

Audited Financial Statements of

School District No. 62 (Sooke)

June 30, 2015

School District No. 62 (Sooke)

June 30, 2015

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School District No. 62 (Sooke)

MANAGEMENT REPORT

Version: 2588-1842-8859

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 62 (Sooke) 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.

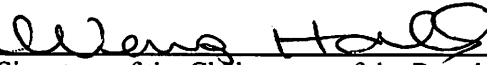
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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.

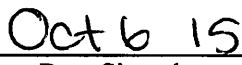
The Board of Education of School District No. 62 (Sooke) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements 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. 62 (Sooke) 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.

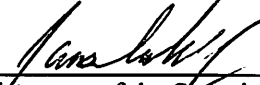
On behalf of School District No. 62 (Sooke)



Signature of the Chairperson of the Board of Education




Date Signed



Signature of the Superintendent



Date Signed



Signature of the Secretary Treasurer



Date Signed



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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. 62 (Sooke), which comprise the statement of financial position as at June 30, 2015, the statements of operations, changes in net financial assets (debt) and cash flows for the year the 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 in our audit is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of School District No. 62 (Sooke) as at and for the year ended June 30, 2015 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 3 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.

Chartered Professional Accountants

September 29, 2015
Victoria, Canada

School District No. 62 (Sooke)


Statement of Financial Position

As at June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	29,960,791	37,529,707
Accounts Receivable		
Due from Province - Ministry of Education	8,083,677	8,184,563
Due from Province - Other	118,846	70,532
Due from LEA/Direct Funding	165,253	376,623
Other (Note 4)	856,874	1,159,442
Portfolio Investments (Note 6)	128,037	126,145
Total Financial Assets	39,313,478	47,447,012
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	-	2,081,540
Other (Note 7)	16,493,061	13,622,846
Unearned Revenue (Note 8)	2,994,350	1,574,940
Deferred Revenue (Note 9)	862,071	1,222,199
Deferred Capital Revenue (Note 10)	177,313,882	150,165,199
Employee Future Benefits (Note 11)	2,833,174	2,723,158
Total Liabilities	200,496,538	171,389,882
Net Financial Assets (Debt)	(161,183,060)	(123,942,870)
Non-Financial Assets		
Tangible Capital Assets (Note 12)	207,229,910	165,154,812
Restricted Assets (Endowments) (Note 15)	642,839	642,839
Prepaid Expenses (Note 5)	2,682,717	2,733,800
Total Non-Financial Assets	210,555,466	168,531,451
Accumulated Surplus (Deficit) (Note 22)	49,372,406	44,588,581

Contractual Obligations and Contingencies (Note 18 and 20)

Approved by the Board



 Signature of the Chairperson of the Board of Education


Date Signed



 Signature of the Superintendent

Oct. 6, 15

Date Signed



 Signature of the Secretary Treasurer

Sept 29/15

Date Signed

School District No. 62 (Sooke)

Statement of Operations
Year Ended June 30, 2015

	2015 Budget (Note 19) \$	2015 Actual \$	2014 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	81,023,485	87,792,048	83,331,495
Other	30,000		
Tuition	2,903,000	3,660,937	2,937,755
Other Revenue	3,770,275	3,343,884	3,575,907
Rentals and Leases	220,000	194,929	203,941
Investment Income	168,000	156,287	111,816
Gain (Loss) on Disposal of Tangible Capital Assets (Note 13)			(29,567)
Amortization of Deferred Capital Revenue (Note 10)	3,800,000	3,782,055	3,755,465
Amortization of Deferred Capital Revenue - for long term lease (Note 10)	61,477	61,477	61,477
Total Revenue	91,976,237	98,991,617	93,948,289
Expenses			
Instruction	74,838,890	75,913,137	73,145,095
District Administration	2,275,121	2,469,768	2,482,102
Operations and Maintenance	13,749,140	13,802,021	13,678,042
Transportation and Housing	1,840,004	2,022,866	2,139,447
Total Expense	92,703,155	94,207,792	91,444,686
Surplus (Deficit) for the year	(726,918)	4,783,825	2,503,603
Accumulated Surplus (Deficit) from Operations, beginning of year		44,588,581	42,084,978
Accumulated Surplus (Deficit) from Operations, end of year		49,372,406	44,588,581

School District No. 62 (Sooke)
 Statement of Changes in Net Financial Assets (Debt)
 Year Ended June 30, 2015

	2015 Budget (Note 19) \$	2015 Actual \$	2014 Actual \$
Surplus (Deficit) for the year	(726,918)	4,783,825	2,503,603
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(38,599,449)	(46,761,480)	(35,187,936)
Amortization of Tangible Capital Assets	4,600,000	4,686,382	4,598,926
Net carrying value of Tangible Capital Assets disposed of			3,230,906
Total Effect of change in Tangible Capital Assets	(33,999,449)	(42,075,098)	(27,358,104)
Acquisition of Prepaid Expenses		(218,517)	(208,123)
Use of Prepaid Expenses	61,477	269,600	345,564
Total Effect of change in Other Non-Financial Assets	61,477	51,083	137,441
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(34,664,890)</u>	<u>(37,240,190)</u>	<u>(24,717,060)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>(37,240,190)</u>	<u>(24,717,060)</u>
Net Financial Assets (Debt), beginning of year		<u>(123,942,870)</u>	<u>(99,225,810)</u>
Net Financial Assets (Debt), end of year		<u><u>(161,183,060)</u></u>	<u><u>(123,942,870)</u></u>

