

SCHOOL DISTRICT AUDITED CONSOLIDATED FINANCIAL STATEMENTS FISCAL YEAR 2011/2012

SCHOOL DISTRICT NUMBER 40	NAME OF SCHOOL DISTRICT New Westminster	YEAR 2011/2012
OFFICE LOCATION 1001 Columbia Street		TELEPHONE NUMBER 604-517-6240
CITY/PROVINCE New Westminster, BC		POSTAL CODE V3M 1C4
WEBSITE ADDRESS www.sd40.bc.ca		
NAME OF SUPERINTENDENT Dr. John Woudzia		NAME OF SECRETARY-TREASURER Brian Sommerfeldt

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements and supporting schedules of The Board of Education of School District No. 40 (New Westminster) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The consolidated financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

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

The Board's Responsibility

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

External Auditors

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

Declaration of Management and Board Chairperson

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Consolidated Financial Statements of School District No. 40 (New Westminster) for the year ended June 30, 2012.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION	DATE SIGNED 09/25/2012
SIGNATURE OF SUPERINTENDENT	DATE SIGNED 09/25/2012
SIGNATURE OF SECRETARY-TREASURER	DATE SIGNED 09/25/2012

**SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
2011/2012 AUDITED CONSOLIDATED FINANCIAL STATEMENTS**

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INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 40 (New Westminster) and
To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 40 (New Westminster), which comprise the consolidated statements of financial position as at June 30, 2012, the consolidated statements of revenue and expenses, 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 consolidated financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of consolidated 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 consolidated financial statements based on our audits. We conducted our audits 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 consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated 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 consolidated 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 consolidated financial statements.

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



Opinion

In our opinion, the consolidated financial statements present fairly, in all material respects, the consolidated financial position of School District No. 40 (New Westminster) as at June 30, 2012 and its consolidated results of operations and its consolidated cash flows for the then ended in accordance with Canadian public sector accounting standards.

Other Matters

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

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

Chartered Accountants

September 26, 2012

Burnaby, Canada

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2012

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2012	TOTAL 2011
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 4,696,104	\$ 1,080,887		\$ 5,776,991	\$ 7,792,571
Short Term Investments	50	75,000		75,050	167,812
Accounts Receivable					
Due from Province - Ministry of Education (Note 3)	46,338			46,338	46,338
Due from Province - Other (Note 3)	7,288			7,288	33,250
Other Receivables (Note 3)	706,149	47,566		753,715	377,779
Interfund Loans			1,740,564		
Prepaid Expenses	739,263	12,440		751,703	647,997
	6,195,192	1,215,893	1,740,564	7,411,085	9,065,747
Investments		75,015		75,015	
Capital Assets - Net (Note 4)			50,732,066	50,732,066	50,213,188
TOTAL ASSETS	\$ 6,195,192	\$ 1,290,908	\$ 52,472,630	\$ 58,218,166	\$ 59,278,935
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	771,203	23,955		795,158	1,032,056
Interfund Loans	1,504,397	236,167			
Other Current Liabilities	2,650,217	76,021		2,726,238	2,557,804
	4,925,817	336,143	-	3,521,396	3,589,860
Deferred Revenue	2,100,159	50,000		2,150,159	1,773,573
Deferred Contributions					
Ministry of Education (Note 6)		22,886	754,232	777,118	1,327,569
Other (Note 6)		33,312	978,700	1,012,012	222,760
Accrued Employee Future Benefits (Note 7)	2,523,791			2,523,791	2,298,016
Deferred Capital Contributions (Note 6)			34,377,565	34,377,565	33,784,284
TOTAL LIABILITIES	9,549,767	442,341	36,110,497	44,362,041	42,996,062
Fund Balances					
Invested in Capital Assets (Note 10 & 11)			16,354,501	16,354,501	16,428,904
Internally Restricted (Note 11)		848,567	7,632	856,199	944,729
Unrestricted (Note 11)	(2,790,052)			(2,790,052)	(521,237)
Unfunded Accrued Employee Future Benefits (Note 9)	(564,523)			(564,523)	(569,523)
TOTAL FUND BALANCES	(3,354,575)	848,567	16,362,133	13,856,125	16,282,873
TOTAL LIABILITIES AND FUND BALANCES	\$ 6,195,192	\$ 1,290,908	\$ 52,472,630	\$ 58,218,166	\$ 59,278,935

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CONSOLIDATED STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2012

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2012	TOTAL 2011
REVENUE					
Provincial Grants - Ministry of Education	\$ 55,498,121	\$ 1,842,204		\$ 57,340,325	\$ 57,021,317
Provincial Grants - Other	175,616			175,616	189,484
Federal Grants	15,615	2,306		17,921	15,109
Other Revenue	3,554,421	3,726,004		7,280,425	6,958,295
Rentals and Leases	47,428			47,428	26,712
Investment Income	18,825	15,619		34,444	46,738
Amortization of Deferred Capital Contributions			1,082,956	1,082,956	1,077,198
	<u>59,310,026</u>	<u>5,586,133</u>	<u>1,082,956</u>	<u>65,979,115</u>	<u>65,334,853</u>
EXPENSE					
Salaries					
Teachers	28,498,511	335,065		28,833,576	27,873,876
Principals and Vice Principals	2,055,181			2,055,181	2,028,748
Educational Assistants	4,359,432	542,715		4,902,147	4,521,458
Support Staff	5,794,846	79,933		5,874,779	5,155,037
Other Professionals	1,991,304	304,621		2,295,925	2,143,352
Substitutes	1,656,267	16,354		1,672,621	1,584,183
	<u>44,355,541</u>	<u>1,278,688</u>	-	<u>45,634,229</u>	<u>43,306,654</u>
Employee Benefits (Note 8)	10,381,073	285,137		10,666,210	9,785,456
Services and Supplies	7,123,411	3,670,856		10,794,267	10,938,397
Amortization of Capital Assets			1,311,157	1,311,157	1,275,334
	<u>61,860,025</u>	<u>5,234,681</u>	<u>1,311,157</u>	<u>68,405,863</u>	<u>65,305,841</u>
NET REVENUE (EXPENSE)	\$ (2,549,999)	\$ 351,452	\$ (228,201)	\$ (2,426,748)	\$ 29,012

