

Audited Financial Statements of

School District No. 50 (Haida Gwaii)

June 30, 2015

School District No. 50 (Haida Gwaii)

June 30, 2015

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School District No. 50 (Haida Gwaii)

MANAGEMENT REPORT

Version: 8245-4616-2634

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 50 (Haida Gwaii) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.


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

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

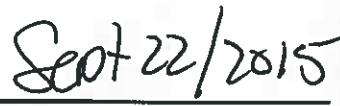
The Board of Education of School District No. 50 (Haida Gwaii) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors', McConnell, Voelkl, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors' have full and free access to financial management of School District No. 50 (Haida Gwaii) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 50 (Haida Gwaii)



Signature of the Chairperson of the Board of Education



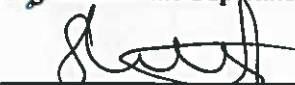
Date Signed



Signature of the Superintendent



Date Signed



Signature of the Secretary Treasurer



Date Signed



CHARTERED ACCOUNTANTS

F.W. Voelkl, C.P.A., C.A.
C.M. Kelley, C.P.A., C.A. (incorporated professional)

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education of School District No. 50 (Haida Gwaii), and
To the Minister of Education, Province of British Columbia:

We have audited the accompanying financial statements of **SCHOOL DISTRICT NO. 50 (HAIDA GWAI)**, which comprise the statement of financial position as at **JUNE 30, 2015**, the statement of operations, statement of changes in net financial assets (debt), statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements:

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

Auditor's 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 the audit to obtain reasonable assurance whether these 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 the auditor's 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 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 of the **SCHOOL DISTRICT NO. 50 (HAIDA GWAI)** as at and for the year ended **JUNE 30, 2015**, are prepared, in all material respects, in accordance with the financial reporting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Emphasis of Matter:

Without modifying our opinion, we draw attention to Note 3(a) to the financial statements which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

McConnell Voelkl

CHARTERED PROFESSIONAL ACCOUNTANTS

September 23, 2015

Hope, BC, Canada

Members, Chartered Professional Accountants of British Columbia

School District No. 50 (Haida Gwaii)

Statement of Financial Position

As at June 30, 2015

Statement 1

	2015 Actual	2014 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	1,611,231	1,483,850
Accounts Receivable		
Due from LEA/Direct Funding		188,171
Other (Note 4)	162,785	148,387
Total Financial Assets	1,774,016	1,820,408
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education		113,709
Other (Note 5)	765,897	498,816
Deferred Revenue (Note 6)	495,438	430,716
Deferred Capital Revenue (Note 7)	19,186,412	19,483,485
Employee Future Benefits (Note 8)	200,581	174,641
Other Liabilities	59,743	41,509
Total Liabilities	20,708,071	20,742,876
Net Financial Assets (Debt)	(18,934,055)	(18,922,468)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	25,969,053	26,415,210
Prepaid Expenses (Note 3(k))	65,183	92,276
Total Non-Financial Assets	26,034,236	26,507,486
Accumulated Surplus (Deficit)	7,100,181	7,585,018

Contractual Obligations and Contingencies

Approved by the Board


Signature of the Chairperson of the Board of Education

Sept 22 / 2015
Date Signed


Signature of the Superintendent

Sept 23 / 15
Date Signed


Signature of the Secretary-Treasurer

Sept 22 / 15
Date Signed

School District No. 50 (Haida Gwaii)

Statement 2

Statement of Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	6,885,032	6,577,181	6,661,611
Other		28,750	
Other Revenue	4,053,860	4,390,418	4,123,211
Rentals and Leases	32,000	50,820	57,839
Investment Income	6,004	27,419	18,230
Amortization of Deferred Capital Revenue (Note 3c)	696,166	696,166	709,241
Total Revenue	11,673,062	11,770,754	11,570,132
Expenses			
Instruction	8,164,242	8,239,362	7,786,981
District Administration	735,513	725,057	654,167
Operations and Maintenance	2,833,745	2,761,871	2,803,998
Transportation and Housing	489,400	529,301	456,669
Total Expense	12,222,900	12,255,591	11,701,815
Surplus (Deficit) for the year	(549,838)	(484,837)	(131,683)
Accumulated Surplus (Deficit) from Operations, beginning of year		7,585,018	7,716,701
Accumulated Surplus (Deficit) from Operations, end of year		7,100,181	7,585,018

