

Audited Financial Statements of

**School District No. 40 (New Westminster)**

And Independent Auditors' Report thereon

June 30, 2020

# School District No. 40 (New Westminster)

June 30, 2020

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# School District No. 40 (New Westminster)

## MANAGEMENT REPORT

Version: 2962-2216-9234

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

The accompanying financial statements of School District No. 40 (New Westminster) 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.



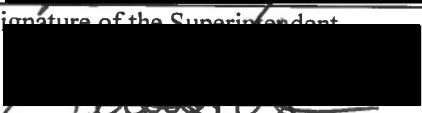
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 40 (New Westminster) (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. 40 (New Westminster) 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. 40 (New Westminster)

	<u>Sept 29, 2020</u>
Signature of the Superintendent of Education	Date Signed
	<u>Sept 29, 2020</u>
Signature of the Superintendent	Date Signed
	<u>Sept 29, 2020</u>
Signature of the Secretary Treasurer	Date Signed



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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

### **Opinion**

We have audited the financial statements of School District No. 40 (New Westminster), (the "Entity"), which comprise:

- the statement of financial position as at June 30, 2020
- the statement of operations for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements of the Entity as at and for the year ended June 30, 2020 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.

### **Basis for Opinion**

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

### **Emphasis of Matter – Financial Reporting Framework**

We draw attention to note 2 to the financial statements which describes the applicable financial reporting framework and the significant differences between the financial reporting framework and Canadian public sector accounting standards.

Our opinion is not modified in respect of this matter.



### ***Other Information***

Management is responsible for the other information. Other information comprises:

- Unaudited Schedules 1-4 attached to the audited financial statements

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the unaudited schedules as at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

### ***Responsibilities of Management and Those Charged with Governance for the Financial Statements***

Management is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget and 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.

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity's financial reporting process.

### ***Auditors' Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.



As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*KPMG LLP*

Chartered Professional Accountants

Vancouver, Canada  
September 29, 2020

# School District No. 40 (New Westminster)

## Statement of Financial Position

As at June 30, 2020

	2020 Actual \$	2019 Actual \$
<b>Financial Assets</b>		
Cash and Cash Equivalents	28,007,468	25,994,954
Accounts Receivable		
Due from Province - Ministry of Education (Note 3)	4,909,628	2,825,308
Other	547,146	709,794
<b>Total Financial Assets</b>	<b>33,464,242</b>	<b>29,530,056</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	15,877,654	12,150,840
Unearned Revenue (Note 5)	1,651,089	2,863,174
Deferred Revenue (Note 6)	1,434,242	2,446,324
Deferred Capital Revenue (Note 7)	163,296,804	118,413,076
Employee Future Benefits (Note 8)	3,392,522	3,398,453
<b>Total Liabilities</b>	<b>185,652,311</b>	<b>139,271,867</b>
<b>Net Debt</b>	<b>(152,188,069)</b>	<b>(109,741,811)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 9)	180,681,821	137,060,366
Prepaid Expenses	173,054	178,346
<b>Total Non-Financial Assets</b>	<b>180,854,875</b>	<b>137,238,712</b>
<b>Accumulated Surplus (Deficit) (Note 16)</b>	<b>28,666,806</b>	<b>27,496,901</b>

Contractual Obligations (Note 13)

Approved by the Board

Signature of the Chairperson of the Board of Education

Sept 29, 2020  
Date Signed

Signature

Sept 29, 2020  
Date Signed

Signature of the Secretary/Treasurer

Sept 29, 2020  
Date Signed

# School District No. 40 (New Westminster)

Statement of Operations  
Year Ended June 30, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	72,568,307	73,332,619	70,183,558
Other	162,000	206,780	153,896
Municipal Grants Spent on Sites			1,749,209
Federal Grants			1,735
Tuition	3,588,290	3,597,541	4,425,875
Other Revenue	2,634,962	2,413,239	2,399,658
Rentals and Leases	255,000	207,144	216,373
Investment Income	500,500	378,916	517,607
Amortization of Deferred Capital Revenue	2,344,524	2,344,524	2,315,150
<b>Total Revenue</b>	<b>82,053,583</b>	<b>82,480,763</b>	<b>81,963,061</b>
<b>Expenses</b>			
Instruction	68,717,172	67,641,445	67,054,043
District Administration	3,583,197	3,354,175	3,473,798
Operations and Maintenance	10,211,236	10,003,553	9,705,936
Transportation and Housing	340,231	311,685	252,253
<b>Total Expense</b>	<b>82,851,836</b>	<b>81,310,858</b>	<b>80,486,030</b>
<b>Surplus (Deficit) for the year</b>	<b>(798,253)</b>	<b>1,169,905</b>	<b>1,477,031</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>27,496,901</b>	26,019,870
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>28,666,806</b>	<b>27,496,901</b>



**School District No. 40 (New Westminster)**

Statement 4

## Statement of Changes in Net Debt

Year Ended June 30, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(798,253)</u>	<u>1,169,905</u>	<u>1,477,031</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(41,934,900)	(46,939,341)	(34,623,861)
Amortization of Tangible Capital Assets	3,317,886	3,317,886	3,096,279
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(38,617,014)</u>	<u>(43,621,455)</u>	<u>(31,527,582)</u>
Acquisition of Prepaid Expenses	180,000	(173,054)	(178,346)
Use of Prepaid Expenses	(178,346)	178,346	200,734
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>1,654</u>	<u>5,292</u>	<u>22,388</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(39,413,613)</u>	<u>(42,446,258)</u>	<u>(30,028,163)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(42,446,258)</u>	<u>(30,028,163)</u>
<b>Net Debt, beginning of year</b>		<u>(109,741,811)</u>	<u>(79,713,648)</u>
<b>Net Debt, end of year</b>		<u>(152,188,069)</u>	<u>(109,741,811)</u>

