

**DISTRICT OPERATIONS – BUSINESS SERVICES**  
**Reporting to Public Session, Tuesday, September 26, 2023**

**1. Audited Financial Statements 2022/2023**

The district's audited financial statements for the fiscal year ending June 30, 2023, are being presented tonight for board approval. The statements were presented to the Audit Sub-Committee on September 19, 2023, and the Finance Committee on September 20, 2023. Highlights include:

- The school district's auditors KPMG LLP will be issuing an unqualified audit report.
- The financial statements reflect an increase in student enrolment and increased operating revenues.
- The district ended the year with a \$0.4 million unrestricted operating fund balance and a \$8.5 million restricted operating fund balance.

Mr. Ishver Khunguray, Secretary-Treasurer, will make a presentation on the audited financial statements.

**Recommendation:**

THAT the Board of Education receive and approve the audited financial statements of the Board of Education of School District No. 41 (Burnaby) for the year ended June 30, 2023, as presented.

**2. 2024/2025 Minor Capital Plan Submission**

The Burnaby Board of Education is required to submit an Annual Minor Capital Plan to the Ministry of Education and Child Care. Attached is the summary of the 2024/2025 Minor Capital Plan Submissions and details for the four categories of projects that the District could apply to receive funding for.

**Recommendation:**

THAT the Board of Education approve in accordance with provisions under Section 142 (4) of the School Act, the proposed Five-Year Capital Plan (Minor Capital Programs) for 2024/2025, as provided on the Five-Year Capital Plan Summary for 2024/2025 submitted to the Ministry of Education and Child Care.

Audited Financial Statements of

# **School District No. 41 (Burnaby)**

And Independent Auditors' Report thereon

June 30, 2023

# School District No. 41 (Burnaby)

June 30, 2023

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# School District No. 41 (Burnaby)

## MANAGEMENT REPORT

Version: 7608-6862-4880

### 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 quarterly basis and externally audited financial statements yearly.

The external auditors, KPMG, 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)

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



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## INDEPENDENT AUDITOR'S REPORT

To the Board of Education of School District No. 41 (Burnaby),  
To the Minister of Education and Child Care, Province of British Columbia

### ***Opinion***

We have audited the financial statements of School District No. 41 (Burnaby) (the "Entity"), which comprise:

- the statement of financial position as at June 30, 2023
- the statement of operations for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

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

In our opinion, the accompanying financial statements as at and for the year ended June 30, 2023 of the Entity are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

### ***Basis for Opinion***

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

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

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

### ***Emphasis of Matter – Financial Reporting Framework***

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

Our opinion is not modified in respect of this matter.

### ***Emphasis of Matter – Comparative Information***

We draw attention to Note 25 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2022 has been restated. Note 25 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

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

As part of our audit of the financial statements for the year ended June 30, 2023, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2022. In our opinion, such adjustments are appropriate and have been properly applied.

### ***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 auditor's 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 the other information, other than the financial statements and the auditor's report thereon, included in the Financial Statement Discussion and Analysis document and Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditor's 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 auditor's 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.

### ***Auditor's 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 auditor's 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 auditor's 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 auditor's 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.

Chartered Professional Accountants

Vancouver, Canada  
September \_\_, 2023

# School District No. 41 (Burnaby)

Statement 1

## Statement of Financial Position

As at June 30, 2023

	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	122,304,769	97,891,160
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	9,467,949	16,647,791
Due from Province - Other	385,662	493,355
Other (Note 3)	4,646,746	5,101,473
Portfolio Investments (Note 4)	2,043,886	2,185,209
<b>Total Financial Assets</b>	<b>138,849,012</b>	<b>122,318,988</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	42,429,443	39,205,494
Unearned Revenue (Note 6)	15,688,592	18,308,777
Deferred Revenue (Note 7)	7,755,580	9,216,203
Deferred Capital Revenue (Note 8)	409,689,260	375,124,625
Employee Future Benefits (Note 9)	10,411,797	10,104,762
Asset Retirement Obligation (Note 24)	16,261,517	16,261,517
Capital Lease Obligations (Note 10)	1,954,385	3,329,014
<b>Total Liabilities</b>	<b>504,190,574</b>	<b>471,550,392</b>
<b>Net Debt</b>	<b>(365,341,562)</b>	<b>(349,231,404)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 11)	474,425,112	443,734,164
Restricted Assets (Endowments) (Note 13)	25,000	25,000
Prepaid Expenses	5,033,340	2,613,863
<b>Total Non-Financial Assets</b>	<b>479,483,452</b>	<b>446,373,027</b>
<b>Accumulated Surplus (Deficit)</b>	<b>114,141,890</b>	<b>97,141,623</b>
<b>Accumulated Surplus (Deficit) is comprised of:</b>		
Accumulated Surplus (Deficit) from Operations	114,141,890	97,141,623
Accumulated Remeasurement Gains (Losses)		
	<b>114,141,890</b>	<b>97,141,623</b>
Contractual Obligations (Note 16)		
Contractual Rights (Note 17)		
Contingent Liabilities (Note 18)		
Approved by the Board		
Signature of the Chairperson of the Board of Education	Date Signed	
Signature of the Superintendent	Date Signed	
Signature of the Secretary-Treasurer	Date Signed	

# School District No. 41 (Burnaby)

Statement 2

Statement of Operations  
Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	295,751,701	<b>294,744,445</b>	268,413,467
Other	275,353	<b>201,070</b>	335,614
Federal Grants	3,727,350	<b>4,013,480</b>	3,436,204
Tuition	22,848,156	<b>21,436,180</b>	21,573,116
Other Revenue	7,779,439	<b>13,356,649</b>	7,024,303
Rentals and Leases	898,165	<b>1,011,709</b>	620,564
Investment Income	1,902,093	<b>2,473,083</b>	457,820
Gain (Loss) on Disposal of Tangible Capital Assets	16,400,000	<b>16,230,000</b>	23,886,528
Amortization of Deferred Capital Revenue	9,633,470	<b>9,684,002</b>	9,052,818
<b>Total Revenue</b>	<b>359,215,727</b>	<b>363,150,618</b>	<b>334,800,434</b>
<b>Expenses (Note 20)</b>			
Instruction	294,024,345	<b>290,464,580</b>	265,890,763
District Administration	8,477,301	<b>8,022,950</b>	7,964,623
Operations and Maintenance	44,069,842	<b>45,379,288</b>	40,832,113
Transportation and Housing	2,090,597	<b>2,199,409</b>	1,915,896
Debt Services		<b>84,124</b>	154,223
<b>Total Expense</b>	<b>348,662,085</b>	<b>346,150,351</b>	<b>316,757,618</b>
<b>Surplus (Deficit) for the year</b>	<b>10,553,642</b>	<b>17,000,267</b>	<b>18,042,816</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>97,141,623</b>	<b>79,098,807</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>114,141,890</b>	<b>97,141,623</b>

# School District No. 41 (Burnaby)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Surplus (Deficit) for the year</b>	10,553,642	<b>17,000,267</b>	18,042,816
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	-	<b>(44,938,304)</b>	(71,072,162)
Amortization of Tangible Capital Assets	-	<b>14,077,357</b>	12,855,451
Net carrying value of Tangible Capital Assets disposed of	-	<b>169,999</b>	78,676
Write-down carrying value of Tangible Capital Assets	-	-	-
<b>Total Effect of change in Tangible Capital Assets</b>	-	<b>(30,690,948)</b>	(58,138,035)
Acquisition of Prepaid Expenses	-	<b>(2,395,098)</b>	(131,376)
Use of Prepaid Expenses	-	<b>(24,379)</b>	97,366
<b>Total Effect of change in Other Non-Financial Assets</b>	-	<b>(2,419,477)</b>	(34,010)
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>10,553,642</u>	<b>(16,110,158)</b>	(40,129,229)
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<b>(16,110,158)</b>	(40,129,229)
<b>Net Debt, beginning of year</b>		<b>(349,231,404)</b>	(309,102,175)
<b>Net Debt, end of year</b>		<b>(365,341,562)</b>	(349,231,404)

# School District No. 41 (Burnaby)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2023

	2023 Actual	2022 Actual
		(Restated - Note 25)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	17,000,267	18,042,816
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	7,742,263	(10,129,461)
Prepaid Expenses	(2,419,477)	(34,010)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	3,240,207	7,123,747
Unearned Revenue	(2,620,185)	1,665,089
Deferred Revenue	(1,460,623)	490,900
Employee Future Benefits	307,035	379,216
Loss (Gain) on Disposal of Tangible Capital Assets	(16,230,000)	(23,886,528)
Amortization of Tangible Capital Assets	14,077,357	12,855,451
Amortization of Deferred Capital Revenue	(9,684,002)	(9,052,818)
<b>Total Operating Transactions</b>	<b>9,952,842</b>	<b>(2,545,598)</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,777,099)	(1,281,700)
Tangible Capital Assets -WIP Purchased	(43,161,205)	(69,790,462)
District Portion of Proceeds on Disposal	16,400,000	23,965,000
<b>Total Capital Transactions</b>	<b>(28,538,304)</b>	<b>(47,107,162)</b>
<b>Financing Transactions</b>		
Loan Payments	(1,390,889)	(1,510,707)
Capital Revenue Received	44,248,637	63,036,582
<b>Total Financing Transactions</b>	<b>42,857,748</b>	<b>61,525,875</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	141,323	(2,248)
<b>Total Investing Transactions</b>	<b>141,323</b>	<b>(2,248)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>24,413,609</b>	<b>11,870,867</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>97,891,160</b>	<b>86,020,293</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>122,304,769</b>	<b>97,891,160</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	49,967,252	37,511,773
Cash Equivalents	72,337,517	60,379,387
	<b>122,304,769</b>	<b>97,891,160</b>

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 1      AUTHORITY AND PURPOSE**

The School District 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. 41 (Burnaby)" and operates as "School District No. 41 (Burnaby)." 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 ("MECC"). School District No. 41 (Burnaby) is exempt from federal and provincial corporate income taxes.

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia* supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all taxpayer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections effective their first fiscal year commencing after January 1, 2012.

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

For British Columbia taxpayer supported organizations, these contributions include government transfers and externally restricted contributions.

The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian public sector accounting standards which require that;

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

Accounts receivable are measured at amortized cost and shown net of allowance for doubtful accounts.

d) Portfolio Investments

The School District has investments in guaranteed investment certificates (GIC's) 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. Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations.

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.

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

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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

g) Employee Future Benefits (Continued)

The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime ("EARSL") of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025, for use at June 30, 2025. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

- there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The School District's asset retirement obligations include the removal of asbestos and other hazardous material in several of the buildings owned by the School District. The estimated costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2j). Assumptions used in the calculations are reviewed annually.

i) 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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

i) Liability for Contaminated Sites (Continued)

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.

j) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- 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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

j) Tangible Capital Assets (continued)

These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

k) Capital Leases

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

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

l) 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.

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 (see Note 14 – Interfund Transfers and Note 21 – Internally restricted surplus – Operating fund).

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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

n) Revenue Recognition (continued)

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished.

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

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

o) Expenditures

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

**Categories of Salaries**

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, 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 Indigenous education, are allocated to these programs. All other costs are allocated to related programs.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

o) Expenditures (continued)

- 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, accounts receivable, portfolio investments, and accounts payable and other accrued 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.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. There are no measurement gains or losses during the periods presented. As a result, the School District does not have a statement of remeasurement gains or losses. Interest and dividends attributable to financial instruments are reported in the statement of operations.

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

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

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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

q) Measurement Uncertainty (continued)

Areas requiring the use of management estimates relate to the potential impairment of assets, liability for asset retirement obligation, rates for amortization and employee future benefits. Actual results could differ from those estimates.

r) Future Changes in Accounting Policies

PS 3400 Revenue issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the School District satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district

- has the authority to claim or retain an inflow of economic resources; and
- identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

**NOTE 3 ACCOUNTS RECEIVABLE – OTHER**

	<b>2023</b>	<b>2022</b>
Other	<b>\$ 4,646,746</b>	<b>\$ 5,101,473</b>

All other miscellaneous receivables that are not due from MECC.

**NOTE 4 PORTFOLIO INVESTMENTS**

	<b>2023</b>	<b>2022</b>
Guaranteed Investment Certificates (GIC's) and Term Deposits	<b>\$ 2,043,886</b>	<b>\$ 2,185,209</b>

\$1,538,886 matures in FY2024 with annual yield between 1.10% and 4.65%; \$210,000 matures in FY2025 with annual yield between 2.00% and 5.00%; \$270,000 matures in FY2026 with annual yield of 5.00%; \$25,000 matures in FY 2028 with annual yield of 4.00%.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 5      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>2023</b>	<b>2022</b>
Trade Payables	<b>\$15,927,728</b>	\$ 16,298,338
Salaries and Benefits Payable	<b>24,710,420</b>	20,653,892
Accrued Vacation Pay	<b>1,791,295</b>	2,253,264
	<b><u>\$42,429,443</u></b>	<b><u>\$ 39,205,494</u></b>

**NOTE 6      UNEARNED REVENUE**

	<b>2023</b>	<b>2022</b>
Balance, beginning of year	<b>\$ 18,308,777</b>	\$ 16,643,688
Changes for the year:		
Increase:		
Tuition fees received	<b>18,815,995</b>	18,027,713
Decrease:		
Tuition fee revenue recognized	<b>(21,436,180)</b>	(16,362,624)
Net changes for the year	<b>(2,620,185)</b>	1,665,089
Balance, end of year	<b><u>\$ 15,688,592</u></b>	<b><u>\$ 18,308,777</u></b>

**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.

	<b>2023</b>	<b>2022</b>
Balance, beginning of year	<b>\$ 9,216,203</b>	\$ 8,725,303
Changes for the year:		
Increase:		
Provincial grants - MECC	<b>\$ 33,309,787</b>	\$ 30,490,666
Provincial Grants - Other	<b>142,470</b>	105,436
Federal grants	<b>4,955,986</b>	3,436,204
Other revenue	<b>6,095,993</b>	6,319,311
Investment income	<b>1,463</b>	375
	<b><u>\$ 44,505,699</u></b>	<b><u>\$ 40,351,992</u></b>
Decrease:		
Transfers to revenue	<b>\$ (41,542,727)</b>	\$ (38,190,436)
Recovery	<b>(1,593,014)</b>	(1,670,656)
Transfer to Other Fund	<b>(2,830,581)</b>	-
	<b><u>\$ (45,966,322)</u></b>	<b><u>\$ (39,861,092)</u></b>
Net Changes for the year	<b>(1,460,623)</b>	490,900
Balance, end of year	<b><u>\$ 7,755,580</u></b>	<b><u>\$ 9,216,203</u></b>

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**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.

