

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2010/2011

SCHOOL DISTRICT NUMBER 63	NAME OF SCHOOL DISTRICT Saanich	YEAR 2010/2011
OFFICE LOCATION 2125 Keating Cross Road		TELEPHONE NUMBER 250-652-7300
CITY/PROVINCE Saanichton		POSTAL CODE V8M 2A5
WEBSITE ADDRESS www.sd63.bc.ca		
NAME OF SUPERINTENDENT Keven Elder		NAME OF SECRETARY-TREASURER Joan Axford

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 63 (Saanich) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

The Board's Responsibility

The ultimate responsibility for the financial statements lies with the Board. The Board has reviewed and approved the financial statements.

External Auditors

The Board appoints external auditors to audit the financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

Declaration of Management and Board Chairperson

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense, changes in fund balances, and cash flows for the year in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 63 (Saanich) for the year ended June 30, 2011.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION original signed by Helen Parker	DATE SIGNED September 14, 2011
SIGNATURE OF SUPERINTENDENT original signed by Keven Elder	DATE SIGNED September 15, 2011
SIGNATURE OF SECRETARY-TREASURER original signed by Joan Axford	DATE SIGNED September 14, 2011



KPMG LLP
Chartered Accountants
St. Andrew's Square II
800-730 View Street
Victoria BC V8W 3Y7

Telephone (250) 480-3500
Telefax (250) 480-3539
Internet www.kpmg.ca

INDEPENDENT AUDITORS' REPORT

To the Board of Education

We have audited the accompanying financial statements of School District No. 63 (Saanich), which comprise the statement of financial position as at June 30, 2011, the statements of revenue and expense, changes in fund balances and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 63 (Saanich) as at June 30, 2011, and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Other Matter

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The supplementary information included in Schedules A1 through C5 is presented for purposes of additional analysis and is not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

KPMG LLP

Chartered Accountants

September 14, 2011

Victoria, Canada

SCHOOL DISTRICT No. 63 (SAANICH)
2010/2011 AUDITED FINANCIAL STATEMENTS

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SCHOOL DISTRICT No. 63 (SAANICH)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2011

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 4,870,328	\$ 1,292,698	\$ 1,362,965	\$ 7,525,991	\$ 11,191,211
Short Term Investments				-	9,867,924
Accounts Receivable					
Due from Province - Ministry of Education	49,778		1,405,123	1,454,901	61,050
Due from Province - Other	72,548			72,548	17,870
Due from LEADirect Funding				-	1,409,058
Other Receivables (Note 3)	810,943			810,943	335,482
Interfund Loans			1,441,354		
Prepaid Expenses	1,098,696			1,098,696	
	6,902,293	1,292,698	4,209,442	10,963,079	22,882,595
Investments (Note 4)	12,025,925			12,025,925	1,648,790
Capital Assets - Net (Note 5)			129,420,084	129,420,084	119,894,692
TOTAL ASSETS	\$ 18,928,218	\$ 1,292,698	\$ 133,629,526	\$ 152,409,088	\$ 144,426,077
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	6,836,863			6,836,863	5,459,346
Interfund Loans	1,441,354				
	8,278,217			6,836,863	5,459,346
Deferred Revenue	3,204,071			3,204,071	1,742,227
Deferred Contributions					
Ministry of Education (Note 6)		244,575	320,066	564,641	2,456,367
Other (Note 6)		1,048,123		1,048,123	969,175
Accrued Employee Future Benefits (Note 7)	3,049,895			3,049,895	3,194,237
Deferred Capital Contributions (Note 6)			99,394,562	99,394,562	91,009,498
TOTAL LIABILITIES	14,532,183	1,292,698	99,714,628	114,098,155	104,830,850
Fund Balances					
Invested in Capital Assets			30,025,522	30,025,522	28,885,194
Internally Restricted (Note 9)	4,284,867		3,889,376	8,174,243	10,363,445
Unrestricted (Note 9)	111,168			111,168	346,588
TOTAL FUND BALANCES	4,396,035		33,914,898	38,310,933	39,595,227
TOTAL LIABILITIES AND FUND BALANCES	\$ 18,928,218	\$ 1,292,698	\$ 133,629,526	\$ 152,409,088	\$ 144,426,077

> Commitments and contingencies (Note 13)

SCHOOL DISTRICT No. 63 (SAANICH)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2011

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
REVENUE					
Provincial Grants - Ministry of Education	\$ 63,622,501	\$ 1,443,291		\$ 65,065,792	\$ 65,195,714
Provincial Grants - Other	40,304			40,304	250,451
Other Revenue	5,600,454	2,664,026		8,264,480	8,535,724
Rentals and Leases	287,405			287,405	260,840
Investment Income	454,846		130,484	585,330	635,268
Amortization of Deferred Capital Contributions			3,191,514	3,191,514	2,964,363
Gain (Loss) on Disposal of Capital Assets				-	1,784,787
	<u>70,005,510</u>	<u>4,107,317</u>	<u>3,321,998</u>	<u>77,434,825</u>	<u>79,627,147</u>
EXPENSE					
Salaries					
Teachers	31,043,126			31,043,126	30,504,153
Principals and Vice Principals	3,604,971			3,604,971	3,660,977
Educational Assistants	4,408,695			4,408,695	4,312,422
Support Staff	6,917,539			6,917,539	6,988,731
Other Professionals	2,338,268			2,338,268	2,239,187
Substitutes	2,541,169			2,541,169	2,287,169
	<u>50,853,768</u>			<u>50,853,768</u>	<u>49,992,639</u>
Employee Benefits	12,645,671			12,645,671	11,967,603
Services and Supplies	8,348,565	2,754,534		11,103,099	11,140,087
Amortization of Capital Assets			4,116,581	4,116,581	3,884,524
Interest on Bank Loan				-	294,700
	<u>71,848,004</u>	<u>2,754,534</u>	<u>4,116,581</u>	<u>78,719,119</u>	<u>77,279,553</u>
NET REVENUE (EXPENSE)	<u>\$ (1,842,494)</u>	<u>\$ 1,352,783</u>	<u>\$ (794,583)</u>	<u>\$ (1,284,294)</u>	<u>\$ 2,347,594</u>

