

Audited Financial Statements of

School District No. 37 (Delta)

June 30, 2018

School District No. 37 (Delta)

June 30, 2018

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School District No. 37 (Delta)

MANAGEMENT REPORT

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 37 (Delta) have been prepared by management in accordance with Canadian public sector accounting standards and provincial reporting legislation 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. 37 (Delta) (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 external auditors, PricewaterhouseCoopers 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. 37 (Delta) and meet when required. The accompanying Independent Auditor's 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. 37 (Delta)

Laura Dixon	Original Document Signed	September 25, 2018
Signature of the Chairperson of the Board of Education		Date Signed
Doug Sheppard	Original Document Signed	September 25, 2018
Signature of the Superintendent		Date Signed
Nicola Christ	Original Document Signed	September 25, 2018
Signature of the Secretary Treasurer		Date Signed



September 25, 2018

Independent Auditor's Report

To the Board of Education of School District No. 37

We have audited the accompanying financial statements of School District No. 37, which comprise the statement of financial position as at June 30, 2018 and the statements of operations, changes in net financial debt, and cash flows for the year then ended, comprising Statements 1 to 5, and the related notes, which comprise a summary of significant accounting policies and other explanatory information (financial statements).

Management's responsibility for the financial statements

Management is responsible for the preparation of these financial statements in accordance with Section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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*PwC refers to PricewaterhouseCoopers LLP, an Ontario limited liability partnership.



Opinion

In our opinion, the financial statements of School District No. 37 for the year ended June 30, 2018 are prepared, in all material respects, in accordance with Section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia.

Basis of accounting

Without modifying our opinion, we draw attention to note 2 of the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

Other matter

The attached supplementary information included in Schedules 1 through 4D is presented for the purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information included in Schedules 1 to 4D has not been audited.

PricewaterhouseCoopers LLP

Chartered Professional Accountants

School District No. 37 (Delta)

Statement of Financial Position

As at June 30, 2018

	2018 Actual	2017 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	45,957,407	41,256,068
Accounts Receivable		
Due from Province - Ministry of Education	36,427	41,577
Due from Province - Other	390,479	37,005
Due from LEA/Direct Funding	310,394	296,030
Other (Note 3)	922,544	1,403,627
Total Financial Assets	47,617,251	43,034,307
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Other (Note 4)	227	318
Other (Note 4)	11,143,599	11,303,502
Unearned Revenue (Note 5)	8,831,596	8,777,405
Deferred Revenue (Note 6)	4,266,845	4,203,918
Deferred Capital Revenue (Note 7)	107,395,074	107,792,110
Employee Future Benefits (Note 8)	4,214,775	4,091,799
Capital Lease Obligations (Note 9)	5,580,987	5,191,839
Other Liabilities	1,126,809	1,185,669
Total Liabilities	142,559,912	142,546,560
Net Financial Assets (Debt)	(94,942,661)	(99,512,253)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	145,921,199	146,252,311
Prepaid Expenses	609,535	475,219
Supplies Inventory	29,099	23,508
Total Non-Financial Assets	146,559,833	146,751,038
Accumulated Surplus (Deficit)	51,617,172	47,238,785

Contractual Obligations (Note 14)

Contingent Liabilities (Note 15)

Approved by the Board

Laura Dixon	Original Document Signed	September 25, 2018
Signature of the Chairperson of the Board of Education		Date Signed
Doug Sheppard	Original Document Signed	September 25, 2018
Signature of the Superintendent		Date Signed
Nicola Christ	Original Document Signed	September 25, 2018
Signature of the Secretary Treasurer		Date Signed

School District No. 37 (Delta)

Statement of Operations
Year Ended June 30, 2018

	2018 Budget \$	2018 Actual \$	2017 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	152,333,469	152,234,700	145,909,437
Other	881,643	906,760	1,095,678
Federal Grants	954,488	978,118	1,025,691
Tuition	11,669,847	12,528,509	12,796,160
Other Revenue	7,346,843	8,271,049	8,436,343
Rentals and Leases	735,375	774,732	667,919
Investment Income	530,140	673,969	448,225
Amortization of Deferred Capital Revenue	4,332,302	4,111,488	3,556,498
Total Revenue	<u>178,784,107</u>	<u>180,479,325</u>	<u>173,935,951</u>
Expenses (Note 17)			
Instruction	150,515,427	146,745,414	144,809,852
District Administration	4,628,660	4,717,320	4,501,738
Operations and Maintenance	23,439,205	23,279,029	22,731,347
Transportation and Housing	1,115,881	1,147,675	1,080,255
Debt Services	210,930	211,500	220,160
Total Expense	<u>179,910,103</u>	<u>176,100,938</u>	<u>173,343,352</u>
Surplus (Deficit) for the year	<u>(1,125,996)</u>	<u>4,378,387</u>	<u>592,599</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		47,238,785	46,646,186
Accumulated Surplus (Deficit) from Operations, end of year		<u>51,617,172</u>	<u>47,238,785</u>

School District No. 37 (Delta)

Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2018

	2018 Budget \$	2018 Actual \$	2017 Actual \$
Surplus (Deficit) for the year	<u>(1,125,996)</u>	<u>4,378,387</u>	<u>592,599</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(5,491,746)	(6,875,738)	(13,841,868)
Amortization of Tangible Capital Assets	6,993,224	7,206,850	6,576,885
Total Effect of change in Tangible Capital Assets	<u>1,501,478</u>	<u>331,112</u>	<u>(7,264,983)</u>
Acquisition of Prepaid Expenses		(1,456,546)	(1,078,068)
Use of Prepaid Expenses		1,322,230	1,187,723
Acquisition of Supplies Inventory		(28,349)	(22,957)
Use of Supplies Inventory		22,758	14,758
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(139,907)</u>	<u>101,456</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>375,482</u>	<u>4,569,592</u>	<u>(6,570,928)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>4,569,592</u>	<u>(6,570,928)</u>
Net Financial Assets (Debt), beginning of year		(99,512,253)	(92,941,325)
Net Financial Assets (Debt), end of year		<u>(94,942,661)</u>	<u>(99,512,253)</u>

School District No. 37 (Delta)

