

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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School District No. 10 (Arrow Lakes)  
Statement of Financial Information (SOFI)  
For the fiscal year ended June 30, 2022



Ministry  
of Education

## SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

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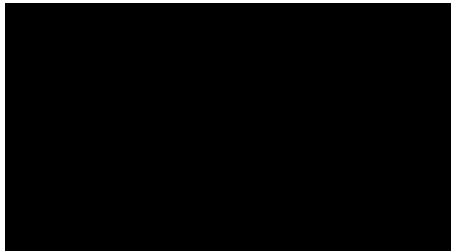
SCHOOL DISTRICT NUMBER	NAME OF SCHOOL DISTRICT	YEAR
10	Arrow Lakes	2021-2022
OFFICE LOCATION(S)		TELEPHONE NUMBER
98 6th Avenue		250.265.3638
MAILING ADDRESS		
Box 340		
CITY	PROVINCE	POSTAL CODE
Nakusp	BC	V0G 1R0
NAME OF SUPERINTENDENT		TELEPHONE NUMBER
Peter Dubinsky		ext. 3301
NAME OF SECRETARY TREASURER		TELEPHONE NUMBER
Michael McLellan		ext. 3305

**DECLARATION AND SIGNATURES**

*We, the undersigned, certify that the attached is a correct and true copy of the Statement of Financial Information for the year ended*  
June 30, 2022

*for School District No. 10 as required under Section 2 of the Financial Information Act.*

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION



DATE SIGNED

Dec 31, 2022

DATE SIGNED

Dec 31, 2022

DATE SIGNED

Dec 31, 2022

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**FINANCIAL INFORMATION ACT SUBMISSION CHECKLIST**

		<i><b>Due Date</b></i>
a)	<input checked="" type="checkbox"/> A statement of assets and liabilities (audited financial statements).	<i>September 30</i>
b)	<input checked="" type="checkbox"/> An operational statement including, i) a Statement of Income and ii) a Statement of Changes in Financial Position, or, if omitted, an explanation in the Notes to Financial Statements (audited financial statements)	<i>September 30</i>
c)	<input checked="" type="checkbox"/> A schedule of debts (audited financial statements).	<i>September 30</i>
d)	<input checked="" type="checkbox"/> A schedule of guarantee and indemnity agreements including the names of the entities involved and the amount of money involved. (Note: Nil schedules can be submitted December 31).	<i>September 30</i>
e)	A schedule of remuneration and expenses, including:	<i>December 31</i>
	<input checked="" type="checkbox"/> i) an alphabetical list of employees earning over \$75,000, the total amount of expenses paid to or on behalf of each employee for the year reported and a consolidated total for employees earning under \$75,000. If the total wages and expenses differs from the audited financial statements, an explanation is required.	
	<input checked="" type="checkbox"/> ii) a list by name and position of Board Members with the amount of any salary and expenses paid to or on behalf of the member	
	<input checked="" type="checkbox"/> iii) the number of severance agreements started during the fiscal year and the range of months' pay covered by the agreement, in respect of excluded employees. If there are no agreements to report, an explanation is required	
f)	<input checked="" type="checkbox"/> An alphabetical list of suppliers receiving over \$25,000 and a consolidated total for those suppliers receiving less than \$25,000. If the total differs from the Audited Financial Statements, an explanation is required.	<i>December 31</i>
g)	<input checked="" type="checkbox"/> Approval of Statement of Financial Information.	<i>December 31</i>
h)	<input checked="" type="checkbox"/> A management report approved by the Chief Financial Officer	<i>December 31</i>

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**MANAGEMENT REPORT**

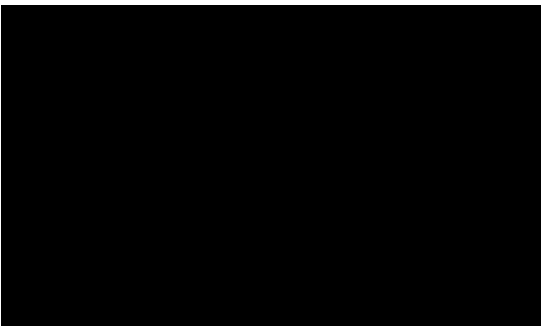
The Financial Statements contained in this Statement of Financial Information under the Financial Information Act have been prepared by management in accordance with Canadian generally accepted accounting principles and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of Education 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, KPMG LLP, 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. 10 (Arrow Lakes)



Prepared as required by *Financial Information Regulation*, Schedule 1, section 9

Audited Financial Statements of

# **School District No. 10 (Arrow Lakes)**

And Independent Auditors' Report thereon

June 30, 2022

# School District No. 10 (Arrow Lakes)

June 30, 2022

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# School District No. 10 (Arrow Lakes)

## MANAGEMENT REPORT

Version: 8733-7988-6005

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

The accompanying financial statements of School District No. 10 (Arrow Lakes) 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.

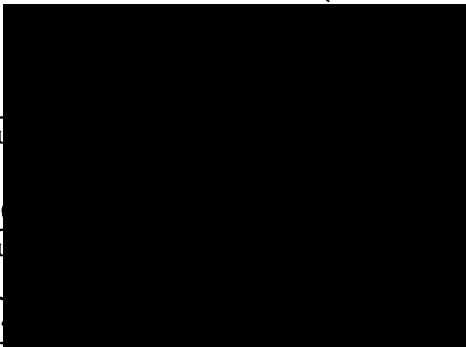
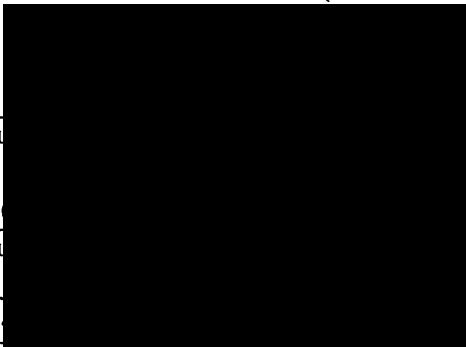
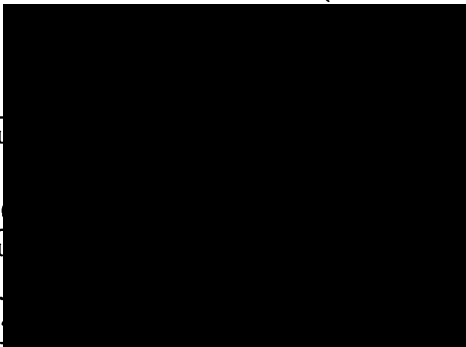
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 10 (Arrow Lakes) (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, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 10 (Arrow Lakes) 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. 10 (Arrow Lakes)

