



# School District No. 60

## PEACE RIVER NORTH

10112 - 105 Avenue, Fort St. John, British Columbia V1J 4S4 Phone: (250) 262-6000 Fax: (250) 262-6048  
OFFICE OF THE SECRETARY-TREASURER

**DISTRICT ADMINISTRATION OFFICE**

September 26, 2022

School District Financial Reporting Unit  
Resource Management Division  
Ministry of Education and Child Care  
3rd Floor, 620 Superior Street  
Victoria, BC V8V 1V2

### VIA COURIER

Attention: Mr. Ian Aaron, Director

Dear Mr. Aaron:

### RE: 2021-2022 Audited Financial Statements

In accordance with Ministry instructions, we enclose the 2021-22 Audited Financial Statements for School District #60 (Peace River North). An electronic copy has previously been submitted.

Yours truly,

THE BOARD OF EDUCATION  
School District No. 60 (Peace River North)

Angela Telford  
Secretary-Treasurer

AT:lr

Encl.

cc. Brandy Longley, Accounting Manager

File: 23.2  
0.6

#### BOARD OF EDUCATION

Helen Gilbert – Board Chair Madeleine Lehmann – Vice Chair Ida Campbell  
Erin Evans Nicole Gilliss David Scott-Moncrieff Bill Snow



Audited Financial Statements of

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

And Independent Auditors' Report thereon

June 30, 2022

# School District No. 60 (Peace River North)

June 30, 2022

## Table of Contents

Management Report .....	1
Independent Auditors' Report .....	2-5
Statement of Financial Position - Statement 1 .....	6
Statement of Operations - Statement 2 .....	7
Statement of Changes in Net Debt - Statement 4 .....	8
Statement of Cash Flows - Statement 5 .....	9
Notes to the Financial Statements .....	10-30
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited) .....	31
Schedule of Operating Operations - Schedule 2 (Unaudited) .....	32
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited) .....	33
Schedule 2B - Schedule of Operating Expense by Object (Unaudited) .....	34
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited) .....	35
Schedule of Special Purpose Operations - Schedule 3 (Unaudited) .....	37
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited) .....	38
Schedule of Capital Operations - Schedule 4 (Unaudited) .....	41
Schedule 4A - Tangible Capital Assets (Unaudited) .....	42
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited) .....	43
Schedule 4C - Deferred Capital Revenue (Unaudited) .....	44
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited) .....	45

# School District No. 60 (Peace River North)

## MANAGEMENT REPORT

Version: 7007-6261-4279

### 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.


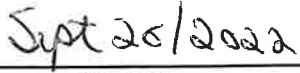
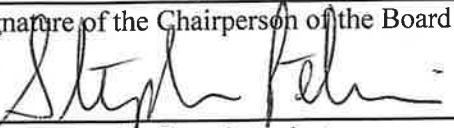

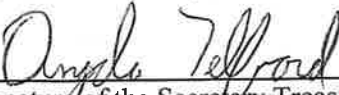
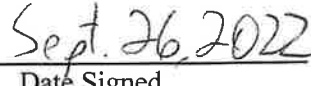
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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



KPMG LLP  
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), and

To the Minister of Education and Child Care, 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, 2022
- the statement of operations for the year then ended
- the statement of changes in net 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 as at and for the year ended June 30, 2022 of the Entity 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.

**Emphasis of Matter – Comparative Information**

We draw attention to Note 18 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2021 has been restated. Note 18 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

**Other Matter – Comparative Information**

As part of our audit of the financial statements for the year ended June 30, 2022, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2021. In our opinion, such adjustments are appropriate and have been properly applied.

**Other Information**

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

Information, other than the financial statements and the auditors' report thereon, included in 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.

We obtained the Information, other than the financial statements and the auditors' report thereon, included in the Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditors' report. 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.

*KPMG LLP*

Chartered Professional Accountants

Prince George, Canada

September 12, 2022

# School District No. 60 (Peace River North)

Statement 1

## Statement of Financial Position


As at June 30, 2022

	2022 Actual \$	2021 Actual (Restated - Note 18) \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	13,629,527	15,773,723
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	369,342	
Due from Province - Other	426,410	
Due from First Nations	310,019	
Other (Note 3)	673,333	599,296
Inventories for Resale	116,477	116,477
<b>Total Financial Assets</b>	<b>15,525,108</b>	<b>16,489,496</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education and Child Care		926,738
Other (Note 4)	6,392,856	7,552,570
Unearned Revenue (Note 5)	312,828	399,971
Deferred Revenue (Note 6)	2,958,428	3,146,947
Deferred Capital Revenue (Note 7)	108,304,735	109,297,585
Employee Future Benefits (Note 8)	1,139,165	909,437
<b>Total Liabilities</b>	<b>119,108,012</b>	<b>122,233,248</b>
<b>Net Debt</b>	<b>(103,582,904)</b>	<b>(105,743,752)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 9)	135,871,298	136,925,591
Prepaid Expenses	375,192	392,341
<b>Total Non-Financial Assets</b>	<b>136,246,490</b>	<b>137,317,932</b>
<b>Accumulated Surplus (Deficit)</b>	<b>32,663,586</b>	<b>31,574,180</b>

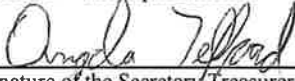
Approved by the Board

  
Signature of the Chairperson of the Board of Education

Sept 26, 2022  
Date Signed

  
Signature of the Superintendent

Sept. 26, 2022  
Date Signed

  
Signature of the Secretary/Treasurer

Sept. 26, 2022  
Date Signed

# School District No. 60 (Peace River North)

Statement 2

Statement of Operations  
Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	75,467,603	75,423,513	77,061,309
Other	129,936	272,186	182,928
Federal Grants	255,219	255,951	239,207
Tuition	754,051	870,691	414,210
Other Revenue	4,210,602	4,600,799	2,940,089
Rentals and Leases	101,710	104,785	101,321
Investment Income	80,000	102,211	129,615
Amortization of Deferred Capital Revenue	4,415,488	4,436,835	3,885,540
<b>Total Revenue</b>	<b>85,414,609</b>	<b>86,066,971</b>	<b>84,954,219</b>
<b>Expenses</b>			
Instruction	64,539,271	63,343,948	62,561,125
District Administration	2,435,224	2,235,473	2,123,075
Operations and Maintenance	14,341,019	14,653,079	13,780,539
Transportation and Housing	4,619,954	4,745,065	4,543,789
<b>Total Expense</b>	<b>85,935,468</b>	<b>84,977,565</b>	<b>83,008,528</b>
<b>Surplus (Deficit) for the year</b>	<b>(520,859)</b>	<b>1,089,406</b>	<b>1,945,691</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>31,574,180</b>	<b>29,628,489</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>32,663,586</b>	<b>31,574,180</b>

