

# SCHOOL DISTRICT

## AUDITED FINANCIAL STATEMENTS

### FISCAL YEAR 2006/2007

SCHOOL DISTRICT NUMBER 60	NAME OF SCHOOL DISTRICT Peace River North	YEAR 2006/2007
OFFICE LOCATION 10112 105 Ave	TELEPHONE NUMBER 250-262-6000	
CITY/PROVINCE Fort St John, BC	POSTAL CODE V1J 4S4	
WEBSITE ADDRESS <a href="http://www.prn.bc.ca">http://www.prn.bc.ca</a>		
NAME OF SUPERINTENDENT Larry Espe	NAME OF SECRETARY - TREASURER Ernest Inglehart	

#### DECLARATION AND SIGNATURES

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

The financial statements and supporting schedules of The Board of School Trustees of School District No. 60 (Peace River North) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

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

#### *The Board's Responsibility*

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


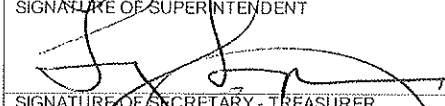
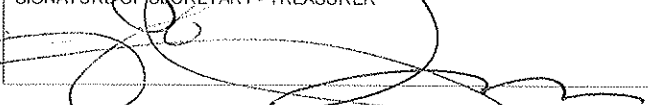
#### *External Auditors*

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

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

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 60 (Peace River North) for the year ended June 30, 2007.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES 	DATE SIGNED 2007-10-01
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED 2007-10-01
SIGNATURE OF SECRETARY - TREASURER 	DATE SIGNED Oct 01 2007

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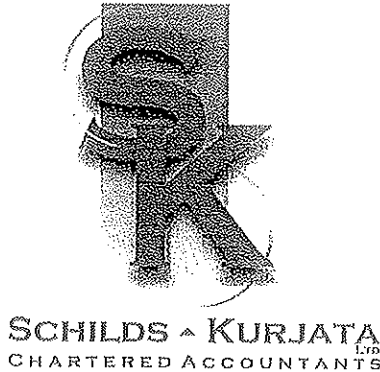
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### AUDITORS' REPORT

The Board of School Trustees  
School District 60 (Peace River North)  
Fort St. John, BC

We have audited the statement of financial position of School District 60 (Peace River North) as at June 30, 2007 and the statements of revenue and expense, changes in fund balances, and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, these financial statements present fairly, in all material respects, the financial position of School District 60 (Peace River North) as at June 30, 2007 and the results of its operations for the year then ended in accordance with the Canadian generally accepted accounting principles as disclosed in Note 2 to the financial statements.

Fort St. John, BC  
September 27, 2007

*John Kurjata, C.A.*  
CHARTERED ACCOUNTANTS

SCHOOL DISTRICT NO. 60 (Peace River North)  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2007

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	2,275,710	3,600,680		5,876,390	2,727,454
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education	26,265			26,265	35,699
Due from Province - Other				0	3,055,783
Due from LEA / Direct Funding				0	0
Other Receivables	340,315			340,315	794,799
Interfund Loans	678,145				
Inventories				0	0
Prepaid Expenses	343,539			343,539	308,083
	3,663,974	3,600,680	0	6,586,509	6,921,818
Investments				0	0
Equity Investments				0	0
Capital Assets - Net (Note Note 3)			51,621,287	51,621,287	48,937,716
<b>TOTAL ASSETS</b>	<b>3,663,974</b>	<b>3,600,680</b>	<b>51,621,287</b>	<b>58,207,796</b>	<b>55,859,534</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	112,862
Due to Province - Other				0	0
Other	999,303			999,303	0
Bank Loans				0	0
Interfund Loans (Note Note 4)			678,145		
Other Current Liabilities				0	3,550,490
	999,303	0	678,145	999,303	3,663,352
Deferred Revenue	31,439			31,439	0
Deferred Contributions					
Ministry of Education		1,980,030	14,740	1,994,770	1,372,688
Province - Other		55,848		55,848	120,992
Other		1,564,802		1,564,802	1,233,330
Accrued Employee Future Benefits (Note Note 5)	244,422			244,422	274,314
Deferred Capital Contributions			36,336,285	36,336,285	33,938,309
Bank Loans				0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities				0	0
<b>TOTAL LIABILITIES</b>	<b>1,275,164</b>	<b>3,600,680</b>	<b>37,029,170</b>	<b>41,226,869</b>	<b>40,602,985</b>
Fund Balances					
Invested in Capital Assets			14,556,529	14,556,529	13,579,130
Endowment				0	0
Internally Restricted (Note Note 7)	2,295,474		35,588	2,331,062	1,633,348
Unrestricted (Note Note 7)	93,336			93,336	44,071
Unfunded Accrued Employee Future Benefits and Vacation Pay				0	0
<b>TOTAL FUND BALANCES</b>	<b>2,388,810</b>	<b>0</b>	<b>14,592,117</b>	<b>16,980,927</b>	<b>15,256,549</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>3,663,974</b>	<b>3,600,680</b>	<b>51,621,287</b>	<b>58,207,796</b>	<b>55,859,534</b>