Statement of Cash Flows
Year Ended June 30, 2018

	2018 Actual \$	2017 Actual \$
Operating Transactions		
Surplus (Deficit) for the year	4,378,387	592,599
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	118,395	490,438
Supplies Inventories	(5,591)	(8,199)
Prepaid Expenses	(134,316)	109,655
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(159,994)	432,229
Unearned Revenue	54,191	1,052,396
Deferred Revenue	62,927	562,642
Employee Future Benefits	122,976	(58,973)
Other Liabilities	(58,860)	(91,398)
Amortization of Tangible Capital Assets	7,206,850	6,576,885
Amortization of Deferred Capital Revenue	(4,111,488)	(3,556,498)
Total Operating Transactions	<u>7,473,477</u>	<u>6,101,776</u>
Capital Transactions		
Tangible Capital Assets Purchased	(831,652)	(279,607)
Tangible Capital Assets -WIP Purchased	(5,242,572)	(13,562,261)
Total Capital Transactions	<u>(6,074,224)</u>	<u>(13,841,868)</u>
Financing Transactions		
Capital Revenue Received	3,714,452	12,669,528
Capital Lease Principal Repayment	(412,366)	(469,503)
Total Financing Transactions	<u>3,302,086</u>	<u>12,200,025</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,701,339	4,459,933
Cash and Cash Equivalents, beginning of year	<u>41,256,068</u>	<u>36,796,135</u>
Cash and Cash Equivalents, end of year	<u>45,957,407</u>	<u>41,256,068</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash	45,957,407	41,256,068
	<u>45,957,407</u>	<u>41,256,068</u>



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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. 37 (Delta)", and operates as "School District No. 37 (Delta)." 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. 37 (Delta) 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 in regard to the accounting for government transfers as set out in Notes 2(f) and 2(m).

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

The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2017 - increase in annual surplus by \$9,113,030

June 30, 2017 - increase in accumulated surplus and decrease in deferred contributions by \$107,792,110

Year-ended June 30, 2018 – decrease in annual surplus by \$397,036

June 30, 2018 – decrease in accumulated surplus and increase in deferred contributions by \$107,395,074



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

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

d) Portfolio Investments

The School District does not currently have investments in term deposits that have a maturity of greater than 3 months at the time of acquisition.

e) 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.

f) 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 (m).



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

f) Deferred Revenue and Deferred Capital Revenue *(Continued)*

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. See note 2 (a) for the impact of this policy on these financial statements.

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 of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2016 and projected to March 31, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

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



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

i) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

j) Prepaid Expenses

The following items are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

- Insurance for fleet vehicles
- Annual software support agreements
- Prepaid memberships, subscriptions and registration fees
- Prepaid utility costs

k) Supplies Inventory

Supplies inventory held for consumption or use include materials and supplies for Facility use and are recorded at the lower of historical cost and replacement cost.

l) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Notes 12 – Interfund Transfers and Note 18 – Internally Restricted Surplus). Funds and reserves are disclosed on Schedules 2, 3 and 4.

m) 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.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

m) Revenue Recognition *(Continued)*

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

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

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

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2(a) for the impact of this policy on these financial statements.

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

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



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

n) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes interest on capital leases.

Categories of Salaries

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

Allocation of Costs

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

o) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank overdraft, accounts payable and accrued liabilities, long term debt 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. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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

o) Financial Instruments *(Continued)*

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.

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.

p) 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. Management has not identified any areas requiring significant estimates.

q) New Accounting Standards

Effective July 1, 2017, the School District adopted the following new Public Sector Accounting Standards:

PS 2200 Related Party Disclosures and PS 3420 Inter-Entity Transactions

These sections define a related party and establish disclosures required for related party transactions. Disclosure is required when related party transactions have occurred at a value different from that which would have been arrived at if the parties were unrelated, and they have, a material financial effect on the financial statements. They also establish standards on how to account for and report transactions between public sector entities that comprise a government's reporting entity from both a provider and recipient perspective.

PS 3210 Assets, PS 3320 Contingent Assets and PS 3380 Contractual Rights

PS 3210 Assets provides additional guidance to clarify the definition of assets set out in PS 1000 Financial Statement Concepts.

PS 3320 Contingent Assets establishes disclosure standards on contingent assets.

PS 3380 Contractual Rights establishes disclosure standards on rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future.

There was no material impact on the financial statements of adopting the new Sections.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2018	2017
Due from Federal Government	\$ 476,304	\$ 773,534
Other	446,240	630,093
	\$ 922,544	\$1,403,627

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2018	2017
Due to Province - Other	\$ 227	\$ 318
Trade payables	1,545,666	1,936,826
Wages Payable	1,213,336	1,249,183
Payroll deductions payable	6,000,703	6,017,772
Other	2,383,894	2,099,721
	\$11,143,826	\$11,303,820

NOTE 5 UNEARNED REVENUE

	2018	2017
Balance, beginning of year	\$ 8,777,405	\$ 7,725,009
Changes for the year:		
Increase:		
Tuition fees received	12,582,700	13,852,693
Rental/Lease of facilities	801,624	743,255
	13,384,324	14,595,948
Decrease:		
Tuition fees recognized	(12,528,509)	(12,796,161)
Rental/Lease of facilities	(801,624)	(747,391)
Net changes for the year	54,191	1,052,396
Balance, end of year	\$ 8,831,596	\$ 8,777,405



SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

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. Detailed information about the changes in deferred revenue is included in Schedule 3A.

	2018	2017
Deferred Revenue, beginning of year	\$ 4,203,918	\$ 3,641,276
Changes for the year:		
Increase:		
Provincial Grants - Ministry of Education	12,417,222	8,865,876
Provincial Grants - Other	99,397	233,082
Federal Grants	-	25,000
Other	5,685,968	5,347,132
Investment Income	15,158	9,034
	18,217,745	14,480,124
Decrease:		
Transfer to Revenue	(17,544,870)	(13,859,593)
Transfer re Capital Additions	(607,782)	(55,220)
Other	(2,166)	(2,669)
	(18,154,818)	(13,917,482)
Net changes for the year	62,927	562,642
Balance, end of year	\$ 4,266,845	\$ 4,203,918



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

	2018	2017
Balance, beginning of year (includes work in progress)	\$ 107,792,110	\$ 98,679,080
Changes for the year:		
Increase:		
Transfer to Deferred Capital Revenue	4,082,647	12,901,923
Provincial Grants	3,325,100	12,314,910
Provincial Grants - Other	138,463	96,025
Other Capital	227,624	241,100
Investment Income	23,265	17,493
	7,797,099	25,571,451
Decrease:		
Amortization of Deferred Capital Revenue	(4,111,488)	(3,556,498)
Transfer to Deferred Capital Revenue	(4,082,647)	(12,901,923)
Net changes for the year	(397,036)	9,113,030
Balance, end of year (includes work in progress)	\$ 107,395,074	\$ 107,792,110

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.