Signature		<u>Sept 20/22</u> Date Signed
Signature		<u>Sept 20/22</u> Date Signed
Signature of the Secretary Treasurer		<u>Sept 20/22</u> Date Signed





KPMG LLP  
200 – 3200 Richter Street  
Kelowna BC V1W 5K9  
Canada  
Telephone 250-979-7150  
Fax 250-763-0044

## **INDEPENDENT AUDITORS' REPORT**

To the Board of Education of School District No. 10 (Arrow Lakes), and  
To the Minister of Education and Child Care, Province of British Columbia

### **Opinion**

We have audited the financial statements of School District No. 10 (Arrow Lakes) (the School District), which comprise:

- the statement of financial position as at June 30, 2022
- the statement of operations for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

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

In our opinion, the accompanying financial statements as at and for the year ended June 30, 2022 of the School District are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

### **Basis for Opinion**

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

We are independent of the School District 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 17 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2021 has been restated. Note 17 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

As part of our audit of the financial statements for the year ended June 30, 2022, we audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2021. In our opinion, such adjustments are appropriate and have been properly applied.

Our opinion is not modified in respect of this matter.

### **Other Information**

Management is responsible for the other information. Other information comprises information, other than the financial statements and the auditors' report thereon, included in unaudited schedules 1-4 attached to the audited financial statements and the management 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 information, other than the financial statements and the auditors' report thereon, included in the unaudited schedules 1-4 attached to the audited financial statements and the management discussion and analysis document, at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

### **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

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

In preparing the financial statements, management is responsible for assessing the School District'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 School District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School District's financial reporting process.



## Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District'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 School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the School District 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

Kelowna, Canada

September 20, 2022

# School District No. 10 (Arrow Lakes)

Statement 1

## Statement of Financial Position

As at June 30, 2022

	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	4,891,951	5,202,465
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	50,000	48,677
Other (Note 3)	287,251	124,690
<b>Total Financial Assets</b>	<b>5,229,202</b>	<b>5,375,832</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	925,337	1,243,330
Deferred Revenue (Note 5)	391,089	209,761
Deferred Capital Revenue (Note 6)	14,557,746	10,935,229
Employee Future Benefits (Note 7)	154,817	150,145
<b>Total Liabilities</b>	<b>16,028,989</b>	<b>12,538,465</b>
<b>Net Debt</b>	<b>(10,799,787)</b>	<b>(7,162,633)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 8)	16,632,482	12,677,375
Prepaid Expenses	112,866	223,170
<b>Total Non-Financial Assets</b>	<b>16,745,348</b>	<b>12,900,545</b>
<b>Accumulated Surplus (Deficit)</b>	<b>5,945,561</b>	<b>5,737,912</b>
Contractual Obligations (Note 11)		
Contingent Liabilities (Note 12)		

Sept 20/22

Date Signed

Sept 20/22

Date Signed

Sept 20/22

Date Signed

# School District No. 10 (Arrow Lakes)

Statement 2

Statement of Operations  
Year Ended June 30, 2022

	2022 Budget (Note 13)	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	9,630,087	10,462,746	10,225,022
Other	27,000	21,000	18,000
Tuition		7,020	
Other Revenue	191,000	218,470	170,148
Rentals and Leases	6,000	10,921	5,328
Investment Income	36,300	53,781	46,105
Gain (Loss) on Disposal of Tangible Capital Assets		(23,733)	
Amortization of Deferred Capital Revenue	541,975	587,030	499,122
<b>Total Revenue</b>	<b>10,432,362</b>	<b>11,337,235</b>	<b>10,963,725</b>
<b>Expenses (Note 14)</b>			
Instruction	7,457,449	7,454,995	6,999,940
District Administration	912,022	817,405	826,250
Operations and Maintenance	2,192,285	2,121,232	1,723,584
Transportation and Housing	541,284	735,954	484,278
<b>Total Expense</b>	<b>11,103,040</b>	<b>11,129,586</b>	<b>10,034,052</b>
<b>Surplus (Deficit) for the year</b>	<b>(670,678)</b>	<b>207,649</b>	<b>929,673</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>5,737,912</b>	<b>4,808,239</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>5,945,561</b>	<b>5,737,912</b>

**School District No. 10 (Arrow Lakes)**

Statement 4

## Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget (Note 13)	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(670,678)</u>	<u>207,649</u>	<u>929,673</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(4,264,547)	(4,751,224)	(2,391,799)
Amortization of Tangible Capital Assets	722,955	772,384	681,286
Net carrying value of Tangible Capital Assets disposed of		23,733	
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(3,541,592)</u>	<u>(3,955,107)</u>	<u>(1,710,513)</u>
Acquisition of Prepaid Expenses	-	(112,866)	(188,952)
Use of Prepaid Expenses	-	223,170	78,726
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>110,304</u>	<u>(110,226)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(4,212,270)</u>	<u>(3,637,154)</u>	<u>(891,066)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(3,637,154)</u>	<u>(891,066)</u>
<b>Net Debt, beginning of year</b>		<u>(7,162,633)</u>	<u>(6,271,567)</u>
<b>Net Debt, end of year</b>		<u><u>(10,799,787)</u></u>	<u><u>(7,162,633)</u></u>

# School District No. 10 (Arrow Lakes)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2022

	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	207,649	929,673
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(163,884)	(34,240)
Prepaid Expenses	110,304	(110,226)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(317,993)	387,878
Deferred Revenue	181,328	17,304
Employee Future Benefits	4,672	(9,248)
Loss (Gain) on Disposal of Tangible Capital Assets	23,733	-
Amortization of Tangible Capital Assets	772,384	681,286
Amortization of Deferred Capital Revenue	(587,030)	(499,122)
<b>Total Operating Transactions</b>	<b>231,163</b>	<b>1,363,305</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(4,751,224)	(2,391,799)
<b>Total Capital Transactions</b>	<b>(4,751,224)</b>	<b>(2,391,799)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	4,209,547	2,387,094
<b>Total Financing Transactions</b>	<b>4,209,547</b>	<b>2,387,094</b>
<b>Investing Transactions</b>		
Proceeds on Disposal of Portfolio Investments	-	1,454,269
<b>Total Investing Transactions</b>	<b>-</b>	<b>1,454,269</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(310,514)</b>	<b>2,812,869</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>5,202,465</b>	<b>2,389,596</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>4,891,951</b>	<b>5,202,465</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	4,891,951	5,202,465
	<b>4,891,951</b>	<b>5,202,465</b>

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 10, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 10 (Arrow Lakes)", and operates as "School District No. 10 (Arrow Lakes)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district and is principally funded by the Province of British Columbia through the Ministry of Education and Child Care. School District No. 10 (Arrow Lakes) 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(e) and 2(k).

