

SCHOOL DISTRICT AUDITED CONSOLIDATED FINANCIAL STATEMENTS FISCAL YEAR 2008/2009

SCHOOL DISTRICT NUMBER 63	NAME OF SCHOOL DISTRICT Saanich	YEAR 2008/2009
OFFICE LOCATION 2125 Keating Cross Road		TELEPHONE NUMBER 250-652-7300
CITY/PROVINCE Saanichton BC		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 consolidated 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 consolidated 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 consolidated financial statements lies with the Board. The Board has reviewed and approved the consolidated financial statements.

External Auditors

The Board appoints external auditors to audit the consolidated 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 consolidated 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 Consolidated Financial Statements of School District No. 63 (Saanich) for the year ended June 30, 2009.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION Original signed by Mary Lynne Rimer	DATE SIGNED September 18, 2009
SIGNATURE OF SUPERINTENDENT Original Signed by Keven Elder	DATE SIGNED September 17, 2009
SIGNATURE OF SECRETARY-TREASURER Original signed by Joan Axford	DATE SIGNED September 17, 2009



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AUDITORS' REPORT TO THE BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 63 (SAANICH)

We have audited the statement of financial position of School District No. 63 (Saanich) as at June 30, 2009 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2009 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

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

Chartered Accountants

Victoria, Canada

August 26, 2009

**SCHOOL DISTRICT No. 63 (SAANICH)
2008/2009 AUDITED CONSOLIDATED FINANCIAL STATEMENTS**

TABLE OF CONTENTS

		Page
AUDITORS' REPORT		3
CONSOLIDATED FINANCIAL STATEMENTS		
Consolidated Statement of Financial Position	Statement 1	4
Consolidated Statement of Revenue and Expense	Statement 2	5
Consolidated Statement of Changes in Fund Balances	Statement 3	6
Consolidated Statement of Cash Flows	Statement 4.1	7
Consolidated Statement of Cash Flows	Statement 4.2	8
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS		9-20
SCHEDULES		
Operating Fund		
Surplus (Deficit)	Schedule A1	21
Comparative Schedule of Revenue by Source	Schedule A2	22
Comparative Schedule of Expense by Object	Schedule A3	23
Expense by Function, Program and Object	Schedule A4.1	24
Expense by Function, Program and Object	Schedule A4.2	25
Changes in Deferred Contributions	Schedule A5	26
Special Purpose Funds		
Summary of Changes	Schedule B1	27
Changes in Ministry of Education Designated Special Purpose Funds	Schedule B2	28
Changes in Other Special Purpose Funds	Schedule B3	29
Capital Fund		
Capital Assets	Schedule C1	30
Capital Assets - Work In Progress	Schedule C2	31
Deferred Capital Contributions	Schedule C3	32
Changes in Deferred Contributions	Schedule C4	33
Changes in Fund Balances	Schedule C5	34

SCHOOL DISTRICT No. 63 (SAANICH)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2009

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2009	TOTAL 2008
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 12,812,890	\$ 2,505,330	946,204	\$ 16,264,424	\$ 9,947,887
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education	72,536			72,536	125,543
Due from Province - Other	0			0	2,646
Due from LEA/Direct Funding	1,287,176			1,287,176	1,081,523
Other Receivables (Note 3)	164,071			164,071	295,840
Interfund Loans			7,673,382		
Inventories				0	0
Prepaid Expenses	606,586			606,586	583,227
	14,943,259	2,505,330	8,619,586	18,394,793	12,036,666
District Entered				0	0
Investments (Note 4)	10,983,294			10,983,294	9,465,164
Equity Investments				0	0
Capital Assets - Net (Note 5)			116,006,595	116,006,595	110,028,354
TOTAL ASSETS	\$ 25,926,553	\$ 2,505,330	\$ 124,626,181	\$ 145,384,682	\$ 131,530,184
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Bank Overdraft				\$ 0	
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	
Other	5,541,602			5,541,602	6,060,392
Bank Loans (Note 9)			6,900,000	6,900,000	0
Capital Lease Obligations				0	
Interfund Loans	7,673,382				
Other Current Liabilities				0	
	13,214,984	0	6,900,000	12,441,602	6,060,392
Deferred Revenue	1,800,511		3,500,000	5,300,511	1,720,925
Deferred Contributions					
Ministry of Education (Note 6)		1,659,079	1,324,228	2,983,307	2,053,093
Province - Other				0	0
Other (Note 6)		846,251	735,000	1,581,251	1,654,289
Accrued Employee Future Benefits (Note 7)	3,268,596			3,268,596	3,307,568
Deferred Capital Contributions (Note 6)			82,561,782	82,561,782	77,958,720
Bank Loans				0	
Capital Lease Obligations				0	
Other Long Term Liabilities				0	
District Entered				0	
TOTAL LIABILITIES	18,284,091	2,505,330	95,021,010	108,137,049	92,754,987
Fund Balances					
Invested in Capital Assets			26,544,813	26,544,813	32,069,634
Endowment				0	0
Internally Restricted (Note 10)	7,380,168		3,060,358	10,440,526	6,439,451
Unrestricted	262,294			262,294	266,112
Unfunded Accrued Employee Future Benefits				0	
TOTAL FUND BALANCES	7,642,462	0	29,605,171	37,247,633	38,775,197
TOTAL LIABILITIES AND FUND BALANCES	\$ 25,926,553	\$ 2,505,330	\$ 124,626,181	\$ 145,384,682	\$ 131,530,184

SCHOOL DISTRICT No. 63 (SAANICH)
CONSOLIDATED STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2009