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2012

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2012	TOTAL 2011
FUND BALANCES, BEGINNING OF YEAR	\$ (1,090,760)	\$ 937,097	\$ 16,436,536	\$ 16,282,873	\$ 16,253,861
Changes for the Year					
Net Revenue (Expense) for the Year	(2,549,999)	351,452	(228,201)	(2,426,748)	29,012
Interfund Transfers					
Capital Assets Purchased (Note 12.)	(141,767)	(12,031)	153,798	-	
Other (Note 12.)	427,951	(427,951)		-	
Net Changes for the Year	<u>(2,263,815)</u>	<u>(88,530)</u>	<u>(74,403)</u>	<u>(2,426,748)</u>	<u>29,012</u>
FUND BALANCES, END OF YEAR	<u>\$ (3,354,575)</u>	<u>\$ 848,567</u>	<u>\$ 16,362,133</u>	<u>\$ 13,856,125</u>	<u>\$ 16,282,873</u>

**SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2012**

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2012	TOTAL 2011
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ (2,549,999)	\$ 351,452	\$ (228,201)	\$ (2,426,748)	\$ 29,012
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Short Term Investments		92,762		92,762	(37,058)
Accounts Receivable	(378,118)	28,144		(349,974)	(51,471)
Interfund Loans	526,988	(287,823)	(239,165)	-	-
Prepaid Expenses	(91,266)	(12,440)		(103,706)	(595,436)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(148,608)	(88,290)		(236,898)	116,255
Other Current Liabilities	154,887	13,547		168,434	(103,812)
Deferred Revenue	326,586	50,000		376,586	501,966
Deferred Contributions		(364)		(364)	(766,066)
Accrued Employee Future Benefits	225,775			225,775	155,582
Items Not Involving Cash					
Amortization of Capital Assets			1,311,157	1,311,157	1,275,334
Amortization of Deferred Capital Contributions			(1,082,956)	(1,082,956)	(1,077,198)
Interfund Transfers	286,184	(439,982)	153,798	-	-
	<u>(1,647,571)</u>	<u>(292,994)</u>	<u>(85,367)</u>	<u>(2,025,932)</u>	<u>(552,892)</u>
FINANCING					
Deferred Contributions Received - Capital			1,915,402	1,915,402	3,206,249
	-	-	1,915,402	1,915,402	3,206,249
INVESTING					
Capital Assets Purchased - Operating			(141,767)	(141,767)	(327,349)
Capital Assets Purchased - Special Purpose			(12,031)	(12,031)	(17,533)
Capital Assets Purchased - Deferred Contributions - Capital			(1,676,237)	(1,676,237)	(3,947,563)
Decrease (Increase) in Investments		(75,015)		(75,015)	
	-	<u>(75,015)</u>	<u>(1,830,035)</u>	<u>(1,905,050)</u>	<u>(4,292,445)</u>
NET INCREASE (DECREASE) IN CASH	\$ (1,647,571)	\$ (368,009)	\$ -	\$ (2,015,580)	\$ (1,639,088)

**SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CONSOLIDATED STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2012**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2012	TOTAL 2011
NET INCREASE (DECREASE) IN CASH	\$ (1,647,571)	\$ (368,009)	\$ -	\$ (2,015,580)	\$ (1,639,088)
Net Cash, Beginning of Year	6,343,675	1,448,896	-	7,792,571	9,431,659
NET CASH, END OF YEAR	\$ 4,696,104	\$ 1,080,887	\$ -	\$ 5,776,991	\$ 7,792,571
Cash	\$ 4,696,104	\$ 1,080,887	\$ -	\$ 5,776,991	\$ 7,792,571
NET CASH, END OF YEAR	\$ 4,696,104	\$ 1,080,887	\$ -	\$ 5,776,991	\$ 7,792,571

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

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. 40 (New Westminster)". A board of education (the "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.

2. Summary of significant accounting policies and reporting practices

General

These financial statements were prepared in accordance with Canadian generally accepted accounting principles. These principles are consistent with those used in the prior year.

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 asset, liability and fund balances as at June 30th. Interfund transfers and loans are recognized in each fund and eliminated in the combined totals.

a) Fund accounting

Fund accounting procedures recognize external restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. 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 fund reports assets, liabilities, revenue and expense 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).
 - Controlled and/or related entities.
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

b) Fund balances

Fund balances are classified as invested in capital assets, internally restricted (by the Board) and unrestricted – operating (available for use at the discretion of the Board).

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

2. Summary of significant accounting policies and reporting practices (Continued)

c) Financial instruments

Financial instruments consist of cash, cash equivalents, short-term investments, accounts receivable, and accounts payable and accrued liabilities. The School District classifies its cash and cash equivalents and short-term investments as held-for-trading measured at fair value; accounts receivable and receivables measured at amortized cost and its accounts payable and accrued liabilities as other financial liabilities measured at amortized cost. The School District does not currently have any derivative instruments requiring recording on the statement of financial position. The fair values of the School District's financial instruments not measured at fair value approximate their carrying value due to their relative short-term nature unless otherwise noted. It is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments.