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

As noted in notes 2(e) 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 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; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified.

b) Basis of Presentation

These financial statements reflect the assets, liabilities, revenues and expenses of the reporting entity, which is comprised of all controlled entities. Inter-departmental balances and organizational transactions have been eliminated.



**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

c) Cash and Cash Equivalents

Cash and cash equivalents include cash in 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) 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.

e) 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.

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

f) 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 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 impact of changes in the assumptions between this March 31, 2022 measurement date and June 30, 2022 are not considered to be material. 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.

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.
- Contributed tangible capital assets are recorded at their fair market value on the date of contribution, 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.

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

g) Tangible Capital Assets *(Continued)* :

- 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 (Note 17). It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

h) Asset Retirement Obligations

Effective July 1, 2022, Canadian public sector accounting standards for asset retirement obligations will become effective, which will establish standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets. A liability is recognized when, as at the financial reporting date:

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

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

A modified retroactive application has been recommended by Government pending approval in the fall of 2020. The School District has identified potential asset retirement obligations relating to facilities that the School District may incur upon major upgrades or demolition in the future. This potential obligation exists for the removal and disposal of environmentally hazardous building materials in some of the School District facilities. At this time, the School District has not recognized these asset retirement obligations and is in the process of assessing the impact of adopting the new standard on the School District's financial results.

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

i) Liability for Contaminated Sites

Contamination is air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School district:
  - o is directly responsible; or
  - o 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. At this time the School District has determined there are no liabilities for contaminated sites.

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.

k) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectible and can be reasonably estimated.

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

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

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

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

k) Revenue Recognition *(Continued)*:

Contributed tangible capital assets other than sites are recorded at fair market value and amortized over the useful life of the assets. Contributed 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.

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, 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.
- 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.

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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

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 and accounts payable and accrued 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 and amortized using the effective interest rate method. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

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. For the year ended June 30, 2022, the School District did not have any financial instruments where fair value differed significantly from its cost amount. Accordingly, a statement of remeasurement gains and losses has not been presented.

All financial assets 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.

n) Measurement Uncertainty

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

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 3      ACCOUNTS RECEIVABLE – OTHER**

	2022	2021
Federal Government	\$       -	\$ 48,677
Other	287,251	124,690
	<u>\$ 287,251</u>	<u>\$ 173,367</u>

**NOTE 4      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER**

	2022	2021
Trade and other accounts payable	\$ 196,984	\$ 372,313
Salaries and benefits	542,499	782,277
Accrued vacation pay	185,854	88,740
	<u>\$ 925,337</u>	<u>\$ 1,243,330</u>

**NOTE 5      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.

	2022	2021
Balance, beginning of year	\$ 209,761	\$ 228,871
Changes for the year:		
Restricted grants received	1,092,823	1,084,157
Allocation to revenue	(911,495)	(1,066,853)
Balance, end of year	<u>\$ 391,089</u>	<u>\$ 209,761</u>

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 6      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.

<u>Unspent Deferred Capital Revenue</u>	2022	2021
Balance, beginning of year	\$ 1,297,115	\$ 1,000,264
Changes for the year:		
Restricted grants received	4,195,438	2,369,704
Investment income	14,109	17,390
Transferred to Deferred Capital Revenue	(4,709,671)	(2,090,243)
Balance, end of year	<u>\$ 796,991</u>	<u>\$ 1,297,115</u>

<u>Deferred Capital Revenue</u>	2022	2021
Balance, beginning of year, as restated	\$ 9,903,242	\$ 8,281,084
Prior period adjustment – change in accounting policy (Note 17)	(265,128)	(234,091)
Changes for the year:		
Contributions received in the year (capital additions)	4,709,671	2,090,243
Amortization of deferred capital revenue	(587,030)	(499,012)
Balance, end of year	<u>\$ 13,760,755</u>	<u>\$ 9,638,114</u>



**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**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.

	2022	2021
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 155,190	\$ 156,375
Service Cost	13,646	13,714
Interest Cost	4,002	3,653
Benefit Payments	(22,161)	(10,882)
Actuarial (Gain) Loss	(4,427)	(7,670)
Accrued Benefit Obligation – March 31	<u>\$ 146,250</u>	<u>\$ 155,190</u>

<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$ 146,250	\$ (155,190)
Market Value of Plan Assets – March 31	0	-
Funded Status – Surplus (Deficit)	(146,250)	(155,190)
Employer Contributions After Measurement Date	1,911	17,025
Benefits Expense After Measurement Date	(4,677)	(4,412)
Unamortized Net Actuarial (Gain) Loss	(5,801)	(7,568)
Accrued Benefit Asset (Liability) – June 30	<u>\$ (154,817)</u>	<u>\$ (150,145)</u>

<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability – July 1	\$ 150,145	\$ 159,393
Net expense for Fiscal Year	11,719	16,032
Employer Contributions	(7,047)	(25,280)
Accrued Benefit Liability – June 30	<u>\$ 154,817</u>	<u>\$ 150,145</u>

<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 13,682	\$ 13,697
Interest Cost	4,232	3,740
Amortization of Net Actuarial (Gain)/Loss	(6,195)	(1,405)
Net Benefit Expense (Income)	<u>\$ 11,719</u>	<u>\$ 16,032</u>

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

Discount Rate – April 1	2.50%	2.25%
Discount Rate – March 31	3.25%	2.50%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	10.3	8.9

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

**NOTE 8 TANGIBLE CAPITAL ASSETS**

<b>Net Book Value:</b>	2022	2021 As restated
Sites	\$ 362,514	\$ 362,514
Buildings	15,118,049	11,131,573
Vehicles	701,346	641,825
Furniture and Equipment	323,686	408,922
Computer Hardware	126,887	132,541
<b>Total</b>	<b>\$ 16,632,482</b>	<b>\$ 12,677,375</b>

<b>June 30, 2022</b>	Balance at July 1, 2021	Additions	Disposals	Balance at June 30, 2022
<b>Cost</b>				
Sites	\$ 362,514	\$ -	\$ -	\$ 362,514
Buildings	23,149,119	4,541,582	(171,548)	27,519,153
Furniture and equipment	1,034,079	168,809	(64,880)	1,137,288
Vehicles	920,242	-	(135,763)	784,479
Computer hardware	224,661	41,553	(18,799)	247,415
<b>Total</b>	<b>\$ 25,690,615</b>	<b>\$ 4,751,224</b>	<b>\$ (390,990)</b>	<b>\$ 30,050,849</b>

