

School District No. 87 (Stikine)



Statement of Financial Information

For the Year Ended June 30, 2016

School District No. 87 (Stikine)
PO Box 190, Dease Lake, B.C., V0C 1L0
Phone: (250) 771-4440

SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

6049

SCHOOL DISTRICT NUMBER 87	NAME OF SCHOOL DISTRICT STIKINE	YEAR 2015/16
OFFICE LOCATION(S) COMMERCIAL DRIVE AND STIKINE STREET		TELEPHONE NUMBER (250) 771-4440
MAILING ADDRESS PO BOX 190		
CITY DEASE LAKE		PROVINCE B.C.
		POSTAL CODE V0C 1L0
NAME OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES YVONNE TASHOOTS		TELEPHONE NUMBER (250) 771-4440
NAME OF SUPERINTENDENT MICHAEL GORDON		TELEPHONE NUMBER (250) 771-4440
NAME OF SECRETARY-TREASURER KEN MACKIE		TELEPHONE NUMBER (250) 771-4440
APPROVALS AND SIGNATURES		

We, the undersigned, certify that the attached is a correct and true copy of the 2015/16 Statement of Financial Information for the year ended June 30, 2016 School District No. 87 (Stikine) as required under Section 2 of the Financial Information Act.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES Original Signature on File	DATE SIGNED October 13, 2016
SIGNATURE OF SUPERINTENDENT Original Signature on File	DATE SIGNED October 13, 2016
SIGNATURE OF SECRETARY-TREASURER Original Signature on File	DATE SIGNED October 13, 2016

SCHOOL DISTRICT NO. 87 (STIKINE)
2015/2016 STATEMENT OF FINANCIAL INFORMATION
SECTION 2(1) OF THE FINANCIAL INFORMATION ACT

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**SCHOOL DISTRICT NO. 87 (STIKINE)
YEAR ENDED JUNE 30, 2016**

MANAGEMENT REPORT*

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with accounting principles generally accepted for British Columbia school districts as prescribed or permitted by the Ministry of Education, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all the other schedules of financial information and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of School Trustees is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

The external auditors, Carlyle Shepherd & Co., conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements as required by the *School Act*. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the Board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of School District No. 87 (Stikine)

Original Signature on File

Michael Gordon
Superintendent
Date: September 30, 2016

Original Signature on File

Ken Mackie
Secretary-Treasurer
Date: September 30, 2016

* prepared pursuant to section 9, Schedule 1, *Financial Information Regulation*.

**SCHOOL DISTRICT NO. 87 (STIKINE)
YEAR ENDED JUNE 30, 2016**

SCHEDULE OF DEBTS

Information on all long term debt is included in Statement 1 and in the Notes of the School District Audited Financial Statements.

* This statement is produced under the *Financial Information Regulation*, Schedule 1, section 4.

**SCHOOL DISTRICT NO. 87 (STIKINE)
YEAR ENDED JUNE 30, 2016**

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

School District No. 87 (Stikine) has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.

* This statement is produced under the *Financial Information Regulation*, Schedule 1, section 5.

SCHOOL DISTRICT No.87 (STIKINE)
FOR THE YEAR ENDED JUNE 30, 2016
(SCHEDULE 1) REMUNERATION & EXPENSES PAID IN RESPECT TO EACH EMPLOYEE

A: LIST OF ELECTED OFFICIALS

<u>Name</u>		<u>Remuneration</u>	<u>Expenses</u>
Danielson, Carol F.	Trustee	8,449.92	810.12
Louie, Jolene	Trustee	9,499.92	4,305.23
Phipps, Mary	Vice Chairperson	9,770.76	6,597.32
Strange, Michael	Trustee	779.16	0.00
Tashoots, Yvonne	Chairperson	14,650.08	10,432.52
Vance, Fannie	Trustee	12,874.92	11,058.07
A: TOTAL FOR ELECTED OFFICIALS		56,025	33,203

B: LIST OF EMPLOYEES WHOSE REMUNERATION EXCEEDS \$75,000

<u>Name</u>		<u>Remuneration</u>	<u>Expenses</u>
Berg, Asa K.		110,952.97	1,956.48
Caljouw, Dana-Leigh		97,455.71	0.00
Carter, Stanley V.		87,299.61	7,092.66
Chonker, Nav		110,493.73	11,710.16
Connolly, J. Nita		108,704.63	830.31
Cook, Brent		81,285.95	487.77
Danuser, Nancy		78,342.32	2,506.64
Fowkes, Kara		77,636.74	463.78
Gallicano, Corri		85,878.47	5,831.07
Gordon, Alison		98,961.96	3,677.33
Gordon, Michael		140,516.39	27,803.37
Lagace, Andre		85,127.10	1,888.62
MacInnis, Sherry M.		95,360.03	929.29
Mackie, Ken		131,301.41	15,619.16
McGrath, Kerry		79,045.34	4,350.01
Michelin, Gerald		78,085.14	0.00
Paul, Bradley		79,484.34	1,999.03
Peeters, Heather		95,606.13	269.26
Rasmussen, Ryan		79,291.86	7,540.77
Robinson, Leah		116,493.10	4,730.72
Scott, Amber		95,406.98	8,137.42
Wuthrich, Ranier		81,828.32	0.00
B. TOTALS FOR EMPLOYEE WHOSE REMUNERATION EXCEEDS \$75,000.00		2,094,558	107,824