During the School Districts 2008/2009 fiscal year, the Canadian Institute of Chartered Accountants (CICA) announced that not-for-profit organizations could elect to continue to apply CICA Handbook Section 3861, *Financial Instruments – Disclosure and Presentation*, in place of CICA Handbook Section 3862, *Financial Instruments – Disclosure* and Section 3863, *Financial Instruments – Presentation*. Sections 3862 and 3863 place an increased emphasis on disclosures about the nature and extent of risks arising from financial instruments and how an entity manages those risks. The School District has elected to continue to apply the financial instrument disclosure and presentation standards in accordance with Section 3861.

d) Cash and cash equivalents

Cash and cash equivalents include cash and GIC's with original terms to maturity of three months or less when purchased.

e) Short term investments

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

f) Accounts receivable

Accounts receivable are shown net of allowance for doubtful accounts (see Note 3).

g) Prepaid expenses

Prepaid expenses consist mainly of annual school supplies received and paid for near the end of the current fiscal year and which are used during the following fiscal year.

h) Capital assets

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair value on the date of donation.
- Work-in-progress is recorded as an addition to the applicable asset class at substantial completion.
- 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.

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

2. Summary of significant accounting policies and reporting practices (Continued)

- Amortization is recorded on a straight line basis over the estimated useful life of the asset. Estimated useful life is as follows:

Buildings	40 years
Furniture and equipment	10 years
Vehicles	10 years
Computer software	5 years
Computer hardware	5 years

i) Revenue recognition

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose fund and capital fund.

Unrestricted operating government grants are recognized as revenue when received or receivable. Grants received with restrictions for use in 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. Investment income is recognized as revenue when earned.

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 the related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
 - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
 - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset.
 - Donated capital assets are recorded at fair value and treated as a deferred capital contribution.

j) Expenditures

Categories of salaries

- Principals, vice-principals, and directors of instruction employed under an administrative officer contract are categorized as principals and vice-principals.
- Superintendents, assistant superintendents, secretary-treasurers, trustees and other employees excluded from union contracts are categorized as other professionals.

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

2. Summary of significant accounting policies and reporting practices (Continued)

Allocation of costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to regular programs.
- 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.

k) Use of estimates

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

l) Controlled and related entities

School District No.40 Business Company ("SD40BC") and Open School of British Columbia Ltd. ("OSBC") are wholly owned by the School District. The accounts of SD40BC and OSBC are consolidated with those of the School District and are reported in the Special Purpose Fund. Inter-company balances and transactions, and any unrealized income and expenses arising from inter-company transactions, are eliminated in preparing the consolidated financial statements.

m) Employee future benefits

The School District provides certain post-employment benefits including retirement allowance, early retirement plan, vacation pay, and death benefits 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 benefits method pro rated on service and using management's best estimate of expected salary escalation, termination and retirement rates, and mortality. The discount rate used to measure obligations is based on 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 11.7 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 for all periods subsequent to July 1, 2004.

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

n) Future Change in Accounting Framework

Under the revised Public Sector Accounting Board (PSAB) framework, beginning with the 2012/13 fiscal year, school districts will be required to follow Public Sector Accounting (PSA) standards with or without the not-for-profit organization standards (i.e., PS 4200 series). In September 2010, the Province of British Columbia Treasury Board directed through Government Organization Accounting Standards Regulation 257/2010 requiring all school districts to adopt PSA standards without the PS 4200 series from their first fiscal year commencing after January 1, 2012.

The first fiscal year of full implementation without the PS 4200 series will be the year ended June 30, 2013. The adoption of PSA standards is to be accounted for by retroactive application with restatement of prior periods unless an exemption is permitted. Comparative figures at June 30, 2012 and July 1, 2011 will be restated. The financial statements will also include the presentation of budget figures prepared in accordance with PSA standards for the year ended June 30, 2013.

While the School District, in consultation with the Office of the Comptroller General and the Ministry of Education, has begun assessing the impact of the change in accounting framework on its financial statements, the financial impact cannot be reasonably estimated at this time. Implementing PSA standards will also have an impact on accounting, financial reporting and supporting information technology systems and processes.

3. Accounts receivable

	<u>2012</u>	<u>2011</u>
a) Due from Province – Ministry of Education		
OLEP (French language)	\$ <u>46,338</u>	\$ <u>46,338</u>
b) Due from Province - Other		
Attorney General (settlement workers)	\$ <u>7,288</u>	\$ <u>33,250</u>
c) Accounts receivable - other		
Due from other school districts	\$ 15,865	\$ 15,123
New Westminster Teachers Union	69,904	68,396
City of New Westminster (school site acquisition)	369,428	--
Miscellaneous	<u>298,528</u>	<u>294,260</u>
	\$ <u>753,715</u>	\$ <u>377,779</u>

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

4. Capital assets

	2012			2011
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 13,908,712	\$ -	\$ 13,908,712	\$ 13,908,712
Buildings	59,188,743	(26,964,804)	32,223,939	28,960,941
Buildings – work in progress	3,935,956	--	3,935,956	6,688,434
Furniture & equipment	167,848	(15,989)	167,848	148,137
Vehicles	237,234	(70,846)	166,388	155,802
Computer software	166,903	(111,196)	57,014	143,048
Computer hardware	218,925	(83,285)	218,926	208,114
	<u>\$ 77,923,596</u>	<u>\$ (27,191,530)</u>	<u>\$ 50,732,066</u>	<u>\$ 50,213,188</u>

5. Asset retirement obligation

Legal liabilities may exist for the removal or disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. As at June 30, 2012, the liability is not reasonably determinable and therefore has not been accrued.

