

# FINANCIAL STATEMENTS

July 1, 2021 to June 30, 2022



Audited Financial Statements of

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

And Independent Auditors' Report thereon

June 30, 2022

# School District No. 39 (Vancouver)

June 30, 2022

## Table of Contents

Management Report .....	1
Independent Auditors' Report .....	2-4
Statement of Financial Position - Statement 1 .....	5
Statement of Operations - Statement 2 .....	6
Statement of Changes in Net Debt - Statement 4 .....	7
Statement of Cash Flows - Statement 5 .....	8
Notes to the Financial Statements .....	9-28
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited) .....	29
Schedule of Operating Operations - Schedule 2 (Unaudited) .....	30
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited) .....	31
Schedule 2B - Schedule of Operating Expense by Object (Unaudited) .....	32
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited) .....	33
Schedule of Special Purpose Operations - Schedule 3 (Unaudited) .....	35
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited) .....	36
Schedule of Capital Operations - Schedule 4 (Unaudited) .....	40
Schedule 4A - Tangible Capital Assets (Unaudited) .....	41
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited) .....	42
Schedule 4C - Deferred Capital Revenue (Unaudited) .....	43
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited) .....	44

# School District No. 39 (Vancouver)

## MANAGEMENT REPORT

Version: 4369-3623-1641

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)

Original signed	September 27, 2022
_____ Signature of the Chairperson of the Board of Education	_____ Date Signed
Original signed	September 27, 2022
_____ Signature of the Superintendent	_____ Date Signed
Original signed	September 27, 2022
_____ Signature of the Secretary Treasurer	_____ 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, 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 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.

### ***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 29, 2022

# School District No. 39 (Vancouver)

Statement 1

## Statement of Financial Position

As at June 30, 2022

	2022 Actual \$	2021 Actual \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	246,302,561	263,953,000
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	10,260,655	6,036,568
Other (Note 3)	8,507,795	4,366,205
Portfolio Investments (Note 4)	412,517	420,402
<b>Total Financial Assets</b>	<b>265,483,528</b>	<b>274,776,175</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Other	613,513	3,725,722
Other (Note 5)	83,901,719	83,615,767
Unearned Revenue (Note 6)	52,614,786	52,117,464
Deferred Revenue (Note 7)	25,387,704	25,330,450
Deferred Capital Revenue (Note 8)	860,965,554	783,059,363
Employee Future Benefits (Note 9)	32,387,116	31,073,303
Capital Lease Obligations (Note 10)	5,524,778	3,920,517
Other Liabilities	99,369	361,750
<b>Total Liabilities</b>	<b>1,061,494,539</b>	<b>983,204,336</b>
<b>Net Debt</b>	<b>(796,011,011)</b>	<b>(708,428,161)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 11)	940,371,416	863,849,162
Prepaid Expenses	1,431,188	1,984,622
Supplies Inventory	988,979	948,967
<b>Total Non-Financial Assets</b>	<b>942,791,583</b>	<b>866,782,751</b>
<b>Accumulated Surplus (Deficit) (Note 16)</b>	<b>146,780,572</b>	<b>158,354,590</b>

Approved by the Board

Original signed	September 27, 2022
Signature of the Chairperson of the Board of Education	Date Signed
Original signed	September 27, 2022
Signature of the Superintendent	Date Signed
Original signed	September 27, 2022
Signature of the Secretary Treasurer	Date Signed



# School District No. 39 (Vancouver)

Statement 2

Statement of Operations  
Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	549,652,609	<b>547,615,755</b>	570,436,010
Other	5,607,598	<b>7,310,002</b>	6,358,160
Federal Grants	2,457,164	<b>2,381,164</b>	2,351,073
Tuition	20,983,902	<b>22,276,057</b>	22,278,790
Other Revenue	30,007,777	<b>25,412,788</b>	22,129,523
Rentals and Leases	5,253,306	<b>9,446,489</b>	4,104,897
Investment Income	1,567,857	<b>2,015,598</b>	2,442,137
Gain (Loss) on Disposal of Tangible Capital Assets			11,107
Amortization of Deferred Capital Revenue	22,524,687	<b>22,432,349</b>	20,512,904
<b>Total Revenue</b>	<b>638,054,900</b>	<b>638,890,202</b>	650,624,601
<b>Expenses</b>			
Instruction	527,390,713	<b>517,042,506</b>	507,423,609
District Administration	24,047,431	<b>23,347,664</b>	23,056,622
Operations and Maintenance	101,985,882	<b>106,475,691</b>	105,512,605
Transportation and Housing	3,252,935	<b>3,487,561</b>	3,314,949
Debt Services	76,707	<b>110,798</b>	189,674
<b>Total Expense</b>	<b>656,753,668</b>	<b>650,464,220</b>	639,497,459
<b>Surplus (Deficit) for the year</b>	<b>(18,698,768)</b>	<b>(11,574,018)</b>	11,127,142
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>158,354,590</b>	147,227,448
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>146,780,572</b>	158,354,590

# School District No. 39 (Vancouver)

## Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	(18,698,768)	<b>(11,574,018)</b>	11,127,142
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(121,770,547)	<b>(108,904,130)</b>	(96,336,100)
Amortization of Tangible Capital Assets	32,417,450	<b>32,381,876</b>	29,611,049
Net carrying value of Tangible Capital Assets disposed of			143
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(89,353,097)</u>	<u><b>(76,522,254)</b></u>	<u>(66,724,908)</u>
Acquisition of Prepaid Expenses		<b>(3,811,474)</b>	(4,458,161)
Use of Prepaid Expenses		<b>4,364,908</b>	4,611,012
Acquisition of Supplies Inventory		<b>(1,612,433)</b>	(1,703,911)
Use of Supplies Inventory		<b>1,572,421</b>	1,615,863
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u><b>513,422</b></u>	<u>64,803</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(108,051,865)</u>	<u><b>(87,582,850)</b></u>	<u>(55,532,963)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<b>(87,582,850)</b>	(55,532,963)
<b>Net Debt, beginning of year</b>		<b>(708,428,161)</b>	(652,895,198)
<b>Net Debt, end of year</b>		<u><b>(796,011,011)</b></u>	<u>(708,428,161)</u>

