

Audited Financial Statements of

School District No. 40 (New Westminster)

And Independent Auditors' Report thereon

June 30, 2026

School District No. 40 (New Westminster)

June 30, 2026

Table of Contents

Management Report	1
Independent Auditors' Report	2-4
Statement of Financial Position - Statement 1	5
Statement of Operations - Statement 2	6
Statement of Changes in Net Debt - Statement 4	7
Statement of Cash Flows - Statement 5	8
Notes to the Financial Statements	9-24
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited)	25
Schedule of Operating Operations - Schedule 2 (Unaudited)	26
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited)	27
Schedule 2B - Schedule of Operating Expense by Object (Unaudited)	28
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited)	29
Schedule of Special Purpose Operations - Schedule 3 (Unaudited)	31
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited)	32
Schedule of Capital Operations - Schedule 4 (Unaudited)	36
Schedule 4A - Tangible Capital Assets (Unaudited)	37
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited)	38
Schedule 4C - Deferred Capital Revenue (Unaudited)	39
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited)	40

School District No. 40 (New Westminster)

MANAGEMENT REPORT

Version: 5203-4457-2475

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 quarterly 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)

Original signed by Cheryl Sluis	September 22, 2026
Signature of the Chairperson of the Board of Education	Date Signed
Original signed by Mark Davidson	September 22, 2026
Signature of the Superintendent	Date Signed
Original signed by Bettina Ketcham	September 22, 2026
Signature of the Secretary Treasurer	Date Signed



KPMG LLP
St. Andrew's Square II
800-730 View Street
Victoria, BC V8W 3Y7
Canada
Tel 250 480 3500
Fax 250 480 3539

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of School District No. 40 (New Westminster), and
To the Minister of Education and Child Care, 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, 2026
- 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 as at and for the year ended June 30, 2026 of the Entity 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 "***Auditor's Responsibilities for the Audit of the Financial Statements***" section of our auditor's 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(a) to the financial statements which describes the applicable financial reporting framework and the significant differences between that 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:

- Information, other than the financial statements and the auditor's report thereon, included in the Financial Statement Discussion and Analysis document.
- 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 and remain alert for indications that the other information appears to be materially misstated.

We obtained the information, other than the financial statements and the auditor's report thereon, included in the Financial Statement Discussion and Analysis document and the Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditor's 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 auditor's 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.

Auditor's 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 auditor's 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 auditor's 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 auditor's 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants

Victoria, Canada
September 24, 2026

School District No. 40 (New Westminster)

Statement 1

Statement of Financial Position

As at June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	23,418,768	20,176,789
Accounts Receivable		
Due from Province - Ministry of Education and Child Care (Note 3)	3,492,888	3,429,348
Other	403,569	257,852
Total Financial Assets	27,315,225	23,863,989
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	14,234,588	13,283,236
Unearned Revenue (Note 5)	2,333,010	2,235,180
Deferred Revenue (Note 6)	2,609,756	1,884,762
Deferred Capital Revenue (Note 7)	227,932,563	212,436,279
Employee Future Benefits (Note 8)	3,872,383	3,717,105
Asset Retirement Obligation (Note 11)	1,466,290	735,447
Total Liabilities	252,448,590	234,292,009
Net Debt	(225,133,365)	(210,428,020)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	258,705,953	242,646,085
Prepaid Expenses	352,378	491,513
Total Non-Financial Assets	259,058,331	243,137,598
Accumulated Surplus (Deficit) (Note 16)	33,924,966	32,709,578

Contractual Obligations (Note 14)

Contingent Liabilities (Note 19)

Approved by the Board

Original signed by Cheryl Sluis	September 22, 2026
Signature of the Chairperson of the Board of Education	Date Signed
Original signed by Mark Davidson	September 22, 2026
Signature of the Superintendent	Date Signed
Original signed by Bettina Ketcham	September 22, 2026
Signature of the Secretary Treasurer	Date Signed

School District No. 40 (New Westminster)

Statement 2

Statement of Operations
Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	110,088,890	113,175,542	106,358,180
Other	226,997	169,344	218,642
Tuition	2,675,500	2,754,911	2,721,000
Other Revenue	2,613,928	2,738,946	2,999,360
Rentals and Leases	795,237	873,140	820,701
Investment Income	295,000	359,863	414,493
Amortization of Deferred Capital Revenue	6,684,662	6,678,976	6,566,258
Total Revenue	123,380,214	126,750,722	120,098,634
Expenses (Note 15)			
Instruction	100,864,700	102,573,282	97,986,145
District Administration	4,827,590	4,927,995	4,705,907
Operations and Maintenance	15,842,558	17,113,176	16,218,456
Transportation and Housing	989,624	920,881	814,987
Write-off/down of Buildings and Sites			288,440
Total Expense	122,524,472	125,535,334	120,013,935
Surplus (Deficit) for the year	855,742	1,215,388	84,699
Accumulated Surplus (Deficit) from Operations, beginning of year		32,709,578	32,624,879
Accumulated Surplus (Deficit) from Operations, end of year		33,924,966	32,709,578

School District No. 40 (New Westminster)

Statement 4

Statement of Changes in Net Debt
Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Surplus (Deficit) for the year	855,742	1,215,388	84,699
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(22,330,330)	(24,551,878)	(18,380,967)
Amortization of Tangible Capital Assets	7,741,438	8,492,010	7,622,015
Write-down carrying value of Tangible Capital Assets			288,440
Total Effect of change in Tangible Capital Assets	(14,588,892)	(16,059,868)	(10,470,512)
Acquisition of Prepaid Expenses	(500,000)	(352,378)	(491,513)
Use of Prepaid Expenses	500,000	491,513	690,527
Total Effect of change in Other Non-Financial Assets	-	139,135	199,014
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	(13,733,150)	(14,705,345)	(10,186,799)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(14,705,345)	(10,186,799)
Net Debt, beginning of year		(210,428,020)	(200,241,221)
Net Debt, end of year		(225,133,365)	(210,428,020)