	<b>2023</b>	2022
Deferred Capital Revenue, beginning of year	<b>\$ 375,124,625</b>	\$321,140,861
Increases:		
Provincial Grants - MECC	<b>37,463,921</b>	59,519,877
Other Provincial Capital	<b>2,838,511</b>	349,433
Local Government Fees / Grants	<b>2,065,231</b>	2,600,095
Investment Income	<b>1,880,974</b>	418,480
Other Capital	-	273,330
Transfers from unspent Deferred Capital Revenue - Capital Additions	<b>38,105,392</b>	17,178,381
	<b>87,873,950</b>	80,214,963
Decreases:		
Transfers to Deferred Capital Revenue - Capital Additions	<b>38,105,392</b>	17,178,381
Amortization of Deferred Capital Revenue	<b>9,684,002</b>	9,052,818
	<b>47,789,394</b>	26,231,199
Net Change for the year	<b>34,564,635</b>	53,983,764
Deferred Capital Revenue, end of year	<b>\$ 409,689,260</b>	\$ 375,124,625

**NOTE 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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 9 EMPLOYEE FUTURE BENEFITS** *(Continued)*

	<b>2023</b>	2022
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation - April 1	<b>\$10,302,654</b>	\$9,715,829
Service Cost	<b>704,586</b>	712,445
Interest Cost	<b>334,131</b>	250,819
Benefit Payments	<b>(806,385)</b>	(699,170)
Increase (Decrease) in obligation due to Plan Amendment	-	19,144
Actuarial (Gain) Loss	<b>(782,624)</b>	303,587
Accrued Benefit Obligation - March 31	<b>\$ 9,752,362</b>	\$ 10,302,654

**Reconciliation of Funded Status at End of Fiscal Year**

Accrued Benefit Obligation - March 31	<b>\$ 9,752,362</b>	\$ 10,302,654
Funded Status - Deficit	<b>(9,752,362)</b>	(10,302,654)
Employer Contributions After Measurement Date	<b>261,220</b>	195,271
Benefit Expense After Measurement Date	<b>(270,360)</b>	(259,679)
Unamortized Net Actuarial (gain) Loss	<b>(650,295)</b>	262,299
Accrued Benefit Liability - June 30	<b>\$(10,411,797)</b>	\$(10,104,763)

**Reconciliation of Change in Accrued Benefit Liability**

Accrued Benefit Liability – July 1	10,104,763	9,725,546
Net Expense for Fiscal Year	1,179,368	1,104,375
Employer Contributions	(872,334)	(725,158)
Accrued Benefit Liability (Asset) – June 30	<b>10,411,797</b>	10,104,763

**Components of Net Benefit Expense**

Service Cost	699,337	710,480
Interest Cost	350,061	271,647
Immediate Recognition of Plan Amendment	-	19,144
Amortization of Net Actuarial Loss	129,970	103,104
Net Benefit Expense	<b>1,179,368</b>	1,104,375

The impact of changes in assumptions between the March 31, 2023 measurement date and the June 30, 2023 reporting date have been considered and are not considered to be material. The significant actuarial assumptions adopted for measuring the School District's accrued benefit obligations are:

Assumptions	<b>2023</b>	2022
Discount Rate - April 1	<b>3.25%</b>	2.50%
Discount Rate - March 31	<b>4.00%</b>	3.25%
Long Term Salary Growth - April 1	<b>2.50% + seniority</b>	2.50% + seniority
Long Term Salary Growth - March 31	<b>2.50% + seniority</b>	2.50% + seniority
EARSL (years) - March 31	<b>11.3</b>	11.3

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 10 CAPITAL LEASE OBLIGATIONS**

The School District leases assets under capital leases. All leases will expire by fiscal year 2025. The capital leases provide for a transfer of ownership of the assets to the School District through a bargain purchase option. The School District has certain other leasing agreements with third parties; assets under these other agreements and respective liabilities are not material.

Repayments are due as follows:

	<b>2023</b>	<b>2022</b>
2023	\$ -	\$ 1,458,780
2024	<b>1,458,780</b>	1,458,780
2025	<b>525,593</b>	525,593
Total minimum lease payments	<b>1,984,373</b>	3,443,153
Interest portion	<b>(29,989)</b>	(114,139)
Total	<b>\$ 1,954,384</b>	\$ 3,329,014

**NOTE 11 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	<b>Net Book Value</b>	<b>Net Book Value</b>
	<b>2023</b>	<b>(Restated - Note 25)</b>
	<b>2022</b>	
Sites	<b>\$ 48,450,596</b>	\$ 48,620,595
Buildings	<b>310,934,825</b>	279,016,873
Furniture & Equipment	<b>3,604,607</b>	3,785,606
Vehicles	<b>827,931</b>	994,988
Computer Software	<b>47,411</b>	122,671
Computer Hardware	<b>4,607,998</b>	6,400,328
Work in progress:		
Buildings	<b>104,603,062</b>	104,503,597
Furniture & Equipment	<b>1,348,682</b>	289,506
Total	<b>\$ 474,425,112</b>	\$ 443,734,164

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 11 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2023**

	June 30, 2022 Balance (Restated Note 25)	Additions	Disposals	Transfers (WIP)	June 30, 2023 Balance
Costs:					
Sites	\$ 48,620,595	\$ -	\$ (169,999)	\$ -	\$ 48,450,596
Buildings	472,888,116	1,095,765	-	41,829,517	515,813,398
Furniture & Equipment	6,252,393	263,464	(570,606)	173,049	6,118,300
Vehicles	1,719,546	-	(97,944)	-	1,621,602
Computer Software	423,301	-	(94,007)	-	329,294
Computer Hardware	9,935,974	417,868	(41,848)	-	10,311,994
	<u>\$ 539,839,925</u>	<u>\$ 1,777,097</u>	<u>\$ (974,404)</u>	<u>\$ 42,002,566</u>	<u>\$ 582,645,184</u>
Work in progress -					
Buildings	104,503,597	99,465	-	-	104,603,062
Work in progress -					
Furniture & Equipment	289,506	1,059,176	-	-	1,348,682
	<u>\$ 644,633,028</u>	<u>\$ 2,935,738</u>	<u>\$ (974,404)</u>	<u>\$ 42,002,566</u>	<u>\$ 688,596,928</u>

	June 30, 2022 Balance (Restated - Note 25)	Additions	Disposals	June 30, 2023 Balance
Accumulated Amortization:				
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	193,871,243	11,007,330	-	204,878,573
Furniture & Equipment	2,466,787	617,512	(570,606)	2,513,693
Vehicles	724,558	167,057	(97,944)	793,671
Computer Software	300,630	75,260	(94,007)	281,883
Computer Hardware	3,535,646	2,210,198	(41,848)	5,703,996
Total	<u>\$ 200,898,864</u>	<u>\$ 14,077,357</u>	<u>\$ (804,405)</u>	<u>\$ 214,171,816</u>

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 11 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2022**

Costs:	June 30, 2021 Balance (Restated - Note 25)	Additions	Disposals	Transfers (WIP)	June 30, 2022 Balance (Restated - Note 25)
Sites	\$ 48,699,271	\$ -	\$ (78,676)	\$ -	\$ 48,620,595
Buildings	429,449,269	248,411	(58,783)	43,249,219	472,888,116
Furniture & Equipment	5,288,545	578,450	(1,162,654)	1,548,052	6,252,393
Vehicles	1,805,364	81,477	(167,295)	-	1,719,546
Computer Software	496,920	-	(73,619)	-	423,301
Computer Hardware	10,036,396	373,362	(473,784)	-	9,935,974
	<u>\$ 495,775,765</u>	<u>\$ 1,281,700</u>	<u>\$ (2,014,811)</u>	<u>\$ 44,797,271</u>	<u>\$ 539,839,925</u>
Work in progress - Buildings	79,159,680	68,593,136	-	(43,249,219)	104,503,597
Work in progress - Furniture & Equipment	640,232	1,197,326	-	(1,548,052)	289,506
	<u>\$ 575,575,677</u>	<u>\$ 71,072,162</u>	<u>\$ (2,014,811)</u>	<u>\$ -</u>	<u>\$ 644,633,028</u>

Accumulated Amortization:	June 30, 2021 Balance (Restated - Note 25)	Additions	Disposals	June 30, 2022 Balance (Restated - Note 25)
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	183,941,029	9,988,997	(58,783)	193,871,243
Furniture & Equipment	3,052,394	577,047	(1,162,654)	2,466,787
Vehicles	715,608	176,245	(167,295)	724,558
Computer Software	282,227	92,022	(73,619)	300,630
Computer Hardware	2,012,193	1,997,237	(473,784)	3,535,646
Total	<u>\$ 190,003,451</u>	<u>\$ 12,831,548</u>	<u>\$ (1,936,135)</u>	<u>\$ 200,898,864</u>

Buildings – work in progress having a value of \$ 104,603,059 (2022: \$ 104,503,597) have not been amortized. Furniture & Equipment – work in progress having a value of \$ 1,348,682 (2022: \$ 289,506) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 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, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As of December 31, 2022, the Municipal Pension Plan has about 241,000 active members, including approximately 30,000 from school districts.

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

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

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2021 indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$ 24,477,520 for employer contributions to the plans for the year ended June 30, 2023 (2022: \$22,960,241).

The employer contribution rate towards the Teachers Pension Plan for 2023 was 11.30% (2022: 11.20%).

The employer contribution rate towards the Municipal Pension Plan for 2023 was 9.31% (2022: 9.31%).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023. The next valuation for the Municipal Pension Plan will be as at December 31, 2024, with results available in 2025.

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. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 13 RESTRICTED ASSETS – ENDOWMENT FUNDS**

Donors have placed restrictions on their contributions to the endowment funds of the school district. One restriction is that the original contribution should not be spent.

Name of Endowment

	2022	Contributions	2023
BCSD Scholarship Fund	\$ 10,000	\$ -	\$ 10,000
BCSD Research Fund	15,000	-	15,000
Total	\$ 25,000	\$ -	\$ 25,000

**NOTE 14 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

- \$6,577,000 transferred from the Operating Fund to the Capital Fund for capital asset purchases from Local Capital
- \$32,510 transferred from the Operating Fund to the Capital Fund for capital asset purchases
- \$124,179 transferred from Special Purpose Fund to the Capital Fund for capital asset purchases

**NOTE 15 RELATED PARTY TRANSACTIONS**

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

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 16 CONTRACTUAL OBLIGATIONS**

The School District has entered into a number of multiple-year contracts for the delivery of services and construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts. There are no contractual obligations after 2026/27.

Contractual Obligations

	2024	2025	2026	2027
Transportation	\$1,849,410	\$1,902,671	\$1,967,404	-
Technology	4,145,612	2,424,469	484,800	-
Garbage Collection Services	205,000	205,000	205,000	205,000
Capital Project - Burnaby North	40,015,401	-	-	-
Capital Project - Stride	1,692,105	-	-	-
Capital Project - Childcare	1,220,826	-	-	-
Capital Project - HVAC Upgrades	279,645	-	-	-
Capital Project - Childcare	-	103,632	-	-
Total	\$49,407,999	\$4,635,772	\$2,657,204	\$205,000

**NOTE 17 CONTRACTUAL RIGHTS**

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

Contractual rights

	2024	2025	2026	2027	2028	Thereafter
Future Lease	\$ 261,982	\$ 147,866	\$ 94,679	\$ 49,576	\$79,854	\$ -
Rental Revenue						

**NOTE 18 CONTINGENT LIABILITIES**

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 \$2,423,708 (2022 - \$ 2,423,708).

In the ordinary course of operations, the School District has legal proceedings brought against it and provisions have been included in liabilities where appropriate. It is the opinion of management that financial determination of these claims will not have a material effect on the financial position or operations of the School District.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 19 BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 28, 2023. Changes between the original annual budget (approved by the Board on April 26, 2022) and the amended annual budget are listed below:

	<b>2023 Preliminary Budget</b>	<b>2023 Amended Budget</b>	<b>Change</b>
Total Revenue	\$ 315,502,606	\$ 359,215,727	\$ 43,713,121
Total Expense	\$ 320,060,243	\$ 348,662,085	\$(28,601,842)
Surplus (Deficit) for the year	(4,557,637)	10,553,642	15,111,279
Budgeted Allocation of Surplus	4,942,616	8,581,202	3,638,586
Budgeted Surplus (Deficit) for the year	\$ 384,979	\$ 19,134,844	\$ 18,749,865
Deficit for the year	\$ (4,557,637)	\$ 10,553,642	\$15,111,279
Total Effect of change in Tangible Capital Assets	(50,646,142)	(66,685,978)	(16,039,836)
Increase in Net Financial Assets (Debt)	\$ (55,203,779)	\$ (56,132,336)	\$ (928,557)

Significant changes between the original and amended budget were:

- 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 2022.
- More information on the financial results can be found in the District's 2022-2023 Financial Statement Discussion & Analysis (FSD & A).

**NOTE 20 EXPENSE BY OBJECT**

	<b>2023</b>	<b>2022</b>
Salaries and benefits	\$ 294,948,797	\$ 274,268,821
Services and supplies	37,020,263	29,479,123
Interest	84,124	154,223
Amortization	14,077,357	12,831,548
Total	\$ 346,130,541	\$ 316,733,715

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 21 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

	<b>2023</b>	<b>2022</b>
Internally Restricted (appropriated) by Board for:		
Constraints on funds	<b>\$5,460,593</b>	\$4,787,437
Anticipated unusual expenses	-	-
Operations spanning multiple years	<b>3,033,082</b>	4,942,616
Future capital cost share	-	-
Subtotal Internally Restricted	<b>\$8,493,675</b>	\$9,730,053
Unrestricted Operating Surplus (Deficit) - Contingency	<b>374,899</b>	1,199,617
Total Available for Future Operations	<b>\$ 8,868,574</b>	\$ 10,929,670

**NOTE 22 ECONOMIC DEPENDENCE**

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

**NOTE 23 RISK MANAGEMENT**

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

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

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a 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 placed in recognized British Columbia banking institutions. 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.

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 23      RISK MANAGEMENT** *(continued)*

b) Market risk: (continued)

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held, and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in term deposits held with the Provincial Central Deposit Program 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. There have been no changes to risk exposure from 2022 related to credit, market or liquidity risks.

**NOTE 24      ASSET RETIREMENT OBLIGATION**

Legal obligations exist for the removal and disposal of asbestos and other hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. The timing of future settlement of the obligation is unknown.