**School District No. 60 (Peace River North)****Statement 4**

Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(520,859)</u>	<u>1,089,406</u>	<u>1,945,691</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(5,798,174)	(4,773,671)	(10,504,190)
Amortization of Tangible Capital Assets	5,762,927	5,827,964	5,157,730
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(35,247)</u>	<u>1,054,293</u>	<u>(5,346,460)</u>
Acquisition of Prepaid Expenses		(375,192)	(392,341)
Use of Prepaid Expenses		392,341	182,374
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>17,149</u>	<u>(209,967)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(556,106)</u>	<u>2,160,848</u>	<u>(3,610,736)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>2,160,848</u>	<u>(3,610,736)</u>
<b>Net Debt, beginning of year</b>		<u>(105,743,752)</u>	<u>(102,133,016)</u>
<b>Net Debt, end of year</b>		<u><u>(103,582,904)</u></u>	<u><u>(105,743,752)</u></u>

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

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2022

	2022 Actual	2021 Actual
	(Restated - Note 18)	
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	1,089,406	1,945,691
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(1,179,808)	3,264,765
Prepaid Expenses	17,149	(209,967)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(2,086,452)	(1,009,813)
Unearned Revenue	(87,143)	338,071
Deferred Revenue	(188,519)	635,985
Employee Future Benefits	229,728	233,022
Amortization of Tangible Capital Assets	5,827,964	5,157,730
Amortization of Deferred Capital Revenue	(4,436,835)	(3,885,540)
<b>Total Operating Transactions</b>	<b>(814,510)</b>	<b>6,469,944</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(4,483,628)	(9,611,381)
Tangible Capital Assets -WIP Purchased	(290,043)	(892,809)
<b>Total Capital Transactions</b>	<b>(4,773,671)</b>	<b>(10,504,190)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	3,443,985	6,674,052
<b>Total Financing Transactions</b>	<b>3,443,985</b>	<b>6,674,052</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(2,144,196)</b>	<b>2,639,806</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>15,773,723</b>	<b>13,133,917</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>13,629,527</b>	<b>15,773,723</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	13,629,527	15,773,723
	<b>13,629,527</b>	<b>15,773,723</b>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**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.

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

**NOTE 2      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) 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:

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

a)      Basis of Accounting (cont'd)

- 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
- 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, 2021 – increases in annual surplus by \$1,079,510

June 30, 2021 – increase in accumulated surplus and decrease in deferred contributions by \$109,297,585 (restated – Note 18)

Year-ended June 30, 2022 – decrease in annual surplus by \$(992,850)

June 30, 2022 – increase in accumulated surplus and decrease in deferred contributions by \$108,304,735

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**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 2      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 (m).

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�) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. 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.



**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

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

**h) 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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

i) Tangible Capital Assets (cont'd)

- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

j) Prepaid Expenses

Prepaid 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.

k) 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 Note 11 – Inter-fund Transfers and Note 16 – Accumulated Reserve).

l) Revenue Recognition

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

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

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

**l) 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.

**m) Expenditures**

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

**Categories of Salaries**

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

m) 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 Indigenous education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

n) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, 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.

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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

n) Financial Instruments (cont'd)

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

o) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2 a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the 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.

p) 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, 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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

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

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

**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 3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	June 30, 2022	June 30, 2021
Due from Federal Government	\$225,422	\$223,296
Other	558,386	474,892
Allowance for Doubtful Accounts	(110,475)	(98,892)
	<u>\$673,333</u>	<u>\$599,296</u>

**NOTE 4      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	June 30, 2022	June 30, 2021
Trade payables	\$1,435,921	\$2,311,945
Salaries and benefits payable	4,133,439	4,337,444
Accrued vacation pay	632,569	593,174
Other	190,927	310,007
	<u>\$6,392,856</u>	<u>\$7,552,570</u>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 5      UNEARNED REVENUE**

	June 30, 2022	June 30, 2021
Balance, beginning of year	<u>\$399,971</u>	<u>\$61,900</u>
Changes for the year:		
Increase:		
Tuition fees	<u>312,828</u>	<u>399,971</u>
Decrease:		
Tuition fees	<u>399,971</u>	<u>61,900</u>
Net changes for the year	<u>(87,143)</u>	<u>338,071</u>
Balance, end of year	<u>\$312,828</u>	<u>\$399,971</u>

**NOTE 6      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.

	June 30, 2022	June 30, 2021
Balance, beginning of year	<u>\$3,146,947</u>	<u>\$2,510,962</u>
Add: Restricted Grants		
Provincial Grants – Ministry of Education	6,790,719	9,601,457
Provincial Grants – Other	24,500	-
Federal Grants	254,831	238,295
Other	2,857,532	2,031,722
Less:		
Recovery of Funds	<u>-</u>	<u>-</u>
	<u>9,927,582</u>	<u>11,871,474</u>
Less:		
Amount allocated to revenue	10,090,492	11,235,489
Recovered	<u>25,609</u>	<u>-</u>
Net changes for the year	<u>(188,519)</u>	<u>635,985</u>
Balance, end of year	<u>\$2,958,428</u>	<u>\$3,146,947</u>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 7      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.

