

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2010/2011

SCHOOL DISTRICT NUMBER 62	NAME OF SCHOOL DISTRICT Sooke	YEAR 2010/2011
OFFICE LOCATION 3143 Jacklin Road		TELEPHONE NUMBER 250 474-9800
CITY/PROVINCE Victoria, BC		POSTAL CODE V9B 5R1
WEBSITE ADDRESS www.sd62.bc.ca		
NAME OF SUPERINTENDENT Jim Cambridge		NAME OF SECRETARY-TREASURER Dave Lockyer

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 62 (Sooke) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

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

The Board's Responsibility

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



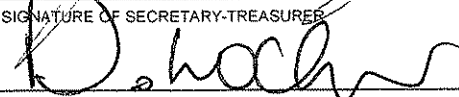
External Auditors

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

Declaration of Management and Board Chairperson

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 62 (Sooke) for the year ended June 30, 2011.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION 	DATE SIGNED Sept 27 2011
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED Sept. 29, 2011
SIGNATURE OF SECRETARY-TREASURER 	DATE SIGNED Sept. 28, 2011

SCHOOL DISTRICT No. 62 (SOOKE)
2010/2011 AUDITED FINANCIAL STATEMENTS

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INDEPENDENT AUDITORS' REPORT

To the Board of Education

We have audited the accompanying financial statements of School District No. 62 (Sooke), which comprise the statement of financial position as at June 30, 2011, the statements of revenue and expense, changes in fund balances and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

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

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

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 62 (Sooke) as at June 30, 2011, and its results of operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.



Other Matter

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

KPMG LLP

Chartered Accountants

September 27, 2011

Victoria, Canada

SCHOOL DISTRICT No. 62 (SOOKE)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2011

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 14,153,056	\$ 936,318	\$ 239,748	\$ 15,329,122	\$ 7,311,340
Short Term Investments				-	10,000,000
Accounts Receivable				55,511	54,911
Due from Province - Ministry of Education	-	55,511		55,511	54,911
Due from Province - Other	100,508			100,508	66,016
Due from LEA/Direct Funding	67,088			67,088	93,238
Other Receivables (Note 3)	823,006		242,628	1,065,634	484,866
Interfund Loans		329,957	3,813,229		
Prepaid Expenses	105,148		61,477	166,625	210,622
	<u>15,248,806</u>	<u>1,321,786</u>	<u>4,357,082</u>	<u>16,784,488</u>	<u>18,220,993</u>
Long Term Prepaid Lease (Note 4)			2,648,630	2,648,630	2,710,107
Investments (Note 5)		609,285		609,285	609,285
Capital Assets - Net (Note 6)			135,760,084	135,760,084	125,849,412
	<u>\$ 15,248,806</u>	<u>\$ 1,931,071</u>	<u>\$ 142,765,796</u>	<u>\$ 155,802,487</u>	<u>\$ 147,389,797</u>
TOTAL ASSETS					
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other (Note)	6,564,297	-		6,564,297	6,547,080
Bank Loans - Current Portion (Note 11)			3,000,000	3,000,000	
Interfund Loans	4,143,186				
	<u>10,707,483</u>	<u>-</u>	<u>3,000,000</u>	<u>9,564,297</u>	<u>6,547,080</u>
Deferred Revenue	618,497			618,497	414,136
Deferred Contributions					
Ministry of Education (Note 7)	68,889	356,568	1,251,162	1,676,619	3,350,296
Other (Note 7)	70,069	965,218	2,291,696	3,326,983	4,455,197
Accrued Employee Future Benefits (Note 8)	3,363,748			3,363,748	3,256,821
Deferred Capital Contributions (Note 7)			99,397,710	99,397,710	94,130,629
	<u>14,828,686</u>	<u>1,321,786</u>	<u>105,940,568</u>	<u>117,947,854</u>	<u>112,154,159</u>
Fund Balances					
Invested in Capital Assets			36,109,305	36,109,305	33,565,379
Endowment (Note 10)		609,285		609,285	609,285
Internally Restricted (Note 12)	420,120		715,923	1,136,043	1,060,974
	<u>420,120</u>	<u>609,285</u>	<u>36,825,228</u>	<u>37,854,633</u>	<u>35,235,638</u>
	<u>\$ 15,248,806</u>	<u>\$ 1,931,071</u>	<u>\$ 142,765,796</u>	<u>\$ 155,802,487</u>	<u>\$ 147,389,797</u>
TOTAL LIABILITIES AND FUND BALANCES					

- > Commitments(Note14)
- > Contingencies(Note18)

SCHOOL DISTRICT No. 62 (SOOKE)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2011

