

Audited Financial Statements of

School District No. 41 (Burnaby)

June 30, 2016

School District No. 41 (Burnaby)

June 30, 2016

Table of Contents

Management Report	1
Independent Auditors' Report	2
Statement of Financial Position - Statement 1	3
Statement of Operations - Statement 2	4
Statement of Changes in Net Financial Assets (Debt) - Statement 4	5
Statement of Cash Flows - Statement 5	6
Notes to the Financial Statements	
Auditors' Comments on Supplementary Financial Information	7
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1	8
Schedule of Operating Operations - Schedule 2	9
Schedule 2A - Schedule of Operating Revenue by Source	10
Schedule 2B - Schedule of Operating Expense by Object	11
Schedule 2C - Operating Expense by Function, Program and Object	12
Schedule of Special Purpose Operations - Schedule 3	14
Schedule 3A - Changes in Special Purpose Funds and Expense by Object	15
Schedule of Capital Operations - Schedule 4	18
Schedule 4A - Tangible Capital Assets	19
Schedule 4C - Deferred Capital Revenue	20
Schedule 4D - Changes in Unspent Deferred Capital Revenue	21

School District No. 41 (Burnaby)

MANAGEMENT REPORT

Version: 1450-9705-7722

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 41 (Burnaby) 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. 41 (Burnaby) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, PricewaterhouseCoopers 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. 41 (Burnaby) 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. 41 (Burnaby)

"original signed"	September 26, 2016
Signature of the Chairperson of the Board of Education	Date Signed
"original signed"	September 28, 2016
Signature of the Superintendent	Date Signed
"original signed"	September 28, 2016
Signature of the Secretary Treasurer	Date Signed



September 27, 2016

Independent Auditor's Report

To the Board of Education of School District No. 41

We have audited the statement of financial position as at June 30, 2016 and the statements of operations, changes in net financial debt, and cash flows for the year then ended, comprising Statements 1 to 5, of School District No. 41, and the related notes, which comprise a summary of significant accounting policies and other explanatory information (financial statements). The attached supplementary information included in Schedules 1 through 4D is presented for the purposes of additional analysis and is not a required part of the basic financial statements.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Section 23.1 of the *Budget 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.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

PricewaterhouseCoopers LLP
Central City Tower, 13450 102 Avenue, Suite 1400, Surrey, British Columbia, Canada V3T 5X3
T: +1 604 806 7000, F: +1 604 806 7806



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 41 as at June 30, 2016 and the results of its operations, changes in net financial debt and its cash flows for the year then ended in accordance with Section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia.

Emphasis of matter

Without modifying our opinion, we draw attention to note 2 of the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

Other matters

The supplementary information included in Schedules 1 to 4D has not been audited.

PricewaterhouseCoopers LLP

Chartered Professional Accountants

School District No. 41 (Burnaby)

Statement of Financial Position

As at June 30, 2016

	2016 Actual \$	2015 Actual \$
Financial Assets		
Cash and Cash Equivalents	85,102,679	80,139,770
Accounts Receivable		
Due from Province - Ministry of Education	1,740,769	
Due from Province - Other	105,877	95,182
Other (Note 3)	2,023,790	1,652,704
Portfolio Investments (Note 4)	2,093,675	1,772,799
Total Financial Assets	91,066,790	83,660,455
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	22,850,241	21,508,428
Unearned Revenue (Note 6)	19,462,402	17,321,578
Deferred Revenue (Note 7)	9,281,784	8,848,879
Deferred Capital Revenue (Note 8)	219,244,399	217,068,880
Employee Future Benefits (Note 9)	8,543,260	7,907,002
Total Liabilities	279,382,086	272,654,767
Net Financial Assets (Debt)	(188,315,296)	(188,994,312)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	268,752,393	271,020,683
Prepaid Expenses	358,559	197,229
Total Non-Financial Assets	269,110,952	271,217,912
Accumulated Surplus (Deficit) (Note 17)	80,795,656	82,223,600

Contractual Obligations and Contingencies (Note 14)

Approved by the Board

"original signed"	26-Sep-16
Signature of the Chairperson of the Board of Education	Date Signed
"original signed"	28-Sep-16
Signature of the Superintendent	Date Signed
"original signed"	28-Sep-16
Signature of the Secretary Treasurer	Date Signed

School District No. 41 (Burnaby)

Statement of Operations
Year Ended June 30, 2016

	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	217,953,401	217,817,804	206,794,572
Other	340,209	455,188	326,943
Federal Grants	2,873,467	3,121,904	3,163,956
Tuition	20,408,896	20,493,332	17,568,795
Other Revenue	9,197,836	9,270,799	7,711,416
Rentals and Leases	1,289,000	1,349,320	1,206,854
Investment Income	910,000	804,227	971,870
Amortization of Deferred Capital Revenue	7,400,000	7,480,825	7,384,970
Total Revenue	260,372,809	260,793,399	245,129,376
Expenses			
Instruction	221,854,691	220,786,650	206,494,805
District Administration	5,846,440	5,563,445	5,828,375
Operations and Maintenance	34,680,185	34,323,557	32,356,898
Transportation and Housing	1,311,461	1,547,691	1,377,866
Total Expense	263,692,777	262,221,343	246,057,944
Surplus (Deficit) for the year	(3,319,968)	(1,427,944)	(928,568)
Accumulated Surplus (Deficit) from Operations, beginning of year		82,223,600	83,152,168
Accumulated Surplus (Deficit) from Operations, end of year		80,795,656	82,223,600

