



Ministry
of Education

SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

6049

SCHOOL DISTRICT NUMBER 81	NAME OF SCHOOL DISTRICT Fort Nelson	YEAR 2022
OFFICE LOCATION(S) 5110 Airport Drive	TELEPHONE NUMBER 250-774-2591	
MAILING ADDRESS PO Box 87		
CITY Fort Nelson	PROVINCE BC	POSTAL CODE V0C 1R0
NAME OF SUPERINTENDENT Mark Theobald		TELEPHONE NUMBER 250-774-2591
NAME OF SECRETARY TREASURER Margaret-Anne Hall		TELEPHONE NUMBER 250-774-2591

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. 81 as required under Section 2 of the Financial Information Act.

	DATE SIGNED 20-Dec-2022
	DATE SIGNED Dec 24/22
	DATE SIGNED Dec 20/22

**School District
Statement of Financial Information (SOFI)**

School District No. 81 (Fort Nelson)

Fiscal Year Ended June 30, 2022

TABLE OF CONTENTS

Documents are arranged in the following order:

1. Approval of Statement of Financial Information
2. Financial Information Act Submission Checklist
3. Management Report
4. Audited Financial Statements
5. Schedule of Debt
6. Schedule of Guarantee and Indemnity Agreements
7. Schedule of Remuneration and Expenses including:
 - Statement of Severance Agreements
 - Reconciliation or explanation of differences to Audited Financial Statements
8. Schedule of Payments for the Provision of Goods and Services including:
 - Reconciliation or explanation of differences to Audited Financial Statements

**School District
Statement of Financial Information (SOFI)**

School District No. 81 (Fort Nelson)

Fiscal Year Ended June 30, 2022

MANAGEMENT REPORT

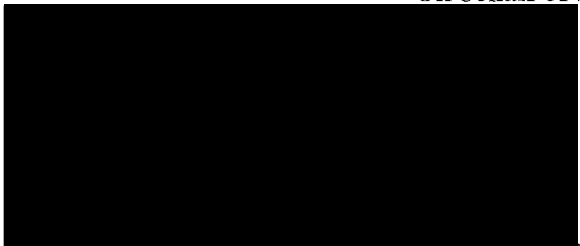
The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with Canadian generally accepted accounting principles and the integrity and objectivity of these statements are management's responsibility.

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, KMPG 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



Name, Secretary Treasurer

Date:

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

Audited Financial Statements of

School District No. 81 (Fort Nelson)

And Independent Auditors' Report thereon

June 30, 2022

School District No. 81 (Fort Nelson)

June 30, 2022

Table of Contents

Management Report	1
Independent Auditors' Report	2-4
Statement of Financial Position - Statement 1	5
Statement of Operations - Statement 2	6
Statement of Changes in Net Debt - Statement 4	7
Statement of Cash Flows - Statement 5	8
Notes to the Financial Statements	9-29
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited)	30
Schedule of Operating Operations - Schedule 2 (Unaudited)	31
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited)	32
Schedule 2B - Schedule of Operating Expense by Object (Unaudited)	33
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited)	34
Schedule of Special Purpose Operations - Schedule 3 (Unaudited)	36
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited)	37
Schedule of Capital Operations - Schedule 4 (Unaudited)	39
Schedule 4A - Tangible Capital Assets (Unaudited)	40
Schedule 4C - Deferred Capital Revenue (Unaudited)	41
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited)	42

School District No. 81 (Fort Nelson)

MANAGEMENT REPORT

Version: 7544-6798-4816

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 81 (Fort Nelson) 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. 81 (Fort Nelson) (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, 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. 81 (Fort Nelson) 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. 81 (Fort Nelson)

Signature of the Board of Education	<u>Sept 29 / 2022</u> Date Signed
Signature of the Secretary Treasurer	<u>Sept 29 / 2022</u> Date Signed



KPMG LLP
177 Victoria Street, Suite 400
Prince George BC V2L 5R8
Canada
Telephone (250) 563-7151
Fax (250) 563-5693

INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 81 (Fort Nelson), and

To the Minister of Education and Child Care, Province of British Columbia

Opinion

We have audited the financial statements of School District No. 81 (Fort Nelson) (the Entity), which comprise:

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

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

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

Basis for Opinion

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

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

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

Emphasis of Matter – Financial Reporting Framework

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

Our opinion is not modified in respect of this matter.

Emphasis of Matter – Comparative Information

We draw attention to Note 19 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2021 has been restated. Note 19 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.



Other Matter – Comparative Information

As part of our audit of the financial statements for the year ended June 30, 2022, we also 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.

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

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 as at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

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

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

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

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

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



We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.
The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'KPMG LLP' in a cursive, stylized font. A horizontal line is drawn underneath the signature.

Chartered Professional Accountants

Prince George, Canada

September 27, 2022

School District No. 81 (Fort Nelson)

Statement 1

Statement of Financial Position

As at June 30, 2022

	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	2,552,794	2,049,205
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	53,344	120,158
Due from First Nations		105,613
Other (Note 3)	22,242	49,812
Total Financial Assets	2,628,380	2,324,788
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	1,100,998	1,012,810
Unearned Revenue (Note 5)	650	11,333
Deferred Revenue (Note 6)	312,850	253,044
Deferred Capital Revenue (Note 7)	12,568,338	10,974,215
Employee Future Benefits (Note 8)	386,222	353,503
Debt (Note 9)	689,626	702,585
Total Liabilities	15,058,684	13,307,490
Net Debt	(12,430,304)	(10,982,702)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	18,295,506	16,534,182
Prepaid Expenses	360	81,429
Total Non-Financial Assets	18,295,866	16,615,611
Accumulated Surplus (Deficit)	5,865,562	5,632,909

Approved by the Board

Signature of the Superintendent of Education

Sept 29, 2022
Date Signed

Signature of the Secretary

Sept 29, 2022
Date Signed

Signature of the Secretary Treasurer

Sept 29, 2022
Date Signed

School District No. 81 (Fort Nelson)

