

Audited Financial Statements of

# **School District No. 60 (Peace River North)**

And Independent Auditors' Report thereon

June 30, 2021

# School District No. 60 (Peace River North)

June 30, 2021

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# School District No. 60 (Peace River North)

## MANAGEMENT REPORT

Version: 7895-7149-5167

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

The accompanying financial statements of School District No. 60 (Peace River North) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.



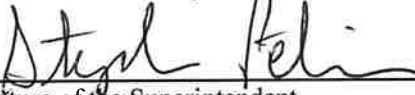
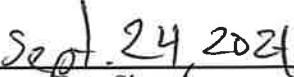

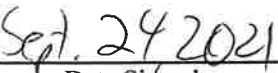
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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

The Board of Education of School District No. 60 (Peace River North) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 60 (Peace River North) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 60 (Peace River North)

	
Signature of the Chairperson of the Board of Education	Date Signed
	
Signature of the Superintendent	Date Signed
	
Signature of the Secretary Treasurer	Date Signed



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177 Victoria Street, Suite 400  
Prince George BC V2L 5R8  
Canada  
Telephone (250) 563-7151  
Fax (250) 563-5693

## INDEPENDENT AUDITORS' REPORT

To the Board of Education of the School District No. 60 (Peace River North)  
To the Minister of Education, Province of British Columbia

### Opinion

We have audited the financial statements of School District No. 60 (Peace River North) (the Entity), which comprise:

- the statement of financial position as at June 30, 2021
- the statement of operations for the year then ended
- the statement of changes in net financial assets (debt) for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



### **Emphasis of Matter – Financial Reporting Framework**

We draw attention to note 2 to the financial statements which describes the applicable financial reporting framework and the significant differences between the financial reporting framework and Canadian public sector accounting standards.

Our opinion is not modified in respect of this matter.

### **Other Information**

Management is responsible for the other information. Other information comprises:

- Unaudited Schedules 1-4 attached to the audited financial statements

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

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

Management is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget and Transparency and Accountability Act of the Province of British Columbia and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

### **Auditors' Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.



Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants

Prince George, Canada  
September 21, 2021

# School District No. 60 (Peace River North)

Statement 1

## Statement of Financial Position

As at June 30, 2021

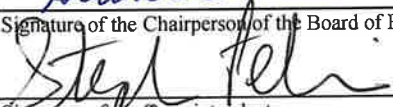
	2021 Actual \$	2020 Actual \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	15,773,723	13,133,917
Accounts Receivable		
Due from Province - Ministry of Education	-	2,752,634
Other (Note 4)	599,296	1,111,428
Inventories for Resale	116,477	116,477
<b>Total Financial Assets</b>	<b>16,489,496</b>	<b>17,114,456</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	926,738	-
Other (Note 5)	7,552,570	9,489,122
Unearned Revenue (Note 6)	399,971	61,900
Deferred Revenue (Note 7)	3,146,947	2,510,962
Deferred Capital Revenue (Note 8)	111,474,121	108,218,075
Employee Future Benefits (Note 9)	909,437	676,415
<b>Total Liabilities</b>	<b>124,409,784</b>	<b>120,956,474</b>
<b>Net Debt</b>	<b>(107,920,288)</b>	<b>(103,842,018)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10)	139,790,603	133,871,841
Prepaid Expenses	392,341	182,374
<b>Total Non-Financial Assets</b>	<b>140,182,944</b>	<b>134,054,215</b>
<b>Accumulated Surplus (Deficit)</b>	<b>32,262,656</b>	<b>30,212,197</b>

Approved by the Board

  
Signature of the Chairperson of the Board of Education

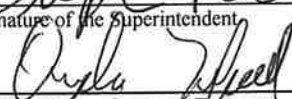
Sept. 24 / 2021

Date Signed

  
Signature of the Superintendent

Sept. 24, 2021

Date Signed

  
Signature of the Secretary Treasurer

Sept. 24, 2021

Date Signed

**School District No. 60 (Peace River North)**

Statement of Operations  
Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	77,055,526	77,061,309	73,498,962
Other	84,400	182,928	125,274
Federal Grants	242,752	239,207	214,503
Tuition	246,165	414,210	608,753
Other Revenue	2,971,093	2,940,089	2,285,572
Rentals and Leases	85,794	101,321	149,004
Investment Income	120,000	129,615	235,433
Amortization of Deferred Capital Revenue	3,418,006	3,418,006	3,277,183
<b>Total Revenue</b>	<b>84,223,736</b>	<b>84,486,685</b>	<b>80,394,684</b>
<b>Expenses</b>			
Instruction	63,660,220	62,561,125	61,157,607
District Administration	2,632,723	2,123,075	2,405,638
Operations and Maintenance	14,101,318	13,208,237	12,668,127
Transportation and Housing	4,495,532	4,543,789	4,409,618
<b>Total Expense</b>	<b>84,889,793</b>	<b>82,436,226</b>	<b>80,640,990</b>
<b>Surplus (Deficit) for the year</b>	<b>(666,057)</b>	<b>2,050,459</b>	<b>(246,306)</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>30,212,197</b>	<b>30,458,503</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>32,262,656</b>	<b>30,212,197</b>



**School District No. 60 (Peace River North)**

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(666,057)</u>	<u>2,050,459</u>	<u>(246,306)</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(7,205,815)	(10,504,190)	(24,312,196)
Amortization of Tangible Capital Assets	4,585,428	4,585,428	4,352,139
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(2,620,387)</u>	<u>(5,918,762)</u>	<u>(19,960,057)</u>
Acquisition of Prepaid Expenses		(392,341)	(182,374)
Use of Prepaid Expenses		182,374	153,824
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>(209,967)</u>	<u>(28,550)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(3,286,444)</u>	<u>(4,078,270)</u>	<u>(20,234,913)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(4,078,270)</u>	<u>(20,234,913)</u>
<b>Net Debt, beginning of year</b>		<u>(103,842,018)</u>	<u>(83,607,105)</u>
<b>Net Debt, end of year</b>		<u><u>(107,920,288)</u></u>	<u><u>(103,842,018)</u></u>