	2018	2017
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 3,611,610	\$ 3,759,063
Service Cost	309,435	309,037
Interest Cost	101,989	95,553
Benefit Payments	(307,185)	(473,490)
Increase (Decrease) in obligation due to Plan Amendment	-	-
Actuarial (Gain) Loss	(117,522)	(78,553)
Accrued Benefit Obligation – March 31	\$ 3,598,327	\$ 3,611,610



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 8 EMPLOYEE FUTURE BENEFITS *(Continued)*

Reconciliation of Funded Status at End of Fiscal Year

Accrued Benefit Obligation – March 31	\$ 3,598,327	\$ 3,611,610
Market Value of Plan Assets – March 31	-	-
Funded Status – Surplus (Deficit)	(3,598,327)	(3,611,610)
Employer Contributions After Measurement Date	23,145	43,871
Benefits Expense After Measurement Date	(104,782)	(102,856)
Unamortized Net Actuarial (Gain) Loss	(534,811)	(421,204)
Accrued Benefit Asset (Liability) – June 30	\$ (4,214,775)	\$ (4,091,799)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability – July 1	\$ 4,091,799	\$ 4,150,772
Net expense for Fiscal Year	409,434	410,567
Employer Contributions	(286,458)	(469,540)
Accrued Benefit Liability – June 30	\$ 4,214,775	\$ 4,091,799

Components of Net Benefit Expense

	2018	2017
Service Cost	\$ 311,369	\$ 309,137
Interest Cost	101,980	97,162
Immediate Recognition of Plan Amendment	-	-
Amortization of Net Actuarial (Gain)/Loss	(3,915)	4,268
Net Benefit Expense (Income)	\$ 409,434	\$ 410,567

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

Discount Rate – April 1	2.75%	2.50%
Discount Rate – March 31	2.75%	2.75%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	9.6	9.6



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 9 CAPITAL LEASE OBLIGATIONS

The School District has two leases for equipment (with terms of fifty-seven months). The School District also has one lease (with a term of fifteen years) for a thermal energy plant. This lease has a buyout option based on the market value at the end of the agreement. The leases bear interest rates averaging 4.26% with average monthly principal and interest payments of \$51,106.

Repayments are due as follows:

	<u>June 30, 2018</u>
2019	\$ 613,271
2020	613,271
2021	613,271
2022	613,271
2023	567,580
Thereafter	4,305,046
Total minimum lease payments	<u>\$ 7,325,710</u>
Less amounts representing interest	(1,744,723)
Present value of net minimum capital lease payments	<u>\$ 5,580,987</u>

Total interest on leases for the year was \$211,500 (June 30, 2017: \$220,160).

The School District is involved in a BC Utilities Commission regulatory process with the provider of its thermal energy plant over interpretational differences in the plant's contract. The provider has applied to the Commission for a cost of service rate to apply which would result in an increased cost of energy to the School District over the remaining term of the contract. The outcome of this process or any change in rates is presently unknown and accordingly the district has not recorded any related expense.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 10 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2018	Net Book Value 2017
	\$	\$
Sites	10,714,525	10,714,525
Buildings	120,995,891	121,731,024
Buildings - Capital Lease	4,489,808	4,783,261
Buildings - Work in Progress	563,888	138,704
Furniture & Equipment	3,065,752	2,170,032
Furniture & Equipment - Capital Lease	621,182	753,498
Furniture & Equipment - Work in Progress	34,529	4,643
Vehicles	1,343,091	1,198,880
Vehicles - Capital Lease	92,047	150,285
Computer Software	306,473	340,992
Computer Software - Work in Progress	-	-
Computer Equipment	3,694,013	4,209,996
Computer Equipment - Work in Progress	-	56,471
TOTAL	145,921,199	146,252,311

June 30, 2018

COST	Balance at July 1, 2017	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2018
	\$	\$	\$	\$	\$
Sites	10,714,525				10,714,525
Buildings	222,645,063			3,877,937	226,523,000
Buildings - Capital Lease	5,869,062				5,869,062
Buildings - Work in Progress	138,704	4,303,121		(3,877,937)	563,888
Furniture & Equipment	3,415,604	1,236,897	(295,728)		4,356,773
Furniture & Equipment - Capital Lease	1,319,326				1,319,326
Furniture & Equipment - Work in Progress	4,643	29,886			34,529
Vehicles	1,682,968	312,508	(286,082)		1,709,394
Vehicles - Capital Lease	582,379				582,379
Computer Software	541,329		(53,931)	73,747	561,145
Computer Software - Work in Progress	-	73,747		(73,747)	-
Computer Hardware	7,460,164	83,761	(24,196)	892,289	8,412,018
Computer Hardware - Work in Progress	56,471	835,818		(892,289)	-
TOTAL	254,430,238	6,875,738	(659,937)	-	260,646,039

Amortization	Balance at July 1, 2017	Additions	Disposals	Balance at June 30, 2018
	\$	\$	\$	\$
Buildings	100,914,039	4,613,070		105,527,109
Buildings - Capital Lease	1,085,801	293,453		1,379,254
Furniture & Equipment	1,245,572	341,177	(295,728)	1,291,021
Furniture & Equipment - Capital Lease	565,828	132,316		698,144
Vehicles	484,088	168,297	(286,082)	366,303
Vehicles - Capital Lease	432,094	58,238		490,332
Computer Software	200,337	108,266	(53,931)	254,672
Computer Hardware	3,250,168	1,492,033	(24,196)	4,718,005
TOTAL	108,177,927	7,206,850	(659,937)	114,724,840



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2017

COST	Balance at July 1, 2016	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2017
	\$	\$	\$	\$	\$
Sites	10,714,525				10,714,525
Buildings	198,473,523			24,171,540	222,645,063
Buildings - Capital Lease	5,869,062				5,869,062
Buildings - Work in Progress	11,141,334	13,168,910		(24,171,540)	138,704
Furniture & Equipment	3,450,328	207,372	(342,422)	100,326	3,415,604
Furniture & Equipment - Capital Lease	1,319,326				1,319,326
Furniture & Equipment - Work in Progress	50,046	54,923		(100,326)	4,643
Vehicles	1,658,321	61,547	(36,900)		1,682,968
Vehicles - Capital Lease	706,243		(123,864)		582,379
Computer Software	371,419	10,688		159,222	541,329
Computer Software - Work in Progress	147,703	11,520		(159,222)	-
Computer Hardware	7,284,566		(116,788)	292,387	7,460,164
Computer Hardware - Work in Progress	21,950	326,908		(292,387)	56,471
TOTAL	241,208,345	13,841,868	(619,974)	-	254,430,238

