

School District No. 33 (Chilliwack)

MANAGEMENT REPORT

Version: 7204-6458-4476

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 33 (Chilliwack) 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. 33 (Chilliwack) (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, 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. 33 (Chilliwack) 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. 33 (Chilliwack)

_____ Signature of the Chairperson of the Board of Education	September 12, 2023 Date Signed
_____ Signature of the Superintendent	September 12, 2023 Date Signed
_____ Signature of the Secretary Treasurer	September 12, 2023 Date Signed



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INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 33 (Chilliwack), and

To the Minister of Education and Child Care, Province of British Columbia

Opinion

We have audited the financial statements of School District No. 33 (Chilliwack) (the Entity), which comprise:

- the statement of financial position as at June 30, 2023
- 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, 2023 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.

Emphasis of Matter – Comparative Information

We draw attention to Note 21 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2022 has been restated. Note 21 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

Other Matter – Comparative Information

As part of our audit of the financial statements for the year ended June 30, 2023, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2022. In our opinion, such adjustments are appropriate and have been properly applied.

Other Information

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

- Information, other than the financial statements and the auditors' 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, or otherwise appears to be materially misstated.

We obtained the information, other than the financial statements and the auditors' 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 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

Abbotsford, Canada

September 12, 2023

School District No. 33 (Chilliwack)

Statement of Financial Position

As at June 30, 2023

	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	40,155,197	44,234,912
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	280,717	4,064,664
Due from First Nations	344,113	519,732
Other (Note 3)	267,613	471,481
Total Financial Assets	41,047,640	49,290,789
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	17,693,932	22,942,899
Unearned Revenue (Note 5)	1,842,637	1,866,531
Deferred Revenue (Note 6)	3,329,111	2,388,495
Deferred Capital Revenue (Note 7)	242,337,300	236,009,675
Employee Future Benefits (Note 8)	4,567,987	4,335,814
Asset Retirement Obligation (Note 9)	13,870,683	13,870,683
Other Liabilities	1,363,679	1,313,699
Total Liabilities	285,005,329	282,727,796
Net Debt	(243,957,689)	(233,437,007)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	305,260,198	294,354,196
Restricted Assets (Endowments) (Note 12)	73,261	73,261
Prepaid Expenses	530,758	447,605
Supplies Inventory		
Total Non-Financial Assets	305,864,217	294,875,062
Accumulated Surplus (Deficit) (Note 19)	61,906,528	61,438,055
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) from Operations	61,906,528	61,438,055
Accumulated Remeasurement Gains (Losses)		
	61,906,528	61,438,055

Contractual Obligations (Note 16)

Contingent Liabilities (Note 17)

Approved by the Board



Signature of the Chairperson of the Board of Education

September 12, 2023

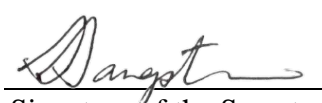
Date Signed



Signature of the Superintendent

September 12, 2023

Date Signed



Signature of the Secretary Treasurer

September 12, 2023

Date Signed

School District No. 33 (Chilliwack)

Statement of Operations
Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	168,801,533	175,044,946	162,185,807
Other	266,234	214,649	364,688
Tuition	1,876,625	2,199,961	1,547,028
Other Revenue	6,483,089	8,090,362	6,620,525
Rentals and Leases	230,000	221,897	240,526
Investment Income	1,015,000	1,401,772	360,185
Amortization of Deferred Capital Revenue	8,990,302	8,935,001	7,442,754
Total Revenue	<u>187,662,783</u>	<u>196,108,588</u>	<u>178,761,513</u>
Expenses			
Instruction	156,737,066	158,031,669	143,704,890
District Administration	5,022,434	5,211,924	4,917,746
Operations and Maintenance	27,359,195	27,075,768	24,788,725
Transportation and Housing	5,032,493	5,320,754	4,579,083
Total Expense	<u>194,151,188</u>	<u>195,640,115</u>	<u>177,990,444</u>
Surplus (Deficit) for the year	<u>(6,488,405)</u>	<u>468,473</u>	<u>771,069</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		61,438,055	60,666,986
Accumulated Surplus (Deficit) from Operations, end of year		<u>61,906,528</u>	<u>61,438,055</u>

School District No. 33 (Chilliwack)

Statement of Changes in Net Debt
Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Surplus (Deficit) for the year	<u>(6,488,405)</u>	<u>468,473</u>	<u>771,069</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(25,533,644)	(21,098,066)	(44,741,221)
Amortization of Tangible Capital Assets	10,260,553	10,192,064	8,567,338
Total Effect of change in Tangible Capital Assets	<u>(15,273,091)</u>	<u>(10,906,002)</u>	<u>(36,173,883)</u>
Acquisition of Prepaid Expenses		(530,758)	(447,605)
Use of Prepaid Expenses		447,605	1,226,560
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(83,153)</u>	<u>778,955</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>(21,761,496)</u>	<u>(10,520,682)</u>	<u>(34,623,859)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		<u>(10,520,682)</u>	<u>(34,623,859)</u>
Net Debt, beginning of year		<u>(233,437,007)</u>	<u>(198,813,148)</u>
Net Debt, end of year		<u>(243,957,689)</u>	<u>(233,437,007)</u>

School District No. 33 (Chilliwack)

Statement of Cash Flows
Year Ended June 30, 2023

	2023 Actual	2022 Actual
		(Restated - Note 21)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	468,473	771,069
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	4,163,434	384,150
Prepaid Expenses	(83,153)	778,955
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(5,248,967)	(252,666)
Unearned Revenue	(23,894)	458,931
Deferred Revenue	940,616	303,694
Employee Future Benefits	232,173	308,183
Other Liabilities	49,980	238,258
Amortization of Tangible Capital Assets	10,192,064	8,567,338
Amortization of Deferred Capital Revenue	(8,935,001)	(7,442,754)
Bylaw Capital Spent on Non Capital Items	(1,823,819)	(1,894,534)
Total Operating Transactions	<u>(68,094)</u>	<u>2,220,624</u>
Capital Transactions		
Tangible Capital Assets Purchased	(20,888,964)	(3,915,587)
Tangible Capital Assets -WIP Purchased	(209,102)	(40,825,634)
Total Capital Transactions	<u>(21,098,066)</u>	<u>(44,741,221)</u>
Financing Transactions		
Capital Revenue Received	17,086,445	47,519,311
Total Financing Transactions	<u>17,086,445</u>	<u>47,519,311</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(4,079,715)</u>	4,998,714
Cash and Cash Equivalents, beginning of year	<u>44,234,912</u>	39,236,198
Cash and Cash Equivalents, end of year	<u><u>40,155,197</u></u>	<u><u>44,234,912</u></u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash Equivalents	40,155,197	44,234,912
	<u>40,155,197</u>	<u>44,234,912</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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. 33 (Chilliwack)", and operates as "School District No. 33 (Chilliwack)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the District, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 33 (Chilliwack) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a) Basis of accounting

The financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia* supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board.

