

Audited Financial Statements of

School District No. 57 (Prince George)

And Independent Auditors' Report thereon

June 30, 2022

School District No. 57 (Prince George)

June 30, 2022

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School District No. 57 (Prince George)

MANAGEMENT REPORT

Version: 1033-9288-7305

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 57 (Prince George) 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.

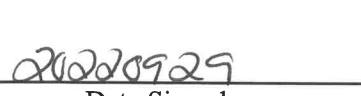
The Board of Education of School District No. 57 (Prince George) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

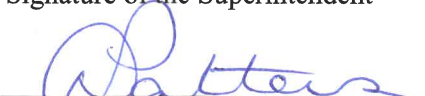
The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 57 (Prince George) 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. 57 (Prince George)


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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Prince George BC V2L 5R8
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INDEPENDENT AUDITORS' REPORT

To the Board of Education of the School District No. 57 (Prince George)
To the Minister of Education and Child Care, Province of British Columbia

Opinion

We have audited the financial statements of School District No. 57 (Prince George) (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 22 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2021 has been restated. Note 22 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font. Below the signature is a horizontal line that starts under the 'K' and extends to the right, ending under the 'P'.

Chartered Professional Accountants

Prince George, Canada
September 27, 2022

School District No. 57 (Prince George)

Statement 1

Statement of Financial Position

As at June 30, 2022

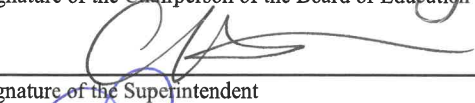
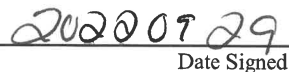
	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	19,787,109	22,882,590
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	1,950,888	2,301,200
Other (Note 3)	947,964	1,001,679
Portfolio Investments (Note 4)	4,712,011	5,913,785
Total Financial Assets	27,397,972	32,099,254
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education and Child Care	-	50,690
Other (Note 5)	2,503,041	3,380,886
Unearned Revenue	162,369	195,882
Deferred Revenue (Note 6)	3,007,537	3,343,846
Deferred Capital Revenue (Note 7)	105,080,239	106,692,056
Employee Future Benefits (Note 8)	2,297,305	2,357,369
Other Liabilities (Note 10)	13,267,365	14,256,717
Total Liabilities	126,317,856	130,277,446
Net Debt	(98,919,884)	(98,178,192)
Non-Financial Assets		
Tangible Capital Assets (Note 11)	144,713,981	143,196,191
Prepaid Expenses	223,409	329,441
Total Non-Financial Assets	144,937,390	143,525,632
Accumulated Surplus (Deficit)	46,017,506	45,347,440

Contractual Obligations (Note 14)

Contractual Rights (Note 15)

Contingent Liabilities (Note 16)

Approved by the Board


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

School District No. 57 (Prince George)

Statement 2

Statement of Operations
Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	165,876,079	168,048,718	170,915,126
Other	404,097	560,320	427,180
Tuition	12,000	59,210	56,500
Other Revenue	3,542,188	4,513,944	3,379,760
Rentals and Leases	500,000	507,176	523,233
Investment Income	272,000	251,689	260,320
Amortization of Deferred Capital Revenue	4,246,987	4,254,807	3,777,234
Total Revenue	<u>174,853,351</u>	<u>178,195,864</u>	<u>179,339,353</u>
Expenses			
Instruction	138,296,681	136,253,971	133,795,231
District Administration	7,331,211	7,262,828	6,938,119
Operations and Maintenance	30,375,091	29,667,595	28,762,325
Transportation and Housing	4,709,184	4,341,404	3,960,722
Total Expense	<u>180,712,167</u>	<u>177,525,798</u>	<u>173,456,397</u>
Surplus (Deficit) for the year	<u>(5,858,816)</u>	<u>670,066</u>	<u>5,882,956</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		45,347,440	39,464,484
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>46,017,506</u></u>	<u>45,347,440</u>

School District No. 57 (Prince George)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Surplus (Deficit) for the year	<u>(5,858,816)</u>	<u>670,066</u>	<u>5,882,956</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(1,360,576)	(8,087,538)	(9,460,359)
Amortization of Tangible Capital Assets	6,513,331	6,569,748	6,012,366
Write-down carrying value of Tangible Capital Assets			1,780,600
Total Effect of change in Tangible Capital Assets	<u>5,152,755</u>	<u>(1,517,790)</u>	<u>(1,667,393)</u>
Acquisition of Prepaid Expenses		(223,409)	(329,441)
Use of Prepaid Expenses		329,441	326,426
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>106,032</u>	<u>(3,015)</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>(706,061)</u>	<u>(741,692)</u>	<u>4,212,548</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		<u>(741,692)</u>	<u>4,212,548</u>
Net Debt, beginning of year		<u>(98,178,192)</u>	<u>(102,390,740)</u>
Net Debt, end of year		<u><u>(98,919,884)</u></u>	<u><u>(98,178,192)</u></u>

School District No. 57 (Prince George)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2022