	<b>2023</b>	2022 (Restated - Note 25)
Asset Retirement Obligation, opening balance	<b>\$ 16,261,517</b>	\$16,261,517
Settlements during the year	-	-
Asset Retirement Obligation, closing balance	<b>\$ 16,261,517</b>	\$ 16,261,517

**SCHOOL DISTRICT NO. 41 (BURNABY)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 25      PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY**

On July 1, 2022 the School District adopted Canadian public sector accounting standard PS 3280 Asset Retirement Obligations. This new standard addresses the recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of certain tangible capital assets such as asbestos removal in buildings that will undergo major renovation or demolition in the future (see Note 24). This standard was adopted using the modified retroactive approach which results in the restatement of the comparative information as at the year ended June 30, 2022

The impact of the prior period adjustment on the June 30, 2022 comparative amounts is as follows:

	<b>As Previously Reported</b>	<b>Increase / (Decrease)</b>	<b>As Restated</b>
Asset Retirement Obligations (liability)	\$ -	\$ 16,261,517	\$ 16,261,517
Tangible Capital Assets - cost	-	16,261,517	16,261,517
Tangible Capital Assets – accumulated amortization	-	16,107,212	16,107,212
Operations & Maintenance Expense – Asset amortization	9,930,214	23,904	9,954,118
Accumulated Surplus – Invested in Capital Assets, June 30, 2022	\$ 167,833,817	\$ 16,107,212	\$ 183,941,029

School District No. 41 (Burnaby)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2023

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	10,929,670	25,000	86,186,953	97,141,623	95,182,116
Prior Period Adjustments					(16,083,309)
Accumulated Surplus (Deficit), beginning of year, as restated	10,929,670	25,000	86,186,953	97,141,623	79,098,807
Changes for the year					
Surplus (Deficit) for the year	4,548,414	124,170	12,327,683	17,000,267	18,042,816
Interfund Transfers					
Tangible Capital Assets Purchased	(32,510)	(124,170)	156,680	-	
Local Capital	(6,577,000)		6,577,000	-	
Net Changes for the year	(2,061,096)	-	19,061,363	17,000,267	18,042,816
Accumulated Surplus (Deficit), end of year - Statement 2	8,868,574	25,000	105,248,316	114,141,890	97,141,623

# School District No. 41 (Burnaby)

## Schedule of Operating Operations

Year Ended June 30, 2023

Schedule 2 (Unaudited)

	2023 Budget (Note 19)	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	261,815,364	<b>262,678,744</b>	239,762,295
Other	126,500	<b>201,070</b>	283,800
Tuition	22,848,156	<b>21,436,180</b>	21,573,116
Other Revenue	495,730	<b>7,873,293</b>	973,432
Rentals and Leases	787,685	<b>901,200</b>	513,274
Investment Income	1,425,093	<b>2,008,430</b>	457,445
<b>Total Revenue</b>	<b>287,498,528</b>	<b>295,098,917</b>	263,563,362
<b>Expenses</b>			
Instruction	251,550,616	<b>253,026,491</b>	232,245,950
District Administration	7,638,247	<b>7,419,491</b>	7,369,833
Operations and Maintenance	29,064,186	<b>28,905,236</b>	25,723,709
Transportation and Housing	1,217,171	<b>1,199,285</b>	1,085,722
<b>Total Expense</b>	<b>289,470,220</b>	<b>290,550,503</b>	266,425,214
<b>Operating Surplus (Deficit) for the year</b>	<b>(1,971,692)</b>	<b>4,548,414</b>	(2,861,852)
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>8,581,202</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(32,510)	<b>(32,510)</b>	(185,949)
Local Capital	(6,577,000)	<b>(6,577,000)</b>	(2,252,000)
<b>Total Net Transfers</b>	<b>(6,609,510)</b>	<b>(6,609,510)</b>	(2,437,949)
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>(2,061,096)</b>	(5,299,801)
<b>Operating Surplus (Deficit), beginning of year</b>		<b>10,929,670</b>	16,229,471
<b>Operating Surplus (Deficit), end of year</b>		<b>8,868,574</b>	10,929,670
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>8,493,675</b>	9,730,053
Unrestricted		<b>374,899</b>	1,199,617
<b>Total Operating Surplus (Deficit), end of year</b>		<b>8,868,574</b>	10,929,670

# School District No. 41 (Burnaby)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2023

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	250,229,768	<b>250,888,921</b>	237,661,956
Other Ministry of Education and Child Care Grants			
Pay Equity	1,441,995	<b>1,441,995</b>	1,441,995
Funding for Graduated Adults	227,922	<b>202,459</b>	227,922
Student Transportation Fund	24,841	<b>24,841</b>	24,841
Support Staff Benefits Grant	332,886	<b>339,043</b>	332,886
FSA Scorer Grant	27,292	<b>27,292</b>	27,292
Early Learning Framework (ELF) Implementation	3,718	<b>3,718</b>	5,403
Labour Settlement Funding	9,644,312	<b>9,875,730</b>	
Audit Recovery	(117,370)	<b>(125,255)</b>	-
Extreme Weather	-	-	40,000
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>261,815,364</b>	<b>262,678,744</b>	<b>239,762,295</b>
<b>Provincial Grants - Other</b>	<b>126,500</b>	<b>201,070</b>	<b>283,800</b>
<b>Federal Grants</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Tuition</b>			
Summer School Fees	415,065	<b>415,065</b>	334,135
Continuing Education	1,748,071	<b>1,871,387</b>	2,185,836
International and Out of Province Students	20,685,020	<b>19,149,728</b>	19,053,145
<b>Total Tuition</b>	<b>22,848,156</b>	<b>21,436,180</b>	<b>21,573,116</b>
<b>Other Revenues</b>			
Miscellaneous			
City of Burnaby - Crossing Guards	205,000	<b>205,000</b>	205,000
Other Program Fees	118,578	<b>3,852</b>	55,760
Sundry	172,152	<b>795,909</b>	712,672
School Generated Funds	-	<b>6,868,532</b>	-
<b>Total Other Revenue</b>	<b>495,730</b>	<b>7,873,293</b>	<b>973,432</b>
<b>Rentals and Leases</b>	<b>787,685</b>	<b>901,200</b>	<b>513,274</b>
<b>Investment Income</b>	<b>1,425,093</b>	<b>2,008,430</b>	<b>457,445</b>
<b>Total Operating Revenue</b>	<b>287,498,528</b>	<b>295,098,917</b>	<b>263,563,362</b>

# School District No. 41 (Burnaby)

## Schedule of Operating Expense by Object

Year Ended June 30, 2023

Schedule 2B (Unaudited)

	2023 Budget (Note 19)	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$	\$
<b>Salaries</b>			
Teachers	138,545,933	<b>138,937,174</b>	130,514,749
Principals and Vice Principals	11,226,561	<b>11,161,515</b>	10,656,645
Educational Assistants	24,868,826	<b>25,146,066</b>	21,923,065
Support Staff	21,639,032	<b>22,518,497</b>	21,118,537
Other Professionals	5,577,657	<b>5,250,664</b>	5,535,182
Substitutes	11,893,655	<b>11,863,630</b>	11,212,953
<b>Total Salaries</b>	213,751,664	<b>214,877,546</b>	200,961,131
<b>Employee Benefits</b>	49,302,549	<b>49,097,823</b>	45,292,248
<b>Total Salaries and Benefits</b>	263,054,213	<b>263,975,369</b>	246,253,379
<b>Services and Supplies</b>			
Services	8,505,425	<b>7,409,188</b>	7,472,085
Student Transportation	904,343	<b>880,113</b>	812,589
Professional Development and Travel	865,865	<b>678,039</b>	454,981
Rentals and Leases	113,230	<b>179,172</b>	180,248
Dues and Fees	102,747	<b>115,988</b>	96,205
Insurance	634,914	<b>635,298</b>	586,787
Interest	-	-	-
Supplies	10,607,038	<b>12,061,770</b>	7,075,271
Utilities	4,682,445	<b>4,615,566</b>	3,493,669
<b>Total Services and Supplies</b>	26,416,007	<b>26,575,134</b>	20,171,835
<b>Total Operating Expense</b>	289,470,220	<b>290,550,503</b>	266,425,214

# School District No. 41 (Burnaby)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	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	102,014,181	328,918	788,779	1,998,751	214,296	6,219,043	111,563,968
1.03 Career Programs	860,331	-	-	143,374	-	50,829	1,054,534
1.07 Library Services	2,996,550	16,062	208,471	124,161	-	155,675	3,500,919
1.08 Counselling	4,421,843	-	-	-	-	229,724	4,651,567
1.10 Special Education	11,483,914	296,950	23,700,847	-	-	2,735,596	38,217,307
1.20 Early Learning and Child Care	-	-	-	-	-	-	-
1.30 English Language Learning	8,182,270	52,200	-	-	-	353,882	8,588,352
1.31 Indigenous Education	918,713	155,617	222,712	-	-	50,280	1,347,322
1.41 School Administration	669,715	9,526,728	-	4,625,270	-	34,794	14,856,507
1.60 Summer School	1,380,954	231,560	-	-	-	537,670	2,150,184
1.61 Continuing Education	1,902,828	270,354	-	263,240	187,420	25,958	2,649,800
1.62 International and Out of Province Students	4,105,875	5,970	225,257	283,538	423,181	56,374	5,100,195
1.64 Other	-	-	-	-	-	-	-
<b>Total Function 1</b>	<b>138,937,174</b>	<b>10,884,359</b>	<b>25,146,066</b>	<b>7,438,334</b>	<b>824,897</b>	<b>10,449,825</b>	<b>193,680,655</b>
<b>4 District Administration</b>							
4.11 Educational Administration		277,156		269,617	1,365,986		1,912,759
4.20 Early Learning and Child Care		-		-	-		-
4.40 School District Governance		-		64,247	317,027		381,274
4.41 Business Administration		-		1,147,874	1,319,617		2,467,491
<b>Total Function 4</b>	<b>-</b>	<b>277,156</b>	<b>-</b>	<b>1,481,738</b>	<b>3,002,630</b>	<b>-</b>	<b>4,761,524</b>
<b>5 Operations and Maintenance</b>							
5.20 Early Learning and Child Care				-	-	-	-
5.41 Operations and Maintenance Administration				266,500	1,423,137	-	1,689,637
5.50 Maintenance Operations				12,201,246	-	1,291,326	13,492,572
5.52 Maintenance of Grounds				870,232	-	122,479	992,711
5.56 Utilities				-	-	-	-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>13,337,978</b>	<b>1,423,137</b>	<b>1,413,805</b>	<b>16,174,920</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration				-			-
7.70 Student Transportation				260,447			260,447
7.73 Housing				-			-
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>260,447</b>	<b>-</b>	<b>-</b>	<b>260,447</b>
<b>9 Debt Services</b>							
9.92 Interest on Bank Loans							-
9.94 Interest on Temporary Borrowing							-
<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>138,937,174</b>	<b>11,161,515</b>	<b>25,146,066</b>	<b>22,518,497</b>	<b>5,250,664</b>	<b>11,863,630</b>	<b>214,877,546</b>

# School District No. 41 (Burnaby)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget (Note 19)	2022 Actual (Restated - Note 25)
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	111,563,968	25,781,680	137,345,648	10,370,038	147,715,686	146,265,606	134,344,840
1.03 Career Programs	1,054,534	237,772	1,292,306	53,761	1,346,067	1,417,009	1,300,198
1.07 Library Services	3,500,919	789,373	4,290,292	293,302	4,583,594	4,868,711	4,157,847
1.08 Counselling	4,651,567	1,048,815	5,700,382	-	5,700,382	5,641,600	5,169,079
1.10 Special Education	38,217,307	8,638,510	46,855,817	642,187	47,498,004	45,828,627	42,875,408
1.20 Early Learning and Child Care	-	-	-	-	-	-	-
1.30 English Language Learning	8,588,352	1,936,465	10,524,817	9,336	10,534,153	10,590,012	9,314,393
1.31 Indigenous Education	1,347,322	303,789	1,651,111	78,296	1,729,407	1,800,591	1,618,332
1.41 School Administration	14,856,507	3,349,782	18,206,289	4,878	18,211,167	18,384,987	17,859,320
1.60 Summer School	2,150,184	484,815	2,634,999	70,901	2,705,900	2,574,330	2,738,724
1.61 Continuing Education	2,649,800	597,466	3,247,266	913,150	4,160,416	3,229,925	3,765,486
1.62 International and Out of Province Students	5,100,195	1,149,971	6,250,166	2,591,549	8,841,715	10,949,218	9,102,323
1.64 Other	-	-	-	-	-	-	-
<b>Total Function 1</b>	<b>193,680,655</b>	<b>44,318,438</b>	<b>237,999,093</b>	<b>15,027,398</b>	<b>253,026,491</b>	251,550,616	232,245,950
<b>4 District Administration</b>							
4.11 Educational Administration	1,912,759	431,281	2,344,040	98,878	2,442,918	2,583,012	2,922,819
4.20 Early Learning and Child Care	-	-	-	-	-	-	-
4.40 School District Governance	381,274	85,968	467,242	181,199	648,441	662,125	645,376
4.41 Business Administration	2,467,491	556,359	3,023,850	1,304,282	4,328,132	4,393,110	3,801,638
<b>Total Function 4</b>	<b>4,761,524</b>	<b>1,073,608</b>	<b>5,835,132</b>	<b>1,584,359</b>	<b>7,419,491</b>	7,638,247	7,369,833
<b>5 Operations and Maintenance</b>							
5.20 Early Learning and Child Care	-	-	-	-	-	-	-
5.41 Operations and Maintenance Administration	1,689,637	380,972	2,070,609	742,270	2,812,879	2,841,234	2,649,476
5.50 Maintenance Operations	13,492,572	3,042,248	16,534,820	2,967,235	19,502,055	19,858,815	18,022,316
5.52 Maintenance of Grounds	992,711	223,832	1,216,543	758,193	1,974,736	1,681,692	1,558,248
5.56 Utilities	-	-	-	4,615,566	4,615,566	4,682,445	3,493,669
<b>Total Function 5</b>	<b>16,174,920</b>	<b>3,647,052</b>	<b>19,821,972</b>	<b>9,083,264</b>	<b>28,905,236</b>	29,064,186	25,723,709
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	-	-	-	-	-	-	-
7.70 Student Transportation	260,447	58,725	319,172	880,113	1,199,285	1,217,171	1,085,722
7.73 Housing	-	-	-	-	-	-	-
<b>Total Function 7</b>	<b>260,447</b>	<b>58,725</b>	<b>319,172</b>	<b>880,113</b>	<b>1,199,285</b>	1,217,171	1,085,722
<b>9 Debt Services</b>							
9.92 Interest on Bank Loans	-	-	-	-	-	-	-
9.94 Interest on Temporary Borrowing	-	-	-	-	-	-	-
<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>214,877,546</b>	<b>49,097,823</b>	<b>263,975,369</b>	<b>26,575,134</b>	<b>290,550,503</b>	289,470,220	266,425,214

# School District No. 41 (Burnaby)

## Schedule of Special Purpose Operations

Year Ended June 30, 2023

Schedule 3 (Unaudited)