School District No. 40 (New Westminster)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	1,215,388	84,699
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(209,257)	511,029
Prepaid Expenses	139,135	199,014
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	951,352	2,703,034
Unearned Revenue	97,830	(150,707)
Deferred Revenue	724,994	229,695
Employee Future Benefits	155,278	28,859
Amortization of Tangible Capital Assets	8,492,010	7,622,015
Amortization of Deferred Capital Revenue	(6,678,976)	(6,566,258)
Recognition of Deferred Capital Revenue Spent on Sites		(200,452)
Write-Off/down of Buildings and Sites		288,440
Total Operating Transactions	4,887,754	4,749,368
Capital Transactions		
Tangible Capital Assets Purchased	(3,575,270)	(3,029,936)
Tangible Capital Assets -WIP Purchased	(20,245,765)	(15,351,031)
Total Capital Transactions	(23,821,035)	(18,380,967)
Financing Transactions		
Capital Revenue Received	22,175,260	17,037,632
Total Financing Transactions	22,175,260	17,037,632
Net Increase (Decrease) in Cash and Cash Equivalents	3,241,979	3,406,033
Cash and Cash Equivalents, beginning of year	20,176,789	16,770,756
Cash and Cash Equivalents, end of year	23,418,768	20,176,789
Cash and Cash Equivalents, end of year, is made up of:		
Cash	23,418,768	20,176,789
	23,418,768	20,176,789
Supplementary Cash Flow Information (Note 20)		

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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 and Child Care (“MECC” or the “Ministry”). The School District is a registered charity under the Income Tax Act and is exempt from federal and provincial corporate income taxes.

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(l).

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(l), 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 tangible 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 that:

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

b) Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank and 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, 2026

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(l).

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 (EARS_L) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2025. The next valuation will be performed at March 31, 2028 for use at June 30, 2028. 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.

g) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

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

The School District's asset retirement obligations include the removal of asbestos and other hazardous material in several of the buildings owned by the School District. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2(i)). Assumptions used in the calculations are reviewed annually.

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

h) 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.

i) 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

j) Prepaid Expenses

Amounts for insurance, software licenses and other services paid in advance are included as a prepaid expense. Prepaid expenses are stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) 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.

The Board is responsible for ensuring the School District is protected financially from extraordinary circumstances that would negatively impact the education of students. To discharge this responsibility, the Board shall build and maintain a contingency reserve through the maintenance of an accumulated surplus, which will be used to mitigate any negative impact such circumstances might cause. By Board policy, a contingency reserve of at least 2% of operating expenses shall be maintained. The Board will incorporate into its future budget planning processes, strategies to re-establish the contingency reserve should it fall below this level.

l) Revenue Recognition

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

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District 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.
- Contributions restricted for tangible capital asset acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

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

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

Revenue from transactions with performance obligations is recognized when (or as) the performance obligation is satisfied (by providing the promised goods or services to the payor).

Revenue from transactions with no performance obligations is recognized when the School District:

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

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, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) 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, Associate 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 Indigenous 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.

n) 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 accrued liabilities and other liabilities.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, 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 and amortized using the effective interest rate method. 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. There are no measurement gains or losses during the periods presented; therefore, no Statement of Re-measurement Gains and Losses is included in these financial statements.

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, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

o) 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. Actual results could differ from those estimates.

NOTE 3 DUE FROM THE PROVINCE - MECC

	<u>2026</u>	<u>2025</u>
Annual Facility Grant	\$ 106,728	\$ 182,811
Bylaw Projects	2,617,434	3,146,577
Classroom Enhancement Fund – Remedies	1,012	55,166
Labour Settlement Funding	736,062	-
Other	31,652	44,794
	<u>\$ 3,492,888</u>	<u>\$ 3,429,348</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	<u>2026</u>	<u>2025</u>
Trade Payables	\$ 8,138,047	\$ 8,048,954
Accrued Vacation Payable	464,210	448,111
Salaries and Benefits Payable	5,632,331	4,786,171
	<u>\$ 14,234,588</u>	<u>\$ 13,283,236</u>

NOTE 5 UNEARNED REVENUE

	<u>2026</u>	<u>2025</u>
Balance, beginning of year	\$ 2,235,180	\$ 2,385,887
Increases:		
Tuition fees collected	2,333,010	2,235,180
Other	-	-
	<u>2,333,010</u>	<u>2,235,180</u>
Decreases:		
Tuition fee revenue recognized	2,235,180	2,384,283
Other	-	1,604
	<u>2,235,180</u>	<u>2,385,887</u>
Net Change for the year	<u>97,830</u>	<u>(150,707)</u>
Balance, end of year	<u>\$ 2,333,010</u>	<u>\$ 2,235,180</u>

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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.

	<u>2026</u>	<u>2025</u>
Balance, beginning of year	\$ 1,884,762	\$ 1,655,067
Increases:		
Provincial Grants - MECC	16,720,454	13,900,135
Provincial Grants - Other	120,200	161,920
Other Revenue	<u>2,311,939</u>	<u>2,628,483</u>
	19,152,593	16,690,538
Decreases:		
Allocated to Revenue	18,427,599	16,460,843
Recovered	<u>-</u>	<u>-</u>
	18,427,599	16,460,843
Net Change for the year	<u>724,994</u>	<u>229,695</u>
Balance, end of year	<u>\$ 2,609,756</u>	<u>\$ 1,884,762</u>

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.