SCHOOL DISTRICT NO. 60 (Peace River North)  
STATEMENT OF REVENUE AND EXPENSE  
YEAR ENDED JUNE 30, 2007

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	48,145,964	1,699,402		49,845,366	47,171,138
Provincial Grants - Other	42,663	579,751		622,414	3,352,428
Federal Grants		84,364		84,364	75,217
Other Revenue	92,106	3,847,562		3,939,668	3,880,717
Rentals and Leases	63,445			63,445	166,034
Investment Income	186,035		5,737	191,772	108,460
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			1,592,485	1,592,485	1,548,224
Gain (Loss) on Disposal of Capital Assets				0	13,698
	48,530,213	6,211,079	1,598,222	56,339,514	56,315,916
<b>EXPENSE</b>					
Salaries					
Teachers	19,470,226	624,161		20,094,387	19,687,150
Principals and Vice Principals	2,795,310	194,672		2,989,982	3,140,328
Educational Assistants	2,556,457	276,230		2,832,687	2,959,267
Support Staff	4,493,966	266,214		4,760,180	5,603,277
Other Professionals	1,339,597	56,928		1,396,525	1,333,445
Substitutes	1,173,932	5,013		1,178,945	904,700
	31,829,488	1,423,218	0	33,252,706	33,628,167
Employee Benefits	6,656,260	276,286		6,932,546	7,000,453
Services and Supplies	7,927,056	4,383,497		12,310,553	12,772,158
Amortization of Capital Assets			2,119,331	2,119,331	1,895,825
Write-off/down of Buildings and Sites				0	0
	46,412,804	6,083,001	2,119,331	54,615,136	55,296,603
<b>NET REVENUE (EXPENSE)</b>	2,117,409	128,078	(521,109)	1,724,378	1,019,313

SCHOOL DISTRICT NO. 60 (Peace River North)  
STATEMENT OF CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2007

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
FUND BALANCES, BEGINNING OF YEAR	1,647,568	0	13,608,981	15,256,549	14,107,945
Changes in Accounting Policies/ Prior Period Adjustments					
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	1,647,568	0	13,608,981	15,256,549	14,107,945
Changes for the Year					
Net Revenue (Expense) for the Year	2,117,409	128,078	(521,109)	1,724,378	1,019,313
Interfund Transfers					
Capital Assets Purchased	(517,722)	(128,078)	645,800	0	0
Local Capital				0	0
Other	(858,445)		858,445	0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	129,291
Comprehensive Income (Loss)				0	0
Net Changes for the Year	741,242	0	983,136	1,724,378	1,148,604
FUND BALANCES, END OF YEAR	2,388,810	0	14,592,117	16,980,927	15,256,549

SCHOOL DISTRICT NO. 60 (Peace River North)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	2,117,409	128,078	(521,109)	1,724,378	1,019,313
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	3,519,701			3,519,701	(2,763,708)
Interfund Loans	599,419		(599,419)	0	0
Inventories				0	0
Prepaid Expenses	(35,456)			(35,456)	648,569
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(2,551,187)			(2,551,187)	2,372,771
Other Current Liabilities				0	0
Deferred Revenue	31,439			31,439	0
Deferred Contributions	(27,108)	900,778		873,670	281,255
Accrued Employee Future Benefits	(29,892)			(29,892)	(77,742)
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	(13,698)
Items Not Involving Cash					
Amortization of Capital Assets			2,119,331	2,119,331	1,895,825
Amortization of Deferred Capital Contributions			(1,592,485)	(1,592,485)	(1,548,224)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers	(1,376,167)	(128,078)	1,504,245	0	0
	2,248,158	900,778	910,563	4,059,499	1,814,361
<b>FINANCING</b>					
Bank Loan Received				0	0
Bank Loan Paid				0	0
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			(98,122)	(98,122)	(104,710)
Proceeds from Disposal of Capital Assets				0	13,698
MEd Restricted Portion of Proceeds on Disposal				0	0
Increase in deferred capital work in process			3,447,209	3,447,209	0
	0	0	3,349,087	3,349,087	(91,012)
<b>INVESTING</b>					
Capital Assets Purchased - Operating			(517,722)	(517,722)	(460,817)
Capital Assets Purchased - Special Purpose			(128,078)	(128,078)	(71,815)
Capital Assets Purchased - Local Capital				0	0
Increase in Work in Process			(3,613,850)	(3,613,850)	(247,095)
Underspent on vehicles				0	16,670
Bus purchase - other				0	(1,068,269)
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	0	0	(4,259,650)	(4,259,650)	(1,831,326)
<b>NET INCREASE (DECREASE) IN CASH</b>	2,248,158	900,778	0	3,148,936	(107,977)

SCHOOL DISTRICT NO. 60 (Peace River North)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2007

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2007	TOTAL 2006
NET INCREASE (DECREASE) IN CASH	2,248,158	900,778	0	3,148,936	(107,977)
Net Cash, Beginning of Year	27,552	2,699,902	0	2,727,454	2,835,431
Changes in Accounting Policies/ Prior Period Adjustments					
Net Cash, Beginning of Year, as Restated	27,552	2,699,902	0	2,727,454	2,835,431
NET CASH, END OF YEAR	2,275,710	3,600,680	0	5,876,390	2,727,454
Cash	2,275,710	3,600,680		5,876,390	2,727,454
Cash Equivalents				0	0
Short Term Investments				0	0
Bank Overdraft				0	0
NET CASH, END OF YEAR	2,275,710	3,600,680	0	5,876,390	2,727,454



# SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)

## Notes to the Audited Financial Statements

Year Ended June 30, 2007

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### NOTE 1 AUTHORITY AND PURPOSE

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of School Trustees of School District No. 60 (Peace River North)", and operates as "School District No. 60 (Peace River North)." A board of school trustees (Board) elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education.

### NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

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

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

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances. 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 contributions 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 funds report assets, liabilities, revenues and expenses for:
  - Contributions restricted in use by the *School Act* or Ministry of Education.
  - Contributions restricted in use by other external bodies.
  - Endowment funds.
  - Funds collected and used at the school level (i.e. school-generated funds).
  - Controlled and/or related entities.
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)

Notes to the Audited Financial Statements

Year Ended June 30, 2007

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

b) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost using the first-in-first-out method. Prepaid expenses also include costs incurred to date for the construction of the house sold through the House Building Project.

d) Capital Assets

The following criteria apply:

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

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

- Disposals of sites or buildings are recorded and gains/losses calculated. Proceeds from the sale of other assets are recorded as other revenue in the operating fund. Assets that are fully amortized, except buildings, are written off as deemed disposals.

e) Capital Leases

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

SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)

Notes to the Audited Financial Statements

Year Ended June 30, 2007

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

**f) Revenue Recognition**

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

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

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is 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 amortized over the useful life of the asset. Amortization commences in the year following acquisition.
  - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions and matching contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)

Notes to the Audited Financial Statements

Year Ended June 30, 2007

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

g) 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, 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 regular programs.
  - Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-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.

h) Financial Instruments

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

i) Use of Estimates

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

**SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)**

## Notes to the Audited Financial Statements

Year Ended June 30, 2007

**NOTE 3 CAPITAL ASSETS**

	2005		2004	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 4,122,324	\$	\$ 4,122,324	\$ 4,050,063
Buildings	73,045,352	33,591,466	39,453,886	40,608,213
Furniture & Equipment	1,048,702	409,741	638,961	618,184
Vehicles	4,243,823	1,290,668	2,953,155	2,715,130
Computer Software	198,646	53,352	145,294	185,023
Computer Hardware	270,659	125,638	145,021	212,308
Work in Process	4,162,646	-	4,162,646	548,795
	<u>\$ 87,092,152</u>	<u>\$ 35,470,865</u>	<u>\$ 51,621,287</u>	<u>\$48,937,716</u>

**NOTE 4 INTERFUND LOANS**

In the previous year the School District purchased buses for a total value of \$1,068,269. The funding for this purchase was provided from the operating fund and was to be recovered over the next four years from present and future surplus at a minimum rate of \$209,824 per year. The first recovery was recorded at June 30, 2006 and the remaining balance of \$858,445 was recovered in the current year.

**NOTE 5 ACCRUED EMPLOYEE FUTURE BENEFITS**

Accrued employee future benefits at June 30, 2007 consist of vacation payable and are fully funded.

**NOTE 6 EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension 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 24,000 retired members from school districts. The Municipal Plan has about 140,000 active members, of which approximately 21,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2005 indicated a \$904 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2008 with results available in late 2009. The most recent valuation for the Municipal Pension Plan as at December 31, 2003 indicated an unfunded liability of \$789 million for basic pension benefits. The next valuation will be as at December 31, 2006 with results available in 2007. The actuary does not attribute portions of the unfunded liability to individual employers. The School District No. 60 (Peace River North) paid \$3,050,596 for employer contributions to these plans in the year ended June 30, 2006.

**SCHOOL DISTRICT NO. 60 (PEACE RIVER NORTH)**

## Notes to the Audited Financial Statements

Year Ended June 30, 2007

**NOTE 7 OPERATING FUND BALANCE, END OF YEAR**

Internally Restricted (appropriated) by Board for:

Budget allocations for carryforward costs	\$ 205,931	
Planned Projects & Capital Costs	1,000,000	
Budget reserve for carry forward to 2006/07	1,089,543	
Subtotal Internally Restricted		2,295,474
Unrestricted Operating Surplus (Deficit)		2,388,810
Total Available for Future Operations		\$ 93,336

**NOTE 8 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2007, transfers were as follows:

- \$1,376,167 transferred from the operating fund to the capital fund for capital asset purchases
- \$128,078 transferred from the special purpose fund to the capital fund for capital asset purchases

**NOTE 9 RELATED PARTY TRANSACTIONS**

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

**NOTE 10 COMMITMENTS**

School District No. 60 (Peace River North) has entered into lease agreements on photocopiers, computer equipment for the Wireless Writing Project and automotive equipment of which the risks and benefits of ownership do not transfer. These leases have varying expiry dates to June 30, 2010. Future minimum lease payments required under these agreements are:

2008	\$ 677,246
2009	\$ 556,834
2010	\$ 355,508

**NOTE 11 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 12, 2007.

**NOTE 12 ECONOMIC DEPENDENCE**

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

SCHOOL DISTRICT NO. 60 (Peace River North)  
 OPERATING FUND  
 SURPLUS (DEFICIT)  
 YEAR ENDED JUNE 30, 2007

Schedule A1

	2007	2007 AMENDED ANNUAL BUDGET	2006
	ACTUAL		ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	48,145,964	48,076,821	45,538,425
Provincial Grants - Other	42,663	0	2,831,383
Federal Grants	0	0	0
Other Revenue	92,106	85,180	69,468
Rentals and Leases	63,445	68,094	68,094
Investment Income	186,035	110,000	107,860
	<u>48,530,213</u>	<u>48,340,095</u>	<u>48,615,230</u>
<b>EXPENSE</b>			
Salaries			
Teachers	19,470,226	19,899,467	19,119,692
Principals and Vice Principals	2,795,310	2,845,390	2,884,576
Educational Assistants	2,556,457	3,141,625	2,941,338
Support Staff	4,493,966	5,463,316	5,062,526
Other Professionals	1,339,597	1,307,963	1,281,273
Substitutes	1,173,932	1,112,023	886,384
	<u>31,829,488</u>	<u>33,769,784</u>	<u>32,175,789</u>
Employee Benefits	6,656,260	7,068,142	6,639,393
Services and Supplies	7,927,056	9,149,737	8,519,247
	<u>46,412,804</u>	<u>49,987,663</u>	<u>47,334,429</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	<u>2,117,409</u>	<u>(1,647,568)</u>	<u>1,280,801</u>
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(517,722)	0	(460,817)
Local Capital	0	0	0
Other	(858,445)	0	(209,824)
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
Reduce Unfunded Employee Future Benefits and Vacation Pay	0	0	0
Comprehensive Income (Loss)	0	0	0
<b>BUDGETED ALLOCATION OF SURPLUS (DEFICIT)</b>		1,647,568	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>741,242</u>	<u>0</u>	<u>610,160</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	<u>1,647,568</u>		<u>1,037,408</u>
Changes in Accounting Policies/ Prior Period Adjustments			
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED</b>	<u>1,647,568</u>		<u>1,037,408</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b> (Section 156 (12) of School Act)	<u>2,388,810</u>		<u>1,647,568</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	2,295,474		
Unrestricted	93,336		
	<u>2,388,810</u>		

SCHOOL DISTRICT NO. 60 (Peace River North)  
 OPERATING FUND  
 COMPARATIVE SCHEDULE OF REVENUE BY SOURCE  
 YEAR ENDED JUNE 30, 2007

Schedule A2

	2007	2007	2006
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	47,849,013	47,490,828	44,113,478
Other Ministry of Education Grants			
GAAP Implementation Funding	0	344,643	344,643
Pay Equity	241,350	241,350	241,350
Class Size and Composition	0	0	203,708
School Based Learning Resources	0	0	568,462
District Based Learning Resources	55,601	0	66,784
	48,145,964	48,076,821	45,538,425
PROVINCIAL GRANTS - OTHER	42,663	0	2,831,383
FEDERAL GRANTS	0	0	0
OTHER REVENUE			
School Referendum Taxes	0	0	0
Other School District/Education Authorities	0	0	0
Summer School Fees	0	0	0
Continuing Education	0	0	0
Offshore Tuition Fees	72,574	35,180	35,428
LEA/Direct Funding from First Nations	0	0	0
Miscellaneous			
NET MISC REVENUE	19,532	50,000	34,040
	92,106	85,180	69,468
RENTALS AND LEASES	63,445	68,094	68,094
INVESTMENT INCOME	186,035	110,000	107,860
TOTAL OPERATING REVENUE	48,530,213	48,340,095	48,615,230



SCHOOL DISTRICT NO. 60 (Peace River North)  
 OPERATING FUND  
 COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT  
 YEAR ENDED JUNE 30, 2007

Schedule A3

	2007	2007 AMENDED ANNUAL BUDGET	2006
	ACTUAL		ACTUAL
<b>SALARIES</b>			
Teachers	19,470,226	19,899,467	19,119,692
Principals and Vice Principals	2,795,310	2,845,390	2,884,576
Educational Assistants	2,556,457	3,141,625	2,941,338
Support Staff	4,493,966	5,463,316	5,062,526
Other Professionals	1,339,597	1,307,963	1,281,273
Substitutes	1,173,932	1,112,023	886,384
	31,829,488	33,769,784	32,175,789
<b>EMPLOYEE BENEFITS</b>	6,656,260	7,068,142	6,639,393
<b>Total Salaries and Benefits</b>	38,485,748	40,837,926	38,815,182
<b>SERVICES AND SUPPLIES</b>			
Services	1,824,117	2,018,640	2,510,766
Student Transportation	553,136	316,440	428,021
Professional Development and Travel	398,288	312,603	316,119
Rentals and Leases	10,220	42,952	36,612
Dues and Fees	34,096	34,500	34,534
Insurance	141,163	143,507	115,284
Interest	0	0	0
Supplies	3,731,230	5,118,446	3,851,799
Bad Debts	0	0	0
Utilities	1,234,806	1,162,649	1,226,112
<b>Total Services and Supplies</b>	7,927,056	9,149,737	8,519,247
<b>TOTAL OPERATING EXPENSE</b>	46,412,804	49,987,663	47,334,429