School District No. 50 (Haida Gwaii)**Statement of Changes in Net Financial Assets (Debt)****Year Ended June 30, 2015****Statement 4**

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Surplus (Deficit) for the year	(549,838)	(484,837)	(131,683)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets (Note 9)	(40,398)	(439,491)	(259,122)
Amortization of Tangible Capital Assets (Note 9)	885,648	885,648	890,351
Total Effect of change in Tangible Capital Assets	845,250	446,157	631,229
Acquisition of Prepaid Expenses			(41,098)
Use of Prepaid Expenses		27,093	
Total Effect of change in Other Non-Financial Assets	-	27,093	(41,098)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	295,412	(11,587)	458,448
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		(11,587)	458,448
Net Financial Assets (Debt), beginning of year		(18,922,468)	(19,380,916)
Net Financial Assets (Debt), end of year		(18,934,055)	(18,922,468)

School District No. 50 (Haida Gwaii)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(484,837)	(131,683)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	173,773	703,674
Prepaid Expenses	27,093	(41,098)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	153,372	1,887
Deferred Revenue	64,722	2,695
Employee Future Benefits	25,940	32,430
Other Liabilities	18,234	(214,160)
Amortization of Tangible Capital Assets	885,648	890,351
Amortization of Deferred Capital Revenue	(696,166)	(709,241)
Total Operating Transactions	167,779	534,855
Capital Transactions		
Tangible Capital Assets Purchased (Note 9)	(439,491)	(259,122)
Total Capital Transactions	(439,491)	(259,122)
Financing Transactions		
Capital Revenue Received	399,093	259,122
Total Financing Transactions	399,093	259,122
Net Increase (Decrease) in Cash and Cash Equivalents	127,381	534,855
Cash and Cash Equivalents, beginning of year	1,483,850	948,995
Cash and Cash Equivalents, end of year	1,611,231	1,483,850
Cash and Cash Equivalents, end of year, is made up of:		
Cash	1,611,231	1,483,850
	1,611,231	1,483,850



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on 04/01/1946 operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 50 (Haida Gwaii)", and operates as "School District No. 50 (Haida Gwaii)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 50 (Haida Gwaii) is exempt from federal and provincial corporate income taxes.

NOTE 2 ADOPTION OF NEW ACCOUNTING POLICY

On July 1, 2014, the District adopted PS 3260 Liability for Contaminated Sites. The standard was applied on a retroactive basis to July 1, 2013 and did not result in any adjustments to financial liabilities, tangible capital assets or accumulated surplus of the District.

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 3(e) and 3(m).

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

As noted in notes 3(e) and 3(m), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue. As a result, revenue recognized in the statement of operations and certain related deferred revenues and deferred capital contributions would be recorded differently under Canadian public sector accounting standards.

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

Year-ended June 30, 2014 - decrease in annual surplus by \$450,119

June 30, 2014 - increase in accumulated surplus and decrease in deferred contributions by \$19,483,485

Year-ended June 30, 2015 – decrease in annual surplus by \$297,073



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

June 30, 2015 – increase in accumulated surplus and decrease in deferred contributions by \$19,186,412

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

e) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 3 (m).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 3(a) for the impact of this policy on these financial statements.

f) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

g) Asset Retirement Obligations

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



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

h) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School district:
 - is directly responsible; or
 - accepts responsibility; and
 - a reasonable estimate of the amount can be made

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

i) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

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

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

j) Capital Leases

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

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

k) Prepaid Expenses

Prepaid expenses are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

Classroom Equipment	\$ 8,403
Lease Payment	6,589
Computer Equipment	48,692
Human Resources (recruitment)	1,499
Total	\$ 65,183

l) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 12 – Internally Restricted Surplus).