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
REVENUE					
Provincial Grants - Ministry of Education	\$ 75,686,724	\$ 3,403,423	\$ 47,427	\$ 79,137,574	\$ 73,798,355
Provincial Grants - Other				-	513,737
Other Revenue	3,469,911	2,599,948	6,463	6,076,322	6,549,716
Rentals and Leases	208,308			208,308	196,714
Investment Income	72,054	27,041	1,896	100,991	234,242
Amortization of Deferred Capital Contributions			3,561,765	3,561,765	3,466,840
Amortization of DCC for Prepaid Lease			61,477	61,477	61,477
	<u>79,436,997</u>	<u>6,030,412</u>	<u>3,679,028</u>	<u>89,146,437</u>	<u>84,821,081</u>
EXPENSE					
Salaries					
Teachers	33,690,954	69,616		33,760,570	32,584,098
Principals and Vice Principals	5,551,113	29,460		5,580,573	5,421,046
Educational Assistants	4,846,522			4,846,522	4,709,545
Support Staff	8,237,213	537,860		8,775,073	8,500,298
Other Professionals	2,515,895	157,307		2,673,202	2,783,766
Substitutes	2,176,221	39,631		2,215,852	2,219,018
	<u>57,017,918</u>	<u>833,874</u>	<u>-</u>	<u>57,851,792</u>	<u>56,217,771</u>
Employee Benefits	14,083,887	184,056		14,267,943	13,452,226
Services and Supplies	7,866,238	4,737,079	53,890	12,657,207	12,596,968
Amortization of Capital Assets			4,226,320	4,226,320	4,034,165
Amortization of Prepaid Lease			61,477	61,477	61,477
	<u>78,968,043</u>	<u>5,755,009</u>	<u>4,341,687</u>	<u>89,064,739</u>	<u>86,362,607</u>
NET REVENUE (EXPENSE)	\$ 468,954	\$ 275,403	\$ (662,659)	\$ 81,698	\$ (1,541,526)

SCHOOL DISTRICT No. 62 (SOOKE)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2011

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
FUND BALANCES, BEGINNING OF YEAR	\$ 346,947	\$ 609,285	\$ 34,279,406	\$ 35,235,638	\$ 36,339,146
Changes for the Year					
Net Revenue (Expense) for the Year	468,954	275,403	(662,659)	81,698	(1,541,526)
Interfund Transfers					
Capital Assets Purchased (Note 13)	(233,376)	(437,808)	671,184	-	
Other (Note 13)	(162,405)	162,405		-	
Direct Increases in Fund Balances					
Site Purchases			2,537,297	2,537,297	438,018
Net Changes for the Year	<u>73,173</u>	<u>-</u>	<u>2,545,822</u>	<u>2,618,995</u>	<u>(1,103,508)</u>
FUND BALANCES, END OF YEAR	<u>\$ 420,120</u>	<u>\$ 609,285</u>	<u>\$ 36,825,228</u>	<u>\$ 37,854,633</u>	<u>\$ 35,235,638</u>

SCHOOL DISTRICT No. 62 (SOOKE)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2011

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ 468,954	\$ 275,403	\$ (662,659)	\$ 81,698	\$ (1,541,526)
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(378,577)	(600)	(210,433)	(589,610)	468,340
Interfund Loans	(3,460,576)	1,323,933	2,136,643	-	-
Prepaid Expenses	43,997			43,997	(20,611)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	1,404,605	(72,388)	(1,315,000)	17,217	963,049
Deferred Revenue	204,361			204,361	(26,790)
Deferred Contributions	(35,165)	(1,230,364)		(1,265,529)	561,329
Accrued Employee Future Benefits	106,927			106,927	193,624
Items Not Involving Cash					
Amortization of Capital Assets			4,226,320	4,226,320	4,034,165
Amortization of Deferred Capital Contributions			(3,561,765)	(3,561,765)	(3,466,840)
Restricted Capital Expensed			(53,890)	(53,890)	(817,222)
Interfund Transfers	(395,781)	(275,403)	671,184	-	-
	<u>(2,041,255)</u>	<u>20,581</u>	<u>1,230,400</u>	<u>(790,274)</u>	<u>347,518</u>
FINANCING					
Bank Loan Received			3,000,000	3,000,000	
Deferred Contributions Received - Capital			9,945,148	9,945,148	3,126,368
			<u>12,945,148</u>	<u>12,945,148</u>	<u>3,126,368</u>
INVESTING					
Capital Assets Purchased - Operating			(233,376)	(233,376)	(457,693)
Capital Assets Purchased - Special Purpose			(437,808)	(437,808)	(15,992)
Capital Assets Purchased - Deferred Contributions - Capital			(13,465,908)	(13,465,908)	(3,737,889)
Capital Assets Purchased - Capital Reserve				-	(411,279)
Decrease (Increase) in Investments	10,000,000			10,000,000	2,000,000
	<u>10,000,000</u>	<u>-</u>	<u>(14,137,092)</u>	<u>(4,137,092)</u>	<u>(2,622,853)</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ 7,958,745</u>	<u>\$ 20,581</u>	<u>\$ 38,456</u>	<u>\$ 8,017,782</u>	<u>\$ 851,033</u>

SCHOOL DISTRICT No. 62 (SOOKE)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2011

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
NET INCREASE (DECREASE) IN CASH	\$ 7,958,745	\$ 20,581	\$ 38,456	\$ 8,017,782	\$ 851,033
Net Cash, Beginning of Year	6,194,311	915,737	201,292	7,311,340	6,460,307
NET CASH, END OF YEAR	<u>\$ 14,153,056</u>	<u>\$ 936,318</u>	<u>\$ 239,748</u>	<u>\$ 15,329,122</u>	<u>\$ 7,311,340</u>
Cash	\$ 14,153,056	\$ 936,318	\$ 239,748	\$ 15,329,122	\$ 7,311,340
NET CASH, END OF YEAR	<u>\$ 14,153,056</u>	<u>\$ 936,318</u>	<u>\$ 239,748</u>	<u>\$ 15,329,122</u>	<u>\$ 7,311,340</u>

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 1 AUTHORITY AND PURPOSE

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 62 (Sooke)", and operates as "School District No. 62 (Sooke)." A board of education (Board) elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

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

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

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances as at June 30. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

a) Fund Accounting

While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

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

b) Cash and Cash Equivalents

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

c) Short Term Investments

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

d) Accounts Receivable

Accounts receivable are recorded net of allowance for doubtful accounts.