# School District No. 40 (New Westminster)

Statement 5

Statement of Cash Flows  
Year Ended June 30, 2020

	2020 Actual	2019 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	1,169,905	1,477,031
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(1,921,672)	(2,505,978)
Prepaid Expenses	5,292	22,388
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	3,726,814	5,505,691
Unearned Revenue	(1,212,085)	(612,800)
Deferred Revenue	(1,012,082)	(692,146)
Employee Future Benefits	(5,931)	126,318
Amortization of Tangible Capital Assets	3,317,886	3,096,279
Amortization of Deferred Capital Revenue	(2,344,524)	(2,315,150)
Recognition of Deferred Capital Revenue Spent on Sites		(1,749,209)
<b>Total Operating Transactions</b>	<u>1,723,603</u>	<u>2,352,424</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(2,595,923)	(4,349,139)
Tangible Capital Assets -WIP Purchased	(44,343,418)	(30,274,722)
<b>Total Capital Transactions</b>	<u>(46,939,341)</u>	<u>(34,623,861)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	47,228,252	32,209,228
<b>Total Financing Transactions</b>	<u>47,228,252</u>	<u>32,209,228</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>2,012,514</u>	<u>(62,209)</u>
<b>Cash and Cash Equivalents, beginning of year</b>	<u>25,994,954</u>	<u>26,057,163</u>
<b>Cash and Cash Equivalents, end of year</b>	<u>28,007,468</u>	<u>25,994,954</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	<u>28,007,468</u>	<u>25,994,954</u>
	<u>28,007,468</u>	<u>25,994,954</u>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**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. 40 (New Westminster)”, and operates as “School District No. 40 (New Westminster)”. 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. The School District is a registered charity under the Income Tax Act and is exempt from federal and provincial corporate income taxes.

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. Under direction of the Provincial Health Officer, all schools suspended in-class instruction in March 2020 and the School District remained open to continue to support students and families in a variety of ways. Parents were given the choice to send their children back to school on a gradual and part-time basis beginning June 1 with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impact are not known, an estimate of the future financial effect on the School District is not practicable at this time.

**NOTE 2            SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**a)    Basis of Accounting**

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

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

As noted in notes 2(e) and 2(k), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue.

**b)    Cash and cash equivalents**

Cash and cash equivalents include deposits in the Provincial Ministry of Finance Central Deposit Program that are readily convertible to known amounts of cash and that are subject to insignificant risk of change in value. These cash equivalents are held for the purpose of meeting short-term cash commitments rather than for investing.

**c)    Accounts Receivable**

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

**d)    Unearned Revenue**

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

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**e)    Deferred Revenue and Deferred Capital Revenue**

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

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.

**f)    Employee Future Benefits**

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

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

The most recent valuation of the obligation was performed at March 31, 2019 and projected to March 31, 2022. The next valuation will be performed at March 31, 2022 for use at June 30, 2022. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**g) Liability for Contaminated Sites**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all the following criteria are met:

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

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

**h) 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.
- Donated tangible capital assets are recorded at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as a transfer 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

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 2          SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**i)    Prepaid Expenses**

Amounts for insurance and other services are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

**j)    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.

**k)    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 must 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 is recognized as revenue over the period that the liability is extinguished.

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

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

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**l) Expenses**

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

Categories of Salaries

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

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, allocations of expenses to functions 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.

**m) 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, accounts payable, and other current 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.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the Statement of Re-measurement Gains and Losses. Upon settlement, the cumulative gain or loss is reclassified from the Statement of Re-measurement Gains and Losses and recognized in the Statement of Operations. Interest and dividends attributable to financial instruments are reported in the Statement of Operations.

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

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**n) Measurement Uncertainty**

Preparation of financial statements in accordance with the basis of accounting described in note 2(a) requires management to make estimates and assumptions that impact reported amounts of assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

**o) Future Changes in Accounting Policies**

*PS 3280 Asset Retirement Obligations* issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2021. A liability will be recognized when, as at the financial reporting date:

- (a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- (b) the past transaction or event giving rise to the liability has occurred;
- (c) it is expected that future economic benefits will be given up; and
- (d) a reasonable estimate of the amount can be made.

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

A modified retroactive application has been recommended by Government pending approval in the Fall of 2020. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

*PS 3400 Revenue* issued November 2018 establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when the school district satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district:

- (a) has the authority to claim or retain an inflow of economic resources; and
- (b) identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results



**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 3      ACCOUNTS RECEIVABLE**

	<b>2020</b>	<b>2019</b>
Due from Province		
Ministry of Education (OLEP French)	\$ 44,774	\$ 44,774
Ministry of Education (Bylaw Projects)	4,406,937	2,780,534
Ministry of Education (Annual Facility Grant)	457,917	-
	<b>\$ 4,909,628</b>	<b>\$ 2,825,308</b>

**NOTE 4      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES**

	<b>2020</b>	<b>2019</b>
Accounts Payable Other		
Trade payables	\$ 13,099,765	\$ 7,825,180
Employee Vacation Payable	443,067	369,479
Salaries and Benefits Payable	2,334,822	3,956,181
	<b>\$ 15,877,654</b>	<b>\$ 12,150,840</b>

**NOTE 5      UNEARNED REVENUE**

	<b>2020</b>	<b>2019</b>
<b>Balance, beginning of year</b>	<b>\$ 2,863,174</b>	<b>\$ 3,475,974</b>
Changes for the year:		
Increase:		
Tuition fees collected	1,651,089	2,863,174
	4,514,263	6,339,148
Decrease:		
Tuition fee revenue recognized	2,863,174	3,475,974
<b>Balance, end of year</b>	<b>\$ 1,651,089</b>	<b>\$ 2,863,174</b>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 6 DEFERRED REVENUE**

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

	2020	2019
<b>Balance, beginning of year</b>	<b>\$ 2,446,324</b>	<b>\$ 3,138,470</b>
Increases:		
Provincial Grant - Ministry of Education	8,315,653	7,444,782
Other Revenue	1,436,762	2,241,849
	<b>9,752,415</b>	<b>9,686,631</b>
Decreases:		
Allocated to Revenue	10,694,723	9,466,195
Recovered	69,774	912,582
Net Change for the year	<b>(1,012,082)</b>	<b>(692,146)</b>
<b>Balance, end of year</b>	<b>\$ 1,434,242</b>	<b>\$ 2,446,324</b>