	2022 Actual	2021 Actual
	(Restated - Note 22)	
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	670,066	5,882,956
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	404,027	201,183
Prepaid Expenses	106,032	(3,015)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(928,535)	(2,302,537)
Unearned Revenue	(33,513)	(77,698)
Deferred Revenue	(336,309)	720,850
Employee Future Benefits	(60,064)	17,882
Other Liabilities	(989,352)	1,812,907
Amortization of Tangible Capital Assets	6,569,748	6,012,366
Amortization of Deferred Capital Revenue	(4,254,807)	(3,777,234)
Recognition of Deferred Capital Revenue Spent on Sites	(3,260,878)	(3,366,890)
Deferred Contributions in Support of Maintenance	(1,909,429)	(3,161,472)
Total Operating Transactions	(4,023,014)	1,959,298
Capital Transactions		
Tangible Capital Assets Purchased	(8,087,538)	(8,202,874)
Tangible Capital Assets -WIP Purchased		(1,257,485)
Total Capital Transactions	(8,087,538)	(9,460,359)
Financing Transactions		
Capital Revenue Received	7,813,297	10,246,900
Total Financing Transactions	7,813,297	10,246,900
Investing Transactions		
Investments in Portfolio Investments	1,201,774	(96,223)
Total Investing Transactions	1,201,774	(96,223)
Net Increase (Decrease) in Cash and Cash Equivalents	(3,095,481)	2,649,616
Cash and Cash Equivalents, beginning of year	22,882,590	20,232,974
Cash and Cash Equivalents, end of year	19,787,109	22,882,590
Cash and Cash Equivalents, end of year, is made up of:		
Cash Equivalents	19,787,109	22,882,590
	19,787,109	22,882,590

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 1 AUTHORITY AND PURPOSE

School District No. 57 (Prince George) ("the School District"), established on April 15, 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. 57 (Prince George)", and operates as "School District No. 57 (Prince George)". 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. 57 (Prince George) 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 September 1, 2020 with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty over future cash flows and 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 financial statements have been prepared in accordance with Section 23.1 of *the Budget Transparency and Accountability Act of the Province of British Columbia* supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. This Section requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires that all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors prepare their financial statements in accordance with Canadian public sector accounting standards.

Regulation 198/2011 requires that restricted contributions received or receivable for acquiring or developing a depreciable tangible capital asset or contributions in the form of a depreciable tangible capital asset are to be deferred and recognized in revenue at the same rate that amortization of the related tangible capital asset is recorded. For British Columbia tax-payer

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

a) Basis of Accounting (*continued*)

supported organizations, these contributions include government transfers and externally restricted contributions. The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian public sector accounting standards which requires 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
- 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.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards. The impact of this difference on the financial statements of the School District is as follows:

	June 30, 2022	June 30, 2021
Decrease in Annual Surplus	\$ 66,694	\$ 21,460
Increase in Accumulated Surplus	\$ 105,080,239	\$ 108,794,862
Decrease in Deferred Contributions	\$ 105,080,239	\$ 108,794,862

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) Portfolio Investments

The School District has investments in guaranteed investment certificates and term deposits that have a maturity date of greater than 3 months at the time of acquisition. GICs and term deposits not quoted in an active market are reported at cost or amortized cost.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net re-measurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the statement of re-measurement gains and losses. The loss is not reversed if there is a subsequent increase in value.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

d) Portfolio Investments *(continued)*

Detailed information regarding portfolio investments is disclosed in note 4.

e) Unearned Revenue

Unearned revenue includes 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.

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 (EARSL) 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 NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

g) Employee Future Benefits *(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 by employer. 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:

- 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 NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

i) **Tangible Capital Assets** *(continued)*

- 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 Hardware & Software	5 years

j) **Capital Leases**

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

k) **Prepaid Expenses**

Prepaid insurance and prepaid subscriptions, courses, seminars and travel are included as a prepaid expense and stated at acquisition cost and are charged to expenses over the periods expected to benefit from it.

l) **Funds and Reserves**

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved. (see Note 12 - Interfund Transfers and Note 19 - Internally Restricted Surplus)

m) **Revenue Recognition**

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

m) Revenue Recognition *(continued)*

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- 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 being performed is deferred and recognized when the fee is earned or the service is 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.

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 NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

n) Expenditures *(continued)*

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.

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, portfolio investments, accounts payable and accrued liabilities, long term debt and other liabilities.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition and amortization using the effective interest rate method. 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. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

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 NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

o) Financial Instruments *(continued)*

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 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 for the year beginning 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 [Consolidated] Statement of Operations.

A modified retroactive application has been recommended by Government pending approval in the Fall of 2020. 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".

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

q) Future Changes in Accounting Policies *(continued)*

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

	2022	2021
Due from City of Prince George	\$ 11,313	\$ -
Due from City of Engage Sport North	35,402	45,051
Due from Federal Government	179,075	245,516
Due from School District No. 93	225,068	423,822
Due from Takla Nation	284,993	-
Due from University of Northern British Columbia	-	40,000
Trade and Other	194,635	233,661
Accrued Interest	17,478	13,629
	<u>\$ 947,964</u>	<u>\$ 1,001,679</u>

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 4 PORTFOLIO INVESTMENTS

Investments at cost:	2022		2021	
Guaranteed Investment Certificates				
o April 1, 2024, interest at 1.41%	\$	100,000	\$	100,000
o April 1, 2024, interest at 1.40%		100,000		100,000
o April 1, 2024, interest at 1.45%		100,000		100,000
o March 31, 2025, interest at 1.73%		100,000		100,000
o March 30, 2026, interest at 1.92%		100,000		100,000
o June 8, 2027, interest at 4.46%		800,000		-
Term deposits		-		-
o July 25, 2021 interest at 0.30%		-		100,223
o January 4, 2022, interest at 0.20%		-		12,011
o June 8, 2022, interest at 2.40%		-		700,006
o November 4, 2022, interest at 0.40%		100,000		-
o January 17, 2023, interest at 0.30%		12,011		-
o June 8, 2023, interest at 2.75%		700,000		700,000
o June 17, 2023, interest at 1.70%		200,000		200,000
o June 8, 2024, interest at 2.00%		800,000		800,000
o June 8, 2025, interest at 2.30%		800,000		800,000
o June 14, 2025, interest at 1.60%		-		1,301,545
o June 14, 2026, interest at 1.10%		800,000		800,000
	\$	4,712,011	\$	5,913,785

No impairment has been identified by management and no investments were reclassified between the cost and fair value categories during the year.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2022	2021
Trade payables	\$ 1,658,918	\$ 2,234,954
Accrued payables	625,368	686,149
Contract holdbacks	214,535	455,303
Other	4,220	4,480
	<u>\$ 2,503,041</u>	<u>\$ 3,380,886</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.