	2023 Budget (Note 19) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	33,936,337	<b>32,065,701</b>	28,651,172
Other	148,853		51,814
Federal Grants	3,727,350	<b>4,013,480</b>	3,436,204
Other Revenue	7,283,709	<b>5,483,356</b>	6,050,871
Rentals and Leases	-		-
Investment Income	27,000		375
Income (Loss) from Investments in Government Business Enterprises	-		-
District Entered	-		-
<b>Total Revenue</b>	<b>45,123,249</b>	<b>41,562,537</b>	38,190,436
<b>Expenses</b>			
Instruction	42,473,729	<b>37,438,089</b>	33,644,813
District Administration	839,054	<b>603,459</b>	594,790
Operations and Maintenance	931,106	<b>2,396,695</b>	2,252,953
Transportation and Housing	873,426	<b>1,000,124</b>	830,174
Debt Services	-	-	-
District Entered	-	-	-
<b>Total Expense</b>	<b>45,117,315</b>	<b>41,438,367</b>	37,322,730
<b>Special Purpose Surplus (Deficit) for the year</b>	<b>5,934</b>	<b>124,170</b>	867,706
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(5,934)	<b>(124,170)</b>	(867,706)
<b>Total Net Transfers</b>	<b>(5,934)</b>	<b>(124,170)</b>	(867,706)
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Special Purpose Surplus (Deficit), beginning of year</b>		<b>25,000</b>	25,000
<b>Special Purpose Surplus (Deficit), end of year</b>		<b>25,000</b>	25,000
<b>Special Purpose Surplus (Deficit), end of year</b>			
Endowment Contributions		<b>25,000</b>	25,000
<b>Total Special Purpose Surplus (Deficit), end of year</b>		<b>25,000</b>	25,000

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2023

	Annual Facility Grant	Learning Improvement Fund	Aboriginal Education Technology	Special Education Equipment	Scholarships and Bursaries	Service Delivery Transformation	Special Education Technology	School Generated Funds	Related Entities
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	-	-	554,180	-	-	5,661,163	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	931,106	847,299							
Provincial Grants - Other									
Federal Grants									
Other					11,127			4,037,952	
Investment Income									
	931,106	847,299	-	-	11,127	-	-	4,037,952	-
Less: Allocated to Revenue	931,106	847,299	-	-	-	-	-	3,812,476	
Recovered									
District Entered								2,830,581	
Deferred Revenue, end of year	-	-	-	-	565,307	-	-	3,056,058	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	931,106	847,299							
Federal Grants									
Other Revenue								3,812,476	
	931,106	847,299	-	-	-	-	-	3,812,476	-
Expenses									
Salaries									
Teachers									
Principals and Vice Principals									
Educational Assistants		651,576							
Support Staff									
Other Professionals									
Substitutes									
	-	651,576	-	-	-	-	-	-	-
Employee Benefits									
Services and Supplies	931,106	193,704						3,694,241	
District Entered		2,019							
	931,106	847,299	-	-	-	-	-	3,694,241	-
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	118,235	-
Interfund Transfers									
Tangible Capital Assets Purchased								(118,235)	
	-	-	-	-	-	-	-	(118,235)	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2023

	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	151	55,637	52,665	96,485	-	-	-	1,620	11,868
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	384,000	100,450	350,290	2,520,455	2,519,437	13,113,846	319,216	1,148	48,000
Provincial Grants - Other									
Federal Grants									
Other									
Investment Income									
	384,000	100,450	350,290	2,520,455	2,519,437	13,113,846	319,216	1,148	48,000
Less: Allocated to Revenue	384,151	71,094	346,321	2,616,940	2,519,437	13,113,846	319,216	-	59,868
Recovered									
District Entered									
Deferred Revenue, end of year	-	84,993	56,634	-	-	-	-	2,768	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	384,151	71,094	346,321	2,616,940	2,519,437	13,113,846	319,216		59,868
Federal Grants									
Other Revenue									
	384,151	71,094	346,321	2,616,940	2,519,437	13,113,846	319,216	-	59,868
Expenses									
Salaries									
Teachers	26,438		125,223	753,263		10,837,888	239,739		47,347
Principals and Vice Principals					131,682				
Educational Assistants	216,960	5,572		474,028	1,083,760				
Support Staff	16,494			620,803	295,706				
Other Professionals				153,430					
Substitutes			39,002		578,469				1,743
	259,892	5,572	164,225	2,001,524	2,089,617	10,837,888	239,739	-	49,090
Employee Benefits	101,978	1,737	34,802	615,416	429,820	2,275,958	79,477		1,762
Services and Supplies	22,281	63,785	147,294						9,016
District Entered									
	384,151	71,094	346,321	2,616,940	2,519,437	13,113,846	319,216	-	59,868
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, 2023

	Changing Results for Young Children	Safe Return to School / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund	Seamless Day Kindergarten	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)	ECL (Early Care & Learning)
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	12,048	-	-	-	-	-	-	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	11,250					2,377,676	25,000	19,000	175,000
Provincial Grants - Other									
Federal Grants									
Other	1,469								
Investment Income									
	12,719	-	-	-	-	2,377,676	25,000	19,000	175,000
Less: Allocated to Revenue	4,165	-	-	-	-	1,290,610	163	11,356	49,015
Recovered									
District Entered									
Deferred Revenue, end of year	20,602	-	-	-	-	1,087,066	24,837	7,644	125,985
Revenues									
Provincial Grants - Ministry of Education and Child Care	4,165					1,290,610	163	11,356	49,015
Federal Grants									
Other Revenue									
	4,165	-	-	-	-	1,290,610	163	11,356	49,015
Expenses									
Salaries									
Teachers								2,565	
Principals and Vice Principals									
Educational Assistants									
Support Staff	65								39,772
Other Professionals									
Substitutes									
	65	-	-	-	-	-	-	2,565	39,772
Employee Benefits	13							539	9,243
Services and Supplies	4,087					1,290,610	163	8,252	
District Entered									
	4,165	-	-	-	-	1,290,610	163	11,356	49,015
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, 2023

	BC Provincial School for the Deaf	PODHH	PRP Fraser Park Maples	Settlement Services	Community Services	Out of School Program	IRCC SWIS	IRCC LINC	Endowment Earnings
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	1,367,498	420,025	121,987	567,307	140,926	121,194	-	-	31,449
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	6,136,241	922,818	2,527,365						
Provincial Grants - Other									
Federal Grants							1,991,059	2,964,927	
Other	145,744			1,880		110,358			
Investment Income									1,463
	6,281,985	922,818	2,527,365	1,880	-	110,358	1,991,059	2,964,927	1,463
Less: Allocated to Revenue	5,904,587	957,741	2,495,334	829	-	103,353	1,991,059	2,022,421	-
Recovered	1,249,692	326,106	17,216						
District Entered									
Deferred Revenue, end of year	495,204	58,996	136,802	568,358	140,926	128,199	-	942,506	32,912
Revenues									
Provincial Grants - Ministry of Education and Child Care	5,904,587	957,741	2,495,334	829		103,353			
Federal Grants							1,991,059	2,022,421	
Other Revenue									
	5,904,587	957,741	2,495,334	829	-	103,353	1,991,059	2,022,421	-
Expenses									
Salaries									
Teachers	1,202,709	252,236	1,639,581			3,359	63,020	1,074,715	
Principals and Vice Principals	276,414	131,092	78,721					15,714	
Educational Assistants	1,931,664						156,195		
Support Staff	99,039	47,087	25,803				923,129		
Other Professionals	171,567	63,914					103,680		
Substitutes	968		1,286					69,852	
	3,682,361	494,329	1,745,391	-	-	3,359	1,246,024	1,160,281	-
Employee Benefits	821,327	109,957	406,959			1,929	305,917	236,286	
Services and Supplies	1,394,964	353,455	342,984	829		98,065	439,118	625,854	
District Entered									
	5,898,652	957,741	2,495,334	829	-	103,353	1,991,059	2,022,421	-
Net Revenue (Expense) before Interfund Transfers	5,935	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(5,935)								
	(5,935)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 41 (Burnaby)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2023

	CommunityLink Other	Young Parent Program	IPALS	TOTAL
	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	-	9,216,203
Add: Restricted Grants				
Provincial Grants - Ministry of Education and Child Care				33,329,597
Provincial Grants - Other	103,200	39,270		142,470
Federal Grants				4,955,986
Other	1,696,466	72,537	18,460	6,095,993
Investment Income				1,463
	1,799,666	111,807	18,460	44,525,509
Less: Allocated to Revenue	1,600,314	96,544	13,292	41,562,537
Recovered				1,593,014
District Entered				2,830,581
Deferred Revenue, end of year	199,352	15,263	5,168	7,755,580
Revenues				
Provincial Grants - Ministry of Education and Child Care		39,270		32,065,701
Federal Grants				4,013,480
Other Revenue	1,600,314	57,274	13,292	5,483,356
	1,600,314	96,544	13,292	41,562,537
Expenses				
Salaries				
Teachers	719,294			16,987,377
Principals and Vice Principals				633,623
Educational Assistants				4,519,755
Support Staff		43,076	7,481	2,118,455
Other Professionals				492,591
Substitutes				691,320
	719,294	43,076	7,481	25,443,121
Employee Benefits	85,566	9,672	1,949	5,530,307
Services and Supplies	795,454	43,796	3,862	10,462,920
District Entered				2,019
	1,600,314	96,544	13,292	41,438,367
Net Revenue (Expense) before Interfund Transfers	-	-	-	124,170
Interfund Transfers				
Tangible Capital Assets Purchased				(124,170)
	-	-	-	(124,170)
Net Revenue (Expense)	-	-	-	-

# School District No. 41 (Burnaby)

## Schedule of Capital Operations

Year Ended June 30, 2023

Schedule 4 (Unaudited)

	2023 Budget (Note 19)	2023 Actual			2022 Actual (Restated - Note 25)
	\$	Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	\$
<b>Revenues</b>					
Rentals and Leases	110,480		110,509	110,509	107,290
Investment Income	450,000		464,653	464,653	
Gain (Loss) on Disposal of Tangible Capital Assets	16,400,000	16,230,000		16,230,000	23,886,528
Amortization of Deferred Capital Revenue	9,633,470	9,684,002		9,684,002	9,052,818
<b>Total Revenue</b>	<b>26,593,950</b>	<b>25,914,002</b>	<b>575,162</b>	<b>26,489,164</b>	<b>33,046,636</b>
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	14,074,550	14,077,357		14,077,357	12,855,451
Debt Services					
Capital Lease Interest			84,124	84,124	154,223
<b>Total Expense</b>	<b>14,074,550</b>	<b>14,077,357</b>	<b>84,124</b>	<b>14,161,481</b>	<b>13,009,674</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>12,519,400</b>	<b>11,836,645</b>	<b>491,038</b>	<b>12,327,683</b>	<b>20,036,962</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	38,444	156,680		156,680	1,053,655
Local Capital	6,577,000		6,577,000	6,577,000	2,252,000
<b>Total Net Transfers</b>	<b>6,615,444</b>	<b>156,680</b>	<b>6,577,000</b>	<b>6,733,680</b>	<b>3,305,655</b>
<b>Other Adjustments to Fund Balances</b>					
District Portion of Proceeds on Disposal		(16,400,000)	16,400,000	-	
Tangible Capital Assets Purchased from Local Capital		1,620,419	(1,620,419)	-	
Tangible Capital Assets WIP Purchased from Local Capital		1,189,744	(1,189,744)	-	
Principal Payment					
Capital Lease		1,390,887	(1,390,887)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>(12,198,950)</b>	<b>12,198,950</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>19,134,844</b>	<b>(205,625)</b>	<b>19,266,988</b>	<b>19,061,363</b>	<b>23,342,617</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>85,243,798</b>	<b>943,155</b>	<b>86,186,953</b>	<b>78,927,645</b>
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(16,083,309)
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		<b>85,243,798</b>	<b>943,155</b>	<b>86,186,953</b>	<b>62,844,336</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>85,038,173</b>	<b>20,210,143</b>	<b>105,248,316</b>	<b>86,186,953</b>

# School District No. 41 (Burnaby)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	48,620,595	456,626,599	6,252,393	1,719,546	423,301	9,935,974	<b>523,578,408</b>
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		16,261,517					<b>16,261,517</b>
<b>Cost, beginning of year, as restated</b>	48,620,595	472,888,116	6,252,393	1,719,546	423,301	9,935,974	<b>539,839,925</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Operating Fund			32,510				<b>32,510</b>
Special Purpose Funds			124,170				<b>124,170</b>
Local Capital		1,095,767	106,784			417,868	<b>1,620,419</b>
Transferred from Work in Progress		41,829,515	173,049				<b>42,002,564</b>
	-	42,925,282	436,513	-	-	417,868	<b>43,779,663</b>
Decrease:							
Disposed of	169,999						<b>169,999</b>
Deemed Disposals			570,606	97,944	94,007	41,848	<b>804,405</b>
	169,999	-	570,606	97,944	94,007	41,848	<b>974,404</b>
<b>Cost, end of year</b>	48,450,596	515,813,398	6,118,300	1,621,602	329,294	10,311,994	<b>582,645,184</b>
<b>Work in Progress, end of year</b>		104,603,062	1,348,682				<b>105,951,744</b>
<b>Cost and Work in Progress, end of year</b>	48,450,596	620,416,460	7,466,982	1,621,602	329,294	10,311,994	<b>688,596,928</b>
<b>Accumulated Amortization, beginning of year</b>		177,764,031	2,466,787	724,558	300,630	3,535,646	<b>184,791,652</b>
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		16,107,212					<b>16,107,212</b>
<b>Accumulated Amortization, beginning of year, as restated</b>		193,871,243	2,466,787	724,558	300,630	3,535,646	<b>200,898,864</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		11,007,330	617,512	167,057	75,260	2,210,198	<b>14,077,357</b>
Decrease:							
Deemed Disposals			570,606	97,944	94,007	41,848	<b>804,405</b>
		-	570,606	97,944	94,007	41,848	<b>804,405</b>
<b>Accumulated Amortization, end of year</b>		204,878,573	2,513,693	793,671	281,883	5,703,996	<b>214,171,816</b>
<b>Tangible Capital Assets - Net</b>	<b>48,450,596</b>	<b>415,537,887</b>	<b>4,953,289</b>	<b>827,931</b>	<b>47,411</b>	<b>4,607,998</b>	<b>474,425,112</b>

# School District No. 41 (Burnaby)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress  
Year Ended June 30, 2023

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	104,503,597	289,506			104,793,103
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	37,368,998	1,227,393			38,596,391
Deferred Capital Revenue - Other	3,370,238	4,832			3,375,070
Local Capital	1,189,744				1,189,744
	41,928,980	1,232,225	-	-	43,161,205
Decrease:					
Transferred to Tangible Capital Assets	41,829,515	173,049			42,002,564
	41,829,515	173,049	-	-	42,002,564
Net Changes for the Year	99,465	1,059,176	-	-	1,158,641
Work in Progress, end of year	104,603,062	1,348,682	-	-	105,951,744

