

Audited Financial Statements of

# **School District No. 61 (Greater Victoria)**

June 30, 2017

# School District No. 61 (Greater Victoria)

June 30, 2017

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# School District No. 61 (Greater Victoria)

## MANAGEMENT REPORT

Version: 8710-7964-5981

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

The accompanying financial statements of School District No. 61 (Greater Victoria) 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.



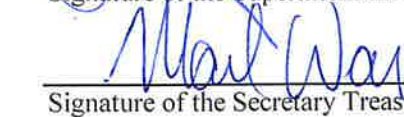
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 61 (Greater Victoria) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 61 (Greater Victoria) 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. 61 (Greater Victoria)

	September 25, 2017
Signature of the Chairperson of the Board of Education	Date Signed
	September 25, 2017
Signature of the Superintendent	Date Signed
	September 25, 2017
Signature of the Secretary Treasurer	Date Signed



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St. Andrew's Square II  
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Canada  
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## INDEPENDENT AUDITORS' REPORT

To the Board of Education, and  
To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 61 (Greater Victoria), which comprise the statement of financial position as at June 30, 2017, the statement of operations, changes in net financial assets (debt) and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

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

Management is responsible for the preparation of these financial statements in accordance with the financial reporting provisions 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.

### *Auditors' Responsibility*

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation 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 School District No. 61 (Greater Victoria) as at and for the year ended June 30, 2017 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

*Emphasis of Matter*

Without modifying our opinion, we draw attention to note 2 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slightly slanted style. Below the signature is a horizontal line that starts under the 'K' and ends under the 'P', with a small upward tick at the right end.

Chartered Professional Accountants

September 25, 2017  
Victoria, Canada




# School District No. 61 (Greater Victoria)

Statement of Financial Position  
As at June 30, 2017

	2017 Actual	2016 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	64,491,341	65,027,740
Accounts Receivable		
Due from Province - Ministry of Education	106,886	261,616
Other (Note 3)	943,956	513,112
Portfolio Investments (Note 4)	499,430	499,373
Long-Term Accounts Receivable (Note 5)	458,827	603,451
<b>Total Financial Assets</b>	<b>66,500,440</b>	<b>66,905,292</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 7)	21,471,468	21,660,494
Unearned Revenue (Note 8)	11,731,014	10,234,562
Deferred Revenue (Note 9)	4,608,979	3,627,106
Deferred Capital Revenue (Note 10)	190,852,147	191,836,223
Employee Future Benefits (Note 11)	2,517,305	2,448,178
Capital Lease Obligations (Note 12)	-	276,746
<b>Total Liabilities</b>	<b>231,180,913</b>	<b>230,083,309</b>
<b>Net Financial Assets (Debt)</b>	<b>(164,680,473)</b>	<b>(163,178,017)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 13)	233,597,213	231,791,603
Prepaid Expenses	577,766	352,982
<b>Total Non-Financial Assets</b>	<b>234,174,979</b>	<b>232,144,585</b>
<b>Accumulated Surplus (Deficit) (Note 23)</b>	<b>69,494,506</b>	<b>68,966,568</b>

Contractual Obligations and Contingencies (Note 18, 20)

Approved by the Board

	September 25, 2017
Signature of the Chairperson of the Board of Education	Date Signed
	September 25, 2017
Signature of the Superintendent	Date Signed
	September 25, 2017
Signature of the Secretary Treasurer	Date Signed

# School District No. 61 (Greater Victoria)

Statement of Operations  
Year Ended June 30, 2017

	2017 Budget (Note 19) \$	2017 Actual \$	2016 Actual \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	174,161,301	<b>181,264,735</b>	173,596,849
Other			2,204
Municipal Grants Spent on Sites			-
Tuition	11,120,452	<b>14,787,726</b>	13,818,673
Other Revenue	7,361,200	<b>8,069,686</b>	8,491,233
Rentals and Leases	1,678,812	<b>1,885,131</b>	1,722,121
Investment Income	795,000	<b>871,826</b>	782,769
Gain (Loss) on Disposal of Tangible Capital Assets (Note 14)		<b>275,000</b>	518,833
Amortization of Deferred Capital Revenue	6,721,934	<b>6,687,944</b>	6,543,808
<b>Total Revenue</b>	<b>201,838,699</b>	<b>213,842,048</b>	205,476,490
<b>Expenses</b>			
Instruction	170,249,405	<b>172,683,404</b>	166,288,675
District Administration	4,556,622	<b>4,575,541</b>	4,274,267
Operations and Maintenance	33,416,363	<b>35,033,055</b>	33,161,052
Transportation and Housing	1,014,528	<b>1,018,348</b>	931,146
Debt Services		<b>3,762</b>	6,737
Write-off/down of Buildings and Sites			37,002
<b>Total Expense</b>	<b>209,236,918</b>	<b>213,314,110</b>	204,698,879
<b>Surplus (Deficit) for the year</b>	<b>(7,398,219)</b>	<b>527,938</b>	777,611
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>68,966,568</b>	68,188,957
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>69,494,506</b>	68,966,568

# School District No. 61 (Greater Victoria)

## Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2017

	2017 Budget (Note 19) \$	2017 Actual \$	2016 Actual \$
<b>Surplus (Deficit) for the year</b>	<u>(7,398,219)</u>	<u>527,938</u>	<u>777,611</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(11,825,580)	<b>(11,464,040)</b>	(13,489,505)
Amortization of Tangible Capital Assets	9,083,417	<b>9,658,430</b>	9,006,685
Write-down carrying value of Tangible Capital Assets			4,592,192
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(2,742,163)</u>	<u><b>(1,805,610)</b></u>	<u>109,372</u>
Acquisition of Prepaid Expenses		<b>(224,784)</b>	
Use of Prepaid Expenses	60,000		73,268
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>60,000</u>	<u><b>(224,784)</b></u>	<u>73,268</u>
<b>(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)</b>	<u>(10,080,382)</u>	<u><b>(1,502,456)</b></u>	<u>960,251</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Financial Assets (Debt)</b>		<u><b>(1,502,456)</b></u>	<u>960,251</u>
<b>Net Financial Assets (Debt), beginning of year</b>		<u><b>(163,178,017)</b></u>	<u>(164,138,268)</u>
<b>Net Financial Assets (Debt), end of year</b>		<u><u><b>(164,680,473)</b></u></u>	<u><u>(163,178,017)</u></u>



# School District No. 61 (Greater Victoria)

Statement of Cash Flows  
Year Ended June 30, 2017

	2017 Actual	2016 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	527,938	777,611
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(131,490)	1,913,801
Prepaid Expenses	(224,784)	73,268
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(991,204)	250,143
Unearned Revenue	1,496,452	1,112,946
Deferred Revenue	981,873	(282,108)
Employee Future Benefits	69,127	26,519
Other Liabilities	802,178	(2,381,808)
Loss (Gain) on Disposal of Tangible Capital Assets	(275,000)	(518,833)
Amortization of Tangible Capital Assets	9,658,430	9,006,685
Amortization of Deferred Capital Revenue	(6,687,944)	(6,543,808)
Write-Off/down of Buildings and Sites	-	37,002
<b>Total Operating Transactions</b>	<u>5,225,576</u>	<u>3,471,418</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(6,098,086)	(1,572,029)
Tangible Capital Assets -WIP Purchased	(5,365,954)	(11,917,476)
District Portion of Proceeds on Disposal	275,000	125,000
Bylaw Expenditures	(1,597,187)	(1,543,616)
<b>Total Capital Transactions</b>	<u>(12,786,227)</u>	<u>(14,908,121)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	7,301,055	12,519,685
Capital Lease Principal Repayment	(276,746)	(110,630)
<b>Total Financing Transactions</b>	<u>7,024,309</u>	<u>12,409,055</u>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	(57)	(57)
<b>Total Investing Transactions</b>	<u>(57)</u>	<u>(57)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>(536,399)</u>	<u>972,295</u>
<b>Cash and Cash Equivalents, beginning of year</b>	<u>65,027,740</u>	<u>64,055,445</u>
<b>Cash and Cash Equivalents, end of year</b>	<u>64,491,341</u>	<u>65,027,740</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	<u>64,491,341</u>	<u>65,027,740</u>
	<u>64,491,341</u>	<u>65,027,740</u>

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 1. Authority and Purpose

The School District operates under the authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 61 (Greater Victoria)" and operates as "School District No. 61 (Greater Victoria)." 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. 61 (Greater Victoria) is exempt from federal and provincial corporate income taxes.