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2009	TOTAL 2008
REVENUE					
Provincial Grants - Ministry of Education	\$ 62,633,942	\$ 1,479,478		\$ 64,113,420	\$ 63,929,089
Provincial Grants - Other	16,750			16,750	183,365
Federal Grants				0	0
Other Revenue	5,225,220	2,761,388		7,986,608	7,495,276
Rentals and Leases	292,573			292,573	206,623
Investment Income	548,139		90,386	638,525	988,355
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,807,942	2,807,942	1,987,131
Gain (Loss) on Disposal of Capital Assets			22,854	22,854	964,715
District Entered				0	0
District Entered				0	0
	<u>68,716,624</u>	<u>4,240,866</u>	<u>2,921,182</u>	<u>75,878,672</u>	<u>75,754,554</u>
EXPENSE					
Salaries					
Teachers	30,754,679			30,754,679	29,327,765
Principals and Vice Principals	3,627,239			3,627,239	3,537,851
Educational Assistants	4,153,626			4,153,626	3,638,519
Support Staff	6,699,442			6,699,442	6,520,052
Other Professionals	2,522,865			2,522,865	2,197,954
Substitutes	2,123,593			2,123,593	2,615,748
	<u>49,881,444</u>	<u>0</u>	<u>0</u>	<u>49,881,444</u>	<u>47,837,889</u>
Employee Benefits	11,327,877			11,327,877	10,812,844
Services and Supplies	9,548,678	2,946,031		12,494,709	12,271,256
Amortization of Capital Assets			3,702,206	3,702,206	2,735,323
Write-off/down of Buildings and Sites				0	0
District Entered				0	0
District Entered				0	0
	<u>70,757,999</u>	<u>2,946,031</u>	<u>3,702,206</u>	<u>77,406,236</u>	<u>73,657,312</u>
NET REVENUE (EXPENSE)	<u>\$ (2,041,375)</u>	<u>\$ 1,294,835</u>	<u>\$ (781,024)</u>	<u>\$ (1,527,564)</u>	<u>\$ 2,097,242</u>

SCHOOL DISTRICT No. 63 (SAANICH)
CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2009

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2009	TOTAL 2008
FUND BALANCES, BEGINNING OF YEAR	\$ 10,159,086	\$ 0	\$ 28,616,111	\$ 38,775,197	\$ 36,677,955
Changes in Accounting Policies/ Prior Period Adjustments					
District Entered				0	
District Entered				0	
District Entered				0	
District Entered				0	
District Entered				0	
District Entered				0	
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	<u>10,159,086</u>	<u>0</u>	<u>28,616,111</u>	<u>38,775,197</u>	<u>36,677,955</u>
Changes for the Year					
Net Revenue (Expense) for the Year	(2,041,375)	1,294,835	(781,024)	(1,527,564)	2,097,242
Interfund Transfers					
Capital Assets Purchased	(415,249)	(957,985)	1,373,234	0	
Local Capital	(60,000)		60,000	0	
Other		(336,850)	336,850	0	
Direct Increases in Fund Balances					
Endowment Contributions				0	
Site Purchases				0	
Comprehensive Income (Loss)				0	
District Entered			0	0	
District Entered			0	0	
District Entered				0	
District Entered				0	
Net Changes for the Year	<u>(2,516,624)</u>	<u>0</u>	<u>989,060</u>	<u>(1,527,564)</u>	<u>2,097,242</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 7,642,462</u></u>	<u><u>\$ 0</u></u>	<u><u>\$ 29,605,171</u></u>	<u><u>\$ 37,247,633</u></u>	<u><u>\$ 38,775,197</u></u>

SCHOOL DISTRICT No. 63 (SAANICH)
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2009	TOTAL 2008
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ (2,041,375)	\$ 1,294,835	\$ (781,024)	\$ (1,527,564)	\$ 2,097,242
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(18,231)			(18,231)	3,765,395
Interfund Loans	11,240,498		(11,240,498)	0	
Inventories				0	
Prepaid Expenses	(23,359)			(23,359)	(165,540)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(518,790)			(518,790)	(1,249,559)
Other Current Liabilities				0	
Deferred Revenue	79,586		3,500,000	3,579,586	281,253
Deferred Contributions		(284,050)		(284,050)	739,833
Accrued Employee Future Benefits	(38,972)			(38,972)	(94,991)
Other Long Term Liabilities				0	
Loss (Gain) on Disposal of Capital Assets			(22,854)	(22,854)	(964,715)
Items Not Involving Cash					
Amortization of Capital Assets			3,702,206	3,702,206	2,735,323
Amortization of Deferred Capital Contributions			(2,807,942)	(2,807,942)	(1,987,131)
Write-off/down of Buildings and Sites				0	
Comprehensive Income (Loss)				0	
District Entered				0	
District Entered				0	
District Entered				0	
District Entered				0	
Interfund Transfers	(475,249)	(1,294,835)	1,770,084	0	
	<u>8,204,108</u>	<u>(284,050)</u>	<u>(5,880,028)</u>	<u>2,040,030</u>	<u>5,157,110</u>
FINANCING					
Bank Loan Received			6,900,000	6,900,000	
Bank Loan Paid				0	
Endowment Contributions				0	
Deferred Contributions Received - Capital			8,552,230	8,552,230	15,683,138
Proceeds from Disposal of Capital Assets			22,854	22,854	1,777,028
MEd Restricted Portion of Proceeds on Disposal				0	(792,438)
District Entered				0	
District Entered				0	
District Entered				0	
District Entered				0	
	<u>0</u>	<u>0</u>	<u>15,475,084</u>	<u>15,475,084</u>	<u>16,667,728</u>
INVESTING					
Capital Assets Purchased - Operating			(415,249)	(415,249)	(147,416)
Capital Assets Purchased - Special Purpose			(957,985)	(957,985)	(1,038,206)
Capital Assets Purchased - Local Capital			(55,391)	(55,391)	(6,418,036)
Capital Assets Purchased - Deferred Contributions - Capital			(6,111,823)	(6,111,823)	(14,883,188)
Capital Assets Purchased - Loan			(503,968)	(503,968)	
AFG WIP			(336,850)	(336,850)	
Bylaw WIP			(1,299,181)	(1,299,181)	
District Entered				0	
Decrease (Increase) in Investments	(1,518,130)			(1,518,130)	(919,866)
Decrease (Increase) in Equity Investment				0	
	<u>(1,518,130)</u>	<u>0</u>	<u>(9,680,447)</u>	<u>(11,198,577)</u>	<u>(23,406,712)</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ 6,685,978</u>	<u>\$ (284,050)</u>	<u>\$ (85,391)</u>	<u>\$ 6,316,537</u>	<u>\$ (1,581,874)</u>

SCHOOL DISTRICT No. 63 (SAANICH)
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2009