Amortization	Balance at July 1, 2016	Additions	Disposals	Balance at June 30, 2017
	\$	\$	\$	\$
Buildings	96,875,225	4,038,814		100,914,039
Buildings - Capital Lease	792,348	293,453		1,085,801
Furniture & Equipment	1,242,961	345,033	(342,422)	1,245,572
Furniture & Equipment - Capital Lease	433,896	131,932		565,828
Vehicles	355,156	165,832	(36,900)	484,088
Vehicles - Capital Lease	485,334	70,624	(123,864)	432,094
Computer Software	126,053	74,284		200,337
Computer Hardware	1,910,043	1,456,913	(116,788)	3,250,168
TOTAL	102,221,016	6,576,885	(619,974)	108,177,927

- Contributed tangible capital assets

Additions to buildings and furniture include the following contributed tangible capital assets:

	2018	2017
PAC & Municipality Funded Playgrounds	\$ 272,896	\$ 74,107

- Work in progress having a value of \$598,417 (2017: \$199,818) have not been amortized. Amortization of these assets will commence when the asset is put into service.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

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, 2016, the Teachers' Pension Plan has about 45,000 active members and approximately 37,000 retired members. As of December 31, 2016, the Municipal Pension Plan has about 193,000 active members, including approximately 24,000 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, 2014, indicated a \$449 million surplus for basic pension benefits on a going concern basis. As a result of the 2014 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, the employer basic contribution rate decreased.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015, indicated a \$2,224 million funding surplus for basic pension benefits on a going concern basis. As a result of the 2015 basic account actuarial valuation surplus and pursuant to the joint trustee agreement, \$1,927 million was transferred to the rate stabilization account and \$297 million of the surplus ensured the required contribution rate remained unchanged.

The school district paid \$14,470,443 for employer contributions to the plans for the year ended June 30, 2018 (2017: \$14,108,250)

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017, with results available in 2018. The next valuation for the Municipal Pension Plan will be as at December 31, 2018, with results available in 2019.

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. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 12 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2018, were as follows:

- **Capital Lease Principal:** A transfer to the Capital Fund of \$412,364 consisting of \$410,281 from the Operating Fund and \$2,083 from Special Purpose Funds covered the 2017/18 short-term principal portion of the School District's capital leases.
- **Capital Lease Interest:** A transfer in the amount of \$211,500 consisting of \$211,417 from the Operating Fund and \$83 from Special Purpose Funds to the Capital Fund was made for the payment of capital lease interest.
- **Purchase of Capital Assets:** Transfers in the amount of \$336,691 consisting of \$329,914 from the Operating Fund and \$6,777 from Special Purpose Funds were made to the Capital Fund for the purchase of capital items, including computer hardware, electronic equipment, furniture and equipment and vehicles.
- **Capital Projects:** Transfers in the amount of \$1,650,373 consisting of \$1,049,368 from the Operating Fund and \$601,005 from Special Purpose funds were made to the Capital Fund. These funds paid for building, computer hardware, software, furniture and equipment.
- **Capital Expenses:** A transfer in the amount of \$13,970 from the Operating Fund was made to the Capital Fund for a capital project technology optimization review.

NOTE 13 RELATED PARTY TRANSACTIONS

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

NOTE 14 CONTRACTUAL OBLIGATIONS

The School District has received approval and funding of the Ministry of Education to undertake the following capital projects: the roof replacement at Seaquam Secondary School (\$907 thousand); a heating and ventilation upgrade at Burnsvew Secondary School (\$625 thousand), a high voltage transformer replacement at Brooke Elementary School (\$207 thousand) and a playground structure at Chalmers Elementary School (\$105 thousand). The Ministry of Education funded projects from 2017-18 that will carry forward into 2018-19 include the completion of the Gibson Elementary School Seismic Upgrade (\$431 thousand remaining) and a heating and ventilation upgrade of Cliff Drive Elementary School (\$146 thousand remaining). Additionally, Ministry of Education Annual Facility Grant funding of \$3.023 million is expected for facility repairs and upgrades and year 3 of 3 funding for Youth Trade Equipment upgrading (\$153 thousand). In completing these projects, which are anticipated to total \$5.60 million, the School District is entering into a number of varying short-term contracts with various contractors throughout the anticipated duration of these projects. All of these projects are expected to complete by June 2019.



**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 15 CONTINGENT LIABILITIES

- (a) Ongoing legal proceedings: In the ordinary course of operations, the School District has legal proceedings brought against it and provisions have been included in liabilities where appropriate. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.
- (b) Outstanding Labour Relations and Human Resources related matters may result in imposed or agreed to settlements. The potential amount of the loss to the School District, while not determinable, is not expected to exceed \$200,000.

NOTE 16 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 27, 2018.

	2018 ORIGINAL BUDGET	2018 AMENDED BUDGET
REVENUES		
Provincial Grants		
Provincial Grants - Ministry of Education	\$ 150,399,412	\$ 152,333,469
Provincial Grants - Other	861,919	881,643
Federal Grants	902,969	954,488
Tuition	7,988,491	11,669,847
Other Revenue	6,631,969	7,346,843
Rentals and Leases	735,375	735,375
Investment Income	394,700	530,140
Gain (Loss) on Disposal of Tangible Capital Assets	0	0
Amortization of Deferred Capital Revenue	4,332,302	4,332,302
Total Revenue	<u>172,247,137</u>	<u>178,784,107</u>
EXPENSES		
Instruction	145,168,804	150,401,427
District Administration	4,516,630	4,623,660
Operations and Maintenance	23,004,301	23,394,705
Transportation and Housing	1,088,804	1,115,881
Debt Services	211,409	210,930
POPARD Moving Expenses	360,000	163,500
Total Expense	<u>174,349,948</u>	<u>179,910,103</u>
Surplus (Deficit) for the year	<u>\$ (2,102,811)</u>	<u>\$ (1,125,996)</u>



**SCHOOL DISTRICT NO. 37 (DELTA)
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2018**

NOTE 17 EXPENSE BY OBJECT

	2018	2017
Salaries and benefits	\$ 147,218,368	\$ 144,327,618
Services and supplies	21,464,220	22,218,689
Interest	211,500	220,160
Amortization	7,206,850	6,576,885
	\$ 176,100,938	\$ 173,343,352

NOTE 18 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by Board:

2018-19 Budget Balancing	\$ 400,000
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Restrictions due to the nature of constraint, including contractual obligations, donated funds, and funds received for specific initiatives that do not meet the criteria of Special Purpose Fund.

• Contractual Obligations	\$ 152,111	
• Donor Named Funds	79,432	
• Ed Plan	249,838	
• Other	211,612	692,993

Restrictions due to Senior Management identified potential unusual expenses of a non-recurring nature.	6,952,408
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Restrictions due to operations spanning the school-year, including school budget balances, funds required to complete in-progress projects, year-end purchase order commitments, funding for technology, equipment replacement and capital projects.

