

Audited Financial Statements of

**School District No. 19 (Revelstoke)**

June 30, 2019

# School District No. 19 (Revelstoke)

June 30, 2019

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# School District No. 19 (Revelstoke)

## MANAGEMENT REPORT

Version: 9262-8516-6534

### Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 19 (Revelstoke) 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. 19 (Revelstoke) (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 monthly basis and externally audited financial statements yearly.

The external auditors, BDO Canada LLP, 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. 19 (Revelstoke) 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. 19 (Revelstoke)



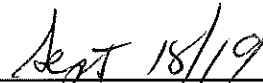
Signature of the Chairperson of the Board of Education



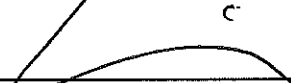
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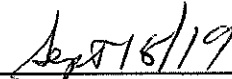
Signature of the Superintendent



Date Signed



Signature of the Secretary Treasurer



Date Signed

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## Independent Auditor's Report

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To the Board of Trustees of School District No. 19 (Revelstoke)

### Opinion

We have audited the financial statements of School District No. 19 (Revelstoke) (the School District), which comprise the statement of financial position as at June 30, 2019, and the statements of operations, changes in net financial assets (debt), and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the School District as at and for the year ended June 30, 2019 are prepared, in all material respects, in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia (the Act).

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the School District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter - Basis of Accounting

We draw attention to Note 2 to the financial statements which describes the basis of accounting. The financial statements are prepared in order for the School District to meet the reporting requirements of the Act referred to above. Note 2 to the Financial Statements discloses the impact of these differences between such basis of accounting and Canadian public sector accounting standards. Our opinion is not modified in respect of this matter.

### Other Matters

We draw attention to the fact that the supplementary information included in Schedule 1 to 4 does not form part of the financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express an opinion, a review conclusion or any other form of assurance on this supplementary information.

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

Management is responsible for the preparation of the financial statements in accordance with the Act, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School District's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the School District, or to cease operations, or has no realistic alternative but to do so.



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

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the School District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*BDO Canada LLP*

Chartered Professional Accountants

Revelstoke, British Columbia  
September 18, 2019

# School District No. 19 (Revelstoke)

## Statement of Financial Position

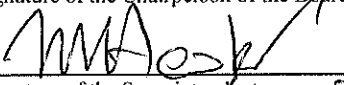
As at June 30, 2019

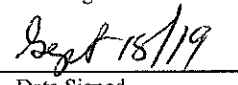
	2019 Actual	2018 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	3,316,314	2,124,008
Accounts Receivable		
Other (Note 3)	196,906	196,287
Portfolio Investments (Note 4)	600,000	
<b>Total Financial Assets</b>	<u>4,113,220</u>	<u>2,320,295</u>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	765,557	847,677
Unearned Revenue (Note 6)	38,500	1,270
Deferred Revenue (Note 7)	51,454	77,771
Deferred Capital Revenue (Note 8)	56,485,604	57,509,371
Employee Future Benefits (Note 9)	361,399	338,291
<b>Total Liabilities</b>	<u>57,702,514</u>	<u>58,774,380</u>
<b>Net Financial Assets (Debt)</b>	<u>(53,589,294)</u>	<u>(56,454,085)</u>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10)	59,524,091	61,105,306
Prepaid Expenses (Note 2 (j))	-	5,202
<b>Total Non-Financial Assets</b>	<u>59,524,091</u>	<u>61,110,508</u>
<b>Accumulated Surplus (Deficit)</b>	<u>5,934,797</u>	<u>4,656,423</u>

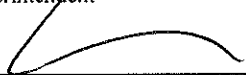
Approved by the Board

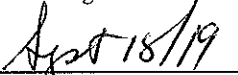
  
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 Signature of the Chairperson of the Board of Education

  
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 Date Signed

  
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 Signature of the Superintendent

  
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 Date Signed

  
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 Signature of the Secretary Treasurer

  
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 Date Signed

# School District No. 19 (Revelstoke)

Statement 2

Statement of Operations  
Year Ended June 30, 2019

	2019 Budget (Note 16)	2019 Actual	2018 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	13,180,634	<b>12,347,230</b>	11,751,639
Other	54,298	<b>108,923</b>	61,070
Tuition	140,000	<b>174,464</b>	133,139
Other Revenue	384,900	<b>448,781</b>	521,385
Rentals and Leases	279,882	<b>324,751</b>	280,237
Investment Income	31,000	<b>42,204</b>	28,022
Gain (Loss) on Disposal of Tangible Capital Assets		<b>931,828</b>	
Amortization of Deferred Capital Revenue	1,938,922	<b>1,945,352</b>	1,917,666
<b>Total Revenue</b>	<u>16,009,636</u>	<u><b>16,323,533</b></u>	<u>14,693,158</u>
<b>Expenses (Note 17)</b>			
Instruction	10,753,036	<b>10,562,841</b>	9,896,147
District Administration	779,892	<b>778,355</b>	780,526
Operations and Maintenance	3,577,296	<b>3,413,040</b>	3,430,414
Transportation and Housing	407,340	<b>290,923</b>	374,049
<b>Total Expense</b>	<u>15,517,564</u>	<u><b>15,045,159</b></u>	<u>14,481,136</u>
<b>Surplus (Deficit) for the year</b>	<u>492,072</u>	<u><b>1,278,374</b></u>	<u>212,022</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>4,656,423</b>	4,444,401
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u><b>5,934,797</b></u></u>	<u>4,656,423</u>