SCHOOL DISTRICT No. 63 (SAANICH)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2011

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
FUND BALANCES, BEGINNING OF YEAR	\$ 6,503,026	\$ -	\$ 33,092,201	\$ 39,595,227	\$ 37,247,633
Changes for the Year					
Net Revenue (Expense) for the Year	(1,842,494)	1,352,783	(794,583)	(1,284,294)	2,347,594
Interfund Transfers					
Capital Assets Purchased (Note 10)	(204,497)	(856,969)	1,061,466	-	
Local Capital (Note 10)	(60,000)		60,000	-	
Other (Note 10)		(495,814)	495,814	-	
Net Changes for the Year	<u>(2,106,991)</u>	<u>-</u>	<u>822,697</u>	<u>(1,284,294)</u>	<u>2,347,594</u>
FUND BALANCES, END OF YEAR	<u>\$ 4,396,035</u>	<u>\$ -</u>	<u>\$ 33,914,898</u>	<u>\$ 38,310,933</u>	<u>\$ 39,595,227</u>

SCHOOL DISTRICT No. 63 (SAANICH)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2011

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ (1,842,494)	\$ 1,352,783	\$ (794,583)	\$ (1,284,294)	\$ 2,347,594
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	890,191		(1,405,123)	(514,932)	(299,677)
Interfund Loans	(2,169,289)		2,169,289	-	-
Prepaid Expenses	(1,098,696)			(1,098,696)	606,586
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	1,377,516			1,377,516	(82,256)
Deferred Revenue	1,461,844			1,461,844	(3,558,284)
Deferred Contributions		(638,302)		(638,302)	(574,330)
Accrued Employee Future Benefits	(144,341)			(144,341)	(74,359)
Loss (Gain) on Disposal of Capital Assets					(1,784,787)
Items Not Involving Cash					
Amortization of Capital Assets			4,116,581	4,116,581	3,884,524
Amortization of Deferred Capital Contributions			(3,191,514)	(3,191,514)	(2,964,363)
Decrease in Deferred Contributions - Capital					(294,700)
Interfund Transfers	(264,497)	(1,352,783)	1,617,280	-	-
	<u>(1,789,766)</u>	<u>(638,302)</u>	<u>2,511,930</u>	<u>83,862</u>	<u>(2,794,052)</u>
FINANCING					
Bank Loan Paid					(6,900,000)
Deferred Contributions Received - Capital			10,402,102	10,402,102	11,349,068
Proceeds from Disposal of Capital Assets					7,150,000
MEd Restricted Portion of Proceeds on Disposal					(5,362,500)
			<u>10,402,102</u>	<u>10,402,102</u>	<u>6,236,568</u>
INVESTING					
Capital Assets Purchased - Operating			(204,497)	(204,497)	(1,089,249)
Capital Assets Purchased - Special Purpose			(856,969)	(856,969)	(1,357,653)
Capital Assets Purchased - Local Capital			(508,115)	(508,115)	(812,624)
Capital Assets Purchased - Deferred Contributions - Capital			(321,629)	(321,629)	(1,889,118)
Capital Assets Purchased - Local Capital-WIP					(3,729)
Capital Assets Purchased - Bylaw - WIP			(11,254,949)	(11,254,949)	(2,829,936)
Capital Assets Purchased - AFG - WIP			(495,814)	(495,814)	-
Decrease (Increase) in Short Term Investments	9,867,924			9,867,924	(9,867,924)
Decrease (Increase) in Investments	(10,377,135)			(10,377,135)	9,334,504
	<u>(509,211)</u>	<u>-</u>	<u>(13,641,973)</u>	<u>(14,151,184)</u>	<u>(8,515,729)</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ (2,298,977)</u>	<u>\$ (638,302)</u>	<u>\$ (727,941)</u>	<u>\$ (3,665,220)</u>	<u>\$ (5,073,213)</u>

SCHOOL DISTRICT No. 63 (SAANICH)
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2011