### 2. Summary of Significant Accounting Policies

#### (a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2 (f) and 2 (n).

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

As noted in Notes 2 (f) and 2 (n), 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.

#### (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 are shown net of allowance for doubtful accounts.

#### (d) Portfolio Investments

The School District has investments in bonds that have a maturity of greater than 3 months at the time of acquisition. GICs, term deposits, bonds and other investments not quoted in an active market are reported at cost or amortized cost.

Detailed information regarding portfolio investments is disclosed in Note 4.

#### (e) 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 services or products are delivered.

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 2. Summary of Significant Accounting Policies (Continued)

(f) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes both government transfers and other contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2 (n).

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.

(g) Employee Future Benefits

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

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination and 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, 2016 and projected to June 30, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. 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.

(h) 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. 61 (Greater Victoria)**

Notes to Financial Statements  
Year Ended June 30, 2017

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**2. Summary of Significant Accounting Policies (Continued)**

(i) 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 a site is not in productive use and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School District is directly responsible or accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site. At this time the School District has determined there are no liabilities for contaminated sites.

(j) 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. Work in Progress is not amortized until the asset is utilized.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- 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. One-half of the amortization is recorded in the year of acquisition. 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 lives are as follows:

Buildings	40 years
Site Improvements	10 years
Furniture and Equipment	10 years
Vehicles	10 years
Computer Software	5 years
Computer Hardware	5 years

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 2. Summary of Significant Accounting Policies (Continued)

#### (k) 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.

#### (l) Prepaid Expenses

Payments for insurance, subscriptions, and maintenance contracts for use within the School District in a future period are included as a prepaid expense and stated at acquisition cost and are charged to expenses over the periods expected to benefit from it. Textbooks and other teaching supplies are expensed as purchased.

#### (m) 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 16 – Interfund Transfers and Note 23 – Accumulated Surplus).

#### (n) Revenue Recognition

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

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

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

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

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.

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 2. Summary of Significant Accounting Policies (Continued)

#### (n) Revenue Recognition (continued)

The accounting treatment for restricted contributions that are government transfers is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished.

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

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

#### (o) 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 interest paid on the capital lease obligation.

##### Allocation of Costs

- Operating expenses are reported by function, program and object. Whenever possible, expenses are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to 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 and principal and vice-principal salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits are allocated on a pro rata basis of overall salary expenses within each salary category.
- Supplies and services are allocated based on actual program identification.

#### (p) 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, long-term accounts receivable, investments, accounts payable and accrued liabilities, and other current liabilities. The School District does not have any derivative financial instruments.

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. The School District has not invested in any equity instruments that are actively quoted in the market and has not designated any financial instruments to be recorded at fair value. The School District has no instruments in the fair value category.

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

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 2. Summary of Significant Accounting Policies (Continued)

(p) Financial Instruments (continued)

The fair values of these financial instruments approximate their carrying value, unless otherwise noted.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the Statement of Operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

(q) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in Note 2 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, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

(r) Comparative Figures

Certain comparative figures presented in the financial statements have been reclassified to conform with the financial statement presentation adopted in the current year.

### 3. Accounts Receivable – Other Receivables

	June 30, 2017	June 30, 2016
Due from Agencies and Associations	\$ 179,805	\$ 210,300
Due from Government of Canada	162,077	125,114
Other Receivables	602,074	177,698
	<u>\$ 943,956</u>	<u>\$ 513,112</u>

### 4. Portfolio Investments

Portfolio investments is comprised of a 7.6% Province of Ontario Bond maturing June 2, 2027. The market value of the investments as of June 30, 2017 was \$0.7 million (2016: \$0.8 million).

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

### 5. Long-Term Accounts Receivable

The School District has entered into an agreement for the lease of Hampton Elementary School for a 99-year term commencing March 1, 2006. The lease involves land and building and is accounted for separately. The building is being accounted for as a sales-type lease, whereby finance income is recognized in a manner that produces a constant rate of return on the investment in the lease. The implicit discount rate in the lease is 4%. The land is being accounted for as an operating lease. Rental income on the lease of \$70,901 (2016: \$76,247) is included in deferred capital revenue of the Capital fund. The final Hampton lease payment is due on March 1, 2020.

The School District's net investment in the lease is comprised of net minimum lease payments and unearned finance income as follows:

	June 30, 2017	June 30, 2016
Hampton Building Lease Payment Receivable:		
Total Minimum Lease Payments	482,203	642,937
Unearned Finance Income	(23,376)	(39,486)
	<u>\$ 458,827</u>	<u>\$ 603,451</u>

### 6. Bank Indebtedness

The School District has an unutilized line of credit facility agreement with the CIBC, dated March 12, 2009, in the amount of \$1,500,000.

### 7. Accounts Payable and Accrued Liabilities – Other

	June 30, 2017	June 30, 2016
Trade Payables	\$ 1,857,039	\$ 2,908,622
Salaries and Benefits Payable	11,421,330	10,733,670
Accrued Vacation Pay	1,570,522	1,933,007
Holdback Payables	31,293	316,445
Other	6,591,284	5,768,750
	<u>\$ 21,471,468</u>	<u>\$ 21,660,494</u>

Accounts Payable includes International Student Program fees in the amount of \$5,928,785 (2016: \$4,967,682): homestay fees of \$4,669,556 (2016: \$3,951,836) and medical fees of \$1,259,229 (2016: \$1,015,846). These amounts are collected and paid by the School District on behalf of the International Student Program. The same amount included in cash and cash equivalents is restricted and not available for general use.