# School District No. 60 (Peace River North)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2021

	2021 Actual \$	2020 Actual \$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	2,050,459	(246,306)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	3,264,765	(2,554,582)
Inventories for Resale	-	(230)
Prepaid Expenses	(209,967)	(28,550)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(1,009,813)	949,439
Unearned Revenue	338,071	(82,767)
Deferred Revenue	635,985	(17,819)
Employee Future Benefits	233,022	206,946
Amortization of Tangible Capital Assets	4,585,428	4,352,139
Amortization of Deferred Capital Revenue	(3,418,006)	(3,277,183)
<b>Total Operating Transactions</b>	<b>6,469,944</b>	<b>(698,913)</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(9,611,381)	(4,237,348)
Tangible Capital Assets -WIP Purchased	(892,809)	(20,074,848)
<b>Total Capital Transactions</b>	<b>(10,504,190)</b>	<b>(24,312,196)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	6,674,052	21,643,775
<b>Total Financing Transactions</b>	<b>6,674,052</b>	<b>21,643,775</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>2,639,806</b>	<b>(3,367,334)</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>13,133,917</b>	<b>16,501,251</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>15,773,723</b>	<b>13,133,917</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	15,773,723	13,133,917
	<b>15,773,723</b>	<b>13,133,917</b>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 12<sup>th</sup>, 1946 operates under authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 60 (Peace River North)", and operates as "School District No. 60 (Peace River North)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 60 (Peace River North) is exempt from federal and provincial corporate income taxes.

**NOTE 2      COVID RISK MANAGEMENT**

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. Students returned to in class instruction September 2020. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on the future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impacts are not know, and estimate of the future financial effect on the District is not practicable at this time.

**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a) Basis of Accounting

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

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

As noted in notes 2(f), 2(g) and 2(m), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense.

As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

a)      Basis of Accounting (cont'd)

- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

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

Year-ended June 30, 2020 – decrease in annual surplus by \$820,528

June 30, 2020 – increase in accumulated surplus and decrease in deferred contributions by \$105,652,137

Year-ended June 30, 2021 – increases in annual surplus by \$2,050,459

June 30, 2021 – increase in accumulated surplus and decrease in deferred contributions by \$111,474,121

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Inventories for Resale

Inventories for resale include properties and are measured at lower of cost and net realizable value. Cost includes all costs incurred to get the properties ready for sale. Net realizable value is the expected selling price in the ordinary course of business.

e) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

**f) Deferred Revenue and Deferred Capital Revenue**

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

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2 (a) for the impact of this policy on these financial statements.

**g) Employee Future Benefits**

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARS<sub>L</sub>) of active employees covered under the plan.

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

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

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

**h) Liability for Contaminated Sites**

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

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

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

**i) Tangible Capital Assets**

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

i) Tangible Capital Assets (cont'd)

- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

k) Prepaid Expenses

Prepaid insurance, annual software licenses, subscriptions, membership fees and travel expenses are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

l) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated reserve for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 11 – Inter-fund Transfers and Note 16 – Accumulated Reserve).

m) Revenue Recognition

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

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

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

**m) Revenue Recognition (cont'd)**

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

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

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

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

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

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

**n) Expenditures**

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes (*amend for District specifics*).

**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.



**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

n) Expenditures (cont'd)

Allocation of Costs

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

o) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, and other liabilities.

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

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*Continued*)**

**o) Financial Instruments (cont'd)**

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

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

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

**p) Measurement Uncertainty**

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

**q) Future Changes in Accounting Policies**

***PS 3280 Asset Retirement Obligations*** issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2022. A liability will be recognized when, as at the financial reporting date:

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

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value,

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 3      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

p) Future Changes in Accounting Policies (cont'd)

determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

A modified retroactive application has been recommended by Government. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

**PS 3400 Revenue** issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the school district satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district:

- (a) has the authority to claim or retain an inflow of economic resources; and
- (b) identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results

**NOTE 4      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	June 30, 2021	June 30, 2020
Due from Federal Government	\$223,296	\$ 450,422
Other	474,892	746,673
Allowance for Doubtful Accounts	(98,892)	(85,667)
	<u>\$599,296</u>	<u>\$1,111,428</u>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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

	June 30, 2021	June 30, 2020
Trade payables	\$2,311,945	\$4,395,732
Salaries and benefits payable	4,337,444	4,574,078
Accrued vacation pay	593,174	479,169
Other	310,007	40,143
	<u>\$7,552,570</u>	<u>\$ 9,489,122</u>

**NOTE 6      UNEARNED REVENUE**

	June 30, 2021	June 30, 2020
Balance, beginning of year	<u>\$61,900</u>	<u>\$ 144,667</u>
Changes for the year:		
Increase:		
Tuition fees	<u>399,971</u>	<u>61,900</u>
Decrease:		
Tuition fees	<u>61,900</u>	<u>144,667</u>
Net changes for the year	<u>388,071</u>	<u>(82,767)</u>
Balance, end of year	<u>399,971</u>	<u>\$61,900</u>

**NOTE 7      DEFERRED REVENUE**

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

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 7      DEFERRED REVENUE (Continued)**

	June 30, 2021	June 30, 2020
Balance, beginning of year	\$2,510,962	\$2,528,781
Add: Restricted Grants		
Provincial Grants – Ministry of Education	9,601,457	6,496,633
Provincial Grants – Other	-	-
Federal Grants	238,295	200,430
Other	2,031,722	2,039,005
Less:		
Recovery of Funds	-	(64,792)
	<u>11,871,474</u>	<u>8,671,276</u>
Less:		
Amount allocated to revenue	11,235,489	8,689,095
Net changes for the year	<u>635,985</u>	<u>(17,819)</u>
Balance, end of year	<u>\$3,146,947</u>	<u>\$2,510,962</u>