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
NET INCREASE (DECREASE) IN CASH	\$ (2,298,977)	\$ (638,302)	\$ (727,941)	\$ (3,665,220)	\$ (5,073,213)
Net Cash, Beginning of Year	7,169,305	1,931,000	2,090,906	11,191,211	16,264,424
NET CASH, END OF YEAR	<u>\$ 4,870,328</u>	<u>\$ 1,292,698</u>	<u>\$ 1,362,965</u>	<u>\$ 7,525,991</u>	<u>\$ 11,191,211</u>
Cash	\$ 4,870,328	\$ 1,292,698	\$ 1,362,965	\$ 7,525,991	\$ 11,191,211
NET CASH, END OF YEAR	<u>\$ 4,870,328</u>	<u>\$ 1,292,698</u>	<u>\$ 1,362,965</u>	<u>\$ 7,525,991</u>	<u>\$ 11,191,211</u>

School District No. 63 (Saanich)

Saanich Schools



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2011

NOTE 1: AUTHORITY AND PURPOSE

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 63 (Saanich)" and operates as "School District No. 63 (Saanich)." A Board of Education (Board) elected for a three year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

These financial statements are prepared in accordance with Canadian generally accepted accounting principles (GAAP).

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose funds and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statements 4.1 and 4.2 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances on June 30. Interfund transfers and loans are recognized in each fund and eliminated in the combined totals.

a) Fund Accounting

The resources and operations of the School District are segregated into various funds for accounting and financial reporting purposes based on the types of restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

- Operating fund reports assets, liabilities, revenues and expenses for general operations
- Special purpose funds report assets, liabilities, revenues and expenses for:
 - Contributions restricted in use by the *School Act* or Ministry of Education
 - Contributions restricted in use by other external bodies
 - Funds collected and used at the school level (i.e. school-generated funds)
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.

c) Short Term Investments

Short term investments include investments with terms to maturity of greater than three months and less than one year.

d) Accounts Receivable

Accounts receivable are recorded net of allowance for doubtful accounts.

e) Prepaid Expenses

Payments for insurance, subscriptions and maintenance contracts for use within the District in a future period are included as a prepaid expense and stated at cost. Textbooks and other teaching supplies are expensed as purchased.

f) Capital Assets

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion. Work in Progress is not amortized until put into use.
- Sites and buildings that no longer contribute to the ability of the district to provide services are written-down to residual value.
- Buildings that are demolished or destroyed are written-off.
- Amortization is recorded on a straight-line basis over the estimated useful life of the asset. Estimated useful life is as follows:

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

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

g) Revenue Recognition

Unrestricted operating government grants are recognized as revenue when received or receivable. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services/products are reported as revenue when services are provided or products delivered.

Externally restricted contributions, grants, and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is expended.
 - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
 - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.

h) Investment Income

Investment income, which is recorded on the accrual basis, includes interest income and realized and unrealized gains and losses.

i) Expenses

- Categories of Salaries
 - Principals, Vice Principals, and Directors of Instruction employed under a school administrator contract are categorized as Principals and Vice Principals.
 - Superintendent, Assistant Superintendents, Secretary-Treasurer, Board of Education 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, expenses 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 regular 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 identification of program.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

j) Financial Instruments

Financial instruments consist of cash and cash equivalents, accounts receivable, investments and accounts payable and accrued liabilities. It is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments.

The School District has designated all of its cash and cash equivalents as held for trading and carries them at fair value with changes in fair value recognized in investment income. Investments are designated as held to maturity and carried at amortized cost. Accounts receivable are classified as loans and receivables; accounts payable and accrued liabilities are classified as other liabilities, all of which are measured at amortized cost.

The School District has elected to continue to apply the financial instruments disclosure and presentation standards in accordance with Section 3861 of the Canadian Institute of Chartered Accountants Handbook.

k) Use of Estimates

Preparation of financial statements in accordance with Canadian generally accepted accounting principles requires management to make estimates and assumptions that impact reported amounts for 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 impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

l) Asset Retirement Obligations

The fair value of a liability for an asset retirement obligation is recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. The associated retirement costs are capitalized as part of the carrying amount of the long-lived asset and depreciated over the life of the asset. At this time the School District has determined that there are no significant asset retirement obligations.

m) Employee Future Benefits

The School District provides certain post-employment benefits including accumulated sick pay and retirement allowances for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 10.4 years.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

m) Employee Future Benefits (Continued)

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use at June 30, 2013. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 has been adopted.

n) Future Changes in Accounting Standards

The School District will be required to adopt, on a retrospective basis, Public Sector Accounting standards issued by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants for the year beginning July 1, 2012. The impact of adoption of these standards is being evaluated and is not known or reasonably estimable at this time.

NOTE 3: ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	<u>2011</u>	<u>2010</u>
Due from Federal Government	\$655,336	\$129,654
Other	155,607	205,828
	<u>\$810,943</u>	<u>\$335,482</u>

NOTE 4: INVESTMENTS

Investments consist of guaranteed investment certificates bearing interest at rates of 3.15% to 4.7% maturing in 2013 and 2016.

NOTE 5: CAPITAL ASSETS

	<u>2011</u>		<u>2010</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Sites	\$6,100,441	\$0	\$6,100,441	\$6,100,441
Buildings	152,301,773	47,945,356	104,356,417	106,478,698
Work in Progress	14,580,699	0	14,580,699	3,186,375
Furniture & Equipment	3,736,750	1,157,408	2,579,342	2,734,226
Vehicles	2,316,610	866,960	1,449,650	1,312,677
Computer Software	54,528	21,811	32,717	49,168
Computer Hardware	330,881	10,063	320,818	33,107
	<u>\$179,421,682</u>	<u>\$50,001,598</u>	<u>\$129,420,084</u>	<u>\$119,894,692</u>

NOTE 6: DEFERRED CONTRIBUTIONS**Deferred Contributions – Ministry of Education**

Deferred Contributions - Ministry of Education recorded in the special purpose funds represent government grants for repairs and maintenance and minor renovations to existing buildings, special education equipment and provincial resource programs; recorded in the capital fund represent government grants for the seismic upgrades and major renovations of buildings and equipment and asset disposal proceeds restricted in use by the Ministry of Education.