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2009	TOTAL 2008
NET INCREASE (DECREASE) IN CASH	\$ 6,685,978	\$ (284,050)	\$ (85,391)	\$ 6,316,537	\$ (1,581,874)
Net Cash, Beginning of Year	6,126,912	2,789,380	1,031,595	9,947,887	11,529,761
Changes in Accounting Policies/ Prior Period Adjustments					
District Entered				0	
District Entered				0	
Net Cash, Beginning of Year, as Restated	6,126,912	2,789,380	1,031,595	9,947,887	11,529,761
NET CASH, END OF YEAR	\$ 12,812,890	\$ 2,505,330	\$ 946,204	\$ 16,264,424	\$ 9,947,887
Cash				\$ 0	
Cash Equivalents	12,812,890	2,505,330	946,204	16,264,424	9,947,887
Short Term Investments				0	
Bank Overdraft				0	
NET CASH, END OF YEAR	\$ 12,812,890	\$ 2,505,330	\$ 946,204	\$ 16,264,424	\$ 9,947,887

School District No. 63 (Saanich)

Saanich Schools



NOTES TO AUDITED FINANCIAL STATEMENTS YEAR ENDED 2008/09

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 were prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations.

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 Statement 4 (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 consolidated totals.

a) Fund Accounting

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) Accounts Receivable

Accounts receivable are recorded net of allowance for doubtful accounts.

d) 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.

e) 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

f) 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.

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

- 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.

g) Investment Income

Investment income, which is recorded on the accrual basis, includes interest income.

h) Expenditures

- 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, 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 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.

i) Financial Instruments

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

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

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, other current liabilities and bank loan are classified as other liabilities, all of which are measured at amortized cost.

During the year the CICA announced that not-for-profit organizations could elect to continue to apply Handbook Section 3861, Financial Instruments – Disclosure and Presentation in place of Handbook Sections 3862, Financial Instruments – Disclosure and 3863, Financial Instruments – Presentation. Sections 3862 and 3863 place increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how an entity manages those risks. The School District has elected to continue to apply the financial instruments disclosure and presentation standards in accordance with Section 3861.

j) Use of Estimates

Preparation of financial statements 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.

k) 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 assets and depreciated over the life of the asset. At this time the School District has determined that there are no significant asset retirement obligations.

l) Employee Future Benefits

The School District provides certain employment benefits including accumulated sick, and retirement allowance 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 10.8.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)l) Employee Future Benefits (Continued)

The most recent valuation of the obligation was performed at March 31, 2007 and projected to June 30, 2011. The next valuation will be performed at March 31, 2010 for use at June 30, 2010. 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.

m) Capital Disclosures

Effective July 1, 2008, the School District adopted Handbook Section 1535, Capital Disclosures. Under this new standard, the School District is required to disclose information that enables users of the financial statements to evaluate the School District's objectives, policies, and processes for managing capital. It also includes disclosure regarding what the School District regards as capital, whether the School District has complied with any external requirements and in the event of non-compliance, the consequences of not complying with these capital requirements (Note 16).

n) Future Accounting Pronouncements

i) Revisions to not-for-profit accounting standards:

Amendments have been made to Section 4400, Financial Statement Presentation by Not-for-Profit Organizations, and EIC-123, "Reporting Revenue Gross as a Principal Versus Net as an Agent," to clarify that revenues and expenses must be recognized on a gross basis when a not-for-profit organization (NPO) is acting as a principal in the subject transactions and may only be reported on a net basis when acting as an agent.

Section 4400 has been amended to clarify the different treatment accorded internal and external restrictions on net assets. In addition, NPOs are no longer required to report net assets invested in capital assets as a separate component of net assets. The Accounting Standards Board (AcSB) concluded that an amount shown as net assets invested in capital assets is consistent with, and should be treated in the same manner as other net asset amounts internally restricted by NPOs and reserves of profit-oriented enterprises.

Other changes add improved guidance related to the application of the GAAP hierarchy and capital assets standards, and require NPOs to apply the same standards as profit-oriented enterprises with respect to interim financial statements and statements of cash flows.

The amendments are effective for the fiscal year beginning July 1, 2009.

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

n) Future Accounting Pronouncements (Continued)

ii) Changes in accounting framework:

The CICA has decided to transition Canadian GAAP for for publicly accountable entities to International Financial Reporting Standards (IFRS) effective January 1, 2011. The School District is currently classified as a not-for-profit organization. The AcSB and Public Sector Accounting Board (PSAB) have jointly issued an Invitation to Comment to invite feedback on the future of financial reporting by not-for-profit organizations. In addition, PSAB has issued an Invitation to Comment on the future financial reporting of government organizations. The School District is in the process of reviewing the impact of these documents on its reporting framework and financial statements.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	<u>2009</u>	<u>2008</u>
Due from Federal Government	\$125,051	\$282,411
Other	39,020	13,429
	<u>\$164,071</u>	<u>\$295,840</u>

NOTE 4: INVESTMENTS

Investments consist of guaranteed investment certificates bearing interest at rates of 4.4% to 4.9% maturing in 2011 and 2013.

NOTE 5: CAPITAL ASSETS

	<u>2009</u>		<u>2008</u>	
	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>Net Book Value</u>	<u>Net Book Value</u>
Sites	\$6,103,154	\$0	\$6,103,154	\$6,103,154
Buildings	147,146,658	42,068,172	105,078,486	101,360,504
Work in Progress	1,636,031	0	1,636,031	0
Furniture & Equipment	2,672,422	756,854	1,915,568	1,533,799
Vehicles	1,765,583	572,192	1,193,391	931,837
Computer Software	82,254	16,635	65,619	16,636
Computer Hardware	14,346	0	14,346	82,424
	<u>\$159,420,448</u>	<u>\$43,413,853</u>	<u>\$116,005,595</u>	<u>\$110,028,354</u>

Capital assets include 2009 acquisitions of \$9,680,447 (2008 - \$22,486,846).

Notes to Audited Financial Statements: Year ended 2008/2009**NOTE 6: DEFERRED CONTRIBUTIONS****Deferred Contributions – Ministry of Education**

Deferred Contributions - Ministry of Education recorded in the special purpose fund 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.