**NOTE 8      DEFERRED CAPITAL REVENUE**

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

	June 30, 2021	June 30, 2020
Deferred Capital Revenue		
Deferred Capital Revenue, beginning of year	\$77,324,814	\$78,145,342
Changes for the Year:		
Increase:		
Transferred from Deferred Revenue – Capital Additions	6,017,819	2,456,655
Transferred from Work in Progress	30,194,314	-
	<u>36,212,133</u>	<u>2,456,655</u>
Decrease:		
Amortization of Deferred Capital Contributions	3,418,006	3,277,183
Net changes for the year	<u>32,794,127</u>	<u>(820,528)</u>
Deferred Capital Revenue, end of year	<u>\$110,118,941</u>	<u>\$77,324,814</u>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 8      DEFERRED CAPITAL REVENUE (continued)**

	June 30, 2021	June 30, 2020
Work in Progress, Beginning of Year	\$30,194,314	\$10,119,466
Changes for the Year:		
Increase:		
Transferred from Deferred Revenue – Work in Progress	892,809	20,074,848
Decrease:		
Transferred to Deferred Capital Revenue	(30,194,314)	-
Net changes for the year	<u>(29,301,505)</u>	<u>20,074,848</u>
	<u>\$892,809</u>	<u>\$30,194,314</u>
Total Deferred Capital Revenue before Unspent Deferred Capital Revenue	<u>\$111,011,750</u>	<u>\$107,519,128</u>
Changes in Unspent Deferred Capital		
Balance, beginning of year	<u>698,947</u>	<u>\$1,586,675</u>
Changes for the Year:		
Increase:		
Provincial Grants – Ministry of Education	5,132,961	21,445,664
Provincial Grants – Other	1,477,107	185,126
Other	63,984	12,985
	<u>6,674,052</u>	<u>21,643,775</u>
Decrease:		
Transferred to DCR – Capital Additions	6,017,819	2,456,655
Transferred to DCR – Work in Progress	892,809	20,074,848
Transferred to Revenue – Site Purchases		
	<u>6,910,628</u>	<u>22,531,503</u>
Net changes for the year	<u>(236,576)</u>	<u>(887,728)</u>
Balance, end of year	<u>\$462,371</u>	<u>\$698,947</u>
Total Deferred Capital Revenue, end of year	<u>\$111,474,121</u>	<u>\$108,218,075</u>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 9      EMPLOYEE FUTURE BENEFITS**

	June 30, 2021	June 30, 2020
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	1,381,126	1,217,169
Service Cost	167,519	156,916
Interest Cost	34,253	33,529
Benefit Payments	(51,930)	(65,127)
Actuarial (Gain) Loss	<u>(44,029)</u>	<u>38,639</u>
Accrued Benefit Obligation – March 31	<u><u>1,486,939</u></u>	<u><u>1,381,126</u></u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	1,486,939	1,381,126
Market Value of Plan Assets - March 31	<u>-</u>	<u>-</u>
Funded Status - Surplus (Deficit)	(1,381,126)	(1,217,169)
Employer Contributions After Measurement Date	-	-
Benefits Expense After Measurement Date	(51,346)	(50,443)
Unamortized Net Actuarial (Gain) Loss	<u>628,847</u>	<u>755,154</u>
Accrued Benefit Asset (Liability) - June 30	<u><u>(909,437)</u></u>	<u><u>(676,415)</u></u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	676,415	469,470
Net Expense for Fiscal Year	284,952	272,073
Employer Contributions	<u>(51,930)</u>	<u>(65,127)</u>
Accrued Benefit Liability (Asset) - June 30	<u><u>909,437</u></u>	<u><u>676,415</u></u>
<b>Components of Net Benefit Expense</b>		
Service Cost	166,855	159,567
Interest Cost	35,820	33,710
Amortization of Net Actuarial (Gain)/Loss	<u>82,277</u>	<u>78,796</u>
Net Benefit Expense (Income)	<u><u>284,952</u></u>	<u><u>272,073</u></u>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

**NOTE 9 EMPLOYEE FUTURE BENEFITS (continued)**

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

	June 30, 2021	June 30, 2020
<b>Assumptions</b>		
Discount Rate - April 1	2.25%	2.50%
Discount Rate - March 31	2.50%	2.25%
Long Term Salary Growth - April 1	2.50%	2.50%
Long Term Salary Growth - March 31	2.50%	2.50%
EARSL - March 31	11.1	11.1

**NOTE 10 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2021	Net Book Value 2020
Sites	\$13,019,087	\$13,019,087
Buildings	116,523,893	82,683,997
Buildings – work in progress	180,353	29,875,257
Furniture & Equipment	4,109,413	2,801,549
Furniture & Equipment – work in progress	712,456	131,497
Vehicles	3,628,040	4,053,647
Computer Software	51,172	88,845
Computer Hardware	1,566,189	1,030,402
Computer Hardware – work in progress	-	187,560
<b>Total</b>	<b>\$139,790,603</b>	<b>\$133,871,841</b>

**June 30, 2021**

Cost:	Balance at June 30, 2020	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2021
Sites	\$13,019,087	\$ -	\$ -	\$ -	\$13,019,087
Buildings	141,817,897	36,914,757	-	-	178,732,654
Buildings – work in progress	29,875,257	180,353	-	(29,875,257)	180,353
Furniture & Equipment	4,077,801	1,715,644	(74,174)	-	5,719,271
Furniture & Equip - work in progress	131,497	712,456	-	(131,497)	712,456
Vehicles	7,093,460	283,739	(694,352)	-	6,682,847
Computer Software	188,367	-	(85,631)	-	102,736
Computer Hardware	1,778,841	891,555	(243,480)	-	2,426,916
Computer Hardware – work in progress	187,560	-	-	(187,560)	-
<b>Total</b>	<b>\$198,169,767</b>	<b>40,698,504</b>	<b>\$(1,097,637)</b>	<b>\$(30,194,314)</b>	<b>207,576,320</b>



**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

**NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)**

Buildings – work in progress having a value of \$180,353 have not been amortized. Amortization of these assets will commence when the asset is put into service.

Furniture & Equipment – work in progress having a value of \$712,456 have not been amortized. Amortization of these assets will commence when the asset is put into service.