	2011			2010
	Special Purpose Funds	Capital Fund	Total	Total
Balance, beginning of year	\$ 961,825	\$ 1,494,542	\$ 2,456,367	\$ 2,983,307
Increases:				
Provincial grants - MEd	687,316	10,402,102	11,089,418	6,600,272
Investment income	38,725		38,725	24,996
Transfer from DC - other capital				875,000
MEd restricted portion of proceeds on disposal of site and buildings				5,362,500
	726,041	10,402,102	11,128,143	12,862,768
Decreases:				
Transfers to Revenue	1,443,291		1,443,291	1,770,654
Transfers to DCC - capital additions		321,629	321,629	1,888,318
Transfers to DCC - WIP		11,254,949	11,254,949	2,830,736
Repayment of bank loan				6,900,000
	1,443,291	11,576,578	13,019,869	13,389,708
Balance, end of the year	\$ 244,575	\$ 320,066	\$ 564,641	\$ 2,456,367

NOTE 6: DEFERRED CONTRIBUTIONS (Continued)**Deferred Contributions – Other**

Deferred Contributions - Other recorded in the special purpose funds represent donations, funds generated by individual schools for extra-curricular activities and other miscellaneous sources.

	2011	2010
	Special Purpose Funds	Total
Balance, beginning of year	\$ 969,175	\$ 1,581,251
Increases:		
School Generated	2,742,974	2,717,728
Local Government Grants		140,000
	<u>2,742,974</u>	<u>2,857,728</u>
Decreases:		
Transfers to Revenue	2,664,026	2,594,354
Other Transfers		875,000
	<u>2,664,026</u>	<u>3,469,354</u>
Balance, end of the year	<u>\$ 1,048,123</u>	<u>\$ 969,175</u>

Deferred Capital Contributions

Deferred Capital Contributions represent the unamortized balance of externally restricted funding used to purchase capital assets. These contributions will be recognized as revenue in future periods on the same basis as the amortization of the related capital assets.

	2011	2010
Balance, beginning of year	\$ 91,009,498	\$ 82,561,782
Increases:		
Transfers from DC – capital additions	11,576,578	11,619,054
Decreases:		
Amortization	3,191,514	2,964,363
Revenue recognized on disposal of buildings		206,975
	<u>3,191,514</u>	<u>3,171,338</u>
Balance, end of the year	<u>\$ 99,394,562</u>	<u>\$ 91,009,498</u>

NOTE 7: ACCRUED EMPLOYEE FUTURE BENEFITS

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Accrued Employee Future Benefits on Statement 1 (Statement of Financial Position).

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

Fiscal Year	2011	2010
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 2,700,357	\$ 2,811,111
Service Cost	200,862	207,017
Interest Cost	137,101	198,868
Benefit Payments	(473,322)	(552,722)
Actuarial Loss	193,321	36,083
Accrued Benefit Obligation – March 31	<u>\$ 2,758,319</u>	<u>\$ 2,700,357</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ 2,758,319	\$ 2,700,357
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Deficit	(2,758,319)	(2,700,357)
Employer Contributions After Measurement Date	96,938	121,125
Unamortized Net Actuarial Gain	(388,514)	(615,005)
Accrued Benefit Liability - June 30	<u>\$(3,049,895)</u>	<u>\$(3,194,237)</u>
Components of Net Benefit Expense		
Service Cost	\$ 200,862	\$ 207,017
Interest Cost	137,101	198,868
Amortization of Net Actuarial Gain	(33,170)	(37,753)
Net Benefit Expense	<u>\$ 304,793</u>	<u>\$ 368,132</u>

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

Discount Rate - April 1	5.00%	7.00%
Discount Rate - March 31	4.75%	5.00%
Long Term Salary Growth - April 1	2.50% + seniority	3.25% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	10.4	10.4

NOTE 8: 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 represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 47,000 active members from school districts, and approximately 29,000 retired members from school districts. The Municipal Pension Plan has about 163,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Pension Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2009 indicated an unfunded liability of \$1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of the unfunded liability to individual employers. The School District paid \$6,178,449 for employer contributions to these plans in the year (2010 - \$5,699,209).

**NOTE 9: INTERNALLY RESTRICTED AND UNRESTRICTED FUND BALANCE,
END OF YEAR**

Internally Restricted (appropriated) by Board for:

2011/2012 Operating Budget	\$1,073,669	
Distributed Learning Contract	813,610	
School & District Equipment & Technology	1,402,398	
District Program Commitments	632,072	
Grants	363,118	
	<hr/>	
Subtotal Internally Restricted Operating		\$4,284,867
Unrestricted Operating Surplus		111,168
Total Available for Future Operations		<hr/>
		\$4,396,035

NOTE 10: INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). \$204,497 was transferred from the operating fund and \$1,352,783 from special purpose funds to the capital fund for the purchase of capital assets. \$60,000 was transferred from the operating fund to the capital fund for future capital expenditures.