Statement 2

Statement of Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	11,198,050	11,262,703	11,252,879
Other	214,325	207,124	201,895
Other Revenue	541,429	431,593	461,692
Rentals and Leases	32,065	36,520	27,456
Investment Income	28,000	25,246	28,359
Amortization of Deferred Capital Revenue	448,854	445,855	394,805
Total Revenue	<u>12,462,723</u>	<u>12,409,041</u>	<u>12,367,086</u>
Expenses			
Instruction	9,305,380	8,837,560	8,965,936
District Administration	851,934	773,114	928,421
Operations and Maintenance	1,953,687	2,067,322	1,846,467
Transportation and Housing	405,632	491,439	577,940
Debt Services	6,683	6,953	9,935
Total Expense	<u>12,523,316</u>	<u>12,176,388</u>	<u>12,328,699</u>
Surplus (Deficit) for the year	<u>(60,593)</u>	<u>232,653</u>	<u>38,387</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		5,632,909	5,594,522
Accumulated Surplus (Deficit) from Operations, end of year		<u>5,865,562</u>	<u>5,632,909</u>

School District No. 81 (Fort Nelson)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Surplus (Deficit) for the year	<u>(60,593)</u>	<u>232,653</u>	<u>38,387</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(457,554)	(2,605,607)	(2,575,654)
Amortization of Tangible Capital Assets	836,730	844,283	750,668
Total Effect of change in Tangible Capital Assets	<u>379,176</u>	<u>(1,761,324)</u>	<u>(1,824,986)</u>
Acquisition of Prepaid Expenses		(360)	(81,429)
Use of Prepaid Expenses		81,429	5,210
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>81,069</u>	<u>(76,219)</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>318,583</u>	<u>(1,447,602)</u>	<u>(1,862,818)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		<u>(1,447,602)</u>	<u>(1,862,818)</u>
Net Debt, beginning of year		<u>(10,982,702)</u>	<u>(9,119,884)</u>
Net Debt, end of year		<u><u>(12,430,304)</u></u>	<u><u>(10,982,702)</u></u>

School District No. 81 (Fort Nelson)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2022

	2022 Actual	2021 Actual
	(Restated - Note 19)	
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	232,653	38,387
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	199,997	214,084
Prepaid Expenses	81,069	(76,237)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	88,188	(208,138)
Unearned Revenue	(10,683)	9,836
Deferred Revenue	59,806	(23,413)
Employee Future Benefits	32,719	27,534
Amortization of Tangible Capital Assets	844,283	750,668
Amortization of Deferred Capital Revenue	(445,855)	(394,805)
By Law Spent on Loan Payments	(101,126)	(99,076)
Total Operating Transactions	981,051	238,840
Capital Transactions		
Tangible Capital Assets Purchased	(2,378,840)	(2,549,698)
Asset Purchase from Loan Proceeds	(226,767)	(25,956)
Total Capital Transactions	(2,605,607)	(2,575,654)
Financing Transactions		
Loan Proceeds	226,767	25,956
Loan Payments	(239,726)	(237,158)
Capital Revenue Received	2,141,104	2,526,583
Total Financing Transactions	2,128,145	2,315,381
Net Increase (Decrease) in Cash and Cash Equivalents	503,589	(21,433)
Cash and Cash Equivalents, beginning of year	2,049,205	2,070,638
Cash and Cash Equivalents, end of year	2,552,794	2,049,205
Cash and Cash Equivalents, end of year, is made up of:		
Cash	2,552,794	2,049,205
	2,552,794	2,049,205

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 1 AUTHORITY AND PURPOSE

The School District, established in 1955, 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. 81 (Fort Nelson)", and operates as "School District No. 81 (Fort Nelson)." 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. 81 (Fort Nelson) is exempt from federal and provincial corporate income taxes.

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. Under direction of the Provincial Health Officer, all schools suspended in-class instruction in March 2020 and the District remained open to continue to support students and families in a variety of ways. Parents were given the choice to send their children back to school on a gradual and part-time basis beginning June 1, 2020 and full-time beginning Sept 1, 2020 with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impact are not known, an estimate of the future financial effect on the District is not practicable at this time.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia*. This Section 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(l).

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(l), 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:

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

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

a) Basis of Accounting (*Continued*)

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

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

Year-ended June 30, 2021 -increase in annual surplus by \$1,779,681

June 30, 2021 -increase in accumulated surplus and decrease in deferred contributions by \$10,696,715

Year-ended June 30, 2022 -increase in annual surplus by \$1,871,623

June 30, 2022 -increase in accumulated surplus and decrease in deferred contributions by \$12,568,338

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and cash equivalents that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. 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 tuitions received for courses to be delivered in future periods and receipt of proceeds for service or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 (l).

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.

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 (EARS�) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted.

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

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Liability for Contaminated Sites

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

- An environmental standard exists.
- Contamination exceeds the environmental standard.
- The district is directly responsible or accepts responsibility
- It is expected that future economic benefits will be given up; and
- A reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance, and monitoring that are an integral part of the remediation strategy for a contaminated site.

h) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead 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.
- 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.

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h) Tangible Capital Assets (Continued)

- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

i) Capital Leases

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

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

j) Prepaid Expenses

Payments for insurance, annual software licenses, subscriptions, membership and maintenance contracts for use within the District in a future period are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

k) 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.

**SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022**

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

1) Revenue Recognition

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

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

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

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

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

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) 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 office contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees from union contracts are categorized as Other Professionals

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

n) 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, accounts payable and accrued liabilities and debt. 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.

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n) Financial Instruments (continued)

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. There are no measurement gains or losses during the periods presented, therefore no statement of remeasurement gains or losses is included in these financial statements.

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.

o) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2 (a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, estimates for contingent liabilities, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

p) Future Changes in Accounting Policies

PS 3280 Asset Retirement Obligations issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2022. A liability will be recognized when, as at the financial reporting date:

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

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

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p) Future Changes in Accounting Policies

A modified retroactive application has been recommended by Government pending approval in the Fall of 2020. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

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

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

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

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

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

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	<u>2022</u>	<u>2021</u>
Due from Federal Government	\$ 10,493	\$ 5,037
Other	<u>11,749</u>	<u>44,775</u>
	<u>\$ 22,242</u>	<u>\$ 49,812</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	<u>2022</u>	<u>2021</u>
Trade payables	\$ 269,723	\$ 47,455
Source deductions payable	119,678	-
Salaries and benefits payable	468,472	741,350
Accrued vacation pay	<u>243,125</u>	<u>224,005</u>
	<u>\$1,100,998</u>	<u>\$1,012,810</u>

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 5 UNEARNED REVENUE

	2022	2021
Balance, beginning of year	\$ 11,333	\$ 1,497
Increase:		
Rental/Lease of facilities	650	11,100
Grants	-	20,000
	11,983	32,597
Decrease:		
Rental/Lease of facilities	(11,333)	(4,492)
Fund Expenses	-	(16,772)
	(11,333)	(21,264)
Balance, end of year	\$ 650	\$ 11,333

NOTE 6 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	\$ 253,044	\$ 276,457
Increase:		
Provincial Grants-Ministry of Education	1,335,010	1,632,899
Provincial Grants – Other	79,051	73,827
Other	43,729	90,003
Investment Income	4,200	5,200
	1,715,034	2,078,386
Decrease:		
Allocated to Revenue	(1,398,256)	(1,825,342)
Recovered	(3,928)	-
Balance, end of year	\$ 312,850	\$ 253,044

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 7 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.