# School District No. 39 (Vancouver)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2022

	2022 Actual \$	2021 Actual \$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	(11,574,018)	11,127,142
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(8,365,678)	5,079,228
Supplies Inventories	(40,012)	(88,047)
Prepaid Expenses	553,437	152,851
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(2,826,258)	9,036,529
Unearned Revenue	497,322	(5,250,938)
Deferred Revenue	57,254	(9,794,607)
Employee Future Benefits	1,313,813	1,528,028
Other Liabilities	(262,381)	(987,250)
Loss (Gain) on Disposal of Tangible Capital Assets		(11,107)
Amortization of Tangible Capital Assets	32,381,876	29,611,049
Amortization of Deferred Capital Revenue	(22,432,349)	(20,512,904)
Insurance Claim	(711)	(512,579)
<b>Total Operating Transactions</b>	<u>(10,697,705)</u>	<u>19,377,395</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(2,782,887)	(5,943,472)
Tangible Capital Assets -WIP Purchased	(102,094,963)	(86,269,725)
District Portion of Proceeds on Disposal		11,250
<b>Total Capital Transactions</b>	<u>(104,877,850)</u>	<u>(92,201,947)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	100,339,251	86,339,864
Capital Lease Payments	(2,422,020)	(2,300,472)
<b>Total Financing Transactions</b>	<u>97,917,231</u>	<u>84,039,392</u>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	7,885	291,940
<b>Total Investing Transactions</b>	<u>7,885</u>	<u>291,940</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>(17,650,439)</u>	<u>11,506,780</u>
<b>Cash and Cash Equivalents, beginning of year</b>	<u>263,953,000</u>	<u>252,446,220</u>
<b>Cash and Cash Equivalents, end of year</b>	<u>246,302,561</u>	<u>263,953,000</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	<u>246,302,561</u>	<u>263,953,000</u>
	<u>246,302,561</u>	<u>263,953,000</u>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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 and Child Care. School District No. 39 is exempt from federal and provincial income taxes.

**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.

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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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d) Portfolio Investments

The School District has investments in Guaranteed Investment Certificates (GIC's) 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.

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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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, 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.

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 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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

Effective July 1, 2022 the School District adopted PS 3280, 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.

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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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.

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.



**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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, Deputy Superintendent, Associate 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.

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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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. 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
  - 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

---

**3 Other Receivables**

Other Receivables includes an amount for unpaid ground lease revenue. Due to uncertainty surrounding the collectability of this amount it is included in Allowance for Doubtful Accounts (refer to Note 18, Contingent Assets).

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
Due from Federal Government	\$ 402,659	\$ 558,551
Due from Municipalities	3,628,481	2,376,740
Due from Other School Districts	3,019	1,550
Rentals and Leases	40,899,306	529,257
Other Receivables	3,964,589	901,715
Allowance for Doubtful Accounts	<u>(40,390,259)</u>	<u>(1,608)</u>
Total	<u>\$ 8,507,795</u>	<u>\$ 4,366,205</u>

**4 Portfolio Investments**

GIC's included in portfolio investments are held with local banking institutions and earn average interest at 1.54% (2021 – 0.71%). Senior government bonds held earn average interest at 2.53% (2021 – 2.66%).

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
GIC's	\$ 100,549	\$ 100,256
Senior Government Bonds	<u>311,968</u>	<u>320,146</u>
	<u>\$ 412,517</u>	<u>\$ 420,402</u>

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

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
Accrued vacation pay	\$ 11,197,304	\$ 11,575,777
Other	19,671,170	17,424,435
Salaries and benefits payable	36,520,793	41,837,654
Trade payables	<u>16,512,452</u>	<u>12,777,901</u>
	<u>\$ 83,901,719</u>	<u>\$ 83,615,767</u>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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**6 Unearned Revenue**

	30-Jun-22	30-Jun-21
Balance, beginning of year	\$ 52,117,464	\$ 57,368,400
Amounts received		
Tuition fees	18,885,356	12,467,166
Rental/Lease of facilities	7,486,551	2,410,526
Other	210,788	257,376
	26,582,695	15,135,068
Amounts earned		
Tuition fees	17,698,726	17,453,618
Rental/Lease of facilities	8,379,737	2,911,962
Other	6,910	20,424
	26,085,373	20,386,004
Net changes for the year	497,322	(5,250,936)
Balance, end of year	\$ 52,614,786	\$ 52,117,464

**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-22	30-Jun-21
Deferred revenue, beginning of year	\$ 25,330,450	\$ 35,125,057
Increase		
Provincial Grants - Ministry of Education and Child Care	64,799,035	85,908,295
Provincial Grants - Other	8,065,618	4,199,355
Other	6,339,186	3,991,410
Investment Income	265,820	450,653
	79,469,659	94,549,713
Decrease		
Allocated to Revenue	76,343,435	94,182,144
Recoveries	2,284,536	2,663,489
Other	784,434	7,498,687
	79,412,405	104,344,320
Deferred revenue, end of year	\$ 25,387,704	\$ 25,330,450

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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-22	30-Jun-21
DCR, Completed Projects		
Balance, beginning of year	\$ 624,651,284	\$ 555,153,875
Increases		
Transfers from DCR, WIP	67,109,320	90,010,313
	67,109,320	90,010,313
Decreases		
Amortization - ByLaw Capital	21,604,479	19,970,256
Amortization - Other Provincial Capital	326,613	325,819
Amortization - Other Capital	501,257	216,829
	22,432,349	20,512,904
Balance, end of year	669,328,255	624,651,284
DCR, Work in Progress (WIP)		
Balance, beginning of year	116,291,284	121,065,974
Increases		
Transfers from DR – spent funds	100,347,499	85,235,623
Decreases		
Transfers to DCR – completed projects	67,109,320	90,010,313
Balance, end of year	149,529,463	116,291,284
Balance DCR Completed Projects and WIP, end of year	818,857,718	740,942,568
DCR, Unspent		
Balance, beginning of year	42,116,795	41,525,133
Increases		
Provincial Grants – Ministry of Education and Child Care	94,557,683	81,980,707
Other	5,216,827	3,717,193
Investment Income	506,427	608,214
MED Restricted Portion of Proceeds on Disposal		33,750
MED Restricted insurance claim surplus	58,314	
	100,339,251	86,339,864
Decreases		
Transferred to DCR, WIP	100,347,499	85,235,623
Insurance netted with expenditure	711	512,579
	100,348,210	85,748,202
Balance, DCR, Unspent, end of year	42,107,836	42,116,795
Total Deferred Capital Revenue	\$ 860,965,554	\$ 783,059,363

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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.