School District No. 41 (Burnaby)

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2016

Statement 4

	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$
Surplus (Deficit) for the year	<u>(3,319,968)</u>	<u>(1,427,944)</u>	<u>(928,568)</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(5,902,000)	(6,810,772)	(5,870,167)
Amortization of Tangible Capital Assets	9,100,000	9,079,062	9,003,345
Total Effect of change in Tangible Capital Assets	<u>3,198,000</u>	<u>2,268,290</u>	<u>3,133,178</u>
Acquisition of Prepaid Expenses		(358,559)	(197,229)
Use of Prepaid Expenses		197,229	169,071
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(161,330)</u>	<u>(28,158)</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(121,968)</u>	<u>679,016</u>	<u>2,176,452</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>679,016</u>	<u>2,176,452</u>
Net Financial Assets (Debt), beginning of year		<u>(188,994,312)</u>	<u>(191,170,764)</u>
Net Financial Assets (Debt), end of year		<u>(188,315,296)</u>	<u>(188,994,312)</u>

School District No. 41 (Burnaby)

Statement of Cash Flows
Year Ended June 30, 2016

	2016 Actual \$	2015 Actual \$
Operating Transactions		
Surplus (Deficit) for the year	(1,427,944)	(928,568)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(2,122,550)	(179,875)
Prepaid Expenses	(161,330)	(28,158)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	1,341,813	(76,970)
Unearned Revenue	2,140,824	2,968,451
Deferred Revenue	432,905	797,581
Employee Future Benefits	636,258	499,861
Amortization of Tangible Capital Assets	9,079,062	9,003,345
Amortization of Deferred Capital Revenue	(7,480,825)	(7,384,970)
Recognition of Deferred Capital Revenue Spent on Sites	(14,366)	(12,289)
Total Operating Transactions	2,423,847	4,658,408
Capital Transactions		
Tangible Capital Assets Purchased	(6,810,772)	(5,870,167)
Total Capital Transactions	(6,810,772)	(5,870,167)
Financing Transactions		
Capital Revenue Received	9,670,710	5,147,364
Total Financing Transactions	9,670,710	5,147,364
Investing Transactions		
Investments in Portfolio Investments	(320,876)	(32,206)
Total Investing Transactions	(320,876)	(32,206)
Net Increase (Decrease) in Cash and Cash Equivalents	4,962,909	3,903,399
Cash and Cash Equivalents, beginning of year	80,139,770	76,236,371
Cash and Cash Equivalents, end of year	85,102,679	80,139,770
Cash and Cash Equivalents, end of year, is made up of:		
Cash	10,542,094	17,225,026
Cash Equivalents	74,560,585	62,914,744
	85,102,679	80,139,770

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 1 AUTHORITY AND PURPOSE

The School District operates under the authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 41 (Burnaby)", and operates as "School District No. 41 (Burnaby)" (the "School District"). A board of education (the "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.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

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 of the Act 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 (k).

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 (k), 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. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

- Year ended June 30, 2015 – decrease in annual surplus by \$2,249,895
- June 30, 2015 – increase in accumulated surplus and decrease in deferred contributions by \$217,068,880
- Year ended June 30, 2016 – increase in annual surplus by \$2,175,519
- June 30, 2016 – increase in accumulated surplus and decrease in deferred contributions by \$219,244,399

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 GIC's and term deposits that have a maturity of greater than three months at the time of acquisition. GIC's and term deposits are reported at amortized cost.

Information regarding portfolio investments is disclosed in Note 4.

e) Unearned Revenue

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

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

f) Deferred Revenue and Deferred Capital Revenue

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

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

g) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, vacation pay and retirement allowances. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2016 and projected to March 31, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead attributable to construction.
- Donated tangible capital assets are recorded at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, in which case they are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an addition 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 initiate the need to revise. Estimated useful life is as follows:

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

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Prepaid Expenses

Prepaid expenses consist mainly of prepaid fees that are paid for near the end of the current fiscal year. Prepaid expenses are stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

j) Funds and Reserves

Certain amounts as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 12 – Interfund Transfers and Note 17 – Accumulated Surplus).

k) Revenue Recognition

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

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 to revenue over the useful life of the related assets.

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

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

Investment income is recorded 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.

l) Expenditures

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

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.

m) 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.

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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.