**NOTE 7 DEFERRED CAPITAL REVENUE**

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2020	2019
<b>Balance, beginning of year</b>	<b>\$ 118,413,076</b>	<b>\$ 90,268,207</b>
Increases:		
Provincial Grant - Ministry of Education	45,389,955	31,808,478
Provincial Grants – Other	1,260,246	32,485
Other Revenue	473,256	290,508
Investment Income	104,795	77,757
	<b>47,228,252</b>	<b>32,209,228</b>
Decreases:		
Amortization	2,344,524	2,315,150
Site Purchase	-	1,749,209
	<b>2,344,524</b>	<b>4,064,359</b>
Net Change for the year	<b>44,883,728</b>	<b>28,144,869</b>
<b>Balance, end of year</b>	<b>\$ 163,296,804</b>	<b>\$ 118,413,076</b>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 8      EMPLOYEE FUTURE BENEFITS**

Benefits include accumulating non-vested sick leave, early retirement, retirement/severance, vacation and death benefits. Funding is provided when the benefits are paid and accordingly, there are no plan assets.

	2020	2019
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 2,871,430	\$ 2,996,163
Service Cost	234,792	249,035
Interest Cost	74,708	86,411
Benefit Payments	(242,570)	(190,337)
Actuarial (Gain) Loss	70,753	(269,842)
	<b>\$ 3,009,113</b>	<b>\$ 2,871,430</b>
<b>Accrued Benefit Obligation – March 31</b>		
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$ 3,009,113	\$ 2,871,430
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	3,009,113	2,871,430
Employer Contribution after Measurement Date	(46,359)	(20,060)
Employer Expense after Measurement Date	79,863	77,375
Unamortized Net Actuarial (Gain) Loss	349,905	469,708
	<b>\$ 3,392,522</b>	<b>\$ 3,398,453</b>
<b>Accrued Benefit Obligation – June 30</b>		
<b>Accrued Benefit Liability -July 1</b>		
Accrued Benefit Liability - July 1	3,398,453	3,272,135
Net expense for Fiscal Year	262,939	304,442
Employer Payments	(268,870)	(178,124)
	<b>\$ 3,392,522</b>	<b>\$ 3,398,453</b>
<b>Accrued Benefit Obligation – June 30</b>		
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 238,241	\$ 245,474
Interest Cost	73,748	83,487
Amortization of Net Actuarial Gain	(49,050)	(24,519)
	<b>\$ 262,939</b>	<b>\$ 304,442</b>
<b>Net Benefit Expense</b>		
<b>Assumptions</b>		
Discount Rate – April 1	2.50 %	2.75%
Discount Rate – March 31	2.25 %	2.50%
Long Term Salary Growth – April 1	2.50 % + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50 % + seniority	2.50% + seniority
EARSL – March 31	11.0	11.0

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2020**

**NOTE 9 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2020	Net Book Value 2019
Sites	\$ 15,057,921	\$ 15,057,921
Buildings	76,713,691	70,407,063
Buildings – work in progress	85,395,455	48,050,166
Furniture & Equipment	1,125,015	1,112,325
Vehicles	109,995	138,057
Computer Hardware	2,279,744	2,294,834
<b>Total</b>	<b>\$180,681,821</b>	<b>\$ 137,060,366</b>

**June 30, 2020**

Cost:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Sites	\$ 15,057,921	\$ -	\$ -	\$ -	\$ 15,057,921
Buildings	109,403,037	1,775,052	-	6,997,779	118,175,868
Buildings–work in progress	48,050,166	44,343,068	-	(6,997,779)	85,395,455
Furniture & Equipment	1,547,886	167,479	(12,969)	-	1,702,396
Vehicles	280,615	-	(87,993)	-	192,622
Computer Hardware	3,344,161	653,742	(222,907)	-	3,774,996
<b>Total</b>	<b>\$ 177,683,786</b>	<b>\$ 46,939,341</b>	<b>\$ (323,869)</b>	<b>\$ -</b>	<b>\$ 224,299,258</b>

Accumulated Amortization:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Buildings	\$ 38,995,974	\$ 2,466,203	\$ -	\$ -	\$ 41,462,177
Furniture & Equipment	435,561	154,789	(12,969)	-	577,381
Vehicles	142,558	28,062	(87,993)	-	82,627
Computer Hardware	1,049,327	668,832	(222,907)	-	1,495,252
<b>Total</b>	<b>\$ 40,623,420</b>	<b>\$ 3,317,886</b>	<b>\$ (323,869)</b>	<b>\$ -</b>	<b>\$ 43,617,437</b>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2019**

Cost:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Sites	\$ 13,308,712	\$ 1,749,209	\$ -	\$ -	\$ 15,057,921
Buildings	107,797,418	1,504,609	-	101,010	109,403,037
Buildings—work in progress	17,876,454	30,274,722	-	(101,010)	48,050,166
Furniture & Equipment	1,408,251	139,635	-	-	1,547,886
Vehicles	182,254	98,361	-	-	280,615
Computer Software	13,364	-	(13,364)	-	-
Computer Hardware	2,501,746	857,325	(14,910)	-	3,344,161
<b>Total</b>	<b>\$ 143,088,199</b>	<b>\$ 34,623,861</b>	<b>\$ (28,274)</b>	<b>\$ -</b>	<b>\$ 177,683,786</b>

Accumulated Amortization:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Buildings	\$ 36,561,767	\$ 2,434,207	\$ -	\$ -	\$ 38,995,974
Furniture & Equipment	294,736	140,825	-	-	435,561
Vehicles	124,333	18,225	-	-	142,558
Computer Software	10,691	2,673	(13,364)	-	-
Computer Hardware	563,888	500,349	(14,910)	-	1,049,327
<b>Total</b>	<b>\$ 37,555,415</b>	<b>\$ 3,096,279</b>	<b>\$ (28,274)</b>	<b>\$ -</b>	<b>\$ 40,623,420</b>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 10      EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The board of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2018, the Teachers' Pension Plan has about 48,000 active members and approximately 38,000 retired members. As of December 31, 2018, the Municipal Pension Plan has about 205,000 active members, including approximately 26,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2017 indicated a \$1,656 million surplus for basic pension benefits on a going concern basis. As a result of the 2017 basic account actuarial valuation surplus, plan enhancements and contribution rate adjustments were made; the remaining \$ 644 million surplus was transferred to the rate stabilization account.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018 indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The School District paid \$6,199,613 (2019 - \$6,119,815) for employer contributions to these plans in the year ended June 30, 2020.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2020, with results available in 2021. The next valuation for the Municipal Pension Plan will be as at December 31, 2021, with results available in 2022.