<b>Accumulated Amortization</b>	Balance at July 1, 2021, As restated	Amortization	Disposals	Balance at June 30, 2022
Buildings	\$ 12,017,546	\$ 531,373	\$ (147,815)	\$ 12,400,078
Furniture and equipment	392,254	108,568	(64,880)	435,942
Vehicles	511,320	85,236	(135,763)	460,793
Computer hardware	92,120	47,207	(18,799)	120,528
<b>Total</b>	<b>\$ 13,013,240</b>	<b>\$ 772,384</b>	<b>\$ (367,257)</b>	<b>\$ 13,418,367</b>

<b>June 30, 2021</b>	Balance at July 1, 2020	Additions	Disposals	Balance at June 30, 2021
<b>Cost</b>				
Sites	\$ 362,514	\$ -	\$ -	\$ 362,514
Buildings	21,038,460	2,110,659	-	23,149,119
Furniture and equipment	829,626	211,950	(7,497)	1,034,079
Vehicles	920,242	-	-	920,242
Computer hardware	212,467	69,190	(56,996)	224,661
<b>Total</b>	<b>\$ 23,363,309</b>	<b>\$ 2,391,799</b>	<b>\$ (64,493)</b>	<b>\$ 25,690,615</b>

<b>Accumulated Amortization</b>	Balance at July 1, 2020, As restated	Amortization	Disposals	Balance at June 30, 2021, As restated
Buildings	\$ 11,573,587	\$ 451,456	\$ (7,497)	\$ 12,017,546
Furniture and equipment	304,641	87,613	-	392,254
Vehicles	414,138	97,182	-	511,320
Computer hardware	104,241	44,875	(56,996)	92,120
<b>Total</b>	<b>\$ 12,396,607</b>	<b>\$ 681,126</b>	<b>\$ (64,493)</b>	<b>\$ 13,013,240</b>

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 8      TANGIBLE CAPITAL ASSETS (*CONTINUED*)**

During the year, the School District sold its former Fauquier Elementary School property, for total cash proceeds of \$35,000, to the Fauquier Communications Centre Society. Due to costs of subdivision and other legal expenses, the net proceeds from the sale of the property were \$nil. The property was originally built in 1968 and was closed in the year 2000 due to low enrolment. The capitalized building costs and accumulated amortization of the building at the time of the disposal was \$171,548 and \$147,815, respectively.

**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, 2021, the Teachers' Pension Plan has about 50,000 active members and approximately 40,000 retired members. As of December 31, 2021, the Municipal Pension Plan has about 227,000 active members, including approximately 28,000 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, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The School District paid \$633,528 for employer contributions to the plans for the year ended June 30, 2022 (2021: \$627,886).

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 9      EMPLOYEE PENSION PLANS (*CONTINUED*)**

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, 2021, with results available in the last quarter of 2022.

Employers participating in the plans record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plans record accrued liabilities and accrued assets for each plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plans.

**NOTE 10      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 11      CONTRACTUAL OBLIGATIONS**

The School District has an annually renewing agreement for its enterprise resource planning and financial (ERP) software. It also has a multiple-year agreement for the upgrade of this ERP software. The obligatory annual maintenance and support fees for 2022-2023 were \$49,804 as at June 30, 2022. The amounts owing for completion of the next phase of the upgrade of the software will be \$63,000 net of the deposit paid and is payable in phases at the time of delivery of the upgrade, which is phased over the next one to two years.

**NOTE 12      CONTINGENT LIABILITIES**

The School District, in conducting its business activities, is subject to certain legal actions. Some of these legal actions are managed and covered by the British Columbia Schools Protection Program. The outcome of these matters cannot be determined at this time. In the event that any claims are successful, it is management's opinion that the settlements of such claims would not have a material effect on the financial position of the Schools District. The resulting loss on the School District, if any, will be recorded in the period in which it is determinable.

**NOTE 13      BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an annual budget on April 28, 2021.

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 14      EXPENSE BY OBJECT**

	2022	2021
Salaries and benefits	\$ 8,233,471	\$ 7,735,067
Services and supplies	2,084,317	1,617,699
Amortization	772,384	681,286
	<u>\$ 11,090,172</u>	<u>\$ 10,034,052</u>

**NOTE 15      INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

	2022	2021
Contractual Obligations	\$ 48,000	\$ -
Professional learning	21,000	-
Software Transitions	15,000	-
Strategic Planning & School Reconfiguration	70,000	-
Website and Visual Identity	20,000	100,000
Vehicles & Equipment	200,000	-
IT Network Infrastructure & Equipment	100,000	100,000
Other prior year restrictions	-	926,000
	<u>\$ 474,000</u>	<u>\$ 1,126,000</u>

**NOTE 16      ECONOMIC DEPENDENCE**

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

**SCHOOL DISTRICT NO 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 17 PRIOR PERIOD ADJUSTMENT- CHANGE IN ACCOUNTING POLICY**

On May 28, 2021, the Office of the Comptroller General directed all school districts to apply a half-year rule method of recording tangible capital asset and related deferred capital revenue amortization in the fiscal year an asset is placed into service. This directive has been applied to both past and future purchases. Prior to this directive, the School District did not recognize tangible capital asset or related deferred capital revenue amortization in the first partial service year. The School District has made a retroactive adjustment to recognize amortization of all tangible capital assets and deferred capital revenue beginning in their first service year. The impact of the prior period adjustment on the June 30, 2021 comparative amounts is as follows:

	Increase (Decrease)
Tangible Capital Assets	\$ (358,799)
Deferred Capital Revenue	(265,128)
Accumulated Surplus	(93,671)
Amortization of Deferred Capital Revenue	31,037
Operations & Maintenance Expense – Asset Amortization	36,312
Accumulated Surplus – beginning of the year July 1, 2020	(88,396)

**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, 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 institutions and the School District invests solely in term deposits and mutual funds.

b) Market risks

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 10. (ARROW LAKES)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2022**

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**NOTE 18     RISK MANAGEMENT** *(Continued)*

c) Market Risks (cont'd)

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 that have a maturity date of no more than 3 years, and mutual funds.

d) 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 2021 related to credit, market or liquidity risks.

**NOTE 20     COMPARATIVE FIGURES**

Certain of the prior year's figures have been reclassified to conform to the current year's financial statement presentation. There was no impact on net surplus or deficit in the prior year.