**C: REMUNERATION TO EMPLOYEES
PAID \$75,000 OR LESS**

1,460,987	76,082
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**A: REMUNERATION TO
ELECTED OFFICIALS LISTED ABOVE (section A)**

56,025	33,203
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**CONSOLIDATED TOTAL OF
REMUNERATION AND EXPENSES PAID**

3,611,570	217,109
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**SCHOOL DISTRICT NO. 87 (STIKINE)
YEAR ENDED JUNE 30, 2016**

STATEMENT OF SEVERANCE AGREEMENTS

There were no severance agreements made between School District No. 87 (Stikine) and its non-unionized employees during the fiscal year 2015/16.

* This statement is produced under the *Financial Information Regulation*, Schedule 1, subsection 6(7).

**SCHOOL DISTRICT No.87 (STIKINE)
FOR THE YEAR ENDED JUNE 30, 2016
(SCHEDULE 2) PAYMENTS MADE FOR THE PROVISION OF GOODS AND SERVICES**

<u>Name of Individuals, Firms, or Corporations</u>	<u>Amount Paid</u>
A. LIST OF SUPPLIERS WHERE PAYMENTS EXCEED \$25,000.00	
ALL TYPE WELDING SERVICES	67,959.06
ALL WEST GLASS SMITHERS LTD.	55,354.31
BC HYDRO	74,813.07
BC PENSION CORPORATION	809,732.24
BC TEACHERS FED.-IN TRUST	65,222.64
BRADFORD'S CONSTRUCTION	69,090.00
CANADIAN UNION OF PUBLIC EMPLOYEES	25,517.78
COAST MOUNTAIN CHEVROLET-OLDSMOBILE	57,601.93
DISCOVERY CONSTRUCTION	43,793.50
DIVERSIFIED TRANSPORTATION LTD.	102,975.60
GOVERNMENT OF YUKON	220,573.50
IYON KETCHIKA CONTRACTING LTD.	101,619.07
KEDA PROPANE	96,189.92
KEN EDZERZA	69,051.00
L.J. ENTERPRISES	62,725.02
MEDICAL SERVICES PLAN	53,325.00
MORNEAU SHEPELL - IN TRUST	91,494.71
N HARRIS COMPUTER CORP.	57,328.98
NORTHWESTEL INC.	37,839.09
P.E.B.T. - IN TRUST	53,216.63
SARAH KELL	33,382.69
SITSA HOLDINGS	98,687.97
STIKINE TEACHERS ASSOCIATION	31,859.71
SUPER A FOODS	30,406.66
TRI-CITY REFRIGERATION	192,184.80
XEROX CANADA	<u>67,096.94</u>
 TOTAL DETAILED VENDORS > 25,000	 2,669,041.82
 TOTAL VENDORS <= 25,000.00	 850,172.10
 TOTAL PAYMENTS FOR THE PROVISION OF GOODS & SERVICES	 <u>3,519,214</u>

**SCHOOL DISTRICT No.87 (STIKINE)
FOR THE YEAR ENDED JUNE 30, 2016**

(Schedule 3) Reconciliation of Payments (Schedule 1 & 2) to the Financial Statements

Schedule for Employee Remuneration's & Expenses, and Payments:

<i>Schedule 1 - Remuneration and expenses paid to employees</i>		
Total employee remuneration's	\$3,611,570	
Total employee expenses	\$217,109	
Total employers portion of EI and CPP	\$184,730	
<i>Total Schedule 1 - Remuneration & expenses paid to employees</i>		\$4,013,409
<i>Total Schedule 2 - Payments for the provision of goods & services</i>		\$3,519,214
<u>CONSOLIDATED TOTAL OF SCHEDULED PAYMENTS</u>		\$7,532,623

Reconciliation to Financial Statement Expenditures:

Operating fund expenditures Function 1 - 7	\$6,608,938	
Trust fund expenditures	\$0	
Capital fund expenditures - additions to Fixed Assets (excl loan repayment)	\$278,935	
Financial Statement Expenditures		\$6,887,873

Reconciliation of Payments to Financial Statement Expenditures:

1) Non Cash Items:		
Inventory 760 - No Change	\$0	
Prepaid Expenses 765 - Increase	-\$28,534	
Liability Trades 825 - Decrease	\$290,723	
Other Current Liability 845 - No Change	\$0	
Liability Capital Trades 825 - No Change	\$0	
Amortization of Capital Assets	-\$426,809	
Total Non Cash Items		-\$164,620