NOTE 11: RELATED PARTY TRANSACTIONS

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

NOTE 12: BUDGET FIGURES

Budget figures included in the financial statements are not audited. The Board approved them through the adoption of an amended annual budget on February 16, 2011.

NOTE 13: COMMITMENTS AND CONTINGENCIES

- (i) The District has entered into contracts related to capital projects with a remaining cost of approximately \$12,372,093.
- (ii) The District, in conducting its usual business activities, is involved in various legal claims and litigation. In the event any unsettled claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.
- (iii) Certain schools in the School District contain asbestos. No amount has been recorded in these financial statements with regard to this potential liability since the fair value of future removal costs cannot be reasonably estimated due to the unknown timelines.

NOTE 14: ECONOMIC DEPENDENCE

Operations for 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 in accordance with Canadian GAAP, which contemplates continuation of the School District as a "going concern".

NOTE 15: CAPITAL DISCLOSURES

The School District receives its principal source of capital through funding received from the Province of British Columbia through the Ministry of Education. The School District defines capital to be fund balances.

The School District's objectives when managing capital are to fund operations and capital asset additions. The School District manages the capital structure in conjunction with the Ministry of Education and makes adjustments based on available government funding and economic conditions. Budgets are developed and monitored to ensure capital is preserved in accordance with funding terms.

NOTE 15: CAPITAL DISCLOSURES (Continued)

The School District is not subject to debt covenants or any other capital requirements with respect to operating funding. Funding received for designated purposes must be used for the purposes outlined in the funding letter. The School District has complied with the external restrictions on the funding provided.

NOTE 16: COMPARATIVE INFORMATION

Certain of the comparative information has been reclassified to conform to the presentation adopted in the current year.

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2011

Schedule A1

	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 63,622,501	\$ 63,481,818	\$ 63,425,060
Provincial Grants - Other	40,304		250,451
Other Revenue	5,600,454	5,700,977	5,913,324
Rentals and Leases	287,405	266,047	260,840
Investment Income	454,846	175,000	547,812
	<u>70,005,510</u>	<u>69,623,842</u>	<u>70,397,487</u>
EXPENSE			
Salaries			
Teachers	31,043,126	30,925,244	30,504,153
Principals and Vice Principals	3,604,971	3,590,018	3,660,977
Educational Assistants	4,408,695	4,221,146	4,312,422
Support Staff	6,917,539	6,873,122	6,988,731
Other Professionals	2,338,268	2,122,847	2,239,187
Substitutes	2,541,169	2,374,823	2,287,169
	<u>50,853,768</u>	<u>50,107,200</u>	<u>49,992,639</u>
Employee Benefits	12,645,671	12,805,429	11,967,603
Services and Supplies	8,348,565	8,482,243	8,427,432
	<u>71,848,004</u>	<u>71,394,872</u>	<u>70,387,674</u>
NET REVENUE (EXPENSE), FOR THE YEAR	(1,842,494)	(1,771,030)	9,813
INTERFUND TRANSFERS			
Capital Assets Purchased	(204,497)		(1,089,249)
Local Capital	(60,000)		(60,000)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		1,771,030	
SURPLUS (DEFICIT), FOR THE YEAR	(2,106,991)	\$ -	(1,139,436)
SURPLUS (DEFICIT), BEGINNING OF YEAR	6,503,026		7,642,462
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ 4,396,035</u>		<u>\$ 6,503,026</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	4,284,867		
Unrestricted	111,168		
	<u>\$ 4,396,035</u>		

SCHOOL DISTRICT No. 63 (SAANICH)
 OPERATING FUND
 COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
 YEAR ENDED JUNE 30, 2011

Schedule A2

	2011	2011	2010
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 63,932,011	\$ 64,251,457	\$ 64,135,336
INAC/LEA Recovery	(2,119,007)	(2,235,295)	(2,235,296)
Other Ministry of Education Grants			
Pay equity	377,315	377,315	377,315
Community link	374,401	374,401	138,443
FSA Contribution	13,769		13,769
Strong Start/Ready Set Learn	115,260	76,720	122,850
French Programs	163,936	145,257	163,936
Other			51,498
Education Guarantee	744,518	491,963	642,209
AVID			15,000
Carbon Tax	20,298		
	<u>63,622,501</u>	<u>63,481,818</u>	<u>63,425,060</u>
PROVINCIAL GRANTS - OTHER	<u>40,304</u>	<u>-</u>	<u>250,451</u>
FEDERAL GRANTS			
OTHER REVENUE			
Offshore Tuition Fees	2,397,878	2,527,200	2,217,649
LEA/Direct Funding from First Nations	2,122,361	2,235,295	2,348,429
Miscellaneous			
Instructional careteria	142,500	68,000	185,555
Transportation	267,065	236,205	295,131
STA		25,900	
Miscellaneous	408,667	100,203	537,256
SIDES other revenue	226,203	483,000	292,704
Crossing Guards	35,780	25,174	36,600
	<u>5,600,454</u>	<u>5,700,977</u>	<u>5,913,324</u>
RENTALS AND LEASES	<u>287,405</u>	<u>266,047</u>	<u>260,840</u>
INVESTMENT INCOME	<u>454,846</u>	<u>175,000</u>	<u>547,812</u>
TOTAL OPERATING REVENUE	<u>\$ 70,005,510</u>	<u>\$ 69,623,842</u>	<u>\$ 70,397,487</u>