	2009			2008
	Special Purpose Fund	Capital Fund	Total	
Balance, beginning of year	\$ 1,838,841	\$ 214,252	\$ 2,053,093	\$ 1,060,100
Increases:				
Provincial grants - MEd	1,245,146	8,520,980	9,766,126	16,369,149
Investment income	25,362	-	25,362	50,116
Other	29,208	-	29,208	799,242
	1,299,716	8,520,980	9,820,696	17,218,507
Decreases:				
Transfers to Revenue	208,589	-	208,589	317,316
Transfers to DCC - capital additions	934,039	6,111,823	7,045,862	15,901,394
Transfers to DCC - WIP	336,850	1,299,181	1,636,031	-
Other	-	-	-	6,804
	1,479,478	7,411,004	8,890,482	16,225,514
Balance, end of the year	\$ 1,659,079	\$ 1,324,228	\$ 2,983,307	\$ 2,053,093

Deferred Contributions – Other

Deferred Contributions - Other recorded in the special purpose fund represent donations, funds generated by individual schools for extra-curricular activities and other miscellaneous sources; recorded in the capital fund represent contributions received from local government for capital projects.

Notes to Audited Financial Statements: Year ended 2008/2009**NOTE 6: DEFERRED CONTRIBUTIONS (Continued)****Deferred Contributions – Other (Continued)**

	2009			2008
	Special Purpose Fund	Capital Fund	Total	
Balance, beginning of year	\$ 950,539	\$ 703,750	\$ 1,654,289	\$ 1,107,499
Increases:				
School Generated Funds	2,657,100	-	2,657,100	2,884,448
Local government grants	-	31,250	31,250	560,000
	<u>2,657,100</u>	<u>31,250</u>	<u>2,688,350</u>	<u>3,444,448</u>
Decreases:				
Transfers to Revenue	2,737,442	-	2,737,442	2,877,658
Capital assets purchased	23,946	-	23,946	20,000
	<u>2,761,388</u>	<u>-</u>	<u>2,761,388</u>	<u>2,897,658</u>
Balance, end of the year	<u>\$ 846,251</u>	<u>\$ 735,000</u>	<u>\$ 1,581,251</u>	<u>\$ 1,654,289</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.

	2009	2008
Balance, beginning of year	\$ 77,958,720	\$ 46,590,547
Increases:		
Transfers from DC - capital additions	7,411,004	14,883,188
Transfers from Work in Progress	-	18,472,116
	<u>7,411,004</u>	<u>33,355,304</u>
Decreases:		
Amortization	2,807,942	1,987,131
Balance, end of the year	<u>\$ 82,561,782</u>	<u>\$ 77,958,720</u>

Notes to Audited Financial Statements: Year ended 2008/2009**NOTE 7: 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 Unfunded 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	2009	2008
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$2,938,877	\$2,876,857
Service Cost	229,323	232,486
Interest Cost	166,730	149,782
Benefit Payments	(263,986)	(395,910)
Actuarial (Gain)/Loss	(259,833)	75,662
Accrued Benefit Obligation – March 31	<u>\$2,811,111</u>	<u>\$2,938,877</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$2,811,111	\$2,938,877
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus/(Deficit)	(2,811,111)	(2,938,877)
Employer Contributions After Measurement Date	231,358	74,106
Unamortized Net Actuarial (Gain)/Loss	(688,843)	(442,797)
Accrued Benefit Asset/(Liability) - June 30	<u>\$(3,268,596)</u>	<u>\$(3,307,568)</u>
Components of Net Benefit Expense		
Service Cost	\$229,323	\$232,486
Interest Cost	166,730	149,782
Amortization of Net Actuarial (Gain)/Loss	(13,788)	(23,548)
Net Benefit Expense (Income)	<u>\$382,265</u>	<u>\$358,720</u>

Notes to Audited Financial Statements: Year ended 2008/2009

NOTE 7: EMPLOYEE FUTURE BENEFITS (Continued)

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

	2009	2008
Discount Rate – April 1	5.50%	5.00%
Discount Rate – March 31	7.00%	5.50%
Salary Growth – April 1	3.25%	3.25%
	+ seniority	+ seniority
Salary Growth – March 31	3.25%	3.25%
	+ seniority	+ seniority
EARSL	10.8	10.8

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 48,000 active members from school districts, and approximately 26,000 retired members from school districts. The Municipal Plan has about 150,000 active members, of which approximately 22,000 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’ Plan as at December 31, 2005 indicated a \$904 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2008 with results available in late 2009. The most recent valuation for the Municipal Pension Plan as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009. The actuary does not attribute portions of the surplus to individual employers. The School District paid \$5,592,469 in employer contributions to these plans in the year ended June 30, 2009 (2008: \$5,377,807).

NOTE 9: BANK LOAN

The following loan approved under Section 144 of the School Act is outstanding:

Approval Dates	Year Borrowed	Interest Rate	Term	Amount Borrowed	Amount Paid	Balance O/S
June 2005 – March 2007	2009	5.9%	Due on demand	\$6,900,000	\$0	\$6,900,000

The bank loan is payable to Coast Capital Savings Credit Union and is secured by investments and cash held on deposit with the Credit Union. The principal will be repaid through proceeds from future land sales.

Notes to Audited Financial Statements: Year ended 2008/2009**NOTE 10: INTERNALLY RESTRICTED AND UNRESTRICTED FUND BALANCE, END OF YEAR**

Internally Restricted (appropriated) by Board for:

2009/10 Operating Budget	\$1,215,126	
Distributed Learning	3,030,752	
School Commitments	941,345	
District Program Commitments	2,192,945	
Subtotal Internally Restricted Operating		\$7,380,168
Local Capital		3,060,358
Total Internally Restricted by Board		10,440,526
Unrestricted Operating Surplus		262,294
Total Available for Future Operations		<u>\$10,702,820</u>

NOTE 11: INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). \$415,249 was transferred from the operating fund and \$1,294,835 from the special purpose fund 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 12: 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 13: 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 11, 2009.

NOTE 14: COMMITMENTS AND CONTINGENCIES

- (i) The District has issued letters of credit in the amount of \$224,920.
- (ii) The District has entered into contracts related to capital projects with a remaining cost of approximately \$4,437,160.
- (iii) 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.