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

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

n) 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 rates for amortization and potential impairment of assets and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2016	2015
Due from Federal Government	\$955,205	\$993,888
Due from Municipal Governments	51,250	138,550
Other	1,017,335	520,266
	<u>\$2,023,790</u>	<u>\$1,652,704</u>

NOTE 4 PORTFOLIO INVESTMENTS

	2016	2015
GIC's and Term Deposits	<u>\$2,093,675</u>	<u>\$1,772,799</u>

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	2016	2015
Trade payables	\$ 5,868,245	\$ 4,312,332
Salaries and benefits payable	15,475,044	15,742,120
Accrued vacation pay	1,506,952	1,453,976
	<u>\$ 22,850,241</u>	<u>\$ 21,508,428</u>

NOTE 6 UNEARNED REVENUE

	2016	2015
Balance, beginning of year	\$17,321,578	\$14,353,127
Changes for the year:		
Increase:		
Tuition fees collected	19,308,798	17,538,375
Decrease:		
Tuition fee revenue recognized	17,167,974	14,569,924
Net changes for the year	<u>\$ 2,140,824</u>	<u>\$ 2,968,451</u>
Balance, end of year	<u>\$19,462,402</u>	<u>\$17,321,578</u>

NOTE 7 DEFERRED REVENUE

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

	June 30, 2015	Contributions received	Revenue recognized in the period	June 30, 2016
Provincial Grants - Ministry of Education	\$ 1,204,603	\$ 16,920,148	\$ (16,955,774)	\$ 1,168,977
Provincial Grants - Other	884,189	204,698	\$ (265,388)	823,499
Federal Grants	72,184	3,110,467	\$ (3,121,904)	60,747
School Generated Funds	4,999,053	7,137,517	\$ (6,812,443)	5,324,127
Other	1,688,850	2,029,832	\$ (1,814,248)	1,904,434
Total	<u>8,848,879</u>	<u>29,402,662</u>	<u>\$ (28,969,757)</u>	<u>9,281,784</u>

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 8 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2016	2015
Deferred Capital Revenue, beginning of year	<u>217,068,880</u>	<u>219,318,775</u>
Increases:		
Provincial Grants - MOE	6,563,560	3,829,144
Local Government Fees / Grants	2,841,856	1,053,543
Investment Income	265,294	264,677
Transfers from Deferred Capital Revenue - Capital Additions	<u>6,118,687</u>	<u>4,623,518</u>
	<u>15,789,397</u>	<u>9,770,882</u>
Decreases:		
Transfers to DCR - capital additions	6,118,687	4,623,518
Transfers to net assets - site improvements	14,366	12,289
Amortization of Deferred Capital Revenue	<u>7,480,825</u>	<u>7,384,970</u>
	<u>13,613,878</u>	<u>12,020,777</u>
Net Change for the year	<u>2,175,519</u>	<u>(2,249,895)</u>
Deferred Capital Revenue, end of year	<u>219,244,399</u>	<u>217,068,880</u>

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 9 EMPLOYEE FUTURE BENEFITS

Benefits include vested sick leave, accumulating non-vested sick leave, retirement/severance and vacation benefits. Funding is provided when the benefits are paid and accordingly there are no plan assets.

	2016	2015
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation – April 1	\$ 10,718,937	\$ 9,667,871
Service cost	770,249	661,941
Interest cost	249,413	322,074
Benefit Payments	(624,501)	(640,614)
Actuarial (Gain) Loss	(2,574,261)	707,665
Accrued benefit obligation – March 31	<u>\$ 8,539,837</u>	<u>\$ 10,718,937</u>

Reconciliation of Funded Status at End of Fiscal Year		
Accrued benefit obligation – March 31	\$ 8,539,837	\$ 10,718,937
Market value of plan assets – March 31	-	-
Funded status – (deficit)	(8,539,837)	(10,718,937)
Employer contributions after measurement date	272,716	296,330
Benefits expense after measurement date	(193,961)	(254,915)
Unamortized net actuarial (Gain) Loss	(82,178)	2,770,520
Accrued benefit (liability) – June 30	<u>\$ (8,543,260)</u>	<u>\$ (7,907,002)</u>

Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	7,907,002	7,407,140
Net expense for the year	1,237,145	1,210,880
Employer Contributions	(600,887)	(711,018)
Accrued benefit liability – June 30	<u>\$ 8,543,260</u>	<u>\$ 7,907,002</u>

	2016	2015
Components of Net Benefit Expense		
Service cost	\$ 717,897	\$ 689,018
Interest cost	240,810	303,909
Amortization of net actuarial loss	278,438	217,953
Net benefit expense	<u>\$ 1,237,145</u>	<u>\$ 1,210,880</u>

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

	2016	2015
Discount rate – April 1	2.25%	3.25%
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	11.4	11.7

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 10 TANGIBLE CAPITAL ASSETS

Cost:	Balance at June 30, 2015	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2016
Sites	\$ 48,626,306	\$ 14,366	\$ -	\$ -	\$ 48,640,672
Buildings	334,139,241	6,088,571	-	-	340,227,812
Furniture & Equipment	5,420,834	312,600	(2,067,900)	-	3,665,534
Vehicles	850,276	54,588	(51,624)	-	853,240
Computer Software	347,700	35,619	(74,560)	-	308,759
Computer Hardware	3,351,500	305,028	(215,582)	-	3,440,946
Total	\$392,735,857	\$6,810,772	\$(2,409,666)	\$	\$397,136,963

Accumulated Amortization:	Balance at June 30, 2015	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2016
Sites	\$ -	\$ -	\$ -	-	\$ -
Buildings	116,895,413	7,659,687	-	-	124,555,100
Furniture & Equipment	3,000,396	557,713	(2,067,900)	-	1,490,209
Vehicles	310,968	87,757	(51,624)	-	347,101
Computer Software	161,141	73,102	(74,560)	-	159,683
Computer Hardware	1,347,256	700,803	(215,582)	-	1,832,477
Total	\$121,715,174	\$ 9,079,062	\$(2,409,666)	-	\$128,384,570