**School District No. 19 (Revelstoke)**

## Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2019

	2019 Budget (Note 16) \$	2019 Actual \$	2018 Actual \$
<b>Surplus (Deficit) for the year</b>	492,072	<b>1,278,374</b>	212,022
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(842,296)	<b>(1,008,261)</b>	(1,315,925)
Amortization of Tangible Capital Assets	2,056,304	<b>2,056,304</b>	2,026,692
Net carrying value of Tangible Capital Assets disposed of (Note 11)		<b>533,172</b>	
<b>Total Effect of change in Tangible Capital Assets</b>	1,214,008	<b>1,581,215</b>	710,767
Acquisition of Prepaid Expenses (Note 2 (j))	-	-	(5,202)
Use of Prepaid Expenses	-	<b>5,202</b>	79,333
<b>Total Effect of change in Other Non-Financial Assets</b>	-	<b>5,202</b>	74,131
<b>(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)</b>	<u>1,706,080</u>	<b>2,864,791</b>	996,920
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Financial Assets (Debt)</b>		<b>2,864,791</b>	996,920
<b>Net Financial Assets (Debt), beginning of year</b>		<b>(56,454,085)</b>	(57,451,005)
<b>Net Financial Assets (Debt), end of year</b>		<u><b>(53,589,294)</b></u>	<u>(56,454,085)</u>



# School District No. 19 (Revelstoke)

## Statement of Cash Flows

Year Ended June 30, 2019

	2019 Actual	2018 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	1,278,374	212,022
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(619)	193,263
Prepaid Expenses	5,202	74,131
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(82,120)	(259,421)
Unearned Revenue	37,230	(69,481)
Deferred Revenue	(26,317)	(57,888)
Employee Future Benefits	23,108	28,812
Loss (Gain) on Disposal of Tangible Capital Assets	(931,828)	
Amortization of Tangible Capital Assets	2,056,304	2,026,692
Amortization of Deferred Capital Revenue	(1,945,352)	(1,917,666)
Flood Repairs Not Capital Additions		(55,310)
<b>Total Operating Transactions</b>	<b>413,982</b>	<b>175,154</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,008,261)	(1,276,794)
District Portion of Proceeds on Disposal	1,465,000	
District Assets Purchased Through Temporary Borrowing		(39,131)
<b>Total Capital Transactions</b>	<b>456,739</b>	<b>(1,315,925)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	921,585	1,067,690
<b>Total Financing Transactions</b>	<b>921,585</b>	<b>1,067,690</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	(600,000)	
<b>Total Investing Transactions</b>	<b>(600,000)</b>	<b>-</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,192,306</b>	<b>(73,081)</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>2,124,008</b>	<b>2,197,089</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>3,316,314</b>	<b>2,124,008</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash Equivalents	3,316,314	2,124,008
	<b>3,316,314</b>	<b>2,124,008</b>

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 12, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 19 (Revelstoke)", and operates as "School District No. 19 (Revelstoke)." 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. 19 (Revelstoke) is exempt from federal and provincial corporate income taxes.

**NOTE 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(l).

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(l), 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.

The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2018 – decrease in annual surplus by (\$862,386)

June 30, 2018 - increase in accumulated surplus and decrease in deferred contributions by \$57,509,371

Year-ended June 30, 2019 – decrease in annual surplus by (\$1,049,395)

June 30, 2019 – increase in accumulated surplus and decrease in deferred contributions by \$56,485,604

b) Cash and Cash Equivalents

Cash and cash equivalents include cash on deposit with the Revelstoke Credit Union and the Ministry of Finance – Central Deposit Program that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

c) Accounts Receivable

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

d) Portfolio Investments

The School District has investments in term deposits at the Revelstoke Credit Union and they have a maturity of greater than 3 months at the time of acquisition. Term deposits are reported at cost.

e) Unearned Revenue

Unearned revenue includes grants and donations received for services or products that are to be delivered in a future period. Revenue will be recognized in that future period when the services or products are provided.

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(1).

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. See Note 2(a) for the impact of this policy on these financial statements.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

g) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

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

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

h) 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.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

i) Tangible Capital Assets

The following criteria apply:

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

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

j) Prepaid Expenses

Prepaid expenses are stated at acquisition cost and are charged to expense over the periods expected to benefit from it. There were no prepaid expenses for 2018/2019.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

k) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 13 – Interfund Transfers and Note 19 – Internally Restricted Surplus). Funds and reserves are disclosed on Schedules 2, 3 and 4.

l) 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, 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.

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See Note 2(a) for the impact of this policy on these financial statements.

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

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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

m) 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.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

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

n) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank overdraft, accounts payable and accrued liabilities, long term debt and other liabilities.

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2019**

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

n) Financial Instruments (continued)

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

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

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

o) 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.

**NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2019	2018
Due from Federal Government	\$ 46,162	\$ 44,704
Other	150,744	151,583
	\$ 196,906	\$ 196,287

**NOTE 4 PORTFOLIO INVESTMENTS**

	2019	2018
Investments in the cost and amortized cost category:		
Term Deposits	\$ 600,000	\$ -

Term deposits earn interest at rates of 2.50% to 4.00% annually, and have maturity dates between March 2021 and March 2022. Interest is receivable annually.



**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 5      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	2019	2018
Trade payables	\$ 243,317	\$ 273,720
Salaries and benefits payable	323,356	303,124
Accrued vacation pay	29,450	16,812
Capital Deficiency Accrual	169,434	254,021
	\$ 765,557	\$ 847,677

**NOTE 6      UNEARNED REVENUE**

	2019	2018
Balance, beginning of year	\$ 1,270	\$ 70,751
Changes for the year:		
Increase:		
Grants received in advance of projects	38,500	1,270
	38,500	1,270
Decrease:		
Grants received in advance of projects - Spent	1,270	70,751
	1,270	70,751
Net changes for the year	37,230	(69,481)
Balance, end of year	\$ 38,500	\$ 1,270

**NOTE 7      DEFERRED REVENUE**

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled. Detailed information about the changes in deferred revenue is included in Schedule 3A.

**NOTE 8      DEFERRED CAPITAL REVENUE**

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 9 EMPLOYEE FUTURE BENEFITS**

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

	<b>June 30, 2019</b>	<b>June 30, 2018</b>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	316,719	314,583
Service Cost	27,597	26,139
Interest Cost	9,093	8,907
Benefit Payments	-9,246	-9,032
Actuarial (Gain) Loss	-94,844	-23,878
Accrued Benefit Obligation – March 31	249,319	316,719
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	249,319	316,719
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	-249,319	-316,719
Employer Contributions After Measurement Date	10,067	6,586
Benefits Expense After Measurement Date	-7,508	-9,173
Unamortized Net Actuarial (Gain) Loss	-114,638	-18,984
Accrued Benefit Asset (Liability) - June 30	-361,398	-338,290
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	338,290	309,479
Net Expense for Fiscal Year	35,835	38,678
Employer Contributions	-12,727	-9,867
Accrued Benefit Liability (Asset) - June 30	361,398	338,290
<b>Components of Net Benefit Expense</b>		
Service Cost	26,596	26,504
Interest Cost	8,430	8,953
Amortization of Net Actuarial (Gain)/Loss	809	3,221
Net Benefit Expense (Income)	35,835	38,678
<b>Assumptions</b>		
Discount Rate - April 1	2.75%	2.75%
Discount Rate - March 31	2.50%	2.75%
Long Term Salary Growth - April 1	2.50%	2.50% + seniority
Long Term Salary Growth - March 31	2.50%	2.50% + seniority
EARSL - March 31	10.5	9.9

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 10 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2019	Net Book Value 2018
Sites	\$ 1,954,865	\$ 2,375,063
Buildings	56,532,755	57,761,821
Furniture & Equipment	513,613	461,437
Vehicles	374,559	373,271
Computer Hardware	148,299	133,714
<b>Total</b>	<b>\$59,524,091</b>	<b>\$61,105,306</b>

**June 30, 2019**

	Opening Cost	Additions	Disposals	Total 2019
Sites	\$ 2,375,063	\$ 112,974	\$(533,172)	\$ 1,954,865
Buildings	80,849,815	627,877	-	81,477,692
Furniture & Equipment	959,030	148,081	-	1,107,111
Vehicles	672,596	68,548	-	741,144
Computer Hardware	180,987	50,781	-	231,768
<b>Total</b>	<b>\$85,037,491</b>	<b>\$1,008,261</b>	<b>\$(533,172)</b>	<b>\$85,512,580</b>

	Opening Accumulated Amortization	Additions	Disposals	Total 2019
Buildings	\$23,087,994	\$1,856,943	\$ -	\$24,944,937
Furniture & Equipment	497,593	95,905	-	593,498
Vehicles	299,325	67,260	-	366,585
Computer Hardware	47,273	36,196	-	83,469
<b>Total</b>	<b>\$23,932,185</b>	<b>\$2,056,304</b>	<b>\$ -</b>	<b>\$25,988,489</b>

**June 30, 2018**

	Opening Cost	Additions	Disposals	Total 2018
Sites	\$ 2,335,932	\$ 39,131	\$ -	\$ 2,375,063
Buildings	79,661,967	1,187,848	-	80,849,815
Furniture & Equipment	925,878	33,152	-	959,030
Vehicles	672,596	-	-	672,596
Computer Hardware	172,307	55,794	(47,114)	180,987
<b>Total</b>	<b>\$83,768,680</b>	<b>\$1,315,925</b>	<b>\$(47,114)</b>	<b>\$85,037,491</b>

	Opening Accumulated Amortization	Additions	Disposals	Total 2018
Buildings	\$21,255,612	\$1,832,382	\$ -	\$23,087,994
Furniture & Equipment	405,005	92,588	-	497,593
Vehicles	232,065	67,260	-	299,325
Computer Hardware	59,925	34,462	(47,114)	47,273
<b>Total</b>	<b>\$21,952,607</b>	<b>\$2,026,692</b>	<b>\$(47,114)</b>	<b>\$23,932,185</b>

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 11      DISPOSAL OF TANGIBLE CAPITAL ASSETS**

The site of the former Mount Begbie Elementary School was sold to the Provincial Rental Housing Corporation for \$1,465,000. The property was not advertised for sale as the Purchaser was another provincial organization and the sale price was based on the assessed value.