NOTE 14: COMMITMENTS AND CONTINGENCIES (Continued)

- (iv) 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 15: 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 for not-for-profit organizations. This contemplates continuation of School District as a “going concern”.

NOTE 16: 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.

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 17: COMPARATIVE FIGURES

Certain of the comparative figures have 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, 2009

Schedule A1

	2009	2009	2008
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 62,633,942	\$ 61,928,093	\$ 62,593,567
Provincial Grants - Other	16,750		183,365
Federal Grants			
Other Revenue	5,225,220	4,752,956	4,597,618
Rentals and Leases	292,573	201,047	206,623
Investment Income	548,139	650,000	967,827
	<u>68,716,624</u>	<u>67,532,096</u>	<u>68,549,000</u>
EXPENSE			
Salaries			
Teachers	30,754,679	30,190,507	29,327,765
Principals and Vice Principals	3,627,239	3,570,104	3,537,851
Educational Assistants	4,153,626	3,824,765	3,638,519
Support Staff	6,699,442	7,211,257	6,520,052
Other Professionals	2,522,865	1,931,726	2,197,954
Substitutes	2,123,593	2,158,785	2,615,748
	<u>49,881,444</u>	<u>48,887,144</u>	<u>47,837,889</u>
Employee Benefits	11,327,877	12,450,933	10,812,844
Services and Supplies	9,548,678	9,268,630	9,076,282
	<u>70,757,999</u>	<u>70,606,707</u>	<u>67,727,015</u>
NET REVENUE (EXPENSE), FOR THE YEAR	(2,041,375)	(3,074,611)	821,985
INTERFUND TRANSFERS			
Capital Assets Purchased	(415,249)		(147,416)
Local Capital	(60,000)		
Other			
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
Reduced Unfunded Employee Future Benefits			(304,273)
Comprehensive Income (Loss)			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		3,074,611	
SURPLUS (DEFICIT), FOR THE YEAR	<u>(2,516,624)</u>	<u>\$ 0</u>	<u>370,296</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	10,159,086		9,788,790
Changes in Accounting Policies/Prior Period Adjustments			
District Entered			
District Entered			
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>10,159,086</u>		<u>9,788,790</u>
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ 7,642,462</u>		<u>\$ 10,159,086</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	7,380,168		
Unrestricted	262,294		
	<u>\$ 7,642,462</u>		

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2009

Schedule A2

	2009	2009	2008
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 62,999,454	\$ 61,209,740	61,287,108
INAC Recovery	(2,149,312)	(1,863,617)	(1,863,617)
Other Ministry of Education Grants			
Pay equity	377,315	377,315	377,315
Labour Market Adjustments	444,806	63,648	478,803
Audit Adjustments/grant adjustments			47,290
Distributed learning	64,000	1,350,000	1,538,940
Community link	370,350	370,350	350,294
FSA Contribution	11,400	11,400	
Strong Start/Ready Set Learn	100,200	94,000	22,500
French Programs	147,923	145,257	173,029
Other	232,806		81,905
Quality in Distributed Learning			100,000
Direct Grants to SIDES		135,000	
Ed Tech	35,000	35,000	
	<u>62,633,942</u>	<u>61,928,093</u>	<u>62,593,567</u>
PROVINCIAL GRANTS - OTHER	<u>16,750</u>		<u>183,365</u>
FEDERAL GRANTS			
OTHER REVENUE			
School Referendum Taxes			
Other School District/Education Authorities			
Summer School Fees			
Continuing Education			
Offshore Tuition Fees	1,917,853	2,048,070	1,970,405
LEA/Direct Funding from First Nations	2,160,113	1,863,617	1,863,617
Miscellaneous			
Instructional careteria	139,953	68,000	161,468
Transportation	157,161	150,000	150,326
STA		25,900	13,600
Miscellaneous	410,503	89,195	70,539
AVID			35,000
SIDES other revenue	387,519	483,000	332,663
Crossing Guards	52,118	25,174	
	<u>5,225,220</u>	<u>4,752,956</u>	<u>4,597,618</u>
RENTALS AND LEASES	<u>292,573</u>	<u>201,047</u>	<u>206,623</u>
INVESTMENT INCOME	<u>548,139</u>	<u>650,000</u>	<u>967,827</u>
TOTAL OPERATING REVENUE	<u><u>\$ 68,716,624</u></u>	<u><u>\$ 67,532,096</u></u>	<u><u>\$ 68,549,000</u></u>

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2009

Schedule A3

	2009		
	2009 ACTUAL	AMENDED ANNUAL BUDGET	2008 ACTUAL
SALARIES			
Teachers	\$ 30,754,679	\$ 30,190,507	\$ 29,327,765
Principals and Vice Principals	3,627,239	3,570,104	3,537,851
Educational Assistants	4,153,626	3,824,765	3,638,519
Support Staff	6,699,442	7,211,257	6,520,052
Other Professionals	2,522,865	1,931,726	2,197,954
Substitutes	2,123,593	2,158,785	2,615,748
	<u>49,881,444</u>	<u>48,887,144</u>	<u>47,837,889</u>
EMPLOYEE BENEFITS	11,327,877	12,450,933	10,812,844
TOTAL SALARIES AND BENEFITS	<u>61,209,321</u>	<u>61,338,077</u>	<u>58,650,733</u>
SERVICES AND SUPPLIES			
Services	2,277,295	1,541,653	2,106,047
Student Transportation	95,496	0	80,943
Professional Development and Travel	626,719	550,268	669,283
Rentals and Leases	149,994	134,411	122,315
Dues and Fees	149,014	301,082	144,985
Insurance	168,165	217,938	159,941
Interest	0		
Supplies	4,845,855	5,452,699	4,661,921
Bad Debts	31,887		
Utilities	1,204,253	1,070,579	1,130,847
TOTAL SERVICES AND SUPPLIES	<u>9,548,678</u>	<u>9,268,630</u>	<u>9,076,282</u>
TOTAL OPERATING EXPENSE	<u>\$ 70,757,999</u>	<u>\$ 70,606,707</u>	<u>\$ 67,727,015</u>