The *Budget Transparency and Accountability Act* requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections effective their first fiscal year commencing after January 1, 2012.

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

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

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

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

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

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.

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).

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Deferred Revenue and Deferred Capital Revenue (cont'd)

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) Asset Retirement Obligation:

The District recognizes the fair value of an Asset Retirement Obligation (“ARO”) in the period in which it incurs a legal obligation associated with the retirement of tangible capital assets. Certain building assets contain asbestos and other hazardous materials, and it is the District’s intention to, if necessary, remediate any asbestos and other hazardous materials upon disposal of a tangible capital building asset. The estimated fair value of an ARO is capitalized as part of the related tangible capital asset and depreciated on the same basis as the underlying asset. ARO is adjusted for the passage of time, which is recognized as accretion expense, and for revisions to the timing or the amount of the estimated liability. Actual costs incurred are charged against the ARO to the extent of the liability recorded. Differences between the actual costs incurred and the liability are recognized in the excess of revenues over expenses when remediation is completed.

g) Employee Future Benefits

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

The most recent valuation of the obligation was performed at March 31, 202 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. 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.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Employee Future Benefits (cont'd)

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.

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 as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, 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 an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

- Amortization of tangible capital assets are taken at one-half the normal annual rate in the year of acquisition and in the year of disposal.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Prepaid Expenses

Prepaid expenses consist of unexpired insurance premiums and other prepaid amounts which will be amortized over the term of the policies, or in the period the actual expense relates to, respectively.

Materials and supplies held for use within the School District 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 (see Note 12 – Interfund Transfers and Note 19 – Accumulated Surplus).

k) 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 can be reasonably estimated.

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital 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.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Revenue Recognition (cont'd)

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 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. All other revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues.

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.

l) Expenses

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

Allocation of Costs

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

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

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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 remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement 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 remeasurement gains or 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.

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

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.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p) Future Changes in Accounting Policy(ies)

PS 3400 Revenue issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. 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 (or as) 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.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2023	June 30, 2022
	<u> </u>	<u> </u>
Trade receivables	\$ 99,442	\$ 90,339
GST receivable	116,720	355,321
Rent receivable	12,838	13,484
Other	38,613	12,337
	<u>\$ 267,613</u>	<u>\$ 471,481</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	June 30, 2023	June 30, 2022
Trade payables	\$ 1,909,983	\$ 4,243,098
Salaries and benefits payable	14,959,406	12,841,568
Accrued vacation pay	582,699	626,690
Construction holdbacks	237,260	5,090,673
Other	4,584	140,870
	\$ 17,693,932	\$ 22,942,899

NOTE 5 UNEARNED REVENUE

	June 30, 2023	June 30, 2022
Balance, beginning of year	\$ 1,866,531	\$ 1,407,600
Increase:		
Tuition fees collected	2,166,067	1,908,479
Other	10,000	97,480
	2,176,067	2,005,959
Decrease:		
Tuition fees recognized	2,199,961	1,547,028
Balance, end of year	\$ 1,842,637	\$ 1,866,531

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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>June 30, 2023</u>	<u>June 30, 2022</u>
Balance, beginning of year	\$ 2,388,495	\$ 2,084,801
Increase: Contributions received		
Provincial Grants – Ministry of Education	16,028,058	13,748,068
Provincial Grants - Other	94,263	53,591
Other	4,507,012	3,765,414
Investment income	74,199	12,290
	<u>20,703,532</u>	<u>17,579,363</u>
Decrease:		
Expenses	19,762,916	16,626,741
Recovered		648,928
	<u>19,762,916</u>	<u>17,275,669</u>
Net changes for the year	<u>940,616</u>	<u>303,694</u>
Balance, end of year	<u>\$ 3,329,111</u>	<u>\$ 2,388,495</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

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.

	Deferred Capital 2023	Unspent Capital 2023	Total Deferred Capital Revenue 2023	Total Deferred Capital Revenue 2022
Balance, beginning of year	\$229,946,925	\$6,062,750	\$236,009,675	\$197,827,652
Increase:				
Transfer from Unspent – Capital Additions	15,353,863	-	15,353,863	3,642,628
Transfer from Unspent – Work in Progress	209,102	-	209,102	40,825,634
Transfer from Deferred Capital Revenue – Work in Progress	-	-	-	-
Provincial Grants – Ministry of Education	-	14,033,536	14,033,536	46,338,902
Other Income	-	3,052,909	3,052,909	1,180,409
	<u>15,562,965</u>	<u>17,086,445</u>	<u>32,649,410</u>	<u>91,987,573</u>
Decrease:				
Amortization of Deferred Capital	8,935,001	-	8,935,001	7,442,754
Capital Additions–transfer to Deferred Capital	-	15,353,863	15,353,863	3,642,628
Work in Progress–transfer to Deferred Capital	-	209,102	209,102	40,825,634
Site Purchases - transfer to Revenue	-	-	-	-
Facility Improvements Not Capitalized	-	1,823,819	1,823,819	1,894,534
	<u>8,935,001</u>	<u>17,386,784</u>	<u>26,321,785</u>	<u>53,805,550</u>
Net changes for the year	<u>6,627,964</u>	<u>(300,339)</u>	<u>6,327,625</u>	<u>38,182,023</u>
Balance, end of year	<u>\$236,574,889</u>	<u>\$5,762,411</u>	<u>\$242,337,300</u>	<u>\$236,009,675</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 4,505,928	\$ 4,619,895
Service Cost	410,009	409,678
Interest Cost	153,966	121,332
Benefit Payments	(374,192)	(366,508)
Actuarial (Gain) Loss	(155,097)	(278,469)
Accrued Benefit Obligation – March 31	<u>\$4,540,614</u>	<u>\$4,505,928</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ 4,540,614	\$ 4,505,928
Market Value of Plan Assets - March 31	<u>-</u>	<u>-</u>
Funded Status - Surplus (Deficit)	(4,540,614)	(4,505,928)
Employer Contributions After Measurement Date	188,039	158,834
Benefits Expense After Measurement Date	(144,154)	(140,994)
Unamortized Net Actuarial (Gain) Loss	(71,258)	152,275
Accrued Benefit Asset (Liability) - June 30	<u>\$ (4,567,987)</u>	<u>\$ (4,335,814)</u>
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability - July 1	\$ 4,335,813	\$ 4,027,631
Net Expense for Fiscal Year	635,571	629,442
Employer Contributions	(403,397)	(321,260)
Accrued Benefit Liability - June 30	<u>\$ 4,567,987</u>	<u>\$ 4,335,814</u>
Components of Net Benefit Expense		
Service Cost	\$ 404,052	\$ 409,761
Interest Cost	163,083	129,491
Amortization of Net Actuarial (Gain)/Loss	68,436	90,191
Net Benefit Expense	<u>\$ 635,571</u>	<u>\$ 629,442</u>
Discount Rate - April 1	3.25%	2.50%
Discount Rate - March 31	4.00%	3.25%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	12.8	12.8