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

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

e) Prepaid Expenses

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

f) Capital Assets

The following criteria apply:

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

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

g) Revenue Recognition

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

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

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

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

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

g) Revenue Recognition (Continued)

- Investment income earned on endowment principal is recognized as a direct increase to fund balances (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.
- Investment income, which is recorded on the accrual basis, includes interest income, net gain on sale of securities and unrealized gains (losses).

h) Expenses

- Categories of Salaries
 - Principals, Vice Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice Principals.
 - Superintendent, Assistant Superintendent, Secretary-Treasurer, Board of Education and other employees excluded from union contracts are categorized as Other Professionals.
- Allocation of Costs
 - Operating expenses are reported by function, program, and object. Whenever possible, expenses are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to regular programs.
 - Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
 - Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
 - Supplies and services are allocated based on actual identification of program.

i) Financial Instruments

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

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

The School District has elected to continue to apply the financial instruments disclosure and presentation standards in accordance with Section 3861.

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

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

j) Asset Retirement Obligations

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

k) Use of Estimates

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

l) Employee Future Benefits

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

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

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 9 years.

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

m) Future Changes in Accounting Standards

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

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2011	2010
Due from Federal Government	\$ 476,633	\$ 71,273
Due from Other School Districts	24,711	16,701
Due from Parent Advisory Committees	17,417	9,577
Due from City of Langford	125,622	47,184
Due from District of Sooke	40,462	36,648
Due from CUPE	20,860	16,945
Due from Sooke Teacher Association	18,611	32,042
Due from EMCS Society	38,195	39,605
Due from Westshore Recreation Centre	21,433	50,072
Other	281,690	164,819
	\$ 1,065,634	\$ 484,866

NOTE 4 LONG TERM PREPAID LEASE

The School District prepaid a long term lease to the Federal Government for the use of the John Stubbs Memorial School site for fifty years. This lease started on July 1, 2005 and ends on June 30, 2055.

NOTE 5 INVESTMENTS

Investments are classified as held for trading and carried at fair market value. Investments consist of long term deposits maturing April 2016, bearing interest at 1.75%.

NOTE 6 CAPITAL ASSETS

	Cost	2011 Accumulated Amortization	Net Book Value	2010 Net Book Value
Sites	\$ 21,889,176	\$ 0	\$ 21,889,176	\$ 17,313,591
Buildings	157,027,092	55,470,817	101,556,275	104,710,631
Furniture & Equipment	2,802,996	920,560	1,882,436	2,055,065
Vehicles	2,521,084	967,990	1,553,094	1,597,161
Computer Software	45,516	19,818	25,698	12,640
Computer Hardware	291,735	135,610	156,125	104,702
	184,577,599	57,514,795	127,062,804	125,793,790
Work in Progress	8,697,280	0	8,697,280	55,622
	\$193,274,879	\$ 57,514,795	\$135,760,084	\$125,849,412

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 7 DEFERRED CONTRIBUTIONS

Deferred Contributions – Ministry of Education

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

	<u>2011</u>				<u>2010</u>
	Operating Fund	Special Purpose Fund	Capital Fund	Total	
Balance, beginning of year	\$ 68,872	\$ 1,538,513	\$ 1,742,911	\$ 3,350,296	\$ 4,640,401
Increases:					
Provincial grants - MEd	249,140	2,186,855	9,340,832	11,776,827	4,551,623
Provincial grants - Other					507,737
Investment income		10,906		10,906	2,352
Other		34,623		34,623	53,171
	<u>249,140</u>	<u>2,232,384</u>	<u>9,340,832</u>	<u>11,822,356</u>	<u>5,114,883</u>
Decreases:					
Transfers to revenue	249,123	3,414,329	47,427	3,710,879	1,988,672
Transfers to DCC – capital additions			213,335	213,335	3,551,395
Transfers to DCC – WIP			8,641,658	8,641,658	47,699
Other			930,161	930,161	817,222
	<u>249,123</u>	<u>3,414,329</u>	<u>9,832,581</u>	<u>13,496,033</u>	<u>6,404,988</u>
Balance, end of the year	<u>\$ 68,889</u>	<u>\$ 356,568</u>	<u>\$ 1,251,162</u>	<u>\$ 1,676,619</u>	<u>\$ 3,350,296</u>

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 7 DEFERRED CONTRIBUTIONS (Continued)

Deferred Contributions – Other

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

	2011				2010
	Operating Fund	Special Purpose Fund	Capital Fund	Total	
Balance, beginning of year	\$ 105,251	\$ 1,013,637	\$ 3,336,309	\$ 4,455,197	\$ 4,443,785
Increases:					
School generated funds		2,529,189		2,529,189	2,599,615
Local government grants			513,794	513,794	454,157
Investment income		16,547	52,707	69,254	39,051
Other	157,334	21,928	37,815	217,077	184,805
	<u>157,334</u>	<u>2,567,664</u>	<u>604,316</u>	<u>3,329,314</u>	<u>3,277,628</u>
Decreases:					
Transfers to revenue	192,516	2,616,083	6,463	2,815,062	2,716,142
Transfers to DCC - capital additions			35,330	35,330	112,056
Transfers to DCC - WIP					
Site purchases			1,607,136	1,607,136	
Other					438,018
	<u>192,516</u>	<u>2,616,083</u>	<u>1,648,929</u>	<u>4,457,528</u>	<u>3,266,216</u>
Balance, end of the year	<u>\$ 70,069</u>	<u>\$ 965,218</u>	<u>\$ 2,291,696</u>	<u>\$ 3,326,983</u>	<u>\$ 4,455,197</u>