Deferred Capital Revenue	June 30, 2022	June 30, 2021 (Restated- Note 18)
Deferred Capital Revenue, beginning of year	\$107,942,405	\$77,324,814
Increase:		
Transferred from Deferred Revenue – Capital Additions	3,135,962	6,017,819
Transferred from Work in Progress	892,809	30,194,314
	<u>4,028,771</u>	<u>36,212,133</u>
	4,028,771	36,212,133
Decrease:		
Amortization of Deferred Capital Contributions	4,436,835	3,885,540
Half Year Amortization Adjustments		1,709,002
Net changes for the year	<u>4,436,835</u>	<u>5,594,542</u>
Deferred Capital Revenue, end of year	<u>(408,064)</u>	<u>30,617,591</u>
	<u>\$107,534,341</u>	<u>\$107,942,405</u>
	June 30, 2022	June 30, 2021 (Restated- Note 18)
Work in Progress, Beginning of Year	<u>\$892,809</u>	<u>\$30,194,314</u>
Changes for the Year:		
Increase:		
Transferred from Deferred Revenue – Work in Progress	290,043	892,809
Decrease:		
Transferred to Deferred Capital Revenue	(892,809)	(30,194,314)
Net changes for the year	<u>(602,766)</u>	<u>(29,301,505)</u>
Work in Progress, end of year	<u>\$290,043</u>	<u>\$892,809</u>
Total Deferred Capital Revenue before Unspent Deferred Capital Revenue	<u>\$107,824,384</u>	<u>\$108,835,214</u>



**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 7      DEFERRED CAPITAL REVENUE (Continued)**

	June 30, 2022	June 30, 2021 (Restated- Note 18)
Changes in Unspent Deferred Capital		
Balance, beginning of year	462,371	698,947
Changes for the Year:		
Increase:		
Provincial Grants – Ministry of Education	2,999,595	5,132,961
Provincial Grants – Other	426,410	1,477,107
Other	17,980	63,984
	<u>3,443,985</u>	<u>6,674,052</u>
 Transferred to DCR – Capital Additions	 3,135,962	 6,017,819
Transferred to DCR – Work In Progress	290,043	892,809
	<u>3,426,005</u>	<u>6,910,628</u>
 Net Changes for the	 <u>17,980</u>	 <u>(236,576)</u>
Balance, end of year	480,351	\$462,371
Total Deferred Capital Revenue, end of year	<u>\$108,304,735</u>	<u>\$109,297,585</u>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 8      EMPLOYEE FUTURE BENEFITS**

	June 30, 2022	June 30, 2021
	<u>          </u>	<u>          </u>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	1,486,939	1,381,126
Service Cost	164,861	167,519
Interest Cost	40,522	34,253
Benefit Payments	(61,132)	(51,930)
Actuarial (Gain) Loss	(157,860)	(44,029)
Accrued Benefit Obligation – March 31	<u>1,473,330</u>	<u>1,486,939</u>
 <b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	1,473,330	1,486,939
Market Value of Plan Assets - March 31	<u>-</u>	<u>-</u>
Funded Status - Surplus (Deficit)	(1,473,330)	(1,486,939)
Employer Contributions After Measurement Date	-	-
Benefits Expense After Measurement Date	(58,512)	(51,346)
Unamortized Net Actuarial (Gain) Loss	<u>392,677</u>	<u>628,848</u>
Accrued Benefit Asset (Liability) - June 30	<u>(1,139,165)</u>	<u>(909,437)</u>
 <b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	909,437	676,415
Net Expense for Fiscal Year	290,860	284,952
Employer Contributions	(61,132)	(51,930)
Accrued Benefit Liability (Asset) - June 30	<u>1,139,165</u>	<u>909,437</u>
 <b>Components of Net Benefit Expense</b>		
Service Cost	169,018	166,855
Interest Cost	43,531	35,820
Amortization of Net Actuarial (Gain)/Loss	<u>78,311</u>	<u>82,277</u>
Net Benefit Expense (Income)	<u>290,860</u>	<u>284,952</u>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**NOTE 8 EMPLOYEE FUTURE BENEFITS (Continued)**

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

	June 30, 2022	June 30, 2021
<b>Assumptions</b>		
Discount Rate - April 1	2.50%	2.25%
Discount Rate - March 31	3.25%	2.50%
Long Term Salary Growth - April 1	2.50%	2.50%
Long Term Salary Growth - March 31	2.50%	2.50%
EARSL - March 31	11.6	11.1

**NOTE 9 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2022	Net Book Value 2021 (Restated- Note 18)
Sites	\$13,019,087	\$13,019,087
Buildings	113,446,493	114,531,948
Buildings – work in progress	290,043	180,353
Furniture & Equipment	4,733,178	3,823,451
Furniture & Equipment – work in progress	-	712,456
Vehicles	3,105,175	3,293,899
Computer Software	23,012	40,901
Computer Hardware	1,254,310	1,323,496
Computer Hardware – work in progress	-	-
<b>Total</b>	<b>\$135,871,298</b>	<b>\$136,925,591</b>

**June 30, 2022**

Cost:	Balance at June 30, 2021 (Restated- Note 18)	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2022
Sites	\$13,019,087	\$ -	\$ -	\$ -	\$13,019,087
Buildings	178,732,654	2,928,115	-	-	181,660,769
Buildings – work in progress	180,353	290,043	-	(180,353)	290,043
Furniture & Equipment	5,719,271	1,545,831	(262,283)	-	7,002,819
Furniture & Equip - work in progress	712,456	-	-	(712,456)	-
Vehicles	6,682,847	499,073	(108,818)	-	7,073,102
Computer Software	102,736	-	(26,584)	-	76,152
Computer Hardware	2,426,916	403,418	(531,214)	-	2,299,120
<b>Total</b>	<b>207,576,320</b>	<b>5,666,480</b>	<b>(928,899)</b>	<b>(892,809)</b>	<b>211,421,092</b>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)**

Buildings – work in progress having a value of \$290,043 have not been amortized. Amortization of these assets will commence when the asset is put into service.