**School District No. 61 (Greater Victoria)**

Notes to Financial Statements

Year Ended June 30, 2017

**8. Unearned Revenue**

	June 30, 2017	June 30, 2016
Unearned Revenue, Beginning of Year	\$ 10,234,562	\$ 9,121,616
Changes for the Year:		
Increase:		
Tuition fees	15,945,351	14,768,705
Rentals	1,870,873	1,725,893
Other	230,600	-
Summer school	51,865	77,720
	<u>18,098,689</u>	<u>16,572,318</u>
Decrease:		
Tuition fees	14,703,438	13,657,187
Rentals	1,881,103	1,716,983
Summer school	17,696	85,202
	<u>16,602,237</u>	<u>15,459,372</u>
Net Changes for the Year	1,496,452	1,112,946
Unearned Revenue, End of Year	\$ 11,731,014	\$ 10,234,562

**9. 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.

	June 30, 2017	June 30, 2016
Deferred Revenue, Beginning of Year	\$ 3,627,106	\$ 3,909,214
Changes for the Year:		
Increase:		
Provincial Grants - Ministry of Education	11,402,802	9,555,979
Other	6,893,616	6,582,381
Investment Income	79,833	77,339
	<u>18,376,251</u>	<u>16,215,699</u>
Decrease:		
Allocation to Revenue	17,394,378	16,497,807
	<u>17,394,378</u>	<u>16,497,807</u>
Net Changes for the Year	981,873	(282,108)
Deferred Revenue, End of Year	\$ 4,608,979	\$ 3,627,106

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

### 10. 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.

#### Deferred Capital Revenue:

	June 30, 2017	June 30, 2016
Deferred Capital Revenue, Beginning of Year	\$ 181,208,233	\$ 184,814,411
Changes for the Year:		
Increase:		
Transferred from Deferred Capital Revenue - Work in Progress	9,380,507	7,492,820
	<u>9,380,507</u>	<u>7,492,820</u>
Decrease:		
Amortization of Deferred Capital Revenue	6,687,944	6,543,808
Write-off of Oak Bay Building	-	4,555,190
	<u>6,687,944</u>	<u>11,098,998</u>
Net Changes for the Year	2,692,563	(3,606,178)
Deferred Capital Revenue, End of Year	\$ 183,900,796	\$ 181,208,233

#### Deferred Capital Revenue – Work in Progress:

	June 30, 2017	June 30, 2016
Work in Progress, Beginning of Year	\$ 5,465,381	\$ 1,760,888
Changes for the Year:		
Increase:		
Transferred from Unspent Deferred Capital Revenue	5,365,954	11,197,313
	<u>5,365,954</u>	<u>11,197,313</u>
Decrease:		
Transferred to Deferred Capital Revenue	9,380,507	7,492,820
	<u>9,380,507</u>	<u>7,492,820</u>
Net Changes for the Year	(4,014,553)	3,704,493
Work in Progress, End of Year	\$ 1,450,828	\$ 5,465,381

**School District No. 61 (Greater Victoria)**

Notes to Financial Statements

Year Ended June 30, 2017

**10. Deferred Capital Revenue (Continued)****Unspent Deferred Capital Revenue:**

	June 30, 2017	June 30, 2016
Unspent Deferred Capital Revenue, Beginning of Year	\$ 5,162,609	\$ 5,777,686
Changes for the Year:		
Increase:		
Provincial Grants - Ministry of Education	5,721,373	11,310,985
Provincial Grants - Other	405,409	-
Other	344,772	831,553
Investment Income	4,501	2,147
MEd Restricted Portion of Proceeds on Disposal	825,000	375,000
	<u>7,301,055</u>	<u>12,519,685</u>
Decrease:		
Transferred to Deferred Capital Revenue - Work in Progress	5,365,954	11,197,313
Bylaw Expenditures	1,597,187	1,543,616
Loss on Disposal of 950 Kings Rd.	-	393,833
	<u>6,963,141</u>	<u>13,134,762</u>
Net Changes for the Year	337,914	(615,077)
Unspent Deferred Capital Revenue, End of Year	\$ 5,500,523	\$ 5,162,609
<b>Total Deferred Capital Revenue, End of Year</b>	<b>\$ 190,852,147</b>	<b>\$ 191,836,223</b>

**11. Employee Future Benefits**

The School District provides certain benefits upon retirement including vested sick leave, accumulating non-vested sick leave, lump sum retirement payments, vacation, overtime and death benefits for qualified employees pursuant to certain contracts and union agreements. 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.

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

	June 30, 2017	June 30, 2016
Discount Rate - April 1	2.50%	2.25%
Discount Rate - March 31	2.75%	2.50%
Long-Term Salary Growth - April 1	2.50%+seniority	2.50%+seniority
Long-Term Salary Growth - March 31	2.50%+seniority	2.50%+seniority
Expected Average Remaining Service Lifetime - March 31	9.7	9.7

**School District No. 61 (Greater Victoria)**

Notes to Financial Statements

Year Ended June 30, 2017

**11. Employee Future Benefits (Continued)**

	June 30, 2017	June 30, 2016
<b>Reconciliation of Accrued Benefit Obligation:</b>		
Accrued Benefit Obligation - April 1	\$ 2,788,523	\$ 2,566,787
Service Cost	228,622	219,203
Interest Cost	70,630	59,555
Benefit Payments	(303,652)	(259,626)
Actuarial Loss	(125,871)	202,604
Accrued Benefit Obligation - March 31	\$ 2,658,252	\$ 2,788,523
<b>Reconciliation of Funded Status at End of Fiscal Year:</b>		
Accrued Benefit Obligation - March 31	\$ 2,658,252	\$ 2,788,523
Market Value of Plan Assets - March 31	-	-
Funded Status - Deficit	(2,658,252)	(2,788,523)
Employer Contributions After Measurement Date	22,064	57,375
Benefit Expense After Measurement Date	(75,796)	(74,813)
Unamortized Net Actuarial Loss	194,679	357,783
Accrued Benefit Liability - June 30	\$ (2,517,305)	\$ (2,448,178)
<b>Reconciliation of Change in Accrued Benefit Liability:</b>		
Accrued Benefit Liability - July 1	\$ 2,448,178	\$ 2,421,659
Net Expense for Fiscal Year	337,468	300,227
Employer Contributions	(268,341)	(273,708)
Accrued Benefit Liability - June 30	\$ 2,517,305	\$ 2,448,178
<b>Components of Net Benefit Expense:</b>		
Service Cost	\$ 228,503	\$ 221,558
Interest Cost	71,732	62,324
Amortization of Net Actuarial Loss	37,233	16,345
Net Benefit Expense	\$ 337,468	\$ 300,227

**12. Capital Lease Obligations**

The School District entered into four capital leases for computer hardware with MFA Leasing Corporation during the years ended June 30, 2013, June 30, 2014, and June 30, 2015. The leases had expiration dates of December 28, 2017, July 28, 2018, October 28, 2018 and October 28, 2019. The capital leases were fully repaid during fiscal year 2017.

For the year ended June 30, 2017, the School District recorded interest expense on the obligations under capital leases of \$3,762 (2016: \$6,737).