SCHOOL DISTRICT NO. 60 (Peace River North)  
OPERATING FUND  
EXPENSE BY FUNCTION AND PROGRAM  
YEAR ENDED JUNE 30, 2007

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS AND VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	15,922,583	1,094,846	136,026	974,608	43,525	833,354	18,704,745
1.03 Career Programs	52,330	123,344		28,860			204,534
1.07 Library Services	478,760	34,743		42,221			555,724
1.08 Counselling	402,710						402,710
1.10 Special Education	2,504,886	130,154	2,021,218	87,466	88,100	138,170	5,061,024
1.30 English as a Second Language	103,278	14,135	95,062			5,772	215,267
1.31 Aboriginal Education	208,579		304,129	30,143	61,200		624,359
1.41 School Administration		1,388,286		362,051		148	1,750,487
1.60 Summer School							0
1.61 Continuing Education							0
1.62 Off Shore Students							0
1.64 Other							0
1.65 Conseil Scolaire Francophone							0
<b>Total Function 1</b>	19,470,226	2,795,310	2,556,457	1,595,379	202,826	998,602	27,528,850
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration				19,983	462,787		482,770
4.40 School District Governance					80,422		80,422
4.41 Business Administration				113,254	380,927		494,181
4.65 Conseil Scolaire Francophone							0
<b>Total Function 4</b>	0	0	0	133,237	924,136	0	1,057,373
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration				37,080	144,503		181,583
5.50 Maintenance Operations				1,537,970	99,565		1,637,535
5.52 Maintenance of Grounds				206,598	2,940		209,538
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
<b>Total Function 5</b>	0	0	0	1,781,648	144,503	102,505	2,028,656
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration				1,735	66,132		67,867
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation				1,071,967	72,425		1,144,392
7.73 Housing							0
<b>Total Function 7</b>	0	0	0	1,073,702	68,132	72,425	1,214,259
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
<b>Total Function 9</b>	0	0	0	0	0	0	0
<b>TOTAL FUNCTIONS 1 - 9</b>	19,470,226	2,795,310	2,556,457	4,489,596	1,339,557	1,173,532	31,838,468

SCHOOL DISTRICT NO. 60 (Peace River North)  
OPERATING FUND  
EXPENSE BY FUNCTION AND PROGRAM  
YEAR ENDED JUNE 30, 2007

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2007 ACTUAL	2007 AMENDED ANNUAL BUDGET	2006 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	18,704,745	4,061,482	22,766,207	3,825,299	26,391,506	28,599,532	25,561,255
1.03 Career Programs	204,534	39,595	244,119	58,259	300,378	459,369	297,915
1.07 Library Services	555,724	111,558	667,282	108,791	776,073	833,285	816,059
1.08 Counselling	402,710	81,572	484,282	5,172	489,454	720,983	785,417
1.10 Special Education	5,051,024	987,563	6,038,587	211,180	6,259,767	6,891,656	6,691,351
1.30 English as a Second Language	215,267	46,054	261,321	5,762	267,083	289,904	290,879
1.31 Aboriginal Education	524,309	121,752	646,061	130,780	876,841	955,127	1,037,984
1.41 School Administration	1,769,487	345,760	2,105,247	2,105,247	2,105,247	2,199,792	2,242,894
1.60 Summer School	0	0	0	0	0	0	0
1.61 Continuing Education	0	0	0	0	0	0	0
1.62 Off Shore Students	0	0	0	0	0	0	0
1.64 Other	0	0	0	0	0	0	0
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 1</b>	<b>27,523,520</b>	<b>5,655,325</b>	<b>33,324,125</b>	<b>4,143,243</b>	<b>37,467,369</b>	<b>40,716,728</b>	<b>37,697,175</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	432,770	88,243	521,013	105,735	676,746	665,871	587,588
4.40 School District Governance	80,422	1,441	81,863	87,800	169,663	161,395	174,335
4.41 Business Administration	454,181	56,757	592,938	238,670	831,608	940,719	1,022,641
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 4</b>	<b>1,057,373</b>	<b>136,441</b>	<b>1,245,814</b>	<b>432,203</b>	<b>1,678,017</b>	<b>1,767,986</b>	<b>1,766,354</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	181,583	34,974	216,557	101,276	317,833	352,757	340,271
5.50 Maintenance Operations	1,637,535	344,842	1,982,377	732,751	2,715,528	2,975,415	3,083,283
5.52 Maintenance of Grounds	209,538	35,740	245,278	110,216	355,494	338,025	351,003
5.56 Utilities	0	0	0	1,232,716	1,232,716	1,160,732	1,224,195
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 5</b>	<b>2,028,056</b>	<b>415,556</b>	<b>2,444,612</b>	<b>2,176,999</b>	<b>4,621,571</b>	<b>4,824,989</b>	<b>4,958,758</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	69,367	24,730	94,097	8,247	102,304	108,651	103,403
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	1,144,392	232,147	1,376,539	1,158,354	2,534,893	2,551,309	2,741,195
7.73 Housing	0	0	0	8,050	8,050	10,000	7,334
<b>Total Function 7</b>	<b>1,214,239</b>	<b>256,937</b>	<b>1,471,195</b>	<b>1,174,651</b>	<b>2,645,347</b>	<b>2,677,960</b>	<b>2,851,932</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans	0	0	0	0	0	0	0
9.94 Interest on Temporary Borrowing	0	0	0	0	0	0	0
<b>Total Function 9</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>31,823,468</b>	<b>6,555,250</b>	<b>38,455,748</b>	<b>7,627,056</b>	<b>46,112,904</b>	<b>49,937,663</b>	<b>47,334,429</b>

