

Audited Financial Statements of

# **School District No. 46 (Sunshine Coast)**

And Independent Auditors' Report thereon

June 30, 2023

# School District No. 46 (Sunshine Coast)

June 30, 2023

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# School District No. 46 (Sunshine Coast)

## MANAGEMENT REPORT

Version: 1470-9724-7742

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

The accompanying financial statements of School District No. 46 (Sunshine Coast) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

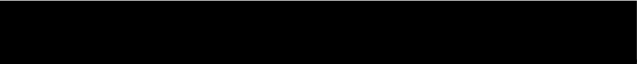
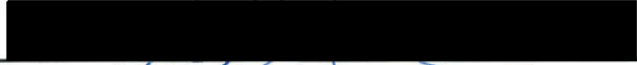

The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 46 (Sunshine Coast) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, Crowe Mackay 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. 46 (Sunshine Coast) 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. 46 (Sunshine Coast)

	September 13, 2023
Signature of the Chairperson of the Board of Education	Date Signed
	September 13, 2023
Signature of the Superintendent	Date Signed
	September 13, 2023
Signature of the Secretary Treasurer	Date Signed

## INDEPENDENT AUDITORS' REPORT

*To the Members of the Board of Education of School District No.46 (Sunshine Coast) and to the Minister of Education, Province of British Columbia*

### ***Report on the Audit of the Financial Statements***

#### ***Opinion***

We have audited the financial statements of School District No. 46 (Sunshine Coast), which comprise the statement of financial position as at June 30, 2023, and the statement of operations, statement of changes in net financial assets (net debt) and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2023, and its results of operations and its cash flows for the year then ended in accordance with the accounting requirements 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 report. We are independent of the School District 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 Matters***

Without modifying our opinion, we draw attention to Note 2(a) to the financial statements which disclose that the accounting requirements of section 23.1 of the *Budget Transparency and Accountability Act* of the Province of British Columbia are in accordance with Canadian public sector accounting standards except in regard to the accounting treatment of government transfers. Note 2(a) to the financial statements discloses the impact of these differences.

We also draw attention to Note 21 to the financial statements, which describes the prior period adjustment and impact to the School District as a result of the adoption of PS 3280 Asset Retirement Obligations.

Our opinion has not been modified in respect of these matters.

### ***Other Information***

Management is responsible for the other information. The other information comprises the Financial Statement Discussion and Analysis report for the year ended June 30, 2023.

Our opinion on the financial statements does not cover the other information and we do 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 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. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. 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 and fair presentation of the financial statements in accordance with the accounting requirements of 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.

In preparing the financial statements, management is responsible for assessing the School District'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 School District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School District'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 these 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 School District'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 School District'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 School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We 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.

*Crowe MacKay LLP*

*Chartered Professional Accountants*

*Sechelt, British Columbia*  
**September 13, 2023**

**School District No. 46 (Sunshine Coast)**

Statement 1

## Statement of Financial Position

As at June 30, 2023

	2023 Actual	2022 Actual (Restated)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	16,030,320	14,834,133
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	4,860	238,087
Other (Note 3)	289,244	232,022
<b>Total Financial Assets</b>	<b>16,324,424</b>	<b>15,304,242</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	5,282,759	4,589,615
Unearned Revenue (Note 5)	22,941	60,252
Deferred Revenue (Note 6)	2,260,705	2,099,276
Deferred Capital Revenue (Note 7)	56,248,978	54,742,608
Employee Future Benefits (Note 8)	2,105,298	2,015,947
Asset Retirement Obligation (Note 21)	5,587,741	5,587,741
Debt (Note 9)	147,864	211,502
<b>Total Liabilities</b>	<b>71,656,286</b>	<b>69,306,941</b>
<b>Net Debt</b>	<b>(55,331,862)</b>	<b>(54,002,699)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10)	61,685,147	61,404,634
Prepaid Expenses	190,226	149,722
<b>Total Non-Financial Assets</b>	<b>61,875,373</b>	<b>61,554,356</b>
<b>Accumulated Surplus (Deficit)</b>	<b>6,543,511</b>	<b>7,551,657</b>
<b>Accumulated Surplus (Deficit) is comprised of:</b>		
Accumulated Surplus (Deficit) from Operations	6,543,511	7,551,657
Accumulated Remeasurement Gains (Losses)	6,543,511	7,551,657

Approved by the Board

	September 13, 2023
Signature of the Chairperson of the Board of Education	Date Signed
	September 13, 2023
Signature of the Superintendent	Date Signed
	September 13, 2023
Signature of the Secretary Treasurer	Date Signed

**School District No. 46 (Sunshine Coast)**

Statement 2

Statement of Operations

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	51,874,830	<b>51,795,450</b>	48,165,040
Other	40,000	<b>55,383</b>	99,000
Tuition	154,020	<b>152,430</b>	174,590
Other Revenue	1,719,044	<b>2,239,286</b>	1,713,536
Rentals and Leases	90,000	<b>117,692</b>	87,397
Investment Income	307,000	<b>533,857</b>	115,276
Amortization of Deferred Capital Revenue	2,150,702	<b>2,230,548</b>	2,025,417
<b>Total Revenue</b>	<u>56,335,596</u>	<u><b>57,124,646</b></u>	<u>52,380,256</u>
<b>Expenses</b>			
Instruction	48,675,079	<b>45,610,170</b>	41,892,727
District Administration	2,722,104	<b>2,663,258</b>	2,327,046
Operations and Maintenance	8,135,647	<b>8,164,245</b>	7,763,132
Transportation and Housing	1,644,631	<b>1,688,421</b>	1,430,614
Debt Services		<b>6,698</b>	2,747
<b>Total Expense</b>	<u>61,177,461</u>	<u><b>58,132,792</b></u>	<u>53,416,266</u>
<b>Surplus (Deficit) for the year</b>	<u>(4,841,865)</u>	<u><b>(1,008,146)</b></u>	<u>(1,036,010)</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>7,551,657</b>	8,587,667
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u><b>6,543,511</b></u></u>	<u><u>7,551,657</u></u>