	2022	2021 (Restated – Note 19)
Deferred capital revenue, beginning of year	\$ 10,696,715	\$ 9,126,678
Prior period adjustments	-	(209,644)
Increases:		
Capital Additions	2,317,478	2,150,007
	13,014,193	11,067,041
Decreases:		
Amortization	(445,855)	(370,326)
Deferred capital revenue, end of year	\$ 12,568,338	\$ 10,696,715
Unspent deferred capital revenue, beginning of year	\$ 277,500	\$ -
Increases:		
Provincial Grants – Ministry of Education	2,141,104	2,249,083
Provincial Grants – Other	-	277,500
Decreases:		
Transfer to deferred capital revenue subject to Amortization	(2,418,604)	(2,249,083)
Unspent deferred capital revenue, end of the year	-	277,500
Total deferred capital revenue balance, end of year	\$ 12,568,338	\$ 10,974,215

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 8 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
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 301,012	\$ 294,051
Service Cost	36,885	36,771
Interest Cost	8,070	7,088
Benefit Payments	(4,113)	(10,854)
Actuarial (Gain) Loss	(36,401)	(26,044)
Accrued Benefit Obligation – March 31	<u>\$ 305,453</u>	<u>\$ 301,012</u>

Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$ 305,453	\$ 301,012
Market Value of Plan Assets – March 31		
Funded Status – Surplus (Deficit)	(305,453)	(301,012)
Benefits Expense After Measurement Date	(10,890)	(11,239)
Unamortized Net Actuarial (Gain) Loss	(69,879)	(41,252)
Accrued Benefit Asset (Liability) – June 30	<u>\$(386,222)</u>	<u>\$ (353,503)</u>

Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$ 353,503	\$ 325,969
Net expense for Fiscal Year	36,832	38,388
Employer Contributions	(4,113)	(10,854)
Accrued Benefit Liability – June 30	<u>\$ 386,222</u>	<u>\$ 353,503</u>

Components of Net Benefit Expense		
Service Cost	\$ 35,966	\$ 36,800
Interest Cost	8,640	7,334
Amortization of Net Actuarial (Gain)/Loss	(7,774)	(5,745)
Net Benefit Expense (Income)	<u>\$ 36,832</u>	<u>\$ 38,388</u>

Assumptions

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	9.9	9.8

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 9 DEBT

The following loans approved under *Section 144* of the *School Act* are outstanding:

	2022	2021
Demand Loan #0005-0 of \$198,824, approved on June 22, 2017, borrowed on June 30, 2017 from the Municipal Finance Authority of BC for a term of 4 years, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$4,257, due June 30, 2021. Principal and interest paid up to date are \$198,824 and \$8,899 respectively.	\$ -	\$ 7,614
Demand Loan #0006-1 of \$1,182,938, approved on June 28, 2017, borrowed on June 30, 2017 from the Municipal Finance Authority of BC for a term of 5 years, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$13,240, due July 31, 2022. Principal and interest paid up to date are \$689,704 and \$78,250 respectively.	\$ 493,234	\$ 646,405
Demand Loan #0007-0 of \$106,890, approved on June 6, 2018, borrowed on June 15, 2018 from the Municipal Finance Authority of B.C. for a term of 4 years, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$2,350, due July 1, 2022. Principal and interest paid up to date are \$105,865 and \$4,685 respectively.	\$ 1,025	\$ 29,069
Demand Loan #0008-0 of \$25,956, approved on October 9, 2020, borrowed on November 2, 2020 from the Municipal Finance Authority of B.C. for a term of 24 months, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$1095.43, due November 30 2022. Principal and interest paid up to date are \$19,472 and \$271, respectively.	\$ 6,484	\$ 19,497
Demand Loan #0009-0 of \$130,215.00, approved on June 4, 2021, borrowed on July 7, 2021, from the Municipal Finance Authority of B.C. for a term of 3 years, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$3,882, due May 31,2024. Principal and interest paid up to date are \$37,884 and \$948 respectively.	\$ 92,331	\$ -
Demand Loan #0010-0 of \$96,552, approved on May 4, 2022, borrowed on May 30, 2022, from the Municipal Finance Authority of B.C. for a term of 3 years, bearing interest at a current rate of 2.11%, repayable in blended monthly principal and interest payments of \$2,667, due June 30,2025. Principal and interest paid up to date are \$nil and \$7 respectively	\$ 96,552	\$ -
	<u>\$689,626</u>	<u>\$702,585</u>

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 9 DEBT (Continued)

Anticipated annual principal repayments over the next four years are as follows:

2023	\$ 234,162
2034	234,307
2025	192,040
2026	29,117
	\$ 689,626

NOTE 10 TANGIBLE CAPITAL ASSETS

Net Book Value:	2022	2021 (Restated – Note 19)
Sites	\$1,175,101	\$1,175,101
Buildings	16,231,553	14,507,010
Furniture & Equipment	404,331	473,533
Vehicles	27,828	33,225
Computer Software	126,377	162,702
Computer Hardware	330,316	182,611
Total	\$18,295,506	\$16,534,182

June 30, 2022

Cost:	Opening Cost	Additions	Disposals	Total 2022
Sites	\$1,175,101	\$ -	\$ -	\$1,175,101
Buildings	29,365,387	2,317,478	-	31,682,865
Furniture & Equipment	1,022,599	29,018	109,809	941,808
Vehicles	53,974	0	0	53,974
Computer Software	187,534	624	6,203	181,955
Computer Hardware	451,015	258,487	52,696	656,806
Total	\$32,255,610	\$2,605,607	\$ 168,708	\$34,692,509