Accumulated Amortization:	Balance at June 30, 2020	Additions	Disposals	Balance at June 30, 2021
	\$ -	\$ -	\$ -	\$ -
Sites				
Buildings	59,133,900	3,074,861	-	62,208,761
Furniture & Equipment	1,276,252	407,780	(74,174)	1,609,858
Vehicles	3,039,813	709,346	(694,352)	3,054,807
Computer Software	99,522	37,673	(85,631)	51,564
Computer Hardware	748,439	355,768	(243,480)	860,727
Total	\$64,297,926	\$4,585,428	\$(1,097,637)	\$67,785,717

**June 30, 2020**

Cost:	Balance at June 30, 2019	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2020
Sites	\$13,019,087	\$ -	\$ -	\$ -	\$13,019,087
Buildings	139,826,340	1,991,557	-	-	141,817,897
Buildings – work in progress	10,119,412	19,755,845	-	-	29,875,257
Furniture & Equipment	3,538,399	619,324	(79,922)	-	4,077,801
Furniture & Equip - work in progress	54	131,443	-	-	131,497
Vehicles	5,810,917	1,344,111	(61,568)	-	7,093,460
Computer Software	198,991	20,001	(30,625)	-	188,367
Computer Hardware	1,692,480	262,355	(175,994)	-	1,778,841
Computer Hardware – work in progress	-	187,560	-	-	187,560
Total	\$157,573,079	\$24,312,196	\$(348,109)	\$ -	\$198,169,767

Buildings – work in progress having a value of \$29,875,257 have not been amortized. Amortization of these assets will commence when the asset is put into service.

Furniture & Equipment – work in progress having a value of \$131,497 have not been amortized. Amortization of these assets will commence when the asset is put into service.

Computer Hardware – work in progress having a value of \$187,560 have not been amortized. Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

**June 30, 2020**

Accumulated Amortization:	Balance at June 30, 2019	Additions	Disposals	Balance at June 30, 2020
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	56,094,987	3,038,913	-	59,133,900
Furniture & Equipment	1,002,334	353,840	(79,922)	1,276,252
Vehicles	2,520,289	581,092	(61,568)	3,039,813
Computer Software	90,349	39,798	(30,625)	99,522
Computer Hardware	585,937	338,496	(175,994)	748,439
Total	\$60,293,896	\$ 4,352,139	\$(348,109)	\$64,297,926

**NOTE 11 EMPLOYEE PENSION PLANS**

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2020, the Teachers' Pension Plan has more than 48,500 active members and more than 39,100 retired members. As of December 31, 2020, the Municipal Pension Plan has about 213,111 active members, 106,058 retired members and 45,316 inactive members.

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

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

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis or \$663 excluding previously scheduled amortization (2015: \$2,224 of which \$1,927 was transferred to the rate stabilization account). As a result the 2018 actuarial valuation surplus, the amortization was eliminated, except for a limited group whose members continue to pay amortization of 0.23% of pay until the end of 2024. Interest is added to the rate stabilization account at the smoothed investment

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 11      EMPLOYEE PENSION PLANS (Continued)**

return rate, subject to a maximum rate stabilization account balance of \$2,500.

School District 60 (Peace River North) paid \$5,328,178 (2020 - \$5,000,685) for employer contributions to these plans in the year ended June 30, 2021.

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

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

**NOTE 12      INTERFUND TRANSFERS**

Inter-fund transfers between the operating, special purpose and capital funds for the year ended June 30, 2021, were as follows:

- \$2,861,182 transferred from the operating fund to the capital fund for capital asset purchases.
- \$732,380 transferred from the special purpose fund to the capital fund for capital asset purchases.

**NOTE 13      RELATED PARTY TRANSACTIONS**

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

**NOTE 14      BUDGET FIGURES**

Amended budget figures presented in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 23, 2021. Reconciliation to the annual budget approved by the Board on June 22, 2020 is presented below:

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

**NOTE 14 BUDGET FIGURES (Continued)**

	2020/21 Original Annual Budget	Amendments	2020/21 Amended Annual Budget
<b>Revenues</b>			
Provincial Grants			
Ministry of Education Grants	75,670,321	1,385,205	77,055,526
Other	97,708	(13,308)	84,400
Federal Grants	288,112	(45,360)	242,752
Tuition	324,000	(77,835)	246,165
Other Revenue	1,899,768	1,071,325	2,971,093
Rentals and Leases	58,057	27,737	85,794
Investment Income	120,000	-	120,000
Amortization of Deferred Capital Revenue	3,133,992	284,014	3,418,006
	<b>\$81,591,958</b>	<b>\$2,631,778</b>	<b>\$84,223,736</b>
<b>Expenses</b>			
Instruction	62,598,556	1,061,664	63,660,220
District Administration	2,629,336	3,387	2,632,723
Operations and Maintenance	13,036,628	1,064,690	14,101,318
Transportation and Housing	4,382,222	113,310	4,495,532
	<b>\$82,646,742</b>	<b>\$2,243,051</b>	<b>\$84,889,793</b>
<b>Budget Surplus (Deficit), for the year</b>	<b>1,054,784</b>	<b>(1,720,841)</b>	<b>(666,057)</b>
<b>Budgeted Allocation (Retirement) of Surplus (Deficit)</b>	164,703	2,100,946	2,265,649
<b>Budget Surplus (Deficit), for the year</b>	<b>(890,081)</b>	<b>2,489,673</b>	<b>1,599,592</b>
<b>Budgeted Surplus (Deficit), for the year comprised of:</b>			
Operating Fund Surplus (Deficit)	-	-	393,600
Special Purpose Fund Surplus (Deficit)	-	-	-
Capital Fund Surplus (Deficit)	(890,081)	2,096,073	1,205,992
<b>Budgeted Surplus (Deficit), for the year</b>	<b>(890,081)</b>	<b>2,489,673</b>	<b>1,599,592</b>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 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 liability will be recognized in the period in which a reasonable estimate of fair value can be made. As at June 30, 2021, the liability is not reasonably determinable.