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 28,912,625	\$ 29,075,749
Service Cost	2,020,899	2,032,539
Interest Cost	743,384	674,288
Benefit Payments	(1,630,413)	(1,525,565)
Actuarial (Gain) Loss	<u>(2,198,524)</u>	<u>(1,344,386)</u>
Accrued Benefit Obligation – March 31	<u>\$ 27,847,971</u>	<u>\$ 28,912,625</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ 27,847,971	\$ 28,912,625
Market Value of Plan Assets - March 31	<u>-</u>	<u>-</u>
Funded Status - Deficit	27,847,971	28,912,625
Employer Contributions After Measurement Date	(1,056,392)	(914,654)
Benefits Expense After Measurement Date	686,528	691,070
Unamortized Net Actuarial Gain (Loss)	<u>4,909,009</u>	<u>2,384,262</u>
Accrued Benefit Liability - June 30	<u>\$ 32,387,116</u>	<u>\$ 31,073,303</u>
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability - July 1	\$ 31,073,306	\$ 29,545,277
Net Expense for Fiscal Year	3,085,962	3,167,448
Employer Contributions	<u>(1,772,152)</u>	<u>(1,639,422)</u>
Accrued Benefit Liability - June 30	<u>\$ 32,387,116</u>	<u>\$ 31,073,303</u>
Components of Net Benefit Expense		
Service Cost - June 30	\$ 1,973,712	\$ 2,029,629
Interest Cost - June 30	786,028	691,562
Amortization of Net Actuarial (Gain)/Loss	<u>326,222</u>	<u>446,257</u>
Net Benefit Expense (Income)	<u>\$ 3,085,962</u>	<u>\$ 3,167,448</u>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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Assumptions	<u>30-Jun-22</u>	<u>30-Jun-21</u>
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	11.00	11.20

The impact of changes in assumptions between the March 31, 2022, measurement date and June 30, 2022, reporting date have been considered and are not considered to be material.

**10 Capital Lease Obligations**

Repayments are due as follows:

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
2022	-	1,655,738
2023	2,272,005	1,398,609
2024	1,396,250	521,015
2025	1,389,771	521,015
2026	868,755	-
	<u>5,926,781</u>	<u>4,096,377</u>
<i>Interest portion - ranging from 0% to 6.6%</i>	<i>(402,003)</i>	<i>(175,860)</i>
Total	<u>\$ 5,524,778</u>	<u>\$ 3,920,517</u>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

**11 Tangible Capital Asset**

**2022**

Cost	July 1, 2021	Additions	Disposals	Transfers	June 30, 2022
Sites	\$ 20,781,543	\$ -	\$ -	\$ -	\$ 20,781,543
Buildings	1,099,659,124	33,917		66,592,981	1,166,286,022
Buildings – WIP	122,330,093	101,604,924		(66,592,981)	157,342,036
Furniture & Equipment	18,563,455	1,879,088	(1,973,130)	516,338	18,985,751
Furniture & Equipment - WIP	59,559	490,039		(516,338)	33,260
Vehicles	2,299,283		(173,932)		2,125,351
Computer Software	2,334,026	29,619	(1,683,767)		679,878
Computer Hardware	20,325,890	4,866,543	(1,431,936)		23,760,497
<b>Total</b>	<b>\$ 1,286,352,973</b>	<b>\$ 108,904,130</b>	<b>\$ (5,262,765)</b>	<b>\$ -</b>	<b>\$ 1,389,994,338</b>

Accumulated Amortization	July 1, 2021	Amortization	Disposals	June 30, 2022
Buildings	\$ 402,753,676	\$ 25,573,154	\$ -	\$ 428,326,830
Furniture & Equipment	8,471,615	1,877,460	1,973,130	8,375,945
Vehicles	1,052,826	221,232	173,932	1,100,126
Computer Software	1,893,005	301,390	1,683,767	510,628
Computer Hardware	8,332,689	4,408,640	1,431,936	11,309,393
<b>Total</b>	<b>\$ 422,503,811</b>	<b>\$ 32,381,876</b>	<b>\$ 5,262,765</b>	<b>\$ 449,622,922</b>

**2021**

Cost	July 1, 2020	Additions	Disposals	Transfers	June 30, 2021
Sites	\$ 20,781,686	\$ -	\$ (143.00)	\$ -	\$ 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>\$ -</b>	<b>\$ 422,503,811</b>

Net Book Value	June 30, 2022	June 30, 2021
Sites	\$ 20,781,543	\$ 20,781,543
Buildings	737,959,192	696,905,448
Buildings - WIP	157,342,036	122,330,093
Furniture & Equipment	10,609,806	10,091,840
Furniture & Equipment - WIP	33,260	59,559
Vehicles	1,025,225	1,246,457
Computer Software	169,250	441,021
Computer Hardware	12,451,104	11,993,201
<b>Total</b>	<b>\$ 940,371,416</b>	<b>\$ 863,849,162</b>



**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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As at June 30, 2022, there was work in progress of \$157,375,296 (2021: \$122,389,652) 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 \$4,026,280 (2021: \$4,122,903) 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, 2021, the Teachers' Pension Plan had about 50,000 active members and approximately 40,000 retired members. As of December 31, 2021, the Municipal Pension Plan had 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 next valuation for the Teachers' Pension Plan will be as at December 31, 2023.

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

The School District paid \$45,442,073 (2021 - \$45,249,461) for employer contributions to these plans in the year ended June 30, 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)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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.

	2023	2024	2025	2026	2027
Approved Capital Projects - Unperformed portion	\$ 50,036,264	\$ 32,569,508	\$ 5,600,457	\$ -	\$ -
Future operating lease payments	623,552	568,076	352,651	188,654	93,938
	<u>\$ 50,659,815</u>	<u>\$ 33,137,585</u>	<u>\$ 5,953,108</u>	<u>\$ 188,654</u>	<u>\$ 93,938</u>

**14 Budget Figures**

Budget figures reflect the amended annual budget approved by the Board on February 28, 2022. 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 2021/22 Amended Annual Budget is used for comparative purposes, a reconciliation between the 2021/22 Annual and the 2021/22 Amended Annual Budgets is provided:

	<u>Amended Budget</u>	<u>Annual Budget</u>
Ministry Operating Grant Funded FTEs		
School-Age	48,438	49,025
Adult	201	201
Other	814	871
Total Ministry Operating Grant Funded FTEs	<u>49,453</u>	<u>50,097</u>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

	<u>Amended Budget</u>	<u>Annual Budget</u>
<b>Revenues</b>		
Provincial Grants		
Ministry of Education and Child Care	\$ 549,652,609	\$ 548,448,242
Other	5,607,598	5,604,343
Federal Grants	2,457,164	2,457,164
Tuition	20,983,902	20,117,687
Other Revenue	30,007,777	25,078,089
Rentals and Leases	5,253,306	5,870,910
Investment Income	1,567,857	2,030,918
Amortization of Deferred Capital Revenue	22,524,687	22,067,281
<b>Total Revenue</b>	<b>638,054,900</b>	<b>631,674,634</b>
<b>Expenses</b>		
Instruction	527,390,713	515,727,858
District Administration	24,047,431	24,320,112
Operations and Maintenance	101,985,882	99,719,890
Transportation and Housing	3,252,935	3,589,799
Debt Services	76,707	151,090
<b>Total Expense</b>	<b>656,753,668</b>	<b>643,508,749</b>
<b>Net Revenue (Expense)</b>	<b>(18,698,768)</b>	<b>(11,834,115)</b>
<b>Budgeted Allocation (Retirement) of Surplus (Deficit)</b>	<b>16,790,176</b>	<b>9,426,729</b>
<b>Budgeted Surplus (Deficit), for the year</b>	<b>\$ (1,908,592)</b>	<b>\$ (2,407,386)</b>
<b>Budgeted Surplus (Deficit), for the year comprised of:</b>		
Capital Fund Surplus (Deficit)	<b>\$ (1,908,592)</b>	<b>\$ (2,407,386)</b>
Budgeted Surplus (Deficit), for the year	<b>\$ (1,908,592)</b>	<b>\$ (2,407,386)</b>