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

### 13. Tangible Capital Assets

June 30, 2017

<b>Cost:</b>	Balance at June 30, 2016	Additions	Disposals / Reclassification	Transfers (WIP)	Balance at June 30, 2017
Sites	\$ 10,833,717	\$ -	\$ -	\$ -	\$ 10,833,717
Site Improvements – WIP	1,450,000	250,000	-	(1,700,000)	-
Site Improvements	-	-	-	1,700,000	1,700,000
Buildings	336,251,946	385,870	-	7,471,313	344,109,129
Buildings – WIP	4,015,382	4,905,812	-	(7,471,313)	1,449,881
Furniture & Equipment	6,489,956	768,888	(705,673)	177,847	6,731,018
Furniture & Equipment – WIP	-	178,371	-	(177,847)	524
Vehicles	704,128	47,416	(127,551)	-	623,993
Computer Software	290,883	47,244	(17,414)	-	320,713
Computer Hardware	3,351,569	4,848,668	(65,829)	31,347	8,165,755
Computer Hardware – WIP	-	31,771	-	(31,347)	424
Hardware under capital lease	557,821	-	(557,821)	-	-
<b>Total</b>	<b>\$ 363,945,402</b>	<b>\$ 11,464,040</b>	<b>\$ (1,474,288)</b>	<b>\$ -</b>	<b>\$ 373,935,154</b>

<b>Accumulated Amortization:</b>	Balance at June 30, 2016	Additions	Disposals / Reclassification	Transfers (WIP)	Balance at June 30, 2017
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Site Improvements	-	85,000	-	-	85,000
Buildings	127,380,470	7,471,535	-	-	134,852,005
Furniture & Equipment	2,809,642	696,332	(705,673)	-	2,800,301
Vehicles	343,474	72,783	(127,551)	-	288,706
Computer Software	49,983	62,901	(17,414)	-	95,470
Computer Hardware	1,303,538	1,228,042	(315,121)	-	2,216,459
Hardware under capital lease	266,692	41,837	(308,529)	-	-
<b>Total</b>	<b>\$ 132,153,799</b>	<b>\$ 9,658,430</b>	<b>\$ (1,474,288)</b>	<b>\$ -</b>	<b>\$ 140,337,941</b>

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

### 13. Tangible Capital Assets (Continued)

June 30, 2016

<b>Cost:</b>	Balance at July 1, 2015	Additions	Disposals / Reclassification	Transfers (WIP)	Balance at June 30, 2016
Sites	\$ 10,833,717	\$ -	\$ -	\$ -	\$ 10,833,717
Site Improvements – WIP	-	1,450,000	-	-	1,450,000
Buildings	341,485,174	2,512	(12,309,514)	7,073,774	336,251,946
Buildings – WIP	1,760,888	9,328,268	-	(7,073,774)	4,015,382
Furniture & Equipment	5,413,717	1,508,362	(432,123)	-	6,489,956
Vehicles	751,880	92,680	(140,432)	-	704,128
Computer Software	34,826	256,057	-	-	290,883
Computer Hardware	3,003,328	851,626	(503,385)	-	3,351,569
Hardware under capital lease	557,821	-	-	-	557,821
<b>Total</b>	<b>\$ 363,841,351</b>	<b>\$ 13,489,505</b>	<b>\$ (13,385,454)</b>	<b>\$ -</b>	<b>\$ 363,945,402</b>

<b>Accumulated Amortization:</b>	Balance at July 1, 2015	Additions	Disposals / Reclassification	Transfers (WIP)	Balance at June 30, 2016
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	127,617,682	7,480,110	(7,717,322)	-	127,380,470
Furniture & Equipment	2,624,975	616,790	(432,123)	-	2,809,642
Vehicles	404,084	79,822	(140,432)	-	343,474
Computer Software	17,412	32,571	-	-	49,983
Computer Hardware	1,121,095	685,828	(503,385)	-	1,303,538
Hardware under capital lease	155,128	111,564	-	-	266,692
<b>Total</b>	<b>\$ 131,940,376</b>	<b>\$ 9,006,685</b>	<b>\$ (8,793,262)</b>	<b>\$ -</b>	<b>\$ 132,153,799</b>

#### Net Book Value:

	Net Book Value June 30, 2017	Net Book Value June 30, 2016
Sites	\$ 10,833,717	\$ 10,833,717
Site Improvements – WIP	-	1,450,000
Site Improvements	1,615,000	-
Buildings	209,257,124	208,871,476
Buildings – WIP	1,449,881	4,015,382
Furniture & Equipment	3,930,717	3,680,314
Furniture & Equipment – WIP	524	-
Vehicles	335,287	360,654
Computer Software	225,243	240,900
Computer Hardware	5,949,296	2,048,031
Computer Hardware – WIP	424	-
Hardware under capital lease	-	291,129
	<b>\$ 233,597,213</b>	<b>\$ 231,791,603</b>

Buildings – Work in Progress having a value of \$1,449,881 (2016: \$4,015,382) Furniture & Equipment – Work in Progress having a value of \$524 (2016: \$0) and Computer Hardware – Work in Progress \$424 (2016: \$0) have not been amortized. Amortization of these assets commence when the asset is put into service. Hardware under capital lease having a value of \$557,821 less 308,529 Accumulated Amortization was moved into Computer Hardware as the lease was fully repaid during fiscal year 2017.

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 14. Disposal of Site

During the year ended June 30, 2017, the fee simple interest in a portion of the parcel of real property situated at 3751 Grange Road, Victoria, BC was sold for proceeds of \$1,100,000. The total gain on the sale of the property was \$1,100,000, which was allocated 75% to Ministry of Education Restricted Capital within Deferred Capital Revenue (\$825,000) and 25% to Local Capital (\$275,000). The original cost of the property is undeterminable.

### 15. Employee Pension Plans

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. At December 31, 2015, the Teachers' Pension Plan has about 45,000 active members and approximately 36,000 retired members. As of December 31, 2015, the Municipal Pension Plan has about 189,000 active members, including approximately 24,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014 indicated a \$449 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015 indicated a \$2,224 million surplus for basic pension benefits on a going concern basis.

The Greater Victoria School District paid \$17,057,974 for employer contributions to these plans in the year ended June 30, 2017 (2016: \$18,225,520).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018. The next valuation for the Municipal Pension Plan will be as at December 31, 2018, with results available in 2019.

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

## **School District No. 61 (Greater Victoria)**

Notes to Financial Statements

Year Ended June 30, 2017

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### **16. Interfund Transfers**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2017 were as follows:

- Transfer to the capital fund for tangible capital assets purchased from the operating fund \$5,494,277.
- Transfer to the capital fund for tangible capital assets purchased from the special purpose fund \$231,985.
- Transfer from the operating fund to the capital fund (local capital) \$280,508 for capital lease payments.
- Transfer from the operating fund to the capital fund (local capital) \$211,782 for the student device replacement reserve.

### **17. 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.

### **18. Contractual Obligations**

The School District has entered into contracts for Youth and Family Counselling services totalling \$1.4 M. and transportation totalling \$1.0 M. At June 30, 2017, the School District had \$1.4 M of purchase orders remaining. 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.

### **19. Budget Figures**

Budget figures were approved by the Board through the adoption of an annual budget on April 20, 2016.

### **20. Contingencies**

The School 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. A liability for these claims is recorded to the extent that the probability of a loss is likely and the amount of potential loss is estimable.

### **21. Asset Retirement Obligation**

As at June 30, 2017, the School District has identified asset retirement obligations relating to asbestos removal in several of its facilities. The asset retirement obligations have not been recognized where there is an indeterminate settlement date of the future demolition or renovation of the facilities, and therefore the fair value cannot be reasonably estimated. The asset retirement obligation will be recognized as a liability in the period when the fair value can be reasonably estimated.

At this time the School District has determined that there are no asset retirement obligations.



## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

### 22. Expense by Object

	June 30, 2017	June 30, 2016
Salaries and Benefits	\$ 172,913,336	\$ 167,054,925
Services and Supplies	30,738,582	28,593,530
Interest	3,762	6,737
Amortization	9,658,430	9,006,685
Write-off/down of Buildings and Sites	-	37,002
	<u>\$ 213,314,110</u>	<u>\$ 204,698,879</u>

### 23. Accumulated Surplus

The Internally Restricted Operating Funds represent the amount of funds committed for planned educational activities at the school level; for the completion of projects in progress at June 30, 2016; for outstanding purchase order commitments; and for the amounts approved for the 2016/2017 and 2017/2018 operating budgets. The Internally Restricted Capital Fund represents the balance from the Local Capital Reserve. The use of Local Capital is entirely at the discretion of the School District. Appropriations from Local Capital are made to finance projects as determined by the Board.