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 9 ASSET RETIREMENT OBLIGATION
PS 3280

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. A reasonable estimate of the fair value of the obligation has been recognized using the modified retroactive approach as at July 1, 2022 (see Note 21). The obligation has been 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.

Asset Retirement Obligation, July 1, 2022 (see Note 21)	\$13,870,683
Settlements during the year	-
Asset Retirement Obligation, closing balance	<u>\$13,870,683</u>

NOTE 10 TANGIBLE CAPITAL ASSETS

Net Book Value

	Net Book Value June 30, 2023	Net Book Value June 30, 2022 (As restated - note 21)
Sites	\$ 47,351,859	\$ 47,351,859
Buildings	\$ 243,441,678	169,708,685
Buildings - work in progress	381,728	68,838,383
Furniture & Equipment	9,044,179	3,598,813
Vehicles	4,204,821	4,524,297
Computer Software	74,527	111,228
Computer Hardware	761,406	220,931
Total	<u>\$ 305,260,198</u>	<u>\$ 294,354,196</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

June 30, 2023

Cost:	Balance at July 1, 2022	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2023
Sites	\$ 47,351,859				\$ 47,351,859
Buildings	315,847,698	15,047,441		66,890,911	397,786,050
Buildings - work in progress	68,838,383	209,102		(68,665,757)	381,728
Furniture & Equipment	8,494,212	5,158,474	(997,832)	1,415,100	14,069,954
Vehicles	6,912,050	374,726	(314,790)		6,971,986
Computer Software	191,451	-	(15,888)		175,563
Computer Hardware	371,611	308,323	(135,349)	359,746	904,331
Total	\$ 448,007,264	\$ 21,098,066	\$ (1,463,859)	\$ -	\$ 467,641,471

Accumulated Amortization:	Balance at July 1, 2022	Additions	Disposals	Balance at June 30, 2023
Sites	\$ -			\$ -
Buildings	146,139,013	8,205,359		154,344,372
Furniture & Equipment	4,895,399	1,128,208	(997,832)	5,025,775
Vehicles	2,387,753	694,202	(314,790)	2,767,165
Computer Software	80,223	36,701	(15,888)	101,036
Computer Hardware	150,680	127,594	(135,349)	142,925
Total	\$ 153,653,068	\$ 10,192,064	\$ (1,463,859)	\$ 162,381,273

June 30, 2022

Cost:	Balance at July 1, 2021	(ARO - note 21)	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2022 (As restated - note 21)
Sites	\$ 47,351,859	\$ -	\$ -	\$ -	\$ -	\$ 47,351,859
Buildings	286,098,183	13,870,683	3,024,473	-	12,854,359	315,847,698
Buildings - work in progress	42,759,644	-	40,825,634	-	(14,746,895)	68,838,383
Furniture & Equipment	7,481,054	-	88,959	(814,837)	1,739,036	8,494,212
Vehicles	6,356,371	-	787,222	(231,543)	-	6,912,050
Computer Software	235,534	-	14,933	(59,016)	-	191,451
Computer Hardware	218,111	-	-	-	153,500	371,611
Total	\$ 390,500,756	\$ 13,870,683	\$ 44,741,221	\$ (1,105,396)	\$ -	\$ 448,007,264

Accumulated Amortization:	Balance at July 1, 2021	(ARO - note 21)	Additions	Disposals	Balance at June 30, 2022 (As restated - note 21)
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	125,291,839	13,861,685	6,985,489	-	146,139,013
Furniture & Equipment	4,911,473	-	798,763	(814,837)	4,895,399
Vehicles	1,955,875	-	663,421	(231,543)	2,387,753
Computer Software	96,540	-	42,699	(59,016)	80,223
Computer Hardware	91,708	-	58,972	-	150,680
Total	\$ 132,347,435	\$ 13,861,685	\$ 8,549,344	\$ (1,105,396)	\$ 153,653,068

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 11 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, 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, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As of December 31, 2022, the Municipal Pension Plan has about 227,000 active members, including approximately 29,000 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, 2020, indicated a \$1,584 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The School District paid \$13,017,593 (2022: \$12,266,523) for employer contributions to the plans for the year ended June 30, 2023.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023, with results available in 2024. The next valuation for the Municipal Pension Plan will be as at December 31, 2024, with results available in 2025.

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.

**SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023**

NOTE 12 RESTRICTED ASSETS - ENDOWMENT FUNDS

Donors have placed restrictions on their contributions to the endowment funds of the School District. One restriction is that the original contribution should not be spent.

Name of Endowment	Balance July 1, 2022	Contribution s	Balance July 1, 2023
Brunt	\$ 30,000	\$ -	\$ 30,000
Nelson	10,000	-	10,000
Newberry	13,000	-	13,000
Ford Mountain	20,261	-	20,261
Total	\$ 73,261	\$ -	\$ 73,261

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

- A transfer in the amount of 495,002 (2022 - \$272,959) was made from the operating fund to the capital fund for capital equipment purchases.