	2022	2021
Deferred revenue, beginning of year	\$ 3,343,846	\$ 2,622,996
Add:		
Provincial grants	15,950,589	20,730,840
Other	2,507,916	1,331,066
Investment income	24,242	25,856
	<u>21,826,593</u>	<u>24,710,758</u>
Less:		
Allocated to revenue	(18,789,975)	(21,366,912)
Recovered	(29,081)	-
	<u>\$ 3,007,537</u>	<u>\$ 3,343,846</u>

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.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 7 DEFERRED CAPITAL REVENUE (continued)

	2022	2021 (Restated - Note 22)
Unspent deferred capital revenue, beginning of year	\$ 360,326	\$ 381,786
Add:		
Provincial grants	7,810,895	10,199,856
Other income	-	45,000
Investment income	2,402	2,044
	8,173,623	10,628,686
Less:		
Transferred to deferred capital revenue - capital additions	(2,709,684)	(2,482,513)
Transferred to deferred capital revenue - work in progress	-	(1,257,485)
Transferred to revenue - site purchases	(3,260,878)	(3,366,890)
Deferred contribution in support of maintenance	(1,909,429)	(3,161,472)
Unspent deferred capital revenue, end of year	\$ 293,632	\$ 360,326
Deferred capital revenue, beginning of year	\$ 106,331,730	\$ 77,298,185
Prior period adjustment	-	(1,784,413)
Deferred capital revenue, beginning of year, as restated	106,331,730	75,513,772
Transferred from deferred revenue - capital additions	2,709,684	2,482,513
Transferred from deferred revenue - work in progress	-	33,893,279
Amortization of deferred capital revenue	(4,254,807)	(3,777,234)
Revenue recognized on write-off of building	-	(1,780,600)
Deferred capital revenue, end of year	\$ 104,786,607	\$ 106,331,730
Work in progress, beginning of year	\$ -	\$ 32,635,794
Transferred from deferred revenue - work in progress	-	1,257,485
Transferred to deferred capital revenue	-	(33,893,279)
Work in progress, end of year	\$ -	\$ -
Total deferred capital revenue, end of year	\$ 105,080,239	\$ 106,692,056

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	2022	2021
Reconciliation of accrued benefit obligation		
Accrued benefit obligation - April 1	\$ 2,055,163	\$ 2,074,986
Service cost	170,599	171,206
Interest cost	53,058	48,280
Benefit payments	(250,139)	(166,901)
Decrease in obligation due to plan amendment	(71,231)	
Actuarial loss (gain)	73,379	(72,408)
Accrued benefit obligation - March 31	<u>\$ 2,030,829</u>	<u>\$ 2,055,163</u>

	2022	2021
Reconciliation of funded status at end of fiscal year		
Accrued benefit obligation - March 31	\$ 2,030,829	\$ 2,055,163
Market value of plan assets - March 31	-	-
Funded status - deficit	(2,030,829)	(2,055,163)
Employer contributions after measurement date	7,496	52,755
Benefits expense after measurement date	(55,549)	(55,914)
Unamortized net actuarial loss (gain)	(218,423)	(299,047)
Accrued benefit liability - June 30	<u>\$ (2,297,305)</u>	<u>\$ (2,357,369)</u>

	2022	2021
Reconciliation of change in accrued benefit liability		
Accrued benefit liability - July 1	\$ 2,357,369	\$ 2,339,487
Net expense for fiscal period	144,815	217,007
Employer contributions	(204,879)	(199,125)
Accrued benefit liability - June 30	<u>\$ 2,297,305</u>	<u>\$ 2,357,369</u>

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

	2022	2021
Discount rate - April 1	2.50%	2.25%
Discount rate - March 31	3.25%	2.50%
Long term salary growth - April 1	2.50% + seniority	2.50% + seniority
Long term salary growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	10.8	10.6

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 9 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 about 50,000 active members and approximately 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.

The school district paid \$12,408,440 for employer contributions to the plans for the year ended June 30, 2022 (2021: \$12,146,325).

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 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.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 10 OTHER LIABILITIES

	2022		2021	
Payroll	\$	1,816,625	\$	2,808,629
Accrued vacation		2,267,989		2,383,382
Teacher summer savings plan		5,390,141		5,090,483
Other		3,792,610		3,974,223
	\$	13,267,365	\$	14,256,717

NOTE 11 TANGIBLE CAPITAL ASSETS

Net Book Value:		2022	2021
			(Restated - Note 22)
Sites	\$	23,690,324	\$ 20,429,447
Buildings		113,738,505	115,430,898
Furniture & equipment		4,022,146	4,186,171
Vehicles		110,444	-
Computer hardware		3,152,562	3,149,675
Total		\$ 144,713,981	\$ 143,196,191

June 30, 2022

Cost:	Opening	Additions	Disposals	Total 2022
Sites	\$ 20,429,447	\$ 3,260,877	\$ -	\$ 23,690,324
Buildings	226,239,284	2,955,562	-	229,194,846
Furniture & equipment	6,880,171	531,597	379,496	7,032,272
Vehicles	-	116,257	-	116,257
Computer hardware	5,982,662	1,223,245	984,991	6,220,916
Total	\$ 259,531,564	\$ 8,087,538	\$ 1,364,487	\$ 266,254,615