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

m) Revenue Recognition

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

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

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

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

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 3(a) for the impact of this policy on these financial statements.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015**

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

n) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes.

Categories of Salaries

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

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

o) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, bank overdraft, accounts payable and accrued liabilities and other liabilities



SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

All financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

p) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 3(a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 4 ACCOUNTS RECEIVABLE – OTHER

	2015	2014
CUPE	\$5,551	\$0
TOC Costs	4,940	7,813
Pro-D	3,805	1,747
Payroll	0	1,416
Basketball Workshop	0	2,500
Apartment Building	26,685	30,975
HGTA/BCTF	16,814	20,618
Gwaii Trust Scholarship & Bursary	44,000	0
Sandspit Clinic	0	4,061
School Supplies	6,398	8,020
School PIT Accounts	0	22,395
Other	4,637	5,898
GST	49,955	42,944
Allowance for Doubtful Accounts	0	0
Total Accounts Receivable	\$162,785	\$148,387

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2015	2014
Trade payables	\$123,263	\$78,954
Salaries and benefits payable	631,955	389,390
Other	10,679	30,472
Total Other Accounts Payable	\$765,897	\$498,816

NOTE 6 DEFERRED REVENUE

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled. Detailed information about the changes in deferred revenue is included in Schedule 3A.



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 7 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	2015	2014
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$180,422	\$173,125
Service Cost	18,911	18,997
Interest Cost	6,291	5,563
Benefit Payments Increase (Decrease) in obligation due to Plan Amendment	(1,044)	(1,214)
Actuarial (Gain) Loss	6,841	(16,049)
Accrued Benefit Obligation – March 31	\$211,421	\$180,422
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$211,421	\$180,422
Market Value of Plan Assets – March 31	0	0
Funded Status – Surplus (Deficit)	(211,421)	(180,422)
Employer Contributions After Measurement Date	(6,744)	(6,301)
Unamortized Net Actuarial (Gain) Loss	17,584	12,082
Accrued Benefit Asset (Liability) – June 30	\$(200,581)	\$(174,641)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$174,641	\$148,351
Recognize Non-Vested Benefits – April 1 – June 30, 2014	0	0
Accrued Benefit Liability – July 1 (restated)	174,641	\$148,351
Net expense for Fiscal Year	26,984	27,504
Employer Contributions	(1,044)	(1,214)
Accrued Benefit Liability – June 30	200,581	\$174,641



SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 8 EMPLOYEE FUTURE BENEFITS *(Continued)*

	2015	2014
Components of Net Benefit Expense		
Service Costs July - March	14,183	\$14,248
Service Costs April - June	5,454	4,728
Interest Costs July - March	4,719	4,172
Interest Costs April - June	1,290	1,573
Immediate Recognition of Plan Amendment	0	0
Amortization of Net Actuarial (Gain)/Loss	1,338	2,784
Net Benefit Expense	26,984	\$27,505

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

	2015	2014
Discount Rate – April 1	3.25%	3.00%
Discount Rate – March 31	2.25%	3.25%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	11.1	

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value

Cost:	Net Book Value 2015	Net Book Value 2014
Sites	\$2,756,297	\$2,756,297
Buildings	23,017,258	23,549,155
Buildings – Work In Progress		
Furniture & equipment	128,980	76,950
Vehicles	66,518	32,808
Total	\$25,969,053	\$26,415,210



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2015

Cost:	Opening Cost	Additions	Disposals	Total 2015
Sites	\$2,756,297			\$2,756,297
Buildings	38,487,447	\$399,093		38,817,649
Buildings – Work In Progress				
Furniture & equipment	153,611		\$22,720	199,782
Vehicles	66,884	40,398		107,282
Total	\$41,464,239	\$439,491	\$22,720	\$41,881,010