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

**NOTE 11      RELATED PARTY TRANSACTIONS**

The School District is related through common control 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.

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 12 BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an Amended Annual Budget on February 25, 2020. The table below presents the Amended Annual Budget and the initial Annual Budget as submitted to the Ministry in June 2019.

	2020 Amended Annual Budget	Adjustment	2020 Annual Budget
School Age	6,538.250	23.500	6,561.750
Adult	336.000	(117.750)	218.250
Other	0		0
<b>Total Ministry Operating Grant Funded FTE's</b>	<b>6,874.250</b>	<b>(94.250)</b>	<b>6,780.000</b>
<b>Revenues</b>			
<b>Provincial Grants</b>			
Ministry of Educaton	\$72,568,307	(573,533)	\$73,141,840
Other	162,000	162,000	0
Tuition	3,588,290	(177,810)	3,766,100
Other Revenues	2,634,962	928,462	1,706,500
Rentals and Leases	255,000	55,000	200,000
Investment Income	500,500	100,000	400,500
Amortizaton of Deferred Captial Revenue	2,344,524	(12,871)	2,357,395
<b>Total Revenue</b>	<b>\$82,053,583.00</b>	<b>481,248</b>	<b>\$81,572,335.00</b>
<b>Expenses</b>			
Instructional	\$ 68,717,172	(1,355,710)	\$ 67,361,462
District Administration	3,583,197	333,350	3,916,547
Operations and Maintenance	10,211,236	(34,974)	10,176,262
Transportation and Housing	340,231	(31,962)	308,269
<b>Total Expenses</b>	<b>\$ 82,851,836</b>	<b>(1,089,296)</b>	<b>\$ 81,762,540</b>
<b>Net Revenue (Expense)</b>	<b>(798,253)</b>	<b>(608,048)</b>	<b>(190,205)</b>
<b>Budget Allocation (Retirement) of Surplus (Deficit)</b>	<b>\$1,546,205</b>	<b>\$1,120,710</b>	<b>\$425,495</b>
<b>Budget Surplus Deficit for year</b>	<b>747,952</b>	<b>512,662</b>	<b>235,290</b>
<b>Budget Surplus (Deficit) fo the year comprised of</b>			
<b>Operating Surplus</b>			
Capital Fund Surplus (Deficit)	747,952	512,662	235,290
<b>Budget Surplus Deficit for the year</b>	<b>747,952</b>	<b>512,662</b>	<b>235,245</b>

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)  
NOTES TO THE FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2020**

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**NOTE 13 CONTRACTUAL OBLIGATIONS**

The School District has entered into a number of multi-year contracts for the delivery of services. These contractual obligations will become liabilities in the future when the goods and services are received. The following information relates to the unperformed portion of the contracts.

	<u>Expiry Date</u>	<u>2020-2021</u>	<u>2021-2022</u>	<u>2022-2023</u>
Graham Construction	Dec 2020	\$ 14,828,425	\$ -	-
Heatherbrae-Builders	Sept 2022	9,408,000	9,408,000	1,568,000
Columbia Square Plaza	April 2021	232,091	-	-
Totals		<u>\$ 24,468,516</u>	<u>\$ 9,408,000</u>	<u>\$ 1,568,000</u>

**NOTE 14 ASSET RETIREMENT OBLIGATIONS**

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 can be reasonably estimated. As at June 30, 2020, the liability is not reasonably determinable and therefore has not been accrued.

**NOTE 15 EXPENSE BY OBJECT**

	<u>2020</u>	<u>2019</u>
Salaries and benefits	\$ 69,625,589	\$ 67,728,084
Services and supplies	8,367,383	9,661,667
Amortization	3,317,886	3,096,279
Totals	<u>\$ 81,310,858</u>	<u>\$ 80,486,030</u>

**NOTE 16 ACCUMULATED SURPLUS**

	<u>2020</u>	<u>2019</u>
Local Capital	\$ 2,284,057	\$ 64,300
Invested in Tangible Capital Assets	22,404,408	22,492,512
Internally restricted:		
School Surplus	28,832	27,183
Recap and Power Local Grants	2,635	-
Surplus Applied to 2020-2021 Budget	1,381,970	-
Surplus Applied to 2019-2020 Budget	-	425,495
District Initiative Program – Fine Arts	-	180,000
District Initiative Program – Innovation Grants	-	17,184
Commitments Outstanding	328,074	269,524
Board Internally Restricted – Covid Emerging Issues	1,736,830	-
Board Internally Restricted	500,000	500,000
Total Internally Restricted	<u>3,978,341</u>	<u>1,419,386</u>
Unrestricted Operating Surplus	-	3,520,703
<b>Total Accumulated Surplus, end of year</b>	<u><b>\$ 28,666,806</b></u>	<u><b>\$ 27,496,901</b></u>



**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 17      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 18      RISK MANAGEMENT**

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

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

a) Credit risk:

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

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 and cash equivalents as they are placed in recognized British Columbia institutions and the School District invests solely in placement of funds with institutions that have achieved the highest creditworthiness in the marketplace and earned a public reputation as a good credit risk.

b) Market risk:

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

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

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

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.

**SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 18      RISK MANAGEMENT (Continued)**

d) Fair value of financial instruments:

Public Sector Accounting Standards define the fair value of financial instrument as the amount at which the instrument could be exchanged in current transaction between willing parties. The School District uses the following methods and assumptions to estimate the fair value of each class of financial instrument for which the carrying amounts are included in the Statement of Financial Position under the following captions:

- (i) Cash and cash equivalents, accounts receivable, investments, accounts payables and accrued liabilities- the carrying amounts approximate fair value because of the short maturity of the instruments.

The financial instruments measured at fair value held within each investment are classified according to a hierarchy which includes three levels, reflecting the reliability of the inputs involved in the fair value determination. The different levels are defined as follows:

- (i) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities
- (ii) Level 2: inputs other than quoted prices included with Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- (iii) Level 3: inputs for assets or liabilities that are not based on observable market data (unobservable inputs)

The School District's instruments are all considered to be level 1 financial instruments for which the fair value is determined based on quoted prices in active markets. Changes in financial instruments valuation methods or in the availability of market observable inputs may result in a transfer between levels. During the year there were no significant transfers of securities between different levels.

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. 40 (New Westminster)**  
 Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
 Year Ended June 30, 2020

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2020 Actual	2019 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	4,940,089		22,556,812	27,496,901	26,019,870
<b>Changes for the year</b>					
Surplus (Deficit) for the year	1,702,696	220,814	(753,605)	1,169,905	1,477,031
Interfund Transfers					
Tangible Capital Assets Purchased	(664,444)	(220,814)	885,258	-	
Local Capital	(2,000,000)		2,000,000	-	
<b>Net Changes for the year</b>	<b>(961,748)</b>	<b>-</b>	<b>2,131,653</b>	<b>1,169,905</b>	<b>1,477,031</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>3,978,341</b>	<b>-</b>	<b>24,688,465</b>	<b>28,666,806</b>	<b>27,496,901</b>

# School District No. 40 (New Westminster)

## Schedule of Operating Operations

Year Ended June 30, 2020

Schedule 2 (Unaudited)

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	63,576,036	64,426,708	62,921,004
Other	162,000	206,780	153,896
Federal Grants			1,735
Tuition	3,588,290	3,597,541	4,425,875
Other Revenue	483,346	421,061	196,017
Rentals and Leases	255,000	207,144	216,373
Investment Income	500,000	362,525	516,776
<b>Total Revenue</b>	<u>68,564,672</u>	<u>69,221,759</u>	<u>68,431,676</u>
<b>Expenses</b>			
Instruction	57,809,157	57,182,594	57,823,720
District Administration	3,583,197	3,354,175	3,473,798
Operations and Maintenance	6,906,354	6,698,671	6,607,804
Transportation and Housing	312,169	283,623	234,028
<b>Total Expense</b>	<u>68,610,877</u>	<u>67,519,063</u>	<u>68,139,350</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(46,205)</u>	<u>1,702,696</u>	<u>292,326</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>1,546,205</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(500,000)	(664,444)	(962,182)
Local Capital	(1,000,000)	(2,000,000)	
<b>Total Net Transfers</b>	<u>(1,500,000)</u>	<u>(2,664,444)</u>	<u>(962,182)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u>(961,748)</u>	<u>(669,856)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		4,940,089	5,609,945
<b>Operating Surplus (Deficit), end of year</b>		<u>3,978,341</u>	<u>4,940,089</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 16)		3,978,341	1,419,386
Unrestricted		-	3,520,703
<b>Total Operating Surplus (Deficit), end of year</b>		<u>3,978,341</u>	<u>4,940,089</u>

# School District No. 40 (New Westminster)

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	61,938,097	61,810,061	61,823,816
Other Ministry of Education Grants			
Pay Equity	521,853	521,853	521,853
Funding for Graduated Adults	164,373	344,860	177,863
Transportation Supplement	6,073	6,073	6,073
Economic Stability Dividend			75,401
Carbon Tax Grant	50,000	53,833	53,833
Employer Health Tax Grant	546,018	546,018	165,924
Strategic Priorities - Mental Health Grant			33,000
Support Staff Benefits Grant	46,704	46,704	46,704
BCTEA - LEA Capacity Building Grant			6,850
Support Staff Wage Increase Funding	294,731	294,731	
Teachers' Labour Settlement Funding		786,453	
FSA Exam Marking	8,187	8,187	8,187
Early Learning Framework		2,318	
District Capacity Building		2,617	
Equity Scan		3,000	
My Education BC			1,500
<b>Total Provincial Grants - Ministry of Education</b>	<b>63,576,036</b>	<b>64,426,708</b>	<b>62,921,004</b>
<b>Provincial Grants - Other</b>	<b>162,000</b>	<b>206,780</b>	<b>153,896</b>
<b>Federal Grants</b>			<b>1,735</b>
<b>Tuition</b>			
Summer School Fees	36,190	45,802	90,827
Continuing Education	86,100	33,428	114,558
International and Out of Province Students	3,466,000	3,518,311	4,220,490
<b>Total Tuition</b>	<b>3,588,290</b>	<b>3,597,541</b>	<b>4,425,875</b>
<b>Other Revenues</b>			
Miscellaneous			
Instructional Cafeteria Revenue	130,000	88,575	129,659
Miscellaneous	353,346	332,486	66,358
<b>Total Other Revenue</b>	<b>483,346</b>	<b>421,061</b>	<b>196,017</b>
<b>Rentals and Leases</b>	<b>255,000</b>	<b>207,144</b>	<b>216,373</b>
<b>Investment Income</b>	<b>500,000</b>	<b>362,525</b>	<b>516,776</b>
<b>Total Operating Revenue</b>	<b>68,564,672</b>	<b>69,221,759</b>	<b>68,431,676</b>