Accumulated Amortization:	Opening Accumulated Amortization (Restated – Note 19)	Additions	Disposals	Total 2022
Buildings	\$14,858,377	\$592,935	\$ -	\$15,451,312
Furniture & Equipment	549,066	98,220	109,809	537,477
Vehicles	20,749	5,397	0	26,146
Computer Software	24,832	36,949	6,203	55,578
Computer Hardware	268,404	110,782	52,696	326,490
Total	\$15,721,428	844,283	\$ 168,708	\$16,397,003

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2021

Cost:	Opening Cost	Additions	Disposals	Total 2021
Sites	\$1,175,101	\$ -	\$ -	\$1,175,101
Buildings	27,215,380	2,150,007	-	29,365,387
Furniture & Equipment	914,676	172,097	64,174	1,022,599
Vehicles	64,601	28,188	38,815	53,974
Computer Software	9,572	177,962	-	187,534
Computer Hardware	411,776	47,400	8,161	451,015
Total	\$29,791,106	\$2,575,654	\$111,150	\$32,255,610

Accumulated Amortization:	Opening Accumulated Amortization (Restated – Note 19)	Additions (Restated – Note 19)	Disposals	Total 2021 (Restated – Note 19)
Buildings	\$14,316,492	\$ 541,885	\$ -	\$ 14,858,377
Furniture & Equipment	516,376	96,864	64,174	549,066
Vehicles	53,635	5,929	38,815	20,749
Computer Software	5,121	19,711	-	24,832
Computer Hardware	190,286	86,279	8,161	268,404
Total	\$15,081,910	\$ 750,668	\$ 111,150	\$ 15,721,428

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 11 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension Plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering of the pension plan, including investing assets and administering benefits. The plans are multi-employer defined benefits pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2021, the Teachers' Pension Plan has about 49,000 active members from school districts, and approximately 50,000 retired members. As at December 31, 2021 the Municipal Pension Plan has about 227,000 active members, including approximately 29,000 from school districts.

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

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

The 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 \$737,407 for employer contributions to these plans in the year ended June 30, 2022 (2021 \$706,595).

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 late 2022.

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

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 12 ACCUMULATED SURPLUS

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

Operating Fund:	2022	2021
Internally Restricted (appropriated) by Board for:		(Restated – Note19)
Children First	\$ 1,497	\$ -
Advisory Council	6,000	6,000
Holdback Allocation	19,683	31,074
Aspire Grant	1,182	3,737
CARS Grant - RLA	-	531
Janitor Equip. Rental	52,169	-
LEA Grant	13,700	-
EHT -Employee Housing	9,090	-
Pro D (District)	236,047	-
HLP (FNSS Cafeteria)	42,016	-
Anti Racism Grant	6,429	-
Equity in Action	5,000	-
Breakfast Club of Canada	23,750	-
Subtotal Internally Restricted	416,563	41,342
Unrestricted Operating Surplus	217,358	262,587
Total Operating Funds	\$ 633,921	\$ 303,929
Capital Fund:		
Investment in Tangible Capital Assets	\$ 5,228,558	\$ 5,325,897
Local Capital Reserve	3,083	3,083
Total Capital Fund	\$ 5,231,641	\$ 5,328,980
Accumulated surplus, end of year	\$ 5,865,562	\$ 5,632,909

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2022, were as follows:

- Accumulated surplus transferred from operating fund to capital fund: \$ 56,442, for the acquisition of tangible capital assets.
- Accumulated surplus transferred from special purpose fund to capital fund: \$ 4,920, for the acquisition of tangible capital assets.
- Accumulated surplus transferred from operating fund to capital fund: \$ 87,805, for the capital loan payments.
- Accumulated surplus transferred from special purpose fund to capital fund: \$ 57,749, for the capital loan payments.

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 14 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 15 CONTRACTUAL OBLIGATIONS AND CONTINGENCIES

Certain schools in the School District may contain asbestos. No amount has been recorded in these financial statements with regard to this potential liability since the fair value of the future removal costs cannot be reasonably estimated due to unknown timelines.

NOTE 16 BUDGET FIGURES

The budget figures data presented in these financial statements is based upon the 2022 amended annual budget adopted by the Board on February 8, 2022. The chart following reconciles the originally approved annual budget bylaw approved on June 29, 2021 to the amended annual budget bylaw reported in these financial statements.

	Amended Budget	Annual Budget
Revenues		
Provincial Grants		
Ministry of Education	\$11,198,050	\$10,996,403
Other	214,325	179,184
Other Revenue	541,429	617,291
Rentals and Leases	32,065	34,000
Investment Income	28,000	28,000
Amortization of Deferred Capital Revenue	448,854	457,804
Total Revenue	\$12,462,723	\$12,312,682
Expenses		
Instruction	\$9,305,380	\$9,118,365
District administration	851,934	905,570
Operations and Maintenance	1,953,687	2,092,487
Transportation and Housing	405,632	443,610
Debt Services	6,683	6,597
Total Expense	\$12,523,316	\$12,566,629
Net revenue (expense)	(60,593)	(253,947)
Budgeted allocation of surplus	-	154,450
Budgeted surplus (deficit) for the year	\$(60,593)	\$(99,497)

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 17 EXPENSE BY OBJECT

	2022	2021
	(Restated –Note 19)	
Salaries and benefits	\$ 9,345,387	\$9,426,959
Services and supplies	1,979,765	2,141,137
Interest	6,953	9,935
Amortization	844,283	750,668
	\$12,176,388	\$12,328,699

NOTE 18 ECONOMIC DEPENDENCE

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

NOTE 19 PRIOR PERIOD ADJUSTMENTS

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

	Previously Reported	Adjustment	Restated
<u>Statement of Financial Position</u>			
Deferred Capital Revenue	\$11,183,859	(\$209,644)	\$10,974,215
Tangible Capital Assets	16,935,350	(401,168)	16,534,182
Accumulated surplus	5,824,433	(191,524)	5,632,909
<u>Statement of Operations</u>			
Revenues – Amortization of Deferred Capital Revenue	370,326	24,479	394,805
Expenses – Operations and Maintenance – Asset Amortization	1,795,402	51,065	1,846,467
Accumulated Surplus, Beginning of Year, July 1, 2020	5,759,460	(164,938)	5,594,522

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 20 RISK MANAGEMENT

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

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

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a borrower.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash and cash equivalents as they are placed in recognized British Columbia institutions.