2) Payroll adjustments for items in both Remuneration, & Goods and Services:		
Teachers / Management payroll - employee share of benefits and deductions	\$378,192	
Support Staff / TOC payroll - employee share of benefits and deductions	\$104,224	
Employers' portion of payroll deductions and taxable benefits	\$251,281	
Adjustments due to Employee payroll earnings	-\$82,509	
Total Payroll adjustments for items in both Remuneration, & Goods and Services:		651,188

3) Adjustment to payment made for the provision of Goods and Services:		
GST rebate	\$53,444	
School Fund Expenditures	-\$86,268	
Seconded recoveries and third party recoveries	\$134,594	
Misc Adjustments and Adjustments to Vendor Listing	\$59,835	
*** Miscellaneous reconciling items due to the difference in accrual accounting and cash basis reporting for schedule of payments ***	-\$3,423	
Total adjustment to payment made for the provision of Goods and Services:		158,182

Total Reconciling Items to Remuneration's and Payments 644,750

CONSOLIDATED TOTAL OF FINANCIAL STATEMENT EXPENDITURES **\$7,532,623**

Difference **\$0**



School District No. 87 (Stikine)

2015-2016

Financial Statements

Audited Financial Statements of

School District No. 87 (Stikine)

June 30, 2016

School District No. 87 (Stikine)

June 30, 2016

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School District No. 87 (Stikine)

MANAGEMENT REPORT

Version: 3300-2555-9572

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 87 (Stikine) 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. 87 (Stikine) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, Carlyle Shepherd & Co., 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. 87 (Stikine) 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. 87 (Stikine)

Original Signature on File	September 8, 2016
Signature of the Chairperson of the Board of Education	Date Signed
Original Signature on File	September 8, 2016
Signature of the Superintendent	Date Signed
Original Signature on File	September 8, 2016
Signature of the Secretary Treasurer	Date Signed

CARLYLE SHEPHERD & CO.**CHARTERED PROFESSIONAL ACCOUNTANTS
INDEPENDENT AUDITOR'S REPORT**

SECOND FLOOR

4544 LAKELSE AVENUE

TERRACE BC V8G 1P8

TELEPHONE 250-635-6126

FACSIMILE 250-635-2182

**To the Board of Education - School District No. 87 (Stikine) and
The Minister of Education****Report on the Financial Statements**

We have audited the accompanying statement of financial position of School District No. 87 (Stikine) as at June 30, 2016 and the statements of operations, changes in net financial assets (debt) and cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures depend on the auditor's judgment, including the assessment of the risks of material misstatement, whether due to fraud or error. In making those risk assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate for the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2016 and the results of its operations, changes in net financial assets (debt) and cash flows for the year then ended in accordance with section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the School District taken as a whole. The current year's supplementary information included in Schedules 1 to 4D is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects, in relation to the financial statements taken as a whole.

Terrace, BC
September 8, 2016

Carlyle Shepherd & Co.

School District No. 87 (Stikine)

Statement of Financial Position
As at June 30, 2016

	2016 Actual	2015 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	5,563,134	6,025,300
Accounts Receivable		
Due from Province - Ministry of Education		98,550
Due from LEA/Direct Funding	634,852	174,141
Other (Note 3)	184,984	80,995
Total Financial Assets	<u>6,382,970</u>	<u>6,378,986</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	453,157	743,880
Deferred Revenue (Note 5)	165,130	129,464
Deferred Capital Revenue (Note 6)	6,077,575	6,301,148
Employee Future Benefits (Note 7)	13,316	11,316
Total Liabilities	<u>6,709,178</u>	<u>7,185,808</u>
Net Financial Assets (Debt)	<u>(326,208)</u>	<u>(806,822)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 8)	9,538,896	9,686,770
Prepaid Expenses	34,135	5,601
Total Non-Financial Assets	<u>9,573,031</u>	<u>9,692,371</u>
Accumulated Surplus (Deficit)	<u>9,246,823</u>	<u>8,885,549</u>

Contractual Obligations and Contingencies

Approved by the Board

Original Signature on File

September 8, 2016

Signature of the Chairperson of the Board of Education

Date Signed

Original Signature on File

September 8, 2016

Signature of the Superintendent

Date Signed

Original Signature on File

September 8, 2016

Signature of the Secretary Treasurer

Date Signed

School District No. 87 (Stikine)

Statement of Operations
Year Ended June 30, 2016

	2016 Budget (Note 13)	2016 Actual	2015 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	5,285,053	5,225,110	5,303,450
Other Revenue	1,061,080	1,113,441	1,060,824
Rentals and Leases	152,000	180,438	165,018
Investment Income	45,000	76,358	71,838
Amortization of Deferred Capital Revenue	372,197	374,865	372,788
Total Revenue	<u>6,915,330</u>	<u>6,970,212</u>	<u>6,973,918</u>
Expenses			
Instruction	4,290,368	4,048,456	3,735,881
District Administration	632,922	613,662	550,111
Operations and Maintenance	1,550,050	1,373,379	1,348,765
Transportation and Housing	428,871	573,441	479,892
Total Expense	<u>6,902,211</u>	<u>6,608,938</u>	<u>6,114,649</u>
Surplus (Deficit) for the year	<u>13,119</u>	<u>361,274</u>	<u>859,269</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		8,885,549	8,026,280
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>9,246,823</u></u>	<u>8,885,549</u>