	<u>2026</u>	<u>2025</u>
Balance, beginning of year	\$ 212,436,279	\$ 202,165,357
Increases:		
Provincial Grants - MECC	22,136,993	16,434,516
Other Revenue	14,519	569,527
Investment Income	<u>23,748</u>	<u>33,589</u>
	22,175,260	17,037,632
Decreases:		
Amortization	6,678,976	6,566,258
Transferred to Revenue – Site Purchases	<u>-</u>	<u>200,452</u>
	6,678,976	6,766,710
Net Change for the year	<u>15,496,284</u>	<u>10,270,922</u>
Balance, end of year	<u>\$ 227,932,563</u>	<u>\$ 212,436,279</u>

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

	<u>2026</u>	<u>2025</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 3,779,461	\$ 2,663,332
Service Cost	312,118	211,579
Interest Cost	156,016	118,097
Benefit Payments	(257,170)	(241,221)
Actuarial (Gain) Loss	<u>(255,853)</u>	<u>1,027,674</u>
Accrued Benefit Obligation – March 31	<u>\$ 3,734,572</u>	<u>\$ 3,779,461</u>

Reconciliation of Funded Status at End of Fiscal Year

Accrued Benefit Obligation – March 31	\$ 3,734,572	\$ 3,779,461
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	<u>(3,734,572)</u>	<u>(3,779,461)</u>
Employer Contribution after Measurement Date	45,810	29,413
Benefits Expense after Measurement Date	(118,073)	(117,034)
Unamortized Net Actuarial (Gain) Loss	<u>(65,548)</u>	<u>149,977</u>
Accrued Benefit Liability – June 30	<u>\$ (3,872,383)</u>	<u>\$ (3,717,105)</u>

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability - July 1	3,717,105	3,688,246
Net Expense for Fiscal Year	428,845	236,658
Employer Contributions	<u>(273,567)</u>	<u>(207,799)</u>
Accrued Benefit Liability – June 30	<u>\$ 3,872,383</u>	<u>\$ 3,717,105</u>

Components of Net Benefit Expense

Service Cost	\$ 308,503	\$ 236,714
Interest Cost	160,671	127,577
Amortization of Net Actuarial Gain	<u>(40,328)</u>	<u>(127,633)</u>
Net Benefit Expense	<u>\$ 428,846</u>	<u>\$ 236,658</u>

Assumptions

Discount Rate – April 1	4.00%	4.25%
Discount Rate – March 31	4.50%	4.00%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARS L – March 31	12.0	12.0

The impact of changes in assumptions between the March 31, 2026 measurement date and the June 30, 2026 reporting date have been considered and are not material.

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2026	Net Book Value 2025
Sites	\$ 20,578,289	\$ 20,578,289
Buildings	201,079,420	199,258,267
Buildings – work in progress	32,083,998	17,757,746
Furniture & Equipment	3,180,119	3,746,688
Vehicles	232,459	91,689
Computer Hardware	1,551,668	1,213,406
Total	<u>\$258,705,953</u>	<u>\$ 242,646,085</u>

June 30, 2026

Cost:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Sites	\$ 20,578,289	\$ -	\$ -	\$ -	\$ 20,578,289
Buildings	266,881,425	3,202,382	-	5,878,167	275,961,974
Buildings–work in progress	17,757,746	20,204,419	-	(5,878,167)	32,083,998
Furniture & Equipment	6,636,634	84,978	(327,246)	-	6,394,366
Vehicles	174,609	166,559	-	-	341,168
Computer Hardware	2,646,071	893,540	(632,883)	-	2,906,728
Total	\$314,674,774	\$ 24,551,878	\$ (960,129)	\$ -	<u>\$ 338,266,523</u>

Accumulated Amortization:	Opening balance	Amortization	Disposals	Transfers (WIP)	Ending balance
Buildings	\$ 67,623,158	\$ 7,259,396	\$ -	\$ -	\$ 74,882,554
Furniture & Equipment	2,889,946	651,547	(327,246)	-	3,214,247
Vehicles	82,920	25,789	-	-	108,709
Computer Hardware	1,432,665	555,278	(632,883)	-	1,355,060
Total	\$ 72,028,689	\$ 8,492,010	\$ (960,129)	\$ -	<u>\$ 79,560,570</u>

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2025

Cost:	Opening balance	Additions	Disposals	Transfers (WIP)	Ending balance
Sites	\$ 20,377,837	\$ 200,452	\$ -	\$ -	\$ 20,578,289
Buildings	264,043,694	2,091,805	(307,669)	1,053,595	266,881,425
Buildings—work in progress	3,481,861	15,329,480	-	(1,053,595)	17,757,746
Furniture & Equipment	6,127,707	519,678	(10,751)	-	6,636,634
Vehicles	148,776	25,833	-	-	174,609
Computer Hardware	3,086,094	213,719	(653,742)	-	2,646,071
Total	\$ 297,265,969	\$ 18,380,967	\$ (972,162)	\$ -	\$ 314,674,774

Accumulated Amortization:	Opening balance	Amortization	Disposals	Transfers (WIP)	Ending balance
Buildings	\$ 61,247,972	\$ 6,394,415	\$ (19,229)	\$ -	\$ 67,623,158
Furniture & Equipment	2,262,482	638,215	(10,751)	-	2,889,946
Vehicles	66,750	16,170	-	-	82,920
Computer Hardware	1,513,192	573,215	(653,742)	-	1,432,665
Total	\$ 65,090,396	\$ 7,622,015	\$ (683,722)	\$ -	\$ 72,028,689

Buildings – work in progress having a value of \$32,083,998 (2025 - \$17,757,746) have not been amortized. Amortization of these assets will commence when the asset is put into service.

