

Audited Financial Statements of

School District No. 63 (Saanich)

And Independent Auditors' Report thereon

June 30, 2020

School District No. 63 (Saanich)

June 30, 2020

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School District No. 63 (Saanich)

MANAGEMENT REPORT

Version: 8024-7278-5295

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of School District No. 63 (Saanich) 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 consolidated financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the consolidated 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.

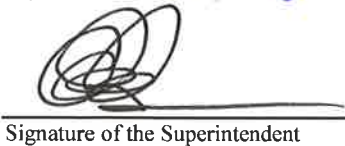
The Board of Education of School District No. 63 (Saanich) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements regularly throughout the year and externally audited consolidated financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the consolidated financial statements. The external auditors have full and free access to financial management of School District No. 63 (Saanich) 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. 63 (Saanich)


Signature of the Chairperson of the Board of Education

SEPTEMBER 16, 2020
Date Signed


Signature of the Superintendent

September 17, 2020
Date Signed


Signature of the Secretary Treasurer

September 16, 2020
Date Signed



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

INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 63 (Saanich), and
To the Minister of Education, Province of British Columbia

Opinion

We have audited the consolidated financial statements of School District No. 63 (Saanich) (the "Entity"), which comprise:

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

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

In our opinion, the accompanying financial statements as at and for period ended June 30, 2020 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Basis for Opinion

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

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

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

Emphasis of Matter – Financial Reporting Framework

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

Our opinion is not modified in respect of this matter.



Other Information

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

- 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 and 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.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group Entity to express and opinion on the financial statement. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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

Chartered Professional Accountants

Victoria, Canada
September 16, 2020

School District No. 63 (Saanich)

Statement 1

Statement of Financial Position

As at June 30, 2020

	2020 Actual	2019 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	22,220,286	20,739,191
Accounts Receivable		
Due from Province - Ministry of Education	928,267	1,918,031
Due from Province - Other	47,902	108,168
Due from First Nations	1,060,895	953,430
Other (Note 3)	1,836,422	1,363,115
Portfolio Investments (Note 4)	197,465	203,884
Total Financial Assets	<u>26,291,237</u>	<u>25,285,819</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	8,991,890	9,258,250
Unearned Revenue (Note 6)	3,290,886	5,205,571
Deferred Revenue (Note 7)	2,009,398	1,683,968
Deferred Capital Revenue (Note 8)	121,643,187	119,848,134
Employee Future Benefits (Note 9)	3,826,581	3,617,482
Total Liabilities	<u>139,761,942</u>	<u>139,613,405</u>
Net Debt	<u>(113,470,705)</u>	<u>(114,327,586)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 10)	147,721,235	146,812,713
Prepaid Expenses	213,349	254,260
Total Non-Financial Assets	<u>147,934,584</u>	<u>147,066,973</u>
Accumulated Surplus (Deficit) (Note 11)	<u>34,463,879</u>	<u>32,739,387</u>

Contractual Obligations (Note 12)

Contractual Rights (Note 13)

Contingent Liabilities (Note 14)

Approved by the Board



Signature of the Chairperson of the Board of Education

SEPTEMBER 16, 2020
Date Signed



Signature of the Superintendent

September 17, 2020
Date Signed



Signature of the Secretary Treasurer

September 16, 2020
Date Signed

School District No. 63 (Saanich)

Statement of Operations
Year Ended June 30, 2020

	2020 Budget (Note 15) \$	2020 Actual \$	2019 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	73,868,159	75,041,298	75,611,927
Other	40,800	144,900	133,450
Federal Grants		52,923	
Tuition	4,744,000	4,698,186	4,705,976
Other Revenue	10,181,827	9,031,088	10,395,519
Rentals and Leases	380,000	378,889	373,872
Investment Income	354,000	392,831	426,733
Amortization of Deferred Capital Revenue	4,183,304	4,516,804	4,416,838
Total Revenue	<u>93,752,090</u>	<u>94,256,919</u>	<u>96,064,315</u>
Expenses			
Instruction	77,996,699	73,791,216	76,434,373
District Administration	3,290,727	3,153,166	3,214,590
Operations and Maintenance	15,769,363	14,094,717	14,638,226
Transportation and Housing	1,599,174	1,493,328	1,614,583
Total Expense	<u>98,655,963</u>	<u>92,532,427</u>	<u>95,901,772</u>
Surplus (Deficit) for the year	<u>(4,903,873)</u>	<u>1,724,492</u>	<u>162,543</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		32,739,387	32,576,844
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>34,463,879</u></u>	<u>32,739,387</u>

School District No. 63 (Saanich)

Statement of Changes in Net Debt

Year Ended June 30, 2020

	2020 Budget (Note 15) \$	2020 Actual \$	2019 Actual \$
Surplus (Deficit) for the year	<u>(4,903,873)</u>	<u>1,724,492</u>	<u>162,543</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(388,238)	(6,935,522)	(8,008,922)
Amortization of Tangible Capital Assets	6,027,000	6,027,000	5,969,497
Total Effect of change in Tangible Capital Assets	<u>5,638,762</u>	<u>(908,522)</u>	<u>(2,039,425)</u>
Acquisition of Prepaid Expenses		(213,349)	(254,260)
Use of Prepaid Expenses		254,260	125,521
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>40,911</u>	<u>(128,739)</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>734,889</u>	<u>856,881</u>	<u>(2,005,621)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		<u>856,881</u>	<u>(2,005,621)</u>
Net Debt, beginning of year		<u>(114,327,586)</u>	<u>(112,321,965)</u>
Net Debt, end of year		<u>(113,470,705)</u>	<u>(114,327,586)</u>