NOTE 14 RELATED PARTY TRANSACTIONS

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

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 15 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 21, 2023. The Board adopted a preliminary annual budget on June 14, 2022. The amended budget is used for comparison purposes, as these are based on actual student enrollments. The difference between the two budgets is as follows:

	2023 Amended	2023 Preliminary	Difference
Revenues			
Provincial Grants			
Ministry of Education	\$168,801,533	\$165,225,559	\$ 3,575,974
Other	266,234	247,404	18,830
Federal Grants		2,985,000	(2,985,000)
Tuition	1,876,625	1,646,625	230,000
Other Revenue	6,483,089	2,931,123	3,551,966
Rentals and Leases	230,000	217,260	12,740
Investment Income	1,015,000	298,500	716,500
Amortization of Deferred Capital Revenue	8,990,302	8,841,080	149,222
Total Revenue	187,662,783	182,392,551	5,270,232
Expenses			
Instruction	156,737,066	147,484,190	9,252,876
District Administration	5,022,434	5,602,153	(579,719)
Operations and Maintenance	27,359,195	26,237,098	1,122,097
Transportation and Housing	5,032,493	4,687,387	345,106
Total Expenses	194,151,188	184,010,828	10,140,360
Surplus (Deficit) for the year	(6,488,405)	(1,618,277)	(4,870,128)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets			
From Local Capital	(5,598,301)	(554,274)	(5,044,027)
From Deferred Capital Revenue	(19,935,343)		(19,935,343)
Total Acquisition of Tangible Capital Assets	(25,533,644)	(554,274)	(24,979,370)
Amortization of Tangible Capital Assets	10,260,553	10,011,357	249,196
Total Effect of change in Tangible Capital Assets	(15,273,091)	9,457,083	(24,730,174)
(Increase) Decrease in Net Financial Assets	\$ (21,761,496)	\$ 7,838,806	\$ (29,600,302)

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 16 CONTRACTUAL OBLIGATIONS

The School District has a total of \$10,537,558 of contractual obligations at year end related to the construction or renovation of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met and relate to the unperformed portion of the contracts.

Contractual Commitments:

AD Rundle - Portable Moves x 8	Purchase order	\$ 204,813
Bernard Elementary - Playground Replacement	Purchase order	195,000
McCammom Elementary - Roof Replacement	Purchase order	350,000
Strathcona Elementary - Rooftop Unit Replacement	Purchase order	616,658
Transportation Dept	Purchase order	1,533,299
AD Rundle - Painting - Exterior Complete	Purchase order	77,000
Central Elementary - Painting - Exterior Complete	Purchase order	83,000
Cheam Elementary - Painting - Exterior Complete	Purchase order	38,000
Cheam Elementary - Telecom Upgrade - LAN System	Purchase order	18,000
Chilliwack Middle - Roof Replacement Area 10	Purchase order	95,000
Chilliwack Secondary - Telecom Upgrade - LAN System	Purchase order	101,000
Cultus Lake Elementary - Telecom Upgrade - LAN System	Purchase order	16,000
GW Graham Secondary - HVAC Dust Collector Upgrade	Contract	300,000
Greendale Elementary - Telecom Upgrade - LAN System	Purchase order	11,000
Kwiyeqel Secondary - Site Upgrade - Main Rear Stair Structural Repairs	Purchase order	80,000
Kwiyeqel Secondary - Painting - Exterior Complete	Purchase order	36,000
Kwiyeqel Secondary - Telecom Upgrade - LAN System	Purchase order	7,000
Leary Integrated Arts & Tech Elementary - Telecom Upgrade - LAN System	Purchase order	16,000
Little Mountain Elementary - Painting Exterior Complete	Purchase order	50,000
Little Mountain Elementary - Flooring Upgrade - Main Hallways and Common Areas	Purchase order	20,000
McCammom Elementary - Telecom Upgrade - LAN System	Purchase order	23,000
Mt Slesse Middle - Fire Alarm Renewal	Purchase order	15,000
Mt Slesse Middle - Telecom Upgrade - LAN System	Purchase order	39,000
Promontory Heights Elementary - Telecom Upgrade - LAN System	Purchase order	34,000
Robertson Elementary - Flooring Upgrade - Library Flooring	Purchase order	50,000
Robertson Elementary - HVAC Roof Top Unit Upgrade	Purchase order	85,000
Sardis Elementary - Telecom Upgrade - LAN System	Purchase order	25,000
Sardis Secondary - Telecom Upgrade - LAN System	Purchase order	101,000
Sardis Secondary - Flooring Upgrade - Main Hallways and Common Areas	Purchase order	115,000
Strathcona Elementary - Telecom Upgrade - LAN System	Purchase order	20,000
Vedder Elementary - Building Envelope Upgrades - Wall Repair & Window Replacement	Purchase order	40,000
Vedder Middle - Roof Replacement Area 7	Purchase order	220,000
Vedder Middle - Flooring Replacement and Structural Floor Repair & Window Replacement	Purchase order	89,257
Vedder Middle - Telecom Upgrade - LAN System	Purchase order	39,000
Promontory Heights Elementary - Playground Replacement	Purchase order	224,000
Unsworth Elementary - Building Envelope Upgrades - Wall Repair & Window Replacement	Contract	1,232,000
Vedder Elementary - Building Envelope Upgrades - Wall Repair & Window Replacement	Contract	1,288,000
Sardis Secondary Addition - Architectural Services	Contract	1,690,434
GW Graham Sec. Addition	Contract	508,329
Stitos Elementary Middle	Contract	851,768
Total Construction Commitments		\$ 10,537,558

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 17 CONTINGENT LIABILITIES

Each year the School District is involved with a number of legal actions and arbitrations. Although the outcomes of these matters are not determinable at this time, management believes they will not have a material adverse effect on the School District's financial position or results of the operation.