# School District No. 40 (New Westminster)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object  
Year Ended June 30, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	29,583,811	30,060,862	30,312,898
Principals and Vice Principals	3,603,270	3,568,766	3,605,528
Educational Assistants	5,703,365	6,006,077	5,498,123
Support Staff	5,435,860	5,519,537	5,352,932
Other Professionals	2,750,203	2,709,636	2,615,219
Substitutes	2,082,175	1,683,758	1,868,375
<b>Total Salaries</b>	<b>49,158,684</b>	<b>49,548,636</b>	<b>49,253,075</b>
<b>Employee Benefits</b>	<b>12,165,933</b>	<b>11,937,892</b>	<b>11,833,196</b>
<b>Total Salaries and Benefits</b>	<b>61,324,617</b>	<b>61,486,528</b>	<b>61,086,271</b>
<b>Services and Supplies</b>			
Services	2,371,875	2,202,876	2,154,774
Student Transportation	196,534	111,815	139,437
Professional Development and Travel	517,965	396,269	572,232
Rentals and Leases	233,400	243,266	277,030
Dues and Fees	241,400	109,634	95,580
Insurance	111,000	108,972	104,506
Supplies	2,462,580	1,694,541	2,391,031
Utilities	1,151,506	1,108,437	1,316,336
Bad Debt	-	56,725	2,153
<b>Total Services and Supplies</b>	<b>7,286,260</b>	<b>6,032,535</b>	<b>7,053,079</b>
<b>Total Operating Expense</b>	<b>68,610,877</b>	<b>67,519,063</b>	<b>68,139,350</b>

# School District No. 40 (New Westminster)

Schedule 2C (Unaudited)

## Operating Expense by Function, Program and Object

Year Ended June 30, 2020

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	24,410,039	959,464		184,344		839,523	26,393,370
1.03 Career Programs	373,020			141,728		11,467	526,215
1.07 Library Services	148,004			41,104		4,178	193,286
1.08 Counselling	389,650				50,154	1,905	441,709
1.10 Special Education	2,002,897		6,006,077	7,040	131,676	550,910	8,698,600
1.30 English Language Learning	787,720					9,959	797,679
1.31 Indigenous Education	119,415			210,019		452	329,886
1.41 School Administration		2,485,390		1,459,156	65,605	59,196	4,069,347
1.60 Summer School	123,078	14,813		2,677		2,797	143,365
1.61 Continuing Education	818,881	109,099		102,803			1,030,783
1.62 International and Out of Province Students	883,208			52,194	360,315	24,593	1,320,310
1.64 Other							-
<b>Total Function 1</b>	<b>30,055,912</b>	<b>3,568,766</b>	<b>6,006,077</b>	<b>2,201,065</b>	<b>607,750</b>	<b>1,504,980</b>	<b>43,944,550</b>
<b>4 District Administration</b>							
4.11 Educational Administration				2,354	505,304	4,125	511,783
4.40 School District Governance					242,230		242,230
4.41 Business Administration	4,950			445,068	908,063	67,649	1,425,730
<b>Total Function 4</b>	<b>4,950</b>	<b>-</b>	<b>-</b>	<b>447,422</b>	<b>1,655,597</b>	<b>71,774</b>	<b>2,179,743</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				94,843	294,360	5,331	394,534
5.50 Maintenance Operations				2,362,664	151,929	97,020	2,611,613
5.52 Maintenance of Grounds				236,458		11	236,469
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,693,965</b>	<b>446,289</b>	<b>102,362</b>	<b>3,242,616</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation				177,085		4,642	181,727
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>177,085</b>	<b>-</b>	<b>4,642</b>	<b>181,727</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>30,060,862</b>	<b>3,568,766</b>	<b>6,006,077</b>	<b>5,519,537</b>	<b>2,709,636</b>	<b>1,683,758</b>	<b>49,548,636</b>

# School District No. 40 (New Westminster)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2020

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2020 Actual	2020 Budget	2019 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>I Instruction</b>							
1.02 Regular Instruction	26,393,370	6,401,449	32,794,819	1,780,394	34,575,213	34,516,090	36,714,659
1.03 Career Programs	526,215	126,386	652,601	48,642	701,243	661,789	324,904
1.07 Library Services	193,286	48,649	241,935	24,457	266,392	278,414	384,845
1.08 Counselling	441,709	104,317	546,026	7,800	553,826	753,668	626,191
1.10 Special Education	8,698,600	2,250,055	10,948,655	228,941	11,177,596	11,404,878	10,253,366
1.30 English Language Learning	797,679	185,459	983,138	5,561	988,699	958,261	1,359,937
1.31 Indigenous Education	329,886	79,472	409,358	9,338	418,696	417,429	428,182
1.41 School Administration	4,069,347	908,627	4,977,974	28,783	5,006,757	5,108,942	5,191,804
1.60 Summer School	143,365	26,053	169,418	5,014	174,432	175,233	161,026
1.61 Continuing Education	1,030,783	243,139	1,273,922	47,067	1,320,989	1,402,118	
1.62 International and Out of Province Students	1,320,310	292,760	1,613,070	383,035	1,996,105	2,127,785	2,378,806
1.64 Other	-	-	-	2,646	2,646	4,550	
<b>Total Function 1</b>	<b>43,944,550</b>	<b>10,666,366</b>	<b>54,610,916</b>	<b>2,571,678</b>	<b>57,182,594</b>	<b>57,809,157</b>	<b>57,823,720</b>
<b>4 District Administration</b>							
4.11 Educational Administration	511,783	99,659	611,442	283,721	895,163	884,817	921,441
4.40 School District Governance	242,230	25,187	267,417	62,936	330,353	354,770	344,752
4.41 Business Administration	1,425,730	284,044	1,709,774	418,885	2,128,659	2,343,610	2,207,605
<b>Total Function 4</b>	<b>2,179,743</b>	<b>408,890</b>	<b>2,588,633</b>	<b>765,542</b>	<b>3,354,175</b>	<b>3,583,197</b>	<b>3,473,798</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	394,534	84,067	478,601	220,626	699,227	593,107	565,891
5.50 Maintenance Operations	2,611,613	678,424	3,290,037	1,314,048	4,604,085	4,830,880	4,418,740
5.52 Maintenance of Grounds	236,469	71,478	307,947	24,517	332,464	396,861	352,405
5.56 Utilities	-	-	-	1,062,895	1,062,895	1,085,506	1,270,768
<b>Total Function 5</b>	<b>3,242,616</b>	<b>833,969</b>	<b>4,076,585</b>	<b>2,622,086</b>	<b>6,698,671</b>	<b>6,906,354</b>	<b>6,607,804</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation	181,727	28,667	210,394	73,229	283,623	312,169	234,028
<b>Total Function 7</b>	<b>181,727</b>	<b>28,667</b>	<b>210,394</b>	<b>73,229</b>	<b>283,623</b>	<b>312,169</b>	<b>234,028</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>49,548,636</b>	<b>11,937,892</b>	<b>61,486,528</b>	<b>6,032,535</b>	<b>67,519,063</b>	<b>68,610,877</b>	<b>68,139,350</b>