**June 30, 2022**

Accumulated Amortization:	Balance at June 30, 2021	Half Year Amortization	Additions	Disposals	Balance at June 30, 2022
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	64,200,706	1,991,945	4,013,570	-	68,214,276
Furniture & Equipment	1,895,820	285,962	636,104	(262,283)	2,269,641
Vehicles	3,388,948	334,141	687,797	(108,818)	3,967,927
Computer Software	61,835	10,271	17,889	(26,584)	53,140
Computer Hardware	1,103,420	242,693	472,604	(531,214)	1,044,810
<b>Total</b>	<b>\$70,650,729</b>	<b>2,865,012</b>	<b>\$5,827,964</b>	<b>\$(928,899)</b>	<b>\$75,549,794</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>

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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)**

<b>June 30, 2021</b>	Balance at June 30, 2020	Additions	Disposals	Prior Period Adjustment	Balance at June 30, 2021 (Restated)
Accumulated Amortization:					
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	59,133,900	3,074,861	-	1,991,945	64,200,706
Furniture & Equipment	1,276,252	407,780	(74,174)	285,692	1,895,820
Vehicles	3,039,813	709,346	(694,352)	334,141	3,388,948
Computer Software	99,522	37,673	(85,631)	10,271	61,835
Computer Hardware	748,439	355,768	(243,480)	242,693	1,103,420
<b>Total</b>	<b>\$64,297,926</b>	<b>\$ 4,585,428</b>	<b>\$(1,097,637)</b>	<b>\$2,865,012</b>	<b>\$70,650,729</b>

**NOTE 10 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, 2021, the Teachers' Pension Plan has more than 50,000 active members and more than 40,000 retired members. As of December 31, 2021, the Municipal Pension Plan has about 227,000 active members, including approximately 29,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2020, indicated a \$1,584 million surplus for basic pension benefits on a going concern basis.

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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 10      EMPLOYEE PENSION PLANS (*Continued*)**

School District 60 (Peace River North) paid \$5,275,027 (2021 - \$5,328,178) for employer contributions to these plans in the year ended June 30, 2022.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023. 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 11      INTERFUND TRANSFERS**

Inter-fund transfers between the operating, special purpose and capital funds for the year ended June 30, 2022, were as follows:

- \$549,497 transferred from the operating fund to the capital fund for capital asset purchases.
- \$708,169 transferred from the special purpose fund to the capital fund for capital asset purchases.

**NOTE 12      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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**NOTE 13 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 22, 2022. Reconciliation to the annual budget approved by the Board on June 23, 2021 is presented below:

	2021/22 Original Annual Budget	Amendments	2021/22 Amended Annual Budget
<b>Revenues</b>			
Provincial Grants			
Ministry of Education Grants	75,894,510	(426,907)	75,467,603
Other	117,415	12,521	129,936
Federal Grants	223,081	32,138	255,219
Tuition	600,000	154,051	754,051
Other Revenue	2,404,109	1,806,493	4,210,602
Rentals and Leases	85,794	15,916	101,710
Investment Income	120,000	(40,000)	80,000
Amortization of Deferred Capital Revenue	4,061,475	354,013	4,415,488
	<b>\$83,506,384</b>	<b>\$1,908,225</b>	<b>\$85,414,609</b>
<b>Expenses</b>			
Instruction	62,378,993	2,160,278	64,539,271
District Administration	2,588,396	(153,172)	2,435,224
Operations and Maintenance	14,648,117	(307,098)	14,341,019
Transportation and Housing	4,705,213	(85,259)	4,619,954
	<b>\$84,320,719</b>	<b>\$1,614,749</b>	<b>\$85,935,468</b>
<b>Budget Surplus (Deficit), for the year</b>	<b>(814,335)</b>	<b>293,476</b>	<b>(520,859)</b>
<b>Budgeted Allocation (Retirement) of Surplus (Deficit)</b>	-	-	-
<b>Budget Surplus (Deficit), for the year</b>	<b>(814,335)</b>	<b>293,476</b>	<b>(520,859)</b>
<b>Budgeted Surplus (Deficit), for the year comprised of:</b>			
Operating Fund Surplus (Deficit)	-	-	-
Special Purpose Fund Surplus (Deficit)	-	-	-
Capital Fund Surplus (Deficit)	(814,335)	293,476	(520,859)
<b>Budgeted Surplus (Deficit), for the year</b>	<b>(814,335)</b>	<b>293,476</b>	<b>(520,859)</b>

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 14 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, 2022, the liability is not reasonably determinable.

**NOTE 15 EXPENSE BY OBJECT**

	2022	2021
Salaries and benefits	\$59,372,811	\$56,933,813
Services and supplies	10,484,467	10,413,876
Amortization	5,827,964	4,585,428
	<u>\$75,685,242</u>	<u>\$71,933,117</u>

**NOTE 16 ACCUMULATED RESERVE**

Operating Fund:

Internally Restricted (appropriated) by Board for:

Carryforward Budget Allocation of Reserve Carryforward	\$ 246,053
Mentorship Funding	125,000
Educational Initiatives	936,900
Construction Projects	500,000
Equipment Purchases	370,000
Staffing Initiatives	120,000
Planned Projects	<u>85,000</u>

Subtotal Internally Restricted	2,382,953
--------------------------------	-----------

Unrestricted Operating Surplus (Deficit)	<u>2,233,718</u>
--	------------------

Total Operating Fund Reserve:	<u>4,616,671</u>
-------------------------------	------------------

Capital Fund:

Invested in Tangible Capital Assets	<u>\$28,046,915</u>
-------------------------------------	---------------------

Local Capital Reserve	
-----------------------	--

Total Capital Fund Reserve:	<u>\$28,046,915</u>
-----------------------------	---------------------

Accumulated Reserve	<u>\$32,663,586</u>
---------------------	---------------------

**NOTE 17 ECONOMIC DEPENDENCE**

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



**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 18 PRIOR PERIOD ADJUSTMENT**

On May 28, 2021, the Office of the Comptroller General directed all school districts to apply the half-year rule method of amortization beginning in the fiscal year an asset is placed into service. This directive applies to both past and future purchases. Prior to this directive, the district did not recognize amortization in the first partial service year. The School District has made a retroactive adjustment to recognize amortization of all assets and deferred capital contributions beginning in the first service year. The impact of the prior period adjustment on the June 30, 2021 comparative amounts is as follows:

	Increase (Decrease)
Tangible Capital Assets	\$(2,865,012)
Deferred Capital Revenue	(2,176,536)
Accumulated Surplus (Deficit)	(688,476)
Amortization of Deferred Capital Revenue	467,534
Operations & Maintenance Expense – Asset amortization	572,302
Accumulated Surplus – beginning of the year July 1, 2020	(583,708)

**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.

**SCHOOL DISTRICT 60 (PEACE RIVER NORTH)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

---

**NOTE 19      RISK MANAGEMENT (*Continued*)**

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.