SCHOOL DISTRICT NO. 60 (Peace River North)  
OPERATING FUND  
CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2007

Schedule A5

BALANCE, BEGINNING OF YEAR	27,108
Changes in Accounting Policies/ Prior Period Adjustments	
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>27,108</u>
Changes for the Year	
Increase:	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Other Revenue	0
	<u>0</u>
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Federal Grants	0
Other Revenue	27,108
Investment Income	0
	<u>27,108</u>
Net Changes for the Year	<u>(27,108)</u>
BALANCE, END OF YEAR	<u>0</u>

SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
SUMMARY OF CHANGES  
YEAR ENDED JUNE 30, 2007

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	1,493,680	1,206,222	0	0	2,699,902
Add: Contributions Received					
Provincial Grants - Ministry of Education	1,948,836	357,998			2,306,834
Provincial Grants - Other	514,607				514,607
Federal Grants		122,535			122,535
Other Revenue	1,036,748	3,088,622			4,125,370
Investment Income	40,701				40,701
	3,542,892	3,586,555	0	0	7,111,557
Less: Allocated to Revenue	3,333,155	2,877,924			6,211,079
Recovered					0
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	1,703,417	1,397,253	0	0	3,500,680
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	1,947,450	111,962			2,059,412
Provincial Grants - Other	579,751				579,751
Federal Grants		84,364			84,364
Other Revenue	1,155,954	2,681,608			3,837,562
Rentals and Leases					0
Investment Income					0
Gain (Loss) on Equity Investment					0
	3,333,155	2,877,924	0	0	6,211,079
<b>EXPENSE</b>					
Salaries					
Teachers	580,524	33,537			614,061
Principals and Vice Principals	175,656	16,976			192,632
Educational Assistants	276,230				276,230
Support Staff	266,214				266,214
Other Professionals	55,928				55,928
Substitutes	3,940	1,373			5,313
Employee Benefits	1,955,232	53,986	0	0	2,009,218
Services and Supplies	269,250	6,936			276,186
	1,565,555	2,815,942			4,381,497
	3,255,077	2,877,924	0	0	6,133,001
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	128,078	0	0	0	128,078
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased					
Other	(128,078)				(128,078)
	(128,078)	0	0	0	(128,078)
<b>NET REVENUE (EXPENSE)</b>	0	0	0	0	0

SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007

	207 Annual Facility Grant	210 Distance Education School	250 Special Education Equipment
<b>DEFERRED CONTRIBUTIONS</b>			
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	1,237,996	132,365	2,327
Add: Contributions Received			
Provincial Grants - Ministry of Education	1,396,315	552,160	10,361
Provincial Grants - Other			
Federal Grants			
Other Revenue		1,038,748	
Investment Income	40,701		
	<u>1,427,016</u>	<u>1,590,908</u>	<u>10,361</u>
Less: Allocated to Revenue	1,023,130	1,718,114	12,160
Recovered			
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<u>1,841,882</u>	<u>5,189</u>	<u>528</u>
<b>REVENUE AND EXPENSE</b>			
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	1,023,130	552,160	12,160
Provincial Grants - Other			
Federal Grants			
Other Revenue		1,165,954	
Investment Income	1,023,130	1,718,114	12,160
<b>EXPENSE</b>			
Salaries			
Teachers		551,925	
Principals and Vice Principals		157,897	
Educational Assistants		594	
Support Staff		243,470	
Other Professionals		55,528	
Substitutes		3,540	
Employee Benefits	0	1,014,855	0
Services and Supplies	935,167	198,228	
	935,167	464,918	12,160
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<u>37,953</u>	<u>40,115</u>	<u>0</u>
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	(87,953)	(40,115)	
Other			
<b>NET REVENUE (EXPENSE)</b>	<u>(87,953)</u>	<u>(40,115)</u>	<u>0</u>

**SPECIAL PURPOSE FUNDS**  
**CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2007**

	SOCIAL EQUITY FUNDING MCF
DEFERRED CONTRIBUTIONS	
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	120,592
Add: Contributions Received	
Provincial Grants - Ministry of Education	
Provincial Grants - Other	514,597
Federal Grants	
Other Revenue	
Investment Income	514,307
Less: Allocated to Revenue	579,751
Recovered	55,248
DEFERRED CONTRIBUTIONS, END OF YEAR	
REVENUE AND EXPENSE	
REVENUE	
Provincial Grants - Ministry of Education	
Provincial Grants - Other	579,751
Federal Grants	
Other Revenue	
Investment Income	579,751
EXPENSE	
Salaries	
Teachers	39,599
Principals and Vice Principals	17,799
Educational Assistants	275,236
Support Staff	22,744
Other Professionals	
Substitutes	
Employee Benefits	354,377
Services and Supplies	71,052
Capital Assets Purchased	154,312
Other	
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	579,751
INTERFUND TRANSFERS	0
Capital Assets Purchased	
Other	
NET REVENUE (EXPENSE)	0

SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007

DEFERRED CONTRIBUTIONS	TOTAL
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	1,493,660
Add: Contributions Received	
Provincial Grants - Ministry of Education	1,248,835
Provincial Grants - Other	514,607
Federal Grants	0
Other Revenue	1,038,746
Investment Income	40,701
	<u>3,292,392</u>
Less: Allocated to Revenue	3,333,155
Recovered	0
DEFERRED CONTRIBUTIONS, END OF YEAR	<u>1,703,477</u>
REVENUE AND EXPENSE	
REVENUE	
Provincial Grants - Ministry of Education	1,397,460
Provincial Grants - Other	579,781
Federal Grants	0
Other Revenue	1,168,964
Investment Income	0
	<u>3,333,155</u>
EXPENSE	
Salaries	
Teachers	590,524
Principals and Vice Principals	175,699
Educational Assistants	276,230
Support Staff	268,214
Other Professionals	58,928
Substitutes	3,640
	<u>1,369,232</u>
Employee Benefits	269,290
Services and Supplies	1,566,565
	<u>3,205,077</u>
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	<u>128,078</u>
INTERFUND TRANSFERS	
Capital Assets Purchased	(128,078)
Other	0
	<u>(128,078)</u>
NET REVENUE (EXPENSE)	<u>0</u>



SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007

Schedule B3

	SCHOOL GENERATED FUNDS
DEFERRED CONTRIBUTIONS	
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	797,720
Add: Contributions Received	
Provincial Grants - Ministry of Education	
Provincial Grants - Other	
Federal Grants	
Other Revenue	2,750,584
Investment Income	
	<u>2,750,584</u>
Less: Allocated to Revenue	2,550,855
Recovered	
	<u>599,339</u>
DEFERRED CONTRIBUTIONS, END OF YEAR	
REVENUE AND EXPENSE	
REVENUE	
Provincial Grants - Ministry of Education	
Provincial Grants - Other	
Federal Grants	
Other Revenue	2,550,855
Investment Income	
	<u>2,550,855</u>
EXPENSE	
Salaries	
Teachers	
Principals and Vice Principals	
Educational Assistants	
Support Staff	
Other Professionals	
Substitutes	
	<u>0</u>
Employee Benefits	
Services and Supplies	2,550,855
	<u>2,550,855</u>
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	<u>0</u>
INTERFUND TRANSFERS	
Capital Assets Purchased	
Other	
	<u>0</u>
NET REVENUE (EXPENSE)	<u>0</u>

SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007

	MISC GRANTS	FEDERAL FRENCH FUNDING	EMPLOYEE & FAMILY ASSISTANCE
<b>DEFERRED CONTRIBUTIONS</b>			
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>			
Add: Contributions Received	316,453	21,984	50,065
Provincial Grants - Ministry of Education	357,998		
Provincial Grants - Other		122,535	
Federal Grants	320,380		18,055
Other Revenue			
Investment Income	978,258	122,535	18,055
Less: Allocated to Revenue	212,077	84,364	30,617
Recovered			
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	<b>782,664</b>	<b>30,155</b>	<b>37,505</b>
<b>REVENUE AND EXPENSE</b>			
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	111,952		
Provincial Grants - Other		84,364	
Federal Grants			30,617
Other Revenue	100,125		
Investment Income	212,077	84,364	30,617
<b>EXPENSE</b>			
Salaries			
Teachers	10,390	23,287	
Principals and Vice Principals		18,876	
Educational Assistants			
Support Staff			
Other Professionals			
Substitutes		1,373	
Employee Benefits	10,350	43,635	0
Services and Supplies	201,727	33,732	30,617
	212,077	84,364	30,617
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased			
Other	0	0	0
<b>NET REVENUE (EXPENSE)</b>	<b>0</b>	<b>0</b>	<b>0</b>

SCHOOL DISTRICT NO. 60 (Peace River North)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2007

Schedule B3

	TOTAL
DEFERRED CONTRIBUTIONS	
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	1,206,222
Add: Contributions Received	
Provincial Grants - Ministry of Education	357,928
Provincial Grants - Other	0
Federal Grants	122,535
Other Revenue	3,086,522
Investment Income	0
Less: Allocated to Revenue	3,366,965
Recovered	2,877,924
DEFERRED CONTRIBUTIONS, END OF YEAR	1,897,283
REVENUE AND EXPENSE	
REVENUE	
Provincial Grants - Ministry of Education	111,952
Provincial Grants - Other	0
Federal Grants	84,364
Other Revenue	2,881,608
Investment Income	0
EXPENSE	2,877,924
Salaries	
Teachers	33,637
Principals and Vice Principals	18,976
Educational Assistants	0
Support Staff	0
Other Professionals	0
Substitutes	1,373
Employee Benefits	53,988
Services and Supplies	6,865
	2,815,942
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	2,877,924
INTERFUND TRANSFERS	0
Capital Assets Purchased	0
Other	0
NET REVENUE (EXPENSE)	0