The building was demolished as part of the new school construction project and all environmental issues were dealt with at that time. The property was purchased in two different parcels with the first portion being acquired in 1966 and the second portion being acquired in 1984. The total original cost of the property was \$44,500. Additional costs of \$488,672 were incurred for building demolition and other costs involved in making the land saleable.

The proceeds were allocated to Local Capital for the following purposes:

1. \$900,000 was used to pay back the deficit in Local Capital. That deficit was incurred as the result of work required on the three surplus properties in order to meet the requirements for them to be sold.
2. The remainder of the funds are being held for use in completion of work required for the remainder of the two surplus properties. The two properties are Big Eddy Elementary School and that portion of Mountain View Elementary School still owned by the District.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 12      EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, 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, 2017, the Teachers' Pension Plan has about 46,000 active members and approximately 38,000 retired members. As of December 31, 2017, the Municipal Pension Plan has about 197,000 active members, including approximately 24,000 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, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rate remained unchanged.

The School District paid \$985,854 for employer contributions to the plans for the year ended June 30, 2019 (2018: \$1,005,902)

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, 2018, with results available in 2019.

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 13 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2019, were as follows:

- Capital Assets Purchased and transferred from Operating \$139,329
- Capital Assets Purchased and transferred from Local Capital \$112,974

**NOTE 14 RELATED PARTY TRANSACTIONS**

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

**NOTE 15 CONTRACTUAL OBLIGATIONS**

As part of the reconstruction of its two largest schools, the School District entered into a multiple-year contractual agreement to purchase thermal energy from Revelstoke Community Energy Corporation in September 2010 for a term expiring in 2034. In the event that the School District decides to terminate this agreement, the School District would be required to pay any liabilities accrued up to the date of termination. Estimated payments for the next five years and thereafter under the terms of the Agreement are as follows:

<u>Year</u>	<u>Amount</u>
2020	63,419
2021	64,688
2022	65,981
2023	67,301
2024	68,647
Thereafter	<u>575,572</u>
Total	<u>\$905,608</u>

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 16 BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 27, 2019.

	Amended Budget February 2019	Original (Preliminary) Budget May 2018	Change
<b>Revenue</b>			
Provincial Grants			
Ministry of Education	\$13,180,634	11,508,435	1,672,199
Other	35,945	15,945	20,000
Tuition	140,000	110,000	30,000
Other Revenue	403,253	313,253	90,000
Rental and Leases	279,882	276,400	3,482
Investment Income	31,000	26,000	5,000
Amortization of Deferred Capital Revenue	1,938,922	1,940,430	(1,508)
<b>Total Revenue</b>	<b>16,009,636</b>	<b>14,190,463</b>	<b>1,819,173</b>
<b>Expenses</b>			
Instruction	10,753,036	9,963,323	789,713
District Administration	779,892	739,044	40,848
Operations and Maintenance	3,577,296	3,502,702	74,594
Transportation and Housing	407,340	397,918	9,422
<b>Total Expense</b>	<b>15,517,564</b>	<b>14,602,987</b>	<b>914,577</b>
Budget Net Surplus (Deficit), for the year	492,072	(412,524)	904,596
Budget allocation of Surplus	257,842	267,524	(9,682)
<b>Budget Surplus (Deficit), for the year</b>	<b>\$749,914</b>	<b>\$(145,000)</b>	<b>\$894,914</b>

Changes between the preliminary budget and the amended budget primarily were the result of

- a) A significant increase in enrolment from original projections;
- b) Full year increases in grant revenue and changes in staffing requirements due to the Supreme Court of Canada ruling on class size and composition language
- c) General increases in other revenue such as International Student enrolment, Grants from other agencies and School Generated Revenues.
- d) Increased expenditures due to increased costs and increases in salaries for all staff.

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

**NOTE 17 EXPENSE BY OBJECT**

	2019	2018
Salaries and benefits	\$ 11,080,620	\$10,386,432
Services and supplies	1,908,235	2,068,012
Amortization	2,056,304	2,026,692
	<u>\$ 15,045,159</u>	<u>\$14,481,136</u>

**NOTE 18 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

Internally Restricted Surplus by Board from Operating Fund:

	2019	2018
Literacy Planning	\$ 4,261	\$ 4,261
Therapies Grant	29,090	21,620
Farwell Building Reserve	121,789	104,085
Screen Smart	11,736	5,104
Additional Community Links Support	27,701	9,951
Additional Ready Set Learn Support	11,116	13,616
Additional Strong Start Support	11,089	3,589
Mental Health Program Support	31,189	16,189
Scholarships and Bursaries	4,989	4,489
CPR Technology	23,025	23,024
School Generated Funds	179,766	166,064
Additional Education Plan Support	7,810	7,810
Professional Development – Per Contracts	120,906	111,367
Health and Wellness – Breakfast Program	36,800	15,000
Aboriginal Targeted Surplus	11,707	19,600
School and Department Surpluses	91,932	85,628
Vehicle Appropriation	<u>20,000</u>	<u>20,000</u>
<b>Total of Internally Restricted Surplus</b>	<b>\$ 744,906</b>	<b>\$ 635,319</b>
<b>Unrestricted Operating Surplus</b>	<b><u>634,968</u></b>	<b><u>451,386</u></b>
<b>Total Accumulated Operating Surplus, end of Year</b>	<b><u>\$ 1,379,874</u></b>	<b><u>\$ 1,086,705</u></b>

**NOTE 19 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 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 20      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 placed in recognized British Columbia institutions and the School District invests solely in guaranteed investment certificates.

b) Market risk :

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in term deposits that have a maturity date of no more than 3 years.

c) Liquidity risk:

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

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

**SCHOOL DISTRICT NO 19 (REVELSTOKE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2019**

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**NOTE 20     RISK MANAGEMENT** (Continued)

Risk Management and insurance services for all school districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

# School District No. 19 (Revelstoke)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2019

	Operating Fund	Special Purpose Fund	Capital Fund	2019 Actual	2018 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	1,086,705		3,569,718	<b>4,656,423</b>	4,444,401
<b>Changes for the year</b>					
Surplus (Deficit) for the year	457,498		820,876	<b>1,278,374</b>	212,022
Interfund Transfers					
Tangible Capital Assets Purchased	(139,329)		139,329	-	
Local Capital	(25,000)		25,000	-	
<b>Net Changes for the year</b>	<b>293,169</b>	-	<b>985,205</b>	<b>1,278,374</b>	<b>212,022</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>1,379,874</b>	-	<b>4,554,923</b>	<b>5,934,797</b>	4,656,423

# School District No. 19 (Revelstoke)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2019

	2019 Budget (Note 16)	2019 Actual	2018 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	11,431,787	<b>11,524,098</b>	10,884,708
Other	54,298	<b>108,923</b>	61,070
Tuition	140,000	<b>174,464</b>	133,139
Other Revenue	384,900	<b>448,781</b>	521,385
Rentals and Leases	279,882	<b>324,751</b>	280,237
Investment Income	31,000	<b>42,204</b>	28,022
<b>Total Revenue</b>	<u>12,321,867</u>	<u><b>12,623,221</b></u>	<u>11,908,561</u>
<b>Expenses</b>			
Instruction	10,030,817	<b>9,837,366</b>	9,124,670
District Administration	766,560	<b>768,279</b>	773,870
Operations and Maintenance	1,417,252	<b>1,336,415</b>	1,412,049
Transportation and Housing	340,080	<b>223,663</b>	306,789
<b>Total Expense</b>	<u>12,554,709</u>	<u><b>12,165,723</b></u>	<u>11,617,378</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(232,842)</u>	<u><b>457,498</b></u>	<u>291,183</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>257,842</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(139,329)</b>	(25,929)
Local Capital	(25,000)	<b>(25,000)</b>	(100,000)
<b>Total Net Transfers</b>	<u>(25,000)</u>	<u><b>(164,329)</b></u>	<u>(125,929)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u><b>293,169</b></u>	<u>165,254</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>1,086,705</b>	921,451
<b>Operating Surplus (Deficit), end of year</b>		<u><b>1,379,874</b></u>	<u>1,086,705</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 18)		<b>744,906</b>	635,319
Unrestricted		<b>634,968</b>	451,386
<b>Total Operating Surplus (Deficit), end of year</b>		<u><b>1,379,874</b></u>	<u>1,086,705</u>

# School District No. 19 (Revelstoke)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2019

	2019 Budget (Note 16)	2019 Actual	2018 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	11,262,848	<b>11,282,018</b>	10,641,020
Other Ministry of Education Grants			
Pay Equity	101,498	<b>101,498</b>	101,498
Transportation Supplement	49,847	<b>49,847</b>	49,847
Economic Stability Dividend		<b>11,836</b>	5,812
Return of Administrative Savings			51,316
Carbon Tax Grant	8,500	<b>8,037</b>	7,542
Employer Health Tax Grant		<b>28,768</b>	
Strategic Priorities - Mental Health Grant		<b>37,000</b>	
Provincial Assessment	4,094	<b>4,094</b>	4,094
Shoulder Tapper			17,079
Skills Access	5,000		5,000
MyEDBC Travel Grants		<b>1,000</b>	1,500
<b>Total Provincial Grants - Ministry of Education</b>	<b>11,431,787</b>	<b>11,524,098</b>	10,884,708
<b>Provincial Grants - Other</b>	<b>54,298</b>	<b>108,923</b>	61,070
<b>Tuition</b>			
International and Out of Province Students	140,000	<b>174,464</b>	133,139
<b>Total Tuition</b>	<b>140,000</b>	<b>174,464</b>	133,139
<b>Other Revenues</b>			
Other School District/Education Authorities	46,000	<b>46,660</b>	
Miscellaneous			
Miscellaneous	11,900	<b>14,237</b>	91,440
Artstarts Program	7,000	<b>7,000</b>	9,286
School Generated Funds	320,000	<b>329,004</b>	352,407
Forfeiture Grant			59,627
Screen Smart Grant			7,200
Roots of Empathy			1,425
Breakfast Program		<b>51,880</b>	
<b>Total Other Revenue</b>	<b>384,900</b>	<b>448,781</b>	521,385
<b>Rentals and Leases</b>	<b>279,882</b>	<b>324,751</b>	280,237
<b>Investment Income</b>	<b>31,000</b>	<b>42,204</b>	28,022
<b>Total Operating Revenue</b>	<b>12,321,867</b>	<b>12,623,221</b>	11,908,561

