

# Financial Statements

July 1, 2020 to June 30, 2021



Audited Financial Statements of

**School District No. 39 (Vancouver)**

And Independent Auditors' Report thereon

June 30, 2021

# School District No. 39 (Vancouver)

June 30, 2021

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# School District No. 39 (Vancouver)

## MANAGEMENT REPORT

Version: 5287-4542-2559

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

The accompanying financial statements of School District No. 39 (Vancouver) 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. 39 (Vancouver) (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 quarterly 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. 39 (Vancouver) 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. 39 (Vancouver)

\_\_\_\_\_  
Signature of the Chairperson of the Board of Education

sep 28, 2021

Date Signed

\_\_\_\_\_  
Signature of the Superintendent

Sep. 28/21

Date Signed

\_\_\_\_\_  
Signature of the Secretary Treasurer

Sept. 28/21

Date Signed



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## INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 39 (Vancouver)  
To the Minister of Education, Province of British Columbia

### Opinion

We have audited the financial statements of School District No. 39 (Vancouver) (the "Entity"), which comprise:

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

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

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

### Basis for Opinion

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

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

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

### Emphasis of Matter – Financial Reporting Framework

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

Our opinion is not modified in respect of this matter.



### **Other Information**

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

- Unaudited Schedules 1 - 4 attached to the audited financial statements; and
- Information, other than the financial statements and the auditors' report thereon, included in the Financial Statement Discussion and Analysis document.

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 unaudited Schedules 1 - 4 attached to the audited financial statements and Information, other than the financial statements and the auditors' report thereon, included in the Financial Statement Discussion and Analysis document 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.

### **Other Matter – Comparative Information**

The financial statements for the year ended June 30, 2020 were audited by another auditor who expressed a qualified opinion on those financial statements on September 28, 2020 because those financial statements were not prepared in accordance with Canadian public sector accounting standards.

### **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  
Vancouver, Canada  
September 28, 2021

# School District No. 39 (Vancouver)

Statement 1

## Statement of Financial Position

As at June 30, 2021

	2021 Actual \$	2020 Actual \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	263,953,000	252,446,220
Accounts Receivable		
Due from Province - Ministry of Education	6,036,568	10,146,510
Due from Province - Other		168,200
Other (Note 3)	4,366,205	5,167,290
Portfolio Investments (Note 4)	420,402	712,341
<b>Total Financial Assets</b>	<b>274,776,175</b>	<b>268,640,561</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education		173,857
Due to Province - Other	3,725,722	4,050,173
Other (Note 5)	83,615,767	74,080,929
Unearned Revenue (Note 6)	52,117,464	57,368,400
Deferred Revenue (Note 7)	25,330,450	35,125,057
Deferred Capital Revenue (Note 8)	783,059,363	717,744,982
Employee Future Benefits (Note 9)	31,073,303	29,545,276
Capital Lease Obligations (Note 10)	3,920,517	2,098,085
Other Liabilities	361,750	1,349,000
<b>Total Liabilities</b>	<b>983,204,336</b>	<b>921,535,759</b>
<b>Net Debt</b>	<b>(708,428,161)</b>	<b>(652,895,198)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 11)	863,849,162	797,124,254
Prepaid Expenses	1,984,622	2,137,471
Supplies Inventory	948,967	860,921
<b>Total Non-Financial Assets</b>	<b>866,782,751</b>	<b>800,122,646</b>
<b>Accumulated Surplus (Deficit) (Note 16)</b>	<b>158,354,590</b>	<b>147,227,448</b>

Approved by the Board

\_\_\_\_\_  
Signature of the Chairperson of the Board of Education

*Sep 28, 2021*

Date Signed

\_\_\_\_\_  
Signature of the Superintendent

*Sep. 28/21*

Date Signed

\_\_\_\_\_  
Signature of the Secretary Treasurer

*Sept. 28/21*

Date Signed



# School District No. 39 (Vancouver)

Statement of Operations  
Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	566,926,935	<b>570,436,010</b>	542,083,299
Other	5,587,910	<b>6,358,160</b>	6,469,984
Federal Grants	2,414,888	<b>2,351,073</b>	2,280,857
Tuition	21,792,177	<b>22,278,790</b>	29,951,775
Other Revenue	28,360,434	<b>22,129,523</b>	26,063,173
Rentals and Leases	4,325,482	<b>4,104,897</b>	5,541,059
Investment Income	2,614,202	<b>2,442,137</b>	3,881,363
Gain (Loss) on Disposal of Tangible Capital Assets		<b>11,107</b>	
Amortization of Deferred Capital Revenue	20,519,181	<b>20,512,904</b>	19,148,025
<b>Total Revenue</b>	<b>652,541,209</b>	<b>650,624,601</b>	<b>635,419,535</b>
<b>Expenses</b>			
Instruction	530,816,788	<b>507,423,609</b>	505,557,058
District Administration	24,251,184	<b>23,056,622</b>	23,457,736
Operations and Maintenance	105,185,301	<b>105,512,605</b>	93,677,099
Transportation and Housing	3,799,504	<b>3,314,949</b>	2,409,292
Debt Services	111,712	<b>189,674</b>	111,407
<b>Total Expense</b>	<b>664,164,489</b>	<b>639,497,459</b>	<b>625,212,592</b>
<b>Surplus (Deficit) for the year</b>	<b>(11,623,280)</b>	<b>11,127,142</b>	<b>10,206,943</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>147,227,448</b>	<b>137,020,505</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>158,354,590</b>	<b>147,227,448</b>

# School District No. 39 (Vancouver)

## Statement of Changes in Net Debt

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	(11,623,280)	<b>11,127,142</b>	10,206,943
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(107,318,841)	<b>(96,336,100)</b>	(84,060,205)
Amortization of Tangible Capital Assets	29,280,495	<b>29,611,049</b>	27,790,919
Net carrying value of Tangible Capital Assets disposed of		<b>143</b>	
<b>Total Effect of change in Tangible Capital Assets</b>	(78,038,346)	<b>(66,724,908)</b>	(56,269,286)
Acquisition of Prepaid Expenses		<b>(4,458,161)</b>	(4,086,682)
Use of Prepaid Expenses		<b>4,611,012</b>	5,804,411
Acquisition of Supplies Inventory		<b>(1,703,911)</b>	(1,612,903)
Use of Supplies Inventory		<b>1,615,863</b>	1,686,219
<b>Total Effect of change in Other Non-Financial Assets</b>	-	<b>64,803</b>	1,791,045
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(89,661,626)</u>	<b>(55,532,963)</b>	(44,271,298)
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<b>(55,532,963)</b>	(44,271,298)
<b>Net Debt, beginning of year</b>		<b>(652,895,198)</b>	(608,623,900)
<b>Net Debt, end of year</b>		<b>(708,428,161)</b>	(652,895,198)