NOTE 18 EXPENSES BY OBJECT

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Salaries and benefits	\$ 159,950,447	\$ 147,264,509
Services and supplies	25,497,604	22,158,597
Amortization	<u>10,192,064</u>	<u>8,567,338</u>
	<u>\$ 195,640,115</u>	<u>\$ 177,990,444</u>

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 19 ACCUMULATED SURPLUS

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
Operating Fund Accumulated Surplus		
Internally Restricted (appropriated) by Board for:		
School-based Carry Forwards	\$ 984,352	\$ 1,528,101
Aboriginal Education Targeted Funds Unexpended	10,678	625,452
International Support	30,000	30,000
Total Internally Restricted Operating Surplus	<u>1,025,030</u>	<u>2,183,553</u>
Unrestricted Operating Surplus (Contingency)	5,956,889	3,567,832
Total Operating Fund Accumulated Surplus	<u>\$ 6,981,919</u>	<u>\$ 5,751,385</u>
Special Purpose Funds Surplus	<u>\$ 73,261</u>	<u>\$ 73,261</u>
Capital Fund Accumulated Surplus		
Local Capital	61,475	73,274
Restricted for Capital Cost Sharing	-	5,028,300
Investment in Tangible Capital Assets	54,789,873	50,511,835
Total Capital Fund Accumulated Surplus	<u>\$ 54,851,348</u>	<u>\$ 55,613,409</u>
Total Accumulated Surplus	<u>\$ 61,906,528</u>	<u>\$ 61,438,055</u>

NOTE 20 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.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 21 PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY
 PS 2120

On July 1, 2022, the School District recognized an asset retirement obligation relating to several owned buildings that contain asbestos and other hazardous materials. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The associated costs have been reported as an increase to the carrying value of the associated tangible capital assets. Accumulated amortization has been recorded from the later of, the date of acquisition of the related asset or April 1, 1988 (effective date of the *Hazardous Waste Regulation (April 1, 1988) – Part 6 – Management of Specific Hazardous Wastes*).

The impact of the prior period adjustment on the June 30, 2022 comparative amounts is as follows:

	Increase (Decrease)
Asset Retirement Obligation (liability)	\$13,870,683
Tangible Capital Assets – cost	13,870,683
Tangible Capital Assets – accumulated amortization	13,861,685
Operations & Maintenance Expense – Asset amortization (2022)	17,994
Accumulated Surplus – Invested in Capital Assets	(13,861,685)

NOTE 22 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 accounts receivable.

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

It is management’s opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions or with the Provincial Ministry of Finance Central Deposit Program.

SCHOOL DISTRICT NO. 33 (CHILLIWACK)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2023

NOTE 22 RISK MANAGEMENT (cont'd)

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. It is management's opinion that the School District is not exposed to significant interest rate risk.

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 2022 related to credit, market or liquidity risks.

School District No. 33 (Chilliwack)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
 Year Ended June 30, 2023

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	5,751,385	73,261	55,613,409	61,438,055	74,510,677
Prior Period Adjustments					(13,843,691)
Accumulated Surplus (Deficit), beginning of year, as restated	5,751,385	73,261	55,613,409	61,438,055	60,666,986
Changes for the year					
Surplus (Deficit) for the year	1,725,536		(1,257,063)	468,473	771,069
Interfund Transfers					
Tangible Capital Assets Purchased	(5,535,101)		5,535,101	-	
Local Capital	5,040,099		(5,040,099)	-	
Net Changes for the year	1,230,534	-	(762,061)	468,473	771,069
Accumulated Surplus (Deficit), end of year - Statement 2	6,981,919	73,261	54,851,348	61,906,528	61,438,055

School District No. 33 (Chilliwack)

Schedule of Operating Operations

Year Ended June 30, 2023

Schedule 2 (Unaudited)

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	151,092,772	158,011,959	147,206,738
Other	160,000	147,140	279,600
Tuition	1,876,625	2,199,961	1,547,028
Other Revenue	3,186,707	3,678,322	3,175,697
Rentals and Leases	230,000	221,897	240,526
Investment Income	980,000	1,327,573	347,895
Total Revenue	<u>157,526,104</u>	<u>165,586,852</u>	<u>152,797,484</u>
Expenses			
Instruction	138,345,834	138,536,775	127,433,417
District Administration	5,022,434	5,211,924	4,917,746
Operations and Maintenance	15,153,380	15,508,155	14,672,952
Transportation and Housing	4,222,610	4,604,462	3,877,716
Total Expense	<u>162,744,258</u>	<u>163,861,316</u>	<u>150,901,831</u>
Operating Surplus (Deficit) for the year	<u>(5,218,154)</u>	<u>1,725,536</u>	<u>1,895,653</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>5,714,880</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(5,535,101)	(272,959)
Local Capital	(496,726)	5,040,099	
Total Net Transfers	<u>(496,726)</u>	<u>(495,002)</u>	<u>(272,959)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>1,230,534</u>	<u>1,622,694</u>
Operating Surplus (Deficit), beginning of year		5,751,385	4,128,691
Operating Surplus (Deficit), end of year		<u>6,981,919</u>	<u>5,751,385</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		1,025,030	2,183,553
Unrestricted		5,956,889	3,567,832
Total Operating Surplus (Deficit), end of year		<u>6,981,919</u>	<u>5,751,385</u>

School District No. 33 (Chilliwack)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	152,298,541	153,304,934	148,213,175
ISC/LEA Recovery	(2,640,377)	(2,791,233)	(2,640,327)
Other Ministry of Education and Child Care Grants			
Pay Equity	864,624	864,624	864,624
Funding for Graduated Adults	5,344	10,689	11,947
Student Transportation Fund	329,456	329,456	329,456
Support Staff Benefits Grant	216,448	220,285	216,448
FSA Scorer Grant	14,329	14,329	14,329
Early Learning Framework (ELF) Implementation	2,026	2,026	3,556
Labour Settlement Funding		6,054,468	
Extreme Weather Grant			193,530
Equity Scan Grant	2,381	2,381	
Total Provincial Grants - Ministry of Education and Child Care	151,092,772	158,011,959	147,206,738
Provincial Grants - Other	160,000	147,140	279,600
Tuition			
International and Out of Province Students	1,876,625	2,199,961	1,547,028
Total Tuition	1,876,625	2,199,961	1,547,028
Other Revenues			
Funding from First Nations	2,640,377	2,791,233	2,640,371
Miscellaneous			
Distance Learning Course Fees			430
Transportation Fee Revenue	333,050	387,014	325,735
Energy Program Revenue	30,000	149,979	35,258
Other Miscellaneous	183,280	350,096	167,289
Textbook Deposit Revenue			6,614
Total Other Revenue	3,186,707	3,678,322	3,175,697
Rentals and Leases	230,000	221,897	240,526
Investment Income	980,000	1,327,573	347,895
Total Operating Revenue	157,526,104	165,586,852	152,797,484