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 7 DEFERRED CONTRIBUTIONS (Continued)

Deferred Capital Contributions

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

	<u>2011</u>	<u>2010</u>
Balance, beginning of year	<u>\$ 94,130,629</u>	<u>\$ 93,947,796</u>
Increases:		
Transfers from DC - capital additions	248,665	3,663,451
Transfers from DC - WIP	<u>8,641,658</u>	<u>47,699</u>
	<u>8,890,323</u>	<u>3,711,150</u>
Decreases:		
Amortization	<u>3,623,242</u>	<u>3,528,317</u>
Balance, end of the year	<u><u>\$ 99,397,710</u></u>	<u><u>\$ 94,130,629</u></u>

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

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

Fiscal Year	2011		2010
Reconciliation of Accrued Benefit Obligation			
Accrued Benefit Obligation – April 1	\$3,230,339		\$3,131,018
Service Cost	240,053		247,977
Interest Cost	165,024		225,094
Benefit Payments	(340,146)		(271,472)
Actuarial (Gain)/Loss	48,298		(102,278)
Accrued Benefit Obligation – March 31	\$3,343,568		\$3,230,339
Reconciliation of Funded Status at End of Fiscal Year			
Accrued Benefit Obligation - March 31	\$3,343,568		\$3,230,339
Market Value of Plan Assets - March 31	0		0
Funded Status - Deficit	(3,343,568)		(3,230,339)
Employer Contributions After Measurement Date	26,208		68,202
Unamortized Net Actuarial Gain	(46,388)		(94,684)
Accrued Benefit Liability - June 30	\$(3,363,748)		\$(3,256,821)
Components of Net Benefit Expense			
Service Cost	\$240,053		\$247,977
Interest Cost	165,024		225,094
Net Benefit Expense	\$405,077		\$473,071
Assumptions			
Discount Rate - April 1	5.00%		7.00%
Discount Rate - March 31	4.75%		5.00%
Long Term Salary Growth - April 1	2.50%	+	3.25%
		seniority	seniority
Long Term Salary Growth - March 31	2.50%	+	2.50%
		seniority	seniority
EARSL - March 31	9		9

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 9 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 47,000 active members from school districts, and approximately 29,000 retired members from school districts. The Municipal Pension Plan has about 163,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Pension Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2009 indicated an unfunded liability of \$1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of the unfunded liability to individual employers. The School District paid \$6,933,204 for employer contributions to these plans in the year ended June 30, 2011 (\$6,632,462 in 2010).

NOTE 10 ENDOWMENT FUNDS

Name of Endowment	Balance Beginning of Year	Contributions During Year	Earnings for the Year	Disbursements	Balance End of Year
Meyer Fund	\$ 609,285	\$ 0	\$ 14,014	\$ 14,014	\$ 609,285

The Lavern Calvin Meyer Fund was established to provide scholarships and bursaries for one or more deserving graduate or undergraduate students in full time attendance at Edward Milne Community School.

NOTE 11 BANK LOAN

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

Approval Date	Year Borrowed	Interest Rate	Maturity	Amount Borrowed	Amount Paid	Balance End of Year
July 6, 2010	2011	Prime - .25%	September 30, 2013	\$3,000,000	\$0	\$3,000,000

This non-revolving term loan is unsecured, due on demand and requires interest-only payments to maturity at September 30, 2013 when all amounts owing under the credit facility are due in full. The principal will be repaid through proceeds from future land sales.

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 12 INTERNALLY RESTRICTED FUND BALANCES

Operating Internally Restricted (appropriated) by Board
for:

Carry forward of unspent budgets	\$	420,120	
Unrestricted Operating Surplus (Deficit)		0	
Total Available for Future Operations			\$ 420,120
Internally restricted for capital purposes			\$ \$715,923

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2011 transfers were as follows:

- Capital assets (building improvements, furniture and equipment) were purchased with special purpose funds (\$437,808)
- Capital assets (equipment, vehicles, computers) were purchased with operating funds (\$233,376)
- Operating funds were used to fund two special purpose funds (\$162,405)

NOTE 14 COMMITMENTS

- (a) The district has an unutilized line of credit in the amount of \$1,000,000.
(b) The district has rental agreements for premises.
The district has entered into lease agreements for photocopiers in schools.

	11/12	12/13	13/14	14/15	15/16
Rent Leases	\$381,708	\$247,148	\$179,868	\$179,868	\$0
Copier Leases	93,200	67,074	44,631	27,901	18,863
Total	\$474,908	\$314,222	\$224,499	\$207,769	\$18,863

NOTE 15 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 22, 2011.

School District #62 (Sooke)
2010/11 NOTES TO FINANCIAL STATEMENTS

NOTE 16 RELATED PARTY TRANSACTIONS

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

NOTE 17 ECONOMIC DEPENDENCE

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 in accordance with Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

NOTE 18 CONTINGENCIES

The nature of the School District's activities is such that there is usually litigation pending or in process at any time. With respect to unsettled claims at June 30, 2011, management believes the School District has valid defenses and appropriate insurance coverage in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

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

NOTE 19 CAPITAL DISCLOSURES

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

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

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

NOTE 20 COMPARATIVE FIGURES

Certain of the comparative figures have been reclassified to conform to the presentation adopted in the current year.

