

# SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2009/2010

SCHOOL DISTRICT NUMBER <b>51</b>	NAME OF SCHOOL DISTRICT <b>Boundary</b>	YEAR <b>2009/2010</b>
OFFICE LOCATION		TELEPHONE NUMBER
CITY/PROVINCE		POSTAL CODE
WEBSITE ADDRESS		
NAME OF SUPERINTENDENT		NAME OF SECRETARY-TREASURER

## DECLARATION AND SIGNATURES

### SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 51 (Boundary) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

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

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

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

#### ***External Auditors***

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

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

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 51 (Boundary) for the year ended June 30, 2010.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION	DATE SIGNED
SIGNATURE OF SUPERINTENDENT	DATE SIGNED
SIGNATURE OF SECRETARY-TREASURER	DATE SIGNED

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
2009/2010 AUDITED FINANCIAL STATEMENTS**

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# Grant Thornton

## Auditors' report

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To the Board of Education of  
School District No. 51 (Boundary)

We have audited the following financial statements of School District No. 51 (Boundary) as at June 30, 2010 and for the year then ended:

Statement 1	Statement of Financial Position
Statement 2	Statement of Revenue and Expense
Statement 3	Statement of Changes in Fund Balances
Statement 4	Statement of Cash Flows

These financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2010 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of expressing an opinion on the financial statements of the District taken as a whole. The supplementary information included in Schedules A through C for the year ended June 30, 2010 are presented for the purposes of additional analysis. The supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the financial statements taken as a whole.

Partners  
Kevin Crookes, CA, CBV, CFE  
Paul F.S. Gallo, CA  
Bryn Gilbert, CA, CBV  
James R. Grant, MBA, CA  
Bill McTavish, CGA, CA  
Anne C. Postlewaite, CA  
Merlin Rutherford, CA  
Dan Vass, CA  
J. Kim Ward, CA, CFP

Kelowna, BC

August 20, 2010

Chartered accountants

Audit • Tax • Advisory

Grant Thornton LLP, A Canadian Member of Grant Thornton International Ltd

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2010**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 2,290,475	\$ 774,512	\$ 996,545	\$ 4,061,532	\$ 3,856,869
Short Term Investments		90,368		90,368	87,867
Accounts Receivable					
Due from Province - Ministry of Education	3,254			3,254	24,833
Other Receivables (Note 4)	154,787	1,666		156,453	84,842
Interfund Loans		148,705	93,154		
Prepaid Expenses	751			751	8,573
	<u>2,449,267</u>	<u>1,015,251</u>	<u>1,089,699</u>	<u>4,312,358</u>	<u>4,062,984</u>
Capital Assets - Net (Note 5)			20,730,040	20,730,040	21,230,320
<b>TOTAL ASSETS</b>	<b>\$ 2,449,267</b>	<b>\$ 1,015,251</b>	<b>\$ 21,819,739</b>	<b>\$ 25,042,398</b>	<b>\$ 25,293,304</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	765,866	54,150		820,016	725,816
Capital Lease Obligations - Current Portion (Note 13)			30,646	30,646	30,489
Interfund Loans	241,859				
	<u>1,007,725</u>	<u>54,150</u>	<u>30,646</u>	<u>850,662</u>	<u>756,305</u>
Deferred Contributions					
Ministry of Education		581,643	207,280	788,923	812,381
Province - Other		105,746		105,746	
Other		273,712		273,712	251,898
Accrued Employee Future Benefits (Note 6)	284,071			284,071	270,095
Deferred Capital Contributions			12,885,070	12,885,070	13,399,336
Capital Lease Obligations (Note 13)			425,857	425,857	456,503
<b>TOTAL LIABILITIES</b>	<b>1,291,796</b>	<b>1,015,251</b>	<b>13,548,853</b>	<b>15,614,041</b>	<b>15,946,518</b>
Fund Balances					
Invested in Capital Assets			7,388,465	7,388,465	7,343,990
Internally Restricted (Note 8)	426,975		882,421	1,309,396	1,270,727
Unrestricted (Note 8)	730,496			730,496	732,069
<b>TOTAL FUND BALANCES</b>	<b>1,157,471</b>	<b>-</b>	<b>8,270,886</b>	<b>9,428,357</b>	<b>9,346,786</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 2,449,267</b>	<b>\$ 1,015,251</b>	<b>\$ 21,819,739</b>	<b>\$ 25,042,398</b>	<b>\$ 25,293,304</b>

> Contractual\_obligations(Note12)