# School District No. 41 (Burnaby)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2023

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Deferred Capital Revenue, beginning of year</b>	215,706,899	11,231,753	10,579,265	<b>237,517,917</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Work in Progress	33,509,920	3,914,495	680,977	<b>38,105,392</b>
	<u>33,509,920</u>	<u>3,914,495</u>	<u>680,977</u>	<u><b>38,105,392</b></u>
Decrease:				
Amortization of Deferred Capital Revenue	8,913,473	445,792	324,737	<b>9,684,002</b>
	<u>8,913,473</u>	<u>445,792</u>	<u>324,737</u>	<u><b>9,684,002</b></u>
<b>Net Changes for the Year</b>	<u>24,596,447</u>	<u>3,468,703</u>	<u>356,240</u>	<u><b>28,421,390</b></u>
<b>Deferred Capital Revenue, end of year</b>	<u>240,303,346</u>	<u>14,700,456</u>	<u>10,935,505</u>	<u><b>265,939,307</b></u>
<b>Work in Progress, beginning of year</b>	95,336,100	6,040,433	709,142	<b>102,085,675</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	38,596,391	1,787,969	1,587,101	<b>41,971,461</b>
	<u>38,596,391</u>	<u>1,787,969</u>	<u>1,587,101</u>	<u><b>41,971,461</b></u>
Decrease				
Transferred to Deferred Capital Revenue	33,509,920	3,914,495	680,977	<b>38,105,392</b>
	<u>33,509,920</u>	<u>3,914,495</u>	<u>680,977</u>	<u><b>38,105,392</b></u>
<b>Net Changes for the Year</b>	<u>5,086,471</u>	<u>(2,126,526)</u>	<u>906,124</u>	<u><b>3,866,069</b></u>
<b>Work in Progress, end of year</b>	<u>100,422,571</u>	<u>3,913,907</u>	<u>1,615,266</u>	<u><b>105,951,744</b></u>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>340,725,917</b></u>	<u><b>18,614,363</b></u>	<u><b>12,550,771</b></u>	<u><b>371,891,051</b></u>

# School District No. 41 (Burnaby)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2023

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	1,372,817	1,233,755	341,636	31,291,395	1,281,430	<b>35,521,033</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	37,463,921		2,838,511			<b>40,302,432</b>
Other				2,065,231		<b>2,065,231</b>
Investment Income		56,187		1,519,116	305,671	<b>1,880,974</b>
	37,463,921	56,187	2,838,511	3,584,347	305,671	<b>44,248,637</b>
Decrease:						
Transferred to DCR - Work in Progress	38,596,391	748,853	1,039,116		1,587,101	<b>41,971,461</b>
	38,596,391	748,853	1,039,116	-	1,587,101	<b>41,971,461</b>
<b>Net Changes for the Year</b>	(1,132,470)	(692,666)	1,799,395	3,584,347	(1,281,430)	<b>2,277,176</b>
<b>Balance, end of year</b>	<b>240,347</b>	<b>541,089</b>	<b>2,141,031</b>	<b>34,875,742</b>	<b>-</b>	<b>37,798,209</b>

**Burnaby School District**  
**Financial Statement**  
Discussion and Analysis  
**2022/2023**



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# Introduction

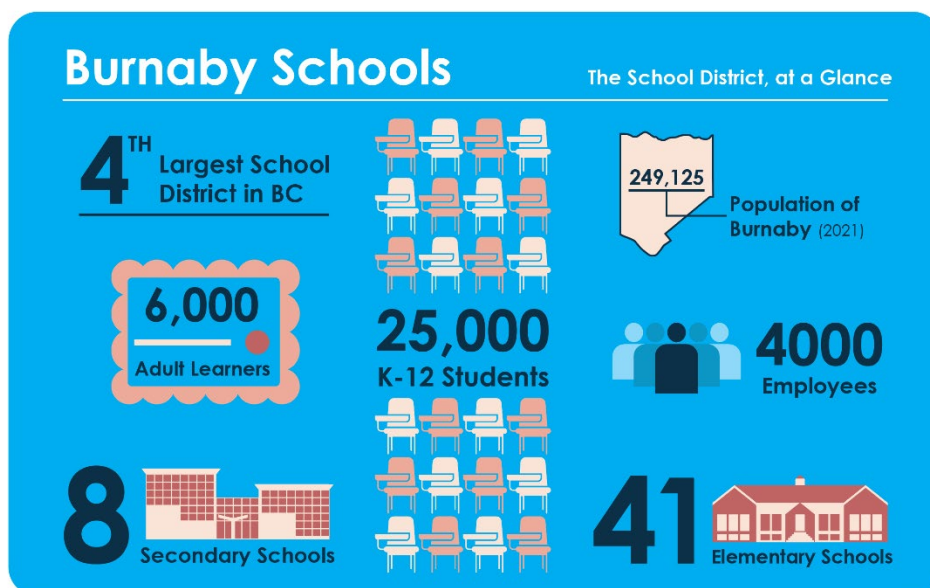
What follows is a discussion and analysis of the financial performance of the Burnaby School District ("the District") for the fiscal year ending June 30, 2023, with a view to providing readers an opportunity to assess any material changes in the financial condition and operating results for the year. The results are discussed in comparison with the budget and prior years. This report should be read in conjunction with the District's financial statements for the same period.

The financial statements represent the consolidation of three separate funds (operating, special purpose and capital). Financial performance of each fund is reported in the supplementary schedules that accompany the financial statements.

## Who We Are

Formed in 1906, the District is on the traditional territory of the Coast Salish Nations of Musqueam, Tsleil-Waututh and Squamish. The District is now the fourth largest in BC, with over 25,000 students (K-12) and 4,000 dedicated employees. We operate 41 elementary schools and 8 secondary schools, including a range of district programs and Provincial Resource Programs. We also provide lifelong learning opportunities to more than 6,000 adult registrations through our established Burnaby Community & Continuing Education program.

The District's work is governed by seven elected Trustees, whose four-year term began in 2022.



## Our Vision, Mission, and Values



### Our Vision

A premier learning community where we engage and innovate to inspire global citizenship.



### Our Mission

To engage and empower a caring, inclusive community of learners for the opportunities of today and tomorrow.



## Our Values

Together these ways of thinking and acting help form the culture of our schools and workplaces. By upholding these values, we can build an environment that will lead to the fulfilment of our mission and vision.

### Students Come First

Learners are at the centre of what we do. We focus on their lives within our schools, support them in their lives away from our schools, and keep in mind the lives they will lead in the future, recognizing that their time with us will be key in shaping their futures.

### The Power of Diversity

Burnaby is one of the most diverse cities in the world, and we recognize this as a privilege and a strength. We meaningfully involve all learners and respect and value the infinitely variable characteristics that make them unique human beings.

### Equity, Access, Inclusion

Our schools are for everyone. We recognize that barriers exist and seek to identify and remove them. We encourage our learners to speak honestly, and we uphold the rights of individuals, families and organizations within our schools and our community. We value and respect everyone's contributions.

### Collaboration and Partnership

We strive for trusting, respectful, collaborative relationships, and we work together to ensure we make the best decisions. The learning environment includes our learners, teachers, all staff, families and the community. We work with and encourage the participation of all.

### Curiosity, Innovation, Discovery

The world we live in is complex and rapidly changing. We, our students, and the world itself are beneficiaries when questions are asked, experiments undertaken, ventures launched, and challenges embraced. Our classrooms and school communities foster curiosity, innovation, and discovery.

### Excellence, Success, Improvement

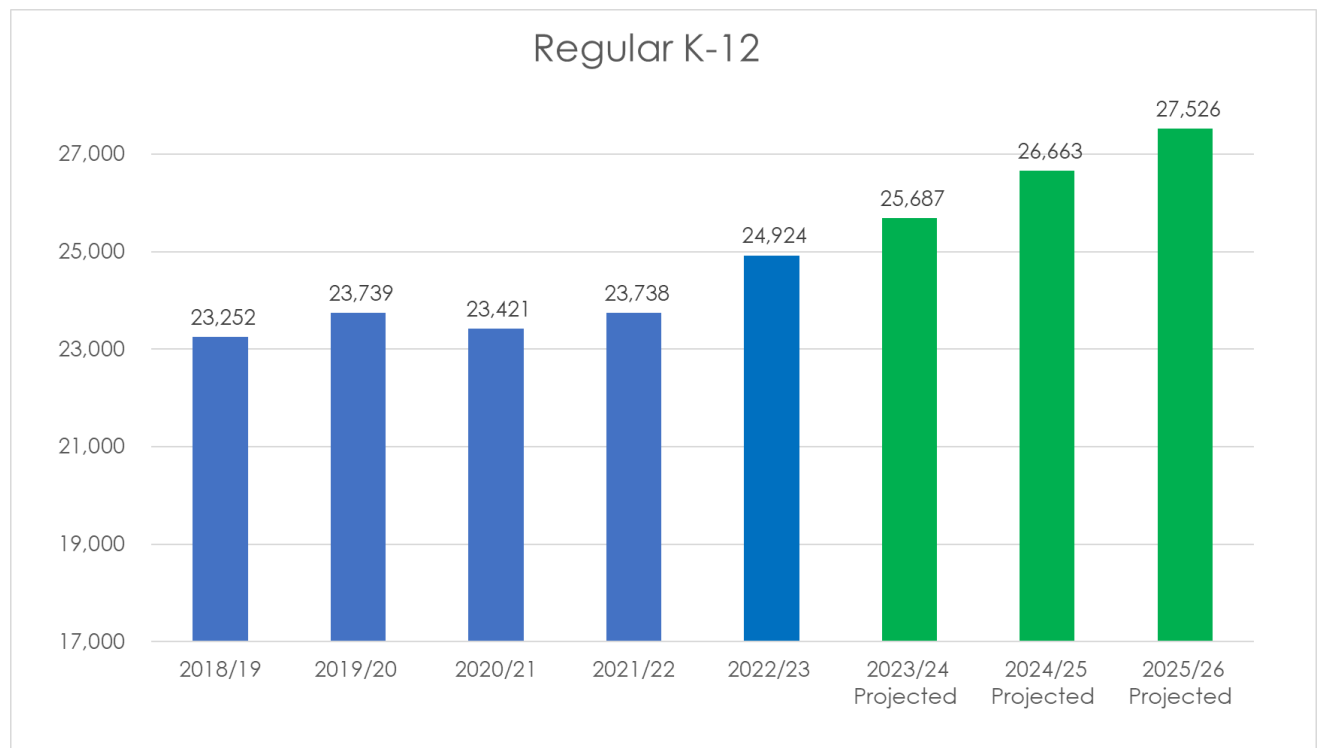
We challenge ourselves and our learners to make their highest contributions, and we foster opportunities to make this possible. We celebrate success and recognize that there are many ways to define and achieve it. Working collaboratively, we challenge ourselves and our learners to improve, as individuals and as a group. Along with these ideals, we place an equal emphasis on health and well-being, as it is required to support all of our contributions and achievements.

## Enrolment

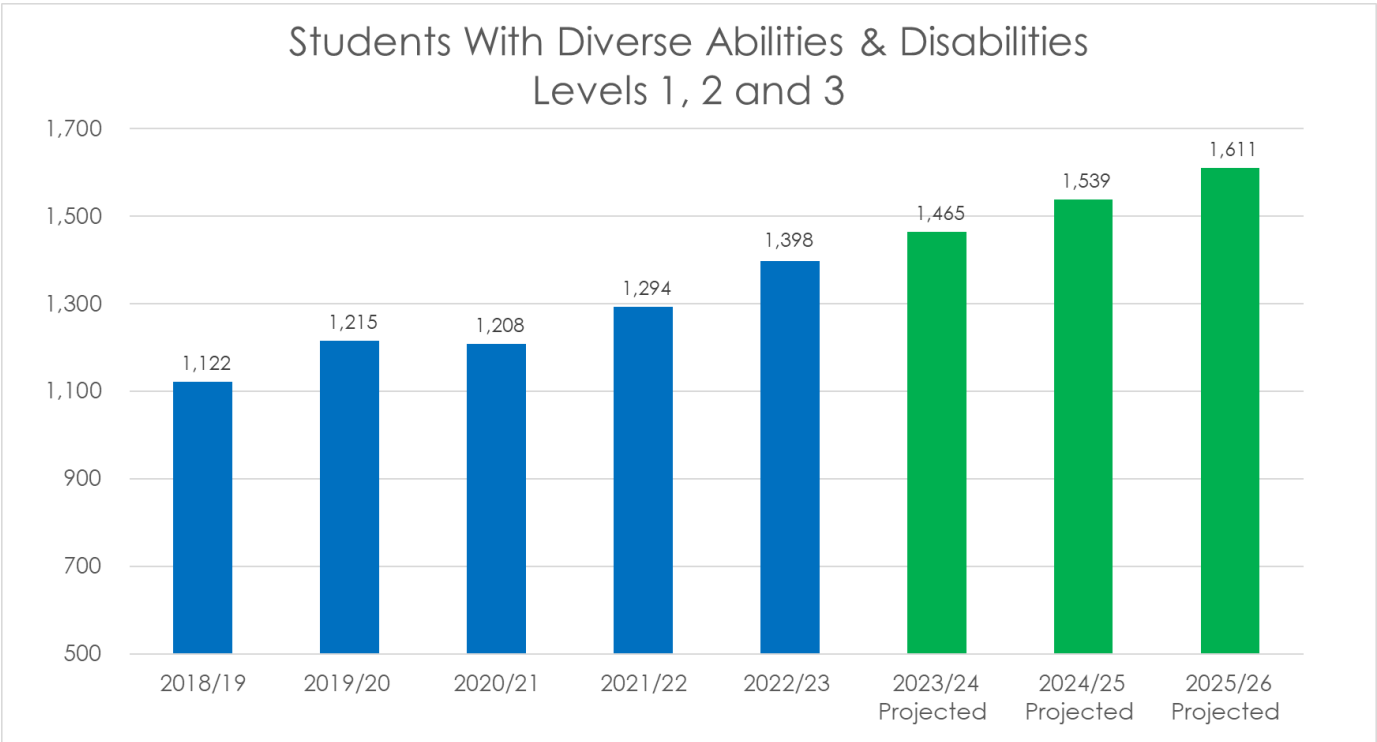
The District is funded primarily through an operating grant received from the Ministry of Education and Child Care (MECC). The grant is based on student enrolment which is compiled through a data collection process called 1701 in September, February, May and July. The District receives a fixed amount per full-time equivalent (FTE) student. The District also receives supplementary grants for students who are identified as having diverse abilities and disabilities in addition to other demographic and geographic factors as outlined in the MECC funding allocation table referenced on Page 11.

District staffing levels are driven directly by student enrolment. Since salaries and benefits make up approximately 90 percent of District expenses, reliable enrolment data is essential for financial planning. Each year the District completes an analysis of historical enrolment and student retention trends, reviews population data and new municipal development approvals to develop an estimate of elementary and secondary student FTE for the ensuing three budget years.