# School District No. 40 (New Westminster)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2020

	2020 Budget	2020 Actual	2019 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	8,992,271	8,905,911	7,262,554
Other Revenue	2,151,616	1,788,812	2,203,641
<b>Total Revenue</b>	<u>11,143,887</u>	<u>10,694,723</u>	<u>9,466,195</u>
<b>Expenses</b>			
Instruction	10,908,015	10,458,851	9,230,323
Operations and Maintenance	15,058	15,058	20,078
<b>Total Expense</b>	<u>10,923,073</u>	<u>10,473,909</u>	<u>9,250,401</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>220,814</u>	<u>220,814</u>	<u>215,794</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(220,814)	(220,814)	(215,794)
<b>Total Net Transfers</b>	<u>(220,814)</u>	<u>(220,814)</u>	<u>(215,794)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

**School District No. 40 (New Westminster)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2020

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	-	-	24,977	414,142	1,238,692	-	12,007	28,936	630,620
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education	235,872	237,653				96,474	19,892	149,244	1,524,294
Other				106,833	1,225,856				29,073
	235,872	237,653	-	106,833	1,225,856	96,474	19,892	149,244	1,553,367
<b>Less: Allocated to Revenue Recovered</b>	235,872	237,653	4,078	122,834	1,549,987	96,474	10,594	157,129	2,183,987
<b>Deferred Revenue, end of year</b>	-	-	20,899	398,141	914,561	-	21,305	21,051	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	235,872	237,653	4,078			96,474	10,594	157,129	2,154,914
Other Revenue				122,834	1,549,987				29,073
	235,872	237,653	4,078	122,834	1,549,987	96,474	10,594	157,129	2,183,987
<b>Expenses</b>									
Salaries									
Teachers								54,466	989,685
Principals and Vice Principals									
Educational Assistants		186,601							457,938
Support Staff						69,741			55,611
Other Professionals									84,203
Substitutes							23	1,697	7,866
	-	186,601	-	-	-	69,741	23	56,163	1,595,303
Employee Benefits		51,052				23,919	124	15,177	396,897
Services and Supplies	15,058		4,078	122,834	1,549,987	2,814	10,447	85,789	191,787
	15,058	237,653	4,078	122,834	1,549,987	96,474	10,594	157,129	2,183,987
<b>Net Revenue (Expense) before Interfund Transfers</b>	220,814	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(220,814)								
	(220,814)	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-
<b>Additional Expenses funded by, and reported in, the Operating Fund</b>		70,811				10,587			79,898

**School District No. 40 (New Westminster)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2020

Schedule 3A (Unaudited)

	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	United Way	TOTAL
	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	-	42,788	26,986		27,176	2,446,324
<b>Add: Restricted Grants</b>						
Provincial Grants - Ministry of Education	418,499	5,226,659	378,566	28,500		8,315,653
Other					75,000	1,436,762
	418,499	5,226,659	378,566	28,500	75,000	9,752,415
<b>Less: Allocated to Revenue Recovered</b>	418,499	5,226,659	339,829	24,210	86,918	10,694,723
		42,788	26,986			69,774
<b>Deferred Revenue, end of year</b>	-	-	38,737	4,290	15,258	1,434,242
<b>Revenues</b>						
Provincial Grants - Ministry of Education	418,499	5,226,659	339,829	24,210		8,905,911
Other Revenue					86,918	1,788,812
	418,499	5,226,659	339,829	24,210	86,918	10,694,723
<b>Expenses</b>						
<b>Salaries</b>						
Teachers		4,243,075				5,287,226
Principals and Vice Principals	24,000					24,000
Educational Assistants						644,539
Support Staff	151,216					276,568
Other Professionals					70,117	154,320
Substitutes	140,143		23,782	24,210		197,721
	315,359	4,243,075	23,782	24,210	70,117	6,584,374
Employee Benefits	64,699	983,584	2,434		16,801	1,554,687
Services and Supplies	38,441		313,613			2,334,848
	418,499	5,226,659	339,829	24,210	86,918	10,473,909
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	220,814
<b>Interfund Transfers</b>						
Tangible Capital Assets Purchased						(220,814)
	-	-	-	-	-	(220,814)
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-
<b>Additional Expenses funded by, and reported in, the Operating Fund</b>	10,736	140,892				312,924

# School District No. 40 (New Westminster)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2020

	2020 Budget	2020 Actual			2019 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Municipal Grants Spent on Sites				-	1,749,209
Other Revenue			203,366	203,366	
Investment Income	500		16,391	16,391	831
Amortization of Deferred Capital Revenue	2,344,524	2,344,524		2,344,524	2,315,150
<b>Total Revenue</b>	<b>2,345,024</b>	<b>2,344,524</b>	<b>219,757</b>	<b>2,564,281</b>	<b>4,065,190</b>
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,289,824	3,289,824		3,289,824	3,078,054
Transportation and Housing	28,062	28,062		28,062	18,225
<b>Total Expense</b>	<b>3,317,886</b>	<b>3,317,886</b>	<b>-</b>	<b>3,317,886</b>	<b>3,096,279</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(972,862)</b>	<b>(973,362)</b>	<b>219,757</b>	<b>(753,605)</b>	<b>968,911</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	720,814	885,258		885,258	1,177,976
Local Capital	1,000,000		2,000,000	2,000,000	
<b>Total Net Transfers</b>	<b>1,720,814</b>	<b>885,258</b>	<b>2,000,000</b>	<b>2,885,258</b>	<b>1,177,976</b>
<b>Total Capital Surplus (Deficit) for the year</b>	<b>747,952</b>	<b>(88,104)</b>	<b>2,219,757</b>	<b>2,131,653</b>	<b>2,146,887</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>22,492,512</b>	<b>64,300</b>	<b>22,556,812</b>	<b>20,409,925</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>22,404,408</b>	<b>2,284,057</b>	<b>24,688,465</b>	<b>22,556,812</b>