SCHOOL DISTRICT NO. 60 (Peace River North)  
CAPITAL FUND  
CAPITAL ASSETS  
YEAR ENDED JUNE 30, 2007

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	4,050,063	72,559,595	1,094,666	3,841,634	198,646	336,433	81,971,337
Changes in Accounting Policy/ Prior Period Adjustments							
COST, BEGINNING OF YEAR, AS RESTATED	4,050,063	72,559,595	1,094,666	3,841,634	198,646	336,433	81,971,337
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		102,798	14,243	428,220			543,251
Deferred Contributions - Other							0
Operating Fund	72,261	240,882	28,611	175,968			517,722
Special Purpose Funds		41,839	96,390				138,078
Local Capital							0
Transferred from Work in Progress							0
Decrease:							
Disposed of	72,261	385,358	129,244	602,186	0	0	1,189,051
Deemed Disposals							0
Written-off/Down During Year			165,208		65,774		230,982
COST, END OF YEAR	0	0	165,208	0	0	65,774	230,982
WORK IN PROGRESS, END OF YEAR	4,122,324	73,045,353	1,048,702	4,243,822	198,646	270,659	82,929,505
COST AND WORK IN PROGRESS, END OF YEAR	4,122,324	73,045,353	1,048,702	4,243,822	198,646	270,659	83,110,487
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR	0	32,051,782	466,482	926,504	13,623	124,125	33,582,516
Changes in Accounting Policies/ Prior Period Adjustments							
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	32,051,782	466,482	926,504	13,623	124,125	33,582,516
Changes for the Year							
Increase: Amortization for the Year		1,539,684	108,467	364,164	38,729	87,287	2,119,331
Decrease:							
Disposed of							0
Deemed Disposals			165,208			65,774	230,982
Written-off During Year							0
ACCUMULATED AMORTIZATION, END OF YEAR	0	33,591,466	574,690	1,290,668	52,352	211,412	35,670,588
CAPITAL ASSETS - NET	4,122,324	43,616,533	638,991	2,953,154	146,275	145,021	51,821,287

SCHOOL DISTRICT NO. 60 (Peace River North)  
CAPITAL FUND  
CAPITAL ASSETS - WORK IN PROGRESS  
YEAR ENDED JUNE 30, 2007

Schedule C2

WORK IN PROGRESS, BEGINNING OF YEAR

Changes in Accounting Policy/  
Prior Period Adjustments

WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:

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

Decrease:

Transferred to Capital Assets

Net Changes for the Year

WORK IN PROGRESS, END OF YEAR

BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
548,795	0	0	0	548,795
3,447,209				3,447,209
166,842				166,842
3,613,851	0	0	0	3,613,851
0	0	0	0	0
3,613,851	0	0	0	3,613,851
4,162,646	0	0	0	4,162,646

SCHOOL DISTRICT NO. 60 (Peace River North)  
CAPITAL FUND  
DEFERRED CAPITAL CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2007

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	33,938,309	0	0	33,938,309
Changes in Accounting Policies/ Prior Period Adjustments				
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	33,938,309	0	0	33,938,309
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Capital Additions	543,252			543,252
Transferred from Work in Progress				0
	543,252	0	0	543,252
Decrease:				
Amortization of Deferred Capital Contributions	1,592,485			1,592,485
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	1,592,485	0	0	1,592,485
Net Changes for the Year	(1,049,233)	0	0	(1,049,233)
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	32,889,076	0	0	32,889,076
WORK IN PROGRESS, BEGINNING OF YEAR	0	0	0	0
Changes in Accounting Policies/ Prior Period Adjustments				
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	0	0	0	0
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Work in Progress	3,447,209			3,447,209
	3,447,209	0	0	3,447,209
Decrease:				
Transferred to Deferred Capital Contributions				0
	0	0	0	0
Net Changes for the Year	3,447,209	0	0	3,447,209
WORK IN PROGRESS, END OF YEAR	3,447,209	0	0	3,447,209
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	36,336,285	0	0	36,336,285

SCHOOL DISTRICT NO. 60 (Peace River North)  
CAPITAL FUND  
CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2007

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	99,826	13,038	0	0	0	112,862
Changes in Accounting Policies/ Prior Period Adjustments						
BALANCE, BEGINNING OF YEAR, AS RESTATED	99,826	13,038	0	0	0	112,862
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	3,873,429					3,873,429
Provincial Grants - Other						0
Other						0
Investment Income	2,547	1,048				3,595
MED Restricted Portion of Proceeds on Disposal						0
Operating Funds	15,315					15,315
	3,891,291	1,048	0	0	0	3,892,339
Decrease:						
Transferred to DCC - Capital Additions	543,252					543,252
Transferred to DCC - Work in Progress	3,447,209					3,447,209
Transferred to Invested in Capital Assets						0
- Site Purchases	3,950,461	0	0	0	0	3,950,461
	(99,170)	1,048	0	0	0	(98,122)
Net Changes for the Year						
BALANCE, END OF YEAR	955	14,084	0	0	0	14,740

## SCHOOL DISTRICT NO. 60 (Peace River North)

Schedule C5

CAPITAL FUND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2007

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	13,579,130	29,851	13,608,981
Changes in Accounting Policies/ Prior Period Adjustments			
BALANCE, BEGINNING OF YEAR, AS RESTATED	13,579,130	29,851	13,608,981
Changes for the Year			
Investment Income		5,737	5,737
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal			0
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	1,592,485		1,592,485
Capital Assets Purchased from Local Capital			0
Interfund Transfers - Capital Assets Purchased	645,800		645,800
Interfund Transfers - Capital Assets WIP			0
Interfund Transfers - Local Capital			0
Amortization of Capital Assets	(2,119,331)		(2,119,331)
Transferred to Invested in Capital Assets			
- Site Purchases			0
Retirement of bus acquisition net	858,445		858,445
Net Changes for the Year	977,399	5,737	983,136
BALANCE, END OF YEAR	14,556,529	35,588	14,592,117