# School District No. 10 (Arrow Lakes)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2022

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	2,461,366		3,276,546	5,737,912	4,896,635
Prior Period Adjustments					(88,396)
Accumulated Surplus (Deficit), beginning of year, as restated	2,461,366	-	3,276,546	5,737,912	4,808,239
Changes for the year					
Surplus (Deficit) for the year	415,394		(207,745)	207,649	929,673
Interfund Transfers	(41,553)		41,553	-	
Tangible Capital Assets Purchased	373,841	-	(166,192)	207,649	929,673
Net Changes for the year	2,835,207	-	3,110,354	5,945,561	5,737,912
Accumulated Surplus (Deficit), end of year - Statement 2					



# School District No. 10 (Arrow Lakes)

Schedule 2 (Unaudited)

## Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget (Note 13)	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	9,131,969	9,741,898	9,270,064
Other	27,000	21,000	18,000
Tuition		7,020	
Other Revenue	6,000	28,323	58,253
Rentals and Leases	6,000	10,921	5,328
Investment Income	35,000	51,939	44,483
<b>Total Revenue</b>	<u>9,205,969</u>	<u>9,861,101</u>	<u>9,396,128</u>
<b>Expenses</b>			
Instruction	6,867,985	6,637,502	6,152,473
District Administration	910,022	817,405	823,750
Operations and Maintenance	1,474,700	1,340,082	1,129,670
Transportation and Housing	444,260	650,718	392,254
<b>Total Expense</b>	<u>9,696,967</u>	<u>9,445,707</u>	<u>8,498,147</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(490,998)</u>	<u>415,394</u>	<u>897,981</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>560,998</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(70,000)	(41,553)	(89,322)
<b>Total Net Transfers</b>	<u>(70,000)</u>	<u>(41,553)</u>	<u>(89,322)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u>373,841</u>	<u>808,659</u>
<b>Operating Surplus (Deficit), beginning of year</b>		2,461,366	1,652,707
<b>Operating Surplus (Deficit), end of year</b>		<u>2,835,207</u>	<u>2,461,366</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 15)		474,000	1,126,000
Unrestricted		2,361,207	1,335,366
<b>Total Operating Surplus (Deficit), end of year</b>		<u>2,835,207</u>	<u>2,461,366</u>

# School District No. 10 (Arrow Lakes)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget (Note 13)	2022 Actual	2021 Actual (Restated - Note 17)
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	9,044,640	9,642,327	9,006,037
Other Ministry of Education and Child Care Grants			
Pay Equity	40,560	40,560	40,560
Funding for Graduated Adults		1,256	
Student Transportation Fund	42,675	42,675	42,675
Teachers' Labour Settlement Funding			160,142
Early Career Mentorship Funding			15,000
FSA Scorer Grant	4,094	4,094	4,094
Early Learning Framework Implementation	-	1,557	1,556
Anti-racism Grant	-	6,429	-
Equity Scan Grant	-	3,000	-
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>9,131,969</b>	<b>9,741,898</b>	<b>9,270,064</b>
<b>Provincial Grants - Other</b>	<b>27,000</b>	<b>21,000</b>	<b>18,000</b>
<b>Tuition</b>			
International and Out of Province Students	-	7,020	-
<b>Total Tuition</b>	<b>-</b>	<b>7,020</b>	<b>-</b>
<b>Other Revenues</b>			
Other School District/Education Authorities	-	-	2,373
Miscellaneous			
Art Starts	5,400	5,400	5,400
Miscellaneous	600	22,923	20,060
Arrow Lakes Community Services	-	-	4,000
Nakusp & Area Community Foundation	-	-	11,920
CBT Basin Plays	-	-	14,500
<b>Total Other Revenue</b>	<b>6,000</b>	<b>28,323</b>	<b>58,253</b>
<b>Rentals and Leases</b>	<b>6,000</b>	<b>10,921</b>	<b>5,328</b>
<b>Investment Income</b>	<b>35,000</b>	<b>51,939</b>	<b>44,483</b>
<b>Total Operating Revenue</b>	<b>9,205,969</b>	<b>9,861,101</b>	<b>9,396,128</b>

**School District No. 10 (Arrow Lakes)**

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2022

	2022 Budget (Note 13) \$	2022 Actual \$	2021 Actual (Restated - Note 17) \$
<b>Salaries</b>			
Teachers	3,512,500	3,165,231	2,907,046
Principals and Vice Principals	440,000	693,502	629,314
Educational Assistants	502,000	501,761	389,253
Support Staff	896,000	912,378	815,925
Other Professionals	674,022	636,524	778,665
Substitutes	333,799	410,986	420,232
<b>Total Salaries</b>	<b>6,358,321</b>	<b>6,320,382</b>	<b>5,940,435</b>
<b>Employee Benefits</b>	<b>1,657,867</b>	<b>1,384,697</b>	<b>1,273,697</b>
<b>Total Salaries and Benefits</b>	<b>8,016,188</b>	<b>7,705,079</b>	<b>7,214,132</b>
<b>Services and Supplies</b>			
Services	526,633	454,309	434,099
Student Transportation	13,260	18,054	5,689
Professional Development and Travel	153,057	68,203	59,827
Rentals and Leases	-	821	-
Dues and Fees	39,370	33,565	28,886
Insurance	29,700	21,384	27,513
Supplies	680,559	899,847	523,840
Utilities	238,200	244,445	204,161
<b>Total Services and Supplies</b>	<b>1,680,779</b>	<b>1,740,628</b>	<b>1,284,015</b>
<b>Total Operating Expense</b>	<b>9,696,967</b>	<b>9,445,707</b>	<b>8,498,147</b>

# School District No. 10 (Arrow Lakes)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

Schedule 2C (Unaudited)

	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	2,765,950	92,482	18,316	92,473	-	305,214	3,274,435
1.03 Career Programs	-	-	-	-	-	-	-
1.07 Library Services	-	-	-	-	-	-	-
1.08 Counselling	159,273	-	-	19,418	-	-	19,418
1.10 Special Education	151,047	23,596	483,445	-	51,550	46,855	159,273
1.31 Indigenous Education	70,472	8,232	-	-	16,711	9,649	756,493
1.41 School Administration	18,489	569,192	-	70,747	-	-	105,064
1.64 Other	-	-	-	-	-	-	658,428
<b>Total Function 1</b>	<b>3,165,231</b>	<b>693,502</b>	<b>501,761</b>	<b>182,638</b>	<b>68,261</b>	<b>361,718</b>	<b>4,973,111</b>
<b>4 District Administration</b>							
4.11 Educational Administration	-	-	-	-	113,469	-	113,469
4.40 School District Governance	-	-	-	-	59,904	-	59,904
4.41 Business Administration	-	-	-	-	225,426	1,065	226,491
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>398,799</b>	<b>1,065</b>	<b>399,864</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	-	-	-	-	145,737	-	145,737
5.50 Maintenance Operations	-	-	-	442,582	-	42,071	484,653
5.52 Maintenance of Grounds	-	-	-	26,067	-	-	26,067
5.56 Utilities	-	-	-	-	-	-	-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>468,649</b>	<b>145,737</b>	<b>42,071</b>	<b>656,457</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	-	-	-	-	23,727	-	23,727
7.70 Student Transportation	-	-	-	261,091	-	6,132	267,223
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>261,091</b>	<b>23,727</b>	<b>6,132</b>	<b>290,950</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>3,165,231</b>	<b>693,502</b>	<b>501,761</b>	<b>912,378</b>	<b>636,524</b>	<b>410,986</b>	<b>6,320,382</b>