**SCHOOL DISTRICT No. 51 (BOUNDARY)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2010**

**Statement 2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 16,031,441	\$ 528,510		\$ 16,559,951	\$ 16,963,769
Provincial Grants - Other	129,141	16,004		145,145	68,243
Other Revenue	71,679	223,207		294,886	436,605
Rentals and Leases	61,886			61,886	60,317
Investment Income	25,067		6,301	31,368	82,860
Amortization of Deferred Capital Contributions			740,423	740,423	732,314
	<u>16,319,214</u>	<u>767,721</u>	<u>746,724</u>	<u>17,833,659</u>	<u>18,344,108</u>
<b>EXPENSE</b>					
Salaries					
Teachers	6,321,672			6,321,672	6,386,540
Principals and Vice Principals	1,162,574			1,162,574	1,174,740
Educational Assistants	981,494			981,494	922,870
Support Staff	2,062,866	25,452		2,088,318	2,197,022
Other Professionals	474,627			474,627	443,118
Substitutes	544,521			544,521	500,146
	<u>11,547,754</u>	<u>25,452</u>	-	<u>11,573,206</u>	<u>11,624,436</u>
Employee Benefits	2,379,099	3,664		2,382,763	2,452,759
Services and Supplies	2,097,389	470,144		2,567,533	3,167,908
Amortization of Capital Assets			1,228,586	1,228,586	1,134,441
Write-off/down of Buildings and Sites				-	37,394
	<u>16,024,242</u>	<u>499,260</u>	<u>1,228,586</u>	<u>17,752,088</u>	<u>18,416,938</u>
<b>NET REVENUE (EXPENSE)</b>	<u>\$ 294,972</u>	<u>\$ 268,461</u>	<u>\$ (481,862)</u>	<u>\$ 81,571</u>	<u>\$ (72,830)</u>

**SCHOOL DISTRICT No. 51 (BOUNDARY)**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2010**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$ 1,251,676	\$ -	\$ 8,095,110	\$ 9,346,786	\$ 9,419,616
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	294,972	268,461	(481,862)	81,571	(72,830)
Interfund Transfers					
Capital Assets Purchased (Note 9)	(233,688)	(268,461)	502,149	-	
Local Capital (Note 9)	(125,000)		125,000	-	
Other (Note 9)	(30,489)		30,489	-	
<b>Net Changes for the Year</b>	<u>(94,205)</u>	<u>-</u>	<u>175,776</u>	<u>81,571</u>	<u>(72,830)</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 1,157,471</u>	<u>\$ -</u>	<u>\$ 8,270,886</u>	<u>\$ 9,428,357</u>	<u>\$ 9,346,786</u>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2010**

**Statement 4.1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	\$ 294,972	\$ 268,461	\$ (481,862)	\$ 81,571	\$ (72,830)
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Short Term Investments		(2,501)		(2,501)	
Accounts Receivable	(50,151)	119		(50,032)	148,599
Interfund Loans	144,010	(50,856)	(93,154)	-	
Prepaid Expenses	7,822			7,822	8,035
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	97,500	(3,300)		94,200	(141,246)
Deferred Contributions		10,009		10,009	61,226
Accrued Employee Future Benefits	13,976			13,976	(10,401)
Items Not Involving Cash					
Amortization of Capital Assets			1,228,586	1,228,586	1,134,441
Amortization of Deferred Capital Contributions			(740,423)	(740,423)	(732,314)
Write-off/down of Buildings and Sites				-	37,394
Interfund Transfers (Note 9)	(389,177)	(268,461)	657,638	-	
	<u>118,952</u>	<u>(46,529)</u>	<u>570,785</u>	<u>643,208</u>	<u>432,904</u>
<b>FINANCING</b>					
Deferred Contributions Received - Capital			320,250	320,250	145,580
Capital Lease payment			(30,489)	(30,489)	(33,000)
	<u>-</u>	<u>-</u>	<u>289,761</u>	<u>289,761</u>	<u>112,580</u>
<b>INVESTING</b>					
Capital Assets Purchased - Operating			(233,688)	(233,688)	(507,136)
Capital Assets Purchased - Special Purpose			(268,461)	(268,461)	(122,624)
Capital Assets Purchased - Local Capital				-	(136,751)
Capital Assets Purchased - Deferred Contributions - Capital			(226,157)	(226,157)	(143,324)
	<u>-</u>	<u>-</u>	<u>(728,306)</u>	<u>(728,306)</u>	<u>(909,835)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>\$ 118,952</u>	<u>\$ (46,529)</u>	<u>\$ 132,240</u>	<u>\$ 204,663</u>	<u>\$ (364,351)</u>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2010**

**Statement 4.2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
<b>NET INCREASE (DECREASE) IN CASH</b>	\$ 118,952	\$ (46,529)	\$ 132,240	\$ 204,663	\$ (364,351)
<b>Net Cash, Beginning of Year</b>	2,171,523	821,041	864,305	3,856,869	4,221,220
<b>NET CASH, END OF YEAR</b>	<u>\$ 2,290,475</u>	<u>\$ 774,512</u>	<u>\$ 996,545</u>	<u>\$ 4,061,532</u>	<u>\$ 3,856,869</u>
Cash	\$ 2,290,475	\$ 774,512	\$ 996,545	\$ 4,061,532	\$ 3,856,869
<b>NET CASH, END OF YEAR</b>	<u>\$ 2,290,475</u>	<u>\$ 774,512</u>	<u>\$ 996,545</u>	<u>\$ 4,061,532</u>	<u>\$ 3,856,869</u>

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 1. Authority and purpose

The School District operates under the authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 51 (Boundary)", and operates as "School District No. 51 (Boundary)". A Board of Education (the "Board") elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the District, and is principally funded by the Province of British Columbia through the Ministry of Education.

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### 2. Summary of significant accounting policies and reporting practices

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

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

The Statement of Revenue and Expense (Statement 2), Statement of Changes in Fund Balances (Statement 3) and the Statement of Cash Flows (Statement 4) present the annual results of each fund, changes in fund balances and cash flows for the year. The Statement of Financial Position (Statement 1) presents the assets, liabilities and fund balances as at June 30, 2010. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

#### a. Fund accounting

Fund accounting procedures recognize external restrictions on the use of resources by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

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

#### b. Cash and cash equivalents

Cash and cash equivalents include cash balances held at financial institutions.