**SCHOOL DISTRICT No. 62 (SOOKE)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2011**

Schedule A1

	2011		
	2011 ACTUAL	AMENDED ANNUAL BUDGET	2010 ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 75,686,724	\$ 75,073,438	\$ 71,872,022
Provincial Grants - Other			6,000
Other Revenue	3,469,911	3,376,644	3,965,273
Rentals and Leases	208,308	185,700	196,714
Investment Income	72,054	74,643	217,610
	<u>79,436,997</u>	<u>78,710,425</u>	<u>76,257,619</u>
EXPENSE			
Salaries			
Teachers	33,690,954	33,875,609	32,458,862
Principals and Vice Principals	5,551,113	5,401,864	5,373,199
Educational Assistants	4,846,522	5,140,459	4,709,545
Support Staff	8,237,213	8,257,958	8,354,550
Other Professionals	2,515,895	2,521,523	2,717,604
Substitutes	2,176,221	2,167,053	2,192,818
	<u>57,017,918</u>	<u>57,364,466</u>	<u>55,806,578</u>
Employee Benefits	14,083,887	13,438,640	13,359,891
Services and Supplies	7,866,238	8,086,166	7,940,885
	<u>78,968,043</u>	<u>78,889,272</u>	<u>77,107,354</u>
NET REVENUE (EXPENSE), FOR THE YEAR	468,954	(178,847)	(849,735)
INTERFUND TRANSFERS			
Capital Assets Purchased	(233,376)		(457,693)
Local Capital		(20,000)	
Other	(162,405)	(148,100)	(141,700)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		346,947	
SURPLUS (DEFICIT), FOR THE YEAR	<u>73,173</u>	<u>\$ -</u>	<u>(1,449,128)</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	346,947		1,796,075
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ 420,120</u>		<u>\$ 346,947</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	420,120		
	<u>\$ 420,120</u>		

SCHOOL DISTRICT No. 62 (SOOKE)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2011

Schedule A2

	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 74,403,226	\$ 74,093,336	\$ 70,808,499
INAC/LEA Recovery	(381,669)	(531,153)	(453,507)
Other Ministry of Education Grants			
Pay Equity	931,052	931,052	931,052
Ready Set Learn/AVID Grant	50,310	35,910	81,678
FSA Scorer Grant	13,769	13,769	13,769
Literacy Innovation Grant	16,065		49,231
Strong Start Grant	182,748	180,000	199,795
Carbon Tax Rebate	43,728		29,498
Education Guarantee	427,495	350,524	257,614
Holdback release/Audit adjustment/other			(45,607)
	<u>75,686,724</u>	<u>75,073,438</u>	<u>71,872,022</u>
			6,000
PROVINCIAL GRANTS - OTHER			
FEDERAL GRANTS			
OTHER REVENUE			
Other School District/Education Authorities			26,995
Continuing Education	175,069	171,500	224,278
Offshore Tuition Fees	1,984,779	1,866,579	2,192,639
LEA/Direct Funding from First Nations	381,669	531,153	453,507
Miscellaneous			
BC Hydro Grant	64,000	75,000	66,372
Industry Training Grant/Skills Canada Grants	145,648	66,125	98,828
BCPSEA grants (Trades adj/LMA/SSEAC)	84,709	68,195	246,951
Municipalities (crossing guards)	85,102	84,295	50,748
Grant from Tsouke Nation	-		40,202
Transportation Fees	209,266	204,774	222,470
Misc	339,669	309,023	342,283
	<u>3,469,911</u>	<u>3,376,644</u>	<u>3,965,273</u>
			196,714
RENTALS AND LEASES	<u>208,308</u>	<u>185,700</u>	<u>196,714</u>
INVESTMENT INCOME	<u>72,054</u>	<u>74,643</u>	<u>217,610</u>
TOTAL OPERATING REVENUE	<u>\$ 79,436,997</u>	<u>\$ 78,710,425</u>	<u>\$ 76,257,619</u>

SCHOOL DISTRICT No. 62 (SOOKE)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2011

Schedule A3

	2011	2011	2010
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
SALARIES			
Teachers	\$ 33,690,954	\$ 33,875,609	\$ 32,458,862
Principals and Vice Principals	5,551,113	5,401,864	5,373,199
Educational Assistants	4,846,522	5,140,459	4,709,545
Support Staff	8,237,213	8,257,958	8,354,550
Other Professionals	2,515,895	2,521,523	2,717,604
Substitutes	2,176,221	2,167,053	2,192,818
	<u>57,017,918</u>	<u>57,364,466</u>	<u>55,806,578</u>
EMPLOYEE BENEFITS	14,083,887	13,438,640	13,359,891
TOTAL SALARIES AND BENEFITS	<u>71,101,805</u>	<u>70,803,106</u>	<u>69,166,469</u>
SERVICES AND SUPPLIES			
Services	2,489,273	2,442,874	2,527,908
Student Transportation	3,873	6,000	4,833
Professional Development and Travel	590,425	886,559	517,218
Rentals and Leases	366,422	383,387	325,616
Dues and Fees	129,472	136,643	143,723
Insurance	202,630	143,534	154,176
Supplies	2,563,306	2,592,319	2,920,160
Utilities	1,520,837	1,494,850	1,347,251
TOTAL SERVICES AND SUPPLIES	<u>7,866,238</u>	<u>8,086,166</u>	<u>7,940,885</u>
TOTAL OPERATING EXPENSE	<u>\$ 78,968,043</u>	<u>\$ 78,889,272</u>	<u>\$ 77,107,354</u>