Accumulated Amortization:	Opening	Amortization	Disposals	Total 2022
	(Restated - Note 22)			
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	110,808,386	4,647,955	-	115,456,341
Furniture & equipment	2,694,000	695,622	379,496	3,010,126
Vehicles	-	5,813	-	5,813
Computer hardware	2,832,987	1,220,358	984,991	3,068,354
Total	\$ 116,335,373	\$ 6,569,748	\$ 1,364,487	\$ 121,540,634

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 11 TANGIBLE CAPITAL ASSETS *(continued)*

June 30, 2021

Cost:	Opening	Additions	Disposals	Transfers (WIP)	Total 2021
Sites	\$ 17,062,557	\$ 3,366,890	\$ -	\$ -	\$ 20,429,447
Buildings	203,095,561	2,319,888	14,039,819	34,863,654	\$ 226,239,284
Buildings - WIP	33,606,169	1,257,485	-	(34,863,654)	\$ -
Furniture & equipment	5,985,145	1,393,267	498,241	-	\$ 6,880,171
Computer hardware	5,884,972	1,122,829	1,025,139	-	\$ 5,982,662
Total	\$ 265,634,404	\$ 9,460,359	\$ 15,563,199	\$ -	\$ 259,531,564

Accumulated Amortization:	Opening (Restated - Note 22)	Amortization (Restated - Note 22)	Disposals	Total 2021 (Restated - Note 22)	
Sites	\$ -	\$ -	\$ -	\$ -	
Buildings	118,885,269	4,182,336	12,259,219	-	110,808,386
Furniture & equipment	2,548,975	643,266	498,241	-	2,694,000
Computer hardware	2,671,362	1,186,764	1,025,139	-	2,832,987
Total	\$ 124,105,606	\$ 6,012,366	\$ 13,782,599	\$ -	\$ 116,335,373

NOTE 12 INTERFUND TRANSFERS

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

- A transfer in the amount of \$336,283 (2021 - \$724,379) was made from Special Purpose Funds to the Capital Fund for the purchase of capital assets.
- A transfer in the amount of \$1,780,693 (2021 - \$1,629,092) was made from the Operating Fund to the Capital Fund for the purchase of capital assets.
- A transfer in the amount of \$921,978 (2021 – nil) was made from the Operating Fund to the Capital Fund to fund certain future capital asset acquisition reserves.

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.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 14 CONTRACTUAL OBLIGATIONS

The School District has entered into a number of multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts.

	2023	2024	2025	2026	2027
Student transportation contract	\$ 5,512,630	\$ 5,659,832	\$ 5,772,786	\$ 5,875,896	\$ 5,993,414
Shas Ti Kelly Road Construction	2,155,040	-	-	-	-
Vehicle operating leases	184,674	78,855	27,467	27,467	1,629
Property lease	105,626	105,626	-	-	-
Copier leases	219,737	-	-	-	-
	<u>\$ 8,177,707</u>	<u>\$ 5,844,313</u>	<u>\$ 5,800,253</u>	<u>\$ 5,903,363</u>	<u>\$ 5,995,043</u>

NOTE 15 CONTRACTUAL RIGHTS

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The School District's contractual rights arise from contracts entered into for shared use agreements and property rentals and leases. The following table summarizes the contractual rights of the School District for future assets:

	2023	2024	2025	2026	2027
Shared use agreement	\$ 137,500	\$ -	\$ -	\$ -	\$ -
Lease revenue	237,217	235,007	59,800	61,300	31,280
	<u>\$ 374,717</u>	<u>\$ 235,007</u>	<u>\$ 59,800</u>	<u>\$ 61,300</u>	<u>\$ 31,280</u>

NOTE 16 CONTINGENT LIABILITIES

The nature of the School District's activities is such that there is usually litigation pending or in process at any time. With respect to unsettled claims at June 30, 2022, management believes the School District has valid defenses and appropriate insurance coverage in place. In the event that any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 16 CONTINGENT LIABILITIES *(continued)*

Legal liabilities may exist for the removal or disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate or fair value can be made. As at June 30, 2022, the amounts and timing of any such liabilities are not reasonably determinable.

NOTE 17 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 22, 2022. Reconciliation to the original approved budget is presented below:

	Original Approved Budget	Amendments	Amended Approved Budget
Revenue:			
Provincial Grants			
Ministry of Education and Child Care	\$ 161,439,704	4,436,375	\$ 165,876,079
Other	98,197	305,900	404,097
Tuition	-	12,000	12,000
Other revenue	3,104,785	437,403	3,542,188
Rentals and leases	640,500	(140,500)	500,000
Investment income	277,000	(5,000)	272,000
Amortization of deferred capital revenue	3,459,994	786,993	4,246,987
	169,020,180	5,833,171	174,853,351
Expenses:			
Instruction	132,239,369	6,057,312	138,296,681
District administration	7,371,322	(40,111)	7,331,211
Operations and maintenance	29,029,177	1,345,914	30,375,091
Transportation and housing	4,676,634	32,550	4,709,184
	173,316,502	7,395,665	180,712,167
Annual deficiency	(4,296,322)	(1,562,494)	(5,858,816)
Budgeted allocation of surplus	2,602,215	2,350,833	4,953,048
Budgeted annual surplus for the year	\$ (1,694,107)	\$ 788,339	\$ (905,768)
Comprised of:			
Operating fund surplus	\$ -	\$ -	\$ -
Special purpose fund surplus	-	-	-
Capital fund surplus (deficit)	(1,694,107)	788,339	(905,768)
Budgeted annual surplus for the year	\$ (1,694,107)	\$ 788,339	\$ (905,768)