6. Deferred Contributions

Deferred Contributions – Ministry of Education

	2012	2011
Balance, beginning of year	\$ 1,327,569	\$ 2,824,759
Increases:		
Provincial grants – Ministry of Education	2,967,931	5,461,981
Provincial grants – other	--	--
Investment income	59	9,617
Other revenue	88,971	2,184,412
	<u>3,056,961</u>	<u>7,656,010</u>
Decreases:		
Transfer to revenue	1,931,175	5,203,305
Recovered – Provincial Resource Program	--	2,332
Transfer to deferred capital contributions	1,676,237	3,947,563
	<u>3,607,412</u>	<u>9,153,200</u>
Net change for the year	<u>(550,451)</u>	<u>(1,497,976)</u>
Balance, end of year	<u>\$ 777,118</u>	<u>\$ 1,327,569</u>

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

6. Deferred Contributions (Continued)

Deferred Contributions - Other

	<u>2012</u>	<u>2011</u>
Balance, beginning of year	\$ 222,760	\$ 232,950
Increases:		
Other revenue	882,599	1,773,621
Investment income	30	7,414
	<u>882,629</u>	<u>1,782,035</u>
Decreases:		
Transfer to revenue	<u>93,377</u>	<u>1,792,225</u>
Net change for the year	<u>789,252</u>	<u>(10,190)</u>
Balance, end of year	\$ <u>1,012,012</u>	\$ <u>222,760</u>

Deferred Capital Contributions

	<u>2012</u>	<u>2011</u>
Balance, beginning of year	\$ 33,784,284	\$ 30,913,919
Increases:		
Transferred from deferred contributions – Ministry of Education	<u>1,676,237</u>	<u>3,947,563</u>
Decreases:		
Amortization	<u>1,082,956</u>	<u>1,077,198</u>
Net change for the year	<u>593,782</u>	<u>2,870,365</u>
Balance, end of year	\$ <u>34,377,565</u>	\$ <u>33,784,284</u>

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

7. Employee future benefits

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

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

	2012	2011
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 1,973,788	\$ 1,973,788
Service Cost	147,904	147,904
Interest Cost	102,452	102,452
Benefit Payments	(139,938)	(139,938)
Actuarial (Gain)/Loss	39,173	39,173
Accrued Benefit Obligation – March 31	<u>\$ 2,123,379</u>	<u>\$ 2,123,379</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ (2,123,379)	\$ (2,123,379)
Employer Contributions After Measurement Date	29,577	29,577
Unamortized Net Actuarial (Gain)/Loss	<u>(204,214)</u>	<u>(204,214)</u>
Accrued Benefit Liability - June 30	<u>\$ (2,298,016)</u>	<u>\$ (2,298,016)</u>
Components of Net Benefit Expense		
Service Cost	\$ 147,904	\$ 147,904
Interest Cost	102,452	102,452
Amortization of Net Actuarial (Gain)/Loss	<u>(4,300)</u>	<u>(4,300)</u>
Net Benefit Expense	<u>\$ 246,056</u>	<u>\$ 246,056</u>
Assumptions		
Discount Rate - April 1	5.00%	5.00%
Discount Rate - March 31	4.75%	4.75%
Long Terms Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	11.7 years	11.7 years

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

8. Employee pension plans

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 46,000 active members from school districts and approximately 30,000 retired members from school districts. The Municipal Pension Plan has about 173,000 active members, of which approximately 23,000 are from school districts.

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 late 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 \$5,501,803 (2011: \$5,164,460) for employer contributions to these plans in the year ended June 30, 2012.

9. Unfunded accrued employee future benefits and vacation pay

The Ministry of Education provided funding to be used to reduce this unfunded liability for accrued employee future benefits and vacation pay. Once this unfunded liability is eliminated, Ministry funding can be used at the discretion of the Board.

It is planned that the unfunded liability will be eliminated in ten years.

Unfunded liability, as at July 1, 2011	\$	569,523
Reductions during the year		<u>(5,000)</u>
Unfunded liability, as at June 30, 2012	\$	<u>564,523</u>

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

10. Invested in capital assets

	<u>2012</u>	<u>2011</u>
Net change in invested in capital assets:		
Invested in capital assets, beginning of year	\$ 16,428,904	\$ 16,282,158
Capital assets purchased – interfund transfers	153,798	344,882
Amortization of capital assets	(1,311,157)	(1,275,334)
Amortization of deferred capital contributions	<u>1,082,956</u>	<u>1,077,198</u>
Invested in capital assets, end of year	\$ <u>16,354,501</u>	\$ <u>16,428,904</u>
	<u>2012</u>	<u>2011</u>
Invested in capital assets:		
Net book value of capital assets	\$ 50,732,066	\$ 50,213,188
Amounts funded by deferred capital contributions	<u>(34,377,565)</u>	<u>(33,784,284)</u>
	\$ <u>16,354,501</u>	\$ <u>16,428,904</u>

11. Fund balances, end of year

a. Operating fund

	<u>2012</u>	<u>2011</u>
Unrestricted operating (deficit)	\$ (2,790,052)	\$ (521,237)
Unfunded accrued employee future benefits	<u>(564,523)</u>	<u>(569,523)</u>
Total operating fund balance, end of year	\$ <u>(3,354,575)</u>	\$ <u>(1,090,760)</u>

b. Special Purpose fund

	<u>2012</u>	<u>2011</u>
Internally restricted surplus	\$ <u>848,567</u>	\$ <u>937,097</u>

c. Capital fund

	<u>2012</u>	<u>2011</u>
Internally restricted local capital	\$ 7,632	\$ 7,632
Invested in capital assets	<u>16,354,501</u>	<u>16,428,904</u>
Total capital fund balance, end of year	\$ <u>16,362,133</u>	\$ <u>16,436,536</u>

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

12. 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, 2012, transfers were as follows:

- \$12,031 from Special Purpose to Capital funds for purchase of capital assets
 - \$141,767 from Operating fund to the Capital fund for purchase of capital assets
 - \$427,951 from Special Purpose to Operating fund for 2011/12 net income from related entities
-

13. 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.