School District No. 63 (Saanich)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2020

	2020 Actual	2019 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	1,724,492	162,543
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	469,258	(1,668,616)
Prepaid Expenses	40,911	(128,739)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(266,360)	2,240,773
Unearned Revenue	(1,914,685)	205,172
Deferred Revenue	325,430	7,626
Employee Future Benefits	209,099	142,630
Amortization of Tangible Capital Assets	6,027,000	5,969,497
Amortization of Deferred Capital Revenue	(4,516,804)	(4,416,838)
Total Operating Transactions	2,098,341	2,514,048
Capital Transactions		
Tangible Capital Assets Purchased	(2,636,575)	(2,531,489)
Tangible Capital Assets -WIP Purchased	(4,298,947)	(5,477,433)
Total Capital Transactions	(6,935,522)	(8,008,922)
Financing Transactions		
Capital Revenue Received	6,311,857	6,826,690
Total Financing Transactions	6,311,857	6,826,690
Investing Transactions		
Proceeds on Disposal of Portfolio Investments	6,419	(4,254)
Total Investing Transactions	6,419	(4,254)
Net Increase (Decrease) in Cash and Cash Equivalents	1,481,095	1,327,562
Cash and Cash Equivalents, beginning of year	20,739,191	19,411,629
Cash and Cash Equivalents, end of year	22,220,286	20,739,191
Cash and Cash Equivalents, end of year, is made up of:		
Cash	11,639,653	12,393,749
Cash Equivalents	10,580,633	8,345,442
	22,220,286	20,739,191

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 1 AUTHORITY AND PURPOSE

The school district operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 63 (Saanich)", and operates as "School District No. 63 (Saanich)". A board of education ("Board") is elected for a four-year term and 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. 63 (Saanich) is exempt from federal and provincial corporate income taxes.

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

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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 consolidated 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(g) 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(g) 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 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.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

a) Basis of Accounting (continued)

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

b) Basis of Consolidation

These consolidated financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is comprised of all controlled entities. School District No. 63 Business Company is 100 percent owned by the school district. The transactions of the Business Company are accounted for using the consolidation method. Inter-departmental transactions and organizational transactions have been eliminated.

c) 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.

d) Accounts Receivable

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

e) Portfolio Investments

The school district has investments in Guaranteed Investment Certificates (GICs) with terms to maturity of greater than one year. GICs are reported at cost.

f) 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.

g) 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).

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.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

h) 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 prorated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan.

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

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

i) Liability for Contaminated Sites

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

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

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

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

j) 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 consolidated 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 consolidated 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. Work in progress is not amortized until available for productive use. 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

k) Prepaid Expenses

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

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 Note 11 – Accumulated Surplus).

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

m) Revenue Recognition

Revenues are recognized 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 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 that are government transfers 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.

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. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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.

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 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, and accounts payable and accrued liabilities. All financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the consolidated 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.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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

p) Measurement Uncertainty

Preparation of consolidated 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 consolidated financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

q) Future Changes in Accounting Policies

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

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

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

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

PS 3400 Revenue issued November 2018 establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions". The standard is effective July 1, 2023.

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.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

r) Comparative Figures

Certain comparative figures presented in the financial statements have been reclassified to conform to the financial statement presentation adopted in the current year.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2020	June 30, 2019
	\$	\$
Due from Federal Government	135,624	165,730
Other	31,430	150,587
BCPSEA and PEBT benefit surplus	1,669,368	1,046,798
	1,836,422	1,363,115

NOTE 4 PORTFOLIO INVESTMENTS

	June 30, 2020	June 30, 2019
Investments measured at cost:	\$	\$
GIC's	197,465	203,884
	197,465	203,884

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	June 30, 2020	June 30, 2019
	\$	\$
Trade payables	1,611,726	2,181,402
Salaries and benefits payable	6,987,742	6,718,027
Accrued vacation pay	392,422	358,821
	8,991,890	9,258,250

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 6 UNEARNED REVENUE

	June 30, 2020	June 30, 2019
	\$	\$
Balance, beginning of year	5,205,571	5,000,399
Changes for the year:		
Increase:		
Tuition fees collected	2,161,930	3,438,591
Homestay fees collected	1,128,956	1,766,981
Decrease:	3,290,886	5,205,572
Tuition fees recognized as revenue	(3,438,591)	(3,230,617)
Homestay fees recognized as revenue	(1,766,980)	(1,755,734)
Lease fees recognized as revenue	-	(14,049)
Net changes for the year	(1,914,686)	205,172
Balance, end of year	3,290,886	5,205,571

NOTE 7 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.

	June 30, 2020	June 30, 2019
	\$	\$
Balance, beginning of year	1,683,968	1,676,342
Changes for the year:		
Increase:		
Provincial Grants	9,552,162	9,132,886
Other	2,827,638	3,967,481
Investment Income	35,975	36,804
	12,415,775	13,137,171
Decrease:		
Transfers to Revenue	(11,568,437)	(12,927,176)
17/18 Adjustments Deducted by MOE	-	(202,369)
CUPE Strike Savings	(521,908)	-
Net changes for the year	325,430	7,626
Balance, end of year	2,009,398	1,683,968

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 8 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.