June 30, 2015

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2015
Sites				
Buildings	\$14,938,292	\$862,099		\$15,880,391
Furniture & equipment	76,661	16,861	22,720	70,802
Vehicles	34,076	6,688		40,764
Total	\$15,049,029	\$885,648	\$22,720	\$15,911,957

June 30, 2014

Cost:	Opening Cost	Additions	Disposals	Total 2014
Sites	\$2,756,297			\$2,756,297
Buildings	38,228,325	\$259,122		38,487,447
Buildings – Work In Progress	0			
Furniture & equipment	229,665		\$76,054	153,611
Vehicles	66,884			66,884
Total	\$41,281,171	\$259,122	\$76,054	\$41,464,239



SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2014

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2014
Sites				
Buildings	\$14,079,096	\$859,196		\$14,938,292
Furniture & equipment	128,248	24,467	\$76,054	76,661
Vehicles	27,388	6,688		34,076
Total	\$14,234,732	\$890,351	\$76,054	\$15,049,029

NOTE 10 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 managing the pension plans including investing assets and administering benefits. The pension plans are multi-employer defined benefit pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2013, the Teachers' Pension Plan has about 45,000 active members and approximately 33,000 retired members. As at December 31, 2013 the Municipal Pension Plan has about 182,000 active members, of which approximately 24,000 are from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available in 2015. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016. Defined contribution plan accounting is applied to the plan as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan.

The School District No 50 (Haida Gwaii) paid \$841,429 for employer contributions to these plans in the year ended June 30, 2015 (2014 - \$812,800).



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 11 RELATED PARTY TRANSACTIONS

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

NOTE 12 CONTRACTUAL OBLIGATIONS

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

During the 1998 fiscal year, the board entered into a 49 year lease for the new Skidegate Elementary School expiring February 28, 2047. The Annual lease payments are 4,800, adjusted annually by changes in the Consumer Price Index, plus \$16,000 for the provision of water, sewer, and other services. The service costs are subject to review every 5 years.

	2016	2017	2018	2019	2020	Thereafter
Land to federal Government	\$6,500	\$6,500	\$6,500	\$6,500	\$6,500	\$6,500
Custodial	\$68,460					
Operating Leases	\$45,709	\$36,550	\$24,258	\$9,629		

NOTE 13 BUDGET FIGURES

Budget figures included in the financial statements are not audited. The Board approved the budget through the adoption of an amended annual budget on February 24, 2015.

NOTE 14 EXPENSE BY OBJECT

	2015	2014
Salaries and Benefits	\$8,084,814	\$8,528,933
Services and Supplies	\$2,360,461	2,936,302
Amortization	\$885,648	890,351
Total	\$11,330,923	\$12,355,586

NOTE 15 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	2015	2014
Internally Restricted (appropriated) by Board	\$0	\$146,177
Unrestricted Operating Surplus (Deficit)	59,109	224,475
Total Available for Future Operations	\$59,109	\$370,652



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015**

NOTE 16 ECONOMIC DEPENDENCE

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

NOTE 17 RISK MANAGEMENT

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

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

a) Credit risk:

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

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

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

b) Market risk:

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in that have a maturity date of no more than 3 years.



SCHOOL DISTRICT NO. 50 (HAIDA GWAI)
NOTES TO FINANCIAL STATEMENTS
YEAR-ENDED JUNE 30, 2015

NOTE 17 RISK MANAGEMENT *(Continued)*

c) Liquidity risk

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due. The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

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

NOTE 18 EARLY LEAVERS FUND

As part of the negotiations for the Local Education Agreements with aboriginal bands the District has agreed to report the amount of the "Early Leavers Fund" by Band. For the 2014/15 fiscal year the amounts by band are indicated below:

		2015	2014
Band #670	Skidegate	\$88,435	\$80,851
Band #669	Old Massett	100,537	64,562
Total		\$188,972	\$145,413

These funds represent accumulated contributions from governments for eligible students who left early from a school year. Under the Local Education Agreements these contributions have been identified and reserved for expenditure on eligible students who are registered in jointly agreed future educational type programs developed to provide education and in school training to such early leavers. The change in the fund balance is reported as "Second Count" in Schedule 3A.