• 2019/20 Budget Balancing	\$ 500,000	
• School & Dept. Surplus/Carry Forward	950,999	
• Operating Projects in Progress	2,494,307	
• Technology, Utilities, Equipment & Capital	3,257,919	
• Purchase Order Commitments	228,950	7,432,175
		\$ 15,477,576

Unrestricted Operating Surplus	1,554,117
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Total Available for Future Operations	\$ 17,031,693
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**SCHOOL DISTRICT NO. 37 (DELTA)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 19 ECONOMIC DEPENDENCE

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

NOTE 20 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, amounts receivable and investments.

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

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the School District invests solely in the Province's Shared K-12 Investment Pool.

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 investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in the Province's Shared K-12 Investment Pool.



**SCHOOL DISTRICT NO. 37 (DELTA)
 NOTES TO FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2018**

NOTE 20 RISK MANAGEMENT *(Continued)*

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.

NOTE 21 SUPPLEMENTARY CASH FLOW INFORMATION

	2018				2017
	Operating Fund	Special Purpose Fund	Capital Fund	Total	Total
Interest received	\$ 593,416	\$ 13,582	\$ 39,126	\$ 646,124	\$ 444,772
Interest paid – Capital Lease			\$ 211,500	\$ 211,500	\$ 220,160

School District No. 37 (Delta)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund Year Ended June 30, 2018

	Operating Fund	Special Purpose Fund	Capital Fund	2018 Actual	2017 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	11,996,498		35,242,287	47,238,785	46,646,186
Changes for the year					
Surplus (Deficit) for the year	7,050,145	609,948	(3,281,706)	4,378,387	592,599
Interfund Transfers					
Tangible Capital Assets Purchased	(329,914)	(6,777)	336,691	-	
Tangible Capital Assets - Work in Progress	(1,049,368)	(601,005)	1,650,373	-	
Local Capital	(13,970)		13,970	-	
Other	(621,698)	(2,166)	623,864	-	
Net Changes for the year	5,035,195	-	(656,808)	4,378,387	592,599
Accumulated Surplus (Deficit), end of year - Statement 2	17,031,693	-	34,585,479	51,617,172	47,238,785

School District No. 37 (Delta)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	139,078,172	139,815,638	137,875,400
Other	674,589	723,150	873,064
Federal Grants	929,488	964,616	1,025,691
Tuition	11,669,847	12,528,509	12,796,160
Other Revenue	1,689,766	2,746,345	2,783,919
Rentals and Leases	735,375	774,732	667,919
Investment Income	479,000	620,903	391,202
Total Revenue	155,256,237	158,173,893	156,413,355
Expenses			
Instruction	132,975,245	130,330,968	132,031,658
District Administration	4,196,964	4,212,958	4,041,109
Operations and Maintenance	15,529,291	15,432,147	15,495,998
Transportation and Housing	1,115,881	1,147,675	1,080,255
Total Expense	153,817,381	151,123,748	152,649,020
Operating Surplus (Deficit) for the year	1,438,856	7,050,145	3,764,335
Budgeted Appropriation (Retirement) of Surplus (Deficit)	162,177		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(201,365)	(329,914)	(134,336)
Tangible Capital Assets - Work in Progress	(714,597)	(1,049,368)	(740,287)
Local Capital		(13,970)	(37,694)
Other	(685,071)	(621,698)	(686,994)
Total Net Transfers	(1,601,033)	(2,014,950)	(1,599,311)
Total Operating Surplus (Deficit), for the year	-	5,035,195	2,165,024
Operating Surplus (Deficit), beginning of year		11,996,498	9,831,474
Operating Surplus (Deficit), end of year		17,031,693	11,996,498
Operating Surplus (Deficit), end of year			
Internally Restricted		15,477,576	10,442,381
Unrestricted		1,554,117	1,554,117
Total Operating Surplus (Deficit), end of year		17,031,693	11,996,498

School District No. 37 (Delta)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	136,241,820	136,659,422	133,980,285
DISC/LEA Recovery	(394,707)	(413,859)	(394,707)
Other Ministry of Education Grants			
Pay Equity	2,171,545	2,171,545	2,171,545
Funding for Graduated Adults	176,000	400,035	408,579
Transportation Supplement	41,933	41,933	41,933
Economic Stability Dividend	75,000	93,780	83,189
Return of Administrative Savings	690,188	690,188	690,188
Carbon Tax Grant	60,700	75,017	77,397
Student Learning Grant			785,098
Foundation Skills Assessment	15,693	15,693	17,693
Other Grants		5,000	14,200
Teacher Extended Health Plan		76,884	
Total Provincial Grants - Ministry of Education	139,078,172	139,815,638	137,875,400
Provincial Grants - Other	674,589	723,150	873,064
Federal Grants	929,488	964,616	1,025,691
Tuition			
Summer School Fees	179,000	215,855	230,591
Continuing Education	762,430	738,865	821,672
International and Out of Province Students	10,012,250	10,851,092	9,257,161
Academy Tuition Fees	716,167	722,697	2,486,736
Total Tuition	11,669,847	12,528,509	12,796,160
Other Revenues			
Other School District/Education Authorities	40,000	57,801	72,718
LEA/Direct Funding from First Nations	394,707	413,859	394,707
Miscellaneous			
Instructional Cafeteria	330,000	363,461	397,077
Municipal Grant-Crossing Guards	97,292	102,412	97,753
Admin Fees	43,500	43,500	54,857
Teacher Training	158,723	233,039	171,028
Academies - Other	110,627	127,841	265,079
International - Other	256,105	1,016,033	850,785
Miscellaneous	258,812	388,399	479,915
Total Other Revenue	1,689,766	2,746,345	2,783,919
Rentals and Leases	735,375	774,732	667,919
Investment Income	479,000	620,903	391,202
Total Operating Revenue	155,256,237	158,173,893	156,413,355