#### c. Short Term Investments

Short Term investments include term deposits and bonds with terms to maturity of greater than three months and less than one year.

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 2. Summary of significant accounting policies and reporting practices (continued)

d. Accounts receivable

Accounts receivable are shown net of allowance for doubtful accounts ( Note 4).

e. Prepaid expenses

Materials and supplies held in central stores for use within the School District are included as a prepaid expense and stated at acquisition cost. Rent and insurance paid in advance is also included in prepaid expenses.

f. Capital assets

The following criteria apply:

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

Buildings	40 years
Vehicles	10 years
Furniture and equipment	10 years
Computer hardware	5 years
Computer software	5 years

g. Capital leases

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

h. Revenue recognition

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

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

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year in which the related expenses are incurred.

(continued)

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 2. Summary of significant accounting policies and reporting practices (continued)

#### h. Revenue recognition (continued)

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

#### i. Expenditures

- Categories of salaries
  - Principals, Vice Principals and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-principals.
  - Superintendents, Secretary Treasurers, Trustees and any other management staff excluded from union contract are categorized as Other Professionals.
  - Other staff excluded from union contracts are categorized as Support Staff
- Allocation of costs
  - Operating expenditures are reported by function, program and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to regular programs.
  - Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
  - Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
  - Supplies and services are allocated based on actual identification of program.

#### j. Financial instruments

The School District's financial instruments consist of cash and cash equivalents, short term investments, accounts receivable, and accounts payable and accrued liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risk arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 2. Summary of significant accounting policies and reporting practices (continued)

#### j. Financial instruments (continued)

Available-for-sale and held-for-trading financial instruments are reported at fair value and loans and receivables and other financial liabilities are recorded at amortized cost. Unrealized gains and losses arising from changes in fair values of available-for-sale financial instruments are reported on the Statement of Changes in Fund Balances as "Comprehensive Income (Loss)". The unrealized and realized gains and losses on held-for-trading financial instruments and the realized gains and losses on available-for-sale financial instruments are reported on the income statement.

The School District has classified its financial instruments as follows;

- Cash and cash equivalents – held-for-trading
- Short term investments – held-for-trading
- Accounts receivable – loans and receivables
- Accounts payable and accrued liabilities – other financial liabilities
- Capital lease obligation – other financial liabilities
- Pension obligation – other financial liabilities

#### k. Use of estimates

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

#### l. Employee future benefits

The School District provides certain post-employment benefits including vested sick leave payouts and retiring allowances for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date. The excess of cumulative unrecognized actuarial gains (losses) over 10% of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 8.6 years.

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use at June 30, 2013. For the purpose 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.

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 3. Change in accounting policies

#### Financial statement presentation by not-for-profit organizations

Handbook Section 4400 Financial Statement Presentation by Not-for-profit Organizations has been amended for the treatment of net assets invested in capital assets and for the presentation of revenues and expenses. The Section is effective for the current fiscal year and has had no impact on the District's financial statements.

#### Capital assets held by not-for-profit organizations

Section 4430 Capital Assets Held by Not-for-profit Organizations has been amended to provide additional guidance with respect to the appropriate use of the exemption from recognizing capital assets for smaller entities. The Section is effective for the current fiscal year and has had no impact on the District's financial statements.

#### Disclosure of related party transactions by not-for-profit organizations

Section 4460 Disclosure of Related Party Transactions for Not-for-profit Organizations has been amended to align the definition of related parties to Section 3840, Related Party Transactions. The Section is effective for the current fiscal year and has had no impact on the District's financial statements.

#### Disclosure of allocated expenses by not-for-profit organizations

The new Section 4470 Disclosure of Allocated Expenses for Not-for-profit Organizations establishes disclosure standards for not-for-profit organizations that choose to classify their expenses by function and allocate expenses from one function to another. The Section is effective for the current fiscal year and has had no impact on the District's financial statements.

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### 4. Accounts receivable – other receivables

	<u>2010</u>	<u>2009</u>
GST rebate	\$ 44,010	\$ 53,066
PAC receivable	34,857	4,092
City of Grand Forks receivable	46,302	-
Miscellaneous receivables	29,618	25,899
Sub-total operating fund	<u>154,787</u>	<u>83,057</u>
School based funds	<u>1,666</u>	<u>1,785</u>
	<u>\$ 156,453</u>	<u>\$ 84,842</u>

# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

			<u>2010</u>	<u>2009</u>
	<u>Cost</u>	<u>Accumulated amortization</u>	<u>Net book value</u>	<u>Net book value</u>
Sites	\$ 2,059,384	\$ -	\$ 2,059,384	\$ 2,059,384
Buildings	32,431,680	15,893,124	16,538,556	16,769,394
Vehicles	1,396,683	785,924	610,759	781,323
Furniture and equipment	1,118,287	255,477	862,810	742,120
Computer hardware	1,217,684	609,385	608,299	802,217
Computer software	128,252	78,020	50,232	75,882
	<u>\$ 38,351,970</u>	<u>\$ 17,621,930</u>	<u>\$ 20,730,040</u>	<u>\$ 21,230,320</u>

Included in sites are assets held under capital lease with a cost of \$184,053 (2009 - \$184,053).