**NOTE 16     EXPENSE BY OBJECT**

	2021	2020
Salaries and benefits	\$56,933,813	\$ 57,597,780
Services and supplies	10,413,876	10,096,919
Amortization	4,585,428	4,352,139
	<u>\$71,933,117</u>	<u>\$ 72,046,838</u>

**NOTE 17     ACCUMULATED RESERVE**

Operating Fund:

Internally Restricted (appropriated) by Board for:

Budgeted Allocation of Reserve Carried Forward	\$ 330,360	
Contingency Reserve	1,757,442	
Education Initiatives	226,000	
Construction Project	800,000	
Planned Projects & Staffing Contingencies	<u>370,000</u>	
Subtotal Internally Restricted		<u>3,483,802</u>

Unrestricted Operating Surplus (Deficit)

Total Operating Fund Reserve:		<u>\$3,483,802</u>
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Capital Fund:

Invested in Tangible Capital Assets	<u>\$28,778,854</u>	
Local Capital Reserve		
Total Capital Fund Reserve:		<u>\$28,778,854</u>
Accumulated Reserve		<u>\$32,262,656</u>

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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**NOTE 18      ECONOMIC DEPENDENCE**

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

**NOTE 19      RISK MANAGEMENT**

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

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

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and are collectible. It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions.

b) Market risk :

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk.

c) Liquidity risk

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

**SCHOOL DISTRICT. 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEARS ENDED JUNE 30, 2021**

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

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

**School District No. 60 (Peace River North)**

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2021

	Operating Fund \$	Special Purpose Fund \$	Capital Fund \$	2021 Actual \$	2020 Actual \$
Accumulated Surplus (Deficit), beginning of year	3,859,483		26,352,714	30,212,197	30,458,503
Changes for the year					
Surplus (Deficit) for the year	2,485,501	732,380	(1,167,422)	2,050,459	(246,306)
Interfund Transfers					
Tangible Capital Assets Purchased	(2,861,182)	(732,380)	3,593,562	-	
Net Changes for the year	(375,681)	-	2,426,140	2,050,459	(246,306)
Accumulated Surplus (Deficit), end of year - Statement 2	3,483,802	-	28,778,854	32,262,656	30,212,197



**School District No. 60 (Peace River North)**

Schedule 2 (Unaudited)

## Schedule of Operating Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	67,252,176	67,690,652	67,162,059
Other	84,400	182,928	125,274
Tuition	246,165	414,210	608,753
Other Revenue	1,249,697	1,314,464	147,883
Rentals and Leases	85,794	101,321	149,004
Investment Income	120,000	129,615	235,433
<b>Total Revenue</b>	<b>69,038,232</b>	<b>69,833,190</b>	<b>68,428,406</b>
<b>Expenses</b>			
Instruction	52,692,354	52,342,250	52,728,826
District Administration	2,632,723	2,123,075	2,405,638
Operations and Maintenance	9,759,696	9,162,474	8,744,409
Transportation and Housing	3,752,654	3,719,890	3,815,826
<b>Total Expense</b>	<b>68,837,427</b>	<b>67,347,689</b>	<b>67,694,699</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>200,805</b>	<b>2,485,501</b>	<b>733,707</b>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>2,265,649</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(2,072,854)	(2,861,182)	(1,685,750)
<b>Total Net Transfers</b>	<b>(2,072,854)</b>	<b>(2,861,182)</b>	<b>(1,685,750)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>393,600</b>	<b>(375,681)</b>	<b>(952,043)</b>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>3,859,483</b>	<b>4,811,526</b>
<b>Operating Surplus (Deficit), end of year</b>		<b>3,483,802</b>	<b>3,859,483</b>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>3,483,802</b>	<b>3,859,483</b>
<b>Total Operating Surplus (Deficit), end of year</b>		<b>3,483,802</b>	<b>3,859,483</b>

# School District No. 60 (Peace River North)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	65,762,730	66,167,014	64,879,462
ISC/LEA Recovery	(927,352)	(929,640)	(2,902)
Other Ministry of Education Grants			
Pay Equity	241,350	241,350	241,350
Funding for Graduated Adults	32,857	69,337	63,092
Student Transportation Fund	425,785	425,785	425,785
Carbon Tax Grant			122,667
Employer Health Tax Grant			492,588
Support Staff Benefits Grant	67,113	67,113	39,086
Support Staff Wage Increase Funding			266,836
Teachers' Labour Settlement Funding	1,510,106	1,510,106	623,508
Early Career Mentorship Funding	125,000	125,000	
FSA Scorer Grant	8,187	8,187	8,187
Early Learning Framework	2,400	2,400	2,400
Equity Scan Implementation	4,000	4,000	
<b>Total Provincial Grants - Ministry of Education</b>	<b>67,252,176</b>	<b>67,690,652</b>	<b>67,162,059</b>
<b>Provincial Grants - Other</b>	<b>84,400</b>	<b>182,928</b>	<b>125,274</b>
<b>Tuition</b>			
Summer School Fees			5,460
International and Out of Province Students	246,165	414,210	603,293
<b>Total Tuition</b>	<b>246,165</b>	<b>414,210</b>	<b>608,753</b>
<b>Other Revenues</b>			
Funding from First Nations	927,352	927,352	2,902
Miscellaneous			
Miscellaneous	322,345	387,112	144,981
<b>Total Other Revenue</b>	<b>1,249,697</b>	<b>1,314,464</b>	<b>147,883</b>
<b>Rentals and Leases</b>	<b>85,794</b>	<b>101,321</b>	<b>149,004</b>
<b>Investment Income</b>	<b>120,000</b>	<b>129,615</b>	<b>235,433</b>
<b>Total Operating Revenue</b>	<b>69,038,232</b>	<b>69,833,190</b>	<b>68,428,406</b>