School District No. 62 (Sooke)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	4,783,825	2,503,603
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	566,510	(7,753,508)
Prepaid Expenses	51,083	137,441
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	788,675	8,579,450
Unearned Revenue	1,419,410	448,767
Deferred Revenue	(360,128)	130,596
Employee Future Benefits	110,016	121,250
Loss (Gain) on Disposal of Tangible Capital Assets	-	29,567
Amortization of Tangible Capital Assets	4,686,382	4,598,926
Amortization of Deferred Capital Revenue	(3,782,055)	(3,755,465)
Recognition of Deferred Capital Revenue Spent on Sites	(4,843,219)	(4,096,798)
Deferred Capital Revenue transferred to Revenue	(1,255,470)	(719,689)
Amortization of Deferred Capital Revenue - for long term lease	(61,477)	(61,477)
Total Operating Transactions	<u>2,103,552</u>	<u>162,663</u>
Capital Transactions		
Tangible Capital Assets Purchased	(6,326,758)	(5,535,828)
Tangible Capital Assets -WIP Purchased	(40,434,722)	(29,652,108)
Total Capital Transactions	<u>(46,761,480)</u>	<u>(35,187,936)</u>
Financing Transactions		
Capital Revenue Received	37,090,904	57,718,865
Total Financing Transactions	<u>37,090,904</u>	<u>57,718,865</u>
Investing Transactions		
Investments in Portfolio Investments	(1,892)	(62,654)
Total Investing Transactions	<u>(1,892)</u>	<u>(62,654)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(7,568,916)</u>	<u>22,630,938</u>
Cash and Cash Equivalents, beginning of year	<u>37,529,707</u>	<u>14,898,769</u>
Cash and Cash Equivalents, end of year	<u>29,960,791</u>	<u>37,529,707</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash	8,203,247	12,408,966
Cash Equivalents	21,757,544	25,120,741
	<u>29,960,791</u>	<u>37,529,707</u>



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 1: Authority and Purpose

The School District, established on April 12, 1946 operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 62 (Sooke)", and operates as "School District No. 62 (Sooke)." 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. 62 (Sooke) is exempt from federal and provincial corporate income taxes.

NOTE 2: Adoption of New Accounting Policy

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

NOTE 3: Summary of Significant Accounting Policies

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

a) ***Basis of Accounting***

The financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget and Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges, and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections.



NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2015

Regulation 198/2011 requires that restricted contributions received or receivable for acquiring or developing a depreciable tangible capital asset or contributions in the form of a depreciable tangible capital asset are to be deferred and recognized in revenue at the same rate that amortization of the related tangible capital asset is recorded.

For British Columbia tax-payer supported organizations, these contributions include government transfers and externally restricted contributions.

The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian public sector accounting standards which requires that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards.

b) *Basis of Consolidation*

The School District does not control any significant external entities and accordingly no entities have been consolidated with the financial statements.

The School District has entered into trust activities with some employees; these are described in Note 16.

c) *Cash and Cash Equivalents*

Cash and cash equivalents include cash and 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.

d) *Accounts Receivable*

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



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

e) ***Portfolio Investments***

The School District has investments in GIC's that have a maturity of greater than 3 months at the time of acquisition. GIC's are reported at cost.

f) ***Unearned Revenue***

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

g) ***Deferred Revenue and Deferred Capital Revenue***

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

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

h) ***Employee Future Benefits***

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

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan.



NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2015

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2015. The next valuation will be performed at March 31, 2016 for use at June 30, 2016.

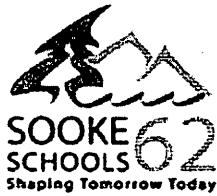
The School District and its employees make contributions to the Teachers' Pension Plan and Municipal Pension Plan. The plans are multi-employer plans where assets and obligations are not separated. The costs are expensed as incurred.

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. 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. The liability is recorded net of any expected recoveries.



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

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.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- 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. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

k) *Prepaid Expenses*

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



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

l) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved.

m) Revenue Recognition

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

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

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

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

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

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



NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2015

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.

n) **Expenditures**

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

- **Allocation of Costs:**

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

o) **Endowments**

Endowment contributions are reported as revenue on the Statement of Operations when received. Investment income earned on endowment principal is recorded as deferred revenue if it meets the definition of a liability and is recognized as revenue in the year related expenses (disbursements) are incurred. If the investment income earned does not meet the definition of a liability, it is recognized as revenue in the year it is earned. Endowment assets are reported as restricted non-financial assets on the Statement of Financial Position.



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

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, portfolio investments and accounts payable and accrued liabilities.

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.

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

q) *Measurement Uncertainty*

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

r) *Comparative figures*

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



NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015

NOTE 4: Accounts Receivable – Other Receivables

	June 30, 2015	June 30, 2014
Due from Federal Government	\$397,095	\$ 543,840
Due from Other School Districts	11,736	6,329
Due from Parent Advisory Committees	11,775	100,198
Due from CUPE	4,881	-
Due from Sooke Teacher Association	70,071	40,745
Due from Sooke Principals and Vice Principals Assn.	399	108
Due from EMCS Society	35,765	35,083
Due from Westshore Recreation Centre	26,565	25,177
Other	298,587	407,962
	\$856,874	\$1,159,442



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 5: 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 50 years. This lease started on July 1, 2005 and ends on June 30, 2055.

This lease represents \$2,464,200 (2014: \$2,525,677) of the prepaid expenses.