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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, 2025, the Teachers' Pension Plan has about 52,000 active members and approximately 43,000 retired members. As at December 31, 2025, the Municipal Pension Plan has about 286,000 active members, including approximately 33,000 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, 2023, indicated a \$4,572 million surplus for basic pension benefits on a going concern basis and a balance of \$1,437 million in the rate stabilization account.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2024, indicated a \$2,675 million funding surplus for basic pension benefits on a going concern basis and a balance of \$4,598 million in the rate stabilization account.

The School District paid \$8,656,669 (2025 - \$8,234,063) for employer contributions to the plans in the year ended June 30, 2026.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2026. The next valuation for the Municipal Pension Plan will be as at December 31, 2027.

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 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some School District owned buildings that will undergo renovations or demolition in the future. The obligation is measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

	<u>2026</u>	<u>2025</u>
Balance, beginning of year	\$ 735,447	\$ 735,447
Increases:		
Liabilities incurred	-	-
Change in estimate	730,843	-
	<u>730,843</u>	<u>-</u>
Decreases:		
Settlements during the year	-	-
	<u>-</u>	<u>-</u>
Net Change for the year	730,843	-
Balance, end of year	<u>\$ 1,466,290</u>	<u>\$ 735,447</u>

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 12 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.

NOTE 13 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 24, 2026. The table below presents a reconciliation between the amended annual budget and the initial annual budget as submitted to the Ministry in June 2025.

	Annual Budget	Amended Annual Budget	Change
Ministry Operating Grant Funded FTEs			
School Age	8183.49	8,077.75	(105.74)
Adult	86.000	94.625	8.625
Total Ministry Operating Grant Funded FTEs	8269.490	8,172.375	(97.115)
Revenues			
Provincial Grants			
MECC	\$106,522,117	\$110,088,890	\$3,566,773
Other	187,877	226,997	39,120
Tuition	2,961,900	2,675,500	(286,400)
Other Revenue	2,557,130	2,613,928	56,798
Rentals and Leases	715,237	795,237	80,000
Investment Income	245,000	295,000	50,000
Amortization of Deferred Capital Revenue	6,700,680	6,684,662	(16,018)
Total Revenue	119,889,941	123,380,214	3,490,273
Expenses			
Instructional	97,885,212	100,864,700	2,979,488
District Administration	4,611,926	4,827,590	215,664
Operations and Maintenance	16,281,039	15,842,558	(438,481)
Transportation and Housing	1,024,240	989,624	(34,616)
Total Expense	119,802,417	122,524,472	2,722,055
Surplus for the year	87,524	855,742	768,218
Budgeted Allocation of Surplus	-	-	-
Budgeted Surplus, for the year	\$ 87,524	\$ 855,742	\$ 768,218
Budgeted Surplus, for the year comprised of:			
Capital Fund Surplus	87,524	855,742	768,218
Budget Surplus, for the year	\$ 87,524	\$ 855,742	\$ 768,218

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 14 CONTRACTUAL OBLIGATIONS

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

	<u>Expiry</u>	<u>2026-27</u>	<u>2027-28</u>	<u>2028-29</u>	<u>2029-30</u>	<u>2030-31</u>
Operating:						
Photocopiers	June 2030	153,240	153,240	153,240	153,240	-
Columbia Square Plaza	June 2031	264,378	270,414	276,508	282,662	288,877
ERP System	June 2028	127,406	131,229	-	-	-
Capital:						
Major Capital Projects		5,637,445	613,228	-	-	-
Minor Capital Projects		1,463,716	-	-	-	-
		<u>\$ 7,646,185</u>	<u>\$ 1,168,111</u>	<u>\$ 429,748</u>	<u>\$ 435,902</u>	<u>\$ 288,877</u>

NOTE 15 EXPENSE BY OBJECT

	<u>2026</u>	<u>2025</u>
Salaries and Benefits	\$ 105,657,555	\$ 99,813,556
Services and Supplies	11,385,769	12,289,924
Amortization	<u>8,492,010</u>	<u>7,910,455</u>
	<u>\$ 125,535,334</u>	<u>\$ 120,013,935</u>

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 16 ACCUMULATED SURPLUS

	<u>2026</u>	<u>2025</u>
Capital:		
Local Capital Surplus	\$ 691,671	\$ 183,494
Invested in Tangible Capital Assets	<u>30,327,448</u>	<u>30,456,440</u>
	31,019,119	30,639,934
Operating:		
Internally Restricted by Board for:		
Constraints on Funds:		
Alternate Education Local Grants	6,384	18,045
Contractual Obligations	36,828	36,828
Department Carryforward	90,000	-
Externally Targeted Funds	7,000	7,000
Indigenous Education Council	45,371	25,795
Teacher Mentorship Funds	<u>-</u>	<u>5,240</u>
	185,583	92,908
Anticipated Unusual Expense:		
Staffing Contingency	200,000	200,000
Operations Spanning Multiple Years:		
Commitments Outstanding	72,395	117,496
Future Years' Operating Budget Requirements	1,603,002	773,000
School Surplus	<u>3,163</u>	<u>8,040</u>
	1,678,560	898,536
Internally Restricted Operating Surplus	2,064,143	1,191,444
Unrestricted Operating Surplus	<u>841,704</u>	<u>878,200</u>
	2,905,847	2,069,644
Total Accumulated Surplus, end of year	<u>\$ 33,924,966</u>	<u>\$ 32,709,578</u>

NOTE 17 ECONOMIC DEPENDENCE

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

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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 and 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 deposits as they are placed in recognized British Columbia institutions and the School District invests solely in the Province of British Columbia's Central Deposit Program.