Included in buildings are assets held under capital lease with a cost of \$335,939 (2009 - \$335,939) and accumulated amortization of 8,398 (2009 - \$nil).

### 6. Employee future benefits

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified the School District has provided for the payment of these benefits.

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

	<u>2010</u>	<u>2009</u>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued benefit obligation – April 1	\$ 282,592	\$ 302,291
Service cost	21,160	22,929
Interest cost	19,880	16,809
Benefit payments	(29,675)	(103,230)
Actuarial (gain) loss	(86,584)	43,793
	<u>\$ 207,373</u>	<u>\$ 282,592</u>
Accrued benefit obligation – March 31	\$ 207,373	\$ 282,592
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued benefit obligation – March 31	\$ 207,373	\$ 282,592
Market value of plan assets – March 31	-	-
Fund status – Deficit	(207,373)	(282,592)
Employer contributions after measurement date	-	2,611
Unamortized net actuarial gain	(76,698)	(9,886)
	<u>\$ (284,071)</u>	<u>\$ (270,095)</u>
Accrued benefit liability – June 30	\$ (284,071)	\$ (270,095)

(continued)

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 6. Employee future benefits (continued)

#### Components of Net Benefits Expense

Service cost	\$	21,160	\$	22,929
Interest cost		19,880		16,809
Amortization of net actuarial gain		-		(566)
Net benefit expense	\$	<u>41,040</u>	\$	<u>39,172</u>

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

	<u>2010</u>	<u>2009</u>
Discount rate – April 1	7.00%	5.50%
Discount rate – March 31	5.00%	7.00%
Salary growth – April 1	3.25% + seniority	3.25% + seniority
Salary growth – March 31	2.50% + seniority	3.25% + seniority
EARSLS	8.6	7.5

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### 7. Employee pension plans

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trusted pension plans. The boards of trustees for these plans represent plan members and employers, and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 48,000 active members from school districts, and approximately 27,000 retired members from school districts. The Municipal Plan has about 158,000 active members, of which approximately 23,000 are from school districts.

Every three years an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation for the Teachers' Pension Plan as at December 31, 2008, indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in late 2010. The actuary does not attribute portions of the surplus or unfunded liabilities to individual employers. The School District paid \$1,260,421 (2009 - \$1,257,416) for employer contributions to these plans in the year ended June 30, 2010.

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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<b>8. Operating Fund balance, end of the year</b>	<u>2010</u>	<u>2009</u>
Internally restricted (appropriated) by Board for:		
Schools and other programs	\$ 91,932	\$ 91,783
Aboriginal programs	25,104	23,788
2 <sup>nd</sup> Language programs	22,133	24,726
Playground equipment	25,000	35,000
Professional development	-	6,500
Speech services	1,175	1,682
2010/2011 budget appropriation	250,000	-
2009/2010 budget appropriation	-	336,128
Outstanding backorders	<u>11,631</u>	<u>-</u>
Subtotal - internally restricted	426,975	519,607
Unrestricted operating surplus	<u>730,496</u>	<u>732,069</u>
Total available for future operations	<u>\$ 1,157,471</u>	<u>\$ 1,251,676</u>

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### 9. Inter-fund transfers

Inter-fund transfers between operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2009, transfers were as follows:

- Transfers in the amount of \$233,688 were made from the Operating Fund to the Capital Fund for capital asset purchases funded by the Operating Fund.
  - Transfers in the amount of \$268,461 were made from the Special Purpose Funds to the Capital Fund for capital asset purchases funded by the Special Purpose Funds.
  - Transfers in the amount of \$125,000 were made from the Operating to Capital for future capital purchases.
  - Transfers in the amount of \$30,489 were made from the Operating Fund to the Capital Fund for principal payments of the capital lease obligation.
- 

### 10. Related party transactions

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

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### 11. Supplementary cash flow information

	<u>2010</u>	<u>2009</u>
Interest paid on capital lease in the year	\$ 2,511	\$ -

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 12. Contractual obligations

The School District has entered into operating lease arrangements for rental of office equipment. The minimum future annual payments for the next 3 years are as follows:

2011	\$	6,700
2012	\$	4,000
2013	\$	2,700

The District has open purchase orders as at June 30, 2010 in the amount of \$14,478 (2009 - \$13,766) which have not been recorded in the accounts. These amounts will be recorded in the accounts in the period the goods and services, to which they relate, are received.

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### 13. Capital lease

The School District leases facilities under capital lease expiring at Nov 1, 2024. The School District is obligated to make the following minimum lease payments under its capital lease in each of the next five fiscal years and thereafter:

	<u>2010</u>	<u>2009</u>
June 30, 2010	\$ -	\$ 33,000
June 30, 2011	33,000	33,000
June 30, 2012	33,000	33,000
June 30, 2013	33,000	33,000
June 30, 2014	33,000	33,000
June 30, 2015	33,000	33,000
Thereafter	<u>309,800</u>	<u>309,800</u>
Total minimum lease payments	474,800	507,800
Less amount representing interest at 0.516%	<u>(18,297)</u>	<u>(20,808)</u>
Balance of the obligation	456,503	486,992
Less current years obligation	<u>(30,646)</u>	<u>(30,489)</u>
	<u>\$ 425,857</u>	<u>\$ 456,503</u>

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### 14. 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 2, 2010.