SCHOOL DISTRICT No. 62 (SOOKE)
 OPERATING FUND
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT
 YEAR ENDED JUNE 30, 2011

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	\$ 27,445,016	\$ 1,689,524	\$ 53,312	\$ 840,942	\$ 258,356	\$ 1,551,064	\$ 31,838,214
1.03 Career Programs	26,689			117,349		4,259	148,297
1.07 Library Services	694,263			201,669		4,912	860,844
1.08 Counselling	1,174,088					1,787	1,175,875
1.10 Special Education	2,437,427	205,586	4,345,451	42,644	656,059	258,712	7,945,879
1.30 English as a Second Language	286,916	10,365					247,281
1.31 Aboriginal Education	288,666	93,286	343,586	18,080	10,442	10,323	744,395
1.41 School Administration		3,126,270	6,700	1,520,678	6,700	59,048	4,712,696
1.51 Continuing Education	1,208,843	214,752	104,163	300,778	82,141	19,091	1,929,768
1.62 Off Shore Students	239,044	184,438		47,205	48,470	6,989	526,146
1.64 Other				122,758	50,337	7,165	180,260
Total Function 1	33,690,954	5,624,221	4,846,522	3,212,103	1,112,505	1,923,350	50,309,855
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration					205,869	6,681	212,550
4.40 School District Governance					73,000		73,000
4.41 Business Administration		26,892		246,902	898,540	38,198	1,210,532
Total Function 4	-	26,892	-	246,902	1,177,409	44,879	1,496,082
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				45,759	225,981	654	272,394
5.50 Maintenance Operations				3,262,923		130,005	3,392,928
5.52 Maintenance of Grounds				373,963			373,963
Total Function 5	-	-	-	3,682,645	225,981	130,659	4,039,285
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration				62,148		8,246	70,394
7.70 Student Transportation				1,033,415		69,087	1,102,502
Total Function 7	-	-	-	1,095,563	-	77,333	1,172,896
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 33,690,954	\$ 5,551,113	\$ 4,846,522	\$ 8,237,213	\$ 2,515,895	\$ 2,176,221	\$ 57,017,918

SCHOOL DISTRICT No. 62 (SOOKE)
 OPERATING FUND
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT
 YEAR ENDED JUNE 30, 2011

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 31,838,214	\$ 8,130,015	\$ 38,968,229	\$ 1,816,036	\$ 41,784,265	\$ 40,831,330	\$ 40,077,232
1.03 Career Programs	148,297	37,856	185,953	32,947	218,900	243,991	255,612
1.07 Library Services	860,844	214,391	1,075,235	116,153	1,191,388	1,158,222	1,136,603
1.08 Counselling	1,175,875	267,466	1,443,341	6,826	1,450,167	1,455,143	1,323,666
1.10 Special Education	7,945,879	1,983,529	9,929,408	347,813	10,277,221	10,764,329	10,516,674
1.30 English as a Second Language	247,281	57,504	304,785	6,787	311,572	440,115	369,763
1.31 Aboriginal Education	744,395	184,991	929,386	92,573	1,021,959	1,021,960	839,967
1.41 School Administration	4,712,696	1,100,668	5,813,364	234,511	6,047,975	6,293,664	6,002,547
1.61 Continuing Education	1,929,766	455,150	2,384,918	514,053	2,898,971	2,641,133	2,546,106
1.62 Off Shore Students	526,146	130,400	656,546	693,023	1,549,569	1,575,492	1,557,494
1.64 Other	180,260	50,598	230,858	53,183	284,041	385,295	287,013
Total Function 1	50,309,655	12,612,368	62,922,023	4,114,005	67,036,028	66,810,674	64,914,672
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	212,550	44,863	257,413	13,704	271,117	263,807	309,237
4.40 School District Governance	73,000	850	73,850	64,234	138,084	140,656	143,675
4.41 Business Administration	1,210,532	240,592	1,451,124	364,844	1,815,968	1,774,530	1,700,774
Total Function 4	1,496,082	286,305	1,782,387	442,782	2,225,169	2,178,993	2,153,686
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	272,394	58,284	330,678	196,193	526,871	480,718	734,440
5.50 Maintenance Operations	3,392,928	771,083	4,164,011	1,124,794	5,288,805	5,528,263	5,512,614
5.52 Maintenance of Grounds	373,963	87,826	461,789	132,305	594,094	625,848	665,519
5.56 Utilities	-	-	-	1,507,727	1,507,727	1,482,950	1,332,109
Total Function 5	4,039,285	917,193	4,956,478	2,961,019	7,917,497	8,117,779	8,244,682
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	70,394	15,477	85,871	9,858	95,729	79,125	117,903
7.70 Student Transportation	1,102,502	252,544	1,355,046	338,574	1,693,620	1,702,701	1,676,411
Total Function 7	1,172,896	268,021	1,440,917	348,432	1,789,349	1,781,826	1,794,314
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 57,017,918	\$ 14,093,887	\$ 71,101,805	\$ 7,866,238	\$ 78,968,043	\$ 78,889,272	\$ 77,107,354

SCHOOL DISTRICT No. 62 (SOOKE)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2011

Schedule A5

BALANCE, BEGINNING OF YEAR	\$ 174,123
Changes for the Year	
Increase:	
Provincial Grants - Ministry of Education	249,140
Other Revenue	<u>157,334</u>
	<u>406,474</u>
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	249,123
Other Revenue	<u>192,516</u>
	<u>441,639</u>
Net Changes for the Year	<u>(35,165)</u>
BALANCE, END OF YEAR	<u><u>\$ 138,958</u></u>