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 market interest rates. The School District is exposed to interest rate risk through its cash equivalents. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely investments that are considered liquid (e.g. term deposits) that have a maturity date of no more than 3 years. The School District is also exposed to interest rate risk on its debt, the majority of which pays interest at a variable rate.

c) Liquidity risk

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

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

SCHOOL DISTRICT 81 (FORT NELSON)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2022

NOTE 20 RISK MANAGEMENT (Continued)

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. 81 (Fort Nelson)

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 19)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	303,929		5,328,980	5,632,909	5,759,460
Prior Period Adjustments					(164,938)
Accumulated Surplus (Deficit), beginning of year, as restated	303,929	-	5,328,980	5,632,909	5,594,522
Changes for the year					
Surplus (Deficit) for the year	474,239	62,669	(304,255)	232,653	38,387
Interfund Transfers					
Tangible Capital Assets Purchased	(56,442)	(4,920)	61,362	-	-
Other	(87,805)	(57,749)	145,554	-	-
Net Changes for the year	329,992	-	(97,339)	232,653	38,387
Accumulated Surplus (Deficit), end of year - Statement 2	633,921	-	5,231,641	5,865,562	5,632,909

School District No. 81 (Fort Nelson)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	9,798,569	9,901,127	9,499,621
Other	132,873	128,073	111,871
Other Revenue	461,429	378,838	387,606
Rentals and Leases	32,065	36,520	27,456
Investment Income	28,000	19,246	21,309
Total Revenue	10,452,936	10,463,804	10,047,863
Expenses			
Instruction	7,903,322	7,648,005	7,523,646
District Administration	851,934	773,114	928,421
Operations and Maintenance	1,116,957	1,172,459	1,090,987
Transportation and Housing	405,632	395,987	414,947
Total Expense	10,277,845	9,989,565	9,958,001
Operating Surplus (Deficit) for the year	175,091	474,239	89,862
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(49,839)	(56,442)	(244,243)
Other	(87,798)	(87,805)	(88,225)
Total Net Transfers	(137,637)	(144,247)	(332,468)
Total Operating Surplus (Deficit), for the year	37,454	329,992	(242,606)
Operating Surplus (Deficit), beginning of year		303,929	546,535
Operating Surplus (Deficit), end of year		633,921	303,929
Operating Surplus (Deficit), end of year			
Internally Restricted		416,563	41,342
Unrestricted		217,358	262,587
Total Operating Surplus (Deficit), end of year		633,921	303,929

School District No. 81 (Fort Nelson)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	10,096,024	10,096,024	9,529,166
ISC/LEA Recovery	(427,807)	(332,738)	(366,681)
Other Ministry of Education and Child Care Grants			
Pay Equity	79,311	79,311	79,311
Student Transportation Fund	32,744	32,744	32,744
Support Staff Benefits Grant	893	8,862	8,630
Teachers' Labour Settlement Funding			195,956
Early Career Mentorship Funding			15,000
FSA Scorer Grant	4,094	4,094	4,094
ELF Implementation Grant	981	1,401	1,401
Support Staff PFA	900		
Anti Racism	6,429	6,429	
Equity Scan	5,000	5,000	
Total Provincial Grants - Ministry of Education and Child Care	9,798,569	9,901,127	9,499,621
Provincial Grants - Other	132,873	128,073	111,871
Other Revenues			
Funding from First Nations	427,807	332,738	366,681
Miscellaneous			
Visa Awards	3,350	3,452	3,354
Donation/Sale of Assets			17,571
Teacher Pro D	5,327	6,225	
Tech Revenue	4,000	12,673	
Art Starts	4,500		
Secondment Funds	16,445		
Breakfast Club of Canada		23,750	
Total Other Revenue	461,429	378,838	387,606
Rentals and Leases	32,065	36,520	27,456
Investment Income	28,000	19,246	21,309
Total Operating Revenue	10,452,936	10,463,804	10,047,863

School District No. 81 (Fort Nelson)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Salaries			
Teachers	3,425,165	3,518,937	3,300,388
Principals and Vice Principals	718,749	671,814	703,319
Educational Assistants	1,151,480	1,150,453	1,113,289
Support Staff	633,881	668,260	609,041
Other Professionals	561,335	571,690	585,133
Substitutes	235,300	233,014	249,997
Total Salaries	6,725,910	6,814,168	6,561,167
Employee Benefits	1,563,998	1,498,315	1,712,302
Total Salaries and Benefits	8,289,908	8,312,483	8,273,469
Services and Supplies			
Services	764,971	686,776	685,876
Student Transportation	342,713	337,625	354,967
Professional Development and Travel	233,681	35,696	17,095
Rentals and Leases	41,971	41,782	41,971
Dues and Fees	26,654	16,185	22,078
Insurance	41,448	38,654	37,210
Supplies	271,128	240,426	214,851
Utilities	265,371	279,938	310,484
Total Services and Supplies	1,987,937	1,677,082	1,684,532
Total Operating Expense	10,277,845	9,989,565	9,958,001

School District No. 81 (Fort Nelson)

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
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	2,805,021	169,067	33,885	307,451		156,914	3,472,338
1.03 Career Programs	7,646	2,494				10,140	
1.07 Library Services	152,023			76,410		11,424	239,857
1.08 Counselling	180,241	9,182				426	189,849
1.10 Special Education	299,774	76,701	954,023		3,322	58,941	1,392,761
1.31 Indigenous Education	57,401	62,162	162,545		4,417	5,309	291,834
1.41 School Administration	16,831	307,521					324,352
Total Function 1	3,518,937	627,127	1,150,453	383,861	7,739	233,014	5,921,131
4 District Administration							
4.11 Educational Administration				23,376	88,402		111,778
4.40 School District Governance					53,469		53,469
4.41 Business Administration		44,687		64,401	309,709		418,797
Total Function 4	-	44,687	-	87,777	451,580	-	584,044
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				8,847	83,362		92,209
5.50 Maintenance Operations				171,226			171,226
5.52 Maintenance of Grounds							-
5.56 Utilities							-
Total Function 5	-	-	-	180,073	83,362	-	263,435
7 Transportation and Housing							
7.41 Transportation and Housing Administration					29,009		29,009
7.70 Student Transportation				16,549			16,549
Total Function 7	-	-	-	16,549	29,009	-	45,558
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	3,518,937	671,814	1,150,453	668,260	571,690	233,014	6,814,168