School District No. 87 (Stikine)
Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2016

	2016 Budget (Note 13) \$	2016 Actual \$	2015 Actual \$
Surplus (Deficit) for the year	13,119	361,274	859,269
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(280,528)	(278,935)	(523,893)
Amortization of Tangible Capital Assets	416,471	426,809	410,116
Total Effect of change in Tangible Capital Assets	135,943	147,874	(113,777)
Use of Prepaid Expenses		(28,534)	(699)
Total Effect of change in Other Non-Financial Assets	-	(28,534)	(699)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>149,062</u>	480,614	744,793
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		480,614	744,793
Net Financial Assets (Debt), beginning of year		(806,822)	(1,551,615)
Net Financial Assets (Debt), end of year		(326,208)	(806,822)

School District No. 87 (Stikine)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2016

	2016 Actual	2015 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	361,274	859,269
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(466,150)	(96,871)
Prepaid Expenses	(28,534)	(699)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(290,723)	273,872
Deferred Revenue	35,666	27,521
Employee Future Benefits	2,000	1,867
Amortization of Tangible Capital Assets	426,809	410,116
Amortization of Deferred Capital Revenue	(374,865)	(372,788)
Total Operating Transactions	<u>(334,523)</u>	<u>1,102,287</u>
Capital Transactions		
Tangible Capital Assets Purchased	(278,935)	(523,893)
Total Capital Transactions	<u>(278,935)</u>	<u>(523,893)</u>
Financing Transactions		
Loan Payments		(147,077)
Capital Revenue Received	151,292	344,870
Total Financing Transactions	<u>151,292</u>	<u>197,793</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(462,166)	776,187
Cash and Cash Equivalents, beginning of year	6,025,300	5,249,113
Cash and Cash Equivalents, end of year	<u>5,563,134</u>	<u>6,025,300</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash	<u>5,563,134</u>	<u>6,025,300</u>
	<u>5,563,134</u>	<u>6,025,300</u>

**SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on January 1, 1966, 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. 87 (Stikine)", and operates as "School District No. 87 (Stikine)". A board of education (Board) elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 87 (Stikine) 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*. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(d) and 2(k).

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As described in notes 2(d) and 2(k), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue. The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2015	Increase (decrease) in annual surplus	\$ (27,918)
June 30, 2015	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,301,148
Year-ended June 30, 2016	Increase (decrease) in annual surplus	\$ (223,573)
June 30, 2016	Increase in accumulated surplus and decrease in deferred contributions	\$ 6,077,575

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Deferred Revenue and Deferred Capital Revenue

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

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

e) Employee Future Benefits

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

The most recent valuation of the obligation was performed at March 31, 2016 and projected to March 31, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. For the purposes of determining the financial position of the plans and the employee

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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.

f) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amount of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operations.

g) 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

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

h) Operating Leases

Operating lease payments are charged to expenses as incurred.

i) Prepaid Expenses

Insurance and Computer Software Maintenance costs for the following year are included as prepaid expenses and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

j) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 10 – Interfund Transfers and Note 16 – Internally Restricted Surplus).

k) Revenue Recognition

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

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

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

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

Revenue related to fees or services received in advance of the fee being earned or the service 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.

l) 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 aboriginal education, are allocated to these programs. All other costs are allocated to related programs.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (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.

m) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank overdraft, accounts payable and accrued liabilities, long term debt and other liabilities.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. 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. 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.

n) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2 (a) requires management to make estimates and assumptions that impact reported amounts of

**SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER

	2016	2015
Due from Federal Government	\$17,397	\$23,230
Due from Stikine Teachers Association	68,260	0
Other	99,327	57,765
	\$184,984	\$80,995

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2016	2015
Trade payables	\$54,574	\$263,090
Salaries and benefits payable	204,880	309,854
Accrued vacation pay	105,704	88,876
Other	87,999	82,060
	\$453,157	\$743,880

NOTE 5 DEFERRED REVENUE

Detailed information about the changes in deferred revenue is included in Schedule 3A.

NOTE 6 DEFERRED CAPITAL REVENUE

Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D..

**SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

NOTE 7 EMPLOYEE FUTURE BENEFITS

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

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	14,270	12,041
Service Cost	2,334	2,060
Interest Cost	360	439
Benefit Payments	-1,051	-1,064
Increase (Decrease) in obligation due to Plan Amendment	0	0
Actuarial (Gain) Loss	-4,439	794
	<u>11,474</u>	<u>14,270</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	11,474	14,270
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	-11,474	-14,270
Employer Contributions After Measurement Date	0	0
Benefits Expense After Measurement Date	-565	-674
Unamortized Net Actuarial (Gain) Loss	-1,277	3,628
Accrued Benefit Asset (Liability) - June 30	<u>-13,316</u>	<u>-11,316</u>

**SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

NOTE 7 EMPLOYEE FUTURE BENEFITS (continued)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability (Asset) - July 1	11,316	9,449
Net Expense for Fiscal Year	3,052	2,930
Employer Contributions	-1,051	-1,064
Accrued Benefit Liability (Asset) - June 30	13,316	11,316

Components of Net Benefit Expense

Service Cost	2,243	2,129
Interest Cost	343	419
Immediate Recognition of Plan Amendment	0	0
Amortization of Net Actuarial (Gain)/Loss	466	382
Net Benefit Expense (Income)	3,052	2,930

Assumptions

Discount Rate - April 1	2.25%	3.25%	
Discount Rate - March 31	2.50%	2.25%	
Long Term Salary Growth - April 1	2.50%	2.50%	+ seniority
Long Term Salary Growth - March 31	2.50%	2.50%	+ seniority
EARSL - March 31	8.6	9.5	

NOTE 8 TANGIBLE CAPITAL ASSETS

Net Book Value:

Cost:	Net Book Value June 30, 2016	Net Book Value June 30, 2015
Sites	\$1,763,718	\$1,763,718
Buildings	\$7,457,183	\$7,654,099
Furniture & Equipment	\$98,968	\$59,897
Vehicles	\$212,862	\$201,350
Computer Hardware	\$6,165	\$7,706
Total	\$9,538,896	\$9,686,770

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 8 TANGIBLE CAPITAL ASSETS (continued)

June 30, 2016

Cost:	Balance at June 30, 2015	Additions	Disposals	Balance at June 30, 2016
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$22,417,299	173,733	0	\$22,591,032
Equipment	\$129,735	52,045	0	\$181,780
Vehicles	\$416,445	53,157	66654	\$402,948
Computer Hardware	\$7,706	0	0	\$7,706
Total	\$24,734,903	\$278,935	\$66,654	\$24,947,184

Accumulated Amortization:	Balance at June 30, 2015	Additions	Disposals	Balance at June 30, 2016
Sites	\$0	\$0	\$0	\$0
Buildings	\$14,763,200	370,649	\$0	\$15,133,849
Equipment	\$69,838	12,974	\$0	\$82,812
Vehicles	\$215,095	41,645	\$66,654	\$190,086
Computer Hardware	\$0	1541	\$0	\$1,541
Total	\$15,048,133	\$426,809	\$66,654	\$15,408,288

June 30, 2015

Cost:	Balance at June 30, 2014	Additions	Disposals	Balance at June 30, 2015
Sites	\$1,763,718	\$0	\$0	\$1,763,718
Buildings	\$22,023,059	394,240	0	\$22,417,299
Equipment	\$133,284	0	3,549	\$129,735
Vehicles	\$294,498	121,947	0	\$416,445
Computer Hardware	\$0	7,706	0	\$7,706
Total	\$24,214,559	\$523,893	\$3,549	\$24,734,903

Accumulated Amortization:	Balance at June 30, 2014	Additions	Disposals	Balance at June 30, 2015
Sites	\$0	\$0	\$0	\$0
Buildings	\$14,395,862	367,338	0	\$14,763,200
Equipment	\$60,059	13,328	3,549	\$69,838
Vehicles	\$185,645	29,450	0	\$215,095
Computer Hardware	\$0	0	0	\$0
Total	\$14,641,566	\$410,116	\$3,549	\$15,048,133

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 9 EMPLOYEE PENSION PLANS

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

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012, indicated a \$1,370 million funding deficit for basic pension benefits on a going concern basis.

The school district paid \$400,652 for employer contributions to the plans for the year ended June 30, 2016 (2015: \$380,665)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018. The next valuation for the Municipal Pension Plan will be as at December 31, 2015, with results available in 2016.

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. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016**

NOTE 10 INTERFUND TRANSFERS

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

- Transfer to the Capital Fund from the Special Purposes Fund for capital asset purchases of \$22,441.
- Transfer to the Capital Fund from the Local Capital Fund is \$105,202.

NOTE 11 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.

NOTE 12 CONTRACTUAL OBLIGATIONS

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

<u>Contractual obligations</u>	2017	2018	2019	2020
Propane Contract	\$155,000	\$0	\$0	\$0
Busing Contracts	326,000	120,000	125,000	0
	<u>\$481,000</u>	<u>\$120,000</u>	<u>\$125,000</u>	<u>\$0</u>

NOTE 13 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an annual budget on April 9, 2015.