# School District No. 39 (Vancouver)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2021

	2021 Actual \$	2020 Actual \$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	11,127,142	10,206,943
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	5,079,228	(3,360,549)
Supplies Inventories	(88,047)	73,316
Prepaid Expenses	152,851	1,717,729
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	9,036,529	4,031,115
Unearned Revenue	(5,250,938)	(2,790,117)
Deferred Revenue	(9,794,607)	(3,306,828)
Employee Future Benefits	1,528,028	1,597,933
Other Liabilities	(987,250)	(337,024)
Loss (Gain) on Disposal of Tangible Capital Assets	(11,107)	
Amortization of Tangible Capital Assets	29,611,049	27,790,919
Amortization of Deferred Capital Revenue	(20,512,904)	(19,148,025)
Insurance Claim	(512,579)	(86,652)
<b>Total Operating Transactions</b>	<b>19,377,395</b>	<b>16,388,760</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(5,943,472)	(5,045,550)
Tangible Capital Assets -WIP Purchased	(86,269,725)	(78,289,901)
District Portion of Proceeds on Disposal	11,250	
<b>Total Capital Transactions</b>	<b>(92,201,947)</b>	<b>(83,335,451)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	86,339,864	80,766,760
Capital Lease Payments	(2,300,472)	(2,206,484)
<b>Total Financing Transactions</b>	<b>84,039,392</b>	<b>78,560,276</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	291,940	284,626
<b>Total Investing Transactions</b>	<b>291,940</b>	<b>284,626</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>11,506,780</b>	<b>11,898,211</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>252,446,220</b>	<b>240,548,009</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>263,953,000</b>	<b>252,446,220</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	263,953,000	252,446,220
	<b>263,953,000</b>	<b>252,446,220</b>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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**1 Authority and Purpose**

The School District, established on April 12, 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. 39 (Vancouver)", and operates as "School District No. 39 (Vancouver)." 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. 39 is exempt from federal and provincial 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, 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.

**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*. 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) and 2(n).

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(n), 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 these grants to be fully recognized into revenue.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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b) Cash and Cash Equivalents

Cash and cash equivalents include cash and 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 (GIC's), term deposits and bonds that have a period to maturity of greater than three months at the time of acquisition. These investments are not quoted in an active market and are reported at 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 issuance of a financial asset.

e) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods, receipt of proceeds for services or products to be delivered in a future period and the remaining balance of a 99-year ground lease. For tuition fees and the receipt of proceeds for services or products to be delivered, revenue will be recognized in that future period when the courses, services, or products are provided. For the ground lease, revenue will be recognized on a straight line basis over the remaining term of the lease.

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(n).

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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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g) Employee Future Benefits

i) Post-employment 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 of active employees covered under the plan.

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

ii) Pension Plans

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) Tangible Capital Assets

- 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 in which case the assets are 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

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.

- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- 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 indicate 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

i) Asset Retirement Obligations

A liability is 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.

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 executory costs, e.g., insurance or maintenance costs. 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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

k) Prepaid Expenses

Prepaid annual maintenance contracts, prepaid rent, membership dues, and medical benefit plan premiums are included as a prepaid expense and stated at acquisition cost, and are charged to expense over the periods expected to benefit from it.

l) Supplies Inventory

Supplies inventory held for consumption or use are recorded at the lower of historical cost and replacement cost.

m) 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.

n) 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.

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 lives of the assets. Donated sites are recorded as revenue at fair market value when received or receivable.



**SCHOOL DISTRICT No. 39 (Vancouver)**  
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The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that governments 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 over the period that the liability is extinguished.

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.

o) 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.
- The Superintendent, Assistant Superintendent, Secretary-Treasurer, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to 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.

p) 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.

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Financial instruments consist of cash and cash equivalents, portfolio investments, accounts receivable, accounts payable and other current liabilities.

Except for portfolio investments in equity instruments quoted in an active market, or items designated by management, 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.

The School District has not invested in any equity instruments that are actively quoted in the market and has not designated any financial instruments to be recorded at fair value. The School District has no instruments in the fair value category.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense. Interest and dividends attributable to financial instruments are reported in the statement of operations.

Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from its financial instruments. The fair values of these financial instruments approximate their carrying value, unless otherwise noted.

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.

q) 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.

r) 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

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- 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.

**3 Other Receivables**

	30-Jun-21	30-Jun-20
Due from Federal Government	\$ 558,551	\$ 1,151,655
Due from Municipalities	2,376,740	2,417,237
Due from Other School Districts	1,550	4,213
Rentals and Leases	529,257	176,404
Other Receivables	901,715	1,420,787
Allowance for Doubtful Accounts	(1,608)	(3,006)
<b>Total</b>	<b>\$ 4,366,205</b>	<b>\$ 5,167,290</b>

**4 Portfolio Investments**

GIC’s and term deposits included in portfolio investments are held with local banking institutions and earn average interest at 0.71% (2020 – 1.58%). Senior government bonds held earn average interest at 2.66% (2020 - 2.72%).

	30-Jun-21	30-Jun-20
GIC’s	\$ 100,256	\$ 100,637
Term deposits	-	238,166
Senior Government Bonds	320,146	373,538
	<b>\$ 420,402</b>	<b>\$ 712,341</b>

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**5 Accounts Payable and Accrued Liabilities – Other**

	30-Jun-21	30-Jun-20
Accrued vacation pay	\$ 11,575,777	\$ 9,605,585
Other	17,424,435	12,069,687
Salaries and benefits payable	41,837,654	36,631,590
Trade payables	12,777,901	15,774,067
	\$ 83,615,767	\$ 74,080,929

**6 Unearned Revenue**

	30-Jun-21	30-Jun-20
Balance, beginning of year	\$ 57,368,400	\$ 60,158,517
Amounts received		
Tuition fees	12,467,166	22,365,492
Rental/Lease of facilities	2,410,526	1,935,378
Other	257,376	451,646
	15,135,068	24,752,516
Amounts earned		
Tuition fees	17,453,618	25,073,179
Rental/Lease of facilities	2,911,962	2,342,083
Other	20,424	127,371
	20,386,004	27,542,633
Net changes for the year	(5,250,936)	(2,790,117)
Balance, end of year	\$ 52,117,464	\$ 57,368,400

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**7 Deferred Revenue**

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

	30-Jun-21	30-Jun-20
Deferred revenue, beginning of year	\$ 35,125,057	\$ 38,431,885
Increase		
Provincial Grants - Ministry of Education	85,908,295	65,877,660
Provincial Grants - Other	4,199,355	3,799,005
Other	3,991,410	21,270,393
Investment Income	450,653	998,857
	94,549,713	91,945,915
Decrease		
Allocated to Revenue	94,182,144	90,278,475
Recoveries	2,663,489	3,139,254
Other	7,498,687	-
Transfer to nonprofit organizations	-	1,835,014
	104,344,320	95,252,743
Deferred revenue, end of year	\$ 25,330,450	\$ 35,125,057

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**8 Deferred Capital Revenue**

Deferred Capital Revenue (DCR) 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 Regulation 198/2011 issued by the Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	30-Jun-21	30-Jun-20
DCR, Completed Projects		
Balance, beginning of year	\$ 555,153,875	\$ 548,902,802
Increases		
Transfers from DCR, WIP	90,010,313	24,807,570
Other Capital Additions		591,528
	90,010,313	25,399,098
Decreases		
Amortization - ByLaw Capital	19,970,256	18,810,645
Amortization - Other Provincial Capital	325,819	312,484
Amortization - Other Capital	216,829	24,896
	20,512,904	19,148,025
Balance, end of year	624,651,284	555,153,875
DCR, Work in Progress (WIP)		
Balance, beginning of year	121,065,974	68,853,457
Increases		
Transfers from DR – spent funds	85,235,623	77,020,087
Decreases		
Transfers to DCR – completed projects	90,010,313	24,807,570
Balance, end of year	116,291,284	121,065,974
Balance DCR Completed Projects and WIP, end of year	740,942,568	676,219,849
DCR, Unspent		
Balance, beginning of year	41,525,133	38,456,640
Increases		
Provincial Grants – Ministry of Education	81,980,707	72,637,413
Other	3,717,193	7,106,836
Investment Income	608,214	1,022,511
MEd Restricted Portion of Proceeds on Disposal	33,750	
	86,339,864	80,766,760
Decreases		
Transferred to DCR, WIP	85,235,623	77,020,087
Insurance netted with expenditure	512,579	86,652
Other Capital Additions Transferred to DCR		591,528
	85,748,202	77,698,267
Balance, DCR, Unspent, end of year	42,116,795	41,525,133
Total Deferred Capital Revenue	\$ 783,059,363	\$ 717,744,982

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**9 Employee Future Benefits**

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. 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.