School District No. 81 (Fort Nelson)

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	2021 Actual
	\$	\$	\$	\$	\$	\$	(Restated - Note 19) \$
1 Instruction							
1.02 Regular Instruction	3,472,338	777,464	4,249,802	241,341	4,491,143	4,769,713	4,438,963
1.03 Career Programs	10,140	8,002	18,142		18,142	10,001	34,911
1.07 Library Services	239,857	54,699	294,556	4,858	299,414	286,609	267,152
1.08 Counselling	189,849	40,922	230,771	216	230,987	213,263	190,452
1.10 Special Education	1,392,761	345,435	1,738,196	88,920	1,827,116	1,844,892	1,804,510
1.31 Indigenous Education	291,834	72,837	364,671	3,465	368,136	374,037	323,834
1.41 School Administration	324,352	68,340	392,692	20,375	413,067	404,807	463,824
Total Function 1	5,921,131	1,367,699	7,288,830	359,175	7,648,005	7,903,322	7,523,646
4 District Administration							
4.11 Educational Administration	111,778	7,798	119,576	20,253	139,829	146,483	148,883
4.40 School District Governance	53,469	2,231	55,700	21,349	77,049	79,785	71,730
4.41 Business Administration	418,797	47,570	466,367	89,869	556,236	625,666	707,808
Total Function 4	584,044	57,599	641,643	131,471	773,114	851,934	928,421
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	92,209	24,869	117,078	41,206	158,284	133,498	92,287
5.50 Maintenance Operations	171,226	38,537	209,763	519,916	729,679	710,538	684,688
5.52 Maintenance of Grounds	-	-	-	4,558	4,558	7,550	3,528
5.56 Utilities	-	-	-	279,938	279,938	265,371	310,484
Total Function 5	263,435	63,406	326,841	845,618	1,172,459	1,116,957	1,090,987
7 Transportation and Housing							
7.41 Transportation and Housing Administration	29,009	5,543	34,552		34,552	29,737	29,933
7.70 Student Transportation	16,549	4,068	20,617	340,818	361,435	375,895	385,014
Total Function 7	45,558	9,611	55,169	340,818	395,987	405,632	414,947
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	6,814,168	1,498,315	8,312,483	1,677,082	9,989,565	10,277,845	9,958,001

School District No. 81 (Fort Nelson)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual	2021 Actual (Restated - Note 19)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	1,298,355	1,260,450	1,654,182
Other	81,452	79,051	90,024
Other Revenue	80,000	52,755	74,086
Investment Income		6,000	7,050
Total Revenue	<u>1,459,807</u>	<u>1,398,256</u>	<u>1,825,342</u>
Expenses			
Instruction	1,402,058	1,189,555	1,442,290
Operations and Maintenance		50,580	4,812
Transportation and Housing		95,452	162,993
Total Expense	<u>1,402,058</u>	<u>1,335,587</u>	<u>1,610,095</u>
Special Purpose Surplus (Deficit) for the year	<u>57,749</u>	<u>62,669</u>	<u>215,247</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(4,920)	(155,448)
Other	(57,749)	(57,749)	(59,799)
Total Net Transfers	<u>(57,749)</u>	<u>(62,669)</u>	<u>(215,247)</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. 81 (Fort Nelson)

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
Provincial Grants - Other
Other
Investment Income

Less: Allocated to Revenue
Recovered

Deferred Revenue, end of year

Revenues

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

Expenses

Salaries
Teachers
Principals and Vice Principals
Educational Assistants
Support Staff
Other Professionals
Substitutes

Employee Benefits
Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Tangible Capital Assets Purchased
Other

Net Revenue (Expense)

Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
\$	\$	\$	\$	\$	\$	\$	\$	\$
63,249	33,693	1,837	6,500	143,412			12,547	
63,249	33,693	-	4,200	43,729	64,000	7,350	8,546	139,061
63,249	33,693	-	6,000	52,755	64,000	7,350	1,562	139,061
-	-	1,837	4,700	134,386	-	-	19,531	-
63,249	33,693				64,000	7,350	1,562	139,061
63,249	33,693	-	6,000	52,755				
	24,305				6,002			100,371
	100				39,903	4,445		
-	24,405	-	-	-	45,905	4,445	1,231	7,912
5,500	9,288				16,144	1,905	331	108,283
5,500	33,693	-	6,000	52,755	1,951	1,000		29,312
			6,000	52,755	64,000	7,350	1,562	1,466
57,749	-	-	-	-	-	-	-	139,061
(57,749)								
(57,749)	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

School District No. 81 (Fort Nelson)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2022

	2022 Budget	2022 Actual			2021 Actual (Restated - Note 19)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	101,126	101,126		101,126	99,076
Amortization of Deferred Capital Revenue	448,854	445,855		445,855	394,805
Total Revenue	<u>549,980</u>	<u>546,981</u>	<u>-</u>	<u>546,981</u>	<u>493,881</u>
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	836,730	844,283		844,283	750,668
Debt Services					
Capital Loan Interest	6,683		6,953	6,953	9,935
Total Expense	<u>843,413</u>	<u>844,283</u>	<u>6,953</u>	<u>851,236</u>	<u>760,603</u>
Capital Surplus (Deficit) for the year	<u>(293,433)</u>	<u>(297,302)</u>	<u>(6,953)</u>	<u>(304,255)</u>	<u>(266,722)</u>
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	49,839	61,362		61,362	399,691
Capital Loan Payment	145,547		145,554	145,554	148,024
Total Net Transfers	<u>195,386</u>	<u>61,362</u>	<u>145,554</u>	<u>206,916</u>	<u>547,715</u>
Other Adjustments to Fund Balances					
Principal Payment					
Capital Loan		239,727	(239,727)	-	
AFG Bylaw paid to loan		(101,126)	101,126	-	
Total Other Adjustments to Fund Balances		<u>138,601</u>	<u>(138,601)</u>	<u>-</u>	
Total Capital Surplus (Deficit) for the year	<u>(98,047)</u>	<u>(97,339)</u>	<u>-</u>	<u>(97,339)</u>	<u>280,993</u>
Capital Surplus (Deficit), beginning of year		5,325,897	3,083	5,328,980	5,212,925
Prior Period Adjustments					(164,938)
Capital Surplus (Deficit), beginning of year, as restated		<u>5,325,897</u>	<u>3,083</u>	<u>5,328,980</u>	<u>5,047,987</u>
Capital Surplus (Deficit), end of year		<u>5,228,558</u>	<u>3,083</u>	<u>5,231,641</u>	<u>5,328,980</u>