	June 30, 2017	June 30, 2016
Internally Restricted - Operating Fund		
Carry Forward of Unspent School Budgets	\$ 5,379,427	\$ 5,735,930
Carry Forward of Unspent Project Budgets	3,729,737	3,750,175
Purchase Order Commitments	1,385,806	961,965
Appropriated for Future Years' Operating Budget	5,500,000	7,710,764
	<u>15,994,970</u>	<u>18,158,834</u>
Internally Restricted - Capital Fund		
Local Capital Reserve	<u>5,993,508</u>	<u>5,839,053</u>
Total Internally Restricted Fund Balances	21,988,478	23,997,887
Unrestricted Operating Surplus	3,774,594	4,641,593
Invested in Tangible Capital Assets	43,731,434	40,327,088
<b>Accumulated Surplus</b>	<b>\$ 69,494,506</b>	<b>\$ 68,966,568</b>

### 24. 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.

### 25. 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.

## School District No. 61 (Greater Victoria)

Notes to Financial Statements

Year Ended June 30, 2017

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### 25. Risk Management (*Continued*)

a) Credit risk:

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

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

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

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 bonds and guaranteed investment certificates.

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.

# School District No. 61 (Greater Victoria)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund

Year Ended June 30, 2017

	Operating Fund	Special Purpose Fund	Capital Fund	2017 Actual	2016 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	22,800,427		46,166,141	<b>68,966,568</b>	68,188,957
<b>Changes for the year</b>					
Surplus (Deficit) for the year	2,955,704	231,985	(2,659,751)	<b>527,938</b>	777,611
Interfund Transfers					
Tangible Capital Assets Purchased	(5,494,277)	(231,985)	5,726,262	-	
Local Capital	(492,290)		492,290	-	
<b>Net Changes for the year</b>	<b>(3,030,863)</b>	-	<b>3,558,801</b>	<b>527,938</b>	<b>777,611</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>19,769,564</b>	-	<b>49,724,942</b>	<b>69,494,506</b>	68,966,568

# School District No. 61 (Greater Victoria)

## Schedule of Operating Operations

Year Ended June 30, 2017

Schedule 2 (Unaudited)

	2017 Budget (Note 19) \$	2017 Actual \$	2016 Actual \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	163,065,789	<b>168,767,439</b>	162,168,139
Other			2,204
Tuition	11,120,452	<b>14,787,726</b>	13,818,673
Other Revenue	1,160,200	<b>1,664,632</b>	1,920,534
Rentals and Leases	1,674,784	<b>1,881,103</b>	1,716,983
Investment Income	650,000	<b>747,143</b>	694,656
<b>Total Revenue</b>	<b>177,671,225</b>	<b>187,848,043</b>	<b>180,321,189</b>
<b>Expenses</b>			
Instruction	154,957,145	<b>156,340,350</b>	151,129,039
District Administration	4,556,622	<b>4,575,541</b>	4,274,267
Operations and Maintenance	22,253,694	<b>22,958,100</b>	21,665,860
Transportation and Housing	1,014,528	<b>1,018,348</b>	931,146
<b>Total Expense</b>	<b>182,781,989</b>	<b>184,892,339</b>	<b>178,000,312</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>(5,110,764)</b>	<b>2,955,704</b>	<b>2,320,877</b>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>5,910,764</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(800,000)	<b>(5,494,277)</b>	(1,178,749)
Local Capital		<b>(492,290)</b>	(117,367)
<b>Total Net Transfers</b>	<b>(800,000)</b>	<b>(5,986,567)</b>	<b>(1,296,116)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>(3,030,863)</b>	<b>1,024,761</b>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>22,800,427</b>	<b>21,775,666</b>
<b>Operating Surplus (Deficit), end of year</b>		<b>19,769,564</b>	<b>22,800,427</b>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 23)		<b>15,994,970</b>	18,158,834
Unrestricted		<b>3,774,594</b>	4,641,593
<b>Total Operating Surplus (Deficit), end of year</b>		<b>19,769,564</b>	<b>22,800,427</b>

# School District No. 61 (Greater Victoria)

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	160,733,977	<b>164,765,932</b>	159,847,894
INAC/LEA Recovery	(1,023,960)	<b>(986,370)</b>	(991,683)
Other Ministry of Education Grants			
Pay Equity	2,896,617	<b>2,896,617</b>	2,896,617
Funding for Graduated Adults	-	<b>37,952</b>	38,235
Transportation Supplement	-	<b>20,027</b>	
Economic Stability Dividend	-	<b>101,450</b>	139,493
Return of Administrative Savings	-	<b>827,353</b>	
Carbon Tax Grant	-	<b>127,977</b>	143,221
Student Learning Grant	-	<b>955,761</b>	
Ad Hoc Refugee Count	-	-	40,770
FSA Scorer Training	-	<b>17,740</b>	18,842
Curriculum Implementation	-	-	29,750
Other Grants	-	<b>3,000</b>	5,000
Additional Supplement Distribution	459,155	-	-
<b>Total Provincial Grants - Ministry of Education</b>	<b>163,065,789</b>	<b>168,767,439</b>	162,168,139
<b>Provincial Grants - Other</b>	-	-	2,204
<b>Tuition</b>			
Summer School Fees	27,169	<b>17,696</b>	85,202
Continuing Education	58,124	<b>66,592</b>	76,284
International and Out of Province Students	11,035,159	<b>14,703,438</b>	13,657,187
<b>Total Tuition</b>	<b>11,120,452</b>	<b>14,787,726</b>	13,818,673
<b>Other Revenues</b>			
Other School District/Education Authorities	-	<b>2,700</b>	2,700
LEA/Direct Funding from First Nations	1,023,960	<b>986,370</b>	991,683
Miscellaneous			
Industry Training Secondary Schools	-	<b>97,200</b>	117,400
Instructional Cafeteria Revenue	-	-	141,385
Aboriginal Nations Education Curriculum Project	8,000	<b>24,374</b>	21,846
Misc Fees and Grants	48,240	<b>553,988</b>	645,520
Parent Contributions	80,000	-	-
<b>Total Other Revenue</b>	<b>1,160,200</b>	<b>1,664,632</b>	1,920,534
<b>Rentals and Leases</b>	<b>1,674,784</b>	<b>1,881,103</b>	1,716,983
<b>Investment Income</b>	<b>650,000</b>	<b>747,143</b>	694,656
<b>Total Operating Revenue</b>	<b>177,671,225</b>	<b>187,848,043</b>	180,321,189

# School District No. 61 (Greater Victoria)

Schedule 2B (Unaudited)