	30-Jun-21	30-Jun-20
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 29,075,749	\$ 28,301,794
Service Cost	2,032,539	1,923,522
Interest Cost	674,288	724,855
Benefit Payments	(1,525,565)	(1,426,797)
Actuarial (Gain) Loss	(1,344,386)	(447,625)
Accrued Benefit Obligation – March 31	\$ 28,912,625	\$ 29,075,749
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	\$ 28,912,625	\$ 29,075,749
Market Value of Plan Assets - March 31	-	-
Funded Status - Deficit	28,912,625	29,075,749
Employer Contributions After Measurement Date	(914,654)	(800,799)
Benefits Expense After Measurement Date	691,070	676,707
Unamortized Net Actuarial Gain (Loss)	2,384,262	593,621
Accrued Benefit Liability - June 30	\$ 31,073,303	\$ 29,545,277
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability - July 1	\$ 29,545,277	\$ 27,947,342
Net Expense for Fiscal Year	3,167,446	3,149,213
Employer Contributions	(1,639,420)	(1,551,277)
Accrued Benefit Liability - June 30	\$ 31,073,303	\$ 29,545,277
<b>Components of Net Benefit Expense</b>		
Service Cost - June 30	\$ 2,029,629	\$ 1,950,776
Interest Cost - June 30	691,562	712,213
Amortization of Net Actuarial (Gain)/Loss	446,257	486,223
Net Benefit Expense (Income)	\$ 3,167,448	\$ 3,149,213

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	<u>30-Jun-21</u>	<u>30-Jun-20</u>
Assumptions		
Discount Rate - April 1	2.25%	2.50%
Discount Rate - March 31	2.50%	2.25%
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	11.20	11.20

**10 Capital Lease Obligations**

Repayments are due as follows:

	<u>30-Jun-21</u>	<u>30-Jun-20</u>
2021	\$ -	\$ 1,433,453
2022	1,655,738	514,764
2023	1,398,609	255,785
2024	521,015	-
2025	521,015	-
	<u>4,096,377</u>	<u>2,204,002</u>
<i>Interest portion - ranging from 0% to 6.6%</i>	<u>(175,860)</u>	<u>(105,917)</u>
Total	<u>\$ 3,920,517</u>	<u>\$ 2,098,085</u>



**SCHOOL DISTRICT No. 39 (Vancouver)**  
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**11 Tangible Capital Asset**

**2021**

Cost	July 1, 2020	Additions	Disposals	Transfers	June 30, 2021
Sites	\$ 20,781,686	\$ -	\$ (143,000)	\$ -	\$ 20,781,543
Buildings	1,009,498,440	517,382	-	89,643,302	1,099,659,124
Buildings – WIP	125,833,866	86,139,529	-	(89,643,302)	122,330,093
Furniture & Equipment	17,307,756	2,436,808	(1,548,119)	367,010	18,563,455
Furniture & Equipment - WIP	296,373	130,196	-	(367,010)	59,559
Vehicles	2,362,731	-	(63,448)	-	2,299,283
Computer Software	2,580,692	45,272	(291,938)	-	2,334,026
Computer Hardware	13,693,408	7,066,913	(434,431)	-	20,325,890
<b>Total</b>	<b>\$1,192,354,952</b>	<b>\$ 96,336,100</b>	<b>\$ (2,338,079)</b>	<b>\$ -</b>	<b>\$1,286,352,973</b>

Accumulated Amortization	July 1, 2020	Amortization	Disposals	June 30, 2021
Buildings	\$ 379,062,691	\$ 23,690,985	\$ -	\$ 402,753,676
Furniture & Equipment	8,226,173	1,793,561	1,548,119	8,471,615
Vehicles	883,173	233,101	63,448	1,052,826
Computer Software	1,693,472	491,471	291,938	1,893,005
Computer Hardware	5,365,189	3,401,931	434,431	8,332,689
<b>Total</b>	<b>\$ 395,230,698</b>	<b>\$ 29,611,049</b>	<b>\$ 2,337,936</b>	<b>\$ 422,503,811</b>

**2020**

Cost	July 1, 2019	Additions	Disposals	Transfers	June 30, 2020
Sites	\$ 20,781,686	\$ -	\$ -	\$ -	\$ 20,781,686
Buildings	984,041,365	677,708	-	24,779,367	1,009,498,440
Buildings – WIP	72,826,298	77,786,935	-	(24,779,367)	125,833,866
Furniture & Equipment	16,092,659	2,250,999	(1,245,902)	210,000	17,307,756
Furniture & Equipment - WIP	3,407	502,966	-	(210,000)	296,373
Vehicles	2,214,103	597,551	(448,923)	-	2,362,731
Computer Software	3,131,937	-	(551,245)	-	2,580,692
Computer Hardware	16,280,997	2,244,046	(4,831,635)	-	13,693,408
<b>Total</b>	<b>\$1,115,372,452</b>	<b>\$ 84,060,205</b>	<b>\$ (7,077,705)</b>	<b>\$ -</b>	<b>\$1,192,354,952</b>

Accumulated Amortization	July 1, 2019	Amortization	Disposals	June 30, 2020
Buildings	\$ 356,739,256	\$ 22,323,436	\$ -	\$ 379,062,692
Furniture & Equipment	7,802,120	1,669,955	1,245,902	8,226,173
Vehicles	1,103,254	228,842	448,923	883,173
Computer Software	1,673,472	571,245	551,245	1,693,472
Computer Hardware	7,199,382	2,997,442	4,831,635	5,365,189
<b>Total</b>	<b>\$ 374,517,484</b>	<b>\$ 27,790,920</b>	<b>\$ 7,077,705</b>	<b>\$ 395,230,699</b>

Net Book Value	June 30, 2021	June 30, 2020
Sites	\$ 20,781,543	\$ 20,781,686
Buildings	696,905,448	630,435,748
Buildings - WIP	122,330,093	125,833,866
Furniture & Equipment	10,091,840	9,081,583
Furniture & Equipment - WIP	59,559	296,373
Vehicles	1,246,457	1,479,558
Computer Software	441,021	887,220
Computer Hardware	11,993,201	8,328,219
<b>Total</b>	<b>\$ 863,849,162</b>	<b>\$797,124,254</b>

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As at June 30, 2021, there was work in progress of \$122,389,652 (2020: \$126,130,239) included in Buildings and Furniture & Equipment and not being amortized. Amortization of these assets will commence when the asset is put into service.

Included within tangible capital assets purchases is \$4,122,903 (2020: \$724,754) of assets acquired through capital lease.

## **12 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, 2019, the Teachers' Pension Plan had about 49,000 active members and approximately 39,000 retired members. As of December 31, 2019, the Municipal Pension Plan had about 213,000 active members, including approximately 27,000 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, 2017, indicated a \$1,656 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 \$45,249,461 (2020 - \$43,784,235) for employer contributions to these plans in the year ended June 30, 2021.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2020, with results available in 2021. The next valuation for the Municipal Pension Plan will be as at December 31, 2021, with results available in 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. 39 (Vancouver)**  
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**13 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.