	June 30, 2020	June 30, 2019
Balance, deferred capital revenue, subject to amortization, beginning of year	\$ 113,925,993	\$ 115,826,575
Changes for the year:		
Increase:		
Capital Additions	1,447,310	1,914,181
Transfer from work in progress	6,703,161	602,075
Decrease:		
Amortization	(4,516,804)	(4,416,838)
Net changes for the year	3,633,667	(1,900,582)
Balance, deferred capital revenue, subject to amortization, end of year	117,559,660	113,925,993
Balance, deferred capital revenue, not subject to amortization, beginning of year	5,458,018	582,660
Transfer from unspent deferred capital revenue – work in progress	3,785,458	5,477,433
Transfer completed projects to deferred capital revenue	(6,703,161)	(602,075)
Balance, deferred capital revenue not subject to amortization, end of year	2,540,315	5,458,018
Balance, unspent deferred capital revenue, beginning of year	464,123	1,029,047
Changes for the year:		
Increase:		
Provincial Grants, Ministry of Education	3,148,300	5,170,476
Provincial Grants, Other	2,277,475	196,913
Investment income	27,814	17,500
Receivable from Ministry of Education – COA Draws	858,268	1,441,801
Decrease:		
Transferred to DCR – Capital Additions	(1,447,310)	(1,914,181)
Transferred to DCR – Work in Progress	(3,785,458)	(5,477,433)
Net changes for the year	1,079,089	(564,924)
Balance, unspent deferred capital revenue, end of year	1,543,212	464,123
Balance, end of year	121,643,187	119,848,134

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 9 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.

	June 30, 2020	June 30, 2019
Reconciliation of Accrued Benefit Obligation		
	\$	\$
Accrued Benefit Obligation – April 1	4,411,254	4,310,285
Service Cost	350,595	325,444
Interest Cost	112,958	121,816
Benefit Payments	(424,612)	(436,800)
Increase in Obligation Due to Plan Amendment	-	50,172
Actuarial Loss	23,340	40,337
	4,473,535	4,411,254
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	4,473,535	4,411,254
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	(4,473,535)	(4,411,254)
Employer Contributions After Measurement Date	161,477	190,024
Benefits Expense After Measurement Date	(118,719)	(115,888)
Unamortized Net Actuarial Loss	604,196	719,636
	(3,826,581)	(3,617,482)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	3,617,482	3,474,852
Net expense for Fiscal Year	605,164	636,444
Employer Contributions	(396,065)	(493,814)
	3,826,581	3,617,482
Components of Net Benefit Expense		
	\$	\$
Service Cost	355,441	331,732
Interest Cost	110,942	119,601
Immediate Recognition of Plan Amendment	-	50,172
Amortization of Net Actuarial (Gain)/Loss	138,781	134,939
Net Benefit Expense (Income)	605,164	636,444

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 9 EMPLOYEE FUTURE BENEFITS (continued)

The significant actuarial assumptions adopted for measuring the school district's accrued benefit obligations are:

	June 30, 2020	June 30, 2019
Discount Rate – April 1	2.50%	2.75%
Discount Rate – March 31	2.25%	2.50%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	10.5 years	10.5 years

NOTE 10 TANGIBLE CAPITAL ASSETS

Cost:	Balance at July 1, 2019	Additions	Disposals	Transfers	Balance at June 30, 2020
	\$	\$	\$	\$	\$
Sites	6,088,418	-	-	-	6,088,418
Buildings	210,681,959	1,017,582	-	5,851,360	217,550,901
Work in Progress	5,297,903	3,056,384	-	(5,851,360)	2,502,927
Furniture & Equipment	6,013,632	861,041	1,085,900	851,800	6,640,573
Work in Progress	160,115	1,242,563	-	(851,800)	550,878
Vehicles	1,782,815	17,792	295,844	-	1,504,763
Computer Software	275,923	10,697	165,136	-	121,484
Computer Hardware	1,271,783	729,463	178,260	-	1,822,986
Total	231,572,548	6,935,522	1,725,140	-	236,782,930

Accumulated Amortization:	Balance at July 1, 2019	Additions	Disposals	Transfers	Balance at June 30, 2020
	\$	\$	\$	\$	\$
Sites	-	-	-	-	-
Buildings	80,701,088	4,937,812	-	-	85,638,900
Furniture & Equipment	2,571,709	601,364	1,085,900	-	2,087,173
Vehicles	900,558	178,284	295,844	-	782,998
Computer Software	151,783	55,184	165,136	-	41,831
Computer Hardware	434,697	254,356	178,260	-	510,793
Total	84,759,835	6,027,000	1,725,140	-	89,061,695

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 10 TANGIBLE CAPITAL ASSETS (continued)

Cost:	Balance at July 1, 2018	Additions	Disposals	Transfers	Balance at June 30, 2019
	\$	\$	\$		\$
Sites	6,088,418	-	-	-	6,088,418
Buildings	209,508,036	902,233	-	271,690	210,681,959
Work in progress	582,660	5,477,433	-	(602,075)	5,458,018
Furniture & Equipment	5,023,623	1,260,445	(600,821)	330,385	6,013,632
Vehicles	2,095,266	85,999	(398,450)	-	1,782,815
Computer Software	240,462	35,461	-	-	275,923
Computer Hardware	1,448,795	247,351	(424,363)	-	1,271,783
Total	224,987,260	8,008,922	(1,423,634)	-	231,572,548