**School District No. 19 (Revelstoke)**

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2019

	2019 Budget (Note 16)	2019 Actual	2018 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	5,080,833	<b>4,996,363</b>	4,531,327
Principals and Vice Principals	875,074	<b>847,929</b>	800,103
Educational Assistants	759,414	<b>690,505</b>	670,087
Support Staff	1,019,593	<b>999,525</b>	948,641
Other Professionals	582,033	<b>575,206</b>	621,435
Substitutes	273,826	<b>296,327</b>	221,449
<b>Total Salaries</b>	<b>8,590,773</b>	<b>8,405,855</b>	7,793,042
<b>Employee Benefits</b>	1,975,573	<b>1,964,217</b>	1,892,943
<b>Total Salaries and Benefits</b>	<b>10,566,346</b>	<b>10,370,072</b>	9,685,985
<b>Services and Supplies</b>			
Services	555,283	<b>482,657</b>	644,900
Student Transportation	29,960	<b>20,522</b>	19,050
Professional Development and Travel	144,350	<b>168,658</b>	169,783
Rentals and Leases	700	<b>1,512</b>	1,469
Dues and Fees	54,326	<b>26,547</b>	44,365
Insurance	63,458	<b>44,104</b>	53,382
Supplies	744,764	<b>687,234</b>	625,814
Utilities	395,522	<b>364,417</b>	372,630
<b>Total Services and Supplies</b>	<b>1,988,363</b>	<b>1,795,651</b>	1,931,393
<b>Total Operating Expense</b>	<b>12,554,709</b>	<b>12,165,723</b>	11,617,378

# School District No. 19 (Revelstoke)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2019

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	3,503,472	228,777		96,910		191,641	4,020,800
1.03 Career Programs	130,112						130,112
1.07 Library Services	174,753	16,334		64,467		381	255,935
1.08 Counselling	225,363			4,770			230,133
1.10 Special Education	904,613	123,607	690,505	16,149	84,351	50,120	1,869,345
1.30 English Language Learning	30,050						30,050
1.31 Aboriginal Education	28,000	19,301		50,217	6,484	708	104,710
1.41 School Administration		441,977		160,282		2,877	605,136
<b>Total Function 1</b>	<b>4,996,363</b>	<b>829,996</b>	<b>690,505</b>	<b>392,795</b>	<b>90,835</b>	<b>245,727</b>	<b>7,246,221</b>
<b>4 District Administration</b>							
4.11 Educational Administration				4,508	158,070		162,578
4.40 School District Governance					61,409		61,409
4.41 Business Administration				93,746	121,274		215,020
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>98,254</b>	<b>340,753</b>	<b>-</b>	<b>439,007</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration		17,933		5,870	103,512		127,315
5.50 Maintenance Operations				392,483		28,697	421,180
5.52 Maintenance of Grounds				32,316		13,486	45,802
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>17,933</b>	<b>-</b>	<b>430,669</b>	<b>103,512</b>	<b>42,183</b>	<b>594,297</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					40,106		40,106
7.70 Student Transportation				77,807		8,417	86,224
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>77,807</b>	<b>40,106</b>	<b>8,417</b>	<b>126,330</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>4,996,363</b>	<b>847,929</b>	<b>690,505</b>	<b>999,525</b>	<b>575,206</b>	<b>296,327</b>	<b>8,405,855</b>