# School District No. 10 (Arrow Lakes)

Operating Expense by Function, Program and Object

Year Ended June 30, 2022

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2022 Actual	2022 Budget (Note 13)	2021 Actual (Restated - Note 17)
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	3,274,435	753,886	4,028,321	325,422	4,353,743	4,965,940	4,348,906
1.03 Career Programs	-	-	-	464	464	24,700	4,653
1.07 Library Services	19,418	3,591	23,009	8,894	31,903	40,000	22,615
1.08 Counseling	159,273	35,525	194,798	831	195,629	176,000	143,655
1.10 Special Education	756,493	167,689	924,182	104,690	1,028,872	1,009,235	926,629
1.31 Indigenous Education	105,064	23,777	128,841	39,873	168,714	147,110	133,500
1.41 School Administration	658,428	138,472	796,900	21,863	818,763	505,000	531,616
1.64 Other	-	-	-	39,414	39,414	-	40,899
<b>Total Function 1</b>	<b>4,973,111</b>	<b>1,122,940</b>	<b>6,096,051</b>	<b>541,451</b>	<b>6,637,502</b>	<b>6,867,985</b>	<b>6,152,473</b>
<b>4 District Administration</b>							
4.11 Educational Administration	113,469	18,143	131,612	18,846	150,458	136,622	118,394
4.40 School District Governance	59,904	2,953	62,857	25,585	88,442	102,400	111,255
4.41 Business Administration	226,491	65,803	292,294	286,211	578,505	671,000	594,101
<b>Total Function 4</b>	<b>399,864</b>	<b>86,899</b>	<b>486,763</b>	<b>330,642</b>	<b>817,405</b>	<b>910,022</b>	<b>823,750</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	145,737	26,176	171,913	1,042	172,955	207,000	181,375
5.50 Maintenance Operations	484,653	95,432	580,085	303,183	883,268	983,000	710,138
5.52 Maintenance of Grounds	26,067	5,442	31,509	7,904	39,413	46,500	33,996
5.56 Utilities	-	-	-	244,446	244,446	238,200	204,161
<b>Total Function 5</b>	<b>656,457</b>	<b>127,050</b>	<b>783,507</b>	<b>556,575</b>	<b>1,340,082</b>	<b>1,474,700</b>	<b>1,129,670</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	23,727	4,403	28,130	-	28,130	31,800	30,317
7.70 Student Transportation	267,223	43,405	310,628	311,960	622,588	412,460	361,937
<b>Total Function 7</b>	<b>290,950</b>	<b>47,808</b>	<b>338,758</b>	<b>311,960</b>	<b>650,718</b>	<b>444,260</b>	<b>392,254</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>6,320,382</b>	<b>1,384,697</b>	<b>7,705,079</b>	<b>1,740,628</b>	<b>9,445,707</b>	<b>9,696,967</b>	<b>8,498,147</b>

**School District No. 10 (Arrow Lakes)**

Schedule 3 (Unaudited)

## Schedule of Special Purpose Operations

Year Ended June 30, 2022

	2022 Budget (Note 13) \$	2022 Actual \$	2021 Actual (Restated - Note 17) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	498,118	720,848	954,958
Other Revenue	185,000	190,147	111,895
Investment Income	-	500	-
<b>Total Revenue</b>	<u>683,118</u>	<u>911,495</u>	<u>1,066,853</u>
<b>Expenses</b>			
Instruction	589,464	817,493	847,467
District Administration	2,000	-	2,500
Operations and Maintenance	86,654	94,002	4,652
Transportation and Housing	5,000	-	-
<b>Total Expense</b>	<u>683,118</u>	<u>911,495</u>	<u>854,619</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>212,234</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased			(212,234)
<b>Total Net Transfers</b>	<u>-</u>	<u>-</u>	<u>(212,234)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

**School District No. 10 (Arrow Lakes)**  
Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2022

Deferred Revenue, beginning of year

Add: Restricted Grants

Provincial Grants - Ministry of Education and Child Care  
Other  
Investment Income

Less: Allocated to Revenue

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education and Child Care  
Other Revenue  
Investment Income

Expenses

Salaries

Teachers

Principals and Vice Principals

Educational Assistants

Support Staff

Substitutes

Employee Benefits

Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Net Revenue (Expense)

Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
\$	\$	\$	\$	\$	\$	\$	\$	\$
			209,761					
61,136	31,491	39,414	262,617	96,000	12,250	6,382	105,817	55,201
		585	3,116					
61,136	31,491	39,999	265,733	96,000	12,250	6,382	105,817	55,201
61,136	31,491	500	190,147	96,000	12,250	6,382	105,817	55,201
-	-	39,499	285,347	-	-	-	-	-
61,136	31,491		190,147	96,000	12,250	6,382	105,817	55,201
61,136	31,491	500	190,147	96,000	12,250	6,382	105,817	55,201
26,475	25,318			71,575			67,698	40,847
26,475	25,318	-	-	71,575	-	-	67,698	4,309
5,804	6,173			18,197			17,200	45,156
28,857		500	190,147	6,228	12,250	6,382	20,919	10,045
61,136	31,491	500	190,147	96,000	12,250	6,382	105,817	55,201
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

# School District No. 10 (Arrow Lakes)

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

Schedule 3A (Unaudited)

Deferred Revenue, beginning of year

Add: Restricted Grants  
Provincial Grants - Ministry of Education and Child Care  
Other  
Investment Income

Less: Allocated to Revenue  
Deferred Revenue, end of year

Revenues  
Provincial Grants - Ministry of Education and Child Care  
Other Revenue  
Investment Income

Expenses

Salaries  
Teachers  
Principals and Vice Principals  
Educational Assistants  
Support Staff  
Substitutes

Employee Benefits  
Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Net Revenue (Expense)