Accumulated Amortization:	Balance at July 1, 2018	Additions	Disposals	Transfers	Balance at June 30, 2019
	\$	\$	\$		\$
Sites	-	-	-	-	-
Buildings	75,781,332	4,919,756	-	-	80,701,088
Furniture & Equipment	2,670,167	502,363	(600,821)	-	2,571,709
Vehicles	1,089,481	209,527	(398,450)	-	900,558
Computer Software	103,691	48,092	-	-	151,783
Computer Hardware	569,301	289,759	(424,363)	-	434,697
Total	80,213,972	5,969,497	(1,423,634)	-	84,759,835

Net Book Value:

	Net Book Value June 30, 2020	Net Book Value June 30, 2019
	\$	\$
Sites	6,088,418	6,088,418
Buildings	131,912,001	129,980,871
Work in Progress	2,502,927	5,297,903
Furniture & Equipment	4,553,400	3,441,923
Work in Progress	550,878	160,115
Vehicles	721,765	882,257
Computer Software	79,653	124,140
Computer Hardware	1,312,193	837,086
Total	147,721,235	146,812,713

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 11 ACCUMULATED SURPLUS

Accumulated surplus consists of individual fund surplus and reserves and reserve funds as follows:

	June 30, 2020	June 30, 2019
	\$	\$
Invested in tangible capital assets	27,626,069	27,433,511
Local capital surplus	159,732	65,323
Operating surplus	6,678,078	5,240,553
	34,463,879	32,739,387

Inter-fund transfers between the operating, special purpose and capital funds for the year ended June 30, 2020, were as follows:

- \$1,163,812 was transferred from the operating fund and \$25,453 was transferred from the special purpose fund totaling \$1,189,265 to the capital fund for the purchase of capital assets.
- \$513,489 tangible capital asset work in progress was transferred from the operating fund to the capital fund.
- \$92,138 was transferred from the operating fund to the local capital fund for future purchases of capital assets.

The operating surplus has been internally restricted (appropriated) by the Board for the 2020/2021 budget.

	June 30, 2020
	\$
School Activities	868,429
District Activities	886,264
Appropriated for 2020/21 Budget	3,066,022
Subtotal Internally Restricted	4,820,715
Unrestricted Operating Surplus	1,857,363
Total Available for Future Operations	6,678,078

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 12 CONTRACTUAL OBLIGATIONS

The school district has entered into contracts related to capital projects with a remaining cost of approximately \$2,802,714.

The school district leases the Broadmead Learning Centre for an annual cost of \$100,121. This lease expires on June 30, 2021 and will be renegotiated at that time.

NOTE 13 CONTRACTUAL RIGHTS

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The school district's contractual rights arise because of contracts entered into for lease of surplus district properties. The following table summarizes the contractual rights of the school district for future assets:

\$						
Contractual Rights	2021	2022	2023	2024	2025	Thereafter
Leases of Property	357,757	228,727	137,427	122,907	99,603	610,051

NOTE 14 CONTINGENT LIABILITIES

The school district, in conducting its usual business activities, is involved in various legal claims and litigation. In the event any unsettled claims are successful, management believes that such claims are not expected to have a material effect on the school district's financial position.

Certain schools in the school district contain asbestos. No amount has been recorded in these financial statements with regard to this potential liability since the fair value of future removal costs cannot be reasonably estimated due to unknown timelines.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 15 BUDGET FIGURES

Budget figures included in the consolidated financial statements were approved by the Board through the adoption of an amended annual budget bylaw on February 12, 2020. The original annual budget was adopted on May 15, 2019. The original and amended budgets are presented below.

	2020 Amended Annual Budget	2020 Annual Budget
Revenues		
	\$	\$
Provincial Grants	73,908,959	75,617,567
Tuition	4,744,000	4,718,400
Other Revenue	10,181,827	9,844,839
Rentals and Leases	380,000	380,000
Investment Income	354,000	199,000
Amortization of Deferred Capital Revenue	4,183,304	4,400,000
Total Revenue	93,752,090	95,159,806
Expenses		
Instruction	77,996,699	78,874,836
District Administration	3,290,727	3,415,732
Operations and Maintenance	15,769,363	15,056,723
Transportation and Housing	1,599,174	1,576,008
Total Expense	98,655,963	98,923,299
Net Revenue (Expense)	(4,903,873)	(3,763,493)
Budgeted Allocation of Surplus	3,540,553	2,663,243
Budgeted Surplus (Deficit) for the year	(1,363,320)	(1,100,250)

NOTE 16 EXPENSE BY OBJECT

	<u>June 30, 2020</u>	<u>June 30, 2019</u>
	\$	\$
Salaries and benefits	74,271,504	75,390,045
Services and supplies	12,233,923	14,542,230
Amortization	6,027,000	5,969,497
	92,532,427	95,901,772

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 17 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, 2018, the Teachers' Pension Plan has about 47,000 active members and approximately 38,000 retired members. As of December 31, 2018, the Municipal Pension Plan has about 204,000 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, 2017, indicated a \$1.656 million surplus for basic pension benefits on a going concern basis. As a result of the 2017 basic account actuarial valuation surplus, plan enhancements and contribution rate adjustments were made; the remaining \$644 million surplus was transferred to the rate stabilization account.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2.866 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$6,127,573 for employer contributions to the plans for the year ended June 30, 2020 (2019: \$6,523,579)

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

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

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

NOTE 18 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. Related parties also include key management personnel and close family members. 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 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 consolidated 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 and cash equivalents, amounts receivable and investments.