**15 Expense by Object**

	<u>30-Jun-22</u>	<u>30-Jun-21</u>
Amortization	\$ 32,381,876	\$ 29,611,049
Interest	110,798	189,964
Salaries and benefits	547,325,287	545,229,348
Services and supplies	70,646,259	64,467,098
	<b>\$ 650,464,220</b>	<b>\$ 639,497,459</b>

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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**16 Accumulated Surplus**

	30-Jun-22	30-Jun-21
Invested in Capital Assets	\$ 104,238,658	\$ 107,064,135
Local Capital Fund	14,172,726	10,628,727
Capital Fund Balance	118,411,384	117,692,862
Operations Spanning Multiple School Years	12,671,265	14,131,325
Anticipated Unusual Expenses Identified	1,383,262	2,589,139
Nature of Constraints on the Funds		
School Generated Funds & Miscellaneous Grants	10,506,839	10,549,421
Unspent Targeted Funding - Indigenous Education	129,985	399,568
Special Grant for Special Education		374,610
September Return to School Recovery Plan	10,636,824	1,509,159
	10,636,824	12,832,758
Contingency Reserve	3,677,837	11,108,506
Accumulated Surplus	\$ 146,780,572	\$ 158,354,590

**17 Interfund Transfers**

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

- \$1,808,996 from operating to capital for capital assets purchased
- \$939,974 from special purpose to capital for capital assets purchased
- \$2,532,818 from operating to capital for capital lease payments

**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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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In January 2022 the School District received an arbitration award regarding the annual ground lease rent for the site on which Kingsgate Mall occupies. The District has invoiced the tenant annual rent based on the arbitration ruling. The tenant has appealed the arbitration decision and is paying a lower amount of rent. The collectability of the amount invoiced is dependent on the outcome of the appeal.

Contingent assets are not recorded in the financial statements.

## **19 Contingent Liabilities**

As per a directive from the Ministry of Education and Child Care, any funding for Remedy with the Classroom Enhancement Fund requires an agreement for payout with the School District's teachers' associations. On June 30, 2022 the District did not have agreements with the teachers' associations, and the amount and likelihood of a payout are not measurable.

In the ordinary course of operations, the School District has legal proceedings brought against it. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

## **20 Economic Dependence**

The operations of the School District are dependent on continued funding from the Ministry of Education and Child Care 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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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 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.

**SCHOOL DISTRICT No. 39 (Vancouver)**  
**NOTES TO FINANCIAL STATEMENTS FOR THE YEAR**  
**ENDED JUNE 30, 2022**

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Risk management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2021 related to credit, market or liquidity risks.

# School District No. 39 (Vancouver)

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
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	40,661,728		117,692,862	<b>158,354,590</b>	147,227,448
<b>Changes for the year</b>					
Surplus (Deficit) for the year	(7,950,726)	939,974	(4,563,266)	<b>(11,574,018)</b>	11,127,142
Interfund Transfers					
Tangible Capital Assets Purchased	(1,808,996)	(939,974)	2,748,970	-	
Other	(2,532,818)		2,532,818	-	
<b>Net Changes for the year</b>	<b>(12,292,540)</b>	-	<b>718,522</b>	<b>(11,574,018)</b>	<b>11,127,142</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>28,369,188</b>	-	<b>118,411,384</b>	<b>146,780,572</b>	158,354,590



# School District No. 39 (Vancouver)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	485,629,176	<b>485,531,642</b>	486,262,040
Other	62,249	<b>62,249</b>	62,249
Federal Grants	2,457,164	<b>2,381,164</b>	2,351,073
Tuition	20,983,902	<b>22,276,057</b>	22,278,790
Other Revenue	9,986,019	<b>18,181,195</b>	18,407,099
Rentals and Leases	3,844,757	<b>3,854,710</b>	2,749,958
Investment Income	1,226,971	<b>1,616,179</b>	1,848,548
<b>Total Revenue</b>	<b>524,190,238</b>	<b>533,903,196</b>	<b>533,959,757</b>
<b>Expenses</b>			
Instruction	443,814,198	<b>446,807,317</b>	429,361,891
District Administration	22,640,273	<b>21,931,558</b>	22,008,009
Operations and Maintenance	65,391,023	<b>69,757,734</b>	64,042,410
Transportation and Housing	3,122,687	<b>3,357,313</b>	2,415,487
<b>Total Expense</b>	<b>534,968,181</b>	<b>541,853,922</b>	<b>517,827,797</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>(10,777,943)</b>	<b>(7,950,726)</b>	16,131,960
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	16,790,176		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(3,019,461)	<b>(1,808,996)</b>	(3,109,774)
Other	(2,992,772)	<b>(2,532,818)</b>	(2,490,146)
<b>Total Net Transfers</b>	<b>(6,012,233)</b>	<b>(4,341,814)</b>	<b>(5,599,920)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>(12,292,540)</b>	10,532,040
<b>Operating Surplus (Deficit), beginning of year</b>		<b>40,661,728</b>	30,129,688
<b>Operating Surplus (Deficit), end of year</b>		<b>28,369,188</b>	40,661,728
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>24,691,351</b>	34,731,501
Unrestricted		<b>3,677,837</b>	5,930,227
<b>Total Operating Surplus (Deficit), end of year</b>		<b>28,369,188</b>	40,661,728