CHARTERED ACCOUNTANTS

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INDEPENDENT AUDITOR'S COMMENTS ON SUPPLEMENTARY INFORMATION

To the Board of Education of School District No. 50 (Haida Gwaii), and
To the Minister of Education, Province of British Columbia:

We have audited the financial statements of **SCHOOL DISTRICT NO. 50 (HAIDA GWAI)**, which comprise the statement of financial position as at **JUNE 30, 2015**, the statement of operations, statement of changes in net financial assets (debt), statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information, and have issued our report thereon dated September 23, 2015 which contained an unmodified opinion on the financial statements as a whole. The following supplementary financial information is presented for the purposes of additional analysis and is not a required part of the financial statements. Such financial information is the responsibility of management and was derived from the underlying accounting and other records used to prepare the financial statements.

The supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures including comparing and reconciling such supplementary information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves.

McConnell, Voelkl

CHARTERED PROFESSIONAL ACCOUNTANTS

September 23, 2015

Hope, BC, Canada

School District No. 50 (Haida Gwaii)
Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2015

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2015 Actual	2014 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	370,652		7,214,366	7,585,018	7,716,701
Changes for the year					
Surplus (Deficit) for the year	(311,543)		(173,294)	(484,837)	(131,683)
Net Changes for the year	(311,543)	-	(173,294)	(484,837)	(131,683)
Accumulated Surplus (Deficit), end of year - Statement 2	59,109	-	7,041,072	7,100,181	7,585,018

School District No. 50 (Haida Gwaii)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	6,293,055	6,026,722	6,189,165
Other		28,750	
Other Revenue	3,743,564	3,985,423	3,795,259
Rentals and Leases	32,000	50,820	57,839
Investment Income	6,004	11,231	7,935
Total Revenue	10,074,623	10,102,946	10,050,198
Expenses			
Instruction	7,392,052	7,360,940	7,092,028
District Administration	735,513	725,057	654,167
Operations and Maintenance	1,828,310	1,799,191	1,808,202
Transportation and Housing	489,400	529,301	456,669
Total Expense	10,445,275	10,414,489	10,011,066
Operating Surplus (Deficit) for the year	(370,652)	(311,543)	39,132
Budgeted Appropriation (Retirement) of Surplus (Deficit)	370,652		
Total Operating Surplus (Deficit), for the year	-	(311,543)	39,132
Operating Surplus (Deficit), beginning of year		370,652	331,520
Operating Surplus (Deficit), end of year		59,109	370,652
Operating Surplus (Deficit), end of year			
Internally Restricted			146,177
Unrestricted		59,109	224,475
Total Operating Surplus (Deficit), end of year		59,109	370,652

School District No. 50 (Haida Gwaii)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	10,013,777	10,029,629	9,961,639
AANDC/LEA Recovery	(3,827,427)	(4,130,010)	(3,827,427)
Strike Savings Recovery	(190,450)	(183,653)	(106,598)
Other Ministry of Education Grants			
Labour Settlement Funding	147,281	147,281	
Pay Equity	139,874	139,874	139,874
Funding for Graduated Adults		277	
FSA		4,348	4,348
Education Guarantee			1,108
Carbon Tax		16,893	16,221
TUA	10,000		
Teacher Benefit Levelling Up		2,083	
Total Provincial Grants - Ministry of Education	6,293,055	6,026,722	6,189,165
Provincial Grants - Other		28,750	
Other Revenues			
LEA/Direct Funding from First Nations	3,691,564	3,873,219	3,745,654
Miscellaneous			
Bank Charges			(3,600)
Gwaii Trust			49,703
Other	52,000	112,204	725
Strong Start			1,847
UBC EDI TOC			930
Total Other Revenue	3,743,564	3,985,423	3,795,259
Rentals and Leases	32,000	50,820	57,839
Investment Income	6,004	11,231	7,935
Total Operating Revenue	10,074,623	10,102,946	10,050,198