NOTE 6: Portfolio Investment

	Cost	
	June 30, 2015	June 30, 2014
Investments in the cost category:		
GICs maturing in 2016 bearing interest at 1.35%	\$128,037	\$126,145
	\$128,037	\$126,145

NOTE 7: Accounts Payable and Accrued Liabilities - Other

	June 30, 2015	June 30, 2014
Trade payables	\$10,058,459	\$ 8,459,645
Salaries and benefits payable	4,199,486	2,920,172
Accrued vacation pay	876,424	893,183
Other	1,358,692	1,349,846
	\$16,493,061	\$13,622,846



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

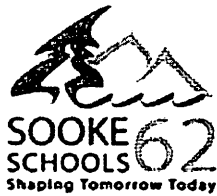
NOTE 8: Unearned Revenue

	June 30, 2015	June 30, 2014 (restated)
Balance, beginning of year	\$1,574,940	\$1,126,173
Increase:		
Tuition fees collected	5,020,147	3,267,672
Bus fees collected	234,826	124,609
Academy fees collected	414,832	514,534
	<u>5,669,805</u>	<u>3,906,815</u>
Decrease:		
Tuition fees recognized	3,660,937	2,719,395
Bus fees recognized	234,976	224,119
Academy fees recognized	354,482	514,534
Net change for the year	<u>1,419,410</u>	<u>448,767</u>
Balance, end of year	<u>\$2,994,350</u>	<u>\$1,574,940</u>

NOTE 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, 2015	June 30, 2014
Balance, beginning of year	\$1,222,199	\$1,091,603
Increase:		
Provincial Grants - Ministry of Education	3,163,543	2,242,776
Provincial Grants - Other	-	37,500
Other revenue	2,193,370	2,322,574
Investment income	78,138	24,588
Decrease:		
Transfers to revenue	5,789,401	4,496,842
Recovered from Ministry	5,778	-
Net change for the year	<u>(360,128)</u>	<u>130,596</u>
Balance, end of year	<u>\$ 862,071</u>	<u>\$1,222,199</u>



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 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.

	June 30, 2015	June 30, 2014
Deferred capital revenue subject to amortization		
Balance, beginning of year	\$91,551,721	\$97,477,308
Increases:		
Transfer from deferred capital revenue – unspent	1,159,112	1,092,695
Transfer from deferred capital revenue – work in progress	1,751,672	-
Decreases:		
Amortization of deferred capital revenue	(3,782,055)	(3,755,465)
Revenue recognized on disposal of buildings	-	(3,201,340)
Amortization of long term lease	(61,477)	(61,477)
Net change for the year	<u>(932,748)</u>	<u>(5,925,587)</u>
Balance, end of year	<u>\$90,618,973</u>	<u>\$91,551,721</u>
Deferred capital revenue - work in progress		
Balance, beginning of year	\$32,231,148	\$ 2,579,040
Increases:		
Transfer from deferred capital revenue - unspent	40,434,722	29,652,108
Decreases:		
Transfer to deferred capital revenue subject to amortization	<u>(1,751,672)</u>	-
Net change for the year	<u>38,683,050</u>	<u>29,652,108</u>
Balance, end of year	<u>\$70,914,198</u>	<u>\$32,231,148</u>

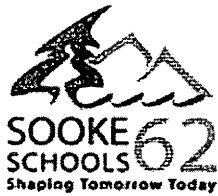


**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

	<u>June 30, 2015</u>	<u>June 30, 2014</u>
Deferred capital revenue - unspent		
Balance, beginning of year	\$ 26,382,330	\$ 4,224,755
Increases:		
Provincial Grants - Ministry of Education	28,222,192	27,663,453
Investment income	444,917	158,668
Other	394,844	279,377
Ministry of Education Portion of Proceeds on Disposals	-	21,502,565
Receivable from Ministry of Education – COA Draws	8,028,951	8,114,802
	<u>37,090,904</u>	<u>57,718,865</u>
Decreases:		
Transfer to revenue - Site purchases	(4,843,219)	(4,096,798)
Transfer to revenue - Expensed costs	(1,255,470)	(719,689)
Transfer to deferred capital revenue subject to amortization	(1,159,112)	(1,092,695)
Transfer to deferred capital revenue - work in progress	(40,434,722)	(29,652,108)
	<u>(47,692,523)</u>	<u>(35,561,290)</u>
Net change for the year	<u>(10,601,619)</u>	<u>22,157,575</u>
Balance, end of year	<u>\$ 15,780,711</u>	<u>\$ 26,382,330</u>
Total deferred capital revenue balance, end of year	<u>\$177,313,882</u>	<u>\$150,165,199</u>

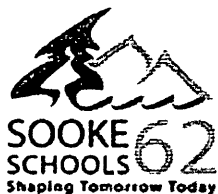
NOTE 11: Employee Future Benefits

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



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

	June 30, 2015	June 30, 2014
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation - April 1	\$3,270,512	\$3,331,874
Service cost	260,963	261,034
Interest cost	109,219	102,244
Benefit payments	(412,174)	(322,414)
Actuarial loss (gain)	302,423	(102,136)
	<hr/>	<hr/>
Accrued benefit obligation - March 31	\$3,530,943	\$3,270,512
Reconciliation of Funded Status at End of Fiscal Year		
Accrued benefit obligation - March 31	\$3,530,943	\$ 3,270,512
Market value of Plan Assets - March 31	-	-
	<hr/>	<hr/>
Funded Status - Deficit	(3,530,943)	(3,270,512)
Employer contributions after measurement date	51,408	136,971
Benefits expense after measurement date	(94,706)	(92,564)
Unamortized net actuarial loss	741,067	502,947
	<hr/>	<hr/>
Accrued benefit liability - June 30	\$(2,833,174)	\$(2,723,158)
Reconciliation of Change in Accrued Benefit Liability		
Accrued benefit liability - July 1	\$2,723,158	\$2,601,907
Net expense for fiscal year	436,627	440,637
Employer contributions	(326,611)	(319,386)
	<hr/>	<hr/>
Accrued benefit liability - June 30	\$2,833,174	\$2,724,158
Components of Net Benefit Expense		
Service cost	\$269,755	\$261,016
Interest cost	102,588	103,988
Amortization of net actuarial loss	64,284	75,633
	<hr/>	<hr/>
Accrued benefit liability - June 30	\$436,627	\$440,637



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

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

	June 30, 2015	June 30, 2014
Discount rate - April 1	3.25%	3.00%
Discount rate - March 31	2.25%	3.25%
Long-term salary growth - April 1	2.50% + seniority	2.50% + seniority
Long-term salary growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	9 years	9 years