# School District No. 39 (Vancouver)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	477,141,704	<b>476,980,918</b>	462,718,337
Other Ministry of Education and Child Care Grants			
Pay Equity	7,294,124	<b>7,294,124</b>	7,294,124
Funding for Graduated Adults	1,089,247	<b>1,152,499</b>	1,552,793
Student Transportation Fund	53,423	<b>53,423</b>	53,423
Teachers' Labour Settlement Funding			13,505,685
Early Career Mentorship Funding			1,060,000
FSA Scorer Grant	41,621	<b>41,621</b>	41,621
Early Learning Framework	9,057	<b>9,057</b>	9,057
Dogwood 25			27,000
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>485,629,176</b>	<b>485,531,642</b>	486,262,040
<b>Provincial Grants - Other</b>	<b>62,249</b>	<b>62,249</b>	62,249
<b>Federal Grants</b>	<b>2,457,164</b>	<b>2,381,164</b>	2,351,073
<b>Tuition</b>			
Summer School Fees	562,723	<b>563,515</b>	617,090
Continuing Education	864,892	<b>635,790</b>	844,475
International and Out of Province Students	19,556,287	<b>21,076,752</b>	20,817,225
<b>Total Tuition</b>	<b>20,983,902</b>	<b>22,276,057</b>	22,278,790
<b>Other Revenues</b>			
Other School District/Education Authorities	1,150,000	<b>1,150,000</b>	1,150,000
Miscellaneous			
Instructional Cafeteria Revenue	1,060,740	<b>879,307</b>	
Miscellaneous Fees and Revenue	3,344,778	<b>6,115,950</b>	3,149,410
School Generated Funds	4,430,501	<b>8,695,981</b>	13,679,300
Other Grants		<b>1,339,957</b>	428,389
<b>Total Other Revenue</b>	<b>9,986,019</b>	<b>18,181,195</b>	18,407,099
<b>Rentals and Leases</b>	<b>3,844,757</b>	<b>3,854,710</b>	2,749,958
<b>Investment Income</b>	<b>1,226,971</b>	<b>1,616,179</b>	1,848,548
<b>Total Operating Revenue</b>	<b>524,190,238</b>	<b>533,903,196</b>	533,959,757

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

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	236,952,969	<b>236,208,791</b>	231,329,310
Principals and Vice Principals	26,353,765	<b>26,832,862</b>	26,418,272
Educational Assistants	45,218,804	<b>44,418,766</b>	40,635,867
Support Staff	55,154,590	<b>54,990,050</b>	54,380,018
Other Professionals	12,271,782	<b>12,494,808</b>	12,150,679
Substitutes	13,810,384	<b>15,322,062</b>	9,858,547
<b>Total Salaries</b>	<b>389,762,294</b>	<b>390,267,339</b>	<b>374,772,693</b>
<b>Employee Benefits</b>	100,099,235	<b>98,235,940</b>	99,381,794
<b>Total Salaries and Benefits</b>	<b>489,861,529</b>	<b>488,503,279</b>	<b>474,154,487</b>
<b>Services and Supplies</b>			
Services	14,838,688	<b>14,918,800</b>	12,180,270
Student Transportation	3,075,149	<b>3,299,310</b>	2,334,372
Professional Development and Travel	918,804	<b>950,362</b>	1,029,301
Rentals and Leases	550,224	<b>655,552</b>	838,163
Dues and Fees	901,394	<b>1,307,510</b>	858,360
Insurance	903,424	<b>1,049,885</b>	1,153,583
Supplies	16,033,189	<b>21,337,134</b>	17,214,008
Utilities	7,885,780	<b>9,832,090</b>	8,065,253
<b>Total Services and Supplies</b>	<b>45,106,652</b>	<b>53,350,643</b>	<b>43,673,310</b>
<b>Total Operating Expense</b>	<b>534,968,181</b>	<b>541,853,922</b>	<b>517,827,797</b>

# School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

	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	174,079,510	225,863	599,901	5,173,549	162,502	12,877,021	<b>193,118,346</b>
1.03 Career Programs	788,587	105,769		118,881	116,285	21,352	<b>1,150,874</b>
1.07 Library Services	5,602,387	884,863	25,607	149,461	127	268,653	<b>6,931,098</b>
1.08 Counselling	8,842,378	788,369		32	245,545	220,480	<b>10,096,804</b>
1.10 Special Education	26,125,587	2,422,277	39,651,075	215,351	2,031	930,183	<b>69,346,504</b>
1.30 English Language Learning	11,509,361	1,934,862	2,248,309	360,482	196,772	471,765	<b>16,721,551</b>
1.31 Indigenous Education	846,299	354,476	1,130,042	117,422	757	97,877	<b>2,546,873</b>
1.41 School Administration	6	17,966,085	8,113	10,673,182	134,635	10,856	<b>28,792,877</b>
1.60 Summer School	1,204,984	171,545	170,322	197,665	7,948	1,786	<b>1,754,250</b>
1.62 International and Out of Province Students	7,061,466	150,703	171,546	473,399	343,799	243,507	<b>8,444,420</b>
1.64 Other							-
<b>Total Function 1</b>	<b>236,060,565</b>	<b>25,004,812</b>	<b>44,004,915</b>	<b>17,479,424</b>	<b>1,210,401</b>	<b>15,143,480</b>	<b>338,903,597</b>
<b>4 District Administration</b>							
4.11 Educational Administration		1,539,499		316,570	2,246,277	28,781	<b>4,131,127</b>
4.40 School District Governance				74,056	732,842		<b>806,898</b>
4.41 Business Administration			1,815	3,338,510	5,066,923	15,143	<b>8,422,391</b>
<b>Total Function 4</b>	<b>-</b>	<b>1,539,499</b>	<b>1,815</b>	<b>3,729,136</b>	<b>8,046,042</b>	<b>43,924</b>	<b>13,360,416</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	148,187	288,551	410,799	1,409,688	2,816,685	98,116	<b>5,172,026</b>
5.50 Maintenance Operations	39		1,237	29,331,831	421,431	36,542	<b>29,791,080</b>
5.52 Maintenance of Grounds				2,987,150	249		<b>2,987,399</b>
5.56 Utilities							-
<b>Total Function 5</b>	<b>148,226</b>	<b>288,551</b>	<b>412,036</b>	<b>33,728,669</b>	<b>3,238,365</b>	<b>134,658</b>	<b>37,950,505</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation				52,821			<b>52,821</b>
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>52,821</b>	<b>-</b>	<b>-</b>	<b>52,821</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>236,208,791</b>	<b>26,832,862</b>	<b>44,418,766</b>	<b>54,990,050</b>	<b>12,494,808</b>	<b>15,322,062</b>	<b>390,267,339</b>