14. Commitments

The School District rents premises and equipment under long-term operating leases. The scheduled payments including taxes in the next four years are approximately as follows:

2012/13	\$949,801
2013/14	\$257,104
2014/15	\$119,816
2015/16	\$ 69,777

15. Contingencies

The School District has been served a writ of summons in a class action lawsuit involving 25 other school districts throughout the Province seeking recovery of tuition fees paid for summer school courses in prior fiscal periods. Neither the outcome of this action nor any potential financial consequences are known at this time. Therefore no provisions have been made in the financial statements.

16. 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 28, 2012.

School District No. 40 (New Westminster)

Notes to the Consolidated Financial Statements

June 30, 2012

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"

18. Capital management

The capital structure of the School District consists of net assets invested in capital assets, restricted funds, endowment funds and unrestricted net assets. The primary objective of the School District's capital management is to provide education programs to students enrolled in schools in the district.

Net assets invested in capital assets represent the amount of net assets that are not available for other purposes because they have been invested.

The purposes of the restricted funds and endowment funds are disclosed in Note 2.

Unrestricted net assets are funds available for future operations and are preserved so the School District can have financial flexibility should opportunities arise in the future.

For the year ended June 30, 2012, the School District has complied with all externally imposed capital restrictions.

19. Comparative figures

Certain of the prior year's figures have been reclassified to be consistent with the current year's presentation.

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2012

Schedule A1

	2012 ACTUAL	2012 AMENDED ANNUAL BUDGET	2011 ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 55,498,121	\$ 55,805,170	\$ 53,922,178
Provincial Grants - Other	175,616	182,667	189,484
Federal Grants	15,615	11,712	1,800
Other Revenue	3,554,421	3,807,564	3,091,514
Rentals and Leases	47,428	44,632	26,712
Investment Income	18,825	20,000	30,419
	<u>59,310,026</u>	<u>59,871,745</u>	<u>57,262,107</u>
EXPENSE			
Salaries			
Teachers	28,498,511	28,053,931	27,405,816
Principals and Vice Principals	2,055,181	2,045,599	2,028,748
Educational Assistants	4,359,432	4,834,227	3,897,164
Support Staff	5,794,846	5,314,072	5,081,324
Other Professionals	1,991,304	1,993,408	1,903,660
Substitutes	1,656,267	1,643,446	1,566,211
	<u>44,355,541</u>	<u>43,884,683</u>	<u>41,882,923</u>
Employee Benefits	10,381,073	9,796,248	9,487,211
Services and Supplies	7,123,411	5,518,346	6,414,569
	<u>61,860,025</u>	<u>59,199,277</u>	<u>57,784,703</u>
NET REVENUE (EXPENSE), FOR THE YEAR	(2,549,999)	672,468	(522,596)
INTERFUND TRANSFERS			
Capital Assets Purchased	(141,767)	(146,231)	(327,349)
Other	427,951	-	538,308
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
Reduced Unfunded Employee Future Benefits	(5,000)	(5,000)	(5,000)
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		(521,237)	
SURPLUS (DEFICIT), FOR THE YEAR	<u>(2,268,815)</u>	<u>\$ -</u>	<u>(316,637)</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	(521,237)		(204,600)
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ (2,790,052)</u>		<u>\$ (521,237)</u>
SURPLUS (DEFICIT), END OF YEAR			
Unrestricted	<u>(2,790,052)</u>		
	<u>\$ (2,790,052)</u>		

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2012

Schedule A2

	2012 ACTUAL	2012 AMENDED ANNUAL BUDGET	2011 ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 54,373,366	\$ 54,816,444	\$ 52,859,542
AANDC/LEA Recovery	(12,482)		
Other Ministry of Education Grants			
Pay Equity	521,853	521,853	521,853
OLEP (French)	154,459	154,459	154,459
Strong Start	96,000	67,200	90,000
Ready Set Learn	22,050	15,435	19,600
Carbon Tax Recovery	41,530	25,000	30,791
FSA Exam Marking	8,696	8,696	8,696
Education Guarantee	291,826	196,083	234,237
Reporting Analysis	-	-	3,000
Smart Tools Recovery	823	-	-
	<u>55,498,121</u>	<u>55,805,170</u>	<u>53,922,178</u>
PROVINCIAL GRANTS - OTHER	<u>175,616</u>	<u>182,667</u>	<u>189,484</u>
FEDERAL GRANTS	<u>15,615</u>	<u>11,712</u>	<u>1,800</u>
OTHER REVENUE			
Summer School Fees	46,511	46,376	40,416
Continuing Education	281,031	312,000	283,227
Offshore Tuition Fees	2,697,118	2,632,571	2,271,783
Miscellaneous			
Instruction Cafeteria Revenue	130,603	135,000	134,197
Apprenticeships	79,750	44,000	51,250
MVUAS Aboriginal Preschoolers	-	48,619	-
Immigrant Youth Care	72,875	-	57,000
Miscellaneous	246,533	588,998	253,641
	<u>3,554,421</u>	<u>3,807,564</u>	<u>3,091,514</u>
RENTALS AND LEASES	<u>47,428</u>	<u>44,632</u>	<u>26,712</u>
INVESTMENT INCOME	<u>18,825</u>	<u>20,000</u>	<u>30,419</u>
TOTAL OPERATING REVENUE	<u>\$ 59,310,026</u>	<u>\$ 59,871,745</u>	<u>\$ 57,262,107</u>