School District No. 33 (Chilliwack)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Salaries			
Teachers	69,833,312	69,824,658	64,858,061
Principals and Vice Principals	9,250,933	9,081,099	8,810,821
Educational Assistants	13,934,944	14,321,951	12,625,234
Support Staff	14,473,141	14,655,879	13,462,135
Other Professionals	3,629,942	3,646,063	3,583,787
Substitutes	6,433,314	6,516,258	5,844,300
Total Salaries	117,555,586	118,045,908	109,184,338
Employee Benefits	27,841,983	28,579,969	25,969,127
Total Salaries and Benefits	145,397,569	146,625,877	135,153,465
Services and Supplies			
Services	4,689,747	4,754,464	4,346,087
Student Transportation	32,000	44,031	23,698
Professional Development and Travel	1,030,215	958,061	802,422
Rentals and Leases	25,000	36,879	23,817
Dues and Fees	267,774	248,061	181,358
Insurance	276,500	311,466	257,896
Supplies	8,558,453	8,380,136	7,627,986
Utilities	2,467,000	2,502,341	2,485,102
Total Services and Supplies	17,346,689	17,235,439	15,748,366
Total Operating Expense	162,744,258	163,861,316	150,901,831

School District No. 33 (Chilliwack)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	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	56,463,535	358,616		658,134		4,286,366	61,766,651
1.03 Career Programs				675,456	57,599	7,391	740,446
1.07 Library Services	1,422,589	53,149		23,579		72,587	1,571,904
1.08 Counselling	2,205,516					26,090	2,231,606
1.10 Special Education	7,425,970	344,972	13,093,695	415,119		800,749	22,080,505
1.30 English Language Learning	955,729	64,046				74,730	1,094,505
1.31 Indigenous Education	934,744	162,795	1,215,477	11,624	99,646	162,827	2,587,113
1.41 School Administration	249,855	7,802,725		2,697,934	488,140	256,967	11,495,621
1.60 Summer School	147,545		12,779				160,324
1.61 Continuing Education	19,175						19,175
1.62 International and Out of Province Students		139,514		31,788	39,515	2,351	213,168
1.64 Other				81,059			81,059
Total Function 1	69,824,658	8,925,817	14,321,951	4,594,693	684,900	5,690,058	104,042,077
4 District Administration							
4.11 Educational Administration					783,024		783,024
4.40 School District Governance					174,052		174,052
4.41 Business Administration		155,282		563,589	1,372,837		2,091,708
Total Function 4	-	155,282	-	563,589	2,329,913	-	3,048,784
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				61,885	485,249		547,134
5.50 Maintenance Operations				6,557,494		532,949	7,090,443
5.52 Maintenance of Grounds				658,585		61,073	719,658
5.56 Utilities							-
Total Function 5	-	-	-	7,277,964	485,249	594,022	8,357,235
7 Transportation and Housing							
7.41 Transportation and Housing Administration				258,029	146,001		404,030
7.70 Student Transportation				1,961,604			1,961,604
7.73 Housing						232,178	232,178
Total Function 7	-	-	-	2,219,633	146,001	232,178	2,597,812
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	69,824,658	9,081,099	14,321,951	14,655,879	3,646,063	6,516,258	118,045,908

School District No. 33 (Chilliwack)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget	2022 Actual (Restated - Note 21)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	61,766,651	15,287,824	77,054,475	5,961,735	83,016,210	83,998,760	77,103,010
1.03 Career Programs	740,446	200,476	940,922	300,328	1,241,250	1,495,360	1,024,550
1.07 Library Services	1,571,904	378,854	1,950,758	134,369	2,085,127	2,083,664	2,126,310
1.08 Counselling	2,231,606	552,758	2,784,364		2,784,364	2,843,084	2,665,048
1.10 Special Education	22,080,505	5,560,177	27,640,682	678,732	28,319,414	28,586,436	26,258,404
1.30 English Language Learning	1,094,505	262,791	1,357,296	13,525	1,370,821	1,535,552	1,326,238
1.31 Indigenous Education	2,587,113	606,394	3,193,507	1,303,352	4,496,859	4,550,635	3,787,022
1.41 School Administration	11,495,621	2,514,181	14,009,802	130,860	14,140,662	12,150,879	11,960,710
1.60 Summer School	160,324	32,008	192,332	7,640	199,972	153,111	177,472
1.61 Continuing Education	19,175	93	19,268	1,211	20,479	3,000	121,748
1.62 International and Out of Province Students	213,168	39,556	252,724	463,265	715,989	800,008	746,892
1.64 Other	81,059	18,935	99,994	45,634	145,628	145,345	136,013
Total Function 1	104,042,077	25,454,047	129,496,124	9,040,651	138,536,775	138,345,834	127,433,417
4 District Administration							
4.11 Educational Administration	783,024	162,742	945,766	213,150	1,158,916	1,065,106	1,013,891
4.40 School District Governance	174,052	12,090	186,142	334,610	520,752	446,973	353,324
4.41 Business Administration	2,091,708	450,836	2,542,544	989,712	3,532,256	3,510,355	3,550,531
Total Function 4	3,048,784	625,668	3,674,452	1,537,472	5,211,924	5,022,434	4,917,746
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	547,134	130,001	677,135	270,027	947,162	902,740	886,397
5.50 Maintenance Operations	7,090,443	1,597,836	8,688,279	2,049,149	10,737,428	10,444,952	9,921,268
5.52 Maintenance of Grounds	719,658	160,055	879,713	441,510	1,321,223	1,338,688	1,380,185
5.56 Utilities	-	-	-	2,502,342	2,502,342	2,467,000	2,485,102
Total Function 5	8,357,235	1,887,892	10,245,127	5,263,028	15,508,155	15,153,380	14,672,952
7 Transportation and Housing							
7.41 Transportation and Housing Administration	404,030	86,365	490,395	168,555	658,950	513,022	477,956
7.70 Student Transportation	1,961,604	525,997	2,487,601	1,225,733	3,713,334	3,709,588	3,399,760
7.73 Housing	232,178		232,178		232,178		
Total Function 7	2,597,812	612,362	3,210,174	1,394,288	4,604,462	4,222,610	3,877,716
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	118,045,908	28,579,969	146,625,877	17,235,439	163,861,316	162,744,258	150,901,831

School District No. 33 (Chilliwack)

Schedule of Special Purpose Operations

Year Ended June 30, 2023

Schedule 3 (Unaudited)