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 18 EXPENSE BY OBJECT

	2022	2021
		(Restated - Note 22)
Salaries and benefits	\$ 145,598,881	\$ 143,939,583
Services and supplies	25,357,169	23,504,448
Amortization	6,569,748	6,012,366
	<u>\$ 177,525,798</u>	<u>\$ 173,456,397</u>

NOTE 19 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted by Board due to:	2022	2021
<u>Operations Spanning the School Year</u>		
School surpluses	\$ 1,350,446	\$ 2,732,534
School capital projects	454,373	854,009
Future years' operating budgets	308,345	269,623
Facility reserves	595,000	681,392
Technology, equipment and capital projects	-	1,295,884
Department and program surpluses	539,970	346,367
<u>Nature of Constraints on the Funds</u>		
Ministry of Education and Child Care		
Indigenous Education	943,350	653,169
Special Advisory Committee	75,000	75,000
2020/2021 Operating Holdback Carryover	224,120	396,173
Specific Purpose Grant Funding	496,596	675,600
Recreation trusts and other funds	173,702	145,976
<u>Anticipated Unusual Expenses Identified</u>		
Building Stronger Schools	-	350,000
Total Available for Future Operations	<u>\$ 5,160,902</u>	<u>\$ 8,475,727</u>

NOTE 20 COMPARATIVE FIGURES

The financial statements have been reclassified, where applicable, to conform to the presentation used in the current year. The changes do not affect prior year operating fund surplus.

NOTE 21 ECONOMIC DEPENDENCE

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

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 22 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:

	Previously Reported	Adjustment	Restated
<u>Statement of Financial Position</u>			
Deferred Capital Revenue	\$ 108,794,862	\$ (2,102,806)	\$ 106,692,056
Tangible Capital Assets	146,450,698	(3,254,507)	143,196,191
Accumulated surplus	46,499,141	(1,151,701)	45,347,440
<u>Statement of Operations</u>			
Revenues - Amortization of Deferred Capital Revenue	3,458,841	318,393	3,777,234
Expenses - Operations and Maintenance - Asset Amortization	28,402,642	359,683	28,762,325
Accumulated Surplus, Beginning of Year, July 1, 2020	40,574,895	(1,110,411)	39,464,484

NOTE 23 RISK MANAGEMENT

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 and the School District invests solely in guaranteed investment certificates, term deposits and bonds.

SCHOOL DISTRICT NO. 57 (PRINCE GEORGE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 23 RISK MANAGEMENT *(continued)*

b) Market risk:

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

- Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.
- Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in guaranteed investment certificates, term deposits and bonds that have a maturity date of no more than 5 years.

c) Liquidity risk:

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

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

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. 57 (Prince George)

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

	Operating Fund	Special Purpose Fund	Capital Fund	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	8,475,727		36,871,713	45,347,440	40,574,895
Prior Period Adjustments					(1,110,411)
Accumulated Surplus (Deficit), beginning of year, as restated	8,475,727	-	36,871,713	45,347,440	39,464,484
Changes for the year					
Surplus (Deficit) for the year	(612,154)	336,283	945,937	670,066	5,882,956
Interfund Transfers					
Tangible Capital Assets Purchased	(1,780,693)	(336,283)	2,116,976	-	-
Local Capital	(921,978)		921,978	-	-
Net Changes for the year	(3,314,825)	-	3,984,891	670,066	5,882,956
Accumulated Surplus (Deficit), end of year - Statement 2	5,160,902	-	40,856,604	46,017,506	45,347,440

School District No. 57 (Prince George)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	146,330,655	146,667,242	144,505,630
Other	404,097	560,320	427,180
Tuition	12,000	59,210	56,500
Other Revenue	1,458,816	1,959,380	1,919,838
Rentals and Leases	500,000	507,176	523,233
Investment Income	250,000	227,447	234,464
Total Revenue	148,955,568	149,980,775	147,666,845
Expenses			
Instruction	120,297,087	118,646,428	113,934,927
District Administration	7,233,440	7,165,057	6,829,178
Operations and Maintenance	20,439,854	20,535,274	18,921,270
Transportation and Housing	4,577,659	4,246,170	3,954,651
Total Expense	152,548,040	150,592,929	143,640,026
Operating Surplus (Deficit) for the year	(3,592,472)	(612,154)	4,026,819
Budgeted Appropriation (Retirement) of Surplus (Deficit)	4,953,048		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,360,576)	(1,780,693)	(1,629,092)
Local Capital	-	(921,978)	-
Total Net Transfers	(1,360,576)	(2,702,671)	(1,629,092)
Total Operating Surplus (Deficit), for the year	-	(3,314,825)	2,397,727
Operating Surplus (Deficit), beginning of year		8,475,727	6,078,000
Operating Surplus (Deficit), end of year		5,160,902	8,475,727
Operating Surplus (Deficit), end of year			
Internally Restricted		5,160,902	8,475,727
Total Operating Surplus (Deficit), end of year		5,160,902	8,475,727