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2012

Schedule A3

	2012		
	2012 ACTUAL	AMENDED ANNUAL BUDGET	2011 ACTUAL
SALARIES			
Teachers	\$ 28,498,511	\$ 28,053,931	\$ 27,405,816
Principals and Vice Principals	2,055,181	2,045,599	2,028,748
Educational Assistants	4,359,432	4,834,227	3,897,164
Support Staff	5,794,846	5,314,072	5,081,324
Other Professionals	1,991,304	1,993,408	1,903,660
Substitutes	1,656,267	1,643,446	1,566,211
	<u>44,355,541</u>	<u>43,884,683</u>	<u>41,882,923</u>
EMPLOYEE BENEFITS	<u>10,381,073</u>	<u>9,796,248</u>	<u>9,487,211</u>
TOTAL SALARIES AND BENEFITS	<u>54,736,614</u>	<u>53,680,931</u>	<u>51,370,134</u>
SERVICES AND SUPPLIES			
Services	1,937,100	1,340,637	1,400,248
Student Transportation	246,258	184,225	224,452
Professional Development and Travel	393,546	397,722	366,378
Rentals and Leases	960,813	975,088	928,088
Dues and Fees	117,648	83,306	142,859
Insurance	96,705	93,873	123,715
Interest	-	-	(636)
Supplies	2,367,506	1,413,640	2,319,479
Utilities	1,003,835	1,029,855	909,986
TOTAL SERVICES AND SUPPLIES	<u>7,123,411</u>	<u>5,518,346</u>	<u>6,414,569</u>
TOTAL OPERATING EXPENSE	<u>\$ 61,860,025</u>	<u>\$ 59,199,277</u>	<u>\$ 57,784,703</u>

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 OPERATING FUND
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT
 YEAR ENDED JUNE 30, 2012

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	\$ 22,169,607	\$ -	\$ 66,911	\$ 224,593	\$ 172,322	\$ 1,094,694	\$ 23,728,127
1.03 Career Programs	1,022,723	-	-	-	-	16,239	1,038,962
1.07 Library Services	635,969	-	-	146,911	-	31,700	814,580
1.08 Counseling	733,138	-	-	-	71,683	-	804,821
1.10 Special Education	2,723,265	1,001	4,282,036	105,948	79,600	328,601	7,520,451
1.30 English as a Second Language	869,178	-	-	-	-	19,878	889,056
1.31 Aboriginal Education	86,625	-	7,067	320,009	-	10,424	424,125
1.41 School Administration	-	2,054,180	-	1,493,826	118,872	59,076	3,725,954
1.60 Summer School	163,676	-	-	-	-	-	163,676
1.61 Continuing Education	45,140	-	-	78,192	-	5,389	128,721
1.62 Off Shore Students	46,971	-	-	67,332	296,166	6,537	417,006
1.64 Other	-	-	-	216,175	58,600	1,486	276,261
Total Function 1	28,496,292	2,055,181	4,356,014	2,652,986	797,243	1,574,024	39,931,740
4 DISTRICT ADMINISTRATION							
4.40 School District Governance	-	-	-	-	155,092	-	155,092
4.41 Business Administration	2,219	-	3,418	553,816	777,894	32,037	1,369,384
Total Function 4	2,219	-	3,418	553,816	932,986	32,037	1,524,476
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	-	-	-	93,168	261,075	679	354,922
5.50 Maintenance Operations	-	-	-	2,048,207	-	30,603	2,078,810
5.52 Maintenance of Grounds	-	-	-	142,881	-	-	142,881
Total Function 5	-	-	-	2,284,256	261,075	31,282	2,576,613
7 TRANSPORTATION AND HOUSING							
7.70 Student Transportation	-	-	-	303,788	-	18,924	322,712
Total Function 7	-	-	-	303,788	-	18,924	322,712
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 28,498,511	\$ 2,055,181	\$ 4,359,432	\$ 5,794,846	\$ 1,991,304	\$ 1,656,267	\$ 44,355,541

**SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2012**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2012 ACTUAL	2012 AMENDED ANNUAL BUDGET	2011 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 23,728,127	\$ 5,654,743	\$ 29,382,870	\$ 2,619,258	\$ 32,002,128	\$ 36,224,221	\$ 32,236,712
1.03 Career Programs	1,038,982	230,799	1,269,781	31,857	1,301,618	226,083	227,718
1.07 Library Services	814,580	198,020	1,012,600	27,851	1,040,451	463,266	639,849
1.08 Counselling	804,821	177,586	982,407	8,941	991,348	892,826	1,017,403
1.10 Special Education	7,520,451	1,849,742	9,370,193	88,364	9,458,557	8,256,540	8,465,167
1.30 English as a Second Language	889,056	191,881	1,080,937	1,979	1,082,916	475,988	1,018,218
1.31 Aboriginal Education	424,125	102,894	527,019	15,491	542,510	438,741	461,298
1.41 School Administration	3,725,954	790,417	4,516,371	361	4,516,732	2,923,307	4,048,989
1.60 Summer School	163,676	25,564	189,240	24,214	213,454	222,389	208,914
1.61 Continuing Education	128,721	20,526	149,247	169,285	318,532	302,499	338,338
1.62 Off Shore Students	417,006	84,108	501,114	548,736	1,049,850	956,013	869,306
1.64 Other	276,261	69,931	346,192	58,383	404,575	400,412	446,300
Total Function 1	39,931,740	9,396,211	49,327,951	3,594,720	52,922,671	51,788,285	49,998,212
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	-	3,651	3,651	23,893	27,544	263,673	42,831
4.40 School District Governance	155,092	3,116	158,208	55,014	213,222	199,440	205,095
4.41 Business Administration	1,369,384	280,233	1,649,617	314,233	1,963,850	1,269,787	1,884,673
Total Function 4	1,524,476	287,000	1,811,476	393,140	2,204,616	1,732,900	2,132,599
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	354,922	69,480	424,402	122,151	546,553	377,131	576,891
5.50 Maintenance Operations	2,078,810	551,638	2,630,448	1,879,525	4,509,973	3,629,753	3,776,674
5.52 Maintenance of Grounds	142,881	39,722	182,603	87,457	270,060	311,424	172,236
5.56 Utilities	-	-	-	938,408	938,408	1,173,996	879,481
Total Function 5	2,576,613	660,840	3,237,453	3,027,541	6,264,994	5,492,304	5,405,282
7 TRANSPORTATION AND HOUSING							
7.70 Student Transportation	322,712	37,022	359,734	108,010	467,744	185,788	248,610
Total Function 7	322,712	37,022	359,734	108,010	467,744	185,788	248,610
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 44,355,541	\$ 10,381,073	\$ 54,736,614	\$ 7,123,411	\$ 61,860,025	\$ 56,199,277	\$ 57,784,703