# School District No. 39 (Vancouver)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2022 Actual	2022 Budget	2021 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	193,118,346	48,680,458	241,798,804	14,838,887	256,637,691	253,258,740	246,142,445
1.03 Career Programs	1,150,874	289,600	1,440,474	315,145	1,755,619	1,578,198	1,498,461
1.07 Library Services	6,931,098	1,739,340	8,670,438	1,417,235	10,087,673	9,556,924	9,807,235
1.08 Counselling	10,096,804	2,546,853	12,643,657	137,632	12,781,289	13,322,573	12,913,592
1.10 Special Education	69,346,504	18,625,425	87,971,929	1,586,203	89,558,132	90,268,421	85,965,940
1.30 English Language Learning	16,721,551	4,256,175	20,977,726	236,706	21,214,432	21,052,632	20,965,080
1.31 Indigenous Education	2,546,873	665,719	3,212,592	814,441	4,027,033	4,231,438	2,951,549
1.41 School Administration	28,792,877	6,909,075	35,701,952	1,013,588	36,715,540	36,221,478	36,671,017
1.60 Summer School	1,754,250	450,017	2,204,267	98,171	2,302,438	2,329,884	1,323,256
1.62 International and Out of Province Students	8,444,420	2,159,452	10,603,872	1,123,598	11,727,470	11,993,910	11,108,193
1.64 Other	-	-	-	-	-	-	15,123
<b>Total Function 1</b>	<b>338,903,597</b>	<b>86,322,114</b>	<b>425,225,711</b>	<b>21,581,606</b>	<b>446,807,317</b>	443,814,198	429,361,891
<b>4 District Administration</b>							
4.11 Educational Administration	4,131,127	932,505	5,063,632	631,394	5,695,026	6,038,088	5,860,156
4.40 School District Governance	806,898	127,242	934,140	335,466	1,269,606	1,289,667	1,349,694
4.41 Business Administration	8,422,391	2,079,268	10,501,659	4,465,267	14,966,926	15,312,518	14,798,159
<b>Total Function 4</b>	<b>13,360,416</b>	<b>3,139,015</b>	<b>16,499,431</b>	<b>5,432,127</b>	<b>21,931,558</b>	22,640,273	22,008,009
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	5,172,026	1,267,156	6,439,182	1,768,036	8,207,218	7,339,263	6,949,283
5.50 Maintenance Operations	29,791,080	6,869,698	36,660,778	10,193,495	46,854,273	45,019,108	47,796,949
5.52 Maintenance of Grounds	2,987,399	623,142	3,610,541	1,369,519	4,980,060	5,271,349	1,466,398
5.56 Utilities	-	-	-	9,716,183	9,716,183	7,761,303	7,829,780
<b>Total Function 5</b>	<b>37,950,505</b>	<b>8,759,996</b>	<b>46,710,501</b>	<b>23,047,233</b>	<b>69,757,734</b>	65,391,023	64,042,410
<b>7 Transportation and Housing</b>							
7.70 Student Transportation	52,821	14,815	67,636	3,289,677	3,357,313	3,122,687	2,415,487
<b>Total Function 7</b>	<b>52,821</b>	<b>14,815</b>	<b>67,636</b>	<b>3,289,677</b>	<b>3,357,313</b>	3,122,687	2,415,487
<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>390,267,339</b>	<b>98,235,940</b>	<b>488,503,279</b>	<b>53,350,643</b>	<b>541,853,922</b>	534,968,181	517,827,797

# School District No. 39 (Vancouver)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	64,023,433	<b>62,084,113</b>	84,173,970
Other	5,545,349	<b>7,247,753</b>	6,295,911
Other Revenue	19,809,861	<b>6,794,441</b>	3,338,848
Investment Income	205,748	<b>217,128</b>	373,415
<b>Total Revenue</b>	<b>89,584,391</b>	<b>76,343,435</b>	94,182,144
<b>Expenses</b>			
Instruction	83,576,515	<b>70,235,189</b>	78,061,718
District Administration	1,407,158	<b>1,416,106</b>	1,048,613
Operations and Maintenance	3,686,597	<b>3,621,918</b>	11,338,653
Transportation and Housing	130,248	<b>130,248</b>	899,462
<b>Total Expense</b>	<b>88,800,518</b>	<b>75,403,461</b>	91,348,446
<b>Special Purpose Surplus (Deficit) for the year</b>	<b>783,873</b>	<b>939,974</b>	2,833,698
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(783,873)	<b>(939,974)</b>	(2,833,698)
<b>Total Net Transfers</b>	<b>(783,873)</b>	<b>(939,974)</b>	(2,833,698)
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>-</b>	-
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<b>-</b>	-

# School District No. 39 (Vancouver)

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

	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>		425,695	11,892	532,070	1,846,822	4,348,254	10,917	30,434	90,629
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	2,190,778	1,674,647			8,399,311		608,000	218,050	701,098
Provincial Grants - Other									
Other				46,865		5,323,394			
Investment Income	4,407		103	4,993	26,988		960	1,138	1,815
	2,195,185	1,674,647	103	51,858	8,426,299	5,323,394	608,960	219,188	702,913
<b>Less:</b> Allocated to Revenue	2,195,185	1,625,294	11,995	51,949	9,083,440	5,648,358	619,877	225,930	596,767
Recovered					523,627				
Transfer to operating fund									
<b>Deferred Revenue, end of year</b>	-	<b>475,048</b>	-	<b>531,979</b>	<b>666,054</b>	<b>4,023,290</b>	-	<b>23,692</b>	<b>196,775</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	2,190,778	1,625,294	11,892		8,554,814		618,916	224,792	594,952
Provincial Grants - Other									
Other Revenue				51,715	501,638	5,648,358			
Investment Income	4,407		103	234	26,988		961	1,138	1,815
	2,195,185	1,625,294	11,995	51,949	9,083,440	5,648,358	619,877	225,930	596,767
<b>Expenses</b>									
Salaries									
Teachers					1,831,781				115,579
Principals and Vice Principals					285,577				
Educational Assistants		1,206,188				1,482	455,302	22,299	
Support Staff	1,595,389	56,633			1,075,939	100,989		50,127	817
Other Professionals					19,186				
Substitutes					733			2,716	16,008
	1,595,389	1,262,821	-	-	3,213,216	102,471	455,302	75,142	132,404
Employee Benefits	333,741	362,473			881,096	14,810	130,589	21,408	31,831
Services and Supplies	266,055		466	51,949	4,782,550	5,334,839	33,986	129,380	392,694
	2,195,185	1,625,294	466	51,949	8,876,862	5,452,120	619,877	225,930	556,929
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	11,529	-	206,578	196,238	-	-	39,838
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased			(11,529)		(206,578)	(196,238)			(39,838)
	-	-	(11,529)	-	(206,578)	(196,238)	-	-	(39,838)
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