Net Book Value:

	Net Book Value June 30, 2015	Net Book Value June 30, 2016
Sites	\$ 48,626,306	\$ 48,640,672
Buildings	217,243,827	215,672,712
Furniture & Equipment	2,420,438	2,175,325
Vehicles	539,308	506,139
Computer Software	186,559	149,076
Computer Hardware	2,004,245	1,608,469
Total	\$ 271,020,683	\$ 268,752,393

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 11 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2014, the Teachers' Pension Plan has about 45,000 active members and approximately 35,000 retired members. As of December 31, 2014, the Municipal Pension Plan has about 185,000 active members, including approximately 24,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the 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 is then adjusted to the extent there is any amortization of any funding deficit.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2017 with results available in 2018. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits on a going concern basis. The next valuation was at December 31, 2015 with results available in 2016. Employers participating in the Plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution plan accounting). This is because the Plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the Plan.

The School District paid \$23,469,692 for employer contributions to these plans in the year ended June 30, 2016 (2015 - \$21,859,489).

NOTE 12 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2016, were as follows:

- \$897,653 transferred from the Operating Fund to the Capital Fund for capital equipment purchases to be made from Local Capital
- \$19,364 transferred from the Special Purpose Fund to the Capital Fund for capital equipment purchases to be made from Local Capital

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 13 RELATED PARTY TRANSACTIONS

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

NOTE 14 CONTINGENCIES

The School District is contingently liable as a guarantor of letters of credit provided by the Royal Bank of Canada to the City of Burnaby. The School District's maximum potential liability under the guarantee is \$680,000 (2015 - \$680,000).

NOTE 15 BUDGET FIGURES

Budget figures included in the financial statements are the School District's amended annual budget approved by the Board through the adoption of an amended annual budget on February 22, 2016. Changes between the original annual budget (approved by the Board on April 28, 2015) and the amended annual budget are listed below:

	<u>Original Budget</u>	<u>Amended Budget</u>	<u>Change</u>
Statement 2			
Total Revenue	\$ 253,734,121	\$ 260,372,809	\$ 6,638,688
Total Expense	\$ 258,818,578	\$ 263,692,777	\$ (4,874,199)
Surplus (Deficit) for the year	(5,084,457)	(3,319,968)	1,764,489
Budgeted Allocation of Surplus	4,391,457	2,673,968	(1,717,489)
Budgeted Surplus (Deficit) for the year	\$ (693,000)	\$ (646,000)	\$ 47,000
Statement 4			
Surplus (Deficit) for the year	\$ (5,084,457)	\$ (3,319,968)	\$ 1,764,489
Total Effect of change in Tangible Capital Assets	3,258,000	3,198,000	(60,000)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	\$ (1,826,457)	\$ (121,968)	\$ 1,704,489

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 15 BUDGET FIGURES (Continued)

Significant changes between the original and amended budget were:

Statement 2

Total Revenues

- Budgeted revenues were amended based on actual student enrolment and increased International student tuition fees revenue.

Expenses

- Budgeted expenses were amended based on revised projections/cost estimates and addition of Board approved use of internally restricted funds from 2015.

Budgeted Allocation of Surplus

- 2015 year end surplus required for amended budget was less than original budget.

NOTE 16 EXPENSE BY OBJECT

	2016	2015
Salaries and benefits	\$ 219,371,806	\$ 206,702,099
Services and supplies	33,770,475	30,352,500
Amortization	9,079,062	9,003,345
	<u>\$ 262,221,343</u>	<u>\$ 246,057,944</u>

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 17 ACCUMULATED SURPLUS

	June 30, 2016	June 30, 2015
Capital Surplus	\$71,729,253	\$72,246,651
Operating Surplus		
Internally restricted operating surplus		
Ensuing year operating budget commitment	6,400,000	4,391,457
School fund balances, learning resources and Program Development	1,337,646	1,589,484
Other School District committed expenses	80,000	300,000
	<u>7,817,646</u>	<u>6,280,941</u>
Unrestricted operating surplus		
Unrestricted operating surplus before Prior Period Adjustment	1,248,757	2,976,740
Prior Period Adjustment	-	719,268
	<u>1,248,757</u>	<u>3,696,008</u>
Total Operating Surplus	<u>9,066,403</u>	<u>9,976,949</u>
Accumulated Surplus	<u>\$80,795,656</u>	<u>\$82,223,600</u>

NOTE 18 ECONOMIC DEPENDENCE

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

NOTE 19 RISK MANAGEMENT

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

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

a) Credit risk :

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

The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and are collectible.

SCHOOL DISTRICT NO. 41 (BURNABY)

Notes to Financial Statements

June 30, 2016

NOTE 19 RISK MANAGEMENT (Continued)

It is management's opinion that the School District is not exposed to significant credit risk associated with cash and cash equivalents as they are placed in recognized British Columbia institutions and the School District invests solely in placement of funds with institutions that have achieved the highest creditworthiness in the marketplace and earned a public reputation as a good credit risk. Cash equivalents consist of term deposits held with the Provincial Central Deposit Program.