	2022	2023	2024	2025	2026
Approved Capital Projects - Unperformed portion	\$ 78,736,794	\$ 62,599,804	\$ 16,220,936		
Future operating lease payments	594,873	635,332	491,979	308,341	149,664
	<u>\$ 79,331,667</u>	<u>\$ 63,235,136</u>	<u>\$ 16,712,915</u>	<u>\$ 308,341</u>	<u>\$ 149,664</u>

**14 Budget Figures**

Budget figures reflect the amended annual budget approved by the Board on February 22, 2021. The District has elected to present the amended annual budget as it reflects a budget based on funding as a result of final enrollment numbers versus estimated annual projections. As the 2020/21 Amended Annual Budget is used for comparative purposes, a reconciliation between the 2020/21 Annual and the 2020/21 Amended Annual Budgets is provided:

	Amended Budget	Annual Budget
Ministry Operating Grant Funded FTEs		
School-Age	48,854	48,953
Adult	131	200
Other	420	375
Total Ministry Operating Grant Funded FTEs	<u>49,405</u>	<u>49,528</u>

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	<u>Amended Budget</u>	<u>Annual Budget</u>
<b>Revenues</b>		
Provincial Grants		
Ministry of Education	\$ 566,926,935	\$ 542,992,891
Other	5,587,910	5,625,964
Federal Grants	2,414,888	2,414,888
Tuition	21,792,177	23,450,232
Other Revenue	28,360,434	28,758,472
Rentals and Leases	4,325,482	5,959,512
Investment Income	2,614,202	2,767,124
Amortization of Deferred Capital Revenue	20,519,181	20,348,602
<b>Total Revenue</b>	<u>652,541,209</u>	<u>632,317,685</u>
<b>Expenses</b>		
Instruction	530,816,788	521,509,187
District Administration	24,251,184	22,658,179
Operations and Maintenance	105,185,301	95,252,104
Transportation and Housing	3,799,504	3,586,598
Debt Services	111,712	151,064
<b>Total Expense</b>	<u>664,164,489</u>	<u>643,157,132</u>
<b>Net Revenue (Expense)</b>	<u>(11,623,280)</u>	<u>(10,839,447)</u>
<b>Budgeted Allocation (Retirement) of Surplus (Deficit)</b>	<u>12,861,091</u>	<u>8,949,210</u>
<b>Budgeted Surplus (Deficit), for the year</b>	<u>\$ 1,237,811</u>	<u>\$ (1,890,237)</u>
<b>Budgeted Surplus (Deficit), for the year comprised of:</b>		
Capital Fund Surplus (Deficit)	<u>\$ 1,237,811</u>	<u>\$ (1,890,237)</u>
Budgeted Surplus (Deficit), for the year	<u>\$ 1,237,811</u>	<u>\$ (1,890,237)</u>

**15 Expense by Object**

	<u>30-Jun-21</u>	<u>30-Jun-20</u>
Amortization	\$ 29,611,049	\$ 27,790,925
Interest	189,964	113,648
Salaries and benefits	545,229,348	530,388,724
Services and supplies	64,467,098	66,919,295
	<u>\$ 639,497,459</u>	<u>\$ 625,212,592</u>

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**16 Accumulated Surplus**

	30-Jun-21	30-Jun-20
Invested in Capital Assets	\$ 107,064,135	\$ 106,712,698
Local Capital Fund	10,628,727	10,385,062
Capital Fund Balance	117,692,862	117,097,760
Operations Spanning Future School Years	14,131,325	14,499,276
Anticipated Unusual Expenses Identified	2,589,139	2,876,397
Nature of Constraints on the Funds		
Donated Funds for School Programs	10,549,421	3,106,404
Special Grant for Special Education	374,610	692,284
Unspent Targeted Funding - Indigenous Education	399,568	64,498
September Return to School Recovery Plan	1,509,159	-
	12,832,758	3,863,186
Contingency Reserve	5,178,279	5,049,436
Unrestricted Operating Surplus	5,930,227	3,841,394
Accumulated Surplus	\$ 158,354,590	\$ 147,227,448

(in accordance with VBE Policy 19 - Accumulated Operating Surplus)

**17 Interfund Transfers**

Interfund Transfers between the operating, special purpose and capital funds for the year were as follows:

- \$3,109,774 from operating to capital for capital assets purchased
- \$2,833,698 from special purpose to capital for capital assets purchased
- \$2,490,146 from operating to capital for capital lease payments

**SCHOOL DISTRICT No. 39 (Vancouver)**  
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**18 Contingent Assets**

In fiscal 2018-19 the School District entered into an agreement with BC Hydro for the sale of an underground air parcel at Lord Roberts Annex for the construction of an electrical substation. As a result of that sale, a contingent asset exists in the form of a construction lease starting August 1, 2024. The issuance of the construction lease in 2024 is dependent on BC Hydro receiving a Certificate of Public Convenience and Necessity from the British Columbia Utilities Commission for the construction of the substation. Originally the construction lease was to commence in 2023 but the School District has provided notice of a one-year delay to BC Hydro as per the terms of the agreement. Contingent assets are not recorded in the financial statements.

**19 Contingent Liabilities**

As per a directive from the Ministry of Education, any funding for Remedy with the Classroom Enhancement Fund requires an agreement for payout with the School District's teachers' associations. On June 30, 2021 the District did not have agreements with the teachers' associations, and the amount and likelihood of a payout are not measurable.

**20 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.

**21 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. The School District is also related to key management personnel who have the authority and responsibility for planning, directing and controlling the activities of the District. The key management personnel are the Board of Education, Superintendent of Schools and the Secretary Treasurer. All transactions with these entities, unless disclosed separately, are considered to be in the normal course of operations and are recorded at the exchange amount.

**22 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2021**

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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 debtor. 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 held by recognized British Columbia institutions and the School District invests solely in guaranteed investment certificates, term deposits, Senior Government Bonds and the Central Deposit Program of BC.

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 because it invests solely in guaranteed investment certificates, term deposits, and Senior Government Bonds.

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. 39 (Vancouver)

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

	Operating Fund	Special Purpose Fund	Capital Fund	2021 Actual	2020 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	30,129,688		117,097,760	<b>147,227,448</b>	137,020,505
<b>Changes for the year</b>					
Surplus (Deficit) for the year	16,131,960	2,833,698	(7,838,516)	<b>11,127,142</b>	10,206,943
Interfund Transfers					
Tangible Capital Assets Purchased	(3,109,774)	(2,833,698)	5,943,472	-	
Other	(2,490,146)		2,490,146	-	
<b>Net Changes for the year</b>	<b>10,532,040</b>	-	<b>595,102</b>	<b>11,127,142</b>	<b>10,206,943</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>40,661,728</b>	-	<b>117,692,862</b>	<b>158,354,590</b>	147,227,448