SCHOOL DISTRICT No. 62 (SOOKE)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2011

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,522,456	\$ 201,013	\$ 828,661		\$ 2,552,150
Add: Contributions Received					2,186,855
Provincial Grants - Ministry of Education	1,257,097	929,768			2,595,740
Other	10,906	16,547	2,529,189		27,453
Investment Income	1,267,993	1,002,866	2,529,189		4,800,048
Less: Allocated to Revenue	2,462,812	1,057,491	2,510,109		6,030,412
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 327,637	\$ 146,388	\$ 847,761	\$ -	\$ 1,321,786
REVENUE AND EXPENSE					
REVENUE	\$ 2,451,906	\$ 951,517			\$ 3,403,423
Provincial Grants - Ministry of Education	89,839		2,510,109		2,599,948
Other Revenue	10,906	16,135			27,041
Investment Income	2,452,812	1,057,491	2,510,109		6,030,412
EXPENSE					
Salaries		69,616			69,616
Teachers		28,460			28,460
Principals and Vice Principals	393,985	143,885			537,860
Support Staff	92,322	64,985			157,307
Other Professionals	2,273	37,358			39,631
Substitutes	488,590	345,284			833,874
Employee Benefits	102,576	81,480			184,056
Services and Supplies	1,433,838	793,132	2,510,109		4,737,079
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	2,025,004	1,219,896	2,510,109		5,755,009
	437,808	(162,405)			275,403
INTERFUND TRANSFERS	(437,808)				(437,808)
Capital Assets Purchased		162,405			162,405
Other	(437,808)	162,405			(275,403)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 62 (SOOKE)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2011

	207 Annual Facility Grant	260 Special Education Equipment	TOTAL
DEFERRED CONTRIBUTIONS			
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR			
Add: Contributions Received	\$ 1,488,375	\$ 34,081	\$ 1,522,456
Provincial Grants - Ministry of Education	1,235,134	21,953	1,257,087
Investment Income	10,551	355	10,906
	1,245,685	22,308	1,267,993
Less: Allocated to Revenue	2,432,197	30,615	2,462,812
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 301,863	\$ 25,774	\$ 327,637
REVENUE AND EXPENSE			
REVENUE			
Provincial Grants - Ministry of Education	\$ 2,421,646	\$ 30,260	\$ 2,451,906
Investment Income	10,551	355	10,906
	2,432,197	30,615	2,462,812
EXPENSE			
Salaries			
Support Staff	393,995		393,995
Other Professionals	92,322		92,322
Substitutes	2,273		2,273
	488,590		488,590
Employee Benefits	102,576		102,576
Services and Supplies	1,408,734	25,104	1,433,838
	1,999,900	25,104	2,025,004
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	432,297	5,511	437,808
INTERFUND TRANSFERS			
Capital Assets Purchased	(432,297)	(5,511)	(437,808)
	(432,297)	(5,511)	(437,808)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 62 (SOOKE)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2011

	Community Link	PVP Pro-d	Teacher Pro-d	Meyer Scholarship	French	TOTAL
DEFERRED CONTRIBUTIONS						
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 977	\$ 48,688	\$ 136,268	\$ -	\$ 15,080	\$ 201,013
Add: Contributions Received	744,731				185,037	929,768
Provincial Grants - Ministry of Education	34,623		21,928			56,551
Other	-	1,123	1,410	14,014		16,547
Investment Income	779,354	1,123	23,338	14,014	185,037	1,002,866
Less: Allocated to Revenue	780,331	711	91,249	14,014	171,186	1,057,491
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ -	\$ 49,100	\$ 66,357	\$ -	\$ 28,931	\$ 146,388
REVENUE AND EXPENSE						
REVENUE						
Provincial Grants - Ministry of Education	\$ 780,331		89,839		\$ 171,186	\$ 951,517
Other Revenue		711	1,410	14,014		16,135
Investment Income	780,331	711	91,249	14,014	171,186	1,057,491
EXPENSE						
Salaries					69,616	69,616
Teachers					29,460	29,460
Principals and Vice Principals	29,460					29,460
Support Staff	143,865					143,865
Other Professionals	64,965					64,965
Substitutes	3,607		18,280		6,850	37,358
	241,917	8,621	18,280		76,466	345,284
Employee Benefits	57,904	1,770	3,033		16,773	81,480
Services and Supplies	480,460	89,025	133,686	14,014	75,947	793,132
	780,281	99,416	154,999	14,014	171,186	1,219,896
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	50	(98,705)	(63,750)	-	-	(162,405)
INTERFUND TRANSFERS						
Other	(50)	98,705	63,750			162,405
	(50)	98,705	63,750			162,405
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 62 (SOOKE)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2011