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2012

Schedule A5

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:

_____ -

Decrease:

_____ -

Net Changes for the Year

_____ -

BALANCE, END OF YEAR

\$ _____ -

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2012

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR					
Add: Contributions Received	\$ 19,095	\$ 37,467	\$ -	\$ -	\$ 56,562
Provincial Grants - Ministry of Education	391,559	1,453,650	1,358,180	2,187,782	1,845,209
Other		178,979	8,817	6,802	3,724,941
Investment Income	391,559	1,632,629	1,366,997	2,194,584	15,619
					5,585,769
Less: Allocated to Revenue	387,768	1,636,784	1,366,997	2,194,584	5,586,133
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 22,886	\$ 33,312	\$ -	\$ -	\$ 56,198
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 387,768	\$ 1,454,436			\$ 1,842,204
Federal Grants		2,306			2,306
Other Revenue		180,042	1,358,180	2,187,782	3,726,004
Investment Income			8,817	6,802	15,619
	387,768	1,636,784	1,366,997	2,194,584	5,586,133
EXPENSE					
Salaries					
Teachers		335,065			335,065
Educational Assistants		542,715			542,715
Support Staff		79,434		499	79,933
Other Professionals		171,283		133,338	304,621
Substitutes		16,354			16,354
		1,144,851		133,837	1,278,688
Employee Benefits		258,594		26,553	285,137
Services and Supplies	381,879	227,207	1,455,527	1,606,243	3,670,856
	381,879	1,630,642	1,455,527	1,766,633	5,234,681
	5,889	6,142	(68,530)	427,951	351,452
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS					
INTERFUND TRANSFERS					
Capital Assets Purchased	(5,889)	(6,142)			(12,031)
Other					
	(5,889)	(6,142)		(427,951)	(427,951)
				(427,951)	(439,982)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ (68,530)	\$ -	\$ (68,530)

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 SPECIAL PURPOSE FUNDS
 CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2012

	207 Annual Facility Grant	250 Special Education Equipment	Provincial Resources Program	TOTAL
DEFERRED CONTRIBUTIONS				
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ -	\$ 18,849	\$ 446	\$ 19,095
Add: Contributions Received				
Provincial Grants - Ministry of Education	376,478	15,081	-	391,559
	376,478	15,081	-	391,559
Leas: Allocated to Revenue	376,478	10,844	446	387,768
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ -	\$ 22,886	\$ -	\$ 22,886
REVENUE AND EXPENSE				
REVENUE				
Provincial Grants - Ministry of Education	\$ 376,478	\$ 10,844	\$ 446	\$ 387,768
	376,478	10,844	446	387,768
EXPENSE				
Salaries				
Services and Supplies				
	376,478	4,955	446	381,879
	376,478	4,955	446	381,879
		5,889		5,889
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS				
INTERFUND TRANSFERS				
Capital Assets Purchased		(5,889)		(5,889)
		(5,889)		(5,889)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2012**

Schedule B3

	INNER CITY	SCHOOL MEALS	COMMUNITY SCHOOLS	FASTFORWARD	UDL	CONNECT	ARTIN EDUCATION
DEFERRED CONTRIBUTIONS							
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,782
Add: Contributions Received							
Provincial Grants - Ministry of Education	1,006,818	138,776	160,795	69,356	30,706	47,199	
Other		85,863	1,483			1,625	2,000
	1,006,818	224,639	162,278	69,356	30,706	48,824	2,000
Less: Allocated to Revenue							
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 1,006,818	\$ 224,639	\$ 162,278	\$ 69,356	\$ 30,706	\$ 48,824	\$ 584
REVENUE AND EXPENSE							
REVENUE							
Provincial Grants - Ministry of Education	1,006,818	138,776	160,795	69,356	30,706	47,199	
Federal Grants							
Other Revenue		85,863	1,483			1,625	584
EXPENSE							
Salaries							
Teachers	273,209						
Educational Assistants	542,715						
Support Staff	153						
Other Professionals							
Substitutes	11,137		111,163				
Employee Benefits	827,214	79,281		321	4,896		
Services and Supplies	177,121	23,593	28,123	8,107	5,250	26,628	
	2,483	121,765	22,992	26,054	898	5,862	
	1,006,818	224,639	162,278	69,356	30,706	42,692	584
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS						6,142	
INTERFUND TRANSFERS							
Capital Assets Purchased							
						(6,142)	
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2012

Schedule B3

	FIREFIGHTERS	JANTA	COMMUNITY CONNECTPGM	INAC	TEXTILE RECYCLING	UNITED WAY	TOTAL
DEFERRED CONTRIBUTIONS							
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 492	101	-	33,092	-	-	\$ 37,467
Add: Contributions Received							
Provincial Grants - Ministry of Education	3,000		7,500		2,508	75,000	1,453,650
Other	3,000		7,500		2,508	75,000	178,979
							1,632,629
Less: Allocated to Revenue	-	101	7,500	9,178	1,800	75,000	1,636,784
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 3,492	-	-	23,914	708	-	\$ 33,312
REVENUE AND EXPENSE							
REVENUE							
Provincial Grants - Ministry of Education				786			\$ 1,454,436
Federal Grants				2,306			2,306
Other Revenue		101	7,500	6,096	1,800	75,000	180,042
EXPENSE							
Salaries		101	7,500	9,178	1,800	75,000	1,636,784
Teachers							
Educational Assistants							335,065
Support Staff							542,715
Other Professionals						60,120	79,434
Substitutes							171,283
Employee Benefits						60,120	16,354
Services and Supplies						14,880	1,144,851
		101	7,500	9,178	1,800		258,584
		101	7,500	9,178	1,800	75,000	227,207
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS							1,630,642
INTERFUND TRANSFERS							6,142
Capital Assets Purchased							(6,142)
NET REVENUE (EXPENSE)	\$ -	-	-	-	-	-	\$ (6,142)