## Schedule of Operating Expense by Object

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	79,934,858	<b>80,199,425</b>	76,853,160
Principals and Vice Principals	11,438,642	<b>10,811,359</b>	10,517,371
Educational Assistants	15,722,720	<b>16,759,453</b>	15,396,288
Support Staff	16,828,220	<b>16,481,061</b>	16,041,575
Other Professionals	3,645,069	<b>3,463,181</b>	3,517,909
Substitutes	6,666,719	<b>7,989,295</b>	7,932,966
<b>Total Salaries</b>	<b>134,236,228</b>	<b>135,703,774</b>	<b>130,259,269</b>
<b>Employee Benefits</b>	<b>31,288,112</b>	<b>30,004,741</b>	<b>30,677,839</b>
<b>Total Salaries and Benefits</b>	<b>165,524,340</b>	<b>165,708,515</b>	<b>160,937,108</b>
<b>Services and Supplies</b>			
Services	4,319,957	<b>6,880,929</b>	6,172,216
Student Transportation	998,933	<b>1,086,592</b>	1,014,645
Professional Development and Travel	580,786	<b>1,227,406</b>	896,914
Rentals and Leases	98,188	-	-
Dues and Fees	84,712	<b>118,028</b>	96,513
Insurance	442,842	<b>396,831</b>	417,263
Interest	-	-	-
Supplies	5,750,864	<b>4,975,430</b>	4,685,426
Utilities	4,981,367	<b>4,498,608</b>	3,780,227
<b>Total Services and Supplies</b>	<b>17,257,649</b>	<b>19,183,824</b>	<b>17,063,204</b>
<b>Total Operating Expense</b>	<b>182,781,989</b>	<b>184,892,339</b>	<b>178,000,312</b>

# School District No. 61 (Greater Victoria)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2017

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	61,439,490	3,541,832	1,823,610	190,932	270,323	5,745,899	<b>73,012,086</b>
1.03 Career Programs	649,756	111,774	275,095	37,060	-	75,290	<b>1,148,975</b>
1.07 Library Services	1,746,615	57,808	-	361,895	-	56,619	<b>2,222,937</b>
1.08 Counselling	2,101,678	14,020	-	-	-	47,138	<b>2,162,836</b>
1.10 Special Education	7,323,453	801,993	13,359,023	416,201	62,520	1,009,790	<b>22,972,980</b>
1.30 English Language Learning	940,872	203,068	533,746	19,794	-	73,651	<b>1,771,131</b>
1.31 Aboriginal Education	548,064	46,057	586,410	41,053	105,974	57,648	<b>1,385,206</b>
1.41 School Administration	-	5,933,351	-	3,463,321	-	60,899	<b>9,457,571</b>
1.60 Summer School	158,866	-	2,804	8,399	-	-	<b>170,069</b>
1.61 Continuing Education	180,332	50,775	12,981	68,098	-	6,317	<b>318,503</b>
1.62 International and Out of Province Students	5,058,340	-	131,307	673,136	506,381	298,885	<b>6,668,049</b>
1.64 Other	-	-	-	9,878	-	-	<b>9,878</b>
<b>Total Function 1</b>	<b>80,147,466</b>	<b>10,760,678</b>	<b>16,724,976</b>	<b>5,289,767</b>	<b>945,198</b>	<b>7,432,136</b>	<b>121,300,221</b>
<b>4 District Administration</b>							
4.11 Educational Administration	-	15,073	-	151,949	677,457	16,951	<b>861,430</b>
4.40 School District Governance	-	-	-	27,665	188,873	-	<b>216,538</b>
4.41 Business Administration	-	35,608	-	1,041,470	1,050,960	13,028	<b>2,141,066</b>
<b>Total Function 4</b>	<b>-</b>	<b>50,681</b>	<b>-</b>	<b>1,221,084</b>	<b>1,917,290</b>	<b>29,979</b>	<b>3,219,034</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	51,959	-	34,477	263,362	489,087	17,281	<b>856,166</b>
5.50 Maintenance Operations	-	-	-	8,915,914	111,606	348,184	<b>9,375,704</b>
5.52 Maintenance of Grounds	-	-	-	763,730	-	161,715	<b>925,445</b>
5.56 Utilities	-	-	-	-	-	-	<b>-</b>
<b>Total Function 5</b>	<b>51,959</b>	<b>-</b>	<b>34,477</b>	<b>9,943,006</b>	<b>600,693</b>	<b>527,180</b>	<b>11,157,315</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	-	-	-	27,204	-	-	<b>27,204</b>
7.70 Student Transportation	-	-	-	-	-	-	<b>-</b>
7.73 Housing	-	-	-	-	-	-	<b>-</b>
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>27,204</b>	<b>-</b>	<b>-</b>	<b>27,204</b>
<b>9 Debt Services</b>							
9.92 Interest on Bank Loans	-	-	-	-	-	-	<b>-</b>
9.94 Interest on Temporary Borrowing	-	-	-	-	-	-	<b>-</b>
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>80,199,425</b>	<b>10,811,359</b>	<b>16,759,453</b>	<b>16,481,061</b>	<b>3,463,181</b>	<b>7,989,295</b>	<b>135,703,774</b>

# School District No. 61 (Greater Victoria)

## Operating Expense by Function, Program and Object

Year Ended June 30, 2017

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2017 Actual	2017 Budget (Note 19)	2016 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	73,012,086	16,483,556	89,495,642	3,700,153	93,195,795	93,932,028	90,437,386
1.03 Career Programs	1,148,975	256,171	1,405,146	38,689	1,443,835	1,936,839	1,225,423
1.07 Library Services	2,222,937	505,367	2,728,304	160,366	2,888,670	2,711,181	2,751,780
1.08 Counselling	2,162,836	485,093	2,647,929	6,612	2,654,541	2,538,308	2,562,885
1.10 Special Education	22,972,980	4,966,349	27,939,329	841,715	28,781,044	28,206,082	27,802,308
1.30 English Language Learning	1,771,131	398,917	2,170,048	154,219	2,324,267	2,282,053	1,825,049
1.31 Aboriginal Education	1,385,206	255,642	1,640,848	478,511	2,119,359	2,033,981	2,101,712
1.41 School Administration	9,457,571	1,891,676	11,349,247	272,872	11,622,119	12,503,225	12,088,211
1.60 Summer School	170,069	38,647	208,716	11,182	219,898	163,953	222,402
1.61 Continuing Education	318,503	72,330	390,833	16,519	407,352	351,736	558,669
1.62 International and Out of Province Students	6,668,049	1,487,062	8,155,111	2,515,770	10,670,881	8,285,168	9,540,747
1.64 Other	9,878	2,453	12,331	258	12,589	12,591	12,467
<b>Total Function 1</b>	<b>121,300,221</b>	<b>26,843,263</b>	<b>148,143,484</b>	<b>8,196,866</b>	<b>156,340,350</b>	154,957,145	151,129,039
<b>4 District Administration</b>							
4.11 Educational Administration	861,430	179,107	1,040,537	79,089	1,119,626	1,225,499	1,046,123
4.40 School District Governance	216,538	10,489	227,027	181,151	408,178	435,323	353,605
4.41 Business Administration	2,141,066	480,629	2,621,695	426,042	3,047,737	2,895,800	2,874,539
<b>Total Function 4</b>	<b>3,219,034</b>	<b>670,225</b>	<b>3,889,259</b>	<b>686,282</b>	<b>4,575,541</b>	4,556,622	4,274,267
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	856,166	186,482	1,042,648	586,335	1,628,983	1,793,611	1,773,507
5.50 Maintenance Operations	9,375,704	2,090,638	11,466,342	3,805,031	15,271,373	14,232,072	14,557,101
5.52 Maintenance of Grounds	925,445	207,379	1,132,824	424,910	1,557,734	1,244,044	1,553,623
5.56 Utilities	-	-	-	4,500,010	4,500,010	4,983,967	3,781,629
<b>Total Function 5</b>	<b>11,157,315</b>	<b>2,484,499</b>	<b>13,641,814</b>	<b>9,316,286</b>	<b>22,958,100</b>	22,253,694	21,665,860
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	27,204	6,754	33,958	-	33,958	31,845	24,757
7.70 Student Transportation	-	-	-	984,390	984,390	982,683	906,389
7.73 Housing	-	-	-	-	-	-	-
<b>Total Function 7</b>	<b>27,204</b>	<b>6,754</b>	<b>33,958</b>	<b>984,390</b>	<b>1,018,348</b>	1,014,528	931,146
<b>9 Debt Services</b>							
9.92 Interest on Bank Loans	-	-	-	-	-	-	-
9.94 Interest on Temporary Borrowing	-	-	-	-	-	-	-
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>135,703,774</b>	<b>30,004,741</b>	<b>165,708,515</b>	<b>19,183,824</b>	<b>184,892,339</b>	182,781,989	178,000,312