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 cash equivalents. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in investments that are considered liquid (e.g. term deposits) that have a maturity date of no more than 3 years.

c) Liquidity risk

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

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

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

School District No. 41 (Burnaby)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2016

	Operating Fund	Special Purpose Fund	Capital Fund	2016 Actual	2015 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	9,976,949		72,246,651	82,223,600	83,152,168
Changes for the year					
Surplus (Deficit) for the year	(12,893)	19,364	(1,434,415)	(1,427,944)	(928,568)
Interfund Transfers					
Tangible Capital Assets Purchased		(19,364)	19,364	-	
Local Capital	(897,653)		897,653	-	
Net Changes for the year	(910,546)	-	(517,398)	(1,427,944)	(928,568)
Accumulated Surplus (Deficit), end of year - Statement 2	9,066,403	-	71,729,253	80,795,656	82,223,600

School District No. 41 (Burnaby)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2016

	2016 Budget \$	2016 Actual \$	2015 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	200,668,925	200,847,664	190,974,309
Other	188,000	189,800	162,800
Federal Grants			14,980
Tuition	20,408,896	20,493,332	17,568,795
Other Revenue	454,705	653,696	510,199
Rentals and Leases	1,187,000	1,247,717	1,105,251
Investment Income	850,000	746,786	922,033
Total Revenue	223,757,526	224,178,995	211,258,367
Expenses			
Instruction	195,118,564	194,030,776	181,968,937
District Administration	5,457,048	5,284,560	5,601,239
Operations and Maintenance	24,339,299	24,026,328	22,353,364
Transportation and Housing	774,583	850,224	814,227
Total Expense	225,689,494	224,191,888	210,737,767
Operating Surplus (Deficit) for the year	(1,931,968)	(12,893)	520,600
Budgeted Appropriation (Retirement) of Surplus (Deficit)	2,673,968		
Net Transfers (to) from other funds			
Local Capital	(742,000)	(897,653)	(859,378)
Total Net Transfers	(742,000)	(897,653)	(859,378)
Total Operating Surplus (Deficit), for the year	-	(910,546)	(338,778)
Operating Surplus (Deficit), beginning of year		9,976,949	10,315,727
Operating Surplus (Deficit), end of year		9,066,403	9,976,949
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 17)		7,817,646	6,280,941
Unrestricted		1,248,757	3,696,008
Total Operating Surplus (Deficit), end of year		9,066,403	9,976,949

School District No. 41 (Burnaby)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2016

	2016 Budget	2016 Actual	2015 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	197,924,666	198,301,849	191,181,280
Strike Savings Recovery			(7,482,470)
Other Ministry of Education Grants			
Labour Settlement Funding			4,350,731
Pay Equity	1,441,995	1,441,995	1,441,995
Funding for Graduated Adults	776,050	596,610	1,137,541
Economic Stability Dividend	156,000	179,028	
Other Misc and One-Time Grants	370,214	328,182	345,232
Total Provincial Grants - Ministry of Education	200,668,925	200,847,664	190,974,309
Provincial Grants - Other	188,000	189,800	162,800
Federal Grants	-	-	14,980
Tuition			
Summer School Fees	348,478	352,915	-
Continuing Education	1,383,200	1,347,134	1,234,210
Offshore Tuition Fees	18,677,218	18,793,283	16,334,585
Total Tuition	20,408,896	20,493,332	17,568,795
Other Revenues			
Miscellaneous			
City of Burnaby Crossing Guards	205,000	205,000	205,000
Other Program Fees	83,000	263,752	143,987
Sundry	166,705	184,944	161,212
Total Other Revenue	454,705	653,696	510,199
Rentals and Leases	1,187,000	1,247,717	1,105,251
Investment Income	850,000	746,786	922,033
Total Operating Revenue	223,757,526	224,178,995	211,258,367

School District No. 41 (Burnaby)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2016

	2016 Budget \$	2016 Actual \$	2015 Actual \$
Salaries			
Teachers	111,962,940	111,593,272	102,018,015
Principals and Vice Principals	8,479,188	8,473,295	8,441,189
Educational Assistants	14,851,375	14,721,137	14,261,787
Support Staff	18,813,741	18,724,900	18,595,785
Other Professionals	3,710,357	3,763,169	3,867,522
Substitutes	6,193,107	5,854,606	5,950,940
Total Salaries	164,010,708	163,130,379	153,135,238
Employee Benefits	39,276,654	39,391,460	37,686,909
Total Salaries and Benefits	203,287,362	202,521,839	190,822,147
Services and Supplies			
Services	9,484,785	9,134,010	8,093,880
Student Transportation	631,235	725,625	706,798
Professional Development and Travel	903,757	843,360	817,363
Rentals and Leases	172,288	151,928	333,282
Dues and Fees	76,500	78,391	74,022
Insurance	457,610	436,691	446,964
Supplies	7,690,547	7,572,568	6,724,291
Utilities	2,985,410	2,727,476	2,719,020
Total Services and Supplies	22,402,132	21,670,049	19,915,620
Total Operating Expense	225,689,494	224,191,888	210,737,767