NOTE 12: Tangible Capital Assets

Net Book Value	June 30, 2015	June 30, 2014
Sites	\$ 32,208,472	\$ 27,365,253
Buildings	99,248,310	101,010,053
Buildings - work in progress	67,944,538	32,187,193
Furniture and equipment	1,559,911	1,871,836
Furniture and equipment - work in progress	2,764,225	43,955
Vehicles	2,357,539	1,766,810
Computer software	77,434	115,245
Computer hardware	864,046	794,467
Computer hardware - work in progress	205,435	-
Total	\$207,229,910	\$165,154,812

Cost:	Balance July 1, 2014	Additions	Disposals	Transfers (WIP)	Balance June 30, 2015
Sites	\$ 27,365,253	\$ 4,843,219	\$ -	\$ -	\$ 32,208,472
Buildings	164,274,088	293,098	-	1,751,672	166,318,858
Buildings - work in progress	32,187,193	37,509,017	-	(1,751,672)	67,944,538
Furniture and equipment	3,543,973	42,472	(140,475)	-	3,445,970
Furniture - work in progress	43,955	2,720,270	-	-	2,764,225
Vehicles	2,816,358	872,365	(23,614)	-	3,665,109
Computer software	189,056	-	-	-	189,056
Computer hardware	1,030,127	275,604	-	-	1,305,731
Computer hardware - work in progress	-	205,435	-	-	205,435
Total	\$231,450,003	\$46,761,480	\$(164,089)	\$ -	\$278,047,394



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

Accumulated Amortization:	Balance July 1, 2014	Additions	Disposals	Balance June 30, 2015
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	63,264,035	3,806,513	-	67,070,548
Furniture and equipment	1,672,137	354,397	(140,475)	1,886,059
Vehicles	1,049,548	281,636	(23,614)	1,307,570
Computer software	73,811	37,811	-	111,622
Computer hardware	235,660	206,025	-	441,685
Total	\$66,295,191	\$4,686,382	\$(164,089)	\$70,817,484

Work in progress includes buildings, furniture and equipment and computer hardware that have not been amortized. Amortization of these assets will commence when the assets are put into service.

Contributed tangible capital assets

Additions to Computer hardware, Buildings and Furniture and Equipment include the following contributed tangible capital assets:

	June 30, 2015	June 30, 2014
Lakewood Parent Advisory Council	\$11,583	\$24,835
Colwood Parent Advisory Council	12,988	1,108
John Stubbs Parent Advisory Council	-	5,980
Total	\$24,571	\$31,923

NOTE 13: Disposal of Sites and Buildings

During 2014, the School District disposed of the old Belmont Secondary School located on Jacklin Road. The net proceeds of the sale were \$23,250,000 which has been used for the construction of the New Belmont Secondary School. A loss of \$29,567 was recorded on disposal.

The old school site is being leased by the School District for \$1,485,750 per annum until the new school is completed and the new owners take possession of the site.



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 14: Employee Pension Plans

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension Plans. The board of trustees for these plans represents plan members and employers and is 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 based on a formula. The Teachers' Pension Plan has about 45,000 active members from school districts, and approximately 32,000 retired members from school districts. The Municipal Pension Plan has about 182,000 active members, of which approximately 24,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available later in 2015. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available later in 2016.

Defined contribution plan accounting is applied to the plan as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan.

The School District paid \$7,970,317 (2014: \$7,746,506) for employer contributions to these plans in the year ended June 30, 2015.

NOTE 15: Restricted Assets – Endowment Funds

Donors have provided endowment contributions which have been invested in GIC's as follows:

- GIC's maturing in 2016 bearing interest at 3.25% - Cal Meyer endowment
- GIC's maturing in 2015 bearing interest at 2.20% - Derochie endowment
- GIC's maturing in 2015 bearing interest at 1.55% - Sooke Women's Institute endowment
- GIC's maturing in 2015 bearing interest at 1.55% - STARR endowment

All of the endowments were established to provide scholarships and bursaries for one or more deserving graduate or undergraduate students in full time attendance at Edward Milne Community School.



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

Donors have placed restrictions on their contributions to the endowment funds of the School District. One restriction is that the original contribution should not be spent. Another restriction is that any investment income of the endowment fund that is required to offset the eroding effect of inflation or preserve the original value of the endowment should also not be spent.

Name of Endowment	Balance July 1, 2014	Contributions	Balance June 30, 2015
Cal Meyer	\$609,285	\$ -	\$609,285
Sooke Women's Institute	17,554	-	17,554
Derochie	10,000	-	10,000
STARR	6,000	-	6,000
Total	\$642,839	\$ -	\$642,839

NOTE 16: Trusts under Administration

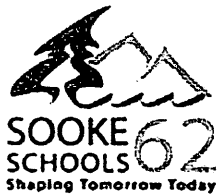
The School District is in a trustee relationship with employees under the deferred salary leave plan and the teachers' summer savings plan.

As at June 30, 2015, the District held the following funds in place, as directed by agreement with the employees:

	June 30, 2015	June 30, 2014
Deferred Salary Leave Plan	\$245,093	\$253,780
Teachers' Summer Savings Plan	360,026	390,812

NOTE 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.



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 18: Commitments

- (a) The School District has an unutilized line of credit in the amount of \$1,000,000.
- (b) The School District has entered into agreements for capital projects with future commitments of approximately \$8,380,500 for the design and building of two new high schools.
- (c) The School District has entered into various operating leases for premises, vehicles and equipment. Estimated commitments under these leases in each of the next five years are as follows:

	2016	2017	2018	2019
Rent leases	\$212,508	\$191,753	\$189,866	\$ -
Vehicle lease	12,712	5,297	-	-
Copier leases	121,010	82,904	52,502	22,846
Total	\$346,230	\$279,954	\$242,368	\$22,846

NOTE 19: Budget Figures

Budget figures included in the 2015 financial statements were approved by the Board through the adoption of an annual budget on May 27, 2014.