School District No. 57 (Prince George)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	143,792,719	144,073,515	137,630,326
ISC/LEA Recovery	(441,144)	(686,293)	(441,144)
Other Ministry of Education and Child Care Grants			
Pay Equity	2,271,692	2,271,692	2,271,692
Funding for Graduated Adults		92,426	115,467
Student Transportation Fund	687,663	687,663	687,663
Support Staff Benefits Grant		198,514	195,756
Teachers' Labour Settlement Funding			3,726,145
Early Career Mentorship Funding			300,000
FSA Scorer Grant	15,693	15,693	15,693
Anti-racism in Early Care and Learning		10,000	
Early Learning Framework	4,032	4,032	4,032
Total Provincial Grants - Ministry of Education and Child Care	146,330,655	146,667,242	144,505,630
Provincial Grants - Other	404,097	560,320	427,180
Tuition			
Continuing Education		15,710	
International and Out of Province Students	12,000	43,500	56,500
Total Tuition	12,000	59,210	56,500
Other Revenues			
Other School District/Education Authorities	320,000	301,246	423,822
Funding from First Nations	441,144	686,293	441,144
Miscellaneous			
Administration Fees	97,771	97,771	108,941
After School Sports Initiative			-
Cafeteria Recoveries	40,000	140,743	86,936
Miscellaneous	519,901	698,999	831,262
Municipal Purchasing Group Mastercard Rebate	20,000	34,328	27,733
Career Education Society Grant	20,000	-	-
Total Other Revenue	1,458,816	1,959,380	1,919,838
Rentals and Leases	500,000	507,176	523,233
Investment Income	250,000	227,447	234,464
Total Operating Revenue	148,955,568	149,980,775	147,666,845

School District No. 57 (Prince George)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Salaries			
Teachers	57,302,455	57,499,960	56,940,262
Principals and Vice Principals	9,983,727	9,926,878	9,813,888
Educational Assistants	15,141,906	15,073,283	13,393,027
Support Staff	12,165,145	12,114,067	12,019,724
Other Professionals	7,782,403	7,740,779	7,014,840
Substitutes	4,000,478	4,247,322	3,030,331
Total Salaries	106,376,114	106,602,289	102,212,072
Employee Benefits	23,982,798	24,687,651	24,236,192
Total Salaries and Benefits	130,358,912	131,289,940	126,448,264
Services and Supplies			
Services	5,864,437	4,228,661	3,771,526
Student Transportation	4,521,359	4,164,554	3,831,394
Professional Development and Travel	1,636,162	1,252,607	952,015
Rentals and Leases	488,077	478,446	489,751
Dues and Fees	86,098	90,916	94,058
Insurance	335,705	325,657	292,756
Supplies	6,247,080	5,295,138	4,781,257
Utilities	3,010,210	3,467,010	2,979,005
Total Services and Supplies	22,189,128	19,302,989	17,191,762
Total Operating Expense	152,548,040	150,592,929	143,640,026

School District No. 57 (Prince George)

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
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	46,059,910	510,354	165,304	54,902		3,289,157	50,079,627
1.03 Career Programs	647,694		11,079	225		2,356	661,354
1.07 Library Services	1,240,289	27,766		468,738		17,897	1,754,690
1.08 Counselling	1,878,599	16,982				30,325	1,925,906
1.10 Special Education	5,088,829	299,090	12,169,104	140,569	2,009,507	125,775	19,832,874
1.30 English Language Learning	1,477,898					4,931	1,482,829
1.31 Indigenous Education	416,858	363,600	2,695,352	45,599	803,183	9,986	4,334,578
1.41 School Administration		7,964,981		2,846,621	468,852	454,484	11,734,938
1.60 Summer School	10,304					1,335	11,639
1.64 Other	93,011	2,358	32,444	93,635		18,080	239,528
Total Function 1	56,913,392	9,185,131	15,073,283	3,650,289	3,281,542	3,954,326	92,057,963
4 District Administration							
4.11 Educational Administration				161,142	1,110,390	19,638	2,473,182
4.40 School District Governance	586,568	595,444			136,690		136,690
4.41 Business Administration		146,303		801,396	1,410,223	13,932	2,371,854
Total Function 4	586,568	741,747	-	962,538	2,657,303	33,570	4,981,726
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				97,875	837,414		935,289
5.50 Maintenance Operations				6,735,020	931,847	211,705	7,878,572
5.52 Maintenance of Grounds				605,057		45,660	650,717
5.56 Utilities							-
Total Function 5	-	-	-	7,437,952	1,769,261	257,365	9,464,578
7 Transportation and Housing							
7.41 Transportation and Housing Administration				52,517	32,673	2,061	87,251
7.70 Student Transportation				10,771			10,771
7.73 Housing							-
Total Function 7	-	-	-	63,288	32,673	2,061	98,022
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	57,499,960	9,926,878	15,073,283	12,114,067	7,740,779	4,247,322	106,602,289

School District No. 57 (Prince George)

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 22) \$
1 Instruction							
1.02 Regular Instruction	50,079,627	11,705,358	61,784,985	2,557,699	64,342,684	64,527,294	61,841,956
1.03 Career Programs	661,354	147,625	808,979	362,256	1,171,235	1,072,368	1,253,139
1.07 Library Services	1,754,690	431,614	2,186,304	166,241	2,352,545	2,350,779	2,330,703
1.08 Counselling	1,925,906	434,740	2,360,646	963	2,361,609	2,099,518	2,424,136
1.10 Special Education	19,833,874	4,821,818	24,654,692	361,277	25,015,969	25,818,043	22,766,448
1.30 English Language Learning	1,482,829	351,289	1,834,118	3,805	1,837,923	2,115,240	2,261,833
1.31 Indigenous Education	4,334,578	1,038,302	5,372,880	608,189	5,981,069	6,595,474	5,221,384
1.41 School Administration	11,734,938	2,535,112	14,270,050	275,273	14,545,323	14,733,639	15,117,972
1.60 Summer School	11,639	2,450	14,089	3,751	17,840	17,840	
1.64 Other	239,528	58,259	297,787	722,444	1,020,231	966,892	717,356
Total Function 1	92,057,963	21,526,567	113,584,530	5,061,898	118,646,428	120,297,087	113,934,927
4 District Administration							
4.11 Educational Administration	2,473,182	539,367	3,012,549	423,409	3,435,958	3,569,524	3,165,441
4.40 School District Governance	136,690	7,701	144,391	280,244	424,635	376,759	292,916
4.41 Business Administration	2,371,854	483,885	2,855,739	448,725	3,304,464	3,287,157	3,370,821
Total Function 4	4,981,726	1,030,953	6,012,679	1,152,378	7,165,057	7,233,440	6,829,178
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	935,289	188,732	1,124,021	436,522	1,560,543	1,585,085	1,411,778
5.50 Maintenance Operations	7,878,572	1,769,570	9,648,142	3,663,706	13,311,848	13,557,011	12,233,703
5.52 Maintenance of Grounds	650,717	150,524	801,241	925,236	1,726,477	1,766,574	1,873,453
5.56 Utilities	-	-	-	3,936,406	3,936,406	3,531,184	3,402,336
Total Function 5	9,464,578	2,108,826	11,573,404	8,961,870	20,535,274	20,439,854	18,921,270
7 Transportation and Housing							
7.41 Transportation and Housing Administration	87,251	18,689	105,940	3,109	109,049	105,015	131,602
7.70 Student Transportation	10,771	2,616	13,387	4,123,734	4,137,121	4,460,644	3,816,749
7.73 Housing	-	-	-	-	-	12,000	6,300
Total Function 7	98,022	21,305	119,327	4,126,843	4,246,170	4,577,659	3,954,651
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	106,602,289	24,687,651	131,289,940	19,302,989	150,592,929	152,548,040	143,640,026