NOTE 14 ASSET RETIREMENT OBLIGATION

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. As at June 30, 2016, the liability is not reasonably determinable.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 15 EXPENSE BY OBJECT

	2016	2015
	\$	\$
Salaries and benefits	\$4,126,202	\$3,925,496
Services and supplies	\$2,055,927	\$1,776,484
Interest	\$0	\$2,553
Amortization	\$426,809	\$410,116
Other	\$0	\$0
	\$6,608,938	\$6,114,649

NOTE 16 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by the Board
for:

	June 30, 2016	June 30, 2015
TOTAL SURPLUS Available	\$2,986,443	\$2,621,628
Allocations made to schools - operating	\$31,960	\$30,851
2016/17 Operating Budget	\$130,461	\$0
Development of Tahltan Language IRP's	\$40,000	\$40,000
Trades Training Initiative	\$300,000	\$300,000
Literacy	\$60,000	\$60,000
Student Initiatives	\$200,000	\$125,000
Staff Development (training)	\$900,000	\$900,000
Technology Requirements	\$200,000	\$200,000
Housing Repairs	\$200,000	\$200,000
Labour Relations Issues	\$300,000	\$300,000
Subtotal Internally Restricted	\$2,362,421	\$2,155,851
Unrestricted Operating Surplus	\$624,022	\$465,777
Total Available for Future Operations	\$2,986,443	\$2,621,628

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 17 ECONOMIC DEPENDENCE

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

NOTE 18 RISK MANAGEMENT

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

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

a) Credit risk:

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

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

b) Market risk :

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District could be exposed to interest rate risk through its cash equivalents. It is management's opinion that the School District is not exposed to significant interest rate risk.

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.

SCHOOL DISTRICT NO. 87 (STIKINE)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016

NOTE 18 RISK MANAGEMENT (continued)

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

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

School District No. 87 (Stikine)

Schedule 1

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

	Operating Fund	Special Purpose Fund	Capital Fund	2016 Actual	2015 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	2,621,628	6,263,921	8,885,549	8,026,280	
Changes for the year					
Surplus (Deficit) for the year	364,815	22,441	(25,982)	361,274	859,269
Interfund Transfers		(22,441)	22,441	-	
Tangible Capital Assets Purchased		-	(3,541)	361,274	859,269
Net Changes for the year	364,815	(22,441)	(3,541)	361,274	859,269
Accumulated Surplus (Deficit), end of year - Statement 2	2,986,443	6,260,380	9,246,823	8,885,549	

School District No. 87 (Stikine)

Schedule of Operating Operations
Year Ended June 30, 2016

	2016 Budget (Note 13)	2016 Actual	2015 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	4,542,708	4,526,991	4,589,061
Other Revenue	1,011,080	1,027,173	966,942
Rentals and Leases	152,000	180,438	165,018
Investment Income	30,000	50,396	46,298
Total Revenue	5,735,788	5,784,998	5,767,319
Expenses			
Instruction	3,563,945	3,286,510	2,976,980
District Administration	632,922	613,662	550,111
Operations and Maintenance	1,110,050	946,570	938,649
Transportation and Housing	428,871	573,441	479,892
Total Expense	5,735,788	5,420,183	4,945,632
Operating Surplus (Deficit) for the year	-	364,815	821,687
Net Transfers (to) from other funds			
Local Capital			(650,000)
Other			(147,077)
Total Net Transfers	-	-	(797,077)
Total Operating Surplus (Deficit), for the year	-	364,815	24,610
Operating Surplus (Deficit), beginning of year		2,621,628	2,597,018
Operating Surplus (Deficit), end of year		2,986,443	2,621,628
Operating Surplus (Deficit), end of year			
Internally Restricted		2,362,421	2,155,851
Unrestricted		624,022	465,777
Total Operating Surplus (Deficit), end of year		2,986,443	2,621,628

School District No. 87 (Stikine)

Schedule of Operating Revenue by Source

Year Ended June 30, 2016

	2016 Budget (Note 13)	2016 Actual	2015 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	5,425,353	5,396,838	5,383,647
AANDC/LEA Recovery	(1,007,580)	(1,008,644)	(947,081)
Other Ministry of Education Grants			
Pay Equity	124,935	124,935	124,935
Economic Stability Dividend		1,414	
Carbon Rebate			10,601
FSA Exam Marking		4,348	4,348
Skills Training Access			5,000
Rural Skills Support			7,500
Curriculum Implementation Support		4,100	
Teacher Extended Health Plan			111
Aboriginal Language Grant		4,000	
Total Provincial Grants - Ministry of Education	4,542,708	4,526,991	4,589,061
Other Revenues			
LEA/Direct Funding from First Nations	1,007,580	1,008,644	947,081
Miscellaneous			
Art Starts	3,500		2,690
Miscellaneous		8,055	4,851
Vehicle Trade-In		250	12,320
Shoulder Tappers - Skills Training		10,224	
Total Other Revenue	1,011,080	1,027,173	966,942
Rentals and Leases	152,000	180,438	165,018
Investment Income	30,000	50,396	46,298
Total Operating Revenue	5,735,788	5,784,998	5,767,319

School District No. 87 (Stikine)