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

It is management's opinion that the school district is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the school district invests solely in guaranteed investment certificates.

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 guaranteed investment certificates that have a maturity date of no more than 3 years.

SCHOOL DISTRICT No. 63 (SAANICH)
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2020

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.

There have been no changes to risk exposure from 2019 related to credit, market or liquidity risks.

School District No. 63 (Saanich)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2020

	Operating Fund	Special Purpose Fund	Capital Fund	2020 Actual	2019 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	5,240,553		27,498,834	32,739,387	32,576,844
Changes for the year					
Surplus (Deficit) for the year	3,206,964	25,453	(1,507,925)	1,724,492	162,543
Interfund Transfers					
Tangible Capital Assets Purchased	(1,163,812)	(25,453)	1,189,265	-	
Tangible Capital Assets - Work in Progress	(513,489)		513,489	-	
Local Capital	(92,138)		92,138	-	
Net Changes for the year	1,437,525	-	286,967	1,724,492	162,543
Accumulated Surplus (Deficit), end of year - Statement 2	6,678,078	-	27,785,801	34,463,879	32,739,387

School District No. 63 (Saanich)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2020

	2020 Budget (Note 15) \$	2020 Actual \$	2019 Actual \$
Revenues			
Provincial Grants			
Ministry of Education	65,105,618	66,205,532	66,545,112
Other	40,800	144,900	133,450
Federal Grants		52,923	
Tuition	4,744,000	4,698,186	4,705,976
Other Revenue	6,681,827	6,334,392	6,571,962
Rentals and Leases	380,000	378,889	373,872
Investment Income	350,000	354,585	389,929
Total Revenue	<u>77,302,245</u>	<u>78,169,407</u>	<u>78,720,301</u>
Expenses			
Instruction	66,419,590	62,800,277	64,158,672
District Administration	2,907,109	2,906,935	2,861,982
Operations and Maintenance	9,648,093	7,973,447	8,572,441
Transportation and Housing	1,387,630	1,281,784	1,405,057
Total Expense	<u>80,362,422</u>	<u>74,962,443</u>	<u>76,998,152</u>
Operating Surplus (Deficit) for the year	<u>(3,060,177)</u>	<u>3,206,964</u>	<u>1,722,149</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>3,540,553</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(388,238)	(1,163,812)	(615,580)
Tangible Capital Assets - Work in Progress	-	(513,489)	-
Local Capital	(92,138)	(92,138)	(57,060)
Other		-	(6,947)
Total Net Transfers	<u>(480,376)</u>	<u>(1,769,439)</u>	<u>(679,587)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>1,437,525</u>	<u>1,042,562</u>
Operating Surplus (Deficit), beginning of year		5,240,553	4,197,991
Operating Surplus (Deficit), end of year		<u>6,678,078</u>	<u>5,240,553</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		4,820,715	3,540,553
Unrestricted		1,857,363	1,700,000
Total Operating Surplus (Deficit), end of year		<u>6,678,078</u>	<u>5,240,553</u>

School District No. 63 (Saanich)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2020

	2020 Budget (Note 15) \$	2020 Actual \$	2019 Actual \$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	70,128,783	69,978,199	68,251,286
ISC/LEA Recovery	(3,053,213)	(3,281,144)	(2,984,092)
Other Ministry of Education Grants			
Pay Equity	377,315	377,315	377,315
Funding for Graduated Adults	250,000	352,018	252,118
Transportation Supplement	280,000	280,000	280,000
Economic Stability Dividend			81,181
Carbon Tax Grant	44,347	55,579	55,579
Employer Health Tax Grant	584,971	584,971	177,761
Strategic Priorities - Mental Health Grant			33,000
Support Staff Wage Increase Funding	-	290,827	
Teachers' Labour Settlement Funding	-	838,764	
FSA Marking	13,769	12,964	12,964
Equity Scan and Access Grants	-	2,000	8,000
Operating Grant, Ministry of Education - Enrolment Adjustment	(65,321)	-	
Estimated Strike Savings Returned to Min Of Ed	(3,455,033)	(3,288,092)	
Early Learning Framework		2,131	
Total Provincial Grants - Ministry of Education	65,105,618	66,205,532	66,545,112
Provincial Grants - Other	40,800	144,900	133,450
Federal Grants		52,923	
Tuition			
International and Out of Province Students	4,744,000	4,698,186	4,705,976
Total Tuition	4,744,000	4,698,186	4,705,976
Other Revenues			
Funding from First Nations	3,053,213	3,281,144	2,984,092
Miscellaneous			
Miscellaneous and School Generated	605,385	356,077	523,137
Cafeteria	68,000	111,259	158,687
Reading Recovery	81,854	82,941	81,854
Textbook Deposits and Distance Ed Fees	75,000	101,790	64,607
International and Out of Province Homestay Fees	2,763,375	2,388,307	2,739,356
Community Use	35,000	12,874	20,229
Total Other Revenue	6,681,827	6,334,392	6,571,962
Rentals and Leases	380,000	378,889	373,872
Investment Income	350,000	354,585	389,929
Total Operating Revenue	77,302,245	78,169,407	78,720,301

School District No. 63 (Saanich)

Schedule 2B (Unaudited)