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	15,824,001	15,209,168	13,084,594
Other	106,234	67,509	85,029
Other Revenue	3,296,382	4,412,040	3,444,828
Investment Income	35,000	74,199	12,290
Total Revenue	<u>19,261,617</u>	<u>19,762,916</u>	<u>16,626,741</u>
Expenses			
Instruction	18,391,232	19,494,894	16,271,473
Operations and Maintenance	793,268	245,932	317,322
Transportation and Housing	77,117	22,090	37,946
Total Expense	<u>19,261,617</u>	<u>19,762,916</u>	<u>16,626,741</u>
Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year		73,261	73,261
Special Purpose Surplus (Deficit), end of year		<u>73,261</u>	<u>73,261</u>
Special Purpose Surplus (Deficit), end of year		73,261	73,261
Endowment Contributions		73,261	73,261
Total Special Purpose Surplus (Deficit), end of year		<u>73,261</u>	<u>73,261</u>

School District No. 33 (Chilliwack)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2023

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	129,580	1,244	2,536	318,699	1,178,431	22,134	34,056	20,777	5,748
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	456,617	537,401				224,000	49,000	172,623	740,968
Provincial Grants - Other									
Other				149,614	4,273,259	14,415			
Investment Income				14,806	59,393				
	456,617	537,401	-	164,420	4,332,652	238,415	49,000	172,623	740,968
Less: Allocated to Revenue	38,861	531,426	-	140,700	4,232,118	234,670	30,163	129,523	727,806
Deferred Revenue, end of year	547,336	7,219	2,536	342,419	1,278,965	25,879	52,893	63,877	18,910
Revenues									
Provincial Grants - Ministry of Education and Child Care	38,861	531,426				234,670	30,163	129,523	727,806
Provincial Grants - Other									
Other Revenue				125,894	4,172,725				
Investment Income				14,806	59,393				
	38,861	531,426	-	140,700	4,232,118	234,670	30,163	129,523	727,806
Expenses									
Salaries									
Teachers								50,577	
Principals and Vice Principals						2,112			
Educational Assistants		411,633							556,581
Support Staff						169,461			
Other Professionals									
Substitutes					7,501	3,194	11,501	1,750	4,765
	-	411,633	-	-	7,501	174,767	11,501	52,327	561,346
Employee Benefits		119,793				48,929		12,561	142,854
Services and Supplies	38,861			140,700	4,224,617	10,974	18,662	64,635	23,606
	38,861	531,426	-	140,700	4,232,118	234,670	30,163	129,523	727,806
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 33 (Chilliwack)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2023

	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Safe Return to School / Restart: Health & Safety Grant	Federal Safe Return to Class / Ventilation Fund	Seamless Day Kindergarten
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	41,188	-	273,425	51,762	3,691	-	207,071	49,800
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	405,248	11,043,716	357,000	48,364	51,000	11,250			55,400
Provincial Grants - Other									69,724
Other									
Investment Income									
	405,248	11,043,716	357,000	48,364	51,000	11,250	-	-	125,124
Less: Allocated to Revenue	405,248	11,060,673	357,000	22,090	84,539	9,502	-	207,071	137,462
Deferred Revenue, end of year	-	24,231	-	299,699	18,223	5,439	-	-	37,462
Revenues									
Provincial Grants - Ministry of Education and Child Care	405,248	11,060,673	357,000	22,090	84,539	9,502		207,071	67,738
Provincial Grants - Other									69,724
Other Revenue									
Investment Income									
	405,248	11,060,673	357,000	22,090	84,539	9,502	-	207,071	137,462
Expenses									
Salaries									
Teachers		8,916,082							
Principals and Vice Principals	93,039								
Educational Assistants									16,893
Support Staff	77,264					53			81,845
Other Professionals	11,280								10,073
Substitutes	128,879					1,500			253
	310,462	8,916,082	-	-	-	1,553	-	-	109,064
Employee Benefits	70,616	2,144,591							25,487
Services and Supplies	24,170		357,000	22,090	84,539	7,949		207,071	2,911
	405,248	11,060,673	357,000	22,090	84,539	9,502	-	207,071	137,462
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 33 (Chilliwack)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2023

	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)	ECL (Early Care & Learning)	After School Sports Initiative	Miscellaneous Grants	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year						11,971	36,382	2,388,495
Add: Restricted Grants								
Provincial Grants - Ministry of Education and Child Care	130,000	1,526,471	25,000	19,000	175,000			16,028,058
Provincial Grants - Other						94,263		94,263
Other								4,507,012
Investment Income								74,199
	130,000	1,526,471	25,000	19,000	175,000	94,263	-	20,703,532
Less: Allocated to Revenue	29,095	1,071,909	25,000	16,269	175,000	67,509	29,282	19,762,916
Deferred Revenue, end of year	100,905	454,562	-	2,731	-	38,725	7,100	3,329,111
Revenues								
Provincial Grants - Ministry of Education and Child Care	29,095	1,071,909	10,585	16,269	175,000			15,209,168
Provincial Grants - Other						67,509		67,509
Other Revenue			14,415				29,282	4,412,040
Investment Income								74,199
	29,095	1,071,909	25,000	16,269	175,000	67,509	29,282	19,762,916
Expenses								
Salaries								
Teachers								8,966,659
Principals and Vice Principals					145,097			240,248
Educational Assistants						374		985,481
Support Staff			18,070					346,693
Other Professionals						4,620		25,973
Substitutes								159,343
	-	-	18,070	-	145,097	4,994	-	10,724,397
Employee Benefits			5,520		29,822			2,600,173
Services and Supplies	29,095	1,071,909	1,410	16,269	81	62,515	29,282	6,438,346
	29,095	1,071,909	25,000	16,269	175,000	67,509	29,282	19,762,916
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-

School District No. 33 (Chilliwack)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2023