School District No. 57 (Prince George)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	16,776,662	16,256,169	19,881,134
Other Revenue	2,083,372	2,509,564	1,459,922
Investment Income	22,000	24,242	25,856
Total Revenue	18,882,034	18,789,975	21,366,912
Expenses			
Instruction	17,999,594	17,607,543	19,860,304
District Administration	97,771	97,771	108,941
Operations and Maintenance	653,144	653,144	667,217
Transportation and Housing	131,525	95,234	6,071
Total Expense	18,882,034	18,453,692	20,642,533
Special Purpose Surplus (Deficit) for the year	-	336,283	724,379
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(336,283)	(724,379)
Total Net Transfers	-	(336,283)	(724,379)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 57 (Prince George)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2022

Deferred Revenue, beginning of year

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

Less: Allocated to Revenue
Recovered

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education and Child Care
Other Revenue
Investment Income

Expenses

Salaries
Teachers
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)

Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
\$	\$	\$	\$	\$	\$	\$	\$	\$
	155,918	846,474	1,224,985	48,936	36,997	119,380	511,048	
653,144	491,986	34,033	2,452,952	320,000	78,400	197,921	2,197,842	395,411
		23,754	488					
653,144	491,986	57,787	2,453,440	320,000	78,400	197,921	2,197,842	395,411
653,144	586,350	58,178	2,455,597	311,335	70,548	286,358	2,397,798	395,411
-	61,554	846,083	1,222,828	57,601	44,849	30,943	311,092	-
653,144	586,350	34,424	2,455,109	311,335	70,548	286,358	2,397,798	395,411
		23,754	488					
653,144	586,350	58,178	2,455,597	311,335	70,548	286,358	2,397,798	395,411
132,615	468,514			216,643	15,643	50,502	226,503	
67,427					10,795	21,989	223,283	
							188,814	117,649
						2,546	927,494	
				10,455		382		192,481
200,042	468,514	-	-	227,098	26,438	75,037	1,566,476	310,130
15,416	117,836			59,185	7,141	18,064	378,423	71,665
437,686		58,178	2,362,273	20,955	36,969	193,257	434,539	13,616
653,144	586,350	58,178	2,362,273	307,238	70,548	286,358	2,379,438	395,411
-	-	-	93,324	4,097	-	-	18,360	-
-	-	-	(93,324)	(4,097)	-	-	(18,360)	-
-	-	-	(93,324)	(4,097)	-	-	(18,360)	-
-	-	-	-	-	-	-	-	-

School District No. 57 (Prince George)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2022

Deferred Revenue, beginning of year

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

Less: Allocated to Revenue
Recovered

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education and Child Care
Other Revenue
Investment Income

Expenses

Salaries
Teachers
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	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	PRP Regional Hospital	PRP Two Wolves Centre	PRP FASD Outreach
\$	\$	\$	\$	\$	\$	\$	\$	\$
9,417,824	102,331	51,000	31,882	44,550	85,196	8,216	-	50,596
9,417,824	29,194	120,482	6,000	341,931	306,550	352,661	259,059	782,184
9,417,824	29,194	120,482	6,000	341,931	306,550	352,661	259,059	782,184
9,417,824	95,234	171,482	-	356,288	288,079	349,662	259,059	617,597
-	36,291	-	37,882	30,193	103,667	3,999	-	215,183
9,417,824	95,234	171,482	-	356,288	288,079	349,662	259,059	617,597
9,417,824	95,234	171,482	-	356,288	288,079	349,662	259,059	617,597
7,691,159	-	14,289	-	-	-	212,157	191,717	248,380
1,726,665	29,841	69,158	-	120,962	5,819	30,307	9,313	13,765
9,417,824	95,234	171,482	-	352,157	85,196	349,662	259,059	604,109
-	-	-	-	4,131	202,883	-	-	13,488
-	-	-	-	(4,131)	(202,883)	-	-	(13,488)
-	-	-	-	(4,131)	(202,883)	-	-	(13,488)
-	-	-	-	-	-	-	-	-

School District No. 57 (Prince George)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2022

Deferred Revenue, beginning of year

Add: Restricted Grants

Provincial Grants - Ministry of Education and Child Care
Other
Investment Income

Less: Allocated to Revenue
Recovered

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education and Child Care
Other Revenue
Investment Income

Expenses

Salaries
Teachers
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)