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 of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2022

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>					
Prior Period Adjustments	3,483,802		28,090,378	31,574,180	30,212,197
<b>Accumulated Surplus (Deficit), beginning of year, as restated</b>	<b>3,483,802</b>	<b>-</b>	<b>28,090,378</b>	<b>31,574,180</b>	<b>(583,708)</b>
<b>Changes for the year</b>					
Surplus (Deficit) for the year	1,682,366	798,169	(1,391,129)	1,089,406	1,945,691
Interfund Transfers	(549,497)	(798,169)	1,347,666	-	-
Tangible Capital Assets Purchased	1,132,869	-	(43,463)	1,089,406	1,945,691
<b>Net Changes for the year</b>	<b>4,616,671</b>	<b>-</b>	<b>28,046,915</b>	<b>32,663,586</b>	<b>31,574,180</b>

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

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	68,570,491	<b>68,679,921</b>	67,690,652
Other	129,936	<b>272,186</b>	182,928
Tuition	754,051	<b>870,691</b>	414,210
Other Revenue	1,683,996	<b>1,509,850</b>	1,314,464
Rentals and Leases	101,710	<b>104,785</b>	101,321
Investment Income	80,000	<b>102,211</b>	129,615
<b>Total Revenue</b>	<u>71,320,184</u>	<u><b>71,539,644</b></u>	<u>69,833,190</u>
<b>Expenses</b>			
Instruction	55,558,975	<b>54,422,675</b>	52,342,250
District Administration	2,435,224	<b>2,235,473</b>	2,123,075
Operations and Maintenance	9,101,617	<b>9,338,758</b>	9,162,474
Transportation and Housing	3,714,368	<b>3,860,372</b>	3,719,890
<b>Total Expense</b>	<u>70,810,184</u>	<u><b>69,857,278</b></u>	<u>67,347,689</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>510,000</u>	<u><b>1,682,366</b></u>	<u>2,485,501</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(510,000)	<b>(549,497)</b>	(2,861,182)
<b>Total Net Transfers</b>	<u>(510,000)</u>	<u><b>(549,497)</b></u>	<u>(2,861,182)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u><b>1,132,869</b></u>	<u>(375,681)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>3,483,802</b>	3,859,483
<b>Operating Surplus (Deficit), end of year</b>		<u><b>4,616,671</b></u>	<u>3,483,802</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>4,616,671</b>	3,483,802
<b>Total Operating Surplus (Deficit), end of year</b>		<u><b>4,616,671</b></u>	<u>3,483,802</u>

# School District No. 60 (Peace River North)

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	69,291,410	<b>68,857,021</b>	66,167,014
ISC/LEA Recovery	(1,098,180)	<b>(976,903)</b>	(929,640)
Other Ministry of Education and Child Care Grants			
Pay Equity	241,350	<b>241,350</b>	241,350
Funding for Graduated Adults	39,000	<b>53,758</b>	69,337
Student Transportation Fund	425,785	<b>425,785</b>	425,785
Support Staff Benefits Grant	68,323	<b>68,323</b>	67,113
Teachers' Labour Settlement Funding			1,510,106
Early Career Mentorship Funding			125,000
FSA Scorer Grant	8,187	<b>8,187</b>	8,187
Early Learning Framework	2,400	<b>2,400</b>	2,400
Equity Scan Implementation			4,000
Decreased Enrollment in DL for February 2022	(407,784)		
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>68,570,491</b>	<b>68,679,921</b>	<b>67,690,652</b>
<b>Provincial Grants - Other</b>	<b>129,936</b>	<b>272,186</b>	<b>182,928</b>
<b>Tuition</b>			
International and Out of Province Students	754,051	<b>870,691</b>	414,210
<b>Total Tuition</b>	<b>754,051</b>	<b>870,691</b>	<b>414,210</b>
<b>Other Revenues</b>			
Funding from First Nations	1,098,180	<b>976,903</b>	927,352
Miscellaneous			
Miscellaneous	585,816	<b>532,947</b>	387,112
<b>Total Other Revenue</b>	<b>1,683,996</b>	<b>1,509,850</b>	<b>1,314,464</b>
<b>Rentals and Leases</b>	<b>101,710</b>	<b>104,785</b>	<b>101,321</b>
<b>Investment Income</b>	<b>80,000</b>	<b>102,211</b>	<b>129,615</b>
<b>Total Operating Revenue</b>	<b>71,320,184</b>	<b>71,539,644</b>	<b>69,833,190</b>

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

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object  
 Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Salaries</b>			
Teachers	26,652,684	26,773,693	25,843,797
Principals and Vice Principals	5,154,870	5,254,375	5,620,292
Educational Assistants	5,349,434	5,006,853	4,206,145
Support Staff	8,002,551	8,287,023	7,926,958
Other Professionals	1,844,031	1,757,828	1,552,859
Substitutes	2,083,021	1,692,536	1,377,756
<b>Total Salaries</b>	<b>49,086,591</b>	<b>48,772,308</b>	<b>46,527,807</b>
<b>Employee Benefits</b>	10,074,990	10,600,503	10,406,006
<b>Total Salaries and Benefits</b>	<b>59,161,581</b>	<b>59,372,811</b>	<b>56,933,813</b>
<b>Services and Supplies</b>			
Services	1,689,045	1,143,565	1,060,055
Student Transportation	691,733	349,988	306,355
Professional Development and Travel	1,054,610	683,294	530,804
Rentals and Leases	38,989	34,208	50,935
Dues and Fees	51,533	98,645	49,253
Insurance	285,117	219,179	230,539
Interest	14,769	11,649	
Supplies	5,121,792	5,739,418	6,153,804
Utilities	2,701,015	2,204,521	2,032,131
<b>Total Services and Supplies</b>	<b>11,648,603</b>	<b>10,484,467</b>	<b>10,413,876</b>
<b>Total Operating Expense</b>	<b>70,810,184</b>	<b>69,857,278</b>	<b>67,347,689</b>