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 deposits. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in certificates of deposit that have a maturity date of no more than 3 years.

The School District is monitoring the potential impacts of tariffs and cross-border trade and evaluating options to mitigate related risks. As at June 30, 2026, management had not identified any material financial impacts.

c) Liquidity risk:

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

Risk Management and insurance services for all school districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2025 related to credit, market or liquidity risks.

SCHOOL DISTRICT NO. 40 (NEW WESTMINSTER)
NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 19 CONTINGENT LIABILITIES

In the normal course of business, lawsuits and claims may be brought against the School District which may give rise to future liabilities. The School District defends against these lawsuits and claims. Management has not made provisions for any unexpected liabilities and believes that the ultimate results of any pending legal proceeding will not have a material effect on the financial position of the School District.

NOTE 20 SUPPLEMENTARY CASH FLOW INFORMATION

	<u>2026</u>	<u>2025</u>
Interest Recognized in the:		
Operating Fund	\$ 351,247	\$ 392,632
Land Capital Fund	23,748	33,589
Local Capital Fund	<u>8,616</u>	<u>21,861</u>
Total Interest Income	<u>\$ 383,611</u>	<u>\$ 448,082</u>

School District No. 40 (New Westminster)
Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2026

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2026 Actual	2025 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	2,069,644		30,639,934	32,709,578	32,624,879
Changes for the year					
Surplus (Deficit) for the year	2,803,968	215,838	(1,804,418)	1,215,388	84,699
Interfund Transfers					
Tangible Capital Assets Purchased	(1,392,765)	(215,838)	1,608,603	-	
Local Capital	(575,000)		575,000	-	
Net Changes for the year	836,203	-	379,185	1,215,388	84,699
Accumulated Surplus (Deficit), end of year - Statement 2	2,905,847	-	31,019,119	33,924,966	32,709,578

School District No. 40 (New Westminster)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	94,053,777	97,168,345	92,377,115
Other	81,377	80,420	82,142
Tuition	2,675,500	2,754,911	2,721,000
Other Revenue	391,175	407,468	455,630
Rentals and Leases	795,237	873,140	820,701
Investment Income	290,000	351,247	392,632
Total Revenue	<u>98,287,066</u>	<u>101,635,531</u>	<u>96,849,220</u>
Expenses			
Instruction	83,362,916	85,008,022	82,300,811
District Administration	4,738,080	4,823,036	4,610,929
Operations and Maintenance	8,032,528	8,556,030	8,523,797
Transportation and Housing	461,862	444,475	422,938
Total Expense	<u>96,595,386</u>	<u>98,831,563</u>	<u>95,858,475</u>
Operating Surplus (Deficit) for the year	<u>1,691,680</u>	<u>2,803,968</u>	<u>990,745</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,116,680)	(1,392,765)	(1,230,613)
Local Capital	(575,000)	(575,000)	-
Total Net Transfers	<u>(1,691,680)</u>	<u>(1,967,765)</u>	<u>(1,230,613)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>836,203</u>	<u>(239,868)</u>
Operating Surplus (Deficit), beginning of year		2,069,644	2,309,512
Operating Surplus (Deficit), end of year		<u>2,905,847</u>	<u>2,069,644</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		2,064,143	1,191,444
Unrestricted		841,704	878,200
Total Operating Surplus (Deficit), end of year		<u>2,905,847</u>	<u>2,069,644</u>

School District No. 40 (New Westminster)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	92,395,770	93,295,133	90,134,590
Other Ministry of Education and Child Care Grants			
Pay Equity	521,853	521,853	521,853
Funding for Graduated Adults	561,894	770,126	544,802
Student Transportation Fund	6,073	6,073	6,073
Support Staff Benefits Grant			100,413
Foundation Skills Assessment (FSA) Scorer Grant	8,187	8,187	8,187
Child Care Funding	60,000	151,371	173,599
Labour Settlement Funding	-	1,727,413	887,598
Labour Settlement Funding - Support	-	688,189	-
Operating Grant- February Recalculation	500,000	-	-
Total Provincial Grants - Ministry of Education and Child Care	94,053,777	97,168,345	92,377,115
Provincial Grants - Other	81,377	80,420	82,142
Tuition			
Continuing Education	15,500	13,885	18,307
International and Out of Province Students	2,660,000	2,741,026	2,702,693
Total Tuition	2,675,500	2,754,911	2,721,000
Other Revenues			
Miscellaneous			
Cafeteria	224,000	235,460	286,286
Miscellaneous	167,175	172,008	169,344
Total Other Revenue	391,175	407,468	455,630
Rentals and Leases	795,237	873,140	820,701
Investment Income	290,000	351,247	392,632
Total Operating Revenue	98,287,066	101,635,531	96,849,220

School District No. 40 (New Westminster)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Salaries			
Teachers	42,086,840	43,267,870	42,838,981
Principals and Vice Principals	5,276,555	5,196,744	4,811,264
Educational Assistants	9,472,037	9,753,946	10,068,954
Support Staff	6,939,516	7,168,353	6,720,948
Other Professionals	3,105,719	3,084,065	3,123,572
Substitutes	3,784,458	4,024,210	2,748,521
Total Salaries	70,665,125	72,495,188	70,312,240
Employee Benefits	18,634,561	19,005,752	17,884,022
Total Salaries and Benefits	89,299,686	91,500,940	88,196,262
Services and Supplies			
Services	2,768,162	2,940,053	3,193,271
Student Transportation	179,150	180,770	176,392
Professional Development and Travel	556,271	570,377	592,398
Rentals and Leases	290,373	276,393	294,669
Dues and Fees	107,088	158,344	132,366
Insurance	184,830	177,526	173,966
Supplies	1,972,779	1,836,052	1,863,625
Utilities	1,237,047	1,191,108	1,234,133
Bad Debt	-	-	1,393
Total Services and Supplies	7,295,700	7,330,623	7,662,213
Total Operating Expense	96,595,386	98,831,563	95,858,475