School District No. 41 (Burnaby)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	80,412,339	239,304	648,475	789,049	185,775	3,432,900	85,707,842
1.03 Career Programs	951,267			134,794		125,602	1,211,663
1.07 Library Services	2,761,645	14,500	261,801	115,877		120,000	3,273,823
1.08 Counselling	3,378,761						3,378,761
1.10 Special Education	9,553,394	379,813	13,261,110			1,404,402	24,598,719
1.30 English Language Learning	5,940,451	135,000				253,988	6,329,439
1.31 Aboriginal Education	760,969	115,754	168,671			30,826	1,076,220
1.41 School Administration	525,000	6,861,755		4,153,054		89,369	11,629,178
1.60 Summer School	1,061,752	166,960	137,165	29,660	9,492	85,020	1,490,049
1.61 Continuing Education	1,099,238	114,126		255,506	223,884	79,890	1,772,644
1.62 Offshore Students	5,148,456	91,500	243,915	171,766	273,647	45,737	5,975,021
Total Function 1	111,593,272	8,118,712	14,721,137	5,649,706	692,798	5,667,734	146,443,359
4 District Administration							
4.11 Educational Administration		354,583		175,110	1,011,975		1,541,668
4.40 School District Governance				53,789	262,273		316,062
4.41 Business Administration				833,125	1,090,011		1,923,136
Total Function 4	-	354,583	-	1,062,024	2,364,259	-	3,780,866
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				266,088	693,621		959,709
5.50 Maintenance Operations				10,757,140		186,872	10,944,012
5.52 Maintenance of Grounds				764,655			764,655
5.56 Utilities							-
Total Function 5	-	-	-	11,787,883	693,621	186,872	12,668,376
7 Transportation and Housing							
7.70 Student Transportation				225,287	12,491		237,778
Total Function 7	-	-	-	225,287	12,491	-	237,778
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	111,593,272	8,473,295	14,721,137	18,724,900	3,763,169	5,854,606	163,130,379

School District No. 41 (Burnaby)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2016 Actual	2016 Budget	2015 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	85,707,842	21,406,972	107,114,814	6,970,183	114,084,997	114,349,111	107,175,067
1.03 Career Programs	1,211,663	274,537	1,486,200	33,624	1,519,824	1,548,345	1,388,078
1.07 Library Services	3,273,823	753,904	4,027,727	336,012	4,363,739	4,435,528	4,326,301
1.08 Counselling	3,378,761	759,646	4,138,407		4,138,407	4,245,580	3,855,759
1.10 Special Education	24,598,719	5,916,829	30,515,548	423,181	30,938,729	31,106,871	29,555,934
1.30 English Language Learning	6,329,439	1,502,217	7,831,656	7,821	7,839,477	7,917,249	7,056,762
1.31 Aboriginal Education	1,076,220	267,609	1,343,829	64,251	1,408,080	1,405,711	1,326,963
1.41 School Administration	11,629,178	2,673,483	14,302,661	4,443	14,307,104	14,352,881	14,293,272
1.60 Summer School	1,490,049	285,042	1,775,091	117,815	1,892,906	1,955,111	154,072
1.61 Continuing Education	1,772,644	307,520	2,080,164	112,076	2,192,240	2,030,387	2,897,393
1.62 Offshore Students	5,975,021	1,385,366	7,360,387	3,984,886	11,345,273	11,771,790	9,939,336
Total Function 1	146,443,359	35,533,125	181,976,484	12,054,292	194,030,776	195,118,564	181,968,937
4 District Administration							
4.11 Educational Administration	1,541,668	323,952	1,865,620	75,848	1,941,468	1,965,647	2,069,966
4.40 School District Governance	316,062	36,273	352,335	171,504	523,839	537,145	516,368
4.41 Business Administration	1,923,136	420,182	2,343,318	475,935	2,819,253	2,954,256	3,014,905
Total Function 4	3,780,866	780,407	4,561,273	723,287	5,284,560	5,457,048	5,601,239
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	959,709	192,256	1,151,965	481,585	1,633,550	1,729,770	1,589,914
5.50 Maintenance Operations	10,944,012	2,676,501	13,620,513	4,324,302	17,944,815	17,908,207	16,491,916
5.52 Maintenance of Grounds	764,655	191,442	956,097	771,576	1,727,673	1,715,912	1,564,195
5.56 Utilities	-	-	-	2,720,290	2,720,290	2,985,410	2,707,339
Total Function 5	12,668,376	3,060,199	15,728,575	8,297,753	24,026,328	24,339,299	22,353,364
7 Transportation and Housing							
7.70 Student Transportation	237,778	17,729	255,507	594,717	850,224	774,583	814,227
Total Function 7	237,778	17,729	255,507	594,717	850,224	774,583	814,227
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	163,130,379	39,391,460	202,521,839	21,670,049	224,191,888	225,689,494	210,737,767

School District No. 41 (Burnaby)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2016