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# School District No. 51 (Boundary)

## Notes to the financial statements

June 30, 2010

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### 15. Asset retirement obligation

Legal liabilities may exist for the removal or disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. As at June 30, 2010, the liability is not reasonably determinable.

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### 16. Economic dependence

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

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### 17. Capital management

The primary objective of the District's capital management is to support the District's mandate to provide educational programs to students enrolled in the District.

The capital structure of the District consists of investment in capital assets, unrestricted surplus and internally restricted surplus.

Investment in capital assets represents the undepreciated value of funds used to acquire capital assets and are not available for other purposes.

Unrestricted surplus represents funds available for future operations and provide the District financial flexibility as opportunities arise in the future.

Internally restricted surplus represents funds reserved by the Board of Education for specific purposes.

For the year ended June 30, 2010, the District has no externally imposed capital restrictions

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### 18. Risk management

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

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### 19. Comparative figures

Certain 2009 figures have been reclassified to conform to 2010 presentation.

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
SURPLUS (DEFICIT)  
YEAR ENDED JUNE 30, 2010**

**Schedule A1**

	2010		
	2010	AMENDED	2009
	ACTUAL	ANNUAL BUDGET	ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	\$ 16,031,441	\$ 15,906,649	\$ 16,648,022
Provincial Grants - Other	129,141	129,141	44,243
Other Revenue	71,679	64,572	62,285
Rentals and Leases	61,886	51,464	60,317
Investment Income	25,067	22,000	66,995
	16,319,214	16,173,826	16,881,862
<b>EXPENSE</b>			
Salaries			
Teachers	6,321,672	6,362,887	6,386,540
Principals and Vice Principals	1,162,574	1,154,163	1,174,740
Educational Assistants	981,494	1,031,031	922,870
Support Staff	2,062,866	2,104,597	2,197,022
Other Professionals	474,627	475,020	443,118
Substitutes	544,521	505,827	496,985
	11,547,754	11,633,525	11,621,275
Employee Benefits	2,379,099	2,459,715	2,452,436
Services and Supplies	2,097,389	2,510,816	2,579,949
	16,024,242	16,604,056	16,653,660
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	294,972	(430,230)	228,202
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(233,688)	(50,000)	(507,136)
Local Capital	(125,000)	(25,000)	
Other	(30,489)		(33,000)
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
<b>BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)</b>		505,230	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	(94,205)	\$ -	(311,934)
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	1,251,676		1,563,610
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
(Section 156 (12) of School Act)	\$ 1,157,471		\$ 1,251,676
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	426,975		
Unrestricted	730,496		
	\$ 1,157,471		

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE  
YEAR ENDED JUNE 30, 2010**

Schedule A2

	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	\$ 15,721,720	\$ 15,717,834	\$ 15,842,665
Other Ministry of Education Grants			
Pay Equity	105,245	105,245	105,245
Community Link	48,997	48,998	132,235
Ready Set Learn	19,600	19,600	20,000
Literacy Grant			31,589
Labour market Adjustment			101,223
Insurance Claim	103,760		294,003
French Grant	10,846	7,000	9,824
Miscellaneous	21,273	7,972	9,944
Deffered Contributions			101,294
	<u>16,031,441</u>	<u>15,906,649</u>	<u>16,648,022</u>
<b>PROVINCIAL GRANTS - OTHER</b>	<u>129,141</u>	<u>129,141</u>	<u>44,243</u>
<b>FEDERAL GRANTS</b>			
<b>OTHER REVENUE</b>			
Offshore Tuition Fees	15,797	15,797	
Miscellaneous			
Art Starts	3,500	3,500	4,800
Miscellaneous	52,382	45,275	57,485
	<u>71,679</u>	<u>64,572</u>	<u>62,285</u>
<b>RENTALS AND LEASES</b>	<u>61,886</u>	<u>51,464</u>	<u>60,317</u>
<b>INVESTMENT INCOME</b>	<u>25,067</u>	<u>22,000</u>	<u>66,995</u>
<b>TOTAL OPERATING REVENUE</b>	<u>\$ 16,319,214</u>	<u>\$ 16,173,826</u>	<u>\$ 16,881,862</u>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT  
YEAR ENDED JUNE 30, 2010**

Schedule A3

	2010		
	2010 ACTUAL	AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>SALARIES</b>			
Teachers	\$ 6,321,672	\$ 6,362,887	\$ 6,386,540
Principals and Vice Principals	1,162,574	1,154,163	1,174,740
Educational Assistants	981,494	1,031,031	922,870
Support Staff	2,062,866	2,104,597	2,197,022
Other Professionals	474,627	475,020	443,118
Substitutes	544,521	505,827	496,985
	<u>11,547,754</u>	<u>11,633,525</u>	<u>11,621,275</u>
<b>EMPLOYEE BENEFITS</b>	2,379,099	2,459,715	2,452,436
<b>TOTAL SALARIES AND BENEFITS</b>	<u>13,926,853</u>	<u>14,093,240</u>	<u>14,073,711</u>
<b>SERVICES AND SUPPLIES</b>			
Services	428,353	490,007	551,211
Student Transportation	108,740	131,542	125,594
Professional Development and Travel	173,490	213,850	260,271
Rentals and Leases	3,039	33,528	6,283
Dues and Fees	60,897	69,000	59,514
Insurance	46,539	57,900	50,797
Supplies	759,858	967,939	997,349
Utilities	516,473	547,050	528,930
<b>TOTAL SERVICES AND SUPPLIES</b>	<u>2,097,389</u>	<u>2,510,816</u>	<u>2,579,949</u>
<b>TOTAL OPERATING EXPENSE</b>	<u>\$ 16,024,242</u>	<u>\$ 16,604,056</u>	<u>\$ 16,653,660</u>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
EXPENSE BY FUNCTION, PROGRAM AND OBJECT  
YEAR ENDED JUNE 30, 2010**