SCHOOL DISTRICT No. 63 (SAANICH)
 OPERATING FUND
 COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
 YEAR ENDED JUNE 30, 2011

Schedule A3

	2011			2010
	2011 ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL	
SALARIES				
Teachers	\$ 31,043,126	\$ 30,925,244	\$ 30,504,153	
Principals and Vice Principals	3,604,971	3,590,018	3,660,977	
Educational Assistants	4,408,695	4,221,146	4,312,422	
Support Staff	6,917,539	6,873,122	6,988,731	
Other Professionals	2,338,268	2,122,847	2,239,187	
Substitutes	2,541,169	2,374,823	2,287,169	
	<u>50,853,768</u>	<u>50,107,200</u>	<u>49,992,639</u>	
EMPLOYEE BENEFITS	12,645,671	12,805,429	11,967,603	
TOTAL SALARIES AND BENEFITS	<u>63,499,439</u>	<u>62,912,629</u>	<u>61,960,242</u>	
SERVICES AND SUPPLIES				
Services	1,955,869	2,250,674	1,977,661	
Student Transportation	32,759	-	44,197	
Professional Development and Travel	587,598	471,984	563,896	
Rentals and Leases	129,352	117,283	134,705	
Dues and Fees	198,379	150,847	75,292	
Insurance	136,593	152,103	136,474	
Supplies	4,200,662	4,163,710	4,444,792	
Utilities	1,107,353	1,175,642	1,050,415	
TOTAL SERVICES AND SUPPLIES	<u>8,348,565</u>	<u>8,482,243</u>	<u>8,427,432</u>	
TOTAL OPERATING EXPENSE	<u>\$ 71,848,004</u>	<u>\$ 71,394,872</u>	<u>\$ 70,387,674</u>	

SCHOOL DISTRICT No. 63 (SAANICH)
 OPERATING FUND
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT
 YEAR ENDED JUNE 30, 2011

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	\$ 22,541,467	\$ 1,589,972	\$ 553,336	\$ 447,826	\$ -	\$ 1,977,439	\$ 27,110,040
1.03 Career Programs	303,097	-	98,200	99,869	-	1,120	502,286
1.07 Library Services	621,901	-	11,004	230,551	-	-	863,456
1.08 Counselling	448,808	-	-	-	-	-	448,808
1.10 Special Education	3,377,311	15,692	3,444,807	118,287	757,953	39,271	7,753,321
1.30 English as a Second Language	273,512	-	-	-	-	-	273,512
1.31 Aboriginal Education	490,282	-	-	18,539	135,689	8,315	652,825
1.41 School Administration	-	1,756,213	-	928,775	-	132	2,685,120
1.62 Off Shore Students	326,459	23,776	74,482	-	-	1,481	426,198
1.64 Other	2,655,152	219,318	226,866	883,675	-	306,929	4,291,940
Total Function 1	31,037,989	3,604,971	4,408,695	2,727,522	893,642	2,334,687	45,007,506
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	-	-	-	43,151	459,538	-	502,689
4.40 School District Governance	-	-	-	-	76,020	-	76,020
4.41 Business Administration	5,137	-	-	375,341	513,173	16,538	910,189
Total Function 4	5,137	-	-	418,492	1,048,731	16,538	1,488,898
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	-	-	-	65,174	181,051	903	247,128
5.50 Maintenance Operations	-	-	-	2,705,164	121,608	180,507	3,007,279
5.52 Maintenance of Grounds	-	-	-	378,220	-	-	376,220
Total Function 5	-	-	-	3,146,558	302,659	181,410	3,630,627
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	-	-	-	-	93,236	-	93,236
7.70 Student Transportation	-	-	-	624,967	-	8,534	633,501
Total Function 7	-	-	-	624,967	93,236	8,534	726,737
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 31,043,126	\$ 3,604,971	\$ 4,408,695	\$ 6,917,539	\$ 2,338,268	\$ 2,541,169	\$ 50,853,768