# School District No. 61 (Greater Victoria)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	9,895,512	<b>10,900,110</b>	9,885,094
Other Revenue	6,201,000	<b>6,405,054</b>	6,570,699
Investment Income	75,000	<b>89,214</b>	42,014
<b>Total Revenue</b>	<u>16,171,512</u>	<u><b>17,394,378</b></u>	<u>16,497,807</u>
<b>Expenses</b>			
Instruction	15,292,260	<b>16,343,054</b>	15,159,636
Operations and Maintenance	879,252	<b>819,339</b>	944,891
<b>Total Expense</b>	<u>16,171,512</u>	<u><b>17,162,393</b></u>	<u>16,104,527</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u><b>231,985</b></u>	<u>393,280</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(231,985)</b>	(393,280)
<b>Total Net Transfers</b>	<u>-</u>	<u><b>(231,985)</b></u>	<u>(393,280)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u><u>-</u></u>	<u><u>-</u></u>

# School District No. 61 (Greater Victoria)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2017

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	Special Education Technology	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	17,476		578,700		2,545,952	46,227	15,489		318,714
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	879,252	3,310,099		223,011		193,472	66,150	405,335	3,840,161
Other			2,290		6,462,756				
Investment Income	1,732		46,564		20,960				
	880,984	3,310,099	48,854	223,011	6,483,716	193,472	66,150	405,335	3,840,161
<b>Less:</b> Allocated to Revenue	833,385	3,310,099	63,571	192,039	5,994,954	205,640	57,676	405,335	3,828,925
<b>Deferred Revenue, end of year</b>	<b>65,075</b>	<b>-</b>	<b>563,983</b>	<b>30,972</b>	<b>3,034,714</b>	<b>34,059</b>	<b>23,963</b>	<b>-</b>	<b>329,950</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	831,653	3,310,099		192,039		205,640	57,676	405,335	3,828,925
Other Revenue			2,290		5,973,994				
Investment Income	1,732		61,281		20,960				
	833,385	3,310,099	63,571	192,039	5,994,954	205,640	57,676	405,335	3,828,925
<b>Expenses</b>									
Salaries									
Teachers		2,066,336						1,608	263,102
Principals and Vice Principals				4,555				46,689	59,805
Educational Assistants		536,983		145,602	8,786	131,720			669,078
Support Staff									81,045
Other Professionals									38,976
Substitutes		99,819			61,265	4,000	28,710	43,558	38,523
	-	2,703,138	-	150,157	70,051	135,720	28,710	91,855	1,150,529
Employee Benefits		606,961		30,946	11,837	33,266	4,533	17,023	274,234
Services and Supplies	819,339		63,571	10,936	5,751,119	36,654	24,433	240,465	2,404,162
	819,339	3,310,099	63,571	192,039	5,833,007	205,640	57,676	349,343	3,828,925
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>14,046</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>161,947</b>	<b>-</b>	<b>-</b>	<b>55,992</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(14,046)				(161,947)			(55,992)	
	(14,046)	-	-	-	(161,947)	-	-	(55,992)	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 61 (Greater Victoria)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2017

	Coding and Curriculum Implementation	Priority Measures	Ledger School	Provincial Inclusion Outreach	Charitable Trust	Estate Trust	Attendance Support and Wellness	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>					900	44,248	59,400	3,627,106
<b>Add:</b> Restricted Grants								
Provincial Grants - Ministry of Education	135,268	1,671,867	223,529	454,658				11,402,802
Other					428,570			6,893,616
Investment Income						10,577		79,833
	135,268	1,671,867	223,529	454,658	428,570	10,577	-	18,376,251
<b>Less:</b> Allocated to Revenue	13,279	1,317,877	223,529	454,658	428,770	5,241	59,400	17,394,378
<b>Deferred Revenue, end of year</b>	<b>121,989</b>	<b>353,990</b>	<b>-</b>	<b>-</b>	<b>700</b>	<b>49,584</b>	<b>-</b>	<b>4,608,979</b>
<b>Revenues</b>								
Provincial Grants - Ministry of Education	13,279	1,317,877	223,529	454,658			59,400	10,900,110
Other Revenue					428,770			6,405,054
Investment Income						5,241		89,214
	13,279	1,317,877	223,529	454,658	428,770	5,241	59,400	17,394,378
<b>Expenses</b>								
Salaries								
Teachers		1,021,858	109,721	125,029				3,587,654
Principals and Vice Principals			4,565	9,285				124,899
Educational Assistants			43,846	86,835				1,622,850
Support Staff				22,698				103,743
Other Professionals							49,707	88,683
Substitutes	10,071	45,610	8,308	1,150		739		341,753
	10,071	1,067,468	166,440	244,997	-	739	49,707	5,869,582
Employee Benefits	1,591	250,409	39,207	55,422		117	9,693	1,335,239
Services and Supplies	1,617		17,882	154,239	428,770	4,385		9,957,572
	13,279	1,317,877	223,529	454,658	428,770	5,241	59,400	17,162,393
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>231,985</b>
<b>Interfund Transfers</b>								
Tangible Capital Assets Purchased								(231,985)
	-	-	-	-	-	-	-	(231,985)
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 61 (Greater Victoria)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2017

	2017 Budget (Note 19) \$	2017 Actual			2016 Actual \$
		Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	
<b>Revenues</b>					
Provincial Grants					
Ministry of Education	1,200,000	1,597,186		1,597,186	1,543,616
Other				-	-
Municipal Grants Spent on Sites				-	-
Federal Grants				-	-
Other Revenue				-	-
Rentals and Leases	4,028		4,028	4,028	5,138
Investment Income	70,000		35,469	35,469	46,099
Gain (Loss) on Disposal of Tangible Capital Assets		275,000		275,000	518,833
Amortization of Deferred Capital Revenue	6,721,934	6,687,944		6,687,944	6,543,808
<b>Total Revenue</b>	<b>7,995,962</b>	<b>8,560,130</b>	<b>39,497</b>	<b>8,599,627</b>	<b>8,657,494</b>
<b>Expenses</b>					
Operations and Maintenance	1,200,000	1,597,186		1,597,186	1,543,616
Amortization of Tangible Capital Assets					
Operations and Maintenance	9,083,417	9,658,430		9,658,430	9,006,685
Write-off/down of Buildings and Sites				-	37,002
Debt Services					
Capital Lease Interest			3,762	3,762	6,737
<b>Total Expense</b>	<b>10,283,417</b>	<b>11,255,616</b>	<b>3,762</b>	<b>11,259,378</b>	<b>10,594,040</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(2,287,455)</b>	<b>(2,695,486)</b>	<b>35,735</b>	<b>(2,659,751)</b>	<b>(1,936,546)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	800,000	5,726,262		5,726,262	1,572,029
Tangible Capital Assets - Work in Progress				-	-
Local Capital			492,290	492,290	117,367
<b>Total Net Transfers</b>	<b>800,000</b>	<b>5,726,262</b>	<b>492,290</b>	<b>6,218,552</b>	<b>1,689,396</b>
<b>Other Adjustments to Fund Balances</b>					
District Portion of Proceeds on Disposal		(275,000)	275,000	-	
Tangible Capital Assets Purchased from Local Capital		371,824	(371,824)	-	
Principal Payment					
Capital Lease		276,746	(276,746)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>373,570</b>	<b>(373,570)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(1,487,455)</b>	<b>3,404,346</b>	<b>154,455</b>	<b>3,558,801</b>	<b>(247,150)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>40,327,088</b>	<b>5,839,053</b>	<b>46,166,141</b>	<b>46,413,291</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>43,731,434</b>	<b>5,993,508</b>	<b>49,724,942</b>	<b>46,166,141</b>