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 5,255,563	\$ 186,988		\$ 65,371		\$ 454,372	\$ 5,962,294
1.03 Career Programs	17,745	12,783					30,528
1.07 Library Services	110,718	25,680		38,414			174,812
1.08 Counselling	154,773	14,649					169,422
1.10 Special Education	649,836	177,756	907,049	145,081		50,604	1,930,326
1.31 Aboriginal Education	133,037		74,445			542	208,024
1.41 School Administration		698,735		315,166		11,396	1,025,297
<b>Total Function 1</b>	<b>6,321,672</b>	<b>1,116,591</b>	<b>981,494</b>	<b>564,032</b>	<b>-</b>	<b>516,914</b>	<b>9,500,703</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration		45,983		50,459	132,245		228,687
4.40 School District Governance					72,588		72,588
4.41 Business Administration				128,063	95,200		223,263
<b>Total Function 4</b>	<b>-</b>	<b>45,983</b>	<b>-</b>	<b>178,522</b>	<b>300,033</b>	<b>-</b>	<b>524,538</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration				19,749	47,247		66,996
5.50 Maintenance Operations				875,586	80,100	17,675	973,361
5.52 Maintenance of Grounds				73,337			73,337
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>968,672</b>	<b>127,347</b>	<b>17,675</b>	<b>1,113,694</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration				14,489	47,247		61,736
7.70 Student Transportation				337,151		9,932	347,083
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>351,640</b>	<b>47,247</b>	<b>9,932</b>	<b>408,819</b>
<b>9 DEBT SERVICES (OPERATING)</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>\$ 6,321,672</b>	<b>\$ 1,162,574</b>	<b>\$ 981,494</b>	<b>\$ 2,062,866</b>	<b>\$ 474,627</b>	<b>\$ 544,521</b>	<b>\$ 11,547,754</b>

SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
EXPENSE BY FUNCTION, PROGRAM AND OBJECT  
YEAR ENDED JUNE 30, 2010

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 5,962,294	\$ 1,231,781	\$ 7,194,075	\$ 643,453	\$ 7,837,528	\$ 7,985,953	\$ 7,929,114
1.03 Career Programs	30,528	5,994	36,522	70	36,592	38,476	87,160
1.07 Library Services	174,812	36,996	211,808	22,595	234,403	244,185	290,433
1.08 Counselling	169,422	33,124	202,546	1,135	203,681	203,097	235,366
1.10 Special Education	1,930,326	413,152	2,343,478	61,329	2,404,807	2,499,676	2,436,327
1.31 Aboriginal Education	208,024	43,473	251,497	55,442	306,939	332,042	279,325
1.41 School Administration	1,025,297	216,534	1,241,831	89,023	1,330,854	1,360,809	1,358,815
1.64 Other	-	-	-	8,153	8,153	17,400	5,411
<b>Total Function 1</b>	<b>9,500,703</b>	<b>1,981,054</b>	<b>11,481,757</b>	<b>881,200</b>	<b>12,362,957</b>	<b>12,681,638</b>	<b>12,621,951</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	228,687	41,932	270,619	23,921	294,540	296,829	284,396
4.40 School District Governance	72,588	867	73,455	50,454	123,909	126,875	171,725
4.41 Business Administration	223,263	41,806	265,069	114,436	379,505	417,950	376,420
<b>Total Function 4</b>	<b>524,538</b>	<b>84,605</b>	<b>609,143</b>	<b>188,811</b>	<b>797,954</b>	<b>841,654</b>	<b>832,541</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	66,996	13,281	80,277	20,776	101,053	107,365	98,613
5.50 Maintenance Operations	973,361	214,066	1,187,427	230,715	1,418,142	1,549,581	1,639,150
5.52 Maintenance of Grounds	73,337	13,635	86,972	22,709	109,681	127,017	132,488
5.56 Utilities	-	-	-	516,473	516,473	547,050	528,930
<b>Total Function 5</b>	<b>1,113,694</b>	<b>240,982</b>	<b>1,354,676</b>	<b>790,673</b>	<b>2,145,349</b>	<b>2,331,013</b>	<b>2,399,181</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	61,736	12,170	73,906	1,453	75,359	80,377	72,803
7.70 Student Transportation	347,083	60,288	407,371	235,252	642,623	689,374	727,184
<b>Total Function 7</b>	<b>408,819</b>	<b>72,458</b>	<b>481,277</b>	<b>236,705</b>	<b>717,982</b>	<b>749,751</b>	<b>799,987</b>
<b>9 DEBT SERVICES (OPERATING)</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>\$ 11,547,754</b>	<b>\$ 2,379,099</b>	<b>\$ 13,926,853</b>	<b>\$ 2,097,389</b>	<b>\$ 16,024,242</b>	<b>\$ 16,604,056</b>	<b>\$ 16,653,660</b>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
OPERATING FUND  
CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2010**