**School District No. 60 (Peace River North)**

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object  
Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	25,262,158	25,843,797	26,196,273
Principals and Vice Principals	5,397,595	5,620,292	4,424,264
Educational Assistants	4,982,913	4,206,145	5,119,700
Support Staff	7,737,480	7,926,958	7,916,569
Other Professionals	1,705,859	1,552,859	1,811,293
Substitutes	1,616,261	1,377,756	1,601,704
<b>Total Salaries</b>	<b>46,702,266</b>	<b>46,527,807</b>	<b>47,069,803</b>
<b>Employee Benefits</b>	9,938,258	10,406,006	10,527,977
<b>Total Salaries and Benefits</b>	<b>56,640,524</b>	<b>56,933,813</b>	<b>57,597,780</b>
<b>Services and Supplies</b>			
Services	1,530,220	1,060,055	1,221,384
Student Transportation	309,651	306,355	264,698
Professional Development and Travel	642,594	530,804	814,159
Rentals and Leases	51,549	50,935	137,468
Dues and Fees	49,911	49,253	43,228
Insurance	265,602	230,539	274,855
Interest	13,031	-	-
Supplies	7,765,447	6,153,804	5,729,856
Utilities	1,568,898	2,032,131	1,611,271
<b>Total Services and Supplies</b>	<b>12,196,903</b>	<b>10,413,876</b>	<b>10,096,919</b>
<b>Total Operating Expense</b>	<b>68,837,427</b>	<b>67,347,689</b>	<b>67,694,699</b>

# School District No. 60 (Peace River North)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	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	20,210,740	2,069,804	42,302	1,497,219	277,769	979,996	25,077,830
1.03 Career Programs	211,484	58,731	3,344	57,642		1,335	332,536
1.07 Library Services	738,132	19,572		77,888			835,592
1.08 Counselling	704,775						704,775
1.10 Special Education	2,942,219	427,835	3,618,086	60,765		265,830	7,314,735
1.30 English Language Learning	591,709	17,206					608,915
1.31 Indigenous Education	444,738	157,791	542,413	42,594	12,680	19,394	1,219,610
1.41 School Administration		2,586,389		537,336			3,123,725
1.60 Summer School							-
1.62 International and Out of Province Students		55,366		37,893			93,259
<b>Total Function 1</b>	<b>25,843,797</b>	<b>5,392,694</b>	<b>4,206,145</b>	<b>2,311,337</b>	<b>290,449</b>	<b>1,266,555</b>	<b>39,310,977</b>
<b>4 District Administration</b>							
4.11 Educational Administration		227,598			347,752		575,350
4.40 School District Governance					100,533		100,533
4.41 Business Administration				88,967	570,556		659,523
<b>Total Function 4</b>	<b>-</b>	<b>227,598</b>	<b>-</b>	<b>88,967</b>	<b>1,018,841</b>	<b>-</b>	<b>1,335,406</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				42,209	160,747		202,956
5.50 Maintenance Operations				3,269,056			3,269,056
5.52 Maintenance of Grounds				577,523			577,523
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,888,788</b>	<b>160,747</b>	<b>-</b>	<b>4,049,535</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					82,822		82,822
7.70 Student Transportation				1,637,866		111,201	1,749,067
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,637,866</b>	<b>82,822</b>	<b>111,201</b>	<b>1,831,889</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>25,843,797</b>	<b>5,620,292</b>	<b>4,206,145</b>	<b>7,926,958</b>	<b>1,552,859</b>	<b>1,377,756</b>	<b>46,527,807</b>

**School District No. 60 (Peace River North)**

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	25,077,830	5,537,531	30,615,361	2,873,194	33,488,555	33,242,403	33,859,409
1.03 Career Programs	332,536	71,239	403,775	39,406	443,181	407,384	382,500
1.07 Library Services	835,592	190,812	1,026,404	139,383	1,165,787	1,136,912	1,181,449
1.08 Counselling	704,775	146,511	851,286	2,154	853,440	866,719	1,030,864
1.10 Special Education	7,314,735	1,752,666	9,067,401	866,456	9,933,857	10,478,601	9,871,823
1.30 English Language Learning	608,915	129,517	738,432	4,992	743,424	769,595	764,410
1.31 Indigenous Education	1,219,610	278,175	1,497,785	219,485	1,717,270	1,778,175	1,709,002
1.41 School Administration	3,123,725	658,732	3,782,457	1,552	3,784,009	3,800,472	3,636,785
1.60 Summer School	-	-	-	-	-	-	7,678
1.62 International and Out of Province Students	93,259	19,281	112,540	100,187	212,727	212,093	284,906
<b>Total Function 1</b>	<b>39,310,977</b>	<b>8,784,464</b>	<b>48,095,441</b>	<b>4,246,809</b>	<b>52,342,250</b>	<b>52,692,354</b>	<b>52,728,826</b>
<b>4 District Administration</b>							
4.11 Educational Administration	575,350	116,808	692,158	72,420	764,578	831,191	794,730
4.40 School District Governance	100,533	6,028	106,561	71,442	178,003	187,699	206,461
4.41 Business Administration	659,523	149,681	809,204	371,290	1,180,494	1,613,833	1,404,447
<b>Total Function 4</b>	<b>1,335,406</b>	<b>272,517</b>	<b>1,607,923</b>	<b>515,152</b>	<b>2,123,075</b>	<b>2,632,723</b>	<b>2,405,638</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	202,956	43,993	246,949	308,032	554,981	586,697	543,823
5.50 Maintenance Operations	3,269,056	768,807	4,037,863	1,720,322	5,758,185	6,480,732	5,519,442
5.52 Maintenance of Grounds	577,523	116,909	694,432	195,988	890,420	929,965	1,083,350
5.56 Utilities	-	-	-	1,958,888	1,958,888	1,762,302	1,597,794
<b>Total Function 5</b>	<b>4,049,535</b>	<b>929,709</b>	<b>4,979,244</b>	<b>4,183,230</b>	<b>9,162,474</b>	<b>9,759,696</b>	<b>8,744,409</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	82,822	19,975	102,797	10,360	113,157	115,759	110,351
7.70 Student Transportation	1,749,067	399,341	2,148,408	1,458,325	3,606,733	3,636,895	3,705,475
<b>Total Function 7</b>	<b>1,831,889</b>	<b>419,316</b>	<b>2,251,205</b>	<b>1,468,685</b>	<b>3,719,890</b>	<b>3,752,654</b>	<b>3,815,826</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>46,527,807</b>	<b>10,406,006</b>	<b>56,933,813</b>	<b>10,413,876</b>	<b>67,347,689</b>	<b>68,837,427</b>	<b>67,694,699</b>