NOTE 20: 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, 2015, 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 determined due to unknown timelines.



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

NOTE 21: Expense by Object

	June 30, 2015	June 30, 2014
Salaries and benefits	\$76,654,569	\$75,226,965
Services and supplies	12,866,841	11,618,795
Amortization	4,686,382	4,598,926
	<u>\$94,207,792</u>	<u>\$91,444,686</u>

NOTE 22: Accumulated Surplus

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	June 30, 2015	June 30, 2014
Invested in tangible capital assets	\$48,161,049	\$43,897,730
Operating surplus	568,518	48,012
Special purpose surplus	642,839	642,839
	<u>\$49,372,406</u>	<u>\$44,588,581</u>

NOTE 23: Economic Dependence

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

NOTE 24: Risk Management

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



NOTES TO FINANCIAL STATEMENTS YEAR ENDED JUNE 30, 2015

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

a) Credit risk

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

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

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

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.

i. Currency 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.

ii. Interest rate risk

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 Guaranteed Investment Certificates that have a fixed maturity.



**NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2015**

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. 62 (Sooke)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2015

	Operating Fund	Special Purpose Fund	Capital Fund	2015 Actual	2014 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	48,012	642,839	43,897,730	44,588,581	42,084,978
Changes for the year					
Surplus (Deficit) for the year	772,825	72,108	3,938,892	4,783,825	2,503,603
Interfund Transfers					
Tangible Capital Assets Purchased	(252,319)	(72,108)	324,427	-	
Net Changes for the year	<u>520,506</u>	<u>-</u>	<u>4,263,319</u>	<u>4,783,825</u>	<u>2,503,603</u>
Accumulated Surplus (Deficit), end of year - Statement 2	<u>568,518</u>	<u>642,839</u>	<u>48,161,049</u>	<u>49,372,406</u>	<u>44,588,581</u>

School District No. 62 (Sooke)

Schedule of Operating Operations

Year Ended June 30, 2015

	2015 Budget (Note 19)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	77,628,940	78,483,339	76,456,883
Tuition	2,903,000	3,660,937	2,937,755
Other Revenue	1,170,275	811,063	1,161,250
Rentals and Leases	220,000	194,929	203,941
Investment Income	150,000	109,727	87,756
Total Revenue	82,072,215	83,259,995	80,847,585
Expenses			
Instruction	69,807,165	70,561,329	68,827,324
District Administration	2,275,121	2,469,768	2,482,102
Operations and Maintenance	8,149,925	7,714,843	8,429,266
Transportation and Housing	1,840,004	1,741,230	1,848,131
Total Expense	82,072,215	82,487,170	81,586,823
Operating Surplus (Deficit) for the year	-	772,825	(739,238)
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	-	(252,319)	(323,719)
Tangible Capital Assets - Work in Progress		-	
Local Capital		-	
Total Net Transfers	-	(252,319)	(323,719)
Total Operating Surplus (Deficit), for the year	-	520,506	(1,062,957)
Operating Surplus (Deficit), beginning of year		48,012	1,110,969
Operating Surplus (Deficit), end of year		568,518	48,012
Operating Surplus (Deficit), end of year			
Unrestricted		568,518	48,012
Total Operating Surplus (Deficit), end of year		568,518	48,012

School District No. 62 (Sooke)

Schedule of Operating Revenue by Source
Year Ended June 30, 2015

	2015 Budget (Note 19)	2015 Actual	2014 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	76,445,213	78,822,957	75,559,344
AANDC/LEA Recovery	(388,035)	(304,693)	(382,013)
Strike Savings Recovery	-	(2,757,491)	
Other Ministry of Education Grants			
Labour Settlement Funding	-	1,499,728	
Pay Equity	931,052	931,052	931,052
Funding for Graduated Adults	80,710	215,544	221,220
FSA Scoring Grant		13,769	13,769
Carbon Tax Rebate	60,000	62,473	75,476
French Monitor			19,035
Critical Thinking			15,000
Curriculum Redesign			4,000
Estimated Holdback	500,000		
Total Provincial Grants - Ministry of Education	77,628,940	78,483,339	76,456,883
Tuition			
Continuing Education	85,000	147,629	112,829
Offshore Tuition Fees	2,818,000	3,513,308	2,824,926
Total Tuition	2,903,000	3,660,937	2,937,755
Other Revenues			
LEA/Direct Funding from First Nations	388,035	256,903	382,013
Miscellaneous			
Bus Pass Fees	260,000	234,976	224,119
Grants for Crossing Guards	85,800	86,168	81,704
Fortis BC Grant	60,000	-	60,000
Miscellaneous	126,440	117,100	233,898
Reclassified from SGF Discretionary	-	115,916	179,516
Additional Misc Revenue	250,000		
Total Other Revenue	1,170,275	811,063	1,161,250
Rentals and Leases	220,000	194,929	203,941
Investment Income	150,000	109,727	87,756
Total Operating Revenue	82,072,215	83,259,995	80,847,585

School District No. 62 (Sooke)

Schedule of Operating Expense by Object
Year Ended June 30, 2015

	2015 Budget (Note 19)	2015 Actual	2014 Actual
	\$	\$	\$
Salaries			
Teachers	34,596,035	34,090,646	33,338,669
Principals and Vice Principals	5,716,679	5,693,375	5,915,441
Educational Assistants	5,171,002	5,348,684	5,293,698
Support Staff	8,688,872	8,398,515	8,964,194
Other Professionals	2,264,256	2,400,687	2,386,758
Substitutes	2,191,086	2,287,877	2,250,467
Total Salaries	58,627,930	58,219,784	58,149,227
Employee Benefits	15,213,786	16,130,869	15,239,999
Total Salaries and Benefits	73,841,716	74,350,653	73,389,226
Services and Supplies			
Services	2,484,423	3,417,175	3,037,521
Student Transportation	2,000	14,707	1,765
Professional Development and Travel	676,227	561,362	672,640
Rentals and Leases	282,500	313,765	390,411
Dues and Fees	162,033	206,476	159,031
Insurance	218,525	241,577	211,877
Interest	-	-	-
Supplies	2,751,791	2,040,777	2,282,000
Utilities	1,653,000	1,333,229	1,436,006
Bad Debts	-	7,449	6,346
Total Services and Supplies	8,230,499	8,136,517	8,197,597
Total Operating Expense	82,072,215	82,487,170	81,586,823