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2011

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 27,110,040	\$ 6,917,322	\$ 34,027,362	\$ 2,320,298	\$ 36,347,660	\$ 35,762,895	\$ 35,968,262
1.03 Career Programs	502,286	116,428	618,714	171,917	790,631	689,086	726,083
1.07 Library Services	663,458	217,084	1,080,540	55,955	1,136,495	1,070,200	1,220,934
1.08 Counselling	448,808	100,863	549,671	1,205	550,876	467,884	788,060
1.10 Special Education	7,753,321	1,887,959	9,641,280	422,450	10,063,730	10,232,770	9,815,596
1.30 English as a Second Language	273,512	69,267	342,779	4,992	347,771	380,415	334,465
1.31 Aboriginal Education	652,825	149,488	802,313	31,624	833,937	804,484	703,564
1.41 School Administration	2,685,120	878,298	3,563,418	41,922	3,605,340	3,347,850	3,070,013
1.61 Continuing Education	-	-	-	62,174	62,174	-	-
1.62 Off Shore Students	426,198	100,301	526,499	416,536	943,035	1,856,056	915,738
1.64 Other	4,291,940	975,186	5,267,126	1,465,101	6,732,227	6,444,176	6,475,541
Total Function 1	45,007,506	11,412,196	56,419,702	4,994,174	61,413,876	60,835,796	60,018,256
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	502,689	84,728	587,417	90,198	677,615	670,147	648,029
4.40 School District Governance	76,020	971	76,991	59,675	136,666	158,228	155,393
4.41 Business Administration	910,189	175,540	1,085,729	246,352	1,332,081	1,487,068	1,476,908
Total Function 4	1,488,898	261,239	1,750,137	396,225	2,146,362	2,315,443	2,280,330
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	247,128	42,580	289,708	199,115	488,823	486,912	663,049
5.50 Maintenance Operations	3,007,279	654,404	3,661,683	950,977	4,612,660	4,561,570	4,627,805
5.52 Maintenance of Grounds	378,220	89,494	465,714	187,636	653,350	609,053	511,274
5.58 Utilities	-	-	-	1,222,093	1,222,093	1,324,133	1,059,677
Total Function 5	3,630,627	786,478	4,417,105	2,559,821	6,976,926	6,961,668	6,861,805
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	93,236	17,405	110,641	3,584	114,205	135,276	95,355
7.70 Student Transportation	633,501	168,353	801,854	394,781	1,196,635	1,146,689	1,132,128
Total Function 7	726,737	185,758	912,495	398,345	1,310,840	1,281,965	1,227,483
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 50,853,768	\$ 12,845,671	\$ 63,499,439	\$ 8,348,565	\$ 71,848,004	\$ 71,394,872	\$ 70,387,674

SCHOOL DISTRICT No. 63 (SAANICH)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2011

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 981,825	\$ 33,134	\$ 936,041		\$ 1,931,000
Add: Contributions Received					
Provincial Grants - Ministry of Education	687,316				687,316
Other			2,742,974		2,742,974
Investment Income	38,725				38,725
	726,041	-	2,742,974	-	3,469,015
Less: Allocated to Revenue	1,443,291	14,884	2,649,142		4,107,317
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 244,575	\$ 18,250	\$ 1,029,873	\$ -	\$ 1,292,698
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 1,443,291				\$ 1,443,291
Other Revenue		14,884	2,649,142		2,664,026
	1,443,291	14,884	2,649,142	-	4,107,317
EXPENSE					
Salaries					
Services and Supplies	98,504	14,884	2,641,146		2,754,534
	98,504	14,884	2,641,146	-	2,754,534
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,344,787	-	7,996	-	1,352,783
INTERFUND TRANSFERS					
Capital Assets Purchased	(848,973)		(7,996)		(856,969)
Other	(495,814)				(495,814)
	(1,344,787)	-	(7,996)	-	(1,352,783)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 63 (SAANICH)
 SPECIAL PURPOSE FUNDS
 CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2011

Schedule B2

	207 Annual Facility Grant	250 Special Education Equipment	TOTAL
DEFERRED CONTRIBUTIONS			
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 913,846	\$ 47,979	\$ 961,825
Add: Contributions Received			
Provincial Grants - Ministry of Education	666,798	20,518	687,316
Investment Income	38,725		38,725
	705,523	20,518	726,041
Less: Allocated to Revenue	1,424,553	18,738	1,443,291
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 194,816	\$ 49,759	\$ 244,575
REVENUE AND EXPENSE			
REVENUE			
Provincial Grants - Ministry of Education	\$ 1,424,553	\$ 18,738	\$ 1,443,291
	1,424,553	18,738	1,443,291
EXPENSE			
Salaries			
	-	-	-
Services and Supplies	79,768	18,738	98,504
	79,768	18,738	98,504
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,344,787	-	1,344,787
INTERFUND TRANSFERS			
Capital Assets Purchased	(848,973)		(848,973)
Other	(495,814)		(495,814)
	(1,344,787)	-	(1,344,787)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 63 (SAANICH)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2011

Schedule B3

	Community Mobilization	Community Access	Regional Implementation	TOTAL
DEFERRED CONTRIBUTIONS				
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 12,529	\$ 13,801	\$ 6,804	\$ 33,134
Add: Contributions Received	-	-	-	-
Less: Allocated to Revenue	11,623	-	3,261	14,884
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 906	\$ 13,801	\$ 3,543	\$ 18,250
REVENUE AND EXPENSE				
REVENUE				
Other Revenue	11,623	-	3,261	14,884
	11,623	-	3,261	14,884
EXPENSE				
Salaries	-	-	-	-
Services and Supplies	11,623	-	3,261	14,884
	11,623	-	3,261	14,884
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	-	-	-	-
INTERFUND TRANSFERS				
	-	-	-	-
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 63 (SAANICH)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2011