**Schedule A5**

<b>BALANCE, BEGINNING OF YEAR</b>	<b>\$ -</b>
<b>Changes for the Year</b>	
Increase:	<u>          -</u>
Decrease:	<u>          -</u>
<b>Net Changes for the Year</b>	<u>          -</u>
<b>BALANCE, END OF YEAR</b>	<b><u>          -</u></b>

SCHOOL DISTRICT No. 51 (BOUNDARY)  
 SPECIAL PURPOSE FUNDS  
 SUMMARY OF CHANGES  
 YEAR ENDED JUNE 30, 2010

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 633,770	\$ 89,893	\$ 227,429		\$ 951,092
Add: Contributions Received					
Provincial Grants - Ministry of Education	274,190	133,250			407,440
Provincial Grants - Other		121,750			121,750
Other		11,760	233,261		245,021
Investment Income	3,519				3,519
	277,709	266,760	233,261		777,730
Less: Allocated to Revenue	329,836	215,151	222,734		767,721
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 581,643	\$ 141,502	\$ 237,956		\$ 961,101
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	329,836	198,674			528,510
Provincial Grants - Other		16,004			16,004
Other Revenue		473	222,734		223,207
	329,836	215,151	222,734		767,721
<b>EXPENSE</b>					
Salaries					
Support Staff	25,452				25,452
	25,452				25,452
Employee Benefits	3,664				3,664
Services and Supplies	47,211	200,199	222,734		470,144
	76,327	200,199	222,734		499,260
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	253,509	14,952			268,461
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(253,509)	(14,952)			(268,461)
	(253,509)	(14,952)			(268,461)
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 51 (BOUNDARY)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2010

	207 Annual Facility Grant	250 Special Education Equipment	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>			
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 616,630	\$ 17,140	\$ 633,770
Add: Contributions Received			
Provincial Grants - Ministry of Education	271,378	2,812	274,190
Investment Income	3,519		3,519
	274,897	2,812	277,709
Less: Allocated to Revenue	317,086	12,750	329,836
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 574,441</b>	<b>\$ 7,202</b>	<b>\$ 581,643</b>
<b>REVENUE AND EXPENSE</b>			
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	\$ 317,086	\$ 12,750	\$ 329,836
	317,086	12,750	329,836
<b>EXPENSE</b>			
Salaries			
Support Staff	25,452		25,452
Employee Benefits	25,452	-	25,452
Services and Supplies	3,664		3,664
	43,715	3,496	47,211
	72,831	3,496	76,327
	244,255	9,254	253,509
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>			
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(244,255)	(9,254)	(253,509)
	(244,255)	(9,254)	(253,509)
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2010**

	501 Strongstart	502 Early Learning Grant	GFSS Auditorium Trust	Seikirk College Transition	Respectful Relations Program	Making Connections Community Fibre	School Community Multi-Purpose
<b>DEFERRED CONTRIBUTIONS</b>							
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>							
Add: Contributions Received	\$ -	\$ 65,424	\$ 4,937	\$ 17,482	\$ 2,050	\$ -	\$ -
Provincial Grants - Ministry of Education	133,250					103,750	18,000
Provincial Grants - Other			3,760		8,000		
Other	133,250	-	3,760	-	8,000	103,750	18,000
<b>Less: Allocated to Revenue</b>	133,250	65,424	-	-	473	16,004	-
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ -	\$ -	\$ 8,697	\$ 17,482	\$ 9,577	\$ 87,746	\$ 18,000
<b>REVENUE AND EXPENSE</b>							
<b>REVENUE</b>							
Provincial Grants - Ministry of Education	\$ 133,250	\$ 65,424					
Provincial Grants - Other						16,004	
Other Revenue					473		
<b>EXPENSE</b>							
Salaries					473		
Services and Supplies	133,250	65,424				1,052	
	133,250	65,424			473	1,052	
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>							
<b>INTERFUND TRANSFERS</b>							
Capital Assets Purchased						(14,952)	
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (14,952)	\$ -

**SCHOOL DISTRICT No. 51 (BOUNDARY)**  
**SPECIAL PURPOSE FUNDS**  
**CHANGES IN OTHER SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2010**

	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>	
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 89,893
<b>Add:</b> Contributions Received	
Provincial Grants - Ministry of Education	133,250
Provincial Grants - Other	121,750
Other	11,760
	266,760
<b>Less:</b> Allocated to Revenue	215,151
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>\$ 141,502</b>
<b>REVENUE AND EXPENSE</b>	
<b>REVENUE</b>	
Provincial Grants - Ministry of Education	\$ 198,674
Provincial Grants - Other	16,004
Other Revenue	473
	215,151
<b>EXPENSE</b>	
Salaries	
Services and Supplies	200,199
	200,199
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>14,952</b>
<b>INTERFUND TRANSFERS</b>	
Capital Assets Purchased	(14,952)
	(14,952)
<b>NET REVENUE (EXPENSE)</b>	<b>\$ -</b>