School District No. 50 (Haida Gwaii)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Salaries			
Teachers	3,298,607	3,202,996	3,012,596
Principals and Vice Principals	750,682	747,473	901,406
Educational Assistants	652,545	667,590	634,224
Support Staff	1,271,984	1,144,832	1,093,079
Other Professionals	384,382	414,539	358,930
Substitutes	220,252	278,736	266,720
Total Salaries	6,578,452	6,456,166	6,266,955
Employee Benefits	1,506,362	1,621,790	1,529,652
Total Salaries and Benefits	8,084,814	8,077,956	7,796,607
Services and Supplies			
Services	668,894	538,482	534,903
Student Transportation	432,809	481,864	421,346
Professional Development and Travel	274,628	256,126	275,437
Rentals and Leases	16,794	22,645	16,784
Dues and Fees	19,375	11,807	11,646
Insurance	24,481	27,442	27,289
Supplies	408,549	455,581	399,702
Utilities	514,931	542,586	527,352
Total Services and Supplies	2,360,461	2,336,533	2,214,459
Total Operating Expense	10,445,275	10,414,489	10,011,066

School District No. 50 (Haida Gwaii)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

Schedule 2C (Unaudited)

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	2,734,458	84,398	49,974	138,673		135,228	3,142,731
1.03 Career Programs	22,556	941					23,497
1.07 Library Services	13,425	5,140		39,070		1,561	59,196
1.08 Counselling		941					941
1.10 Special Education	223,095	17,397	498,196			43,294	781,982
1.30 English Language Learning	44,709						44,709
1.31 Aboriginal Education	164,753		119,420			13,886	298,059
1.41 School Administration		638,656		278,366		10,741	927,763
Total Function 1	3,202,996	747,473	667,590	456,109	-	204,710	5,278,878
4 District Administration							
4.11 Educational Administration					139,773		139,773
4.40 School District Governance				52,470			52,470
4.41 Business Administration				43,806	189,276		233,082
Total Function 4	-	-	-	96,276	329,049	-	425,325
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				7,338	72,282		79,620
5.50 Maintenance Operations				567,582		66,570	634,152
5.52 Maintenance of Grounds				10,566		2,251	12,817
5.56 Utilities							-
Total Function 5	-	-	-	585,486	72,282	68,821	736,589
7 Transportation and Housing							
7.41 Transportation and Housing Administration					13,208		13,208
7.70 Student Transportation				6,961		2,017	2,017
7.73 Housing				6,961		3,188	10,149
Total Function 7	-	-	-	6,961	13,208	5,205	25,374
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	3,202,996	747,473	667,590	1,144,832	414,539	278,736	6,456,166

School District No. 50 (Haida Gwaii)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

Schedule 2C (Unaudited)