School District No. 81 (Fort Nelson)

Tangible Capital Assets
Year Ended June 30, 2022

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	1,175,101	29,365,387	1,022,599	53,974	187,534	451,015	32,255,610
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		2,039,978					2,039,978
Deferred Capital Revenue - Other		277,500					277,500
Operating Fund			24,098		624	31,720	56,442
Special Purpose Funds			4,920				4,920
Loan Proceeds						226,767	226,767
	-	2,317,478	29,018	-	624	258,487	2,605,607
Decrease:							
Deemed Disposals			109,809		6,203	52,696	168,708
	-	-	109,809	-	6,203	52,696	168,708
Cost, end of year	1,175,101	31,682,865	941,808	53,974	181,955	656,806	34,692,509
Work in Progress, end of year							-
Cost and Work in Progress, end of year	1,175,101	31,682,865	941,808	53,974	181,955	656,806	34,692,509
Accumulated Amortization, beginning of year		14,575,191	497,641	18,048	6,080	223,300	15,320,260
Prior Period Adjustments							
Prior Period Adjustments-record half year rule amortization		283,186	51,425	2,701	18,752	45,104	401,168
Accumulated Amortization, beginning of year, as restated		14,858,377	549,066	20,749	24,832	268,404	15,721,428
Changes for the Year							
Increase: Amortization for the Year		592,935	98,220	5,397	36,949	110,782	844,283
Decrease:							
Deemed Disposals			109,809		6,203	52,696	168,708
	-	-	109,809	-	6,203	52,696	168,708
Accumulated Amortization, end of year		15,451,312	537,477	26,146	55,578	326,490	16,397,003
Tangible Capital Assets - Net	1,175,101	16,231,553	404,331	27,828	126,377	330,316	18,295,506

School District No. 81 (Fort Nelson)

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	10,544,150	362,209		10,906,359
Prior Period Adjustments				
Prior Period Adjustments-record half year rule amortization	(201,197)	(8,447)		(209,644)
Deferred Capital Revenue, beginning of year, as restated	10,342,953	353,762	-	10,696,715
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,039,978	277,500		2,317,478
	2,039,978	277,500	-	2,317,478
Decrease:				
Amortization of Deferred Capital Revenue	425,492	20,363		445,855
	425,492	20,363	-	445,855
Net Changes for the Year	1,614,486	257,137	-	1,871,623
Deferred Capital Revenue, end of year	11,957,439	610,899	-	12,568,338
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	11,957,439	610,899	-	12,568,338

School District No. 81 (Fort Nelson)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2022

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year			277,500			277,500
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,141,104					2,141,104
	2,141,104	-	-	-	-	2,141,104
Decrease:						
Transferred to DCR - Capital Additions	2,039,978		277,500			2,317,478
AFG bylaw loan payment	101,126					101,126
	2,141,104	-	277,500	-	-	2,418,604
Net Changes for the Year	-	-	(277,500)	-	-	(277,500)
Balance, end of year	-	-	-	-	-	-

**School District
Statement of Financial Information (SOFI)**

School District No. 81 (Fort Nelson)

Fiscal Year Ended June 30, 2022

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
Statement of Financial Information (SOFI)**

School District No. 81 (Fort Nelson)

Fiscal Year Ended June 30, 2022

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

School District No.81 (Fort Nelson) 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
Statement of Financial Information (SOFI)**

School District No. 81 (Fort Nelson)

Fiscal Year Ended June 30, 2022

STATEMENT OF SEVERANCE AGREEMENTS

There were no severance agreements made between School District No.81 (Fort Nelson) and its non-unionized employees during fiscal year 2022 .

Prepared as required by *Financial Information Regulation*, Schedule 1, subsection 6(7)

School District 81
Schedule of Remuneration and Expense
Year Ended June 30, 2022

NAME	POSITION	REMUNERATION	EXPENSE
Elected Officials:			
DOLAN, WILLIAM	TRUSTEE	10,388.64	-
DOLEN, LINDA	TRUSTEE	11,914.92	1,826.89
GILBERT, MIKE	TRUSTEE	10,388.64	-
IRWIN, RAY	TRUSTEE	10,388.64	-
TAYLOR, YVETTE	TRUSTEE	10,388.64	1,842.38
Total For Elected Officials		53,469.48	3,669.27
Detailed Employees > 75,000.00			
ABRAHAM, TYLER	TEACHERS	101,268.02	1,975.00
ARMITAGE, FAYE	TEACHERS	85,007.80	3,134.83
ATTRILL, SARAH	ADMIN STAFF	136,045.97	7,045.51
BARTLETT, JAMES	TEACHERS	96,008.51	1,861.39
BRADLEY, CHELSEA	TEACHERS	88,386.19	2,095.12
BRADLEY, RYAN	TEACHERS	96,556.96	2,107.25
CAPES, TRUDY	TEACHERS	105,129.34	2,433.86
CLARK, SHANNON	TEACHERS	95,986.81	3,375.00
DAWE, ADELINE D	TEACHERS	95,528.40	400.00
DESROCHES-FENTON, WILLIAM	ADMIN STAFF	76,079.65	200.00
DEKANEAS, ALEXSIA A	TEACHERS	83,648.98	2,657.80
DOGHERTY, GENEVIEVE C	TEACHERS	96,008.54	2,246.47
DOROSZ, ELLIE L	TEACHERS	100,585.35	2,136.30
DOWD, DAWN	ADMIN STAFF	76,931.89	2,462.34
EMMELKAMP, SHELLEY	TEACHERS	85,466.87	1,961.49
FIORIN, JENNIFER	TEACHERS	92,140.43	3,867.72
FOREMAN, JUSTIN G	TEACHERS	83,988.61	1,878.52
FORSYTH, CHLOE	TEACHERS	90,556.62	2,351.32
FROESE, REBECCA	ADMIN STAFF	139,649.80	3,445.88
GILBERT, LORI	TEACHERS	96,282.77	2,675.00
GOODMAN, CORINNE	TEACHERS	95,528.52	855.58
GOUGH, GLEN	ADMIN STAFF	96,008.52	816.46
GOUGH, SARAH	TEACHERS	96,008.50	1,197.10
HALL, MARGARET-ANNE	ADMIN STAFF	161,226.87	-
HAY, SUSAN	TEACHERS	96,008.51	1,725.00
JOHNSTONE, DAVID	TEACHERS	122,466.53	3,653.82
KELLER, ANDREW	TEACHERS	96,008.54	1,825.00
KENNEY, SHIRLEY	TEACHERS	132,198.83	1,560.29
LARSON, KERRI	TEACHERS	101,348.01	1,972.07
LOE, COREEN	TEACHERS	96,764.56	2,695.00