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

	2020 Budget (Note 15)	2020 Actual	2019 Actual
	\$	\$	\$
Salaries			
Teachers	30,362,789	30,506,920	30,756,672
Principals and Vice Principals	4,328,314	4,408,634	4,396,163
Educational Assistants	5,176,360	4,733,578	4,519,962
Support Staff	7,861,798	7,963,113	8,259,295
Other Professionals	2,854,243	2,919,741	2,570,896
Substitutes	2,455,348	2,445,883	2,900,088
Total Salaries	53,038,852	52,977,869	53,403,076
Employee Benefits	13,941,284	12,903,068	13,350,241
Total Salaries and Benefits	66,980,136	65,880,937	66,753,317
Services and Supplies			
Services	5,552,862	4,650,249	4,696,799
Professional Development and Travel	857,693	516,389	671,213
Rentals and Leases	120,000	92,429	94,027
Dues and Fees	353,050	336,159	272,919
Insurance	177,000	167,891	168,378
Supplies	4,677,181	1,960,575	2,810,119
Utilities	1,644,500	1,357,814	1,531,380
Total Services and Supplies	13,382,286	9,081,506	10,244,835
Total Operating Expense	80,362,422	74,962,443	76,998,152

School District No. 63 (Saanich)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2020

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	22,714,037	677,869	169,569	478,228		2,044,510	26,084,213
1.03 Career Programs	375,746		91,465	54,551			521,762
1.07 Library Services	697,285			294,917		2,534	994,736
1.08 Counselling	1,067,863	23,724					1,091,587
1.10 Special Education	3,413,435	226,702	4,176,031	170,900	722,068	139,971	8,849,107
1.30 English Language Learning	749,137						749,137
1.31 Indigenous Education	281,700	139,832	296,513	29,186	23,697	28,679	799,607
1.41 School Administration		3,178,478		1,530,774		28,439	4,737,691
1.62 International and Out of Province Students	1,122,414	162,029		369,762	140,880		1,795,085
Total Function 1	30,421,617	4,408,634	4,733,578	2,928,318	886,645	2,244,133	45,622,925
4 District Administration							
4.11 Educational Administration				37,487	746,800		784,287
4.40 School District Governance					119,522		119,522
4.41 Business Administration				348,627	610,190	412	959,229
Total Function 4	-	-	-	386,114	1,476,512	412	1,863,038
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	85,303			91,169	463,883	38,075	678,430
5.50 Maintenance Operations				3,499,456		81,027	3,580,483
5.52 Maintenance of Grounds				409,805			409,805
5.56 Utilities							-
Total Function 5	85,303	-	-	4,000,430	463,883	119,102	4,668,718
7 Transportation and Housing							
7.41 Transportation and Housing Administration				47,649	92,701		140,350
7.70 Student Transportation				600,602		82,236	682,838
Total Function 7	-	-	-	648,251	92,701	82,236	823,188
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	30,506,920	4,408,634	4,733,578	7,963,113	2,919,741	2,445,883	52,977,869

School District No. 63 (Saanich)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2020

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2020 Actual	2020 Budget (Note 15)	2019 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	26,084,213	6,627,883	32,712,096	1,831,920	34,544,016	35,925,939	35,284,796
1.03 Career Programs	521,762	125,884	647,646	441,994	1,089,640	978,290	852,221
1.07 Library Services	994,736	250,874	1,245,610	47,954	1,293,564	1,448,404	1,291,828
1.08 Counselling	1,091,587	271,941	1,363,528	93	1,363,621	1,030,812	1,031,221
1.10 Special Education	8,849,107	2,135,625	10,984,732	416,759	11,401,491	13,350,491	12,105,491
1.30 English Language Learning	749,137	187,422	936,559	3,030	939,589	737,543	968,582
1.31 Indigenous Education	799,607	153,557	953,164	68,413	1,021,577	1,223,009	997,924
1.41 School Administration	4,737,691	951,204	5,688,895	117,183	5,806,078	6,002,667	6,116,256
1.62 International and Out of Province Students	1,795,085	417,017	2,212,102	3,128,599	5,340,701	5,722,435	5,510,353
Total Function 1	45,622,925	11,121,407	56,744,332	6,055,945	62,800,277	66,419,590	64,158,672
4 District Administration							
4.11 Educational Administration	784,287	140,945	925,232	68,452	993,684	1,028,997	970,874
4.40 School District Governance	119,522	5,697	125,219	82,236	207,455	193,917	219,210
4.41 Business Administration	959,229	357,610	1,316,839	388,957	1,705,796	1,684,195	1,671,898
Total Function 4	1,863,038	504,252	2,367,290	539,645	2,906,935	2,907,109	2,861,982
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	678,430	116,819	795,249	347,685	1,142,934	1,979,602	1,243,035
5.50 Maintenance Operations	3,580,483	860,017	4,440,500	488,628	4,929,128	5,477,530	5,269,073
5.52 Maintenance of Grounds	409,805	97,314	507,119	184,985	692,104	760,461	755,640
5.56 Utilities	-	-	-	1,209,281	1,209,281	1,430,500	1,304,693
Total Function 5	4,668,718	1,074,150	5,742,868	2,230,579	7,973,447	9,648,093	8,572,441
7 Transportation and Housing							
7.41 Transportation and Housing Administration	140,350	32,764	173,114	3,015	176,129	184,467	173,021
7.70 Student Transportation	682,838	170,495	853,333	252,322	1,105,655	1,203,163	1,232,036
Total Function 7	823,188	203,259	1,026,447	255,337	1,281,784	1,387,630	1,405,057
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	52,977,869	12,903,068	65,880,937	9,081,506	74,962,443	80,362,422	76,998,152

School District No. 63 (Saanich)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2020