# School District No. 39 (Vancouver)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	482,286,608	<b>486,262,040</b>	478,575,986
Other	62,249	<b>62,249</b>	62,249
Federal Grants	2,414,888	<b>2,351,073</b>	2,280,857
Tuition	21,792,177	<b>22,278,790</b>	29,951,775
Other Revenue	4,610,408	<b>18,407,099</b>	6,048,486
Rentals and Leases	2,904,384	<b>2,749,958</b>	4,288,039
Investment Income	1,962,779	<b>1,848,548</b>	2,706,834
<b>Total Revenue</b>	<b>516,033,493</b>	<b>533,959,757</b>	<b>523,914,226</b>
<b>Expenses</b>			
Instruction	431,894,403	<b>429,361,891</b>	419,298,454
District Administration	23,213,124	<b>22,008,009</b>	22,184,140
Operations and Maintenance	64,224,141	<b>64,042,410</b>	63,296,102
Transportation and Housing	2,758,293	<b>2,415,487</b>	2,409,292
<b>Total Expense</b>	<b>522,089,961</b>	<b>517,827,797</b>	<b>507,187,988</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>(6,056,468)</b>	<b>16,131,960</b>	<b>16,726,238</b>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>12,861,091</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(3,674,295)	<b>(3,109,774)</b>	(4,147,591)
Other	(3,130,328)	<b>(2,490,146)</b>	(2,317,890)
<b>Total Net Transfers</b>	<b>(6,804,623)</b>	<b>(5,599,920)</b>	<b>(6,465,481)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>10,532,040</b>	<b>10,260,757</b>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>30,129,688</b>	<b>19,868,931</b>
<b>Operating Surplus (Deficit), end of year</b>		<b>40,661,728</b>	<b>30,129,688</b>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>34,731,501</b>	26,288,294
Unrestricted		<b>5,930,227</b>	3,841,394
<b>Total Operating Surplus (Deficit), end of year</b>		<b>40,661,728</b>	<b>30,129,688</b>

# School District No. 39 (Vancouver)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	458,901,610	<b>462,718,337</b>	456,996,745
Other Ministry of Education Grants			
Pay Equity	7,294,124	<b>7,294,124</b>	7,294,124
Funding for Graduated Adults	1,394,088	<b>1,552,793</b>	1,642,050
Student Transportation Fund	53,423	<b>53,423</b>	53,423
Carbon Tax Grant			183,298
Employer Health Tax Grant			4,112,510
Support Staff Wage Increase Funding			2,652,898
Teachers' Labour Settlement Funding	13,505,685	<b>13,505,685</b>	5,588,260
Early Career Mentorship Funding	1,060,000	<b>1,060,000</b>	
FSA Scorer Grant	41,621	<b>41,621</b>	41,621
Dogwood 25	27,000	<b>27,000</b>	
Early Learning Framework	9,057	<b>9,057</b>	9,057
Equity Scan			2,000
<b>Total Provincial Grants - Ministry of Education</b>	<b>482,286,608</b>	<b>486,262,040</b>	<b>478,575,986</b>
<b>Provincial Grants - Other</b>	<b>62,249</b>	<b>62,249</b>	<b>62,249</b>
<b>Federal Grants</b>	<b>2,414,888</b>	<b>2,351,073</b>	<b>2,280,857</b>
<b>Tuition</b>			
Summer School Fees	616,640	<b>617,090</b>	1,321,138
Continuing Education	578,513	<b>844,475</b>	966,125
International and Out of Province Students	20,597,024	<b>20,817,225</b>	27,664,512
<b>Total Tuition</b>	<b>21,792,177</b>	<b>22,278,790</b>	<b>29,951,775</b>
<b>Other Revenues</b>			
Other School District/Education Authorities	1,150,000	<b>1,150,000</b>	1,150,000
Miscellaneous			
Instructional Cafeteria Revenue			774,397
Miscellaneous Fees and Revenue	3,345,908	<b>3,149,410</b>	3,444,506
Other Grants	114,500	<b>428,389</b>	679,583
School Generated Funds		<b>13,679,300</b>	
<b>Total Other Revenue</b>	<b>4,610,408</b>	<b>18,407,099</b>	<b>6,048,486</b>
<b>Rentals and Leases</b>	<b>2,904,384</b>	<b>2,749,958</b>	<b>4,288,039</b>
<b>Investment Income</b>	<b>1,962,779</b>	<b>1,848,548</b>	<b>2,706,834</b>
<b>Total Operating Revenue</b>	<b>516,033,493</b>	<b>533,959,757</b>	<b>523,914,226</b>

**School District No. 39 (Vancouver)**

Schedule 2B (Unaudited)

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

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	235,492,004	<b>231,329,310</b>	230,201,588
Principals and Vice Principals	26,371,368	<b>26,418,272</b>	24,915,066
Educational Assistants	41,679,879	<b>40,635,867</b>	40,720,409
Support Staff	55,103,468	<b>54,380,018</b>	55,348,489
Other Professionals	11,690,338	<b>12,150,679</b>	11,833,466
Substitutes	11,508,029	<b>9,858,547</b>	7,743,430
<b>Total Salaries</b>	<b>381,845,086</b>	<b>374,772,693</b>	<b>370,762,448</b>
<b>Employee Benefits</b>	99,309,223	<b>99,381,794</b>	98,063,910
<b>Total Salaries and Benefits</b>	<b>481,154,309</b>	<b>474,154,487</b>	<b>468,826,358</b>
<b>Services and Supplies</b>			
Services	14,236,197	<b>12,180,270</b>	14,127,461
Student Transportation	2,677,627	<b>2,334,372</b>	2,448,469
Professional Development and Travel	1,057,750	<b>1,029,301</b>	1,080,664
Rentals and Leases	852,232	<b>838,163</b>	696,123
Dues and Fees	1,011,635	<b>858,360</b>	1,141,145
Insurance	1,073,038	<b>1,153,583</b>	1,031,860
Interest			1,680
Supplies	11,880,800	<b>17,214,008</b>	10,085,406
Utilities	8,146,373	<b>8,065,253</b>	7,748,822
<b>Total Services and Supplies</b>	<b>40,935,652</b>	<b>43,673,310</b>	<b>38,361,630</b>
<b>Total Operating Expense</b>	<b>522,089,961</b>	<b>517,827,797</b>	<b>507,187,988</b>

# School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	171,306,286	276,619	465,787	5,399,688	219,350	7,343,317	<b>185,011,047</b>
1.03 Career Programs	656,622	68,053		142,722	109,482	31,654	<b>1,008,533</b>
1.07 Library Services	5,491,022	881,765	20,226	236,763	127	202,758	<b>6,832,661</b>
1.08 Counselling	8,806,039	792,364		2,904	281,331	314,009	<b>10,196,647</b>
1.10 Special Education	25,542,840	2,416,869	36,656,973	734,429	5,624	795,597	<b>66,152,332</b>
1.30 English Language Learning	11,260,352	1,922,608	2,216,026	359,365	182,348	385,476	<b>16,326,175</b>
1.31 Indigenous Education	650,403	225,791	1,089,587	129,150	1,632	98,643	<b>2,195,206</b>
1.41 School Administration	33	17,674,140	11,388	10,590,229	221,405	8,340	<b>28,505,535</b>
1.60 Summer School	728,306	87,763		119,719	18,071	1,460	<b>955,319</b>
1.62 International and Out of Province Students	6,875,272	165,625	173,818	476,327	338,565	289,780	<b>8,319,387</b>
1.64 Other	11,904						<b>11,904</b>
<b>Total Function 1</b>	<b>231,329,079</b>	<b>24,511,597</b>	<b>40,633,805</b>	<b>18,191,296</b>	<b>1,377,935</b>	<b>9,471,034</b>	<b>325,514,746</b>
<b>4 District Administration</b>							
4.11 Educational Administration		1,776,691	363	387,085	2,155,604	6,451	<b>4,326,194</b>
4.40 School District Governance				63,771	744,728		<b>808,499</b>
4.41 Business Administration		2,550	391	3,407,380	4,881,991	333,384	<b>8,625,696</b>
<b>Total Function 4</b>	<b>-</b>	<b>1,779,241</b>	<b>754</b>	<b>3,858,236</b>	<b>7,782,323</b>	<b>339,835</b>	<b>13,760,389</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration		127,434	182	1,385,334	2,699,651	36,311	<b>4,248,912</b>
5.50 Maintenance Operations	231		1,126	29,959,734	290,770	11,367	<b>30,263,228</b>
5.52 Maintenance of Grounds				937,767			<b>937,767</b>
5.56 Utilities							<b>-</b>
<b>Total Function 5</b>	<b>231</b>	<b>127,434</b>	<b>1,308</b>	<b>32,282,835</b>	<b>2,990,421</b>	<b>47,678</b>	<b>35,449,907</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation				47,651			<b>47,651</b>
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>47,651</b>	<b>-</b>	<b>-</b>	<b>47,651</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>231,329,310</b>	<b>26,418,272</b>	<b>40,635,867</b>	<b>54,380,018</b>	<b>12,150,679</b>	<b>9,858,547</b>	<b>374,772,693</b>