# School District No. 60 (Peace River North)

Operating Expense by Function, Program and Object  
Year Ended June 30, 2022

Schedule 2C (Unaudited)

	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	20,947,663	1,637,149	24,232	1,648,690	385,280	1,349,763	25,992,777
1.03 Career Programs	262,440	62,025		49,645		8,400	382,510
1.07 Library Services	689,711	43,632		75,771			809,114
1.08 Counselling	695,403				102,422		797,825
1.10 Special Education	2,961,331	428,186	4,396,390	68,032		324,404	8,178,343
1.30 English Language Learning	594,206		586,231	43,537	15,520	5,184	599,390
1.31 Indigenous Education	497,133	162,896		546,344		4,305	1,309,622
1.41 School Administration		2,580,459					3,126,803
1.62 International and Out of Province Students	125,806	56,375		24,709	21,614	480	228,984
<b>Total Function 1</b>	<b>26,773,693</b>	<b>4,970,722</b>	<b>5,006,853</b>	<b>2,456,728</b>	<b>524,836</b>	<b>1,692,536</b>	<b>41,425,368</b>
<b>4 District Administration</b>							
4.11 Educational Administration		283,653			294,264		577,917
4.40 School District Governance					101,991		101,991
4.41 Business Administration				119,863	591,821		711,684
<b>Total Function 4</b>	<b>-</b>	<b>283,653</b>	<b>-</b>	<b>119,863</b>	<b>988,076</b>	<b>-</b>	<b>1,391,592</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				95,917	160,437		256,354
5.50 Maintenance Operations				3,334,693			3,334,693
5.52 Maintenance of Grounds				575,569			575,569
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>4,006,179</b>	<b>160,437</b>	<b>-</b>	<b>4,166,616</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					84,479		84,479
7.70 Student Transportation				1,704,253			1,704,253
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,704,253</b>	<b>84,479</b>	<b>-</b>	<b>1,788,732</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>26,773,693</b>	<b>5,254,375</b>	<b>5,006,853</b>	<b>8,287,023</b>	<b>1,757,828</b>	<b>1,692,536</b>	<b>48,772,308</b>

# School District No. 60 (Peace River North)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$	\$	\$	\$	(Restated - Note 18)
<b>1 Instruction</b>							
1.02 Regular Instruction	25,992,777	5,415,856	31,408,633	2,562,169	33,970,802	34,197,674	33,488,555
1.03 Career Programs	382,510	83,456	465,966	44,830	510,796	537,097	443,181
1.07 Library Services	809,114	185,831	994,945	113,980	1,108,925	1,122,429	1,165,787
1.08 Counselling	797,825	179,438	977,263	3,620	980,883	973,826	853,440
1.10 Special Education	8,178,343	1,890,987	10,069,330	861,712	10,931,042	11,824,538	9,933,857
1.30 English Language Learning	599,390	133,315	732,705	9,925	742,630	746,341	743,424
1.31 Indigenous Education	1,309,622	306,622	1,616,244	272,671	1,888,915	1,932,455	1,717,270
1.41 School Administration	3,126,803	683,836	3,810,639	3,490	3,814,129	3,748,273	3,784,009
1.62 International and Out of Province Students	228,984	53,872	282,856	191,697	474,553	476,342	212,727
<b>Total Function 1</b>	<b>41,425,368</b>	<b>8,933,213</b>	<b>50,358,581</b>	<b>4,064,094</b>	<b>54,422,675</b>	<b>55,558,975</b>	<b>52,342,250</b>
<b>4 District Administration</b>							
4.11 Educational Administration	577,917	118,257	696,174	79,316	775,490	849,078	764,578
4.40 School District Governance	101,991	6,311	108,302	80,622	188,924	189,312	178,003
4.41 Business Administration	711,684	164,917	876,601	394,458	1,271,059	1,396,834	1,180,494
<b>Total Function 4</b>	<b>1,391,592</b>	<b>289,485</b>	<b>1,681,077</b>	<b>554,396</b>	<b>2,235,473</b>	<b>2,435,224</b>	<b>2,123,075</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	256,354	61,653	318,007	245,789	563,796	646,434	554,981
5.50 Maintenance Operations	3,334,693	786,518	4,121,211	1,605,203	5,726,414	5,539,820	5,758,185
5.52 Maintenance of Grounds	575,569	121,384	696,953	255,666	952,619	985,638	890,420
5.56 Utilities	-	-	-	2,095,929	2,095,929	1,929,725	1,958,888
<b>Total Function 5</b>	<b>4,166,616</b>	<b>969,555</b>	<b>5,136,171</b>	<b>4,202,587</b>	<b>9,338,758</b>	<b>9,101,617</b>	<b>9,162,474</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	84,479	20,499	104,978	10,954	115,932	122,305	113,157
7.70 Student Transportation	1,704,253	387,751	2,092,004	1,652,436	3,744,440	3,592,063	3,606,733
<b>Total Function 7</b>	<b>1,788,732</b>	<b>408,250</b>	<b>2,196,982</b>	<b>1,663,390</b>	<b>3,860,372</b>	<b>3,714,368</b>	<b>3,719,890</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>48,772,308</b>	<b>10,600,503</b>	<b>59,372,811</b>	<b>10,484,467</b>	<b>69,857,278</b>	<b>70,810,184</b>	<b>67,347,689</b>