	2020 Budget (Note 15)	2020 Actual	2019 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	8,762,541	8,835,766	9,066,815
Other Revenue	3,500,000	2,696,696	3,823,557
Investment Income	4,000	35,975	36,804
Total Revenue	<u>12,266,541</u>	<u>11,568,437</u>	<u>12,927,176</u>
Expenses			
Instruction	11,577,109	10,990,939	12,275,701
District Administration	383,618	246,231	352,608
Operations and Maintenance	305,814	305,814	305,814
Total Expense	<u>12,266,541</u>	<u>11,542,984</u>	<u>12,934,123</u>
Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>25,453</u>	<u>(6,947)</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(25,453)	
Other			6,947
Total Net Transfers	<u>-</u>	<u>(25,453)</u>	<u>6,947</u>
Total Special Purpose Surplus (Deficit) for the year	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u><u>-</u></u>	<u><u>-</u></u>

School District No. 63 (Saanich)

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

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	30,856	10,699		41,969	1,473,404		6,231	
Add: Restricted Grants									
Provincial Grants - Ministry of Education	305,814	262,636	-		-		96,474	19,892	159,674
Other				78,714		2,748,924			
Investment Income				4,920		31,055			
Reduction: Strike Savings		(13,957)					(5,590)		(5,323)
	305,814	248,679	-	83,634	-	2,779,979	90,884	19,892	154,351
Less: Allocated to Revenue	305,814	242,865	5,190	83,634	-	2,649,037	90,884	13,510	154,351
Deferred Revenue, end of year	-	36,670	5,509	-	41,969	1,604,346	-	12,613	-
Revenues									
Provincial Grants - Ministry of Education	305,814	242,865	5,190				90,884	13,510	154,351
Other Revenue				78,714		2,617,982			
Investment Income				4,920		31,055			
	305,814	242,865	5,190	83,634	-	2,649,037	90,884	13,510	154,351
Expenses									
Salaries									
Teachers		196,246							17,752
Principals and Vice Principals									
Educational Assistants									59,262
Support Staff							48,852		
Other Professionals									
Substitutes							201		6,242
	-	196,246	-	-	-	-	49,053	-	83,256
Employee Benefits		45,136					13,698		19,198
Services and Supplies	305,814	1,483	5,190	83,634		2,623,584	28,133	13,510	51,897
	305,814	242,865	5,190	83,634	-	2,623,584	90,884	13,510	154,351
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	25,453	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased						(25,453)			
	-	-	-	-	-	(25,453)	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-
Additional Expenses funded by, and reported in, the Operating Fund							3,782		2,098

School District No. 63 (Saanich)

Schedule 3A (Unaudited)

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

	CommunityLINK	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	Coding and Curriculum Implementation	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year			117,591		-	-	-	3,218	1,683,968
Add: Restricted Grants									
Provincial Grants - Ministry of Education	400,416	952,000	6,028,473	1,044,047	215,619	28,500	38,617	-	9,552,162
Other									2,827,638
Investment Income									35,975
Reduction: Strike Savings	(14,751)	(29,216)	(382,154)	(70,917)					(521,908)
	385,665	922,784	5,646,319	973,130	215,619	28,500	38,617	-	11,893,867
Less: Allocated to Revenue	385,665	922,784	5,721,353	973,130	-	-	17,002	3,218	11,568,437
Deferred Revenue, end of year	-	-	42,557	-	215,619	28,500	21,615	-	2,009,398
Revenues									
Provincial Grants - Ministry of Education	385,665	922,784	5,721,353	973,130			17,002	3,218	8,835,766
Other Revenue									2,696,696
Investment Income									35,975
	385,665	922,784	5,721,353	973,130	-	-	17,002	3,218	11,568,437
Expenses									
Salaries									
Teachers			4,541,477	68,898			4,608		4,828,981
Principals and Vice Principals	56,885	139,754							196,639
Educational Assistants									236,540
Support Staff	243,029	70,911							362,792
Other Professionals		156,947							156,947
Substitutes	331	187,343		778,817			4,915		977,849
	300,245	732,233	4,541,477	847,715	-	-	9,523	-	6,759,748
Employee Benefits	67,710	178,551	1,179,876	125,415			1,235		1,630,819
Services and Supplies	17,710	12,000					6,244	3,218	3,152,417
	385,665	922,784	5,721,353	973,130	-	-	17,002	3,218	11,542,984
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	25,453
Interfund Transfers									
Tangible Capital Assets Purchased									(25,453)
	-	-	-	-	-	-	-	-	(25,453)
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-
Additional Expenses funded by, and reported in, the Operating Fund									5,880

School District No. 63 (Saanich)

Schedule 4 (Unaudited)

Schedule of Capital Operations
Year Ended June 30, 2020

	2020	2020 Actual			2019
	Budget (Note 15)	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual
	\$	\$	\$	\$	\$
Revenues					
Investment Income			2,271	2,271	
Amortization of Deferred Capital Revenue	4,183,304	4,516,804		4,516,804	4,416,838
Total Revenue	4,183,304	4,516,804	2,271	4,519,075	4,416,838
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	5,815,456	5,815,456		5,815,456	5,759,971
Transportation and Housing	211,544	211,544		211,544	209,526
Total Expense	6,027,000	6,027,000	-	6,027,000	5,969,497
Capital Surplus (Deficit) for the year	(1,843,696)	(1,510,196)	2,271	(1,507,925)	(1,552,659)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	388,238	1,189,265		1,189,265	615,580
Tangible Capital Assets - Work in Progress		513,489		513,489	
Local Capital	92,138		92,138	92,138	57,060
Total Net Transfers	480,376	1,702,754	92,138	1,794,892	672,640
Total Capital Surplus (Deficit) for the year	(1,363,320)	192,558	94,409	286,967	(880,019)
Capital Surplus (Deficit), beginning of year		27,433,511	65,323	27,498,834	28,378,853
Capital Surplus (Deficit), end of year		27,626,069	159,732	27,785,801	27,498,834