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2009

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	\$ 22,453,622	\$ 318,589	\$ 469,264	\$ 195,510	\$ 240,101	\$ 1,799,287	\$ 25,476,373
1.03 Career Programs	192,038		100,348	91,168		5,261	388,815
1.07 Library Services	756,724		14,951	264,718		654	1,037,047
1.08 Counselling	714,378						714,378
1.10 Special Education	3,501,071	71,769	3,194,834	118,702	735,482	59,704	7,681,562
1.30 English as a Second Language	189,320						189,320
1.31 Aboriginal Education	367,624	12,046	124,999	18,613	6,072		529,354
1.41 School Administration		3,012,464		972,588		2,184	3,987,236
1.60 Summer School							0
1.61 Continuing Education							0
1.62 Off Shore Students	361,674		83,091			4,502	449,267
1.64 Other	2,218,228	212,371	166,139	630,835	150,664	228,557	3,606,794
1.65 Conseil Scolaire Francophone							0
Total Function 1	30,754,679	3,627,239	4,153,626	2,292,134	1,132,319	2,100,149	44,060,146
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration				39,836	447,517		487,353
4.40 School District Governance					75,128		75,128
4.41 Business Administration				398,220	627,760	884	1,026,864
4.65 Conseil Scolaire Francophone							0
Total Function 4	0	0	0	438,056	1,150,405	884	1,589,345
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				104,114	161,278	9,061	274,453
5.50 Maintenance Operations				2,902,948			2,902,948
5.52 Maintenance of Grounds				354,729			354,729
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
Total Function 5	0	0	0	3,361,791	161,278	9,061	3,532,130
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration					78,863		78,863
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation				607,461		13,499	620,960
7.73 Housing							0
Total Function 7	0	0	0	607,461	78,863	13,499	699,823
9 DEBT SERVICES (OPERATING)							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	\$ 30,754,679	\$ 3,627,239	\$ 4,153,626	\$ 6,699,442	\$ 2,522,865	\$ 2,123,593	\$ 49,881,444

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2009

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2009 ACTUAL	2009 AMENDED ANNUAL BUDGET	2008 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 25,476,373	\$ 6,088,182	\$ 31,564,555	\$ 3,226,535	\$ 34,791,090	\$ 36,239,675	\$ 34,556,436
1.03 Career Programs	388,815	88,269	477,084	172,446	649,530	857,428	632,700
1.07 Library Services	1,037,047	242,151	1,279,198	87,342	1,366,540	1,325,531	1,318,776
1.08 Counselling	714,378	154,471	868,849	7,105	875,954	769,045	726,189
1.10 Special Education	7,681,562	1,701,578	9,383,140	459,534	9,842,674	8,709,522	9,199,265
1.30 English as a Second Language	189,320	46,333	235,653	7,002	242,655	254,866	259,761
1.31 Aboriginal Education	529,354	111,854	641,208	39,782	680,990	551,752	642,561
1.41 School Administration	3,987,236	864,198	4,851,434	46,487	4,897,921	4,532,372	4,256,527
1.60 Summer School	0	0	0	0	0	0	0
1.61 Continuing Education	0	0	0	0	0	0	0
1.62 Off Shore Students	449,267	98,407	547,674	406,722	954,396	1,386,100	832,793
1.64 Other	3,606,794	761,112	4,367,906	1,694,593	6,062,499	5,886,849	5,204,175
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 1	44,060,146	10,156,555	54,216,701	6,147,548	60,364,249	60,513,140	57,629,183
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	487,353	74,734	562,087	73,610	635,697	638,167	651,552
4.40 School District Governance	75,128	1,129	76,257	90,742	166,999	169,014	195,729
4.41 Business Administration	1,026,864	199,365	1,226,229	270,979	1,497,208	1,421,625	1,400,600
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 4	1,589,345	275,228	1,864,573	435,331	2,299,904	2,228,806	2,247,881
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	274,453	39,165	313,618	309,448	623,066	512,939	583,053
5.50 Maintenance Operations	2,902,948	614,770	3,517,718	903,709	4,421,427	4,465,432	4,348,312
5.52 Maintenance of Grounds	354,729	72,030	426,759	222,426	649,185	584,851	511,818
5.56 Utilities	0	0	0	1,204,253	1,204,253	1,080,579	1,130,844
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 5	3,532,130	725,965	4,258,095	2,639,836	6,897,931	6,643,801	6,574,027
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	78,863	14,022	92,885	1,111	93,996	95,973	89,733
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	620,960	156,107	777,067	324,852	1,101,919	1,124,987	1,186,191
7.73 Housing	0	0	0	0	0	0	0
Total Function 7	699,823	170,129	869,952	325,963	1,195,915	1,220,960	1,275,924
9 DEBT SERVICES (OPERATING)							
9.92 Interest on Bank Loans	0	0	0	0	0	0	0
9.94 Interest on Temporary Borrowing	0	0	0	0	0	0	0
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	\$ 49,881,444	\$ 11,327,877	\$ 61,209,321	\$ 9,548,678	\$ 70,757,999	\$ 70,606,707	\$ 67,727,015

SCHOOL DISTRICT No. 63 (SAANICH)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2009

Schedule A5

BALANCE, BEGINNING OF YEAR

Changes in Accounting Policies/Prior Period Adjustments

District Entered

District Entered

BALANCE, BEGINNING OF YEAR, AS RESTATED

0

Changes for the Year

Increase:

Provincial Grants - Ministry of Education

Provincial Grants - Other

Other Revenue

District Entered

District Entered

District Entered

District Entered

0

Decrease:

Allocated to Revenue

Provincial Grants - Ministry of Education

Provincial Grants - Other

Federal Grants

Other Revenue

Investment Income

District Entered

District Entered

District Entered

District Entered

0

Net Changes for the Year

0

BALANCE, END OF YEAR

\$ 0

SCHOOL DISTRICT No. 63 (SAANICH)
SPECIAL PURPOSE FUNDS
SUMMARY OF CHANGES
YEAR ENDED JUNE 30, 2009

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,838,841	\$ 33,134	\$ 917,405		\$ 2,789,380
Add: Contributions Received					
Provincial Grants - Ministry of Education	1,245,146				1,245,146
Provincial Grants - Other					0
Federal Grants					0
Other	25,362		2,657,100		2,682,462
Investment Income	29,208				29,208
District Entered					0
	1,299,716	0	2,657,100	0	3,956,816
Less: Allocated to Revenue	1,479,478		2,761,388		4,240,866
Recovered					0
District Entered					0
District Entered					0
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 1,659,079	\$ 33,134	\$ 813,117	\$ 0	\$ 2,505,330
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 1,479,478				\$ 1,479,478
Provincial Grants - Other					0
Federal Grants					0
Other Revenue			2,761,388		2,761,388
Rentals and Leases					0
Investment Income					0
Gain (Loss) on Equity Investment					0
	1,479,478	0	2,761,388	0	4,240,866
EXPENSE					
Salaries					
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff					0
Other Professionals					0
Substitutes					0
	0	0	0	0	0
Employee Benefits					0
Services and Supplies	208,589		2,737,442		2,946,031
	208,589	0	2,737,442	0	2,946,031
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,270,889	0	23,946	0	1,294,835
INTERFUND TRANSFERS					
Capital Assets Purchased	(934,039)		(23,946)		(957,985)
Other	(336,850)				(336,850)
	(1,270,889)	0	(23,946)	0	(1,294,835)
NET REVENUE (EXPENSE)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

SCHOOL DISTRICT No. 63 (SAANICH)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2009

Schedule B2

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	290 Debt Services	301 Transportation For Deaf and Hard of Hearing	302 Special Education Technology	TOTAL
DEFERRED CONTRIBUTIONS							
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,778,423	\$ 0	\$ 60,418	\$ 0	\$ 0	\$ 0	\$ 1,838,841
Add: Contributions Received							
Provincial Grants - Ministry of Education	1,224,009		21,137				1,245,146
Provincial Grants - Other							0
Federal Grants							0
Other	25,362						25,362
Investment Income	29,208						29,208
District Entered							0
	1,278,579	0	21,137	0	0	0	1,299,716
Less: Allocated to Revenue	1,459,135	0	20,343	0	0	0	1,479,478
Recovered							0
District Entered							0
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 1,597,867	\$ 0	\$ 61,212	\$ 0	\$ 0	\$ 0	\$ 1,659,079
REVENUE AND EXPENSE							
REVENUE							
Provincial Grants - Ministry of Education	\$ 1,459,135		\$ 20,343				\$ 1,479,478
Provincial Grants - Other							0
Federal Grants							0
Other Revenue							0
Investment Income							0
	1,459,135	0	20,343	0	0	0	1,479,478
EXPENSE							
Salaries							
Teachers							0
Principals and Vice Principals							0
Educational Assistants							0
Support Staff							0
Other Professionals							0
Substitutes							0
	0	0	0	0	0	0	0
Employee Benefits							0
Services and Supplies	188,246		20,343				208,589
	188,246	0	20,343	0	0	0	208,589
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,270,889	0	0	0	0	0	1,270,889
INTERFUND TRANSFERS							
Capital Assets Purchased	(934,039)						(934,039)
Other	(336,850)						(336,850)
	(1,270,889)	0	0	0	0	0	(1,270,889)
NET REVENUE (EXPENSE)	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0

SCHOOL DISTRICT No. 63 (SAANICH)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2009

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				
Provincial Grants - Ministry of Education				0
Provincial Grants - Other				0
Federal Grants				0
Other				0
Investment Income				0
District Entered				0
	0	0	0	0
Less: Allocated to Revenue	0	0	0	0
Recovered				0
District Entered				0
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 12,529	\$ 13,801	\$ 6,804	\$ 33,134
REVENUE AND EXPENSE				
REVENUE				
Provincial Grants - Ministry of Education				\$ 0
Provincial Grants - Other				0
Federal Grants				0
Other Revenue				0
Investment Income				0
	0	0	0	0
EXPENSE				
Salaries				
Teachers				0
Principals and Vice Principals				0
Educational Assistants				0
Support Staff				0
Other Professionals				0
Substitutes				0
	0	0	0	0
Employee Benefits				0
Services and Supplies				0
	0	0	0	0
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	0	0	0	0
INTERFUND TRANSFERS				
Capital Assets Purchased				0
Other				0
	0	0	0	0
NET REVENUE (EXPENSE)	\$ 0	\$ 0	\$ 0	\$ 0

SCHOOL DISTRICT No. 63 (SAANICH)
CAPITAL FUND
CAPITAL ASSETS
YEAR ENDED JUNE 30, 2009

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 6,103,154	\$ 140,170,386	\$ 2,190,524	\$ 1,368,964	\$ 27,726	\$ 412,117	\$ 150,272,871
Changes in Accounting Policies/ Prior Period Adjustments							
District Entered							0
District Entered							0
COST, BEGINNING OF YEAR, AS RESTATED	6,103,154	140,170,386	2,190,524	1,368,964	27,726	412,117	150,272,871
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		5,447,285	225,224	348,334			6,020,843
Deferred Contributions - Other		90,980					90,980
Operating Fund			296,260	50,116	54,528	14,345	415,249
Special Purpose Funds		934,039	23,946				957,985
Local Capital			55,391				55,391
Capital Loan		503,968					503,968
District Entered							0
District Entered							0
Transferred from Work in Progress							0
	0	6,976,272	600,821	398,450	54,528	14,345	8,044,416
Decrease:							
Disposed of							0
Deemed Disposals			118,923	1,831		412,117	532,871
Written-off/down During Year							0
District Entered							0
	0	0	118,923	1,831	0	412,117	532,871
COST, END OF YEAR	6,103,154	147,146,658	2,672,422	1,765,583	82,254	14,345	157,784,416
WORK IN PROGRESS, END OF YEAR		1,636,031					1,636,031
COST AND WORK IN PROGRESS, END OF YEAR	\$ 6,103,154	\$ 148,782,689	\$ 2,672,422	\$ 1,765,583	\$ 82,254	\$ 14,345	\$ 159,420,447
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR		\$ 38,809,882	\$ 656,725	\$ 437,127	\$ 11,090	\$ 329,693	\$ 40,244,517
Changes in Accounting Policies/ Prior Period Adjustments							
District Entered							0
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	38,809,882	656,725	437,127	11,090	329,693	40,244,517
Changes for the Year							
Increase: Amortization for the Year		3,258,290	219,052	136,896	5,545	82,423	3,702,206
Decrease:							
Disposed of							0
Deemed Disposals			118,923	1,831		412,117	532,871
Written-off During Year							0
District Entered							0
	0	0	118,923	1,831	0	412,117	532,871
ACCUMULATED AMORTIZATION, END OF YEAR	\$ 0	\$ 42,068,172	\$ 756,854	\$ 572,192	\$ 16,635	\$ (1)	\$ 43,413,852
CAPITAL ASSETS - NET	\$ 6,103,154	\$ 106,714,517	\$ 1,915,568	\$ 1,193,391	\$ 65,619	\$ 14,346	\$ 116,006,595