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2012

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 13,908,712	\$ 54,760,028	\$ 172,279	\$ 229,240	\$ 259,382	\$ 269,103	\$ 69,598,744
Changes for the Year							
Increase:							
Purchases from:							
Operating Fund			24,908		18,717	64,632	141,767
Special Purpose Funds			12,031				12,031
Transferred from Work in Progress		4,428,715					4,428,715
Decrease:							
Deemed Disposals			36,939	33,510	18,717	64,632	4,582,513
			25,381	25,516	111,196	31,524	193,617
			25,381	25,516	111,196	31,524	193,617
COST, END OF YEAR	13,908,712	59,188,743	183,837	237,234	166,903	302,211	73,987,640
WORK IN PROGRESS, END OF YEAR		3,935,956					3,935,956
COST AND WORK IN PROGRESS, END OF YEAR	\$ 13,908,712	\$ 63,124,699	\$ 183,837	\$ 237,234	\$ 166,903	\$ 302,211	\$ 77,923,596
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR							
Changes for the Year							
Increase: Amortization for the Year			24,142	73,438	116,334	60,989	26,073,990
Decrease:							
Deemed Disposals		1,165,309	17,228	22,924	51,876	53,820	1,311,157
			25,381	25,516	111,196	31,524	193,617
			25,381	25,516	111,196	31,524	193,617
ACCUMULATED AMORTIZATION, END OF YEAR	\$ -	\$ 26,964,396	\$ 15,989	\$ 70,846	\$ 57,014	\$ 83,285	\$ 27,191,530
CAPITAL ASSETS - NET	\$ 13,908,712	\$ 36,160,303	\$ 167,848	\$ 166,388	\$ 109,889	\$ 218,926	\$ 50,732,066

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 CAPITAL FUND
 CAPITAL ASSETS - WORK IN PROGRESS
 YEAR ENDED JUNE 30, 2012

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 6,688,434	\$ -	\$ -	\$ -	\$ 6,688,434
Changes for the Year					
Increase					
Deferred Contributions - Bylaw	1,385,895				1,385,895
Deferred Contributions - Other	290,342				290,342
	1,676,237	-	-	-	1,676,237
Decrease					
Transferred to Capital Assets	4,428,715				4,428,715
	4,428,715	-	-	-	4,428,715
	(2,752,478)	-	-	-	(2,752,478)
Net Changes for the Year					
	\$ 3,935,956	\$ -	\$ -	\$ -	\$ 3,935,956
WORK IN PROGRESS, END OF YEAR					

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2012

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 27,160,012	\$ -	\$ -	\$ 27,160,012
Changes for the Year				
Increase				
Transferred from Work in Progress	4,319,767		44,786	4,364,553
	<u>4,319,767</u>	-	<u>44,786</u>	<u>4,364,553</u>
Decrease				
Amortization of Deferred Capital Contributions	1,082,956			1,082,956
	<u>1,082,956</u>	-	-	<u>1,082,956</u>
Net Changes for the Year	<u>3,236,811</u>	-	<u>44,786</u>	<u>3,281,597</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 30,396,823</u>	<u>\$ -</u>	<u>\$ 44,786</u>	<u>\$ 30,441,609</u>
WORK IN PROGRESS, BEGINNING OF YEAR	\$ 4,855,382	\$ 1,717,705	\$ 51,185	\$ 6,624,272
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress	1,385,895	290,342		1,676,237
	<u>1,385,895</u>	<u>290,342</u>	-	<u>1,676,237</u>
Decrease				
Transferred to Deferred Capital Contributions	4,319,767		44,786	4,364,553
	<u>4,319,767</u>	-	<u>44,786</u>	<u>4,364,553</u>
Net Changes for the Year	<u>(2,933,872)</u>	<u>290,342</u>	<u>(44,786)</u>	<u>(2,688,316)</u>
WORK IN PROGRESS, END OF YEAR	<u>\$ 1,921,510</u>	<u>\$ 2,008,047</u>	<u>\$ 6,399</u>	<u>\$ 3,935,956</u>
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>\$ 32,318,333</u>	<u>\$ 2,008,047</u>	<u>\$ 51,185</u>	<u>\$ 34,377,565</u>

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2012

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
\$	1,017,346	\$ 290,342	\$ -	\$ 186,079	\$ -	1,493,767
	1,122,722			792,591		1,122,722
	59			30		792,591
	1,122,781	-	-	792,621	-	1,915,402
	1,385,895	290,342				1,676,237
	1,385,895	290,342				1,676,237
	(263,114)	(290,342)		792,621		239,165
\$	754,232	\$ -	\$ -	\$ 978,700	\$ -	1,732,932

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:
 Provincial Grants - Ministry of Education
 Other
 Investment Income

Decrease:
 Transferred to DCC - Work in Progress

Net Changes for the Year

BALANCE, END OF YEAR

SCHOOL DISTRICT No. 40 (NEW WESTMINSTER)

Schedule C5

**CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2012**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 16,428,904	\$ 7,632	\$ 16,436,536
Changes for the Year			
Amortization of Deferred Capital Contributions	1,082,956		1,082,956
Interfund Transfers - Capital Assets Purchased	153,798		153,798
Amortization of Capital Assets	(1,311,157)		(1,311,157)
Net Changes for the Year	<u>(74,403)</u>	-	<u>(74,403)</u>
BALANCE, END OF YEAR	<u>\$ 16,354,501</u>	<u>\$ 7,632</u>	<u>\$ 16,362,133</u>