LOW, DARRYL	TEACHERS	128,610.95	-
MACNEIL, LYNNE	ADMIN STAFF	123,778.50	16,066.69
MERCER, AMANDA	TEACHERS	96,008.52	1,843.27
MOLICA, CLAYTON	TEACHERS	97,021.45	1,995.00
MURRIN, MELISSA	TEACHERS	125,930.79	3,695.17
NELSON, PAT	TEACHERS	82,477.03	1,725.80
OSTOPOVICH, NATASHA	TEACHERS	79,307.49	2,681.67
POWER, MEREDITH	TEACHERS	96,008.50	3,075.00
SAMCHUCK, DIANA	ADMIN STAFF	180,133.95	7,604.52
SCHOFIELD, HUGH	TEACHERS	88,298.37	1,617.75
SMITH, STEVEN	TEACHERS	96,538.90	2,953.22
SPARSHU, HEATHER	TEACHERS	102,739.11	2,872.50
SUTHERLAND, DAVE	TEACHERS	96,951.54	425.00
THEOBALD, MARK	TEACHERS	143,375.74	300.00
TOFFLEMIRE, SARAH L	TEACHERS	85,466.97	1,936.87
WOODCOCK, GLORIA	TEACHERS	97,722.73	2,066.18
WOODWORTH, LORA	TEACHERS	93,304.09	3,705.00
YEAGER-LOBB, CANDICE	TEACHERS	100,799.49	1,815.77

Total Detailed Employees > 75,000.00	4,929,299.02	122,990.53
Total Detailed Employees <= 75,000.00	2,973,048.37	46,381.46
TOTAL	7,902,347.39	169,371.99
TOTAL EMPLOYER PREMIUM FOR CPP/EI		436,656.82

School District 81
Payment to Financial Statement Reconciliation
Year ended June 30,2022

SCHEDULED PAYMENTS

REMUNERATION	7,955,816.87
EMPLOYEE EXPENSES	173,041.26
EMPLOYER CPP/EI	436,656.82

PAYMENTS FOR GOODS AND SERVICES	\$6,474,989.34
---------------------------------	----------------

TOTAL SCHEDULED PAYMENTS	<u><u>15,040,504.29</u></u>
--------------------------	-----------------------------

RECONCILIATION ITEMS

NON CASH ITEMS:

ACCOUNTS PAYABLE ACCRUALS	88,188.00
PAYROLL ACCRUALS	32,719.00
INVENTORIES AND PREPAIDS	81,069.00

OTHER:

THIRD PARTY RECOVERIES	- 53,344.00
GST REBATE	- 135,825.36
RECOVERIES OF EXPENSES	- 28,306.22

MISCELLANEOUS	- 14,602.71
----------------------	-------------

TOTAL CAPITAL PURCHASES	- 2,605,607.00
SCHOOL GENERATED FUNDS	52,755.00
ACCOUNTS RECEIVABLE	22,242.00
CAPITAL LOAN OBLIGATIONS	- 689,626.00
EMPLOYEE FUTURE BENEFITS	386,222.00

TOTAL RECONCILIATION ITEMS	<u><u>- 2,864,116.29</u></u>
----------------------------	------------------------------

FINANCIAL STATEMENT EXPENDITURES

OPERATING FUND	9,989,565.00
TRUST FUND	1,335,587.00
CAPITAL FUND	851,236.00

TOTAL FINANCIAL STATEMENT EXPENDITURES	<u><u>12,176,388.00</u></u>
--	-----------------------------

BALANCE	<u><u>-</u></u>
---------	-----------------

School District 81
Schedule of Payments for Goods & Service
Year Ended June 30, 2022

<u>VENDOR NAME</u>	<u>EXPENSE</u>
Detailed Vendors > 25,000.00	
APPLE CANADA INC.	83,115.25
BC HYDRO	160,262.44
BCPSEA	224,182.34
BRAD MURRIN CONTRACTING LTD	86,664.38
CDW CANADA CORP	51,856.87
DEMCO ELECTRIC LTD.	169,937.15
DIVERSIFIED TRANSPORTATION	445,776.77
FORTIS BC	125,629.24
GARCIA & SONS TRANSFER LTD.	56,194.67
H&G CONTRACTING	117,082.77
INSIGHT CANADA INC	101,911.40
JDC CLEANING SERVICES	250,277.54
KPMG LLP	27,195.00
LORD OF FLOORS	43,054.78
MFA LOAN - COMPUTERS	46,452.77
MFA LOAN - COMPUTERS #3	28,207.40
MFA LOAN - VENT	158,875.32
MINISTRY OF ENVIRONMENT - CARB	42,105.00
MINISTRY OF FINANCE-EHT	155,832.68
MUNICIPAL PENSION PLAN	236,592.57
NORTHERN ROCKIES PLUMBING & HE	39,868.27
NORTHERN ROCKIES REG. MUNICIPA	35,090.37
NORTHWESTEL INVOICES	29,424.30
PEBT	161,974.69
RECEIVER GENERAL CANADA	391,015.64
RFS CANADA	38,706.96
SERVICE GLASS	217,422.60
STAPLES	30,678.28
TEACHERS' PENSION PLAN	561,165.06
TINY EYE THERAPY SERVICES	33,055.25
W.L. CONSTRUCTION LTD	1,513,099.30
WORKSAFE BC	63,700.84
Total Detailed Vendors > 25,000.00	\$5,726,407.90
Total Vendors <= 25,000.00	748,581.44
Total Payments for the Goods and Services	\$6,474,989.34