	Total Salaries \$	Employee Benefits \$	Total Salaries and Benefits \$	Services and Supplies \$	2015 Actual \$	2015 Budget (Note 13) \$	2014 Actual \$
1 Instruction							
1.02 Regular Instruction	3,142,731	872,617	4,015,348	462,837	4,478,185	4,333,307	4,235,026
1.03 Career Programs	23,497	5,670	29,167		29,167	28,736	55,782
1.07 Library Services	59,196	14,855	74,051	10,271	84,322	132,668	84,598
1.08 Counselling	941	3,337	4,278	1,565	5,843	129,065	41,882
1.10 Special Education	781,982	179,458	961,440	108,403	1,069,843	1,081,741	1,099,255
1.30 English Language Learning	44,709	11,929	56,638		56,638	63,890	53,587
1.31 Aboriginal Education	298,059	64,731	362,790	77,213	440,003	404,913	398,676
1.41 School Administration	927,763	223,395	1,151,158	45,781	1,196,939	1,217,732	1,123,222
Total Function 1	5,278,878	1,375,992	6,654,870	706,070	7,360,940	7,392,052	7,092,028
4 District Administration							
4.11 Educational Administration	139,773	35,174	174,947	31,004	205,951	214,767	226,765
4.40 School District Governance	52,470	960	53,430	56,477	109,907	132,945	80,068
4.41 Business Administration	233,082	47,808	280,890	128,309	409,199	387,801	347,334
Total Function 4	425,325	83,942	509,267	215,790	725,057	735,513	654,167
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	79,620	19,652	99,272	32,211	131,483	138,954	129,735
5.50 Maintenance Operations	634,152	134,316	768,468	323,514	1,091,982	1,131,504	1,136,201
5.52 Maintenance of Grounds	12,817	2,536	15,353	20,762	36,115	36,121	18,413
5.56 Utilities	-	-	-	539,611	539,611	521,731	523,853
Total Function 5	726,589	156,504	883,093	916,098	1,799,191	1,828,310	1,808,202
7 Transportation and Housing							
7.41 Transportation and Housing Administration	13,208	2,935	16,143		16,143	15,999	16,112
7.70 Student Transportation	2,017	742	2,759	484,928	487,687	446,545	425,375
7.73 Housing	10,149	1,675	11,824	13,647	25,471	26,856	15,182
Total Function 7	25,374	5,352	30,726	498,575	529,301	489,400	456,669
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	6,456,166	1,621,790	8,077,956	2,336,533	10,414,489	10,445,275	10,011,066

School District No. 50 (Haida Gwaii)**Schedule 3 (Unaudited)****Schedule of Special Purpose Operations****Year Ended June 30, 2015**

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	591,977	550,459	472,446
Other Revenue	300,000	404,995	327,952
Total Revenue	891,977	955,454	800,398
Expenses			
Instruction	772,190	878,422	694,953
Operations and Maintenance	119,787	77,032	105,445
Total Expense	891,977	955,454	800,398
Special Purpose Surplus (Deficit) for the year	-	-	-
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 50 (Haida Gwaii)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2015

Schedule 3A (Unaudited)

Deferred Revenue, beginning of year

Add: Restricted Grants
Provincial Grants - Ministry of Education
Other

Less: Allocated to Revenue
Recovered

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education
Other Revenue

Expenses

Salaries
Teachers
Educational Assistants
Support Staff
Substitutes

Employee Benefits
Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Net Revenue (Expense)

Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community-LINK	Service Delivery Transformation
\$	\$	\$	\$	\$	\$	\$	\$	\$
	13,324	3,561	268,418					
77,032	202,080	1,425	409,711	96,000	9,800	46,878	105,345	25,000
77,032	202,080	1,425	409,711	96,000	9,800	46,878	105,345	25,000
77,032	215,404	-	401,649	96,000	9,800	46,878	105,345	-
-	-	4,966	276,480	-	-	-	-	25,000
77,032	215,404	-	401,649	96,000	9,800	46,878	105,345	-
77,032	215,404	-	401,649	96,000	9,800	46,878	105,345	-
-	102,255	-	-	-	-	5,879	-	-
-	29,866	-	-	67,111	-	15,780	47,774	-
-	8,889	-	-	1,963	-	876	-	-
-	141,010	-	-	69,074	-	22,535	47,774	-
77,032	36,492	-	401,649	17,926	9,800	5,563	10,142	-
77,032	37,902	-	401,649	9,000	9,800	18,780	47,429	-
77,032	215,404	-	401,649	96,000	9,800	46,878	105,345	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

School District No. 50 (Haida Gwaii)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2015