	2016 Budget \$	2016 Actual \$	2015 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	17,284,476	16,955,774	15,807,974
Other	152,209	265,388	164,143
Federal Grants	2,873,467	3,121,904	3,148,976
Other Revenue	8,743,131	8,617,103	7,201,217
Investment Income	10,000	9,588	
Total Revenue	<u>29,063,283</u>	<u>28,969,757</u>	<u>26,322,310</u>
Expenses			
Instruction	26,736,127	26,755,874	24,525,868
District Administration	389,392	278,885	227,136
Operations and Maintenance	1,240,886	1,218,167	1,000,189
Transportation and Housing	536,878	697,467	563,639
Total Expense	<u>28,903,283</u>	<u>28,950,393</u>	<u>26,316,832</u>
Special Purpose Surplus (Deficit) for the year	<u>160,000</u>	<u>19,364</u>	<u>5,478</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(160,000)	(19,364)	(5,478)
Total Net Transfers	<u>(160,000)</u>	<u>(19,364)</u>	<u>(5,478)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2016

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community- LINK
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	200,712	305,539	92,657	461,070	4,999,053	1,097	18,455	55,689	424,554
Add: Restricted Grants									
Provincial Grants - Ministry of Education	1,010,174	4,100,143	10,058			384,000	100,450	303,346	2,285,247
Provincial Grants - Other									
Federal Grants									
Other				44,792	7,137,517	14,441	203		1,349,001
Investment Income	1,794			7,794					
	1,011,968	4,100,143	10,058	52,586	7,137,517	398,441	100,653	303,346	3,634,248
Less: Allocated to Revenue	1,200,560	4,165,085	59,681	50,012	6,812,443	399,162	92,413	280,398	3,701,734
Deferred Revenue, end of year	12,120	240,597	43,034	463,644	5,324,127	376	26,695	78,637	357,068
Revenues									
Provincial Grants - Ministry of Education	1,198,766	4,165,085	59,681			384,000	92,210	280,398	2,285,247
Provincial Grants - Other									
Federal Grants									
Other Revenue				42,218	6,812,443	15,162	203		1,416,487
Investment Income	1,794			7,794					
	1,200,560	4,165,085	59,681	50,012	6,812,443	399,162	92,413	280,398	3,701,734
Expenses									
Salaries									
Teachers		2,731,142					14,988	48,131	785,942
Principals and Vice Principals									
Educational Assistants		558,271				284,841			577,235
Support Staff									538,805
Other Professionals									180,113
Substitutes	54,557	8,113					18,309	6,677	57,543
	54,557	3,297,526				284,841	33,297	54,808	2,139,638
Employee Benefits	17,558	867,559				87,002	6,460	11,600	541,567
Services and Supplies	1,128,445		46,042	50,012	6,812,443	27,319	52,656	213,990	1,014,804
	1,200,560	4,165,085	46,042	50,012	6,812,443	399,162	92,413	280,398	3,696,009
Net Revenue (Expense) before Interfund Transfers	-	-	13,639	-	-	-	-	-	5,725
Interfund Transfers									
Tangible Capital Assets Purchased			(13,639)						(5,725)
	-	-	(13,639)	-	-	-	-	-	(5,725)
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2016

	Service Delivery Transformation	BC Provincial School for the Deaf	PRP Fraser Park Maples	Youth At Risk	CYF Contracts	Settlement Services	Community Services	Youth Transitions	Environmental Sustainability
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	148,977	44,654	167,344	72,717	396,397	641,008	301,510	13,398	28,573
Add: Restricted Grants									
Provincial Grants - Ministry of Education		6,354,793	2,371,937						
Provincial Grants - Other				152,360				52,338	
Federal Grants									
Other				66,540	126,348	15,000			11,871
Investment Income									
	-	6,354,793	2,371,937	218,900	126,348	15,000	-	52,338	11,871
Less: Allocated to Revenue	-	6,137,620	2,352,767	245,492	125,458	38,179	3,134	48,996	4,320
Deferred Revenue, end of year	148,977	261,827	186,514	46,125	397,287	617,829	298,376	16,740	36,124
Revenues									
Provincial Grants - Ministry of Education		6,137,620	2,352,767						
Provincial Grants - Other				178,952		37,440		48,996	
Federal Grants									
Other Revenue				66,540	125,458	739	3,134		4,320
Investment Income									
	-	6,137,620	2,352,767	245,492	125,458	38,179	3,134	48,996	4,320
Expenses									
Salaries									
Teachers		1,772,470	1,568,711		23,551			39,197	
Principals and Vice Principals		434,552	106,359						
Educational Assistants		1,389,517	9,430	113,808			252		
Support Staff		69,225	26,970			7,676			
Other Professionals		74,464				12,639			
Substitutes		95,412	23,993						
	-	3,835,640	1,735,463	113,808	23,551	20,315	252	39,197	-
Employee Benefits		889,441	406,119	20,556	3,871	3,426	14	9,799	
Services and Supplies		1,412,539	211,185	111,128	98,036	14,438	2,868		4,320
	-	6,137,620	2,352,767	245,492	125,458	38,179	3,134	48,996	4,320
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2016