School District No. 62 (Sooke)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	29,318,539	236,132	116,023	1,033,340	263,122	1,668,651	32,635,807
1.03 Career Programs	39,891			75,580		6,758	122,229
1.07 Library Services	513,594			206,271		1,900	721,765
1.08 Counselling	1,162,946					1,234	1,164,180
1.10 Special Education	2,019,568	202,775	4,865,187	47,850	598,468	255,516	7,989,364
1.30 English Language Learning	364,881			34,689			399,570
1.31 Aboriginal Education	260,187	106,581	357,159	43,696	10,008	12,363	789,994
1.41 School Administration		4,945,479		1,784,668	5,502	87,845	6,823,494
1.60 Summer School							-
1.61 Continuing Education			10,315	52,843	15,464	14,505	93,127
1.62 Off Shore Students	411,040	202,408		49,470	81,367	2,032	746,317
1.64 Other						107	107
Total Function 1	34,090,646	5,693,375	5,348,684	3,328,407	973,931	2,050,911	51,485,954
4 District Administration							
4.11 Educational Administration					235,063	183	235,246
4.40 School District Governance					73,162		73,162
4.41 Business Administration				347,337	969,183	19,955	1,336,475
Total Function 4	-	-	-	347,337	1,277,408	20,138	1,644,883
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				54,691	98,541	22	153,254
5.50 Maintenance Operations				3,301,448		128,108	3,429,556
5.52 Maintenance of Grounds				376,830			376,830
5.56 Utilities							-
Total Function 5	-	-	-	3,732,969	98,541	128,130	3,959,640
7 Transportation and Housing							
7.41 Transportation and Housing Administration				58,050	50,807	676	109,533
7.70 Student Transportation				931,752		88,022	1,019,774
Total Function 7	-	-	-	989,802	50,807	88,698	1,129,307
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	34,090,646	5,693,375	5,348,684	8,398,515	2,400,687	2,287,877	58,219,784

School District No. 62 (Sooke)

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2015 Actual	2015 Budget (Note 19)	2014 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	32,635,807	9,557,110	42,192,917	1,495,824	43,688,741	43,205,236	41,523,227
1.03 Career Programs	122,229	32,445	154,674	79,509	234,183	256,749	237,886
1.07 Library Services	721,765	203,706	925,471	103,523	1,028,994	1,024,744	1,010,092
1.08 Counselling	1,164,180	302,922	1,467,102	7,086	1,474,188	1,561,976	1,490,829
1.10 Special Education	7,989,364	2,147,626	10,136,990	391,161	10,528,151	10,676,231	10,863,428
1.30 English Language Learning	399,570	106,397	505,967	9,528	515,495	537,905	466,894
1.31 Aboriginal Education	789,994	223,222	1,013,216	186,969	1,200,185	1,217,741	1,241,859
1.41 School Administration	6,823,494	1,740,015	8,563,509	259,987	8,823,496	8,636,818	9,305,611
1.60 Summer School	-	-	-	-	-	-	-
1.61 Continuing Education	93,127	17,100	110,227	397,485	507,712	457,647	431,887
1.62 Off Shore Students	746,317	182,238	928,555	1,616,907	2,545,462	2,224,013	2,255,611
1.64 Other	107	24	131	14,591	14,722	8,105	-
Total Function 1	51,485,954	14,512,805	65,998,759	4,562,570	70,561,329	69,807,165	68,827,324
4 District Administration							
4.11 Educational Administration	235,246	25,679	260,925	17,950	278,875	273,614	284,973
4.40 School District Governance	73,162	1,015	74,177	107,579	181,756	162,268	170,634
4.41 Business Administration	1,336,475	261,579	1,598,054	411,083	2,009,137	1,839,239	2,026,495
Total Function 4	1,644,883	288,273	1,933,156	536,612	2,469,768	2,275,121	2,482,102
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	153,254	36,458	189,712	174,184	363,896	446,619	560,109
5.50 Maintenance Operations	3,429,556	923,075	4,352,631	1,072,817	5,425,448	5,416,117	5,794,487
5.52 Maintenance of Grounds	376,830	94,927	471,757	123,409	595,166	634,189	640,084
5.56 Utilities	-	-	-	1,330,333	1,330,333	1,653,000	1,434,586
Total Function 5	3,959,640	1,054,460	5,014,100	2,700,743	7,714,843	8,149,925	8,429,266
7 Transportation and Housing							
7.41 Transportation and Housing Administration	109,533	23,455	132,988	9,822	142,810	132,964	167,639
7.70 Student Transportation	1,019,774	251,876	1,271,650	326,770	1,598,420	1,707,040	1,680,492
Total Function 7	1,129,307	275,331	1,404,638	336,592	1,741,230	1,840,004	1,848,131
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	58,219,784	16,130,869	74,350,653	8,136,517	82,487,170	82,072,215	81,586,823

School District No. 62 (Sooke)

Schedule of Special Purpose Operations

Year Ended June 30, 2015

	2015 Budget (Note 19) \$	2015 Actual \$	2014 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	2,760,815	3,210,020	2,058,125
Other	30,000		
Other Revenue	2,600,000	2,532,821	2,414,657
Investment Income	18,000	46,560	24,060
Total Revenue	5,408,815	5,789,401	4,496,842
Expenses			
Instruction	5,031,725	5,351,808	4,317,771
Operations and Maintenance	365,485	365,485	160,000
Total Expense	5,397,210	5,717,293	4,477,771
Special Purpose Surplus (Deficit) for the year	11,605	72,108	19,071
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(11,605)	(72,108)	(19,071)
Total Net Transfers	(11,605)	(72,108)	(19,071)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year		642,839	642,839
Special Purpose Surplus (Deficit), end of year		642,839	642,839
Special Purpose Surplus (Deficit), end of year			
Endowment Contributions		642,839	642,839
Total Special Purpose Surplus (Deficit), end of year		642,839	642,839