**School District No. 60 (Peace River North)****Schedule 3 (Unaudited)**

## Schedule of Special Purpose Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 18)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	6,897,112	6,743,592	9,370,657
Federal Grants	255,219	255,951	239,207
Other Revenue	2,526,606	3,090,949	1,625,625
<b>Total Revenue</b>	<u>9,678,937</u>	<u>10,090,492</u>	<u>11,235,489</u>
<b>Expenses</b>			
Instruction	8,980,296	8,921,273	10,218,875
Operations and Maintenance	157,766	174,154	169,681
Transportation and Housing	224,295	196,896	114,553
<b>Total Expense</b>	<u>9,362,357</u>	<u>9,292,323</u>	<u>10,503,109</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>316,580</u>	<u>798,169</u>	<u>732,380</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(316,580)	(798,169)	(732,380)
<b>Total Net Transfers</b>	<u>(316,580)</u>	<u>(798,169)</u>	<u>(732,380)</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>

# School District No. 60 (Peace River North)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2022

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community/Link	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	282,766	25,690	142,673	1,770,818	11,285	23,202	25,295	236,466	-
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	292,658	241,562	-	1,769,946	148,000	46,550	108,167	583,311	365,296
Provincial Grants - Other	345,114	267,252	-	1,884,881	157,036	24,110	81,239	629,329	365,296
Federal Grants									
Other									
<b>Less:</b> Allocated to Revenue									
Recovered									
<b>Deferred Revenue, end of year</b>	<b>230,310</b>	<b>-</b>	<b>142,673</b>	<b>1,655,883</b>	<b>2,249</b>	<b>45,642</b>	<b>52,223</b>	<b>190,448</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	345,114	267,252	-	1,884,881	157,036	24,110	81,239	629,329	365,296
Federal Grants									
Other Revenue									
<b>Expenses</b>									
Salaries									
Teachers									
Principals and Vice Principals						4,486	867	80,280	
Educational Assistants					30,383		24,899	72,352	202,720
Support Staff		204,696			91,087	845	18,894	151,994	
Other Professionals					894			57,784	38,527
Substitutes	112,170							50,206	52,590
Employee Benefits	112,170	204,696	-	-	122,364	3,600	11,088	960	293,837
Services and Supplies	22,905	62,556	-	-	27,641	8,931	55,748	413,576	67,154
	37,162			1,794,880	7,031	14,631	17,732	113,696	4,305
	172,237	267,252	-	1,794,880	157,036	24,110	81,239	629,329	365,296
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>172,877</b>	<b>-</b>	<b>-</b>	<b>90,001</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(172,877)			(90,001)					
	(172,877)	-	-	(90,001)	-	-	-	-	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 60 (Peace River North)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2022

Schedule 3A (Unaudited)

## Deferred Revenue, beginning of year

Add: Restricted Grants  
Provincial Grants - Ministry of Education and Child Care  
Provincial Grants - Other  
Federal Grants  
Other

Less: Allocated to Revenue  
Recovered

## Deferred Revenue, end of year

## Revenues

Provincial Grants - Ministry of Education and Child Care  
Federal Grants  
Other Revenue

## Expenses

Salaries  
Teachers  
Principals and Vice Principals  
Educational Assistants  
Support Staff  
Other Professionals  
Substitutes

Employee Benefits  
Services and Supplies

## Net Revenue (Expense) before Interfund Transfers

## Interfund Transfers

Tangible Capital Assets Purchased

## Net Revenue (Expense)

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Safe Return to School / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund	Seamless Day Kindergarten	Early Childhood Education Dual Credit Program
	\$	\$	\$	\$	\$	\$	\$	\$	\$
	-	25,609	49,032	23,571	23,610	-	26,826	-	-
	3,746,900	509,471	183,433	122,845	19,000	167,886	115,640	50,000	24,500
	3,746,900	509,471	183,433	122,845	19,000	167,886	115,640	50,000	24,500
	3,746,900	509,471	196,896	57,121	28,230	167,886	26,826	49,333	-
	-	25,609	-	-	-	-	-	-	-
	-	-	35,569	89,295	14,380	-	115,640	667	24,500
	3,746,900	509,471	196,896	57,121	28,230	167,886	26,826	49,333	-
	3,746,900	509,471	196,896	57,121	28,230	167,886	26,826	49,333	-
	3,043,581	102,895	-	1,155	-	-	-	-	-
	703,319	12,153	-	16,150	13,885	-	-	-	-
	-	-	109,254	-	133	117,220	4,648	30,316	-
	-	-	-	-	-	-	-	7,433	-
	3,043,581	59,185	-	1,632	-	-	-	192	-
	703,319	174,233	109,254	18,937	14,018	117,220	4,648	37,941	-
	-	23,897	25,516	3,203	2,810	25,353	1,220	9,107	-
	-	311,341	62,126	34,981	11,402	25,313	-	2,285	-
	3,746,900	509,471	196,896	57,121	28,230	167,886	5,868	49,333	-
	-	-	-	-	-	-	20,958	-	-
	-	-	-	-	-	-	(20,958)	-	-
	-	-	-	-	-	-	(20,958)	-	-
	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-

# School District No. 60 (Peace River North)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2022

	Rapid Response	SWIS	EFAP	Donations \$ Miscellaneous	TOTAL
	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	1,553	30,991	11,475	436,085	3,146,947
<b>Add: Restricted Grants</b>					
Provincial Grants - Ministry of Education and Child Care	90,000				6,790,719
Provincial Grants - Other		254,831			24,500
Federal Grants			49,980	1,037,606	254,831
Other					2,857,532
<b>Less: Allocated to Revenue</b>	90,000	254,831	49,980	1,037,606	9,927,582
<b>Recovered</b>	91,553	255,951	61,455	1,144,613	10,090,492
<b>Deferred Revenue, end of year</b>	-	29,871	-	329,078	25,609
<b>Revenues</b>					
Provincial Grants - Ministry of Education and Child Care	91,553				6,743,592
Federal Grants		255,951			255,951
Other Revenue	91,553	255,951	61,455	1,144,613	3,090,949
<b>Expenses</b>					
Salaries					
Teachers					3,233,264
Principals and Vice Principals	24,340	42,282		727	439,891
Educational Assistants		144,918		49,155	692,038
Support Staff				234,239	569,999
Other Professionals	49,307			53,852	318,125
Substitutes				88	76,745
Employee Benefits	73,647	187,200	-	338,061	5,330,062
Services and Supplies	17,906	49,687		69,582	1,222,220
		19,064	61,455	222,637	2,740,041
	91,553	255,951	61,455	630,280	9,292,323
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	514,333	798,169
<b>Interfund Transfers</b>					
Tangible Capital Assets Purchased				(514,333)	(798,169)
	-	-	-	(514,333)	(798,169)
<b>Net Revenue (Expense)</b>	-	-	-	-	-