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 6,100,441	\$ 150,903,246	\$ 3,739,781	\$ 1,981,488	\$ 82,254	\$ 35,975	\$ 162,843,185
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw			52,102	269,527			321,629
Operating Fund		28,332	93,078	65,595		17,492	204,497
Special Purpose Funds		848,973	7,996				856,969
Local Capital		164,783	65,918			277,414	508,115
Transferred from Work In Progress		356,439					356,439
	-	1,398,527	219,094	335,122	-	294,906	2,247,649
Decrease:							
Deemed Disposals			222,125		27,726		249,851
			222,125		27,726		249,851
COST, END OF YEAR	6,100,441	152,301,773	3,736,750	2,316,610	54,528	330,881	164,840,983
WORK IN PROGRESS, END OF YEAR		14,580,699					14,580,699
COST AND WORK IN PROGRESS, END OF YEAR	\$ 6,100,441	\$ 166,882,472	\$ 3,736,750	\$ 2,316,610	\$ 54,528	\$ 330,881	\$ 179,421,682
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR		\$ 44,424,548	\$ 1,005,555	\$ 668,811	\$ 33,086	\$ 2,868	\$ 46,134,868
Changes for the Year							
Increase: Amortization for the Year		3,520,808	373,978	198,149	16,451	7,195	4,116,581
Decrease:							
Deemed Disposals			222,125		27,726		249,851
			222,125		27,726		249,851
ACCUMULATED AMORTIZATION, END OF YEAR	\$ -	\$ 47,945,356	\$ 1,157,408	\$ 866,960	\$ 21,811	\$ 10,063	\$ 50,001,598
CAPITAL ASSETS - NET	\$ 6,100,441	\$ 118,937,116	\$ 2,579,342	\$ 1,449,650	\$ 32,717	\$ 320,818	\$ 129,420,084

SCHOOL DISTRICT No. 63 (SAANICH)
 CAPITAL FUND
 CAPITAL ASSETS - WORK IN PROGRESS
 YEAR ENDED JUNE 30, 2011

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 3,186,375				\$ 3,186,375
Changes for the Year					
Increase					
Deferred Contributions - Bylaw	11,254,949				11,254,949
Special Purpose Funds	495,814				495,814
	<u>11,750,763</u>	-	-	-	<u>11,750,763</u>
Decrease					
Transferred to Capital Assets	356,439				356,439
	<u>356,439</u>	-	-	-	<u>356,439</u>
Net Changes for the Year	<u>11,394,324</u>	-	-	-	<u>11,394,324</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 14,580,699</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,580,699</u>

SCHOOL DISTRICT No. 63 (SAANICH)
 CAPITAL FUND
 DEFERRED CAPITAL CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2011

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 80,850,555	\$ 6,100,497	\$ 875,000	\$ 87,826,052
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Capital Additions	321,629			321,629
Transferred from Work in Progress	352,908			352,908
	<u>674,537</u>	<u>-</u>	<u>-</u>	<u>674,537</u>
Decrease				
Amortization of Deferred Capital Contributions	3,016,050	153,589	21,875	3,191,514
	<u>3,016,050</u>	<u>153,589</u>	<u>21,875</u>	<u>3,191,514</u>
Net Changes for the Year	<u>(2,341,513)</u>	<u>(153,589)</u>	<u>(21,875)</u>	<u>(2,516,977)</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 78,509,042</u>	<u>\$ 5,946,908</u>	<u>\$ 853,125</u>	<u>\$ 85,309,075</u>
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 3,183,446			\$ 3,183,446
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress	11,254,949			11,254,949
	<u>11,254,949</u>	<u>-</u>	<u>-</u>	<u>11,254,949</u>
Decrease				
Transferred to Deferred Capital Contributions	352,908			352,908
	<u>352,908</u>	<u>-</u>	<u>-</u>	<u>352,908</u>
Net Changes for the Year	<u>10,902,041</u>	<u>-</u>	<u>-</u>	<u>10,902,041</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 14,085,487</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 14,085,487</u>
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 92,594,529</u>	<u>\$ 5,946,908</u>	<u>\$ 853,125</u>	<u>\$ 99,394,562</u>

SCHOOL DISTRICT No. 63 (SAANICH)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2011

Schedule C4

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	\$ 1,174,476	\$ 320,066				\$ 1,494,542
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	10,402,102					10,402,102
	10,402,102	-	-	-	-	10,402,102
Decrease:						
Transferred to DCC - Capital Additions	321,629					321,629
Transferred to DCC - Work In Progress	11,254,949					11,254,949
	11,576,578	-	-	-	-	11,576,578
Net Changes for the Year	(1,174,476)	-	-	-	-	(1,174,476)
BALANCE, END OF YEAR	\$ -	\$ 320,066	\$ -	\$ -	\$ -	\$ 320,066

SCHOOL DISTRICT No. 63 (SAANICH)

Schedule C5

CAPITAL FUND
 CHANGES IN FUND BALANCES
 YEAR ENDED JUNE 30, 2011

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 28,885,194	\$ 4,207,007	\$ 33,092,201
Changes for the Year:			
Investment Income		130,484	130,484
Amortization of Deferred Capital Contributions	3,191,514		3,191,514
Capital Assets Purchased from Local Capital	508,115	(508,115)	-
Interfund Transfers - Capital Assets Purchased	1,061,466		1,061,466
Interfund Transfers - Capital Assets WIP	495,814		495,814
Interfund Transfers - Local Capital		60,000	60,000
Amortization of Capital Assets	(4,116,581)		(4,116,581)
Net Changes for the Year	1,140,328	(317,631)	822,697
BALANCE, END OF YEAR	\$ 30,025,522	\$ 3,889,376	\$ 33,914,898