# School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2021 Actual	2021 Budget	2020 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	185,011,047	49,229,161	234,240,208	11,902,237	246,142,445	247,167,011	239,636,887
1.03 Career Programs	1,008,533	268,718	1,277,251	221,210	1,498,461	1,547,909	1,546,169
1.07 Library Services	6,832,661	1,810,036	8,642,697	1,164,538	9,807,235	9,548,169	8,992,375
1.08 Counselling	10,196,647	2,706,859	12,903,506	10,086	12,913,592	13,211,219	13,151,326
1.10 Special Education	66,152,332	18,683,626	84,835,958	1,129,982	85,965,940	86,666,172	79,898,384
1.30 English Language Learning	16,326,175	4,378,070	20,704,245	260,835	20,965,080	21,267,189	20,863,739
1.31 Indigenous Education	2,195,206	609,552	2,804,758	146,791	2,951,549	3,503,006	3,164,794
1.41 School Administration	28,505,535	7,200,036	35,705,571	965,446	36,671,017	36,348,526	35,086,135
1.60 Summer School	955,319	256,855	1,212,174	111,082	1,323,256	1,371,898	3,953,073
1.62 International and Out of Province Students	8,319,387	2,241,091	10,560,478	547,715	11,108,193	11,250,831	12,989,748
1.64 Other	11,904	3,219	15,123	-	15,123	12,473	15,824
<b>Total Function 1</b>	<b>325,514,746</b>	<b>87,387,223</b>	<b>412,901,969</b>	<b>16,459,922</b>	<b>429,361,891</b>	431,894,403	419,298,454
<b>4 District Administration</b>							
4.11 Educational Administration	4,326,194	1,029,426	5,355,620	504,536	5,860,156	6,372,343	5,982,382
4.40 School District Governance	808,499	130,728	939,227	410,467	1,349,694	1,351,274	1,020,230
4.41 Business Administration	8,625,696	2,258,722	10,884,418	3,913,741	14,798,159	15,489,507	15,181,528
<b>Total Function 4</b>	<b>13,760,389</b>	<b>3,418,876</b>	<b>17,179,265</b>	<b>4,828,744</b>	<b>22,008,009</b>	23,213,124	22,184,140
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	4,248,912	1,086,055	5,334,967	1,614,316	6,949,283	7,422,862	7,457,118
5.50 Maintenance Operations	30,263,228	7,265,329	37,528,557	10,268,392	47,796,949	47,251,999	42,554,639
5.52 Maintenance of Grounds	937,767	210,248	1,148,015	318,383	1,466,398	1,604,380	5,793,571
5.56 Utilities	-	-	-	7,829,780	7,829,780	7,944,900	7,490,774
<b>Total Function 5</b>	<b>35,449,907</b>	<b>8,561,632</b>	<b>44,011,539</b>	<b>20,030,871</b>	<b>64,042,410</b>	64,224,141	63,296,102
<b>7 Transportation and Housing</b>							
7.70 Student Transportation	47,651	14,063	61,714	2,353,773	2,415,487	2,758,293	2,409,292
<b>Total Function 7</b>	<b>47,651</b>	<b>14,063</b>	<b>61,714</b>	<b>2,353,773</b>	<b>2,415,487</b>	2,758,293	2,409,292
<b>9 Debt Services</b>							
<b>Total Function 9</b>	-	-	-	-	-	-	-
<b>Total Functions 1 - 9</b>	<b>374,772,693</b>	<b>99,381,794</b>	<b>474,154,487</b>	<b>43,673,310</b>	<b>517,827,797</b>	522,089,961	507,187,988

# School District No. 39 (Vancouver)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	84,640,327	<b>84,173,970</b>	63,507,313
Other	5,525,661	<b>6,295,911</b>	6,407,735
Other Revenue	23,535,870	<b>3,338,848</b>	19,566,028
Investment Income	426,145	<b>373,415</b>	797,399
<b>Total Revenue</b>	<u>114,128,003</u>	<u><b>94,182,144</b></u>	<u>90,278,475</u>
<b>Expenses</b>			
Instruction	98,922,385	<b>78,061,718</b>	86,258,604
District Administration	1,038,060	<b>1,048,613</b>	1,273,596
Operations and Maintenance	11,445,293	<b>11,338,653</b>	2,459,936
Transportation and Housing	1,041,211	<b>899,462</b>	
<b>Total Expense</b>	<u>112,446,949</u>	<u><b>91,348,446</b></u>	<u>89,992,136</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>1,681,054</u>	<u><b>2,833,698</b></u>	<u>286,339</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(1,681,054)	<b>(2,833,698)</b>	(286,339)
<b>Total Net Transfers</b>	<u>(1,681,054)</u>	<u><b>(2,833,698)</b></u>	<u>(286,339)</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>	<u>-</u>

# School District No. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	Annual Facility Grant	Learning Improvement Fund	Aboriginal Education Technology	Scholarships and Bursaries	Special Education Technology	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>		273,793	11,727	537,702	2,485,957	11,300,961	52,208	31,461	261,262
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	2,237,984	1,672,482			7,954,589		608,000	218,050	616,256
Provincial Grants - Other									
Other				11,532	10,369	2,709,810			
Investment Income	4,447		165	5,391	35,819		2,157	562	2,652
Transfer from other fund									
	2,242,431	1,672,482	165	16,923	8,000,777	2,709,810	610,157	218,612	618,908
<b>Less:</b> Allocated to Revenue	2,242,431	1,520,580	-	22,555	7,886,644	2,207,404	634,874	219,639	789,541
Recovered					753,268				
Transfer to other funds						7,455,113	16,574		
<b>Deferred Revenue, end of year</b>	-	425,695	11,892	532,070	1,846,822	4,348,254	10,917	30,434	90,629
<b>Revenues</b>									
Provincial Grants - Ministry of Education	2,237,984	1,520,580			7,850,827		632,717	219,077	786,889
Provincial Grants - Other									
Other Revenue				20,764		2,207,404			
Investment Income	4,447			1,791	35,817		2,157	562	2,652
	2,242,431	1,520,580	-	22,555	7,886,644	2,207,404	634,874	219,639	789,541
<b>Expenses</b>									
Salaries									
Teachers					292,834				105,191
Principals and Vice Principals					1,829,843				
Educational Assistants		1,125,709					461,185	21,061	
Support Staff	1,640,545	55,813			1,054,557	98,258	754	50,366	
Other Professionals					19,683				
Substitutes								2,726	8,800
	1,640,545	1,181,522	-	-	3,196,917	98,258	461,939	74,153	113,991
Employee Benefits	350,971	339,058			856,821	13,116	132,724	21,108	27,521
Services and Supplies	250,915			22,555	3,547,837	1,955,061	38,287	124,378	570,997
	2,242,431	1,520,580	-	22,555	7,601,575	2,066,435	632,950	219,639	712,509
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	285,069	140,969	1,924	-	77,032
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased					(285,069)	(140,969)	(1,924)		(77,032)
	-	-	-	-	(285,069)	(140,969)	(1,924)	-	(77,032)
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