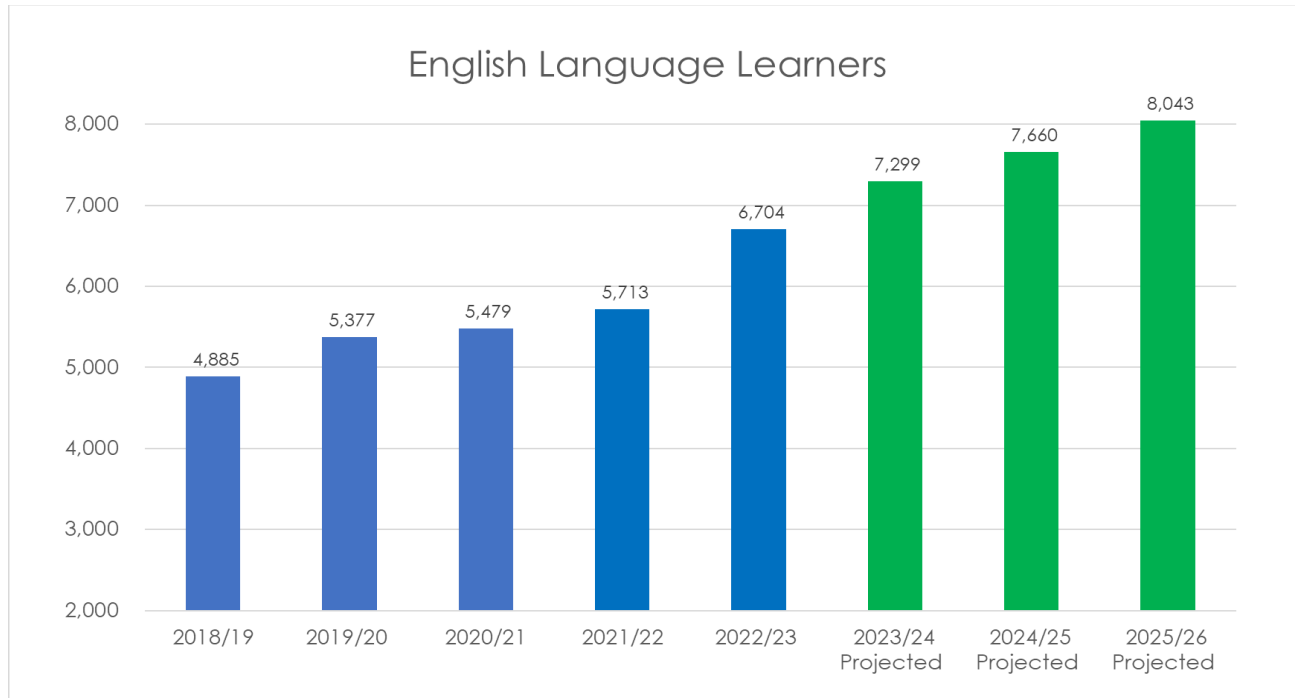
In 2022/23 regular K-12 enrolment increased significantly by 5 percent with the addition of 1,186 new FTE students. This upward trend is expected to continue with an estimated growth of over ten percent during the next 3 years.



Enrolment in students with Diverse Abilities and Disabilities increased during the 2022/23 school year by 104 FTEs or 8 percent, with an upward trend expected to continue.

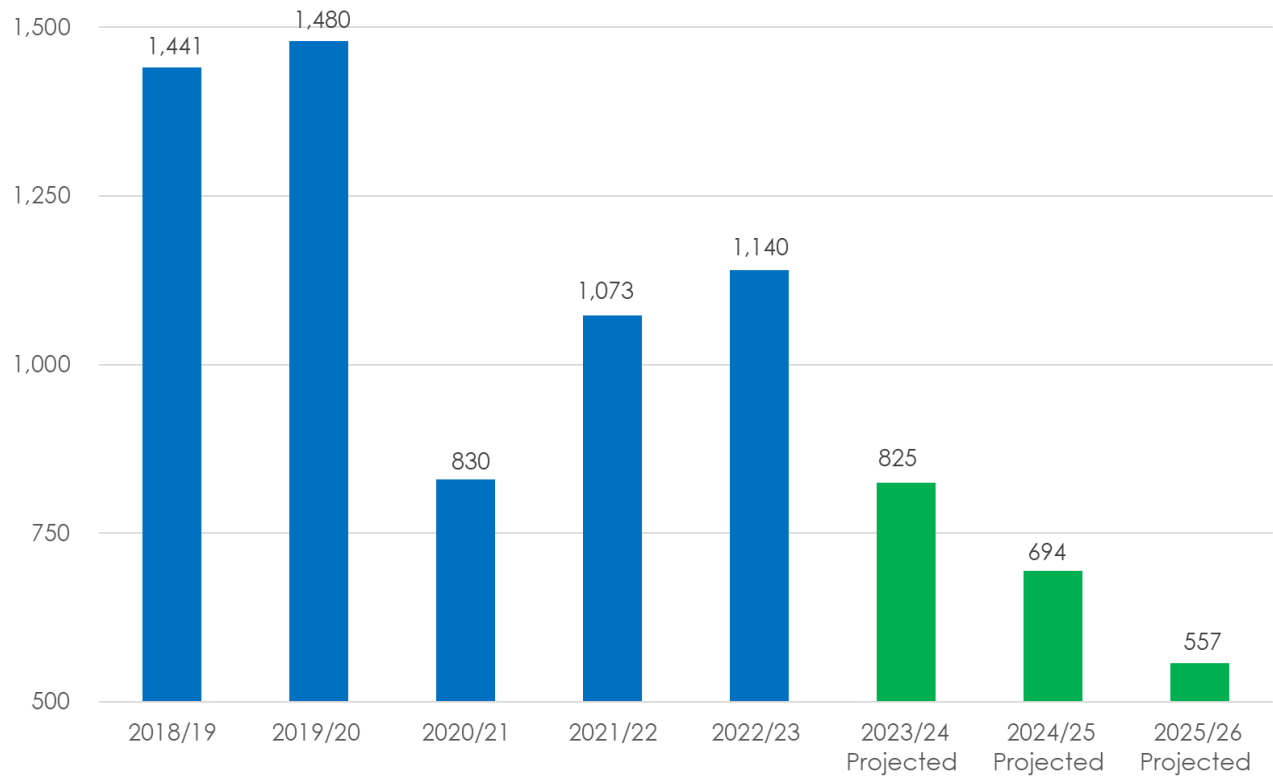


Enrolment in English Language Learners (ELL) also increased during the 2022/23 year by 991 FTEs or 17 percent. This trend in growth is also projected to continue in the coming years.



Enrolment in International education increased gradually in 2022/23 by 67 students or 6 percent over prior year. However, given the increase in local student enrolment growth combined with constraints on existing school facility capacity, the District is expected to limit future enrolment on International students resulting in a gradual decrease to accommodate only 557 students by the 2025/26 year-end.

## International Education



# Operating Fund

## Revenues

District operating revenues for 2022/23 were \$7.60 million higher than budget and \$31.54 million higher than prior year. Below are the details of the revenue increase by category.

	Actual		Budget	Variance to	
	2021/2022	2022/2023	2022/2023	Budget	Prior Year
Ministry of Education and Child Care (MECC)	\$239,762,295	\$262,678,744	\$261,815,364	\$863,380 0.33%	\$22,916,449 9.56%
Other Provincial Grants	283,800	201,070	126,500	\$74,570 58.95%	(\$82,730) -29.15%
Tuition	21,573,116	21,436,180	22,848,156	(\$1,411,976) -6.18%	(\$136,936) -0.63%
Other Revenues	973,432	1,004,761	495,730	\$509,031 102.68%	\$31,329 3.22%
School Generated Funds	-	6,868,532	-	\$6,868,532 100.00%	\$6,868,532 100.00%
Rentals	513,274	901,200	787,685	\$113,515 14.41%	\$387,926 75.58%
Investment Income	457,445	2,008,430	1,425,093	\$583,337 40.93%	\$1,550,985 339.05%
<b>Total</b>	<b>\$263,563,362</b>	<b>\$295,098,917</b>	<b>\$287,498,528</b>	<b>\$7,600,389 2.64%</b>	<b>\$31,535,555 11.97%</b>

### Ministry of Education and Child Care (MECC) Grants

The favourable variance of \$0.86 million in MECC grants relative to budget was driven by increased enrolment. Compared to previous year, the district received additional \$22.92 million in MECC funding primarily due to higher enrolment numbers and funding provided to cover costs incurred for wage increases.

Below is a table detailing the per- student MECC funding rates and supplemental funding for unique students and unique factors affecting some districts.

## Provincial Totals

**76%**  
allocated through the Basic Allocation

### Basic Allocation

Common per student amount for every FTE student enrolled by school type

<b>Standard School:</b> \$7,885 per school age FTE	<b>Continuing Education:</b> \$7,885 per school age FTE
<b>Alternate School:</b> \$7,885 per school age FTE	<b>Distributed Learning:</b> \$6,360 per school age FTE

**16%**  
allocated to recognize unique student enrolment

### Unique Student

Additional per student funding to address uniqueness of district enrolment and support additional programming

<b>Level 1 Special Needs:</b> \$44,850 per student	<b>Level 2 Special Needs:</b> \$21,280 per student	<b>Level 3 Special Needs:</b> \$10,750 per student
<b>English/French Language Learning:</b> \$1,585 per student	<b>Indigenous Education:</b> \$1,565 per student	<b>Adult Education:</b> \$5,030 per FTE
<b>Equity of Opportunity:</b> Mental health; youth in care		

**8%**  
allocated to recognize unique district factors

### Unique District

Additional funding to address uniqueness of district factors

<b>Small Community:</b> for small schools located a distance away from the next nearest school	<b>Low Enrolment:</b> for districts with low total enrolment	<b>Rural Factor:</b> located some distance from Vancouver and the nearest large regional population centre	<b>Climate Factor:</b> operate schools in colder/ warmer climates additional heating or cooling requirements	<b>Sparseness Factor:</b> operate schools that are spread over a wide geographic area
<b>Student Location Factor:</b> based on population density of school communities			<b>Supplemental Student Location:</b> Level 1 and 2 special needs enrolment	
<b>Salary Differential:</b> Funding to districts that have higher average educator salaries				

### Other Provincial Grants

Other provincial grants are provided to the District for career and trades programs such as auto mechanics, hair dressing and culinary arts. The province bases the grants on student enrolment in these programs.

### **Tuition**

Tuition revenue consists of fees for summer learning, International Education and for Burnaby Community and Continuing Education (CCE). The decrease of \$1.41 million over budget is largely driven by lower than projected net revenue. On a year-over-year basis, tuition revenue has remained consistent.

### **Other Revenues**

Other revenues consist of miscellaneous items such as one-time unrestricted grants, donations, and Burnaby Online fees. The increase in other revenues compared to budget was favourable by \$0.51 million driven by increase in grants for energy and other sustainability related projects as well as Equity, Diversity and Inclusion (EDI) initiatives.

### **School Generated Funds (SGF)**

For 2022/23 fiscal, the District reclassified a portion of School Generated Funds (SGF) into operating revenue from special purpose fund deferred revenue, in the amount of \$6.87 million. This change was made to adhere to Public Sector Accounting Standards (PSAS).

### **Rentals**

District rental revenues are generated from short-term rentals of sites and facilities to individuals and community groups. Revenues were \$0.90 million in fiscal 2022/23 which were \$0.11 million higher than budget due to easing of pandemic restrictions overall.

### **Investment Income**

Investment income consists of interest accrued in bank account balances and short-term investments in the Central Deposit Program. The Central Deposit Program allows the District to invest funds safely with the provincial government without any restrictions on withdrawals. The investment income for 2022/23 was \$2.01 million which is higher by \$0.58 million than budgeted, largely propelled by higher interest rates and a larger District investment portfolio resulting from the sale of the Kincaid site.

## Expenses

Overall District expenses were \$1.08 million higher than budgeted for 2022/23. Details and explanations have been grouped by staffing and services and supplies.

## Staffing

	Actual		Budget	Variance to	
	2021/2022	2022/2023	2022/2023	Actual	Prior Year
<b>Salaries</b>					
Teachers & Teachers Teaching on Call	\$137,498,647	\$146,812,928	\$146,651,107	(\$161,821) -0.11%	\$9,314,281 6.77%
Principals and Vice Principals	10,656,645	11,161,515	11,226,561	65,046 0.58%	\$504,870 4.74%
Education Assistants	24,274,395	27,478,181	27,059,341	(418,840) -1.55%	\$3,203,786 13.20%
Support Staff	22,996,262	24,174,258	23,236,998	(937,260) -4.03%	\$1,177,996 5.12%
Other Professionals	5,535,182	5,250,664	5,577,657	326,993 5.86%	(\$284,518) -5.14%
<b>Total Salaries</b>	<b>200,961,131</b>	<b>214,877,546</b>	<b>213,751,664</b>	(1,125,882) -0.53%	\$13,916,415 6.92%
Benefits	45,292,248	49,097,823	49,302,549	204,726 0.42%	\$3,805,575 8.40%
<b>Total Staffing</b>	<b>\$246,253,379</b>	<b>\$263,975,369</b>	<b>\$263,054,213</b>	<b>(\$921,156)</b> <b>-0.35%</b>	<b>\$17,721,990</b> <b>7.20%</b>

### Teachers & Teachers Teaching on Call

This line item consists of salaries paid to the District's certified teachers. This includes both permanent District teaching staff and Teachers Teaching on Call (TTOC). Continued higher Teacher absences due to sick time were the primary driver of increased salaries as absences led to increased substitutes. In addition, there was an increase in the number of teachers hired associated with higher student enrolment. The increase in costs versus prior year was driven by the two factors noted above as well as wage increases as per the collective agreement.

### Principals and Vice Principals

This includes salaries paid to certified teachers employed by the District as Principals, Vice-Principals, and Directors of Instruction. These expenses were maintained close to budget for the fiscal 2022/23.

### Education Assistants

Education Assistants (EAs) provide support for students with diverse abilities and disabilities in the District. The unfavourable variance to budget and prior year actuals, primarily in permanent EAs, was due to increased support provided to students with diverse abilities and disabilities, increased enrolment and higher than projected replacement costs for EAs.

## Support Staff

This item is made up of the salaries paid to administrative staff (other than Principals and Vice-Principals), Secretaries, Clerks and other non-unionized staff such as Accountants, Maintenance and Trades Staff, Custodians, Noon Hour supervisors and Crossing Guards. The \$0.94 million unfavourable variance to budget is due to increased custodial costs on account of additional hours required to support the rentals of school facilities and upkeep of Covid maintenance standards. In addition, higher staff absences leading to higher replacement costs.

## Other Professionals

Other professionals are District staff who are excluded from any union agreement including positions such as the Superintendent, Assistant Superintendents, the Secretary-Treasurer and other managers. Due to unfilled positions, the District was favourable by \$0.33 million compared to budget.

## Benefits

Benefits include the amounts paid by the School District on behalf of or to its employees for benefits such as Employment Insurance, Canada Pension Plan, municipal or teacher pensions, and employee health and dental benefits. Net benefits costs were lower than projected by \$0.20 million.