School District No. 40 (New Westminster)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	33,647,565	720,764		351,958	11,847	2,519,176	37,251,310
1.03 Career Programs	416,450			185,072		7,817	609,339
1.07 Library Services	235,372			54,041		23,579	312,992
1.08 Counselling	1,026,219			72,198		6,402	1,104,819
1.10 Inclusive Education	2,938,696	150,724	9,675,790	62,894	79,463	1,015,587	13,923,154
1.20 Early Learning and Child Care			24,386	149,584		1,625	175,595
1.30 English Language Learning	3,182,295					74,282	3,256,577
1.31 Indigenous Education	97,843	95,727		293,611		18,622	505,803
1.41 School Administration		4,100,684		1,488,781		53,280	5,642,745
1.60 Summer School	287,749	30,170	53,770	2,232		1,212	375,133
1.61 Continuing Education	619,053	82,751		79,414		10,722	791,940
1.62 International and Out of Province Students	815,074			60,704	332,826		1,208,604
Total Function 1	43,266,316	5,180,820	9,753,946	2,800,489	424,136	3,732,304	65,158,011
4 District Administration							
4.11 Educational Administration				206,222	657,994	8,173	872,389
4.40 School District Governance		15,924			199,154		215,078
4.41 Business Administration	1,554			588,632	1,363,578	26,828	1,980,592
Total Function 4	1,554	15,924	-	794,854	2,220,726	35,001	3,068,059
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				95,101	382,866	1,540	479,507
5.50 Maintenance Operations				2,960,799	56,337	235,923	3,253,059
5.52 Maintenance of Grounds				286,062			286,062
5.56 Utilities							-
Total Function 5	-	-	-	3,341,962	439,203	237,463	4,018,628
7 Transportation and Housing							
7.70 Student Transportation				231,048		19,442	250,490
Total Function 7	-	-	-	231,048	-	19,442	250,490
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	43,267,870	5,196,744	9,753,946	7,168,353	3,084,065	4,024,210	72,495,188

School District No. 40 (New Westminster)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2026 Actual	2026 Budget (Note 13)	2025 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	37,251,310	9,650,398	46,901,708	1,612,254	48,513,962	47,714,888	48,373,625
1.03 Career Programs	609,339	159,097	768,436	119,407	887,843	862,676	757,636
1.07 Library Services	312,992	94,545	407,537	54,959	462,496	496,347	364,894
1.08 Counselling	1,104,819	303,884	1,408,703	11,022	1,419,725	1,327,039	786,027
1.10 Inclusive Education	13,923,154	4,156,801	18,079,955	199,929	18,279,884	17,924,644	18,990,517
1.20 Early Learning and Child Care	175,595	43,814	219,409	2,963	222,372	133,340	197,714
1.30 English Language Learning	3,256,577	822,244	4,078,821	3,876	4,082,697	3,917,193	2,969,129
1.31 Indigenous Education	505,803	132,995	638,798	48,896	687,694	700,192	724,419
1.41 School Administration	5,642,745	1,346,878	6,989,623	169,002	7,158,625	6,986,043	5,995,773
1.60 Summer School	375,133	76,988	452,121	6,767	458,888	463,223	493,358
1.61 Continuing Education	791,940	167,203	959,143	12,875	972,018	937,188	729,637
1.62 International and Out of Province Students	1,208,604	293,369	1,501,973	359,845	1,861,818	1,900,143	1,918,082
Total Function 1	65,158,011	17,248,216	82,406,227	2,601,795	85,008,022	83,362,916	82,300,811
4 District Administration							
4.11 Educational Administration	872,389	197,160	1,069,549	394,899	1,464,448	1,345,088	1,335,231
4.40 School District Governance	215,078	18,326	233,404	111,992	345,396	416,896	462,410
4.41 Business Administration	1,980,592	397,909	2,378,501	634,691	3,013,192	2,976,096	2,813,288
Total Function 4	3,068,059	613,395	3,681,454	1,141,582	4,823,036	4,738,080	4,610,929
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	479,507	111,181	590,688	302,230	892,918	889,723	855,565
5.50 Maintenance Operations	3,253,059	910,761	4,163,820	1,935,548	6,099,368	5,521,869	6,057,966
5.52 Maintenance of Grounds	286,062	85,931	371,993	29,268	401,261	436,309	401,584
5.56 Utilities	-	-	-	1,162,483	1,162,483	1,184,627	1,208,682
Total Function 5	4,018,628	1,107,873	5,126,501	3,429,529	8,556,030	8,032,528	8,523,797
7 Transportation and Housing							
7.70 Student Transportation	250,490	36,268	286,758	157,717	444,475	461,862	422,938
Total Function 7	250,490	36,268	286,758	157,717	444,475	461,862	422,938
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	72,495,188	19,005,752	91,500,940	7,330,623	98,831,563	96,595,386	95,858,475