**School District No. 60 (Peace River North)**

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	9,803,350	9,370,657	6,336,903
Federal Grants	242,752	239,207	214,503
Other Revenue	1,420,836	1,625,625	2,137,689
<b>Total Revenue</b>	<u>11,466,938</u>	<u>11,235,489</u>	<u>8,689,095</u>
<b>Expenses</b>			
Instruction	10,967,866	10,218,875	8,428,781
Operations and Maintenance	465,540	169,681	152,671
Transportation and Housing	33,532	114,553	12,700
<b>Total Expense</b>	<u>11,466,938</u>	<u>10,503,109</u>	<u>8,594,152</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>732,380</u>	<u>94,943</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		(732,380)	(94,943)
<b>Total Net Transfers</b>	<u>-</u>	<u>(732,380)</u>	<u>(94,943)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

Year Ended June 30, 2021

# School District No. 60 (Peace River North)

Changes in Special Purpose Funds and Expense by Object

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community LINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Schedule 3A (Unaudited) Mental Health in Schools
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	166,576	21,386	142,673	1,612,984	39,785	412	35,946	165,384	-	-	-	57,475	5,194
Add: Restricted Grants													
Provincial Grants - Ministry of Education	298,964	255,887			148,000	46,550	109,359	573,794	365,296	4,163,222	396,693	106,110	52,000
Federal Grants				1,370,435									
Other													
Less: Allocated to Revenue	298,964	255,887	-	1,370,435	148,000	46,550	109,359	573,794	365,296	4,163,222	396,693	106,110	52,000
Deferred Revenue, end of year	182,774	251,583	-	1,212,601	176,500	23,760	120,010	502,712	365,296	4,163,222	371,084	114,553	33,623
	282,766	25,699	142,673	1,770,818	11,285	23,292	25,295	236,466	-	-	25,699	49,032	23,571
Revenues													
Provincial Grants - Ministry of Education	182,774	251,583			176,500	23,760	120,010	502,712	365,296	4,163,222	371,084	114,553	33,623
Federal Grants				1,212,601									
Other Revenue													
	182,774	251,583	-	1,212,601	176,500	23,760	120,010	502,712	365,296	4,163,222	371,084	114,553	33,623
Expenses													
Salaries													
Teachers							22,414	60,081					4,726
Principals and Vice Principals					28,983		22,413	74,709		3,380,457	97,777		
Educational Assistants		197,060			103,846	832	1,957		142,268		9,700		15,173
Support Staff	114,084							210,225	52,743			53,426	
Other Professionals							10,050		101,555				
Substitutes					711	2,585		1,424			18,312		3,177
	114,084	197,060	-	-	133,540	3,417	56,834	346,439	296,566	3,380,457	125,789	53,426	23,076
Employee Benefits	23,040	54,523			31,914	114	8,857	82,057	61,052	782,765	25,012	16,871	3,074
Services and Supplies	32,557			1,212,601	11,046	20,220	47,575	30,157	7,678		220,283	44,256	7,473
	169,681	251,583	-	1,212,601	176,500	23,760	113,266	458,653	365,296	4,163,222	371,084	114,553	33,623
Net Revenue (Expense) before Interfund Transfers	13,093	-	-	-	-	-	6,744	44,059	-	-	-	-	-
Interfund Transfers													
Tangible Capital Assets Purchased	(13,093)						(6,744)	(44,059)					
	(13,093)	-	-	-	-	-	(6,744)	(44,059)	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-	-	-	-	-

Year Ended June 30, 2021

# School District No. 60 (Peace River North)

Changes in Special Purpose Funds and Expense by Object

Schedule 3A (Unaudited)

	Changing Results for Young Children	Safe Return to School Grant	Federal Safe Return to Class Fund	SWIS	EFAP	Donations & Miscellaneous	Rapid Recovery	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	31,947	-	-	31,903	24,138	175,159	-	2,510,962
<b>Add: Restricted Grants</b>								
Provincial Grants - Ministry of Education	19,000	515,408	2,501,174				50,000	9,601,457
Federal Grants				238,295				238,295
Other					48,458	612,829		2,031,722
	19,000	515,408	2,501,174	238,295	48,458	612,829	50,000	11,871,474
<b>Less: Allocated to Revenues</b>	<b>27,337</b>	<b>515,408</b>	<b>2,474,348</b>	<b>239,207</b>	<b>61,121</b>	<b>351,903</b>	<b>48,447</b>	<b>11,235,489</b>
Deferred Revenue, end of year	23,610	-	26,826	30,991	11,475	436,085	1,553	3,146,947
<b>Revenues</b>								
Provincial Grants - Ministry of Education	27,337	515,408	2,474,348				48,447	9,370,657
Federal Grants				239,207				239,207
Other Revenue					61,121	351,903		1,625,625
	27,337	515,408	2,474,348	239,207	61,121	351,903	48,447	11,235,489
<b>Expenses</b>								
Salaries								
Teachers	13,551		656,675					4,235,681
Principals and Vice Principals			36,384	41,525				371,155
Educational Assistants	132		13,582	129,331		32,275		479,015
Support Staff		249,759	440,477			42,556		1,163,270
Other Professionals			32,621			6,943	38,113	189,282
Substitutes	2,260		234,548					263,017
	15,943	249,759	1,414,287	170,856	-	81,774	38,113	6,701,420
Employee Benefits	2,926	29,770	290,451	44,350		15,505	10,334	1,482,615
Services and Supplies	8,468	209,961	299,620	24,001	61,121	82,048		2,319,074
	27,337	489,490	2,004,358	239,207	61,121	179,327	48,447	10,503,109
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>25,918</b>	<b>469,990</b>	<b>-</b>	<b>-</b>	<b>(172,576)</b>	<b>-</b>	<b>(732,380)</b>
<b>Interfund Transfers</b>								
Tangible Capital Assets Purchased		(25,918)	(469,990)			(172,576)		(732,380)
	-	(25,918)	(469,990)	-	-	(172,576)	-	(732,380)
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>