Schedule 2B

Schedule of Operating Expense by Object
Year Ended June 30, 2016

	2016 Budget (Note 13)	2016 Actual	2015 Actual
	\$	\$	\$
Salaries			
Teachers	1,402,020	1,433,002	1,200,759
Principals and Vice Principals	424,767	334,937	435,216
Educational Assistants	211,382	124,091	108,612
Support Staff	618,743	592,639	575,591
Other Professionals	454,452	382,025	374,236
Substitutes	163,385	169,146	152,126
Total Salaries	3,274,749	3,035,840	2,846,540
Employee Benefits	826,927	665,356	667,504
Total Salaries and Benefits	4,101,676	3,701,196	3,514,044
Services and Supplies			
Services	415,650	542,969	359,453
Student Transportation	324,927	333,628	310,159
Professional Development and Travel	255,097	202,332	185,747
Dues and Fees	12,200	8,217	10,490
Insurance	31,000	31,168	29,425
Interest			2,553
Supplies	355,638	450,420	374,004
Utilities	239,600	150,253	159,757
Total Services and Supplies	1,634,112	1,718,987	1,431,588
Total Operating Expense	5,735,788	5,420,183	4,945,632

School District No. 87 (Stikine)
 Operating Expense by Function, Program and Object
 Year Ended June 30, 2016

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	1,346,421	204,126	571		12,512	127,230	1,690,860
1.07 Library Services	58,533						58,533
1.10 Special Education			81,269		35,037	9,967	126,273
1.31 Aboriginal Education	28,048		42,251			378	70,677
1.41 School Administration		130,811		60,731		5,003	196,545
1.64 Other							-
Total Function 1	1,433,002	334,937	124,091	60,731	47,549	142,578	2,142,888
4 District Administration							
4.11 Educational Administration					105,151		105,151
4.40 School District Governance					56,024		56,024
4.41 Business Administration				52,617	110,524		163,141
Total Function 4	-	-	-	52,617	271,699	-	324,316
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				464,130	43,937	25,671	43,937
5.50 Maintenance Operations							489,801
5.52 Maintenance of Grounds							-
5.56 Utilities							-
Total Function 5	-	-	-	464,130	43,937	25,671	533,738
7 Transportation and Housing							
7.70 Student Transportation				15,161	18,840	897	34,898
7.73 Housing				15,161	18,840	897	34,898
Total Function 7	-	-	-	15,161	18,840	897	34,898
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	1,433,002	334,937	124,091	592,639	382,025	169,146	3,035,840

School District No. 87 (Stikine)
 Operating Expense by Function, Program and Object
 Year Ended June 30, 2016

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2016 Actual	2015 Budget	2015 Actual
	\$	\$	\$	\$	\$	(Note 13)	\$
1 Instruction							
1.02 Regular Instruction	1,690,860	394,881	2,085,741	426,862	2,512,603	2,421,897	2,202,237
1.07 Library Services	58,533	15,425	73,958	1,055	75,013	74,265	67,777
1.10 Special Education	126,273	22,640	148,913	6,365	155,278	230,819	150,806
1.31 Aboriginal Education	70,677	19,109	89,786	117,205	206,991	378,856	197,973
1.41 School Administration	196,545	31,125	227,670	33,165	260,835	346,346	356,862
1.64 Other	-	-	-	75,790	75,790	111,762	1,325
Total Function 1	2,142,888	483,180	2,626,068	660,442	3,286,510	3,563,945	2,976,980
4 District Administration							
4.11 Educational Administration	105,151	26,410	131,561	8,076	139,637	131,421	136,673
4.40 School District Governance	56,024	985	57,009	54,870	111,879	118,433	99,166
4.41 Business Administration	163,141	42,316	205,457	156,689	362,146	383,068	314,272
Total Function 4	324,316	69,711	394,027	219,635	613,662	632,922	550,111
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	43,937	8,979	52,916	27,812	80,728	80,860	79,558
5.50 Maintenance Operations	489,801	97,243	587,044	128,899	715,943	778,190	696,825
5.52 Maintenance of Grounds	-	-	-	20,243	20,243	25,000	22,758
5.56 Utilities	-	-	-	129,656	129,656	226,000	139,508
Total Function 5	533,738	106,222	639,960	306,610	946,570	1,110,050	938,649
7 Transportation and Housing							
7.70 Student Transportation	-	-	-	333,627	333,627	325,927	310,159
7.73 Housing	34,898	6,243	41,141	198,673	239,814	102,944	169,733
Total Function 7	34,898	6,243	41,141	532,300	573,441	428,871	479,892
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	3,035,840	665,356	3,701,196	1,718,987	5,420,183	5,735,788	4,945,632

School District No. 87 (Stikine)

Schedule of Special Purpose Operations

Year Ended June 30, 2016

	2016 Budget (Note 13) \$	2016 Actual \$	2015 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	742,345	698,119	714,389
Other Revenue	50,000	86,268	93,882
Total Revenue	<u>792,345</u>	<u>784,387</u>	<u>808,271</u>
Expenses			
Instruction	726,423	761,946	758,901
Operations and Maintenance	23,529		
Total Expense	<u>749,952</u>	<u>761,946</u>	<u>758,901</u>
Special Purpose Surplus (Deficit) for the year	<u>42,393</u>	<u>22,441</u>	<u>49,370</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(42,393)	(22,441)	(49,370)
Total Net Transfers	<u>(42,393)</u>	<u>(22,441)</u>	<u>(49,370)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 87 (Stikine)