PRP Camp Trapping	FASD - Other	Community LINK - Other	TOTAL
\$ 21,865	\$ 4,472	\$	\$ 3,343,846
-	900	20,031	15,950,589
-	900	20,031	2,507,916
-	-	20,031	24,242
21,865	-	20,031	18,482,747
-	5,372	-	18,789,975
-	-	20,031	29,081
-	-	-	3,007,537
-	-	20,031	16,256,169
-	-	20,031	2,509,564
-	-	20,031	24,242
-	-	-	18,789,975
-	-	-	8,650,350
-	-	-	1,046,508
-	-	-	583,288
-	-	-	1,135,420
-	-	-	226,533
-	-	-	11,642,099
-	-	20,031	2,666,842
-	-	20,031	4,144,751
-	-	20,031	18,453,692
-	-	-	336,283
-	-	-	(336,283)
-	-	-	(336,283)
-	-	-	-

School District No. 57 (Prince George)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual			2021 Actual (Restated - Note 22)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	2,768,762	5,125,307		5,125,307	6,528,362
Other Revenue		45,000		45,000	
Amortization of Deferred Capital Revenue	4,246,987	4,254,807		4,254,807	3,777,234
Total Revenue	7,015,749	9,425,114	-	9,425,114	10,305,596
Expenses					
Operations and Maintenance	2,768,762	1,909,429		1,909,429	3,161,472
Amortization of Tangible Capital Assets					
Operations and Maintenance	6,513,331	6,569,748		6,569,748	6,012,366
Total Expense	9,282,093	8,479,177	-	8,479,177	9,173,838
Capital Surplus (Deficit) for the year	(2,266,344)	945,937	-	945,937	1,131,758
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	1,360,576	2,116,976		2,116,976	2,353,471
Local Capital			921,978	921,978	
Total Net Transfers	1,360,576	2,116,976	921,978	3,038,954	2,353,471
Total Capital Surplus (Deficit) for the year	(905,768)	3,062,913	921,978	3,984,891	3,485,229
Capital Surplus (Deficit), beginning of year		36,871,713		36,871,713	34,496,895
Prior Period Adjustments					
Prior Period Adjustments					(1,110,411)
Capital Surplus (Deficit), beginning of year, as restated		36,871,713	-	36,871,713	33,386,484
Capital Surplus (Deficit), end of year		39,934,626	921,978	40,856,604	36,871,713

School District No. 57 (Prince George)

Tangible Capital Assets

Year Ended June 30, 2022

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	20,429,447	226,239,284	6,880,171			5,982,662	259,531,564
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	3,215,877	2,563,827	86,986				5,866,690
Deferred Capital Revenue - Other	45,000	54,453	4,419				103,872
Operating Fund		110,400	407,945	116,257		1,146,091	1,780,693
Special Purpose Funds		226,882	32,247			77,154	336,283
	3,260,877	2,955,562	531,597	116,257	-	1,223,245	8,087,538
Decrease:							
Deemed Disposals			379,496			984,991	1,364,487
	-	-	379,496	-	-	984,991	1,364,487
Cost, end of year	23,690,324	229,194,846	7,032,272	116,257	-	6,220,916	266,254,615
Work in Progress, end of year							
Cost and Work in Progress, end of year	23,690,324	229,194,846	7,032,272	116,257	-	6,220,916	266,254,615
Accumulated Amortization, beginning of year							
Prior Period Adjustments		108,496,152	2,349,994			2,234,720	113,080,866
Prior Period Adjustments		2,312,234	344,006			598,267	3,254,507
Accumulated Amortization, beginning of year, as restated		110,808,386	2,694,000	-	-	2,832,987	116,335,373
Changes for the Year							
Increase: Amortization for the Year		4,647,955	695,622	5,813		1,220,358	6,569,748
Decrease:							
Deemed Disposals			379,496			984,991	1,364,487
		-	379,496	-	-	984,991	1,364,487
Accumulated Amortization, end of year		115,456,341	3,010,126	5,813	-	3,068,354	121,540,634
Tangible Capital Assets - Net	23,690,324	113,738,505	4,022,146	110,444	-	3,152,562	144,713,981

School District No. 57 (Prince George)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2022

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	102,661,871	2,735,268	3,037,397	108,434,536
Prior Period Adjustments				
Prior Period Adjustments	(1,997,224)	(52,403)	(53,179)	(2,102,806)
Deferred Capital Revenue, beginning of year, as restated	100,664,647	2,682,865	2,984,218	106,331,730
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,650,812	54,453	4,419	2,709,684
	2,650,812	54,453	4,419	2,709,684
Decrease:				
Amortization of Deferred Capital Revenue	4,045,017	105,507	104,283	4,254,807
	4,045,017	105,507	104,283	4,254,807
Net Changes for the Year	(1,394,205)	(51,054)	(99,864)	(1,545,123)
Deferred Capital Revenue, end of year	99,270,442	2,631,811	2,884,354	104,786,607
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	99,270,442	2,631,811	2,884,354	104,786,607

School District No. 57 (Prince George)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2022

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	73,967		112,906		173,453	360,326
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	7,798,977		11,918			7,810,895
Investment Income	572		654		1,176	2,402
	7,799,549	-	12,572	-	1,176	7,813,297
Decrease:						
Transferred to DCR - Capital Additions	2,650,812		54,453		4,419	2,709,684
Transferred to Revenue - Site Purchases	3,215,878				45,000	3,260,878
Deferred Contribution in Support of Maintenance	1,909,429					1,909,429
	7,776,119	-	54,453	-	49,419	7,879,991
Net Changes for the Year	23,430	-	(41,881)	-	(48,243)	(66,694)
Balance, end of year	97,397	-	71,025	-	125,210	293,632