School District No. 62 (Sooke)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2015

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community- LINK	Service Delivery Transformation	Nature K
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	55,170	7,099	757,309	119,147	36,705	98,317	122,197	-	7,539
Transfer between special purpose funds				(220,405)						
Deferred Revenue, beginning of year, as restated	-	55,170	7,099	536,904	119,147	36,705	98,317	122,197	-	7,539
Add: Restricted Grants										
Provincial Grants - Ministry of Education	365,485	1,542,682	19,307		192,000	44,100	196,353	744,731	58,885	
Other				1,753,657				26,942		7,139
Investment Income			169	46,416	1,795	601	1,364	7,418	442	109
	365,485	1,542,682	19,476	1,800,073	193,795	44,701	197,717	779,091	59,327	7,248
Less: Allocated to Revenue Recovered	365,485	1,597,852	10,756	1,957,203	196,754	42,399	255,972	773,818	-	8,564
							5,778			
Deferred Revenue, end of year	-	-	15,819	379,774	116,188	39,007	34,284	127,470	59,327	6,223
Revenues										
Provincial Grants - Ministry of Education	365,485	1,597,852	10,587		194,959	41,798	254,608	744,731		
Other Revenue				1,957,203				21,669		8,455
Investment Income			169		1,795	601	1,364	7,418		109
	365,485	1,597,852	10,756	1,957,203	196,754	42,399	255,972	773,818	-	8,564
Expenses										
Salaries										
Teachers		1,034,929					94,003			
Principals and Vice Principals								31,974		
Educational Assistants		268,292						1,446		3,112
Support Staff				11,583	121,027			103,423		
Other Professionals								59,655		
Substitutes				31,920	6,979	16,221	13,147	2,317		980
	-	1,303,221	-	43,503	128,006	16,221	107,150	198,815	-	4,092
Employee Benefits		294,631		8,441	38,358	3,808	28,243	44,113		888
Services and Supplies	365,485		4,280	1,850,259	30,390	22,370	109,947	530,890		3,584
	365,485	1,597,852	4,280	1,902,203	196,754	42,399	245,340	773,818	-	8,564
Net Revenue (Expense) before Interfund Transfers	-	-	6,476	55,000	-	-	10,632	-	-	-
Interfund Transfers										
Tangible Capital Assets Purchased			(6,476)	(55,000)			(10,632)			
	-	-	(6,476)	(55,000)	-	-	(10,632)	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-	-

School District No. 62 (Sooke)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2015

	ACE-IT	Sooke Endowments	Quality Teaching	Academies	TOTAL
	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	7,500	4,416	6,800	-	1,222,199
Transfer between special purpose funds		25,579		194,826	-
Deferred Revenue, beginning of year, as restated	7,500	29,995	6,800	194,826	1,222,199
Add: Restricted Grants					
Provincial Grants - Ministry of Education					3,163,543
Other	30,000			375,632	2,193,370
Investment Income	56	19,768			78,138
	30,056	19,768	-	375,632	5,435,051
Less: Allocated to Revenue	30,056	35,048	-	515,494	5,789,401
Recovered					5,778
Deferred Revenue, end of year	7,500	14,715	6,800	54,964	862,071
Revenues					
Provincial Grants - Ministry of Education					3,210,020
Other Revenue	30,000			515,494	2,532,821
Investment Income	56	35,048			46,560
	30,056	35,048	-	515,494	5,789,401
Expenses					
Salaries					
Teachers				47,511	1,176,443
Principals and Vice Principals	26,135				58,109
Educational Assistants					272,850
Support Staff					236,033
Other Professionals				6,950	66,605
Substitutes				3,113	74,677
	26,135	-	-	57,574	1,884,717
Employee Benefits	3,921			(3,204)	419,199
Services and Supplies		35,048		461,124	3,413,377
	30,056	35,048	-	515,494	5,717,293
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	72,108
Interfund Transfers					
Tangible Capital Assets Purchased					(72,108)
	-	-	-	-	(72,108)
Net Revenue (Expense)	-	-	-	-	-

School District No. 62 (Sooke)

Schedule of Capital Operations

Year Ended June 30, 2015

	2015 Budget (Note 19) \$	2015 Actual			2014 Actual \$
		Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	
Revenues					
Provincial Grants					
Ministry of Education	633,730	6,098,689		6,098,689	4,816,487
Gain (Loss) on Disposal of Tangible Capital Assets				-	(29,567)
Amortization of Deferred Capital Revenue	3,800,000	3,782,055		3,782,055	3,755,465
Amortization of Deferred Capital Revenue - for long term l	61,477	61,477		61,477	61,477
Total Revenue	4,495,207	9,942,221	-	9,942,221	8,603,862
Expenses					
Operations and Maintenance	633,730	1,316,947		1,316,947	781,166
Amortization of Tangible Capital Assets					
Operations and Maintenance	4,600,000	4,404,746		4,404,746	4,307,610
Transportation and Housing		281,636		281,636	291,316
Total Expense	5,233,730	6,003,329	-	6,003,329	5,380,092
Capital Surplus (Deficit) for the year	(738,523)	3,938,892	-	3,938,892	3,223,770
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	11,605	324,427		324,427	342,790
Total Net Transfers	11,605	324,427	-	324,427	342,790
Total Capital Surplus (Deficit) for the year	(726,918)	4,263,319	-	4,263,319	3,566,560
Capital Surplus (Deficit), beginning of year		43,897,730	-	43,897,730	40,331,170
Capital Surplus (Deficit), end of year		48,161,049	-	48,161,049	43,897,730