	2023 Budget	2023 Actual			2022 Actual (Restated - Note 21)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	1,884,760	1,823,819		1,823,819	1,894,475
Other				-	59
Amortization of Deferred Capital Revenue	8,990,302	8,935,001		8,935,001	7,442,754
Total Revenue	<u>10,875,062</u>	<u>10,758,820</u>	-	<u>10,758,820</u>	<u>9,337,288</u>
Expenses					
Operations and Maintenance	1,884,760	1,823,819		1,823,819	1,894,534
Amortization of Tangible Capital Assets					
Operations and Maintenance	9,527,787	9,497,862		9,497,862	7,903,917
Transportation and Housing	732,766	694,202		694,202	663,421
Total Expense	<u>12,145,313</u>	<u>12,015,883</u>	-	<u>12,015,883</u>	<u>10,461,872</u>
Capital Surplus (Deficit) for the year	<u>(1,270,251)</u>	<u>(1,257,063)</u>	-	<u>(1,257,063)</u>	<u>(1,124,584)</u>
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	496,726	5,535,101		5,535,101	272,959
Local Capital			(5,040,099)	(5,040,099)	
Total Net Transfers	<u>496,726</u>	<u>5,535,101</u>	<u>(5,040,099)</u>	<u>495,002</u>	<u>272,959</u>
Total Capital Surplus (Deficit) for the year	<u>(773,525)</u>	<u>4,278,038</u>	<u>(5,040,099)</u>	<u>(762,061)</u>	<u>(851,625)</u>
Capital Surplus (Deficit), beginning of year		50,511,835	5,101,574	55,613,409	70,308,725
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(13,843,691)
Capital Surplus (Deficit), beginning of year, as restated		<u>50,511,835</u>	<u>5,101,574</u>	<u>55,613,409</u>	<u>56,465,034</u>
Capital Surplus (Deficit), end of year		<u>54,789,873</u>	<u>61,475</u>	<u>54,851,348</u>	<u>55,613,409</u>

School District No. 33 (Chilliwack)

Tangible Capital Assets
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	47,351,859	301,977,015	8,494,212	6,912,050	191,451	371,611	365,298,198
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		13,870,683					13,870,683
Cost, beginning of year, as restated	47,351,859	315,847,698	8,494,212	6,912,050	191,451	371,611	379,168,881
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		8,522,908	2,498,144	17,665		308,323	11,347,040
Deferred Capital Revenue - Other		3,788,019	218,804				4,006,823
Operating Fund		2,736,514	2,441,526	357,061			5,535,101
Transferred from Work in Progress		66,890,911	1,415,100			359,746	68,665,757
	-	81,938,352	6,573,574	374,726	-	668,069	89,554,721
Decrease:							
Deemed Disposals			997,832	314,790	15,888	135,349	1,463,859
	-	-	997,832	314,790	15,888	135,349	1,463,859
Cost, end of year	47,351,859	397,786,050	14,069,954	6,971,986	175,563	904,331	467,259,743
Work in Progress, end of year		381,728					381,728
Cost and Work in Progress, end of year	47,351,859	398,167,778	14,069,954	6,971,986	175,563	904,331	467,641,471
Accumulated Amortization, beginning of year		132,277,328	4,895,399	2,387,753	80,223	150,680	139,791,383
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		13,861,685					13,861,685
Accumulated Amortization, beginning of year, as restated		146,139,013	4,895,399	2,387,753	80,223	150,680	153,653,068
Changes for the Year							
Increase: Amortization for the Year		8,205,359	1,128,208	694,202	36,701	127,594	10,192,064
Decrease:							
Deemed Disposals			997,832	314,790	15,888	135,349	1,463,859
			997,832	314,790	15,888	135,349	1,463,859
Accumulated Amortization, end of year		154,344,372	5,025,775	2,767,165	101,036	142,925	162,381,273
Tangible Capital Assets - Net	47,351,859	243,823,406	9,044,179	4,204,821	74,527	761,406	305,260,198

School District No. 33 (Chilliwack)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2023

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	67,063,537	1,415,100		359,746	68,838,383
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	209,102				209,102
	209,102	-	-	-	209,102
Decrease:					
Transferred to Tangible Capital Assets	66,890,911	1,415,100		359,746	68,665,757
	66,890,911	1,415,100	-	359,746	68,665,757
Net Changes for the Year	(66,681,809)	(1,415,100)	-	(359,746)	(68,456,655)
Work in Progress, end of year	381,728	-	-	-	381,728

School District No. 33 (Chilliwack)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2023

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	160,393,380	121,624	719,338	161,234,342
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	11,347,040	108,471	3,898,352	15,353,863
Transferred from Work in Progress	68,068,258	471,699		68,539,957
	<u>79,415,298</u>	<u>580,170</u>	<u>3,898,352</u>	83,893,820
Decrease:				
Amortization of Deferred Capital Revenue	8,756,003	22,698	156,300	8,935,001
	<u>8,756,003</u>	<u>22,698</u>	<u>156,300</u>	8,935,001
Net Changes for the Year	<u>70,659,295</u>	<u>557,472</u>	<u>3,742,052</u>	74,958,819
Deferred Capital Revenue, end of year	<u>231,052,675</u>	<u>679,096</u>	<u>4,461,390</u>	236,193,161
Work in Progress, beginning of year	68,240,884	471,699		68,712,583
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	209,102			209,102
	<u>209,102</u>	<u>-</u>	<u>-</u>	209,102
Decrease				
Transferred to Deferred Capital Revenue	68,068,258	471,699		68,539,957
	<u>68,068,258</u>	<u>471,699</u>	<u>-</u>	68,539,957
Net Changes for the Year	<u>(67,859,156)</u>	<u>(471,699)</u>	<u>-</u>	(68,330,855)
Work in Progress, end of year	<u>381,728</u>	<u>-</u>	<u>-</u>	381,728
Total Deferred Capital Revenue, end of year	<u>231,434,403</u>	<u>679,096</u>	<u>4,461,390</u>	236,574,889

School District No. 33 (Chilliwack)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2023

	Bylaw Capital \$	MECC Restricted Capital \$	Other Provincial Capital \$	Land Capital \$	Other Capital \$	Total \$
Balance, beginning of year			6	4,694,289	1,368,455	6,062,750
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	13,876,885		156,651			14,033,536
Other				244,784	60,115	304,899
Investment Income				196,010		196,010
Municipal Contributions					2,552,000	2,552,000
	<u>13,876,885</u>	-	<u>156,651</u>	<u>440,794</u>	<u>2,612,115</u>	<u>17,086,445</u>
Decrease:						
Transferred to DCR - Capital Additions	11,347,040		108,471		3,898,352	15,353,863
Transferred to DCR - Work in Progress	209,102					209,102
Facility Improvements Not Capitalized	1,823,819					1,823,819
	<u>13,379,961</u>	-	<u>108,471</u>	-	<u>3,898,352</u>	<u>17,386,784</u>
Net Changes for the Year	<u>496,924</u>	-	<u>48,180</u>	<u>440,794</u>	<u>(1,286,237)</u>	<u>(300,339)</u>
Balance, end of year	<u>496,924</u>	-	<u>48,186</u>	<u>5,135,083</u>	<u>82,218</u>	<u>5,762,411</u>