School District No. 40 (New Westminster)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	16,035,113	16,007,197	13,780,613
Other	145,620	88,924	136,500
Other Revenue	2,222,753	2,331,478	2,543,730
Total Revenue	18,403,486	18,427,599	16,460,843
Expenses			
Instruction	17,501,784	17,565,260	15,685,334
District Administration	89,510	104,959	94,978
Operations and Maintenance	92,054	90,925	88,814
Transportation and Housing	504,300	450,617	375,879
Total Expense	18,187,648	18,211,761	16,245,005
Special Purpose Surplus (Deficit) for the year	215,838	215,838	215,838
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(215,838)	(215,838)	(215,838)
Total Net Transfers	(215,838)	(215,838)	(215,838)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	467,455	624,288	-	-	15,506	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	235,916	328,194			102,000	22,050	224,744	1,776,376	438,295
Provincial Grants - Other									
Other			68,959	2,062,484				14,522	
	235,916	328,194	68,959	2,062,484	102,000	22,050	224,744	1,790,898	438,295
Less: Allocated to Revenue	235,916	328,194	94,284	2,048,300	102,000	22,050	234,829	1,790,898	438,295
Deferred Revenue, end of year	-	-	442,130	638,472	-	-	5,421	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	235,916	328,194			102,000	22,050	234,829	1,776,376	438,295
Provincial Grants - Other									
Other Revenue			94,284	2,048,300				14,522	
	235,916	328,194	94,284	2,048,300	102,000	22,050	234,829	1,790,898	438,295
Expenses									
Salaries									
Teachers							69,529	582,330	
Principals and Vice Principals									24,000
Educational Assistants		247,185						733,189	
Support Staff					70,419				163,871
Other Professionals							41,880	49,492	
Substitutes					144	8,024	6,307	6,566	134,280
	-	247,185	-	-	70,563	8,024	117,716	1,371,577	322,151
Employee Benefits		81,009			30,030	1,383	22,422	382,973	77,644
Services and Supplies	20,078		94,284	2,048,300	1,407	12,643	94,691	36,348	38,500
	20,078	328,194	94,284	2,048,300	102,000	22,050	234,829	1,790,898	438,295
Net Revenue (Expense) before Interfund Transfers	215,838	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(215,838)								
	(215,838)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Seamless Day Kindergarten	Early Childhood Education (ECE) Dual Credit Program	Student & Family Affordability (SFAF)	JUST B4	Early Care & Learning (ECL)	Feeding Futures Fund
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	-	4,526	-	42,669	3,872	169,322	76,762
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	10,326,103	517,497	52,000	110,800	5,000		25,000	570,474	868,914
Provincial Grants - Other									
Other				72,773			19,930		2,201
	10,326,103	517,497	52,000	183,573	5,000	-	44,930	570,474	871,115
Less: Allocated to Revenue	10,326,103	517,497	52,000	188,099	2,520	16,316	48,802	182,343	768,057
Deferred Revenue, end of year	-	-	-	-	2,480	26,353	-	557,453	179,820
Revenues									
Provincial Grants - Ministry of Education and Child Care	10,326,103	517,497	52,000	110,800	2,520	16,316	25,000	182,343	765,856
Provincial Grants - Other									
Other Revenue				77,299			23,802		2,201
	10,326,103	517,497	52,000	188,099	2,520	16,316	48,802	182,343	768,057
Expenses									
Salaries									
Teachers	8,260,882	23,181	41,600						
Principals and Vice Principals									
Educational Assistants									
Support Staff				132,591			34,101	45,593	44,986
Other Professionals								98,983	49,492
Substitutes		6,052		790			143		
	8,260,882	29,233	41,600	133,381	-	-	34,244	144,576	94,478
Employee Benefits	2,065,221	5,212	10,400	50,826			12,092	37,030	23,889
Services and Supplies		483,052		3,892	2,520	16,316	2,466	737	649,690
	10,326,103	517,497	52,000	188,099	2,520	16,316	48,802	182,343	768,057
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

	Professional Learning Grant	National School Food Program	Work Experience Enhancement	Queensborough Bus Pilot	Apprentice Program	Civil Forfeiture	Transitional Bus Funding	Provincial Literacy Event	Other
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	225,839	-	8,619	220,484	-	25,420	-	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care		136,350		213,816			400,000	85,000	281,925
Provincial Grants - Other					120,200				
Other				71,070					
	-	136,350	-	284,886	120,200	-	400,000	85,000	281,925
Less: Allocated to Revenue	202,321	40,043	-	450,617	83,750	5,174	-	-	249,191
Deferred Revenue, end of year	23,518	96,307	8,619	54,753	36,450	20,246	400,000	85,000	32,734
Revenues									
Provincial Grants - Ministry of Education and Child Care	202,321	40,043		379,547					249,191
Provincial Grants - Other					83,750	5,174			
Other Revenue				71,070					
	202,321	40,043	-	450,617	83,750	5,174	-	-	249,191
Expenses									
Salaries									
Teachers	142,650				13,553				192,124
Principals and Vice Principals									
Educational Assistants									
Support Staff				4,836					
Other Professionals				12,446					
Substitutes	17,606				485				983
	160,256	-	-	17,282	14,038	-	-	-	193,107
Employee Benefits	38,736			4,417	3,378				49,660
Services and Supplies	3,329	40,043		428,918	66,334	5,174			6,424
	202,321	40,043	-	450,617	83,750	5,174	-	-	249,191
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 40 (New Westminster)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	TOTAL
	\$
Deferred Revenue, beginning of year	1,884,762
Add: Restricted Grants	
Provincial Grants - Ministry of Education and Child Care	16,720,454
Provincial Grants - Other	120,200
Other	2,311,939
	19,152,593
Less: Allocated to Revenue	18,427,599
Deferred Revenue, end of year	2,609,756
Revenues	
Provincial Grants - Ministry of Education and Child Care	16,007,197
Provincial Grants - Other	88,924
Other Revenue	2,331,478
	18,427,599
Expenses	
Salaries	
Teachers	9,325,849
Principals and Vice Principals	24,000
Educational Assistants	980,374
Support Staff	496,397
Other Professionals	252,293
Substitutes	181,380
	11,260,293
Employee Benefits	2,896,322
Services and Supplies	4,055,146
	18,211,761
Net Revenue (Expense) before Interfund Transfers	215,838
Interfund Transfers	
Tangible Capital Assets Purchased	(215,838)
	(215,838)
Net Revenue (Expense)	-