School District No. 63 (Saanich)

Tangible Capital Assets
Year Ended June 30, 2020

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	6,088,418	210,681,959	6,013,632	1,782,815	275,923	1,271,783	226,114,530
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		946,803	379,531				1,326,334
Deferred Capital Revenue - Other			120,976				120,976
Operating Fund		70,779	342,584	17,792	10,697	721,960	1,163,812
Special Purpose Funds			17,950			7,503	25,453
Transferred from Work in Progress		5,851,360	851,800				6,703,160
	-	6,868,942	1,712,841	17,792	10,697	729,463	9,339,735
Decrease:							
Deemed Disposals			1,085,900	295,844	165,136	178,260	1,725,140
	-	-	1,085,900	295,844	165,136	178,260	1,725,140
Cost, end of year	6,088,418	217,550,901	6,640,573	1,504,763	121,484	1,822,986	233,729,125
Work in Progress, end of year		2,502,927	550,878				3,053,805
Cost and Work in Progress, end of year	6,088,418	220,053,828	7,191,451	1,504,763	121,484	1,822,986	236,782,930
Accumulated Amortization, beginning of year		80,701,088	2,571,709	900,558	151,783	434,697	84,759,835
Changes for the Year							
Increase: Amortization for the Year		4,937,812	601,364	178,284	55,184	254,356	6,027,000
Decrease:							
Deemed Disposals			1,085,900	295,844	165,136	178,260	1,725,140
		-	1,085,900	295,844	165,136	178,260	1,725,140
Accumulated Amortization, end of year		85,638,900	2,087,173	782,998	41,831	510,793	89,061,695
Tangible Capital Assets - Net	6,088,418	134,414,928	5,104,278	721,765	79,653	1,312,193	147,721,235

School District No. 63 (Saanich)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2020

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	5,297,903	160,115			5,458,018
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	1,542,791	1,242,563			2,785,354
Deferred Capital Revenue - Other	1,000,104				1,000,104
Operating Fund	513,489				513,489
	<u>3,056,384</u>	<u>1,242,563</u>	-	-	<u>4,298,947</u>
Decrease:					
Transferred to Tangible Capital Assets	5,851,360	851,800			6,703,160
	<u>5,851,360</u>	<u>851,800</u>	-	-	<u>6,703,160</u>
Net Changes for the Year	<u>(2,794,976)</u>	<u>390,763</u>	-	-	<u>(2,404,213)</u>
Work in Progress, end of year	<u>2,502,927</u>	<u>550,878</u>	-	-	<u>3,053,805</u>

School District No. 63 (Saanich)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2020

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	104,684,926	8,546,984	694,083	113,925,993
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,326,334	120,976		1,447,310
Transferred from Work in Progress	6,359,722	343,439		6,703,161
	<u>7,686,056</u>	<u>464,415</u>	<u>-</u>	8,150,471
Decrease:				
Amortization of Deferred Capital Revenue	4,183,305	311,140	22,359	4,516,804
	<u>4,183,305</u>	<u>311,140</u>	<u>22,359</u>	4,516,804
Net Changes for the Year	<u>3,502,751</u>	<u>153,275</u>	<u>(22,359)</u>	3,633,667
Deferred Capital Revenue, end of year	<u>108,187,677</u>	<u>8,700,259</u>	<u>671,724</u>	117,559,660
Work in Progress, beginning of year	5,091,406	366,612	-	5,458,018
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	2,785,354	1,000,104		3,785,458
	<u>2,785,354</u>	<u>1,000,104</u>	<u>-</u>	3,785,458
Decrease				
Transferred to Deferred Capital Revenue	6,359,722	343,439		6,703,161
	<u>6,359,722</u>	<u>343,439</u>	<u>-</u>	6,703,161
Net Changes for the Year	<u>(3,574,368)</u>	<u>656,665</u>	<u>-</u>	(2,917,703)
Work in Progress, end of year	<u>1,517,038</u>	<u>1,023,277</u>	<u>-</u>	2,540,315
Total Deferred Capital Revenue, end of year	<u>109,704,715</u>	<u>9,723,536</u>	<u>671,724</u>	120,099,975

School District No. 63 (Saanich)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2020

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 105,120	\$ 220,010	\$ 135,449	\$ -	\$ 3,544	\$ 464,123
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	4,006,568					4,006,568
Provincial Grants - Other			2,277,475			2,277,475
Investment Income		6,048	21,766			27,814
	4,006,568	6,048	2,299,241	-	-	6,311,857
Decrease:						
Transferred to DCR - Capital Additions	1,326,334		120,976			1,447,310
Transferred to DCR - Work in Progress	2,785,354	72,375	927,729			3,785,458
	4,111,688	72,375	1,048,705	-	-	5,232,768
Net Changes for the Year	(105,120)	(66,327)	1,250,536	-	-	1,079,089
Balance, end of year	-	153,683	1,385,985	-	3,544	1,543,212