School District No. 37 (Delta)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Salaries			
Teachers	72,492,329	71,830,537	71,969,811
Principals and Vice Principals	8,279,564	8,270,898	7,977,523
Educational Assistants	12,131,259	10,870,229	11,499,847
Support Staff	11,152,019	11,203,782	10,835,378
Other Professionals	3,068,716	2,983,372	3,014,161
Substitutes	4,042,572	4,296,142	4,746,528
Total Salaries	111,166,459	109,454,960	110,043,248
Employee Benefits	28,064,423	27,231,580	27,343,400
Total Salaries and Benefits	139,230,882	136,686,540	137,386,648
Services and Supplies			
Services	4,077,508	4,662,360	4,923,902
Student Transportation	1,307,442	1,354,738	1,448,373
Professional Development and Travel	688,089	724,426	1,185,414
Rentals and Leases	94,875	94,532	230,048
Dues and Fees	154,195	188,692	204,288
Insurance	346,501	321,259	329,164
Supplies	6,095,180	5,349,227	5,073,011
Utilities	1,822,709	1,741,974	1,868,172
Total Services and Supplies	14,586,499	14,437,208	15,262,372
Total Operating Expense	153,817,381	151,123,748	152,649,020

School District No. 37 (Delta)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	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	51,760,494	1,192,416	414,198	48,320		2,425,375	55,840,803
1.03 Career Programs	559,237		212,096			14,990	786,323
1.07 Library Services	1,793,612	27,839		64,058		59,094	1,944,603
1.08 Counselling	2,512,708					143	2,512,851
1.10 Special Education	10,481,811	354,726	9,301,244	119,624		847,670	21,105,075
1.30 English Language Learning	1,816,677	188,856	176,553			66,794	2,248,880
1.31 Aboriginal Education	345,514	55,972	139,271	5,081		8,189	554,027
1.41 School Administration		5,680,443		2,543,410	11,638	93,204	8,328,695
1.60 Summer School	375,338					5,371	380,709
1.61 Continuing Education	363,584	247,638	7,456	177,774	87,834	17,311	901,597
1.62 International and Out of Province Students	1,275,755	411,064	224,288	510,044	79,043	41,152	2,541,346
1.64 Other	539,372	111,944	395,123	260,699	4,100	117,931	1,429,169
Total Function 1	71,824,102	8,270,898	10,870,229	3,729,010	182,615	3,697,224	98,574,078
4 District Administration							
4.11 Educational Administration				53,016	706,157		759,173
4.40 School District Governance					180,535		180,535
4.41 Business Administration				655,994	1,174,300		1,830,294
Total Function 4	-	-	-	709,010	2,060,992	-	2,770,002
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				351,350	662,243	7,898	1,021,491
5.50 Maintenance Operations	6,435			5,963,896	67,260	352,198	6,389,789
5.52 Maintenance of Grounds				433,914		164,621	598,535
5.56 Utilities				131		305	436
Total Function 5	6,435	-	-	6,749,291	729,503	525,022	8,010,251
7 Transportation and Housing							
7.41 Transportation and Housing Administration				16,471	10,262		26,733
7.70 Student Transportation						73,896	73,896
Total Function 7	-	-	-	16,471	10,262	73,896	100,629
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	71,830,537	8,270,898	10,870,229	11,203,782	2,983,372	4,296,142	109,454,960

School District No. 37 (Delta)

Operating Expense by Function, Program and Object

Year Ended June 30, 2018

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2018 Actual	2018 Budget	2017 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	55,840,803	13,983,113	69,823,916	3,410,899	73,234,815	72,424,594	72,351,903
1.03 Career Programs	786,323	197,549	983,872	51,080	1,034,952	1,085,209	1,027,428
1.07 Library Services	1,944,603	482,245	2,426,848	66,280	2,493,128	2,507,337	2,544,167
1.08 Counselling	2,512,851	593,129	3,105,980	6,329	3,112,309	3,143,200	3,012,417
1.10 Special Education	21,105,075	5,391,018	26,496,093	598,329	27,094,422	29,227,964	28,597,328
1.30 English Language Learning	2,248,880	553,312	2,802,192	29,520	2,831,712	2,954,422	2,649,699
1.31 Aboriginal Education	554,027	119,104	673,131	62,481	735,612	956,005	747,742
1.41 School Administration	8,328,695	1,922,417	10,251,112	97,895	10,349,007	10,363,542	9,950,510
1.60 Summer School	380,709	55,596	436,305	12,221	448,526	381,356	465,774
1.61 Continuing Education	901,597	229,288	1,130,885	195,837	1,326,722	1,448,655	1,395,532
1.62 International and Out of Province Students	2,541,346	611,367	3,152,713	1,327,054	4,479,767	5,498,437	4,128,716
1.64 Other	1,429,169	303,542	1,732,711	1,457,285	3,189,996	2,984,524	5,160,442
Total Function 1	98,574,078	24,441,680	123,015,758	7,315,210	130,330,968	132,975,245	132,031,658
4 District Administration							
4.11 Educational Administration	759,173	167,280	926,453	171,720	1,098,173	1,038,325	1,146,207
4.40 School District Governance	180,535	4,106	184,641	98,129	282,770	276,313	291,243
4.41 Business Administration	1,830,294	419,156	2,249,450	582,565	2,832,015	2,882,326	2,603,659
Total Function 4	2,770,002	590,542	3,360,544	852,414	4,212,958	4,196,964	4,041,109
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	1,021,491	254,525	1,276,016	503,845	1,779,861	1,830,172	1,835,597
5.50 Maintenance Operations	6,389,789	1,797,126	8,186,915	2,532,960	10,719,875	10,656,009	10,566,995
5.52 Maintenance of Grounds	598,535	138,249	736,784	260,984	997,768	997,862	1,044,417
5.56 Utilities	436	15	451	1,934,192	1,934,643	2,045,248	2,048,989
Total Function 5	8,010,251	2,189,915	10,200,166	5,231,981	15,432,147	15,529,291	15,495,998
7 Transportation and Housing							
7.41 Transportation and Housing Administration	26,733	5,662	32,395		32,395	36,321	35,628
7.70 Student Transportation	73,896	3,781	77,677	1,037,603	1,115,280	1,079,560	1,044,627
Total Function 7	100,629	9,443	110,072	1,037,603	1,147,675	1,115,881	1,080,255
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	109,454,960	27,231,580	136,686,540	14,437,208	151,123,748	153,817,381	152,649,020