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

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual			2021 Actual (Restated - Note 18)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Amortization of Deferred Capital Revenue	4,415,488	4,436,835		4,436,835	3,885,540
<b>Total Revenue</b>	4,415,488	4,436,835	-	4,436,835	3,885,540
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	5,081,636	5,140,167		5,140,167	4,448,384
Transportation and Housing	681,291	687,797		687,797	709,346
<b>Total Expense</b>	5,762,927	5,827,964	-	5,827,964	5,157,730
<b>Capital Surplus (Deficit) for the year</b>	(1,347,439)	(1,391,129)	-	(1,391,129)	(1,272,190)
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	826,580	1,347,666		1,347,666	3,593,562
<b>Total Net Transfers</b>	826,580	1,347,666	-	1,347,666	3,593,562
<b>Total Capital Surplus (Deficit) for the year</b>	(520,859)	(43,463)	-	(43,463)	2,321,372
<b>Capital Surplus (Deficit), beginning of year</b>		28,090,378		28,090,378	26,352,714
Prior Period Adjustments					(583,708)
Half Year Amortization on Prior Period Adjustments					
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		28,090,378	-	28,090,378	25,769,006
<b>Capital Surplus (Deficit), end of year</b>		28,046,915	-	28,046,915	28,090,378

# School District No. 60 (Peace River North)

Tangible Capital Assets  
Year Ended June 30, 2022

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	13,019,087	178,732,654	5,719,271	6,682,847	102,736	2,426,916	206,683,511
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,340,615		368,937			2,709,552
Deferred Capital Revenue - Other		195,332	145,260	85,818			426,410
Operating Fund			101,761	44,318		403,418	549,497
Special Purpose Funds		211,815	586,354				798,169
Transferred from Work in Progress		180,353	712,456				892,809
	-	2,928,115	1,545,831	499,073	-	403,418	5,376,437
Decrease:							
Deemed Disposals			262,283	108,818	26,584	531,214	928,899
	-	-	262,283	108,818	26,584	531,214	928,899
<b>Cost, end of year</b>	13,019,087	181,660,769	7,002,819	7,073,102	76,152	2,299,120	211,131,049
<b>Work in Progress, end of year</b>		290,043					290,043
<b>Cost and Work in Progress, end of year</b>	13,019,087	181,950,812	7,002,819	7,073,102	76,152	2,299,120	211,421,092
<b>Accumulated Amortization, beginning of year</b>							
Prior Period Adjustments		62,208,761	1,609,858	3,054,807	51,564	860,727	67,785,717
Half year Amortization on Prior Period Adjustments		1,991,945	285,962	334,141	10,271	242,693	2,865,012
<b>Accumulated Amortization, beginning of year, as restated</b>		64,200,706	1,895,820	3,388,948	61,835	1,103,420	70,650,729
<b>Changes for the Year</b>							
Increase: Amortization for the Year		4,013,570	636,104	687,797	17,889	472,604	5,827,964
Decrease:							
Deemed Disposals			262,283	108,818	26,584	531,214	928,899
	-	-	262,283	108,818	26,584	531,214	928,899
<b>Accumulated Amortization, end of year</b>		68,214,276	2,269,641	3,967,927	53,140	1,044,810	75,549,794
<b>Tangible Capital Assets - Net</b>	13,019,087	113,736,536	4,733,178	3,105,175	23,012	1,254,310	135,871,298

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

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2022

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	180,353	712,456			892,809
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	290,043				290,043
	290,043	-	-	-	290,043
Decrease:					
Transferred to Tangible Capital Assets	180,353	712,456			892,809
	180,353	712,456	-	-	892,809
<b>Net Changes for the Year</b>	109,690	(712,456)	-	-	(602,766)
<b>Work in Progress, end of year</b>	290,043	-	-	-	290,043

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

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2022

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Deferred Capital Revenue, beginning of year</b>	101,346,005	2,752,071	6,020,865	110,118,941
Prior Period Adjustments				
Half Year Amortization on Prior Period Adjustments	(2,030,737)	(51,968)	(93,831)	(2,176,536)
<b>Deferred Capital Revenue, beginning of year, as restated</b>	99,315,268	2,700,103	5,927,034	107,942,405
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,709,552	426,410		3,135,962
Transferred from Work in Progress		892,809		892,809
	2,709,552	1,319,219	-	4,028,771
Decrease:				
Amortization of Deferred Capital Revenue	4,093,364	155,808	187,663	4,436,835
	4,093,364	155,808	187,663	4,436,835
<b>Net Changes for the Year</b>	(1,383,812)	1,163,411	(187,663)	(408,064)
<b>Deferred Capital Revenue, end of year</b>	97,931,456	3,863,514	5,739,371	107,534,341
<b>Work in Progress, beginning of year</b>	-	892,809		892,809
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	290,043			290,043
	290,043	-	-	290,043
Decrease				
Transferred to Deferred Capital Revenue		892,809		892,809
	-	892,809	-	892,809
<b>Net Changes for the Year</b>	290,043	(892,809)	-	(602,766)
<b>Work in Progress, end of year</b>	290,043	-	-	290,043
<b>Total Deferred Capital Revenue, end of year</b>	98,221,499	3,863,514	5,739,371	107,824,384



# School District No. 60 (Peace River North)

Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2022

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>		28,626		433,745		462,371
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,999,595					2,999,595
Provincial Grants - Other			426,410			426,410
Other				17,980		17,980
<b>Decrease:</b>						
Transferred to DCR - Capital Additions	2,709,552		426,410			3,135,962
Transferred to DCR - Work in Progress	290,043					290,043
	2,999,595	-	426,410	-	-	3,426,005
<b>Net Changes for the Year</b>	-	-	-	17,980	-	17,980
<b>Balance, end of year</b>	-	28,626	-	451,725	-	480,351