SCHOOL DISTRICT No. 51 (BOUNDARY)  
 CAPITAL FUND  
 CAPITAL ASSETS  
 YEAR ENDED JUNE 30, 2010

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
\$	2,059,384	\$ 31,981,443	\$ 925,319	\$ 1,705,640	\$ 128,252	\$ 1,293,828	\$ 38,093,866
		127,281					127,281
		44,761	54,115				98,876
		18,988	159,107			55,593	233,688
		259,207				9,254	268,461
		450,237	213,222			64,847	728,306
			20,254	308,957		140,991	470,202
			20,254	308,957		140,991	470,202
	2,059,384	32,431,680	1,118,287	1,396,683	128,252	1,217,684	38,351,970
\$	2,059,384	\$ 32,431,680	\$ 1,118,287	\$ 1,396,683	\$ 128,252	\$ 1,217,684	\$ 38,351,970
	\$	15,212,049	\$ 183,199	\$ 924,317	\$ 52,370	\$ 491,611	\$ 16,863,546
		681,075	92,532	170,564	25,650	258,765	1,228,586
			20,254	308,957		140,991	470,202
			20,254	308,957		140,991	470,202
\$		\$ 15,893,124	\$ 255,477	\$ 785,924	\$ 78,020	\$ 609,385	\$ 17,621,930
\$	2,059,384	\$ 16,538,556	\$ 862,810	\$ 610,759	\$ 50,232	\$ 608,299	\$ 20,730,040

**COST, BEGINNING OF YEAR**  
**Changes for the Year**

Increase:

Purchases from:

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

Decrease:

Deemed Disposals

**COST, END OF YEAR**  
**WORK IN PROGRESS, END OF YEAR**  
**COST AND WORK IN PROGRESS, END OF YEAR**

**ACCUMULATED AMORTIZATION, BEGINNING OF YEAR**  
**Changes for the Year**

Increase: Amortization for the Year

Decrease:

Deemed Disposals

**ACCUMULATED AMORTIZATION, END OF YEAR**

**CAPITAL ASSETS - NET**

SCHOOL DISTRICT No. 51 (BOUNDARY)  
 CAPITAL FUND  
 CAPITAL ASSETS - WORK IN PROGRESS  
 YEAR ENDED JUNE 30, 2010

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>					\$ -
<b>Changes for the Year</b>					
Increase	-	-	-	-	-
Decrease	-	-	-	-	-
<b>Net Changes for the Year</b>	-	-	-	-	-
<b>WORK IN PROGRESS, END OF YEAR</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
CAPITAL FUND  
DEFERRED CAPITAL CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2010**

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 13,261,920		\$ 137,416	\$ 13,399,336
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Capital Additions	127,281		98,876	226,157
	<u>127,281</u>	-	<u>98,876</u>	<u>226,157</u>
Decrease				
Amortization of Deferred Capital Contributions	725,467		14,956	740,423
	<u>725,467</u>	-	<u>14,956</u>	<u>740,423</u>
<b>Net Changes for the Year</b>	<u>(598,186)</u>	-	<u>83,920</u>	<u>(514,266)</u>
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 12,663,734</u>	\$ -	<u>\$ 221,336</u>	<u>\$ 12,885,070</u>
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>				\$ -
<b>Changes for the Year</b>				
Increase	-	-	-	-
Decrease	-	-	-	-
<b>Net Changes for the Year</b>	-	-	-	-
<b>WORK IN PROGRESS, END OF YEAR</b>	\$ -	\$ -	\$ -	\$ -
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 12,663,734</u>	<u>\$ -</u>	<u>\$ 221,336</u>	<u>\$ 12,885,070</u>

SCHOOL DISTRICT No. 51 (BOUNDARY)  
 CAPITAL FUND  
 CHANGES IN DEFERRED CONTRIBUTIONS  
 YEAR ENDED JUNE 30, 2010

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
<b>BALANCE, BEGINNING OF YEAR</b>	\$ -	\$ 113,187				\$ 113,187
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	220,435				98,876	220,435 98,876
Other Investment Income		939				939
	220,435	939	-	-	98,876	320,250
Decrease:						
Transferred to DCC - Capital Additions	127,281				98,876	226,157
	127,281	-	-	-	98,876	226,157
<b>Net Changes for the Year</b>	93,154	939	-	-	-	94,093
<b>BALANCE, END OF YEAR</b>	\$ 93,154	\$ 114,126	\$ -	\$ -	\$ -	\$ 207,280

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:

    Provincial Grants - Ministry of Education

    Other

    Investment Income

Decrease:

    Transferred to DCC - Capital Additions

Net Changes for the Year

BALANCE, END OF YEAR

**SCHOOL DISTRICT No. 51 (BOUNDARY)  
CAPITAL FUND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2010**

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 7,343,990	\$ 751,120	\$ 8,095,110
<b>Changes for the Year</b>			
Investment Income		6,301	6,301
Amortization of Deferred Capital Contributions	740,423		740,423
Interfund Transfers - Capital Assets Purchased	502,149		502,149
Interfund Transfers - Local Capital		125,000	125,000
Amortization of Capital Assets	(1,228,586)		(1,228,586)
Lease Principal Payments	30,489		30,489
<b>Net Changes for the Year</b>	<u>44,475</u>	<u>131,301</u>	<u>175,776</u>
<b>BALANCE, END OF YEAR</b>	<u>\$ 7,388,465</u>	<u>\$ 882,421</u>	<u>\$ 8,270,886</u>