School District No. 37 (Delta)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual	2017 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	13,255,297	12,419,062	8,034,037
Other	207,054	183,610	222,614
Federal Grants	25,000	13,502	
Other Revenue	5,657,077	5,524,704	5,652,424
Investment Income	11,140	13,940	8,407
Total Revenue	19,155,568	18,154,818	13,917,482
Expenses			
Instruction	17,540,182	16,414,446	12,778,194
District Administration	431,696	504,362	460,629
Operations and Maintenance	916,690	626,062	620,770
Total Expense	18,888,568	17,544,870	13,859,593
Special Purpose Surplus (Deficit) for the year	267,000	609,948	57,889
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(6,777)	
Tangible Capital Assets - Work in Progress	(267,000)	(601,005)	(55,220)
Other		(2,166)	(2,669)
Total Net Transfers	(267,000)	(609,948)	(57,889)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 37 (Delta)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	7,980	6,636	197,645	65,883	2,540,698	16,455		1,485	
Add: Restricted Grants									
Provincial Grants - Ministry of Education	614,944	541,557				224,000	58,800	262,933	556,594
Provincial Grants - Other									
Other			103,021		5,478,966				
Investment Income	6,337	1,152	3,871						
	621,281	542,709	106,892	-	5,478,966	224,000	58,800	262,933	556,594
Less: Allocated to Revenue	629,261	515,809	34,620	50,264	5,367,195	237,445	58,800	264,418	556,594
Deferred Revenue, end of year	-	33,536	269,917	15,619	2,652,469	3,010	-	-	-
Revenues									
Provincial Grants - Ministry of Education	622,924	514,657		50,264		237,445	58,800	264,418	556,594
Provincial Grants - Other									
Federal Grants									
Other Revenue			31,967		5,367,195				
Investment Income	6,337	1,152	2,653						
	629,261	515,809	34,620	50,264	5,367,195	237,445	58,800	264,418	556,594
Expenses									
Salaries									
Teachers							11,944	70,009	
Principals and Vice Principals									
Educational Assistants		390,740				159,173			407,222
Support Staff	142,638								
Other Professionals									30,163
Substitutes		426				5,909	10,523	5,503	
	142,638	391,166	-	-	-	165,082	22,467	75,512	437,385
Employee Benefits	27,042	124,643				53,735	4,590	18,660	105,146
Services and Supplies	182,111		34,620	50,264	5,367,195	18,628	31,743	170,246	14,063
	351,791	515,809	34,620	50,264	5,367,195	237,445	58,800	264,418	556,594
Net Revenue (Expense) before Interfund Transfers	277,470	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased									
Tangible Capital Assets - Work in Progress	(277,470)								
Other									
	(277,470)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 37 (Delta)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	Coding and Curriculum Implementation	Priority Measures	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing	Community Schools Partnership	New Horizons for Seniors	PRP Assessment Unit	Enh.Settlement Workers in Schls (ESWIS)	Advance.Via Indiv.Determin. (AVID)
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	99,301	399,021			2,127	25,000	360,000	124,041	14,949
Add: Restricted Grants									
Provincial Grants - Ministry of Education			769,739	6,705,403			2,683,252		
Provincial Grants - Other									
Other					50,000				
Investment Income									
	-	-	769,739	6,705,403	50,000	-	2,683,252	-	-
Less: Allocated to Revenue	99,301	399,021	672,890	5,862,821	52,127	13,502	3,043,252	6,360	14,949
Deferred Revenue, end of year	-	-	96,849	842,582	-	11,498	-	117,681	-
Revenues									
Provincial Grants - Ministry of Education	99,226	399,021	672,890	5,862,821			3,043,252		14,949
Provincial Grants - Other	75							6,360	
Federal Grants						13,502			
Other Revenue					52,127				
Investment Income									
	99,301	399,021	672,890	5,862,821	52,127	13,502	3,043,252	6,360	14,949
Expenses									
Salaries									
Teachers	31,167	320,945		4,619,063			1,186,506	1,140	
Principals and Vice Principals							240,895		
Educational Assistants			202,780						
Support Staff			59,412				217,772		
Other Professionals					43,013				
Substitutes	943		156,938	101,354		12,588	5,842		
	32,110	320,945	419,130	4,720,417	43,013	12,588	1,651,015	1,140	-
Employee Benefits	7,736	78,076	83,715	1,142,404	9,114	914	387,682	237	
Services and Supplies	59,455		118,045				724,077	4,983	14,949
	99,301	399,021	620,890	5,862,821	52,127	13,502	2,762,774	6,360	14,949
Net Revenue (Expense) before Interfund Transfers	-	-	52,000	-	-	-	280,478	-	-
Interfund Transfers									
Tangible Capital Assets Purchased							(6,777)		
Tangible Capital Assets - Work in Progress			(52,000)				(271,535)		
Other							(2,166)		
	-	-	(52,000)	-	-	-	(280,478)	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 37 (Delta)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2018

	Accel.Cr.Enrol Ind.Training (Ace-IT)	Ntwks Inq & Inv/ Aborig.Enh.Schls (NOII/AESN)	TOTAL
	\$	\$	\$
Deferred Revenue, beginning of year	108,116	234,581	4,203,918
Add: Restricted Grants			
Provincial Grants - Ministry of Education			12,417,222
Provincial Grants - Other	44,600	54,797	99,397
Other		53,981	5,685,968
Investment Income		3,798	15,158
	44,600	112,576	18,217,745
Less: Allocated to Revenue	77,634	198,555	18,154,818
Deferred Revenue, end of year	75,082	148,602	4,266,845
Revenues			
Provincial Grants - Ministry of Education		21,801	12,419,062
Provincial Grants - Other	77,634	99,541	183,610
Federal Grants			13,502
Other Revenue		73,415	5,524,704
Investment Income		3,798	13,940
	77,634	198,555	18,154,818
Expenses			
Salaries			
Teachers	11,975		6,252,749
Principals and Vice Principals			240,895
Educational Assistants			1,159,915
Support Staff	31,584		451,406
Other Professionals			73,176
Substitutes	305		300,331
	43,864	-	8,478,472
Employee Benefits	9,662		2,053,356
Services and Supplies	24,108	198,555	7,013,042
	77,634	198,555	17,544,870
Net Revenue (Expense) before Interfund Transfers	-	-	609,948
Interfund Transfers			
Tangible Capital Assets Purchased			(6,777)
Tangible Capital Assets - Work in Progress			(601,005)
Other			(2,166)
	-	-	(609,948)
Net Revenue (Expense)	-	-	-

School District No. 37 (Delta)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2018