School District No. 62 (Sooke)

Tangible Capital Assets
Year Ended June 30, 2015

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	27,365,253	164,274,088	3,543,973	2,816,358	189,056	1,030,127	199,218,855
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	4,843,219	293,098	-	866,014			6,002,331
Operating Fund			6,390	6,351		239,578	252,319
Special Purpose Funds			36,082			36,026	72,108
Transferred from Work in Progress		1,751,672					1,751,672
	4,843,219	2,044,770	42,472	872,365	-	275,604	8,078,430
Decrease:							
Deemed Disposals			140,475	23,614			164,089
	-	-	140,475	23,614	-	-	164,089
Cost, end of year	32,208,472	166,318,858	3,445,970	3,665,109	189,056	1,305,731	207,133,196
Work in Progress, end of year		67,944,538	2,764,225			205,435	70,914,198
Cost and Work in Progress, end of year	32,208,472	234,263,396	6,210,195	3,665,109	189,056	1,511,166	278,047,394
Accumulated Amortization, beginning of year		63,264,035	1,672,137	1,049,548	73,811	235,660	66,295,191
Changes for the Year							
Increase: Amortization for the Year		3,806,513	354,397	281,636	37,811	206,025	4,686,382
Decrease:							
Deemed Disposals			140,475	23,614			164,089
			-	140,475	-	-	164,089
Accumulated Amortization, end of year		67,070,548	1,886,059	1,307,570	111,622	441,685	70,817,484
Tangible Capital Assets - Net	32,208,472	167,192,848	4,324,136	2,357,539	77,434	1,069,481	207,229,910

School District No. 62 (Sooke)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2015

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	32,187,193	43,955			32,231,148
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	29,211,096	2,720,270		205,435	32,136,801
Deferred Capital Revenue - Other	8,297,921				8,297,921
	<u>37,509,017</u>	<u>2,720,270</u>	-	<u>205,435</u>	<u>40,434,722</u>
Decrease:					
Transferred to Tangible Capital Assets	1,751,672				1,751,672
	<u>1,751,672</u>	-	-	-	<u>1,751,672</u>
Net Changes for the Year	<u>35,757,345</u>	<u>2,720,270</u>	-	<u>205,435</u>	<u>38,683,050</u>
Work in Progress, end of year	<u>67,944,538</u>	<u>2,764,225</u>	-	<u>205,435</u>	<u>70,914,198</u>

School District No. 62 (Sooke)

Deferred Capital Revenue
Year Ended June 30, 2015

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	90,063,059	536,939	951,723	91,551,721
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,159,112			1,159,112
Transferred from Work in Progress	1,420,064	300,000	31,608	1,751,672
	<u>2,579,176</u>	<u>300,000</u>	<u>31,608</u>	<u>2,910,784</u>
Decrease:				
Amortization of Deferred Capital Revenue	3,657,747	14,861	109,447	3,782,055
Amortization of Deferred Capital Revenue - for long term lease	61,477			61,477
	<u>3,719,224</u>	<u>14,861</u>	<u>109,447</u>	<u>3,843,532</u>
Net Changes for the Year	<u>(1,140,048)</u>	<u>285,139</u>	<u>(77,839)</u>	<u>(932,748)</u>
Deferred Capital Revenue, end of year	<u>88,923,011</u>	<u>822,078</u>	<u>873,884</u>	<u>90,618,973</u>
Work in Progress, beginning of year	32,067,098	164,050	-	32,231,148
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	32,136,801	8,266,313	31,608	40,434,722
	<u>32,136,801</u>	<u>8,266,313</u>	<u>31,608</u>	<u>40,434,722</u>
Decrease				
Transferred to Deferred Capital Revenue	1,420,064	300,000	31,608	1,751,672
	<u>1,420,064</u>	<u>300,000</u>	<u>31,608</u>	<u>1,751,672</u>
Net Changes for the Year	<u>30,716,737</u>	<u>7,966,313</u>	<u>-</u>	<u>38,683,050</u>
Work in Progress, end of year	<u>62,783,835</u>	<u>8,130,363</u>	<u>-</u>	<u>70,914,198</u>
Total Deferred Capital Revenue, end of year	<u>151,706,846</u>	<u>8,952,441</u>	<u>873,884</u>	<u>161,533,171</u>

School District No. 62 (Sooke)

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

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	1,008,458	22,040,780	-	3,333,092	-	26,382,330
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	28,222,192					28,222,192
Other				352,320	42,524	394,844
Investment Income		416,288		28,629		444,917
Receivable from Ministry of Education - COA draws	8,028,951					8,028,951
Land capital applied to prior year site purchase	3,092,864			(3,092,864)		-
Transferred to Ministry of Ed Restricted Capital	(908,208)	908,208				-
	<u>38,435,799</u>	<u>1,324,496</u>	<u>-</u>	<u>(2,711,915)</u>	<u>42,524</u>	<u>37,090,904</u>
Decrease:						
Transferred to DCR - Capital Additions	1,159,112					1,159,112
Transferred to DCR - Work in Progress	32,136,801	8,266,313			31,608	40,434,722
Transferred to Revenue - Site Purchases	4,843,219					4,843,219
Transferred to Revenue - expensed costs	1,255,470					1,255,470
	<u>39,394,602</u>	<u>8,266,313</u>	<u>-</u>	<u>-</u>	<u>31,608</u>	<u>47,692,523</u>
Net Changes for the Year	<u>(958,803)</u>	<u>(6,941,817)</u>	<u>-</u>	<u>(2,711,915)</u>	<u>10,916</u>	<u>(10,601,619)</u>
Balance, end of year	<u>49,655</u>	<u>15,098,963</u>	<u>-</u>	<u>621,177</u>	<u>10,916</u>	<u>15,780,711</u>