# School District No. 40 (New Westminster)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2020

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	15,057,921	109,403,037	1,547,886	280,615	-	3,344,161	129,633,620
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,554,238	24,952			119,158	1,698,348
Deferred Capital Revenue - Other			12,317				12,317
Operating Fund			129,860			534,584	664,444
Special Purpose Funds		220,814					220,814
Transferred from Work in Progress		6,997,779					6,997,779
	-	8,772,831	167,129	-	-	653,742	9,593,702
Decrease:							
Deemed Disposals			12,969	87,993		222,907	323,869
	-	-	12,969	87,993	-	222,907	323,869
<b>Cost, end of year</b>	15,057,921	118,175,868	1,702,046	192,622	-	3,774,996	138,903,453
<b>Work in Progress, end of year</b>		85,395,455	350				85,395,805
<b>Cost and Work in Progress, end of year</b>	15,057,921	203,571,323	1,702,396	192,622	-	3,774,996	224,299,258
<b>Accumulated Amortization, beginning of year</b>		38,995,974	435,561	142,558		1,049,327	40,623,420
<b>Changes for the Year</b>							
Increase: Amortization for the Year		2,466,203	154,789	28,062		668,832	3,317,886
Decrease:							
Deemed Disposals			12,969	87,993		222,907	323,869
		-	12,969	87,993	-	222,907	323,869
<b>Accumulated Amortization, end of year</b>		41,462,177	577,381	82,627	-	1,495,252	43,617,437
<b>Tangible Capital Assets - Net</b>	<b>15,057,921</b>	<b>162,109,146</b>	<b>1,125,015</b>	<b>109,995</b>	<b>-</b>	<b>2,279,744</b>	<b>180,681,821</b>

# School District No. 40 (New Westminster)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2020

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	48,050,166				48,050,166
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	44,282,597	350			44,282,947
Deferred Capital Revenue - Other	60,471				60,471
	<u>44,343,068</u>	<u>350</u>	<u>-</u>	<u>-</u>	<u>44,343,418</u>
Decrease:					
Transferred to Tangible Capital Assets	6,997,779				6,997,779
	<u>6,997,779</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,997,779</u>
<b>Net Changes for the Year</b>	<u>37,345,289</u>	<u>350</u>	<u>-</u>	<u>-</u>	<u>37,345,639</u>
<b>Work in Progress, end of year</b>	<u>85,395,455</u>	<u>350</u>	<u>-</u>	<u>-</u>	<u>85,395,805</u>

**School District No. 40 (New Westminster)**

Schedule 4C (Unaudited)

Deferred Capital Revenue  
Year Ended June 30, 2020

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	66,264,206	133,181	126,699	66,524,086
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,698,348	12,317		1,710,665
Transferred from Work in Progress	6,997,779			6,997,779
	<u>8,696,127</u>	<u>12,317</u>	<u>-</u>	<u>8,708,444</u>
Decrease:				
Amortization of Deferred Capital Revenue	2,326,247	14,779	3,498	2,344,524
	<u>2,326,247</u>	<u>14,779</u>	<u>3,498</u>	<u>2,344,524</u>
<b>Net Changes for the Year</b>	<u>6,369,880</u>	<u>(2,462)</u>	<u>(3,498)</u>	<u>6,363,920</u>
<b>Deferred Capital Revenue, end of year</b>	<u>72,634,086</u>	<u>130,719</u>	<u>123,201</u>	<u>72,888,006</u>
<b>Work in Progress, beginning of year</b>	46,042,114	2,008,047		48,050,161
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	44,282,947		60,471	44,343,418
	<u>44,282,947</u>	<u>-</u>	<u>60,471</u>	<u>44,343,418</u>
Decrease				
Transferred to Deferred Capital Revenue	6,997,779			6,997,779
	<u>6,997,779</u>	<u>-</u>	<u>-</u>	<u>6,997,779</u>
<b>Net Changes for the Year</b>	<u>37,285,168</u>	<u>-</u>	<u>60,471</u>	<u>37,345,639</u>
<b>Work in Progress, end of year</b>	<u>83,327,282</u>	<u>2,008,047</u>	<u>60,471</u>	<u>85,395,800</u>
<b>Total Deferred Capital Revenue, end of year</b>	<u>155,961,368</u>	<u>2,138,766</u>	<u>183,672</u>	<u>158,283,806</u>

# School District No. 40 (New Westminster)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2020

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>	1,549,382	2,173	34,705	2,252,569		3,838,829
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	45,389,955					45,389,955
Provincial Grants - Other			1,260,246			1,260,246
Other				412,785	60,471	473,256
Investment Income	70,467			34,328		104,795
Transfer project surplus to MEd Restricted (from) Bylaw	(6,646)	6,646				-
	45,453,776	6,646	1,260,246	447,113	60,471	47,228,252
Decrease:						
Transferred to DCR - Capital Additions	1,698,348		12,317			1,710,665
Transferred to DCR - Work in Progress	44,282,947				60,471	44,343,418
	45,981,295	-	12,317	-	60,471	46,054,083
<b>Net Changes for the Year</b>	(527,519)	6,646	1,247,929	447,113	-	1,174,169
<b>Balance, end of year</b>	1,021,863	8,819	1,282,634	2,699,682	-	5,012,998