SCHOOL DISTRICT No. 63 (SAANICH)
CAPITAL FUND
CAPITAL ASSETS - WORK IN PROGRESS
YEAR ENDED JUNE 30, 2009

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
Changes in Accounting Policies/ Prior Period Adjustments					
District Entered					0
District Entered					0
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	0	0	0	0	0
Changes for the Year					
Increase					
Deferred Contributions - Bylaw	1,299,181				1,299,181
Deferred Contributions - Other					0
Operating Fund					0
Special Purpose Funds	336,850				336,850
Local Capital					0
District Entered					0
	1,636,031	0	0	0	1,636,031
Decrease					
Transferred to Capital Assets					0
District Entered					0
	0	0	0	0	0
Net Changes for the Year	1,636,031	0	0	0	1,636,031
WORK IN PROGRESS, END OF YEAR	\$ 1,636,031	\$ 0	\$ 0	\$ 0	\$ 1,636,031

SCHOOL DISTRICT No. 63 (SAANICH)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2009

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 77,143,336	\$ 815,384	\$ 0	\$ 77,958,720
Changes in Accounting Policies/ Prior Period Adjustments				
District Entered				0
District Entered				0
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	<u>77,143,336</u>	<u>815,384</u>	<u>0</u>	<u>77,958,720</u>
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Capital Additions	6,020,843	90,980		6,111,823
Transferred from Work in Progress				0
District Entered				0
District Entered				0
	<u>6,020,843</u>	<u>90,980</u>	<u>0</u>	<u>6,111,823</u>
Decrease				
Amortization of Deferred Capital Contributions	2,787,557	20,385		2,807,942
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
District Entered				0
District Entered				0
District Entered				0
	<u>2,787,557</u>	<u>20,385</u>	<u>0</u>	<u>2,807,942</u>
Net Changes for the Year	<u>3,233,286</u>	<u>70,595</u>	<u>0</u>	<u>3,303,881</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 80,376,622</u>	<u>\$ 885,979</u>	<u>\$ 0</u>	<u>\$ 81,262,601</u>
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 0	\$ 0	\$ 0	0
Changes in Accounting Policies/ Prior Period Adjustments				
District Entered				0
District Entered				0
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress	1,299,181			1,299,181
District Entered				0
	<u>1,299,181</u>	<u>0</u>	<u>0</u>	<u>1,299,181</u>
Decrease				
Transferred to Deferred Capital Contributions				0
District Entered				0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Changes for the Year	<u>1,299,181</u>	<u>0</u>	<u>0</u>	<u>1,299,181</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 1,299,181</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 1,299,181</u>
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 81,675,803</u>	<u>\$ 885,979</u>	<u>\$ 0</u>	<u>\$ 82,561,782</u>

SCHOOL DISTRICT No. 63 (SAANICH)
CAPITAL FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2009

Schedule C4

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	\$ (71,471)	\$ 285,723	\$ 0	\$ 0	\$ 703,750	\$ 918,002
Changes in Accounting Policies/ Prior Period Adjustments						
District Entered						0
District Entered						0
BALANCE, BEGINNING OF YEAR, AS RESTATED	(71,471)	285,723	0	0	703,750	918,002
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	8,520,980					8,520,980
Provincial Grants - Other						0
Other					31,250	31,250
Investment Income						0
MEd Restricted Portion of Proceeds on Disposal						0
District Entered						0
District Entered						0
District Entered						0
District Entered						0
	8,520,980	0	0	0	31,250	8,552,230
Decrease:						
Transferred to DCC - Capital Additions	6,020,843	90,980				6,111,823
Transferred to DCC - Work in Progress	1,299,181					1,299,181
Transferred to Invested in Capital Assets - Site Purchases						0
District Entered						0
District Entered						0
District Entered						0
	7,320,024	90,980	0	0	0	7,411,004
Net Changes for the Year	1,200,956	(90,980)	0	0	31,250	1,141,226
BALANCE, END OF YEAR	\$ 1,129,485	\$ 194,743	\$ 0	\$ 0	\$ 735,000	\$ 2,059,228

SCHOOL DISTRICT No. 63 (SAANICH)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2009

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 32,069,634	\$ (3,453,523)	\$ 28,616,111
Changes in Accounting Policies/ Prior Period Adjustments			
District Entered			0
District Entered			0
District Entered			0
District Entered			0
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>32,069,634</u>	<u>(3,453,523)</u>	<u>28,616,111</u>
Changes for the Year			
Investment Income		90,386	90,386
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal		22,854	22,854
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	2,807,942		2,807,942
Capital Assets Purchased from Local Capital	55,391	(55,391)	0
Interfund Transfers - Capital Assets Purchased	1,373,234		1,373,234
Interfund Transfers - Capital Assets WIP	336,850		336,850
Interfund Transfers - Local Capital		60,000	60,000
Amortization of Capital Assets	(3,702,206)		(3,702,206)
Transferred to Invested in Capital Assets - Site Purchases			0
Transferred to Restricted Capital-funded by Bank Loan	(6,396,032)	6,396,032	0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
District Entered			0
Net Changes for the Year	<u>(5,524,821)</u>	<u>6,513,881</u>	<u>989,060</u>
BALANCE, END OF YEAR	<u><u>\$ 26,544,813</u></u>	<u><u>\$ 3,060,358</u></u>	<u><u>\$ 29,605,171</u></u>