Classroom Enhancement Fund - Staffing	Mental Health in Schools	Changing Results for Young Children	Safe Return to School / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund	Seamless Day Kindergarten	TOTAL
\$	\$	\$	\$	\$	\$	\$
151,021	134,657	11,250	21,886	50,000	50,000	787,091
						302,031
						3,701
151,021	134,657	11,250	21,886	50,000	50,000	1,092,823
151,021	134,657	11,247	21,886	10,982	22,778	911,495
-	-	3	-	39,018	27,222	391,089
151,021	134,657	11,247	21,886	10,982	22,778	911,495
151,021	134,657	11,247	21,886	10,982	22,778	911,495
119,121	22,808				445	141,929
					15,286	220,724
	21,141			704	110	48,430
	2,042	8,002				14,353
119,121	45,991	8,002	-	704	15,841	425,881
31,900	9,698	1,642	-	155	1,697	102,511
	78,968	1,603	21,886	10,123	5,240	383,103
151,021	134,657	11,247	21,886	10,982	22,778	911,495
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-



# School District No. 10 (Arrow Lakes)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2022

	2022 Budget (Note 13)	2022 Actual			2021 Actual (Restated - Note 17)
	\$	Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	\$
<b>Revenues</b>					
Investment Income	1,300		1,342	1,342	1,622
Gain (Loss) on Disposal of Tangible Capital Assets		(23,733)		(23,733)	
Amortization of Deferred Capital Revenue	541,975	587,030		587,030	499,122
<b>Total Revenue</b>	<b>543,275</b>	<b>563,297</b>	<b>1,342</b>	<b>564,639</b>	<b>500,744</b>
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	630,931	687,148		687,148	589,262
Transportation and Housing	92,024	85,236		85,236	92,024
<b>Total Expense</b>	<b>722,955</b>	<b>772,384</b>	<b>-</b>	<b>772,384</b>	<b>681,286</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(179,680)</b>	<b>(209,087)</b>	<b>1,342</b>	<b>(207,745)</b>	<b>(180,542)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	70,000	41,553		41,553	301,556
<b>Total Net Transfers</b>	<b>70,000</b>	<b>41,553</b>	<b>-</b>	<b>41,553</b>	<b>301,556</b>
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(109,680)</b>	<b>(167,534)</b>	<b>1,342</b>	<b>(166,192)</b>	<b>121,014</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>3,186,516</b>	<b>90,030</b>	<b>3,276,546</b>	<b>3,243,928</b>
Prior Period Adjustments					
Change in Accounting Policy (Note 17)					(88,396)
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		<b>3,186,516</b>	<b>90,030</b>	<b>3,276,546</b>	<b>3,155,532</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>3,018,982</b>	<b>91,372</b>	<b>3,110,354</b>	<b>3,276,546</b>

# School District No. 10 (Arrow Lakes)

Tangible Capital Assets  
Year Ended June 30, 2022

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	362,514	23,149,119	1,034,079	920,242	-	224,661	25,690,615
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,589,712	168,089				2,757,801
Deferred Capital Revenue - Other		1,951,870					1,951,870
Operating Fund					41,553		41,553
Decrease:							
Disposed of		171,548					171,548
Deemed Disposals			64,880	135,763		18,799	219,442
Cost, end of year							
Work in Progress, end of year		171,548	64,880	135,763	-	18,799	390,990
Cost and Work in Progress, end of year	362,514	27,519,153	1,137,288	784,479	-	247,415	30,050,849
Accumulated Amortization, beginning of year	362,514	27,519,153	1,137,288	784,479	-	247,415	30,050,849
Prior Period Adjustments		11,778,928	340,550	465,308		69,655	12,654,441
Change in Accounting Policy (Note 17)		238,618	51,704	46,012		22,465	358,799
Accumulated Amortization, beginning of year, as restated		12,017,546	392,254	511,320	-	92,120	13,013,240
Changes for the Year							
Increase: Amortization for the Year		531,373	108,568	85,236		47,207	772,384
Decrease:							
Disposed of		147,815					147,815
Deemed Disposals			64,880	135,763		18,799	219,442
Accumulated Amortization, end of year		147,815	64,880	135,763	-	18,799	367,257
Tangible Capital Assets - Net		12,401,104	435,942	460,793	-	120,528	13,418,367
Tangible Capital Assets - Net	362,514	15,118,049	701,346	323,686	-	126,887	16,632,482

**School District No. 10 (Arrow Lakes)**

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2022

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	8,086,758	1,708,294	108,190	9,903,242
Prior Period Adjustments				
Change in Accounting Policy (Note 17)	(220,474)	(41,952)	(2,702)	(265,128)
Deferred Capital Revenue, beginning of year, as restated	7,866,284	1,666,342	105,488	9,638,114
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,757,801	1,951,870		4,709,671
	2,757,801	1,951,870	-	4,709,671
Decrease:				
Amortization of Deferred Capital Revenue	473,321	108,305	5,404	587,030
	473,321	108,305	5,404	587,030
<b>Net Changes for the Year</b>	2,284,480	1,843,565	(5,404)	4,122,641
<b>Deferred Capital Revenue, end of year</b>	10,150,764	3,509,907	100,084	13,760,755
<b>Work in Progress, beginning of year</b>				-
<b>Changes for the Year</b>				
<b>Net Changes for the Year</b>	-	-	-	-
<b>Work in Progress, end of year</b>	-	-	-	-
<b>Total Deferred Capital Revenue, end of year</b>	10,150,764	3,509,907	100,084	13,760,755

# School District No. 10 (Arrow Lakes)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2022

Schedule 4D (Unaudited)

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	326,309	217,977	752,829			1,297,115
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,695,438		1,500,000			2,695,438
Provincial Grants - Other		3,250	10,859			1,500,000
Investment Income	2,695,438	3,250	1,510,859	-	-	14,109
Decrease:						
Transferred to DCR - Capital Additions	2,757,801		1,951,870			4,209,547
	2,757,801	-	1,951,870	-	-	4,709,671
Net Changes for the Year	(62,363)	3,250	(441,011)	-	-	(500,124)
Balance, end of year	263,946	221,227	311,818	-	-	796,991

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**AUDITED FINANCIAL STATEMENTS**

The audited financial statements for the Year Ended June 30, 2022, begin on the next page.