# School District No. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	CommunityLINK	Classroom Enhancement Fund - Overhead	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 Grant	Federal Safe Return to Class Fund
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	117,678	162,812	1,525,054	65,748	49,503	21,999	25,954		
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	9,404,107	4,037,077	30,139,380	982,692	47,791	47,000	6,000	3,556,154	19,561,821
Provincial Grants - Other									
Other									
Investment Income	12,436	44,235				304	217	23,456	82,203
Transfer from other fund							16,574		
	9,416,543	4,081,312	30,139,380	982,692	47,791	47,304	22,791	3,579,610	19,644,024
<b>Less:</b> Allocated to Revenue	9,364,428	4,026,487	28,893,118	745,536	49,242	66,306	18,853	3,579,610	19,644,024
Recovered		162,812	1,525,054	65,748					
Transfer to other funds							27,000		
<b>Deferred Revenue, end of year</b>	<b>169,793</b>	<b>54,825</b>	<b>1,246,262</b>	<b>237,156</b>	<b>48,052</b>	<b>2,997</b>	<b>2,892</b>	<b>-</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	9,351,992	3,982,332	28,893,118	745,536	49,242	66,047	18,732	3,556,154	19,561,821
Provincial Grants - Other									
Other Revenue									
Investment Income	12,436	44,155				259	121	23,456	82,203
	9,364,428	4,026,487	28,893,118	745,536	49,242	66,306	18,853	3,579,610	19,644,024
<b>Expenses</b>									
Salaries									
Teachers	435,029	181,595	22,227,083	390,020					5,114,677
Principals and Vice Principals		8,185							267,546
Educational Assistants	2,615,967	2,600,031					4,120		407,572
Support Staff	1,253,690	14,267						1,912,215	1,671,772
Other Professionals	1,383,217	511,558						12,398	539,806
Substitutes		531,194	668,456	279,813			2,495		692,933
	5,687,903	3,846,830	22,895,539	669,833	-	-	6,615	1,924,613	8,694,306
Employee Benefits	1,506,604	89,266	5,997,579	75,703			1,747	485,560	1,966,197
Services and Supplies	2,167,467	90,391			49,242	66,306	10,491	899,132	7,130,893
	9,361,974	4,026,487	28,893,118	745,536	49,242	66,306	18,853	3,309,305	17,791,396
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>2,454</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>270,305</b>	<b>1,852,628</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(2,454)							(270,305)	(1,852,628)
	(2,454)	-	-	-	-	-	-	(270,305)	(1,852,628)
<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. 39 (Vancouver)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	COVID Rapid Response	CommunityLINK Other	PRP	CAYA	Assistive Technology AT-BC	PRCVI	Settlement Workers In School	Miscellaneous	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>		851,641	224,046	6,471,844	8,963,439	454,678	426,485	809,105	35,125,057
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	175,000		2,418,447			2,225,465			85,908,295
Provincial Grants - Other		101,625			4,097,730				4,199,355
Other		362,271						880,854	3,974,836
Investment Income		14,371	3,609	71,459	130,064	5,566	5,894	5,646	450,653
Transfer from other fund									16,574
	175,000	478,267	2,422,056	71,459	4,227,794	2,231,031	5,894	886,500	94,549,713
<b>Less:</b> Allocated to Revenue	175,000	445,088	2,292,985	2,900,449	3,501,145	2,242,112	13,831	700,262	94,182,144
Recovered			156,607						2,663,489
Transfer to other funds									7,498,687
<b>Deferred Revenue, end of year</b>	-	<b>884,820</b>	<b>196,510</b>	<b>3,642,854</b>	<b>9,690,088</b>	<b>443,597</b>	<b>418,548</b>	<b>995,343</b>	<b>25,330,450</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	175,000		2,289,376			2,236,546			84,173,970
Provincial Grants - Other		17,532		2,900,449	3,371,014		6,916		6,295,911
Other Revenue		414,972			68		1,021	694,619	3,338,848
Investment Income		12,584	3,609		130,063	5,566	5,894	5,643	373,415
	175,000	445,088	2,292,985	2,900,449	3,501,145	2,242,112	13,831	700,262	94,182,144
<b>Expenses</b>									
Salaries									
Teachers			1,503,356			100,493		69,366	30,419,644
Principals and Vice Principals	21,737								2,127,311
Educational Assistants		9,196	66,690					7,877	7,319,408
Support Staff		2,505	57,687	526,437	597,259	720,629	906	21,861	9,679,521
Other Professionals	60,562	61,917	9,418	232,524	792,197	212,610			3,835,890
Substitutes			54,958				82	8,011	2,249,468
	82,299	73,618	1,692,109	758,961	1,389,456	1,033,732	988	107,115	55,631,242
Employee Benefits	15,777	17,081	446,320	214,501	354,278	280,835	197	27,846	13,220,810
Services and Supplies	76,924	351,177	111,227	1,872,567	1,740,363	917,723	12,646	489,815	22,496,394
	175,000	441,876	2,249,656	2,846,029	3,484,097	2,232,290	13,831	624,776	91,348,446
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	3,212	43,329	54,420	17,048	9,822	-	75,486	2,833,698
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased		(3,212)	(43,329)	(54,420)	(17,048)	(9,822)		(75,486)	(2,833,698)
	-	(3,212)	(43,329)	(54,420)	(17,048)	(9,822)	-	(75,486)	(2,833,698)
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

# School District No. 39 (Vancouver)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2021

	2021 Budget	2021 Actual			2020 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Other Revenue	214,156	171,679	211,897	383,576	448,659
Rentals and Leases	1,421,098		1,354,939	1,354,939	1,253,020
Investment Income	225,278		220,174	220,174	377,130
Gain (Loss) on Disposal of Tangible Capital Assets		11,107		11,107	
Amortization of Deferred Capital Revenue	20,519,181	20,512,904		20,512,904	19,148,025
<b>Total Revenue</b>	<b>22,379,713</b>	<b>20,695,690</b>	<b>1,787,010</b>	<b>22,482,700</b>	<b>21,226,834</b>
<b>Expenses</b>					
Operations and Maintenance	235,372		520,493	520,493	130,142
Amortization of Tangible Capital Assets					
Operations and Maintenance	29,280,495	29,611,049		29,611,049	27,790,919
Debt Services					
Capital Lease Interest	111,712		189,674	189,674	111,407
<b>Total Expense</b>	<b>29,627,579</b>	<b>29,611,049</b>	<b>710,167</b>	<b>30,321,216</b>	<b>28,032,468</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(7,247,866)</b>	<b>(8,915,359)</b>	<b>1,076,843</b>	<b>(7,838,516)</b>	<b>(6,805,634)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	5,355,349	5,943,472		5,943,472	4,433,930
Capital Lease Payment	3,130,328		2,490,146	2,490,146	2,317,890
<b>Total Net Transfers</b>	<b>8,485,677</b>	<b>5,943,472</b>	<b>2,490,146</b>	<b>8,433,618</b>	<b>6,751,820</b>
<b>Other Adjustments to Fund Balances</b>					
District Portion of Proceeds on Disposal		(11,250)	11,250	-	
Tangible Capital Assets WIP Purchased from Local Capital		1,034,102	(1,034,102)	-	
Principal Payment					
Capital Lease		2,300,472	(2,300,472)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>3,323,324</b>	<b>(3,323,324)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>1,237,811</b>	<b>351,437</b>	<b>243,665</b>	<b>595,102</b>	<b>(53,814)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>106,712,698</b>	<b>10,385,062</b>	<b>117,097,760</b>	<b>117,151,574</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>107,064,135</b>	<b>10,628,727</b>	<b>117,692,862</b>	<b>117,097,760</b>