**School District No. 60 (Peace River North)**

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual Invested in Tangible Capital Assets	Local Capital	Fund Balance	2020 Actual
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Other Revenue	300,560			-	
Amortization of Deferred Capital Revenue	3,418,006	3,418,006		3,418,006	3,277,183
<b>Total Revenue</b>	<u>3,718,566</u>	<u>3,418,006</u>	-	<u>3,418,006</u>	<u>3,277,183</u>
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,876,082	3,876,082		3,876,082	3,771,047
Transportation and Housing	709,346	709,346		709,346	581,092
<b>Total Expense</b>	<u>4,585,428</u>	<u>4,585,428</u>	-	<u>4,585,428</u>	<u>4,352,139</u>
<b>Capital Surplus (Deficit) for the year</b>	<u>(866,862)</u>	<u>(1,167,422)</u>	-	<u>(1,167,422)</u>	<u>(1,074,956)</u>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	2,072,854	3,593,562		3,593,562	1,780,693
<b>Total Net Transfers</b>	<u>2,072,854</u>	<u>3,593,562</u>	-	<u>3,593,562</u>	<u>1,780,693</u>
<b>Total Capital Surplus (Deficit) for the year</b>	<u>1,205,992</u>	<u>2,426,140</u>	-	<u>2,426,140</u>	<u>705,737</u>
<b>Capital Surplus (Deficit), beginning of year</b>		<u>26,352,714</u>		<u>26,352,714</u>	<u>25,646,977</u>
<b>Capital Surplus (Deficit), end of year</b>		<u>28,778,854</u>	-	<u>28,778,854</u>	<u>26,352,714</u>

# School District No. 60 (Peace River North)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2021

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	13,019,087	141,817,897	4,077,801	7,093,460	188,367	1,778,841	167,975,453
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		4,661,595	618,557	141,483		11,886	5,433,521
Deferred Capital Revenue - Other		434,020	150,278				584,298
Operating Fund		1,635,850	723,475	84,344		417,513	2,861,182
Special Purpose Funds		308,035	91,837	57,912		274,596	732,380
Transferred from Work in Progress		29,875,257	131,497			187,560	30,194,314
	-	36,914,757	1,715,644	283,739	-	891,555	39,805,695
Decrease:							
Deemed Disposals			74,174	694,352	85,631	243,480	1,097,637
	-	-	74,174	694,352	85,631	243,480	1,097,637
<b>Cost, end of year</b>	13,019,087	178,732,654	5,719,271	6,682,847	102,736	2,426,916	206,683,511
<b>Work in Progress, end of year</b>		180,353	712,456				892,809
<b>Cost and Work in Progress, end of year</b>	13,019,087	178,913,007	6,431,727	6,682,847	102,736	2,426,916	207,576,320
<b>Accumulated Amortization, beginning of year</b>		59,133,900	1,276,252	3,039,813	99,522	748,439	64,297,926
<b>Changes for the Year</b>							
Increase: Amortization for the Year		3,074,861	407,780	709,346	37,673	355,768	4,585,428
Decrease:							
Deemed Disposals			74,174	694,352	85,631	243,480	1,097,637
		-	74,174	694,352	85,631	243,480	1,097,637
<b>Accumulated Amortization, end of year</b>		62,208,761	1,609,858	3,054,807	51,564	860,727	67,785,717
<b>Tangible Capital Assets - Net</b>	13,019,087	116,704,246	4,821,869	3,628,040	51,172	1,566,189	139,790,603

**School District No. 60 (Peace River North)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2021

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Work in Progress, beginning of year</b>	29,875,257	131,497		187,560	<b>30,194,314</b>
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Other	180,353	712,456			<b>892,809</b>
	180,353	712,456	-	-	<b>892,809</b>
Decrease:					
Transferred to Tangible Capital Assets	29,875,257	131,497	-	187,560	<b>30,194,314</b>
	29,875,257	131,497	-	187,560	<b>30,194,314</b>
<b>Net Changes for the Year</b>	(29,694,904)	580,959	-	(187,560)	<b>(29,301,505)</b>
<b>Work in Progress, end of year</b>	<b>180,353</b>	<b>712,456</b>	<b>-</b>	<b>-</b>	<b>892,809</b>

**School District No. 60 (Peace River North)**

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2021

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	70,238,960	877,326	6,208,528	77,324,814
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	5,433,521	584,298		6,017,819
Transferred from Work in Progress	28,859,188	1,335,126		30,194,314
	34,292,709	1,919,424	-	36,212,133
Decrease:				
Amortization of Deferred Capital Revenue	3,185,664	44,679	187,663	3,418,006
	3,185,664	44,679	187,663	3,418,006
<b>Net Changes for the Year</b>	31,107,045	1,874,745	(187,663)	32,794,127
<b>Deferred Capital Revenue, end of year</b>	101,346,005	2,752,071	6,020,865	110,118,941
<b>Work in Progress, beginning of year</b>	28,859,188	1,335,126	-	30,194,314
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress		892,809		892,809
	-	892,809	-	892,809
Decrease				
Transferred to Deferred Capital Revenue	28,859,188	1,335,126		30,194,314
	28,859,188	1,335,126	-	30,194,314
<b>Net Changes for the Year</b>	(28,859,188)	(442,317)	-	(29,301,505)
<b>Work in Progress, end of year</b>	-	892,809	-	892,809
<b>Total Deferred Capital Revenue, end of year</b>	101,346,005	3,644,880	6,020,865	111,011,750

# School District No. 60 (Peace River North)

Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2021

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	300,560	28,626	-	369,761	-	698,947
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	5,132,961					5,132,961
Provincial Grants - Other			1,477,107			1,477,107
Other				63,984		63,984
	5,132,961	-	1,477,107	63,984	-	6,674,052
Decrease:						
Transferred to DCR - Capital Additions	5,433,521		584,298			6,017,819
Transferred to DCR - Work in Progress			892,809			892,809
	5,433,521	-	1,477,107	-	-	6,910,628
Net Changes for the Year	(300,560)	-	-	63,984	-	(236,576)
Balance, end of year	-	28,626	-	433,745	-	462,371