# School District No. 61 (Greater Victoria)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2017

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	10,833,717	336,251,946	6,489,956	704,128	290,883	3,909,390	<b>358,480,020</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Operating Fund			627,786	47,416	47,244	4,771,831	<b>5,494,277</b>
Special Purpose Funds		14,046	141,102			76,837	<b>231,985</b>
Local Capital		371,824					<b>371,824</b>
Transferred from Work in Progress		9,171,313	177,847			31,347	<b>9,380,507</b>
	-	9,557,183	946,735	47,416	47,244	4,880,015	<b>15,478,593</b>
Decrease:							
Deemed Disposals			705,673	127,551	17,414	623,650	<b>1,474,288</b>
	-	-	705,673	127,551	17,414	623,650	<b>1,474,288</b>
<b>Cost, end of year</b>	10,833,717	345,809,129	6,731,018	623,993	320,713	8,165,755	<b>372,484,325</b>
<b>Work in Progress, end of year</b>		1,449,881	524			424	<b>1,450,829</b>
<b>Cost and Work in Progress, end of year</b>	10,833,717	347,259,010	6,731,542	623,993	320,713	8,166,179	<b>373,935,154</b>
<b>Accumulated Amortization, beginning of year</b>		127,380,470	2,809,642	343,474	49,983	1,570,230	<b>132,153,799</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		7,556,535	696,332	72,783	62,901	1,269,879	<b>9,658,430</b>
Decrease:							
Deemed Disposals			705,673	127,551	17,414	623,650	<b>1,474,288</b>
		-	705,673	127,551	17,414	623,650	<b>1,474,288</b>
<b>Accumulated Amortization, end of year</b>		134,937,005	2,800,301	288,706	95,470	2,216,459	<b>140,337,941</b>
<b>Tangible Capital Assets - Net</b>	<b>10,833,717</b>	<b>212,322,005</b>	<b>3,931,241</b>	<b>335,287</b>	<b>225,243</b>	<b>5,949,720</b>	<b>233,597,213</b>

**School District No. 61 (Greater Victoria)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2017

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	5,465,382	-	-	-	5,465,382
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	2,899,279	178,371		31,771	3,109,421
Deferred Capital Revenue - Other	2,256,533				2,256,533
	5,155,812	178,371	-	31,771	5,365,954
Decrease:					
Transferred to Tangible Capital Assets	9,171,313	177,847		31,347	9,380,507
	9,171,313	177,847	-	31,347	9,380,507
<b>Net Changes for the Year</b>	(4,015,501)	524	-	424	(4,014,553)
<b>Work in Progress, end of year</b>	<b>1,449,881</b>	<b>524</b>	<b>-</b>	<b>424</b>	<b>1,450,829</b>

# School District No. 61 (Greater Victoria)

Schedule 4C (Unaudited)

Deferred Capital Revenue  
Year Ended June 30, 2017

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	163,329,752	15,625,912	2,252,569	<b>181,208,233</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Work in Progress	8,363,107	727,400	290,000	<b>9,380,507</b>
	<u>8,363,107</u>	<u>727,400</u>	<u>290,000</u>	<u><b>9,380,507</b></u>
Decrease:				
Amortization of Deferred Capital Revenue	6,046,150	561,106	80,688	<b>6,687,944</b>
	<u>6,046,150</u>	<u>561,106</u>	<u>80,688</u>	<u><b>6,687,944</b></u>
<b>Net Changes for the Year</b>	<u>2,316,957</u>	<u>166,294</u>	<u>209,312</u>	<u><b>2,692,563</b></u>
<b>Deferred Capital Revenue, end of year</b>	<u>165,646,709</u>	<u>15,792,206</u>	<u>2,461,881</u>	<u><b>183,900,796</b></u>
<b>Work in Progress, beginning of year</b>	5,165,381	-	300,000	<b>5,465,381</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	3,109,421	1,966,533	290,000	<b>5,365,954</b>
	<u>3,109,421</u>	<u>1,966,533</u>	<u>290,000</u>	<u><b>5,365,954</b></u>
Decrease				
Transferred to Deferred Capital Revenue	8,363,107	727,400	290,000	<b>9,380,507</b>
	<u>8,363,107</u>	<u>727,400</u>	<u>290,000</u>	<u><b>9,380,507</b></u>
<b>Net Changes for the Year</b>	<u>(5,253,686)</u>	<u>1,239,133</u>	<u>-</u>	<u><b>(4,014,553)</b></u>
<b>Work in Progress, end of year</b>	<u>(88,305)</u>	<u>1,239,133</u>	<u>300,000</u>	<u><b>1,450,828</b></u>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>165,558,404</b></u>	<u><b>17,031,339</b></u>	<u><b>2,761,881</b></u>	<u><b>185,351,624</b></u>

# School District No. 61 (Greater Victoria)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2017

	<b>Bylaw Capital</b>	<b>MEd Restricted Capital</b>	<b>Other Provincial Capital</b>	<b>Land Capital</b>	<b>Other Capital</b>	<b>Total</b>
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	-	5,005,156	-	-	157,453	<b>5,162,609</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	5,721,373					<b>5,721,373</b>
Provincial Grants - Other			405,409			<b>405,409</b>
Other		70,901			273,871	<b>344,772</b>
Investment Income		4,501				<b>4,501</b>
MEd Restricted Portion of Proceeds on Disposal		825,000				<b>825,000</b>
	<u>5,721,373</u>	<u>900,402</u>	<u>405,409</u>	<u>-</u>	<u>273,871</u>	<b><u>7,301,055</u></b>
Decrease:						
Transferred to DCR - Work in Progress	3,109,421	1,966,533			290,000	<b>5,365,954</b>
Bylaw Expenditures	1,597,187					<b>1,597,187</b>
	<u>4,706,608</u>	<u>1,966,533</u>	<u>-</u>	<u>-</u>	<u>290,000</u>	<b><u>6,963,141</u></b>
<b>Net Changes for the Year</b>	<u>1,014,765</u>	<u>(1,066,131)</u>	<u>405,409</u>	<u>-</u>	<u>(16,129)</u>	<b><u>337,914</u></b>
<b>Balance, end of year</b>	<b><u>1,014,765</u></b>	<b><u>3,939,025</u></b>	<b><u>405,409</u></b>	<b><u>-</u></b>	<b><u>141,324</u></b>	<b><u>5,500,523</u></b>