Prepared as required by *Financial Information Regulation*, Schedule 1, sections 2 and 3

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**SCHEDULE OF DEBT**

Information on all long-term debt is included in the School District Audited Financial Statements.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS**

School District No. 10 (Arrow Lakes) has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 5

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

**SCHEDULE OF REMUNERATION AND EXPENSES**

NAME	POSITION	REMUNERATION	EXPENSES
<u>Elected Officials</u>			
Brekke, Lora Lee	Trustee	11,238.12	4,508.70
Dixon, Christine	Trustee	13,888.08	310.6
Farrell, Rhonda	Trustee	11,238.12	61.93
Gascon, Stephen	Trustee	11,238.12	334.06
Simon, Danyea	Trustee	12,301.08	555.46
<b>TOTAL Elected Officials</b>			
<u>Employees with salary/wages greater than \$75,000 per annum</u>			
Alstad, Jenna	Teacher	86,979.64	1,138.91
Bardati, Richard	Teacher	94,530.81	1,002.29
Barisoff, Christina	Teacher	101,734.21	174.76
Barisoff, Ken	Teacher	93,789.68	369.11
Bass, Jarrett	Teacher	79,341.74	73.97
Bisson, Justin	Vice-Principal	114,997.60	501.95
Boswell, Dorian	Teacher	92,554.84	31.34
Boswell, Sheryl	Teacher	78,185.03	409.37
Cook, Brent	Vice-Principal	114,999.87	151.9
DeLong, Sheena	Superintendent	80,938.24	442.07
Dubinsky, Debbie	Teacher	95,051.81	1,958.02
Dubinsky, Peter	Superintendent	169,837.86	15,563.10
Flesaker, Julia	Teacher	94,651.81	690.17
Gajda, Peter	Principal	133,673.24	610.14
Gehrels, Ben	Teacher	85,228.84	406.25
Graves, Nicholas	Principal	133,670.12	699.23
Greenhalf, Keith	Teacher	103,361.89	477.37
Hanlon, Lisa	Teacher	81,699.99	283.68
Hibberson, Michael	Principal	133,670.12	557.99
Hood, Kimberly	Teacher	93,511.49	892.31
Kipkie, Scott	Teacher	102,380.09	193.77
Leitch, Leslie	Teacher	104,401.81	534.94
Martin, Patrick	Manager of IT	81,590.94	79.83
Momeyer, Erika C.	Teacher	104,690.50	697.25
Olson, Arthur. G	Manager of Operations	104,594.90	698.88
Roberts, Marsha	Teacher	94,462.81	1,291.92
Sing, Jaime	Vice-Principal	112,687.61	1,537.18
Strand, Jared	Teacher	76,497.14	78.43
Sumrall, Katrina R.	Teacher	82,334.63	2,065.90
Tupper, Elizabeth	Teacher	86,723.19	1,472.28
Vibe, Anita R.	Teacher	88,635.09	2,160.64
Wallis, Tracey	Teacher	78,023.83	979.15
Wiseman, Tessa	Teacher	103,219.89	241.49
Zelevnik, Patricia	Teacher	91,774.98	853.62
<b>Total Employees with salary/wages &gt; than \$75,000 per annum</b>		<b>\$3,374,426</b>	<b>\$39,319</b>
<b>Total Employees with salary/wages less than \$75,000 per annum</b>		<b>\$3,648,642</b>	<b>\$44,670</b>
<b>TOTAL All Employees</b>		<b>\$7,082,972</b>	<b>\$89,790</b>
<b>TOTAL Employer Premiums for CPP and Employment Insurance</b>		<b>393,884</b>	

Note: There were no severance agreements made between School District No. 10 (Arrow Lakes) and its non-unionized employees during fiscal year ended June 30, 2022.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 6



**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**SCHEDULE OF PAYMENTS MADE FOR THE PROVISION OF GOODS AND SERVICES**

NAME OF INDIVIDUAL, FIRM OR CORPORATION	TOTAL AMOUNT PAID DURING FISCAL YEAR
APPLE CANADA INC	31,875
ARGON ELECTRICAL SOLAR SERVICES	50,736
B.C. HYDRO & POWER AUTH.	96,068
BC TEACHERS' FEDERATION	60,065
BCTF SALARY INDEMNITY FUND	65,269
BILL'S HEAVY DUTY ENT. (2004) LTD.	110,422
CASTLE FUELS INC	57,120
CAYENTA A DIVISION OF N HARRIS COMP	81,174
CORMAC PROJECTS INC	2,921,207
CUPE LOCAL 2450	35,882
D & G MECHANICAL	499,800
DAWSON TRUCK CENTRES	26,588
DELL CANADA INC	65,517
DHC COMMUNICATIONS INC	29,915
FIA EXCLUDED (P/R BENEFITS)	196,271
FIRST TRUCK & TRAILER	28,881
HARRIS & COMPANY	28,721
HERITAGE ROOFING & SHEET METAL LTD.	49,755
MADDEN TIMBER CONSTRUCTION INC.	245,238
MQN ARCHITECTS	104,122
NATURAL POD SERVICES INC.	179,251
NICE PIPES PLUMBING AND HEATING	52,083
NIELSEN ROOFING & SHEET METAL LTD	195,300
NORTH SHUSWAP MASONRY	95,025
ONE TIME ELECTRICAL LTD	68,861
PEBT IN TRUST	26,968
REGIONAL DISTRICT CENTRAL KOOTENAY	32,075
SD22 (VERNON)	36,816
SENON ENGINEERING INC	27,857
SUPERIOR PROPANE INC	85,339
SWINGLIME PLAYGROUNDS & PARKS	162,172
THOMAS & COMPANY LOCKSMITHING LTD	34,673
US BANK NATIONAL ASSOCIATION	273,425
VILLAGE OF NAKUSP	28,253
WOOD WYANT INC	50,195
<b>Total Vendors Paid &gt; \$25,000</b>	<b>\$6,132,921</b>
<b>Total Vendors Paid &lt; \$25,000</b>	<b>\$1,211,090</b>
<b>TOTAL Payments for Goods &amp; Services</b>	<b>\$7,344,011</b>

Prepared as required by *Financial Information Regulation*, Schedule 1, section 7

**School District No. 10 (Arrow Lakes)**  
**Statement of Financial Information (SOFI)**  
**For the fiscal year ended June 30, 2022**

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**EXPLANATION OF DIFFERENCES BETWEEN THE SCHEDULES HEREIN AND THE AUDITED  
FINANCIAL STATEMENTS**

Schedule of Remuneration and Expenses

The Schedule of Remuneration and Expenses is prepared on a cash basis whereas the salaries and benefits in the Audited Financial Statements are recorded on an accrual basis.

Schedule of Payments Made for the Provision of Goods and Services

Payments to suppliers on the Schedule of Goods and Services include:

- Payments for capitalized investments in tangible capital assets, including buildings, furniture and equipment, vehicles and computer hardware, which do not show as expenses in the Audited Financial Statements.
- Payments include 100% of the Goods and Services tax whereas expenditures in the Audited Financial Statements are net of GST rebates.
- Payments made on behalf of Third parties, such as Parent Advisory Councils, which are recovered from these groups in the Audited Financial Statements.

Prepared as required by *Financial Information Regulation*, Schedule 1, sections 6 and 7