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

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

	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 / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	169,793	54,825	1,246,262	237,156	48,052	2,997	2,892		
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	9,581,867	4,037,077	28,674,634	965,059	82,457	111,033	6,000	1,163,879	1,121,404
Provincial Grants - Other									
Other									
Investment Income	14,403	20,167				1,243	44		
	9,596,270	4,057,244	28,674,634	965,059	82,457	112,276	6,044	1,163,879	1,121,404
<b>Less:</b> Allocated to Revenue	9,388,476	4,057,244	28,674,634	66,852	130,248	66,137	7,197	1,163,879	39,960
Recovered		54,825	1,246,262	237,156					
Transfer to operating fund					261				
<b>Deferred Revenue, end of year</b>	<b>377,587</b>	<b>-</b>	<b>-</b>	<b>898,207</b>	<b>-</b>	<b>49,136</b>	<b>1,739</b>	<b>-</b>	<b>1,081,444</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	9,374,073	4,036,997	28,674,634	66,852	130,248	65,156	7,153	1,163,879	39,960
Provincial Grants - Other									
Other Revenue									
Investment Income	14,403	20,247				981	44		
	9,388,476	4,057,244	28,674,634	66,852	130,248	66,137	7,197	1,163,879	39,960
<b>Expenses</b>									
Salaries									
Teachers	370,347		22,703,005						
Principals and Vice Principals	97,303	14,221							
Educational Assistants	2,654,664	1,962,489					2,901		
Support Staff	1,619,260	42,846						864,787	1,799
Other Professionals	1,373,127	438,957						45,171	
Substitutes	207	693,416		54,528			2,182		
	6,114,908	3,151,929	22,703,005	54,528	-	-	5,083	909,958	1,799
Employee Benefits	1,621,875	837,381	5,971,629	12,324			1,331	230,768	448
Services and Supplies	1,651,693	67,934			130,248	66,137	783	23,153	11,274
	9,388,476	4,057,244	28,674,634	66,852	130,248	66,137	7,197	1,163,879	13,521
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>26,439</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased									(26,439)
	-	-	-	-	-	-	-	-	(26,439)
<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, 2022

	Seamless Day Kindergarten	CommunityLINK Other	PRP	CAYA	Assistive Technology AT-BC	PRCVI	Settlement Workers In School	Miscellaneous	K12-Pandemic Recovery Team
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>		884,820	196,510	3,642,854	9,690,088	443,597	418,548	995,343	
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	50,000		2,486,405			2,382,336			345,000
Provincial Grants - Other		33,875		3,032,000	4,999,743				
Other		137,060						831,867	
Investment Income		9,771	5,607	34,944	118,468	8,596	4,754	7,419	
	50,000	180,706	2,492,012	3,066,944	5,118,211	2,390,932	4,754	839,286	345,000
<b>Less:</b> Allocated to Revenue	14,550	282,549	2,197,363	3,056,200	4,164,746	2,201,013	32,880	435,712	305,000
Recovered			182,666						40,000
Transfer to operating fund								784,173	
<b>Deferred Revenue, end of year</b>	<b>35,450</b>	<b>782,977</b>	<b>308,493</b>	<b>3,653,598</b>	<b>10,643,553</b>	<b>633,516</b>	<b>390,422</b>	<b>614,744</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	14,550		2,191,756			2,192,417			305,000
Provincial Grants - Other		119,582		3,056,200	4,046,278		25,693		
Other Revenue		154,733					2,433	435,564	
Investment Income		8,234	5,607		118,468	8,596	4,754	148	
	14,550	282,549	2,197,363	3,056,200	4,164,746	2,201,013	32,880	435,712	305,000
<b>Expenses</b>									
Salaries									
Teachers			1,464,660			101,099			32,006
Principals and Vice Principals									37,671
Educational Assistants	10,498	12,839	67,054					8,920	
Support Staff		65	110,687	545,650	630,407	753,095	11,005		2,990
Other Professionals		(917)	9,472	245,116	819,175	219,765	195		137,744
Substitutes			7,104						
	10,498	11,987	1,658,977	790,766	1,449,582	1,073,959	11,200	8,920	210,411
Employee Benefits	3,013	3,306	439,431	222,660	367,040	291,865	2,402	2,560	49,737
Services and Supplies	1,039	267,256	96,358	2,020,602	2,348,124	822,462	16,094	5,560	44,852
	14,550	282,549	2,194,766	3,034,028	4,164,746	2,188,286	29,696	17,040	305,000
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>2,597</b>	<b>22,172</b>	<b>-</b>	<b>12,727</b>	<b>3,184</b>	<b>418,672</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased			(2,597)	(22,172)		(12,727)	(3,184)	(418,672)	
	-	-	(2,597)	(22,172)	-	(12,727)	(3,184)	(418,672)	-
<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, 2022

	<u>TOTAL</u>
	\$
<b>Deferred Revenue, beginning of year</b>	25,330,450
<b>Add:</b> Restricted Grants	
Provincial Grants - Ministry of Education and Child Care	64,799,035
Provincial Grants - Other	8,065,618
Other	6,339,186
Investment Income	265,820
	<u>79,469,659</u>
<b>Less:</b> Allocated to Revenue	76,343,435
Recovered	2,284,536
Transfer to operating fund	784,434
<b>Deferred Revenue, end of year</b>	<u><u>25,387,704</u></u>
<b>Revenues</b>	
Provincial Grants - Ministry of Education and Child Care	62,084,113
Provincial Grants - Other	7,247,753
Other Revenue	6,794,441
Investment Income	217,128
	<u>76,343,435</u>
<b>Expenses</b>	
Salaries	
Teachers	26,618,477
Principals and Vice Principals	434,772
Educational Assistants	6,404,636
Support Staff	7,462,485
Other Professionals	3,306,991
Substitutes	776,894
	<u>45,004,255</u>
Employee Benefits	11,833,718
Services and Supplies	18,565,488
	<u>75,403,461</u>
<b>Net Revenue (Expense) before Interfund Transfers</b>	<u>939,974</u>
<b>Interfund Transfers</b>	
Tangible Capital Assets Purchased	<u>(939,974)</u>
	(939,974)
<b>Net Revenue (Expense)</b>	<u><u>-</u></u>

# School District No. 39 (Vancouver)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual			2021 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Other Revenue	211,897	171,679	265,473	437,152	383,576
Rentals and Leases	1,408,549		5,591,779	5,591,779	1,354,939
Investment Income	135,138		182,291	182,291	220,174
Gain (Loss) on Disposal of Tangible Capital Assets				-	11,107
Amortization of Deferred Capital Revenue	22,524,687	22,432,349		22,432,349	20,512,904
<b>Total Revenue</b>	<b>24,280,271</b>	<b>22,604,028</b>	<b>6,039,543</b>	<b>28,643,571</b>	<b>22,482,700</b>
<b>Expenses</b>					
Operations and Maintenance	490,812		714,163	714,163	520,493
Amortization of Tangible Capital Assets					
Operations and Maintenance	32,417,450	32,381,876		32,381,876	29,611,049
Debt Services					
Capital Lease Interest	76,707		110,798	110,798	189,674
<b>Total Expense</b>	<b>32,984,969</b>	<b>32,381,876</b>	<b>824,961</b>	<b>33,206,837</b>	<b>30,321,216</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(8,704,698)</b>	<b>(9,777,848)</b>	<b>5,214,582</b>	<b>(4,563,266)</b>	<b>(7,838,516)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	3,803,334	2,748,970		2,748,970	5,943,472
Capital Lease Payment	2,992,772		2,532,818	2,532,818	2,490,146
<b>Total Net Transfers</b>	<b>6,796,106</b>	<b>2,748,970</b>	<b>2,532,818</b>	<b>5,281,788</b>	<b>8,433,618</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		33,917	(33,917)	-	
Tangible Capital Assets WIP Purchased from Local Capital		1,747,464	(1,747,464)	-	
Principal Payment					
Capital Lease		2,422,020	(2,422,020)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>4,203,401</b>	<b>(4,203,401)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(1,908,592)</b>	<b>(2,825,477)</b>	<b>3,543,999</b>	<b>718,522</b>	<b>595,102</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>107,064,135</b>	<b>10,628,727</b>	<b>117,692,862</b>	<b>117,097,760</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>104,238,658</b>	<b>14,172,726</b>	<b>118,411,384</b>	<b>117,692,862</b>