	CIC LINC	CIC SWIS	Energy / Green Projects	District Food Services	TOTAL
	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	71,856	328	403,291		8,848,879
Add: Restricted Grants					
Provincial Grants - Ministry of Education					16,920,148
Provincial Grants - Other					204,698
Federal Grants	2,166,547	943,920			3,110,467
Other			95,272	296,776	9,157,761
Investment Income					9,588
	2,166,547	943,920	95,272	296,776	29,402,662
Less: Allocated to Revenue	2,182,614	939,290	17,608	112,791	28,969,757
Deferred Revenue, end of year	55,789	4,958	480,955	183,985	9,281,784
Revenues					
Provincial Grants - Ministry of Education					16,955,774
Provincial Grants - Other					265,388
Federal Grants	2,182,614	939,290			3,121,904
Other Revenue			17,608	112,791	8,617,103
Investment Income					9,588
	2,182,614	939,290	17,608	112,791	28,969,757
Expenses					
Salaries					
Teachers	918,807				7,902,939
Principals and Vice Principals					540,911
Educational Assistants		44,093			2,977,447
Support Staff	117,061	531,080			1,290,817
Other Professionals	106,980				374,196
Substitutes	103,290	86,260			454,154
	1,246,138	661,433	-	-	13,540,464
Employee Benefits	274,555	169,976			3,309,503
Services and Supplies	661,921	107,881	17,608	112,791	12,100,426
	2,182,614	939,290	17,608	112,791	28,950,393
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	19,364
Interfund Transfers					
Tangible Capital Assets Purchased					(19,364)
	-	-	-	-	(19,364)
Net Revenue (Expense)	-	-	-	-	-

School District No. 41 (Burnaby)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2016

	2016 Budget	2016 Actual			2015 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education		14,366		14,366	12,289
Rentals and Leases	102,000		101,603	101,603	101,603
Investment Income	50,000		47,853	47,853	49,837
Amortization of Deferred Capital Revenue	7,400,000	7,480,825		7,480,825	7,384,970
Total Revenue	7,552,000	7,495,191	149,456	7,644,647	7,548,699
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	9,100,000	9,079,062		9,079,062	9,003,345
Total Expense	9,100,000	9,079,062	-	9,079,062	9,003,345
Capital Surplus (Deficit) for the year	(1,548,000)	(1,583,871)	149,456	(1,434,415)	(1,454,646)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	160,000	19,364		19,364	5,478
Local Capital	742,000		897,653	897,653	859,378
Total Net Transfers	902,000	19,364	897,653	917,017	864,856
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		658,355	(658,355)	-	
Total Other Adjustments to Fund Balances		658,355	(658,355)	-	
Total Capital Surplus (Deficit) for the year	(646,000)	(906,152)	388,754	(517,398)	(589,790)
Capital Surplus (Deficit), beginning of year		69,563,647	2,683,004	72,246,651	72,836,441
Capital Surplus (Deficit), end of year		68,657,495	3,071,758	71,729,253	72,246,651

School District No. 41 (Burnaby)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2016

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	48,626,306	334,139,241	5,420,834	850,276	347,700	3,351,500	392,735,857
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	14,366	6,070,328	48,359				6,133,053
Special Purpose Funds			12,109			7,255	19,364
Local Capital		18,243	252,132	54,588	35,619	297,773	658,355
	14,366	6,088,571	312,600	54,588	35,619	305,028	6,810,772
Decrease:							
Deemed Disposals			2,067,900	51,624	74,560	215,582	2,409,666
			2,067,900	51,624	74,560	215,582	2,409,666
Cost, end of year	48,640,672	340,227,812	3,665,534	853,240	308,759	3,440,946	397,136,963
Work in Progress, end of year							
Cost and Work in Progress, end of year	48,640,672	340,227,812	3,665,534	853,240	308,759	3,440,946	397,136,963
Accumulated Amortization, beginning of year		116,895,413	3,000,396	310,968	161,141	1,347,256	121,715,174
Changes for the Year							
Increase: Amortization for the Year		7,659,687	557,713	87,757	73,102	700,803	9,079,062
Decrease:							
Deemed Disposals			2,067,900	51,624	74,560	215,582	2,409,666
			2,067,900	51,624	74,560	215,582	2,409,666
Accumulated Amortization, end of year		124,555,100	1,490,209	347,101	159,683	1,832,477	128,384,570
Tangible Capital Assets - Net	48,640,672	215,672,712	2,175,325	506,139	149,076	1,608,469	268,752,393

School District No. 41 (Burnaby)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2016

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	194,016,443	4,083,624	3,356,968	201,457,035
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	6,118,687			6,118,687
	6,118,687	-	-	6,118,687
Decrease:				
Amortization of Deferred Capital Revenue	7,281,719	107,060	92,046	7,480,825
	7,281,719	107,060	92,046	7,480,825
Net Changes for the Year	(1,163,032)	(107,060)	(92,046)	(1,362,138)
Deferred Capital Revenue, end of year	192,853,411	3,976,564	3,264,922	200,094,897
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year				-
Total Deferred Capital Revenue, end of year	192,853,411	3,976,564	3,264,922	200,094,897

School District No. 41 (Burnaby)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2016

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	399,785	577,234		13,857,372	777,454	15,611,845
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	6,563,560					6,563,560
Other				2,341,856	500,000	2,841,856
Investment Income		9,813		255,481		265,294
	6,563,560	9,813	-	2,597,337	500,000	9,670,710
Decrease:						
Transferred to DCR - Capital Additions	6,118,687					6,118,687
Transferred to Revenue - Site Purchases	14,366					14,366
	6,133,053	-	-	-	-	6,133,053
Net Changes for the Year	430,507	9,813	-	2,597,337	500,000	3,537,657
Balance, end of year	830,292	587,047	-	16,454,709	1,277,454	19,149,502