## Services and Supplies

	Actual		Budget	Variance to	
	2021/2022	2022/2023	2022/2023	Actual	Prior Year
Services	\$7,472,085	\$7,409,188	\$8,505,425	\$1,096,237 12.89%	(\$62,897) -0.84%
Student Transportation	812,589	880,113	904,343	24,230 2.68%	\$67,524 8.31%
Professional Development and Travel	454,981	678,039	865,865	187,826 21.69%	\$223,058 49.03%
Rentals and Leases	180,248	179,172	113,230	(65,942) -58.24%	(\$1,076) -0.60%
Dues and Fees	96,205	115,988	102,747	(13,241) -12.89%	\$19,783 20.56%
Insurance	586,787	635,298	634,914	(384) -0.06%	\$48,511 8.27%
Supplies	7,075,271	12,061,770	10,607,038	(1,454,732) -13.71%	\$4,986,499 70.48%
Utilities	3,493,669	4,615,566	4,682,445	66,879 1.43%	\$1,121,897 32.11%
<b>Total</b>	<b>\$20,171,835</b>	<b>\$26,575,134</b>	<b>\$26,416,007</b>	<b>(\$159,127) -0.60%</b>	<b>\$6,403,299 31.74%</b>

### **Services**

This includes costs for computer maintenance, contracted professional and technical services, repairs and maintenance, grounds upkeep, snow removal, security services, bank service charges, telephones, and printing services. There was a surplus of \$1.10 million in accounts for multi-year projects that were not fully spent and the budgets are being carried forward to the next budget year. The remaining variance was due to lower than anticipated service usage in a variety of areas.

### **Student Transportation**

This includes payments to the owners of vehicles who provide transportation for school District pupils as well as public carriers, other school districts and any others who provide transportation to and from school, for curricular and extracurricular activities, on a contract basis. Despite higher fuel costs and existing Covid protocols, for the 2022/23 fiscal, the District managed to maintain these expenses close to budget.

### **Professional Development and Travel**

This includes costs incurred for training and travel. Costs included are registration fees, transportation, mileage allowances, meals, accommodation, per diem payments and other expenses. The District experienced a reduction of costs in this area versus budget. The savings of approximately \$0.19 million to budget were largely driven by the availability of more in-house professional development opportunities.

### **Rentals and Leases**

Included here are the operating expenditures for the rental or lease of land, buildings, vehicles and equipment for temporary or long-term use by the District. For 2022/23 fiscal, the District managed to maintain these costs close to budget.

### **Dues and Fees**

This includes membership fees and/or dues in professional organizations as determined by the policies, regulations and needs of the District. For 2022/23 fiscal, these expenses were maintained to budget.

### **Insurance**

This includes the expenditures for all forms and types of insurance coverage, premiums, and deductibles. The District managed to maintain these expenses close to budget.

### Supplies

This item consists of expenditures for supplies and materials of a consumable and/or non-capital nature. This includes consumable supplies, learning resources, non-capitalized furniture and equipment and computer equipment. Each year the schools are allocated funds called block budgets for consumable supplies, furniture and equipment and educational technology. These allocations are spent at their discretion within certain parameters set by the District. The unfavourable variance of \$1.45 million to budget for the 2022/23 fiscal was primarily due to the partial reclassification of School Generated Funds (SGF) expenses from special purpose fund into operating fund to adhere to PSAS in the amount of \$3.69 million. These expenses were not originally budgeted for and are offset against reclassified revenues under the identifier 'School Generated Funds' the Revenue section above.

### Utilities

Included here are the expenditures for utility costs such as electricity, heating, water and sewage, garbage and recycling. the District managed to stay on budget for the 2022/23 fiscal despite higher gas and commodity prices and steady maintenance costs due to continuing Covid protocols for maintaining clean air through pre and post air purging in the schools.

## Operating Surplus Analysis

The District closed out the year with a \$8.87 million accumulated operating surplus of which \$8.49 million is internally restricted for specific purposes leaving \$0.37 million as unrestricted. This accumulated operating surplus represents a \$2.06 million decrease over prior year which was primarily due to planned surplus usage to balance the 2022/23 budget.

With higher overall enrolment numbers, the district was able to generate a \$4.55 million operating surplus for 2022/23, or \$6.52 million favourable to budget. However, with increased enrolment comes the requirement to increase Teacher and EA staffing levels to adhere to collective agreement ratios and maintain service levels. Additionally, this has led to a requirement to invest in portables as there has been significant pressure on school facility capacity.

Accumulated Operating Surplus	2022/2023	2021/2022
<b>Internally Restricted</b>		
Ensuing Year Budget Appropriation	\$3,033,082	\$4,942,616
School Funds, Learning Resources, Program Development	1,077,110	753,791
School Generated Funds	3,174,291	-
International Education Reserve	-	2,125,000
Other District Committed Expenditures	1,209,192	1,908,646
<b>Total Internally Restricted</b>	<b>\$8,493,675</b>	<b>\$9,730,053</b>
<b>Unrestricted</b>	<b>374,899</b>	<b>1,199,617</b>
<b>Total Accumulated Operating Surplus</b>	<b>\$8,868,574</b>	<b>\$10,929,670</b>

# Restricted Operating Reserve

Multi-Year Operating Surplus Planning and Reporting							
Schedule of Accumulated Operating Surplus	Opening Balance	Planned Use	Actual Use	Additions	Closing Balance	Planned	Planned
	1-Jul	2022/23	2022/23		30-Jun	2023/24	2024/25
<b>Internally Restricted for Operations Spanning Multiple School Years</b>							
<b>Next Year's Operating Budget</b>							
Bylaw Appropriation – 2022/23 Budget	\$4,942,616	\$4,942,616	\$1,909,534	\$0	\$3,033,082	\$3,033,082	
Percentage of Operating Budget	1.85%				1.15%		
<b>Internally Restricted for Anticipated Unusual Expenses identified by the Board</b>							
International Education Reserve	2,125,000	2,125,000	2,125,000	-			
Strategic plan Board	374,097	374,097	74,200	-	299,897	299,897	
Percentage of Operating Budget					0.11%		
<b>Internally Restricted for Operations spanning multiple school years</b>							
Energy Management Grants	398,261	398,261	26,705	-	371,556	371,556	
Detached duty – BTA	100,000	100,000	100,000	-	-		
Early Career mentorship	550,000	550,000	41,149	-	508,851	TBD	
School Block Budgets	482,818	482,818	482,818	1,002,806	1,002,806	TBD	
Program Development Leadership	153,472	153,472	153,472	-	-		
District Learning Resources	203,791	203,791	120,124	-	83,667	83,667	
Portable move	250,000	250,000	250,000	-			
Delayed International Education commission payments	150,000	150,000	150,000	-			
Equity, Diversity and Inclusion	-	-	-	19,525	19,525	19,525	
School Generated Funds	-	-	-	3,174,291	3,174,291	TBD	TBD
Percentage of Operating Budget					1.96%		
<b>Internally Restricted Operating Fund Surplus</b>	9,730,053	9,730,053	1,236,378	-	8,493,675		
<b>Unrestricted Operating Surplus (Deficit)</b>	1,199,617	1,199,617	824,718	-	374,899		
Percentage of Operating Budget	4.08%						
<b>Total Operating Fund Surplus (Deficit)</b>	\$10,929,670				\$8,868,574		
Percentage of Operating Budget	4.08%				3.23%		

Below is a three-year projection of the operating budget and the anticipated surplus (deficit). This projection is based on factors that are known to the District and contain assumptions that current service levels and programs will be maintained. Revenues are primarily based on enrolment projections and the Ministry's current funding formula. International Education enrolment for the next 3 years is projected to decrease by over 51% due to the lack of classroom capacity. This translates to a cumulative reduction of \$22.4 million of revenues over the next three years from 2022/23 levels. Expenses are based on maintaining current service levels and inflation applied to benefits and utilities costs. Salary increases for teachers, educational assistants and support staff have been included at 5.5% for 2023/24 and 2% for both 2024/25 and 2025/26. It is assumed the increased salaries are to be funded from Ministry's operating grant.

Local Capital expenditures have been increased to include \$2.3 million annually for new portables that are required to accommodate the projected enrolment growth as outlined in the District's Long-Range Facilities Plan. It is anticipated the District will need to add up to an additional 16 new portables. In addition, the continued contributions required to support the Education Technology Plan and Vehicle Replacement Plan are also included.

Three-Year Budget Projection	2023/2024	2024/2025	2025/2026
<b>Revenue</b>			
Ministry Operating Grant	\$282,518,753	\$293,179,965	\$302,906,185
Other Ministry of Education Grants	3,284,990	8,612,030	8,612,030
Other Revenue	21,486,464	19,206,444	17,406,444
<b>Total Revenue</b>	<b>\$307,290,207</b>	<b>\$320,998,439</b>	<b>\$328,924,659</b>
<b>Expenditures</b>			
Salary and Benefits	\$281,458,693	\$292,768,700	\$298,478,814
Services & Supplies	23,029,263	22,957,834	23,157,239
<b>Total Expenses</b>	<b>\$304,487,956</b>	<b>\$315,726,534</b>	<b>\$321,636,053</b>
<b>Net Revenue (Expense) for the Year</b>	<b>\$2,802,251</b>	<b>\$5,271,905</b>	<b>\$7,288,606</b>
Local Capital	(5,835,333)	(6,335,333)	(6,835,333)
<b>Surplus / (Deficit)</b>	<b>(\$3,033,082)</b>	<b>(\$1,063,428)</b>	<b>\$453,273</b>

The table below details the usage of surpluses and reserves over three years. An allocation of prior year's surpluses and reserves is required to balance the budget. The usage of those surplus funds is shown below for illustrative purposes only and would require Board approval during the budget process in future years.

<b>District Financial Reserve</b>	<b>2022/2023</b>	<b>2023/2024</b>	<b>2024/2025</b>	<b>2025/26</b>
Fund Balance Beginning of the Year	\$10,929,670	\$8,868,574	\$ 374,899	\$ (688,529)
Allocation of Restricted Surplus	-	(5,460,593)	-	-
Current Year Surplus/(Shortfall)	(2,061,096)	(3,033,082)	(1,063,428)	453,273
<b>Fund Balance End of the Year</b>	<b>\$8,868,574</b>	<b>\$374,899</b>	<b>\$ (688,529)</b>	<b>\$ (235,256)</b>

## Financial Health

### Liquidity

Liquidity is measured by taking financial assets over liabilities excluding deferred capital revenue. A liquidity ratio of greater than one is desirable as this means that the District can pay its current liabilities when they become due. A liquidity ratio of less than one indicates that the District may potentially struggle to meet its short-term obligations. A higher liquidity ratio means that the District can meet its short-term obligations and can better respond to changing circumstances.

Liquidity					
	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023
Financial Assets	\$110,552,521	\$118,901,836	\$100,316,411	\$122,318,988	\$138,849,012
Financial Liabilities	\$66,371,731	\$64,165,813	\$67,182,287	\$76,835,236	\$76,285,412
Liquidity	1.67	1.85	1.49	1.59	1.82

### Accumulated Surplus to Revenue

The chart below shows the District's operating revenues and accumulated net operating surplus/(deficit) over a five-year period. Although the revenue increased from 2021/22 by \$31.54 million due to higher enrolment and the partial reclassification of the School Generated Funds (SGF) into revenue, the surplus was reduced by \$2.06 million. The one-time surplus has been declining as the funds are required to balance subsequent budgets that were negatively impacted by the decline of international enrolment as well as build the provision for the future investment in portables to address the increasing capacity pressures on the existing facilities.

Total Accumulated Surplus to Revenue					
	2018/2019	2019/2020	2020/2021	2021/2022	2022/2023
Unrestricted Surplus	\$3,851,639	\$3,877,942	\$4,042,375	\$1,199,617	\$374,899
Restricted Surplus	\$9,879,903	\$17,415,767	\$12,181,093	\$9,730,053	\$8,493,675
Total Surplus	\$13,731,542	\$21,293,709	\$16,223,468	\$10,929,670	\$8,868,574
Revenue	\$246,850,821	\$261,231,874	\$251,698,412	\$263,563,362	\$295,098,917
Percentage	5.56%	8.15%	6.45%	4.15%	3.01%

### Accumulated Amortization to Assets

The accumulated amortization to assets ratio is a financial measurement tool that determines the age, value and remaining useful life of a fixed asset. A low ratio may indicate that the assets have plenty of life remaining while a high ratio could indicate that assets will need replacement. The ratios below show that investments and upgrades have been made to buildings to maintain a good standing over the past five years. This includes significant investments in schools such as the Burnaby North

secondary, Seaforth elementary and Parkcrest elementary. In 2022/23, the District recognized \$41.83 million of building costs into fixed assets due to completion of Seaforth and Parkcrest elementary schools as well as costs incurred for the Burnaby North Secondary school. The increase in computer hardware and software amortization ratio represents a planned computer hardware refresh in 2023/24.

<b>Accumulated Amortization to Buildings</b>					
	<b>2018/2019</b>	<b>2019/2020</b>	<b>2020/2021</b>	<b>2021/2022</b>	<b>2022/2023</b>
Gross Assets	\$402,155,279	\$429,072,581	\$492,347,432	\$561,130,196	\$620,416,460
Accumulated Amo	\$149,479,201	\$158,594,509	\$167,833,817	\$177,764,031	\$204,878,573
Ratio	0.37	0.37	0.34	0.32	0.33

<b>Accumulated Amortization to Furniture/Equipment and Vehicles</b>					
	<b>2018/2019</b>	<b>2019/2020</b>	<b>2020/2021</b>	<b>2021/2022</b>	<b>2022/2023</b>
Gross Assets	\$7,373,488	\$7,670,358	\$7,734,141	\$8,261,445	\$9,088,584
Accumulated Amo	\$3,257,803	\$3,889,618	\$3,768,002	\$3,191,345	\$3,307,364
Ratio	0.44	0.51	0.49	0.39	0.36

<b>Accumulated Amortization to Computer Hardware and Software</b>					
	<b>2018/2019</b>	<b>2019/2020</b>	<b>2020/2021</b>	<b>2021/2022</b>	<b>2022/2023</b>
Gross Assets	\$3,891,432	\$3,596,209	\$10,533,316	\$10,359,275	\$10,641,288
Accumulated Amo	\$1,882,012	\$1,810,959	\$2,294,420	\$3,836,276	\$5,985,879
Ratio	0.48	0.5	0.22	0.37	0.56

<b>Accumulated Amortization to All</b>					
	<b>2018/2019</b>	<b>2019/2020</b>	<b>2020/2021</b>	<b>2021/2022</b>	<b>2022/2023</b>
Gross Assets	\$413,420,199	\$440,339,148	\$510,614,889	\$579,750,916	\$640,146,332
Accumulated Amo	\$154,619,016	\$164,295,086	\$173,896,239	\$184,791,652	\$214,171,816
Ratio	0.37	0.37	0.34	0.32	0.33

## Special Purpose Funds

The Special Purpose Fund consists of restricted grant and other funding subject to a legislative or contractual restriction on its use. These revenues are deferred until the relevant expenditures are incurred. The School District incurred the following expenditures in 2022/23 as related to significant Special Purpose grants:

Grant	Source	2022/23 Grant	Discussion
Annual Facility Grant (AFG) Operating portion	Ministry of Education	\$931,106	Please see discussion in the Capital Projects section under "Annual Facility Grant (AFG) Funding".
Learning Improvement Fund (LIF)	Ministry of Education	\$847,299	Funding used specifically to augment EAs hours providing additional support to complex learners.
Strong Start	Ministry of Education and other	\$384,000	Strong Start early learning centers provide school-based, drop-in programs for children from birth to age five and their parents or caregivers.
Ready, Set, Learn (RSL)	Ministry of Education and other	\$100,450	Eligible RSL events for children aged 3 to 5 and their parents are hosted to support early learning and facilitate a smooth transition to Kindergarten.
Official Languages in Education French Programs (OLEP)	Ministry of Education and other	\$350,290	Funding for core French-language programs and curriculum resources.
Community LINK	Ministry of Education and other	\$2,520,455	Funding for programs and initiatives to improve the education performance of vulnerable students, including both academic achievement and social functioning.
Classroom Enhancement Fund (CEF) – Overhead, Staffing and Remedies	Ministry of Education	\$15,952,499	Eligible expenses include teacher staffing, overhead staffing and equipment costs resulting from restoration of class size and composition language.