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

Schedule 3A

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Ready, Set, Learn	OLEP	Community- LINK	Service Delivery Transformation	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year									
Add: Restricted Grants									
Provincial Grants - Ministry of Education	32,594	113,185	89	111,505	9,800	5,177	547,558	25,000	708,403
Other	145								111,505
Investment Income									145
Less: Allocated to Revenue									
Deferred Revenue, end of year	26,617	113,185	89	86,268	9,800	5,177	547,558	870	820,053
	6,122	-	-	99,998	15,050	19,830	-	24,130	784,387
									165,130
Revenues									
Provincial Grants - Ministry of Education	26,617	113,185	89	86,268	9,800		547,558	870	698,119
Other Revenue	26,617	113,185	89	86,268	9,800		547,558	870	86,268
Expenses									
Salaries									
Teachers		70,840					44,341		115,181
Educational Assistants		17,557					177,507		195,064
Support Staff	1,420						9,270		10,690
Substitutes							20,422		20,422
Employee Benefits	1,420	88,397					251,540		341,357
Services and Supplies	145	24,788					58,716		83,649
	2,611		89	86,268	9,800		237,302	870	336,940
	4,176	113,185	89	86,268	9,800		547,558	870	761,946
Net Revenue (Expense) before Interfund Transfers	22,441	-	-	-	-	-	-	-	22,441
Interfund Transfers									
Tangible Capital Assets Purchased	(22,441)								(22,441)
	(22,441)								(22,441)
Net Revenue (Expense)									

School District No. 87 (Stikine)

Schedule of Capital Operations

Year Ended June 30, 2016

	2016 Budget (Note 13)	2016 Actual			2015 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants			25,962	25,962	25,540
Investment Income	15,000				
Amortization of Deferred Capital Revenue	372,197	374,865		374,865	372,788
Total Revenue	387,197	374,865	25,962	400,827	398,328
Expenses					
Amortization of Tangible Capital Assets				426,809	410,116
Operations and Maintenance	416,471	426,809		426,809	410,116
Total Expense	416,471	426,809	-	426,809	410,116
Capital Surplus (Deficit) for the year	(29,274)	(51,944)	25,962	(25,982)	(11,788)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	42,393	22,441		22,441	49,370
Local Capital				-	650,000
Principal Reduction on Capital Loan				-	147,077
Total Net Transfers	42,393	22,441	-	22,441	846,447
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		105,202	(105,202)	-	
Total Other Adjustments to Fund Balances		105,202	(105,202)	-	
Total Capital Surplus (Deficit) for the year	13,119	75,699	(79,240)	(3,541)	834,659
Capital Surplus (Deficit), beginning of year		3,385,623	2,878,298	6,263,921	5,429,262
Capital Surplus (Deficit), end of year		3,461,322	2,799,058	6,260,380	6,263,921

School District No. 87 (Stikine)

Tangible Capital Assets
Year Ended June 30, 2016

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,763,718	22,417,299	129,735	416,445	-	7,706	24,734,903
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - By/Law		151,292					151,292
Special Purpose Funds		22,441					22,441
Local Capital			52,045	53,157			105,202
Decrease:							
Deemed Disposals		173,733	52,045	53,157			278,935
Deemed Disposals				66,654			66,654
Deemed Disposals				66,654			66,654
Cost, end of year	1,763,718	22,591,032	181,780	402,948	-	7,706	24,947,184
Work in Progress, end of year							
Cost and Work in Progress, end of year	1,763,718	22,591,032	181,780	402,948	-	7,706	24,947,184
Accumulated Amortization, beginning of year							
Changes for the Year							
Increase: Amortization for the Year		14,763,200	69,838	215,095			15,048,133
Decrease:							
Deemed Disposals		370,649	12,974	41,645		1,541	426,809
Accumulated Amortization, end of year							
Deemed Disposals				66,654			66,654
Deemed Disposals				66,654			66,654
Accumulated Amortization, end of year		15,133,849	82,812	190,086		1,541	15,408,288
Tangible Capital Assets - Net	1,763,718	7,457,183	98,968	212,862	-	6,165	9,538,896

School District No. 87 (Stikine)

Deferred Capital Revenue
Year Ended June 30, 2016

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	6,301,148			6,301,148
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	151,292			151,292
	151,292	-	-	151,292
Decrease:				
Amortization of Deferred Capital Revenue	374,865			374,865
	374,865	-	-	374,865
Net Changes for the Year	(223,573)	-	-	(223,573)
Deferred Capital Revenue, end of year	6,077,575	-	-	6,077,575
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	6,077,575	-	-	6,077,575

School District No. 87 (Stikine)
 Changes in Unspent Deferred Capital Revenue
 Year Ended June 30, 2016

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year						-
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	151,292					151,292
Decrease:						
Transferred to DCR - Capital Additions	151,292					151,292
Net Changes for the Year	-	-	-	-	-	-
Balance, end of year	-	-	-	-	-	-