | 756,269,615 | 9,377,956 | 1,479,558 | 887,220 | 8,328,219 | 797,124,254 |

School District No. 39 (Vancouver)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2020

| | Buildings | Furniture and Equipment | Computer Software | Computer Hardware | Total |
|--|---------------------------|----------------------------|----------------------|----------------------|---------------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Work in Progress, beginning of year | 72,826,298 | 3,407 | | | 72,829,705 |
| Changes for the Year | | | | | |
| Increase: | | | | | |
| Deferred Capital Revenue - Bylaw | 69,314,174 | 502,966 | | | 69,817,140 |
| Deferred Capital Revenue - Other | 7,202,947 | | | | 7,202,947 |
| Local Capital | 1,269,814 | | | | 1,269,814 |
| | <u>77,786,935</u> | <u>502,966</u> | - | - | <u>78,289,901</u> |
| Decrease: | | | | | |
| Transferred to Tangible Capital Assets | 24,779,367 | 210,000 | | | 24,989,367 |
| | <u>24,779,367</u> | <u>210,000</u> | - | - | <u>24,989,367</u> |
| Net Changes for the Year | <u>53,007,568</u> | <u>292,966</u> | - | - | <u>53,300,534</u> |
| Work in Progress, end of year | <u><u>125,833,866</u></u> | <u><u>296,373</u></u> | - | - | <u><u>126,130,239</u></u> |

School District No. 39 (Vancouver)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2020

| | Bylaw Capital | Other Provincial | Other Capital | Total Capital |
|---|--------------------|---------------------|-------------------|---------------------|
| | \$ | \$ | \$ | \$ |
| Deferred Capital Revenue, beginning of year | 538,805,672 | 9,382,283 | 14,019,924 | 562,207,879 |
| Prior Period Adjustments | | | | |
| Prepaid Ground Lease (Note 18) | | | (13,305,077) | (13,305,077) |
| Deferred Capital Revenue, beginning of year, as restated | 538,805,672 | 9,382,283 | 714,847 | 548,902,802 |
| Changes for the Year | | | | |
| Increase: | | | | |
| Transferred from Deferred Revenue - Capital Additions | | 591,528 | | 591,528 |
| Transferred from Work in Progress | 24,340,871 | | 466,699 | 24,807,570 |
| | 24,340,871 | 591,528 | 466,699 | 25,399,098 |
| Decrease: | | | | |
| Amortization of Deferred Capital Revenue | 18,810,645 | 312,484 | 24,896 | 19,148,025 |
| | 18,810,645 | 312,484 | 24,896 | 19,148,025 |
| Net Changes for the Year | 5,530,226 | 279,044 | 441,803 | 6,251,073 |
| Deferred Capital Revenue, end of year | 544,335,898 | 9,661,327 | 1,156,650 | 555,153,875 |
| Work in Progress, beginning of year | 52,674,575 | 55,377 | 16,123,505 | 68,853,457 |
| Changes for the Year | | | | |
| Increase | | | | |
| Transferred from Deferred Revenue - Work in Progress | 69,817,140 | 96,111 | 7,106,836 | 77,020,087 |
| | 69,817,140 | 96,111 | 7,106,836 | 77,020,087 |
| Decrease | | | | |
| Transferred to Deferred Capital Revenue | 24,340,871 | | 466,699 | 24,807,570 |
| | 24,340,871 | - | 466,699 | 24,807,570 |
| Net Changes for the Year | 45,476,269 | 96,111 | 6,640,137 | 52,212,517 |
| Work in Progress, end of year | 98,150,844 | 151,488 | 22,763,642 | 121,065,974 |
| Total Deferred Capital Revenue, end of year | 642,486,742 | 9,812,815 | 23,920,292 | 676,219,849 |

School District No. 39 (Vancouver)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2020

| | Bylaw Capital | MEd Restricted Capital | Other Provincial Capital | Land Capital | Other Capital | Total |
|---|---------------------|------------------------------|--------------------------------|-----------------|------------------|--------------------------|
| | \$ | \$ | \$ | \$ | \$ | \$ |
| Balance, beginning of year | | 38,308,928 | 147,712 | | | 38,456,640 |
| Changes for the Year | | | | | | |
| Increase: | | | | | | |
| Provincial Grants - Ministry of Education | 69,909,191 | | | | | 69,909,191 |
| Provincial Grants - Other | | | 2,728,222 | | | 2,728,222 |
| Other | | | | | 7,106,836 | 7,106,836 |
| Investment Income | | 1,007,234 | 15,277 | | | 1,022,511 |
| Transfer project surplus to MEd Restricted (from) Bylaw | (4,239) | 4,239 | | | | - |
| | <u>69,904,952</u> | <u>1,011,473</u> | <u>2,743,499</u> | <u>-</u> | <u>7,106,836</u> | <u>80,766,760</u> |
| Decrease: | | | | | | |
| Transferred to DCR - Capital Additions | | | 591,528 | | | 591,528 |
| Transferred to DCR - Work in Progress | 69,817,140 | 96,111 | | | 7,106,836 | 77,020,087 |
| Insurance claim | 86,652 | | | | | 86,652 |
| | <u>69,903,792</u> | <u>96,111</u> | <u>591,528</u> | <u>-</u> | <u>7,106,836</u> | <u>77,698,267</u> |
| Net Changes for the Year | <u>1,160</u> | <u>915,362</u> | <u>2,151,971</u> | <u>-</u> | <u>-</u> | <u>3,068,493</u> |
| Balance, end of year | <u>1,160</u> | <u>39,224,290</u> | <u>2,299,683</u> | <u>-</u> | <u>-</u> | <u>41,525,133</u> |