	Second Count	TOTAL
	\$	\$
Deferred Revenue, beginning of year	145,413	430,716
Add: Restricted Grants		
Provincial Grants - Ministry of Education		563,560
Other	46,905	456,616
	46,905	1,020,176
Less: Allocated to Revenue	3,346	955,454
Recovered		-
Deferred Revenue, end of year	188,972	495,438
Revenues		
Provincial Grants - Ministry of Education		550,459
Other Revenue	3,346	404,995
	3,346	955,454
Expenses		
Salaries		
Teachers		108,134
Educational Assistants		93,420
Support Staff		67,111
Substitutes		11,728
	-	280,393
Employee Benefits		70,123
Services and Supplies	3,346	604,938
	3,346	955,454
Net Revenue (Expense) before Interfund Transfers	-	-
Interfund Transfers	-	-
Net Revenue (Expense)	-	-

School District No. 50 (Haida Gwaii)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual			2014 Actual
	\$	Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	\$
Revenues					
Provincial Grants					
Other Revenue	10,296			-	
Investment Income			16,188	16,188	10,295
Amortization of Deferred Capital Revenue	696,166	696,166		696,166	709,241
Total Revenue	706,462	696,166	16,188	712,354	719,536
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	885,648	885,648		885,648	890,351
Total Expense	885,648	885,648	-	885,648	890,351
Capital Surplus (Deficit) for the year	(179,186)	(189,482)	16,188	(173,294)	(170,815)
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		40,398	(40,398)	-	
Total Other Adjustments to Fund Balances		40,398	(40,398)	-	
Total Capital Surplus (Deficit) for the year	(179,186)	(149,084)	(24,210)	(173,294)	(170,815)
Capital Surplus (Deficit), beginning of year		6,939,131	275,235	7,214,366	7,385,181
Capital Surplus (Deficit), end of year		6,790,047	251,025	7,041,072	7,214,366

School District No. 50 (Haida Gwaii)

Tangible Capital Assets

Year Ended June 30, 2015

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year.	2,756,297	38,487,447	153,611	66,884	-	-	41,464,239
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		399,093					399,093
Local Capital				40,398			40,398
Decrease:							
Deemed Disposals			22,720				22,720
Cost, end of year	-	-	22,720	-	-	-	22,720
Work in Progress, end of year	2,756,297	38,886,540	130,891	107,282	-	-	41,881,010
Cost and Work in Progress, end of year	2,756,297	38,886,540	130,891	107,282	-	-	41,881,010
Accumulated Amortization, beginning of year							
Changes for the Year							
Increase: Amortization for the Year		14,938,292	76,661	34,076			15,049,029
Decrease:							
Deemed Disposals		862,099	16,861	6,688			885,648
Accumulated Amortization, end of year			22,720				22,720
			22,720	-	-	-	22,720
		15,800,391	70,802	40,764	-	-	15,911,957
Tangible Capital Assets - Net	2,756,297	23,086,149	60,089	66,518	-	-	25,969,053

School District No. 50 (Haida Gwaii)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2015

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	16,521,107		2,954,973	19,476,080
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	399,093			399,093
	399,093	-	-	399,093
Decrease:				
Amortization of Deferred Capital Revenue	622,292		73,874	696,166
	622,292	-	73,874	696,166
Net Changes for the Year	(223,199)	-	(73,874)	(297,073)
Deferred Capital Revenue, end of year	16,297,908	-	2,881,099	19,179,007
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	16,297,908	-	2,881,099	19,179,007

School District No. 50 (Haida Gwaii)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2015

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year		7,405				7,405
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	399,093					399,093
	399,093	-	-	-	-	399,093
Decrease:						
Transferred to DCR - Capital Additions	399,093					399,093
	399,093	-	-	-	-	399,093
Net Changes for the Year	-	-	-	-	-	-
Balance, end of year	-	7,405	-	-	-	7,405