# School District No. 19 (Revelstoke)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2019

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2019 Actual	2019 Budget (Note 16)	2018 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	4,020,800	985,661	5,006,461	666,157	5,672,618	5,849,917	5,330,925
1.03 Career Programs	130,112	28,715	158,827	14,688	173,515	126,638	94,640
1.07 Library Services	255,935	63,886	319,821	17,069	336,890	386,935	324,470
1.08 Counselling	230,133	51,554	281,687	-	281,687	250,682	238,142
1.10 Special Education	1,869,345	429,537	2,298,882	79,191	2,378,073	2,406,951	2,251,479
1.30 English Language Learning	30,050	6,010	36,060	1,599	37,659	44,271	
1.31 Aboriginal Education	104,710	25,338	130,048	14,375	144,423	157,491	168,239
1.41 School Administration	605,136	132,900	738,036	74,465	812,501	807,932	716,775
<b>Total Function 1</b>	<b>7,246,221</b>	<b>1,723,601</b>	<b>8,969,822</b>	<b>867,544</b>	<b>9,837,366</b>	<b>10,030,817</b>	<b>9,124,670</b>
<b>4 District Administration</b>							
4.11 Educational Administration	162,578	35,994	198,572	22,193	220,765	219,842	196,152
4.40 School District Governance	61,409	5,111	66,520	56,383	122,903	124,899	83,465
4.41 Business Administration	215,020	36,552	251,572	173,039	424,611	421,819	494,253
<b>Total Function 4</b>	<b>439,007</b>	<b>77,657</b>	<b>516,664</b>	<b>251,615</b>	<b>768,279</b>	<b>766,560</b>	<b>773,870</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	127,315	23,336	150,651	30,026	180,677	187,551	173,264
5.50 Maintenance Operations	421,180	97,441	518,621	177,315	695,936	721,875	743,213
5.52 Maintenance of Grounds	45,802	7,597	53,399	41,986	95,385	112,304	122,942
5.56 Utilities	-	-	-	364,417	364,417	395,522	372,630
<b>Total Function 5</b>	<b>594,297</b>	<b>128,374</b>	<b>722,671</b>	<b>613,744</b>	<b>1,336,415</b>	<b>1,417,252</b>	<b>1,412,049</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	40,106	6,509	46,615	1,240	47,855	64,363	47,126
7.70 Student Transportation	86,224	28,076	114,300	61,508	175,808	275,717	259,663
<b>Total Function 7</b>	<b>126,330</b>	<b>34,585</b>	<b>160,915</b>	<b>62,748</b>	<b>223,663</b>	<b>340,080</b>	<b>306,789</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>8,405,855</b>	<b>1,964,217</b>	<b>10,370,072</b>	<b>1,795,651</b>	<b>12,165,723</b>	<b>12,554,709</b>	<b>11,617,378</b>



# School District No. 19 (Revelstoke)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2019

	2019 Budget (Note 16) \$	2019 Actual \$	2018 Actual \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	806,551	823,132	866,931
<b>Total Revenue</b>	<u>806,551</u>	<u>823,132</u>	<u>866,931</u>
<b>Expenses</b>			
Instruction	722,219	725,475	771,477
District Administration	13,332	10,076	6,656
Operations and Maintenance	71,000	87,581	58,933
<b>Total Expense</b>	<u>806,551</u>	<u>823,132</u>	<u>837,066</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>29,865</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased			(29,865)
<b>Total Net Transfers</b>	<u>-</u>	<u>-</u>	<u>(29,865)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u><u>-</u></u>	<u><u>-</u></u>

# School District No. 19 (Revelstoke)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2019

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Service Delivery Transformation	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Coding and Curriculum Implementation
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	64,671	-	4,104	-	-	-	-	-	-
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	65,368	42,021			32,000	7,350	8,669	92,453	
	65,368	42,021	-	-	32,000	7,350	8,669	92,453	-
<b>Less:</b> Allocated to Revenue	87,581	42,021	4,104	-	32,000	7,350	8,669	92,453	-
<b>Deferred Revenue, end of year</b>	<b>42,458</b>	-	-	-	-	-	-	-	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	87,581	42,021	4,104		32,000	7,350	8,669	92,453	
	87,581	42,021	4,104	-	32,000	7,350	8,669	92,453	-
<b>Expenses</b>									
Salaries									
Teachers							7,048	11,714	
Educational Assistants		34,161						65,267	
Support Staff					23,418				
Substitutes									
	-	34,161	-	-	23,418	-	7,048	76,981	-
Employee Benefits		7,860			6,817		1,621	13,764	
Services and Supplies	87,581		4,104		1,765	7,350		1,708	
	87,581	42,021	4,104	-	32,000	7,350	8,669	92,453	-
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

# School District No. 19 (Revelstoke)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2019

	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Early Learning	TOTAL
	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	-	-	-	8,996	77,771
<b>Add:</b> Restricted Grants					
Provincial Grants - Ministry of Education	75,050	468,972	4,932		796,815
	75,050	468,972	4,932	-	796,815
<b>Less:</b> Allocated to Revenue	75,050	468,972	4,932	-	823,132
<b>Deferred Revenue, end of year</b>	-	-	-	<b>8,996</b>	<b>51,454</b>
<b>Revenues</b>					
Provincial Grants - Ministry of Education	75,050	468,972	4,932		823,132
	75,050	468,972	4,932	-	823,132
<b>Expenses</b>					
Salaries					
Teachers		392,672	4,110		415,544
Educational Assistants					99,428
Support Staff					23,418
Substitutes	53,362	1,972			55,334
	53,362	394,644	4,110	-	593,724
Employee Benefits	11,612	74,328	822		116,824
Services and Supplies	10,076				112,584
	75,050	468,972	4,932	-	823,132
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-
<b>Interfund Transfers</b>	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-