School District No. 40 (New Westminster)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2026

	2026 Budget (Note 13)	2026 Actual			2025 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care				-	200,452
Investment Income	5,000		8,616	8,616	21,861
Amortization of Deferred Capital Revenue	6,684,662	6,678,976		6,678,976	6,566,258
Total Revenue	6,689,662	6,678,976	8,616	6,687,592	6,788,571
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	7,717,976	8,466,221		8,466,221	7,605,845
Transportation and Housing	23,462	25,789		25,789	16,170
Write-off/down of Buildings and Sites				-	288,440
Total Expense	7,741,438	8,492,010	-	8,492,010	7,910,455
Capital Surplus (Deficit) for the year	(1,051,776)	(1,813,034)	8,616	(1,804,418)	(1,121,884)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	1,332,518	1,608,603		1,608,603	1,446,451
Local Capital	575,000		575,000	575,000	-
Total Net Transfers	1,907,518	1,608,603	575,000	2,183,603	1,446,451
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		75,439	(75,439)	-	
Total Other Adjustments to Fund Balances		75,439	(75,439)	-	
Total Capital Surplus (Deficit) for the year	855,742	(128,992)	508,177	379,185	324,567
Capital Surplus (Deficit), beginning of year		30,456,440	183,494	30,639,934	30,315,367
Capital Surplus (Deficit), end of year		30,327,448	691,671	31,019,119	30,639,934

School District No. 40 (New Westminster)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2026

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	20,578,289	266,881,425	6,636,634	174,609	-	2,646,071	296,917,028
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,891,228					1,891,228
Operating Fund		364,473	16,675	118,077		893,540	1,392,765
Special Purpose Funds		215,838					215,838
Local Capital			26,957	48,482			75,439
Increase in ARO		730,843					730,843
Transferred from Work in Progress		5,878,167	41,346				5,919,513
	-	9,080,549	84,978	166,559	-	893,540	10,225,626
Decrease:							
Deemed Disposals			327,246	-		632,883	960,129
	-	-	327,246	-	-	632,883	960,129
Cost, end of year	20,578,289	275,961,974	6,394,366	341,168	-	2,906,728	306,182,525
Work in Progress, end of year		32,083,998					32,083,998
Cost and Work in Progress, end of year	20,578,289	308,045,972	6,394,366	341,168	-	2,906,728	338,266,523
Accumulated Amortization, beginning of year		67,623,158	2,889,946	82,920	-	1,432,665	72,028,689
Changes for the Year							
Amortization for the Year		7,259,396	651,547	25,789		555,278	8,492,010
		7,259,396	651,547	25,789	-	555,278	8,492,010
Deemed Disposals			327,246			632,883	960,129
Written-off During Year							-
							-
		-	327,246	-	-	632,883	960,129
Accumulated Amortization, end of year		74,882,554	3,214,247	108,709	-	1,355,060	79,560,570
Tangible Capital Assets - Net	20,578,289	233,163,418	3,180,119	232,459	-	1,551,668	258,705,953

School District No. 40 (New Westminster)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2026

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	17,757,746				17,757,746
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	20,204,419	41,346			20,245,765
	20,204,419	41,346	-	-	20,245,765
Decrease:					
Transferred to Tangible Capital Assets	5,878,167	41,346			5,919,513
	5,878,167	41,346	-	-	5,919,513
Net Changes for the Year	14,326,252	-	-	-	14,326,252
Work in Progress, end of year	32,083,998	-	-	-	32,083,998

School District No. 40 (New Westminster)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2026

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	186,516,549	6,660,889	1,275,418	194,452,856
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,891,228			1,891,228
Transferred from Work in Progress	5,419,514			5,419,514
	7,310,742	-	-	7,310,742
Decrease:				
Amortization of Deferred Capital Revenue	6,428,623	214,758	35,595	6,678,976
	6,428,623	214,758	35,595	6,678,976
Net Changes for the Year	882,119	(214,758)	(35,595)	631,766
Deferred Capital Revenue, end of year	187,398,668	6,446,131	1,239,823	195,084,622
Work in Progress, beginning of year	16,994,625	13,110	-	17,007,735
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	20,245,765			20,245,765
	20,245,765	-	-	20,245,765
Decrease				
Transferred to Deferred Capital Revenue	5,419,514			5,419,514
	5,419,514	-	-	5,419,514
Net Changes for the Year	14,826,251	-	-	14,826,251
Work in Progress, end of year	31,820,876	13,110	-	31,833,986
Total Deferred Capital Revenue, end of year	219,219,544	6,459,241	1,239,823	226,918,608

School District No. 40 (New Westminster)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2026

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year				975,688		975,688
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	22,136,993					22,136,993
Other				14,519		14,519
Investment Income				23,748		23,748
	22,136,993	-	-	38,267	-	22,175,260
Decrease:						
Transferred to DCR - Capital Additions	1,891,228					1,891,228
Transferred to DCR - Work in Progress	20,245,765					20,245,765
	22,136,993	-	-	-	-	22,136,993
Net Changes for the Year	-	-	-	38,267	-	38,267
Balance, end of year	-	-	-	1,013,955	-	1,013,955