# School District No. 39 (Vancouver)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2022

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning 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>Changes for the Year</b>							
Increase:							
Purchases from:							
Operating Fund			1,276,071		29,619	503,306	<b>1,808,996</b>
Special Purpose Funds			603,017			336,957	<b>939,974</b>
Local Capital		33,917					<b>33,917</b>
Capital Lease						4,026,280	<b>4,026,280</b>
Transferred from Work in Progress		66,592,981	516,338				<b>67,109,319</b>
	-	66,626,898	2,395,426	-	29,619	4,866,543	<b>73,918,486</b>
Decrease:							
Deemed Disposals			1,973,130	173,932	1,683,767	1,431,936	<b>5,262,765</b>
	-	-	1,973,130	173,932	1,683,767	1,431,936	<b>5,262,765</b>
<b>Cost, end of year</b>	20,781,543	1,166,286,022	18,985,751	2,125,351	679,878	23,760,497	<b>1,232,619,042</b>
<b>Work in Progress, end of year</b>		157,342,036	33,260				<b>157,375,296</b>
<b>Cost and Work in Progress, end of year</b>	20,781,543	1,323,628,058	19,019,011	2,125,351	679,878	23,760,497	<b>1,389,994,338</b>
<b>Accumulated Amortization, beginning of year</b>		402,753,676	8,471,615	1,052,826	1,893,005	8,332,689	<b>422,503,811</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		25,573,154	1,877,460	221,232	301,390	4,408,640	<b>32,381,876</b>
Decrease:							
Deemed Disposals			1,973,130	173,932	1,683,767	1,431,936	<b>5,262,765</b>
		-	1,973,130	173,932	1,683,767	1,431,936	<b>5,262,765</b>
<b>Accumulated Amortization, end of year</b>		428,326,830	8,375,945	1,100,126	510,628	11,309,393	<b>449,622,922</b>
<b>Tangible Capital Assets - Net</b>	<b>20,781,543</b>	<b>895,301,228</b>	<b>10,643,066</b>	<b>1,025,225</b>	<b>169,250</b>	<b>12,451,104</b>	<b>940,371,416</b>

# School District No. 39 (Vancouver)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2022

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	122,330,093	59,559			122,389,652
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	93,224,730	490,179			93,714,909
Deferred Capital Revenue - Other	6,632,730	(140)			6,632,590
Local Capital	1,747,464				1,747,464
	<u>101,604,924</u>	<u>490,039</u>	-	-	<u>102,094,963</u>
Decrease:					
Transferred to Tangible Capital Assets	66,592,981	516,338			67,109,319
	<u>66,592,981</u>	<u>516,338</u>	-	-	<u>67,109,319</u>
<b>Net Changes for the Year</b>	<u>35,011,943</u>	<u>(26,299)</u>	-	-	<u>34,985,644</u>
<b>Work in Progress, end of year</b>	<u><u>157,342,036</u></u>	<u><u>33,260</u></u>	-	-	<u><u>157,375,296</u></u>

# School District No. 39 (Vancouver)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2022

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	599,523,094	9,385,660	15,742,530	<b>624,651,284</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Work in Progress	59,229,588	13,404	7,866,328	<b>67,109,320</b>
	<u>59,229,588</u>	<u>13,404</u>	<u>7,866,328</u>	<u><b>67,109,320</b></u>
Decrease:				
Amortization of Deferred Capital Revenue	21,604,479	326,613	501,257	<b>22,432,349</b>
	<u>21,604,479</u>	<u>326,613</u>	<u>501,257</u>	<u><b>22,432,349</b></u>
<b>Net Changes for the Year</b>	<u>37,625,109</u>	<u>(313,209)</u>	<u>7,365,071</u>	<u><b>44,676,971</b></u>
<b>Deferred Capital Revenue, end of year</b>	<u>637,148,203</u>	<u>9,072,451</u>	<u>23,107,601</u>	<u><b>669,328,255</b></u>
<b>Work in Progress, beginning of year</b>	104,421,469	241,689	11,628,126	<b>116,291,284</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	93,714,909	1,415,763	5,216,827	<b>100,347,499</b>
	<u>93,714,909</u>	<u>1,415,763</u>	<u>5,216,827</u>	<u><b>100,347,499</b></u>
Decrease				
Transferred to Deferred Capital Revenue	59,229,588	13,404	7,866,328	<b>67,109,320</b>
	<u>59,229,588</u>	<u>13,404</u>	<u>7,866,328</u>	<u><b>67,109,320</b></u>
<b>Net Changes for the Year</b>	<u>34,485,321</u>	<u>1,402,359</u>	<u>(2,649,501)</u>	<u><b>33,238,179</b></u>
<b>Work in Progress, end of year</b>	<u>138,906,790</u>	<u>1,644,048</u>	<u>8,978,625</u>	<u><b>149,529,463</b></u>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>776,054,993</b></u>	<u><b>10,716,499</b></u>	<u><b>32,086,226</b></u>	<u><b>818,857,718</b></u>

# School District No. 39 (Vancouver)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2022

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
<b>Balance, beginning of year</b>	\$ 41,211	\$ 39,755,309	\$ 2,320,275	\$ -	\$ -	\$ 42,116,795
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	94,557,683					94,557,683
Other					5,216,827	5,216,827
Investment Income		483,086	23,341			506,427
Transfer project surplus to MECC Restricted (from) Bylaw	(883,274)	883,274				-
MECC Restricted insurance claim surplus		58,314				58,314
	93,674,409	1,424,674	23,341	-	5,216,827	100,339,251
Decrease:						
Transferred to DCR - Work in Progress	93,714,909	501,228	914,535		5,216,827	100,347,499
Insurance claim	711					711
	93,715,620	501,228	914,535	-	5,216,827	100,348,210
<b>Net Changes for the Year</b>	(41,211)	923,446	(891,194)	-	-	(8,959)
<b>Balance, end of year</b>	-	<b>40,678,755</b>	<b>1,429,081</b>	-	-	<b>42,107,836</b>