Grant	Source	2022/23 Grant	Discussion
BC Provincial School for the Deaf	Ministry of Education and other	\$5,483,261	The BC Provincial School for the Deaf is a Kindergarten to Grade 12 school for the Deaf or hard-of-hearing.
Fraser Park Maples	Ministry of Education	\$2,510,149	A secondary program which provides assessment, consultation services and classroom instruction to youth referred to the Maples Adolescent Centre.
Immigration, Refugees and Citizenship Canada - LINC, SWIS and Youth Wraparound	Immigration, Refugees and Citizenship Canada	\$4,955,986	These programs are funded by Immigration, Refugees and Citizenship Canada (IRCC). Language Instruction for Newcomers to Canada (LINC) provides language instruction for adults who are newly settled in Canada. Settlement Workers in Schools (SWIS) places settlement workers in schools that have high numbers of newcomer students. Youth Wraparound provides various services to newcomers to Canada.
Student & Family Affordability Fund	Ministry of Education & Child Care	\$2,377,676	One-time funding to increase food security for students and their families and to support students, parents and guardians with affordability concerns and assist those facing hardships.

# Capital Fund

## Major Capital Projects

The District had five in-progress or substantially complete major capital projects at various stages of progress during the year. The below table outlines the active projects during 2022/23. Capital expenditures are primarily funded by the Province of British Columbia, with additional funding provided through locally generated District capital funds and third-party contributors.

Capital Projects	Project Scope	Date of Approval	Construction Completion	Target Occupancy
Burnaby North Secondary	Replacement	6-Feb-18	Oct-23	Jan-24
Parkcrest Elementary	Seismic Partial Replacement	12-Jul-19	Jul-22	Sept-22
Seaforth Elementary	Seismic Strengthening	12-Jul-19	Jul-22	Sept-22
Childcare Facilities (Multiple Locations) - Phase 3	Additional Childcare spaces	16-Apr-20	Dec-23	Jun-24
Stride Elementary	Replacement	1-Apr-20	Sept-25	Jun-26
Brentwood Park Elementary	Expansion	Planning Phase		
Cameron Elementary	Expansion	Planning Phase		
Brentwood Town East	Expansion	Planning Phase		

## Capital Fund Balances

The Capital Fund is comprised of Local Capital Reserves (LCR) (Schedule 4) and Unused Deferred Capital Revenue (Schedule 4D). The funds are to be used by the District for capital expenditures.

As at June 30, 2023, the LCR has a \$20.21million fund balance driven by the proceeds from the Kincaid Street site sale and an ongoing transfer from the operating fund. The funds in the LCR are earmarked for the District's anticipated significant local contribution to the upcoming Burnaby North and Stride secondary schools' projects.

Other LCR provisions are maintained for areas such as classroom portables, technology, vehicles and general furniture & equipment. Allocations to Local Capital are approved by the Board of Education through the approval of the Annual Budgets or specific resolution. The table on the next page shows the balances in all Capital Funds.

Capital Fund	Description	June 30, 2023 Balance	June 30, 2022 Balance	Change
<b>Local Capital</b>	Funds generated by the District to be utilized for capital expenditures as determined by the District	\$20,210,143	\$943,155	(\$19,266,988)
<b>Ministry of Education By Law Capital</b>	Represents funds drawn on Certificates of Approval (COA) for capital projects.	\$240,347	\$1,372,817	\$1,132,470
<b>Ministry of Education Restricted Other Capital</b>	Represents the Ministry's portions of the proceeds on disposal of land and buildings and any bylaw project surplus on capital projects	\$541,089	\$1,233,755	\$692,666
<b>Land Capital</b>	Funds received from the City of Burnaby for School Site Acquisition charges.	\$34,875,742	\$31,291,395	(\$3,584,347)
<b>Other Provincial Capital Funds</b>	Represents capital grants received from and restricted by, other Ministries, Crown Corporations or School Districts, Universities, Colleges and Health (SUCH) sector entities.	\$2,141,031	\$341,636	(\$1,799,395)
<b>Other Capital Funds</b>	Includes capital grants received from and restricted by, any entity not included in the Government Reporting Entity.	\$ -	\$1,281,430	\$1,281,430
<b>Total</b>		<b>\$58,008,352</b>	<b>\$36,464,188</b>	<b>(\$21,544,164)</b>

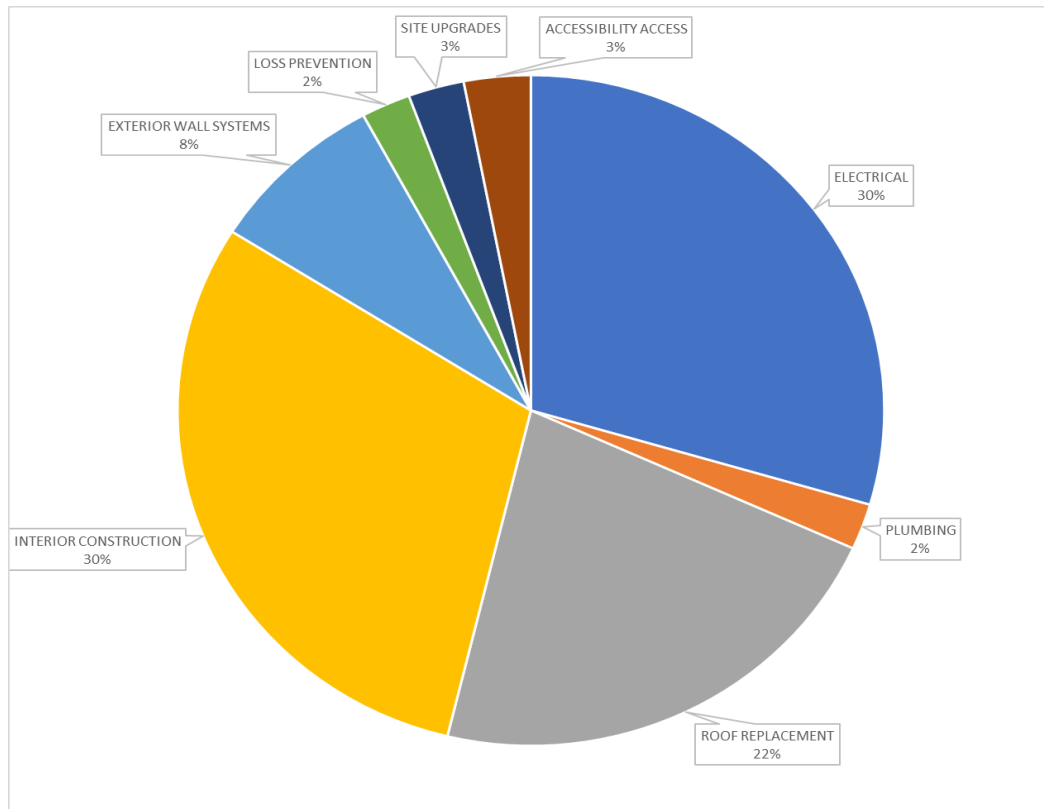
### Other Capital Funded Projects

In 2022/23, the District received approximately \$4,774,396 in capital and operating Annual Facilities Grant (AFG) funding. These funds are used throughout District schools to address ongoing maintenance and improvement needs. AFG funding is received and approved on a March 31 fiscal year end. For the 2023-2024 fiscal year, the District has been approved for \$5,828,329 in funding.

### 2022/23 AFG Funds

#### Eligible Uses of AFG Funds:

- Roof Replacements and Major Repairs
- Mechanical System Upgrade and Repair
- Electrical System Upgrade and Repair
- Site and Facility Upgrades
- Loss Prevention-Fire and Security Alarms
- Technology Infrastructure Upgrades
- Accessibility Improvements
- Asbestos Abatement
- Health and Safety Upgrades
- Site Servicing



In addition to the AFG funding noted above, the District can submit a proposal to the MECC for additional funding for capital projects as described below.

**School Enhancement Program (SEP)** projects are investments that contribute to the safety and function of the school while extending the life of the asset.

**Carbon Neutral Capital Program (CNCN)** projects are investments that contribute to measurable emission reductions and operational costs savings expected as a result of completed projects.

**Various School Playground Equipment Projects (PEP)** are investments in various playground equipment.

Below is a summary of approved funding:

March 31st Fiscal Year End	2022/2023 Approved
SEP	\$1,600,000
CNCN	\$563,000
PEP	\$165,000

# Long Term Outlook

## Budget Outlook

This past year, the district experienced significant enrolment growth which has led to a significant increase in the Operating Grant funded by the Ministry. With this increased enrolment, there has been a need to increase Teacher and Education Assistant staffing to adhere to class size requirements and maintain service levels. Due to constraints in school facility capacity, this increase in student enrolment has led to a large investment in portables which are funded through the operating grant. This strain on the operating grant puts further pressure on the operating budget which also has challenges due to inflationary pressures and increased staff replacement costs due to a higher rate of staff absences that has continued since the onset of COVID-19. The higher rate of staff replacements is putting further pressure on the existing tight labour market that exists for positions at all levels across the District.

## School Facility Capacity

The above referenced investment in portables in 2022/23 is expected to continue. The 2023/24 budget included an increased investment from the operating grant to the local capital fund. This ongoing increase was to avoid one-time large investments in portables to mitigate the impact on operating budget in any one year. Primarily as a result of federal immigration policy, enrolment growth is expected to remain higher than previously experienced in the District as immigration continues into Canada and Metro Vancouver.

## Long Range Facility Plan

In April of 2023, the Board adopted a new Long Range Facility Plan (LRFP). The plan outlined the need for several school expansions, replacements and new schools over the next 15 years. The plan informed the 2023/24 5-Year Capital Plan Submission which includes an estimated \$440 million request for funding capital projects which will be needed to accommodate the rapid growth of population in the City of Burnaby. The LRFP will require support from the Ministry of Education and Childcare in order to be enacted.

## Board of Trustees New Strategic Plan

The work of the district is governed by the Board of Trustees and its strategic plan which covered the years 2019-2024. The current Board was elected in October 2022. The development of a new strategic plan is underway and will provide direction for the district in the years ahead.

# Submission Summary

<b>Submission Summary:</b>	Minor 2024/2025   2023-09-30
<b>Submission Type:</b>	Capital Plan
<b>School District:</b>	Burnaby (SD41)
<b>Open Date:</b>	2023-04-14
<b>Close Date:</b>	2023-09-30
<b>Submission Status:</b>	Draft

Submission Category	Sum Total Funding Requested
PEP	\$390,000
CNCP	\$750,000
SEP	\$2,100,000
<b>Total</b>	<b>\$3,240,000</b>

CNCP					
SD Category Rank	Project Number	Facility/Site	Project Type	Project Description	Total Funding Requested
1	163304	Cascade Heights Elementary	Electrical (CNCP)	Interior lighting upgrade	\$150,000
3	163306	Capitol Hill Elementary	Electrical (CNCP)	Lighting Upgrade	\$200,000
4	163307	Ecole Inman Elementary	HVAC (CNCP)	Blr Upgrade to	\$250,000
5	163305	Morley Elementary	Electrical (CNCP)	Lighting Upgrade	\$150,000
				Submission Category Total:	<b>\$750,000</b>
PEP					
SD Category Rank	Project Number	Facility/Site	Project Type	Project Description	Total Funding Requested
1	152364	Buckingham Elementary	Replacement (PEP)	Replacement of aging playground with accessible play structures	\$195,000
2	163572	Morley Elementary	Replacement (PEP)	Priority 1 - Replace aging playground	\$195,000
				Submission Category Total:	<b>\$390,000</b>

## Submission Summary

SEP					
SD Category Rank	Project Number	Facility/Site	Project Type	Project Description	Total Funding Requested
1	155152	Second Street Community Elementary	HVAC (SEP)	HVAC Upgrade including electric boilers, air source heat pumps, classroom ventilation.	\$850,000
2	163352	Gilpin Elementary	HVAC (SEP)	Priority 1 - HVAC installation of 12 ceiling suspended ERV units in non-ventilated classrooms. Data measurement and verification performed post install to measure operational performance. Installation phase	\$400,000
3	159476	Burnaby Mountain Secondary	HVAC (SEP)	Priority 1 - Complete HVAC / Ventilation / DDC / BLR upgrade for school Phase 2	\$850,000
Submission Category Total:					<b>\$2,100,000</b>

# Submission Summary

<b>Submission Summary:</b>	Minor 2024/2025   2023-10-02
<b>Submission Type:</b>	Capital Plan
<b>School District:</b>	Burnaby (SD41)
<b>Open Date:</b>	2023-06-13
<b>Close Date:</b>	2023-10-02
<b>Submission Status:</b>	Draft

Submission Category	Sum Total Funding Requested
SEP	\$545,000
<b>Total</b>	<b>\$545,000</b>

SEP					
SD Category Rank	Project Number	Facility/Site	Project Type	Project Description	Total Funding Requested
2	163346	Douglas Road Elementary	Food Infrastructure (SEP)	P-1. Rm 125: Complete demo & abatement, New flooring, electrical including RI, Lighting, flooring, ceiling, Reno, door & H/W, Shutter, millwork w/ countertops, sink & plumbing, stove w/ venting, appliances	\$137,000
3	163347	Nelson Elementary	Food Infrastructure (SEP)	P-2. Rm 125: Demo & abatement, New floors, lighting, electrical, millwork, shutter, reno, stove w/ venting, appliances, etc	\$162,000
4	163348	Forest Grove Elementary	Food Infrastructure (SEP)	P-5 Rm 166: Demo & abatement, Stove w/ ventilation, shutter, electrical / lighting, reno, door w/ HW	\$62,000
5	163350	Various	Food Infrastructure (SEP)	Lochdale: P-4 Rm 146: Demo & abatement, reno, millwork, shutter, flooring, electrical & lighting, appliances Gilmore: P - 4 P-4 Rm 146: Demo & abatement, reno, millwork, shutter, flooring, electrical & lighting, appliances	\$122,000
6	163349	Clinton Elementary	Food Infrastructure (SEP)	P-6 Rm 216: Reno & Abatement, stove w/ ventilation, millwork, door w/ H/W, Electrical & Lighting	\$62,000
Submission Category Total:					<b>\$545,000</b>