# School District No. 19 (Revelstoke)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2019

	2019 Budget (Note 16)	2019 Actual			2018 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Provincial Grants					
Ministry of Education	942,296			-	
Gain (Loss) on Disposal of Tangible Capital Assets		931,828		931,828	
Amortization of Deferred Capital Revenue	1,938,922	1,945,352		1,945,352	1,917,666
<b>Total Revenue</b>	<b>2,881,218</b>	<b>2,877,180</b>	<b>-</b>	<b>2,877,180</b>	<b>1,917,666</b>
<b>Expenses</b>					
Operations and Maintenance	100,000			-	
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,989,044	1,989,044		1,989,044	1,959,432
Transportation and Housing	67,260	67,260		67,260	67,260
<b>Total Expense</b>	<b>2,156,304</b>	<b>2,056,304</b>	<b>-</b>	<b>2,056,304</b>	<b>2,026,692</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>724,914</b>	<b>820,876</b>	<b>-</b>	<b>820,876</b>	<b>(109,026)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased		139,329		139,329	55,794
Local Capital	25,000		25,000	25,000	100,000
<b>Total Net Transfers</b>	<b>25,000</b>	<b>139,329</b>	<b>25,000</b>	<b>164,329</b>	<b>155,794</b>
<b>Other Adjustments to Fund Balances</b>					
District Portion of Proceeds on Disposal		(1,465,000)	1,465,000	-	
Tangible Capital Assets Purchased from Local Capital		112,974	(112,974)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>(1,352,026)</b>	<b>1,352,026</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>749,914</b>	<b>(391,821)</b>	<b>1,377,026</b>	<b>985,205</b>	<b>46,768</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>4,240,310</b>	<b>(670,592)</b>	<b>3,569,718</b>	<b>3,522,950</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>3,848,489</b>	<b>706,434</b>	<b>4,554,923</b>	<b>3,569,718</b>

# School District No. 19 (Revelstoke)

Tangible Capital Assets  
Year Ended June 30, 2019

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	2,375,063	80,849,815	959,030	672,596		180,987	<b>85,037,491</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		627,877	105,000				732,877
Deferred Capital Revenue - Other			23,081				23,081
Operating Fund			20,000	68,548		50,781	139,329
Local Capital	112,974						112,974
	112,974	627,877	148,081	68,548	-	50,781	<b>1,008,261</b>
Decrease:							
Disposed of	533,172						533,172
	533,172	-	-	-	-	-	533,172
<b>Cost, end of year</b>	1,954,865	81,477,692	1,107,111	741,144	-	231,768	<b>85,512,580</b>
<b>Work in Progress, end of year</b>							-
<b>Cost and Work in Progress, end of year</b>	1,954,865	81,477,692	1,107,111	741,144	-	231,768	<b>85,512,580</b>
<b>Accumulated Amortization, beginning of year</b>		23,087,994	497,593	299,325		47,273	<b>23,932,185</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		1,856,943	95,905	67,260		36,196	2,056,304
<b>Accumulated Amortization, end of year</b>		24,944,937	593,498	366,585	-	83,469	<b>25,988,489</b>
<b>Tangible Capital Assets - Net</b>	<b>1,954,865</b>	<b>56,532,755</b>	<b>513,613</b>	<b>374,559</b>	<b>-</b>	<b>148,299</b>	<b>59,524,091</b>

# School District No. 19 (Revelstoke)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2019

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	56,844,127	61,188		56,905,315
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	732,877	23,081		755,958
	<u>732,877</u>	<u>23,081</u>	<u>-</u>	<u>755,958</u>
Decrease:				
Amortization of Deferred Capital Revenue	1,938,922	6,430		1,945,352
	<u>1,938,922</u>	<u>6,430</u>	<u>-</u>	<u>1,945,352</u>
<b>Net Changes for the Year</b>	<u>(1,206,045)</u>	<u>16,651</u>	<u>-</u>	<u>(1,189,394)</u>
<b>Deferred Capital Revenue, end of year</b>	<u>55,638,082</u>	<u>77,839</u>	<u>-</u>	<u>55,715,921</u>
<b>Work in Progress, beginning of year</b>				-
<b>Changes for the Year</b>				
<b>Net Changes for the Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Work in Progress, end of year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Deferred Capital Revenue, end of year</b>	<u>55,638,082</u>	<u>77,839</u>	<u>-</u>	<u>55,715,921</u>

# School District No. 19 (Revelstoke)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2019

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	573,908	9,437	20,711			<b>604,056</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	895,957					<b>895,957</b>
Provincial Grants - Other			25,628			<b>25,628</b>
Transfer project surplus to MEd Restricted (from) Bylaw	(89,433)	89,433				-
	<u>806,524</u>	<u>89,433</u>	<u>25,628</u>	<u>-</u>	<u>-</u>	<b><u>921,585</u></b>
Decrease:						
Transferred to DCR - Capital Additions	732,877		23,081			<b>755,958</b>
	<u>732,877</u>	<u>-</u>	<u>23,081</u>	<u>-</u>	<u>-</u>	<b><u>755,958</u></b>
<b>Net Changes for the Year</b>	<u>73,647</u>	<u>89,433</u>	<u>2,547</u>	<u>-</u>	<u>-</u>	<b><u>165,627</u></b>
<b>Balance, end of year</b>	<b><u>647,555</u></b>	<b><u>98,870</u></b>	<b><u>23,258</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>769,683</u></b>