	2018 Budget	2018 Actual			2017 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income	40,000		39,126	39,126	48,616
Amortization of Deferred Capital Revenue	4,332,302	4,111,488		4,111,488	3,556,498
Total Revenue	4,372,302	4,111,488	39,126	4,150,614	3,605,114
Expenses					
Operations and Maintenance			13,970	13,970	37,694
Amortization of Tangible Capital Assets					
Operations and Maintenance	6,993,224	7,206,850		7,206,850	6,576,885
Debt Services					
Capital Lease Interest	210,930		211,500	211,500	220,160
Total Expense	7,204,154	7,206,850	225,470	7,432,320	6,834,739
Capital Surplus (Deficit) for the year	(2,831,852)	(3,095,362)	(186,344)	(3,281,706)	(3,229,625)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	201,365	336,691		336,691	134,336
Tangible Capital Assets - Work in Progress	981,597	1,650,373		1,650,373	795,507
Local Capital			13,970	13,970	37,694
Capital Lease Payment	685,071		623,864	623,864	689,663
Total Net Transfers	1,868,033	1,987,064	637,834	2,624,898	1,657,200
Other Adjustments to Fund Balances					
Tangible Capital Assets WIP Purchased from Local Capital		4,513	(4,513)	-	
Principal Payment					
Capital Lease		412,364	(412,364)	-	
Total Other Adjustments to Fund Balances		416,877	(416,877)	-	
Total Capital Surplus (Deficit) for the year	(963,819)	(691,421)	34,613	(656,808)	(1,572,425)
Capital Surplus (Deficit), beginning of year		35,155,738	86,549	35,242,287	36,814,712
Capital Surplus (Deficit), end of year		34,464,317	121,162	34,585,479	35,242,287

School District No. 37 (Delta)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2018

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	10,714,525	228,514,125	4,734,930	2,265,347	541,329	7,460,164	254,230,420
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw				152,143			152,143
Deferred Capital Revenue - Other			342,818				342,818
Operating Fund			85,788	160,365		83,761	329,914
Special Purpose Funds			6,777				6,777
Capital Lease			801,514				801,514
Transferred from Work in Progress		3,877,937			73,747	892,289	4,843,973
	-	3,877,937	1,236,897	312,508	73,747	976,050	6,477,139
Decrease:							
Deemed Disposals			295,728	286,082	53,931	24,196	659,937
	-	-	295,728	286,082	53,931	24,196	659,937
Cost, end of year	10,714,525	232,392,062	5,676,099	2,291,773	561,145	8,412,018	260,047,622
Work in Progress, end of year		563,888	34,529				598,417
Cost and Work in Progress, end of year	10,714,525	232,955,950	5,710,628	2,291,773	561,145	8,412,018	260,646,039
Accumulated Amortization, beginning of year		101,999,840	1,811,400	916,182	200,337	3,250,168	108,177,927
Changes for the Year							
Increase: Amortization for the Year		4,906,523	473,493	226,535	108,266	1,492,033	7,206,850
Decrease:							
Deemed Disposals			295,728	286,082	53,931	24,196	659,937
			295,728	286,082	53,931	24,196	659,937
Accumulated Amortization, end of year		106,906,363	1,989,165	856,635	254,672	4,718,005	114,724,840
Tangible Capital Assets - Net	10,714,525	126,049,587	3,721,463	1,435,138	306,473	3,694,013	145,921,199

School District No. 37 (Delta)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2018

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	138,704	4,643		56,471	199,818
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	3,580,090				3,580,090
Deferred Capital Revenue - Other				7,596	7,596
Operating Fund	169,513	29,886	73,747	776,222	1,049,368
Special Purpose Funds	549,005			52,000	601,005
Local Capital	4,513				4,513
	<u>4,303,121</u>	<u>29,886</u>	<u>73,747</u>	<u>835,818</u>	<u>5,242,572</u>
Decrease:					
Transferred to Tangible Capital Assets	3,877,937		73,747	892,289	4,843,973
	<u>3,877,937</u>	<u>-</u>	<u>73,747</u>	<u>892,289</u>	<u>4,843,973</u>
Net Changes for the Year	<u>425,184</u>	<u>29,886</u>	<u>-</u>	<u>(56,471)</u>	<u>398,599</u>
Work in Progress, end of year	<u>563,888</u>	<u>34,529</u>	<u>-</u>	<u>-</u>	<u>598,417</u>

School District No. 37 (Delta)

Schedule 4C (Unaudited)

Deferred Capital Revenue
Year Ended June 30, 2018

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	102,702,381	1,859,596	1,266,758	105,828,735
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	152,143	69,922	272,896	494,961
Transferred from Work in Progress	3,189,666		7,596	3,197,262
	<u>3,341,809</u>	<u>69,922</u>	<u>280,492</u>	<u>3,692,223</u>
Decrease:				
Amortization of Deferred Capital Revenue	3,910,431	52,140	148,917	4,111,488
	<u>3,910,431</u>	<u>52,140</u>	<u>148,917</u>	<u>4,111,488</u>
Net Changes for the Year	<u>(568,622)</u>	<u>17,782</u>	<u>131,575</u>	<u>(419,265)</u>
Deferred Capital Revenue, end of year	<u>102,133,759</u>	<u>1,877,378</u>	<u>1,398,333</u>	<u>105,409,470</u>
Work in Progress, beginning of year	76,002			76,002
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	3,580,090		7,596	3,587,686
	<u>3,580,090</u>	<u>-</u>	<u>7,596</u>	<u>3,587,686</u>
Decrease				
Transferred to Deferred Capital Revenue	3,189,666		7,596	3,197,262
	<u>3,189,666</u>	<u>-</u>	<u>7,596</u>	<u>3,197,262</u>
Net Changes for the Year	<u>390,424</u>	<u>-</u>	<u>-</u>	<u>390,424</u>
Work in Progress, end of year	<u>466,426</u>	<u>-</u>	<u>-</u>	<u>466,426</u>
Total Deferred Capital Revenue, end of year	<u>102,600,185</u>	<u>1,877,378</u>	<u>1,398,333</u>	<u>105,875,896</u>

School District No. 37 (Delta)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2018

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	691,150	1,076,822	66,129		53,272	1,887,373
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	3,325,100					3,325,100
Provincial Grants - Other			138,463			138,463
Investment Income		23,265				23,265
Transfer project surplus to MEd Restricted (from) Bylaw	(48,443)	48,443				-
Capital Assets from PAC and other external Non-Provincial Organizations					227,624	227,624
	<u>3,276,657</u>	<u>71,708</u>	<u>138,463</u>	<u>-</u>	<u>227,624</u>	<u>3,714,452</u>
Decrease:						
Transferred to DCR - Capital Additions	152,143		69,922		272,896	494,961
Transferred to DCR - Work in Progress	3,580,090				7,596	3,587,686
	<u>3,732,233</u>	<u>-</u>	<u>69,922</u>	<u>-</u>	<u>280,492</u>	<u>4,082,647</u>
Net Changes for the Year	<u>(455,576)</u>	<u>71,708</u>	<u>68,541</u>	<u>-</u>	<u>(52,868)</u>	<u>(368,195)</u>
Balance, end of year	<u>235,574</u>	<u>1,148,530</u>	<u>134,670</u>	<u>-</u>	<u>404</u>	<u>1,519,178</u>