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
\$	17,313,591	\$ 156,543,039	\$ 3,013,580	\$ 2,410,911	\$ 27,048	\$ 200,260	\$ 179,508,429
		51,756	35,520	126,059	-	-	213,335
4,575,585		35,330	52,368	71,065	18,468	91,475	4,610,915
	432,297	5,511					233,376
4,575,585	484,053	128,729	197,124	18,468	91,475		437,908
		339,313	86,951				5,495,434
		339,313	86,951				426,264
21,889,176	157,027,092	2,802,996	2,521,084	45,516	281,735		426,284
	8,539,732	157,548					184,577,599
\$ 21,889,176	\$ 165,566,824	\$ 2,960,544	\$ 2,521,084	\$ 45,516	\$ 281,735	\$ 184,577,599	\$ 8,697,280
		958,515	813,750	14,408	95,558		193,274,879
\$	51,832,408	\$ 958,515	\$ 813,750	\$ 14,408	\$ 95,558	\$ 53,714,639	
	3,638,409	301,358	241,091	5,410	40,052		4,226,320
		339,313	86,851				426,164
		339,313	86,851				426,164
\$	\$ 55,470,817	\$ 920,560	\$ 967,990	\$ 19,818	\$ 135,610	\$ 57,514,795	
\$	21,889,176	\$ 110,096,007	\$ 2,039,984	\$ 1,553,094	\$ 25,698	\$ 156,125	\$ 135,760,084

COST, BEGINNING OF YEAR

Changes for the Year

Increase:

Purchases from:

- Deferred Contributions - Bylaw
- Deferred Contributions - Other
- Operating Fund
- Special Purpose Funds

Decrease:

Deemed Disposals

COST, END OF YEAR

WORK IN PROGRESS, END OF YEAR

COST AND WORK IN PROGRESS, END OF YEAR

ACCUMULATED AMORTIZATION, BEGINNING OF YEAR

Changes for the Year

Increase: Amortization for the Year

Decrease:

Deemed Disposals

ACCUMULATED AMORTIZATION, END OF YEAR

CAPITAL ASSETS - NET

SCHOOL DISTRICT No. 62 (Sooke)
 CAPITAL FUND
 CAPITAL ASSETS - WORK IN PROGRESS
 YEAR ENDED JUNE 30, 2011

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
\$	55,622				\$ 55,622
	8,484,110	157,548			8,641,658
	8,484,110	157,548	-	-	8,641,658
	-	-	-	-	-
	8,484,110	157,548	-	-	8,641,658
\$	8,539,732	157,548	\$ -	\$ -	\$ 8,697,280

WORK IN PROGRESS, BEGINNING OF YEAR

Changes for the Year

Increase
 Deferred Contributions - Bylaw

Decrease

Net Changes for the Year

WORK IN PROGRESS, END OF YEAR

**SCHOOL DISTRICT No. 62 (SOOKE)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2011**

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 92,342,100	\$ 474,922	\$ 1,257,985	\$ 94,075,007
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Capital Additions	213,335		35,330	248,665
	<u>213,335</u>	<u>-</u>	<u>35,330</u>	<u>248,665</u>
Decrease				
Amortization of Deferred Capital Contributions	3,450,775	12,100	98,890	3,561,765
Amortization of Long Term Lease	61,477			61,477
	<u>3,512,252</u>	<u>12,100</u>	<u>98,890</u>	<u>3,623,242</u>
Net Changes for the Year	<u>(3,298,917)</u>	<u>(12,100)</u>	<u>(63,560)</u>	<u>(3,374,577)</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 89,043,183</u>	<u>\$ 462,822</u>	<u>\$ 1,194,425</u>	<u>\$ 90,700,430</u>
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 55,622			\$ 55,622
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress	8,641,658			8,641,658
	<u>8,641,658</u>	<u>-</u>	<u>-</u>	<u>8,641,658</u>
Decrease				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Changes for the Year	<u>8,641,658</u>	<u>-</u>	<u>-</u>	<u>8,641,658</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 8,697,280</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,697,280</u>
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 97,740,463</u>	<u>\$ 462,822</u>	<u>\$ 1,194,425</u>	<u>\$ 99,397,710</u>

SCHOOL DISTRICT No. 62 (Sooke)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2011

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	\$ 1,742,911	\$ -	\$ -	\$ 3,334,372	\$ 1,937	\$ 5,079,220
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	9,340,832			52,707		9,340,832
Investment Income				513,794		513,794
Municipal Funds Received					37,815	37,815
PAC donation				566,501		566,501
Decrease:						
Transferred to DCC - Capital Additions	213,335				35,330	248,665
Transferred to DCC - Work in Progress	8,641,658					8,641,658
Transferred to Invested in Capital Assets - Site Purchases	5,161			1,607,136	2,963,288	4,575,585
Financed site purchase	47,427				(2,963,288)	(2,963,288)
Expensed costs FDK	925,000			6,463		931,463
Payment of Royal Bay site purchase accrual	9,832,581			1,613,599	35,330	11,481,510
	(491,749)			(1,047,098)	2,485	(1,536,362)
Net Changes for the Year	\$ 1,251,162	\$ -	\$ -	\$ 2,287,274	\$ 4,422	\$ 3,542,858
BALANCE, END OF YEAR						

SCHOOL DISTRICT No. 62 (SOOKE)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2011

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 33,565,379	\$ 714,027	\$ 34,279,406
Changes for the Year			
Investment Income		1,896	1,896
Amortization of Deferred Capital Contributions	3,561,765		3,561,765
Interfund Transfers - Capital Assets Purchased	671,184		671,184
Amortization of Capital Assets	(4,226,320)		(4,226,320)
Transferred to Invested in Capital Assets - Site Purchases	5,500,585		5,500,585
Prepaid Lease	(61,477)		(61,477)
Amortization of DCC on prepaid lease	61,477		61,477
Financed site purchase	(2,963,288)		(2,963,288)
Net Changes for the Year	<u>2,543,926</u>	<u>1,896</u>	<u>2,545,822</u>
BALANCE, END OF YEAR	<u>\$ 36,109,305</u>	<u>\$ 715,923</u>	<u>\$ 36,825,228</u>