# School District No. 39 (Vancouver)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2021

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	20,781,686	1,009,498,440	17,307,756	2,362,731	2,580,692	13,693,408	<b>1,066,224,713</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Operating Fund		517,382	1,288,340		45,272	1,258,780	<b>3,109,774</b>
Special Purpose Funds			1,148,468			1,685,230	<b>2,833,698</b>
Capital Lease						4,122,903	<b>4,122,903</b>
Transferred from Work in Progress		89,643,302	367,010				<b>90,010,312</b>
	-	90,160,684	2,803,818	-	45,272	7,066,913	<b>100,076,687</b>
Decrease:							
Disposed of	143						<b>143</b>
Deemed Disposals			1,548,119	63,448	291,938	434,431	<b>2,337,936</b>
	143	-	1,548,119	63,448	291,938	434,431	<b>2,338,079</b>
<b>Cost, end of year</b>	20,781,543	1,099,659,124	18,563,455	2,299,283	2,334,026	20,325,890	<b>1,163,963,321</b>
<b>Work in Progress, end of year</b>		122,330,093	59,559				<b>122,389,652</b>
<b>Cost and Work in Progress, end of year</b>	20,781,543	1,221,989,217	18,623,014	2,299,283	2,334,026	20,325,890	<b>1,286,352,973</b>
<b>Accumulated Amortization, beginning of year</b>		379,062,691	8,226,173	883,173	1,693,472	5,365,189	<b>395,230,698</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		23,690,985	1,793,561	233,101	491,471	3,401,931	<b>29,611,049</b>
Decrease:							
Deemed Disposals			1,548,119	63,448	291,938	434,431	<b>2,337,936</b>
			-	1,548,119	291,938	434,431	<b>2,337,936</b>
<b>Accumulated Amortization, end of year</b>		402,753,676	8,471,615	1,052,826	1,893,005	8,332,689	<b>422,503,811</b>
<b>Tangible Capital Assets - Net</b>	<b>20,781,543</b>	<b>819,235,541</b>	<b>10,151,399</b>	<b>1,246,457</b>	<b>441,021</b>	<b>11,993,201</b>	<b>863,849,162</b>

**School District No. 39 (Vancouver)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2021

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	125,833,866	296,373			126,130,239
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	81,326,440	101,637			81,428,077
Deferred Capital Revenue - Other	3,778,987	28,559			3,807,546
Local Capital	1,034,102				1,034,102
	<u>86,139,529</u>	<u>130,196</u>	-	-	<u>86,269,725</u>
Decrease:					
Transferred to Tangible Capital Assets	89,643,302	367,010			90,010,312
	<u>89,643,302</u>	<u>367,010</u>	-	-	<u>90,010,312</u>
<b>Net Changes for the Year</b>	<u>(3,503,773)</u>	<u>(236,814)</u>	-	-	<u>(3,740,587)</u>
<b>Work in Progress, end of year</b>	<u><u>122,330,093</u></u>	<u><u>59,559</u></u>	-	-	<u><u>122,389,652</u></u>

# School District No. 39 (Vancouver)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2021

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	544,335,898	9,661,327	1,156,650	<b>555,153,875</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Work in Progress	75,157,452	50,152	14,802,709	<b>90,010,313</b>
	<u>75,157,452</u>	<u>50,152</u>	<u>14,802,709</u>	<b><u>90,010,313</u></b>
Decrease:				
Amortization of Deferred Capital Revenue	19,970,256	325,819	216,829	<b>20,512,904</b>
	<u>19,970,256</u>	<u>325,819</u>	<u>216,829</u>	<b><u>20,512,904</u></b>
<b>Net Changes for the Year</b>	<u>55,187,196</u>	<u>(275,667)</u>	<u>14,585,880</u>	<b><u>69,497,409</u></b>
<b>Deferred Capital Revenue, end of year</b>	<u>599,523,094</u>	<u>9,385,660</u>	<u>15,742,530</u>	<b><u>624,651,284</u></b>
<b>Work in Progress, beginning of year</b>	98,150,844	151,488	22,763,642	<b>121,065,974</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	81,428,077	140,353	3,667,193	<b>85,235,623</b>
	<u>81,428,077</u>	<u>140,353</u>	<u>3,667,193</u>	<b><u>85,235,623</u></b>
Decrease				
Transferred to Deferred Capital Revenue	75,157,452	50,152	14,802,709	<b>90,010,313</b>
	<u>75,157,452</u>	<u>50,152</u>	<u>14,802,709</u>	<b><u>90,010,313</u></b>
<b>Net Changes for the Year</b>	<u>6,270,625</u>	<u>90,201</u>	<u>(11,135,516)</u>	<b><u>(4,774,690)</u></b>
<b>Work in Progress, end of year</b>	<u>104,421,469</u>	<u>241,689</u>	<u>11,628,126</u>	<b><u>116,291,284</u></b>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>703,944,563</b></u>	<u><b>9,627,349</b></u>	<u><b>27,370,656</b></u>	<u><b>740,942,568</b></u>

# School District No. 39 (Vancouver)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2021

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
<b>Balance, beginning of year</b>	\$ 1,160	\$ 39,224,290	\$ 2,299,683	\$	\$	<b>41,525,133</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	81,980,707					<b>81,980,707</b>
Provincial Grants - Other			50,000			<b>50,000</b>
Other					3,667,193	<b>3,667,193</b>
Investment Income		575,947	32,267			<b>608,214</b>
MEd Restricted Portion of Proceeds on Disposal		33,750				<b>33,750</b>
	<u>81,980,707</u>	<u>609,697</u>	<u>82,267</u>	<u>-</u>	<u>3,667,193</u>	<b><u>86,339,864</u></b>
Decrease:						
Transferred to DCR - Work in Progress	81,428,077	78,678	61,675		3,667,193	<b>85,235,623</b>
Insurance claim	512,579					<b>512,579</b>
	<u>81,940,656</u>	<u>78,678</u>	<u>61,675</u>	<u>-</u>	<u>3,667,193</u>	<b><u>85,748,202</u></b>
<b>Net Changes for the Year</b>	<u>40,051</u>	<u>531,019</u>	<u>20,592</u>	<u>-</u>	<u>-</u>	<b><u>591,662</u></b>
<b>Balance, end of year</b>	<u><b>41,211</b></u>	<u><b>39,755,309</b></u>	<u><b>2,320,275</b></u>	<u>-</u>	<u>-</u>	<u><b>42,116,795</b></u>