# School District No. 46 (Sunshine Coast)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(4,841,865)</u>	<u>(1,008,146)</u>	<u>(1,036,010)</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets		(2,954,708)	(6,409,538)
Amortization of Tangible Capital Assets	2,674,772	2,674,195	2,467,400
<b>Total Effect of change in Tangible Capital Assets</b>	<u>2,674,772</u>	<u>(280,513)</u>	<u>(3,942,138)</u>
Acquisition of Prepaid Expenses		(190,226)	(149,722)
Use of Prepaid Expenses		149,722	188,570
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>(40,504)</u>	<u>38,848</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(2,167,093)</u>	<u>(1,329,163)</u>	<u>(4,939,300)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(1,329,163)</u>	<u>(4,939,300)</u>
<b>Net Debt, beginning of year</b>		<u>(54,002,699)</u>	<u>(49,063,399)</u>
<b>Net Debt, end of year</b>		<u>(55,331,862)</u>	<u>(54,002,699)</u>

# School District No. 46 (Sunshine Coast)

Statement 5

## Statement of Cash Flows

Year Ended June 30, 2023

	2023 Actual	2022 Actual (Restated)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	(1,008,146)	(1,036,010)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	176,005	1,151,208
Prepaid Expenses	(40,504)	38,848
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	693,144	(701,289)
Unearned Revenue	(37,311)	(137,684)
Deferred Revenue	161,429	534,696
Employee Future Benefits	89,351	18,880
Amortization of Tangible Capital Assets	2,674,195	2,467,400
Amortization of Deferred Capital Revenue	(2,230,548)	(2,025,417)
<b>Total Operating Transactions</b>	<b>477,615</b>	<b>310,632</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,506,882)	(1,077,342)
Tangible Capital Assets -WIP Purchased	(1,394,784)	(5,303,376)
<b>Total Capital Transactions</b>	<b>(2,901,666)</b>	<b>(6,380,718)</b>
<b>Financing Transactions</b>		
Loan Payments	(116,680)	(120,359)
Capital Revenue Received	3,706,353	6,432,773
Reclassify DCC WIP to LCR	30,565	(30,565)
<b>Total Financing Transactions</b>	<b>3,620,238</b>	<b>6,281,849</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>1,196,187</b>	<b>211,763</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>14,834,133</b>	<b>14,622,370</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>16,030,320</b>	<b>14,834,133</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	16,030,320	14,834,133
	<b>16,030,320</b>	<b>14,834,133</b>

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**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. 46 (Sunshine Coast)", and operates as "School District No. 46 (Sunshine Coast)." A board of education ("Board") elected for a three-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. 46 (Sunshine Coast) 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, 2022 - increase in annual surplus by \$4,407,356.

June 30, 2022 - increase in accumulated surplus and decrease in deferred contributions by \$54,742,608

Year-ended June 30, 2023 - increase in annual surplus by \$1,475,805.

June 30, 2023 - increase in accumulated surplus and decrease in deferred contributions by \$56,248,978.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

b) Cash and Cash Equivalents

Cash and cash equivalents include deposits with the Provincial Treasury's Central Deposit Program 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 occasionally has investments in GIC's and term deposits that either have no maturity dates or have a maturity of greater than 3 months at the time of acquisition. GIC's, term deposits and other investments not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in equity instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are realized on disposal. Upon disposal, any accumulated remeasurement gains or losses associated with the portfolio investments are reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. The loss is not reversed if there is a subsequent increase in value.

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.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

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).

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, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

h) Asset Retirement Obligations

A liability is 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.

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset. Assumptions used in the calculations are reviewed annually.

i) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost, which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction 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.



**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

i) Tangible Capital Assets *(Continued)*

- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

j) 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.

k) Prepaid Expenses

Software licenses, property tax, equipment leases, insurance premiums, subscriptions, services, memberships and supplies 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 18 – Internally Restricted Surplus). Funds and reserves are disclosed on unaudited Schedules 2, 3 and 4.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

m) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District 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. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

n) Expenses

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

Categories of Salaries

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

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, 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) Endowment Contributions

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

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

p) 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 measured at amortized cost and cost consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities and debt.

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. The School District currently holds no portfolio investments traded in an active market.

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.

q) Measurement Uncertainty

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

**NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2023	2022
GST receivable	\$ 96,413	\$71,632
Other	192,831	160,390
	<u>\$289,244</u>	<u>\$232,022</u>

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 4      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	2023	2022
Trade payables	\$ 1,098,849	\$ 939,609
Salaries and benefits payable	3,746,168	3,250,529
Accrued vacation pay	435,212	396,190
Other	2,530	3,287
	<u>\$ 5,282,759</u>	<u>\$ 4,589,615</u>

**NOTE 5      UNEARNED REVENUE**

	2023	2022
Balance, beginning of year	\$ 60,252	\$ 197,936
Changes for the year:		
Decrease:		
ISP-Homestay Fees	(19,100)	(100,750)
Homestay Fees	(18,211)	(36,934)
Net changes for the year	(37,311)	(137,684)
Balance, end of year	<u>\$ 22,941</u>	<u>\$ 60,252</u>

**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.

**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.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 8      EMPLOYEE FUTURE BENEFITS**

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

	<u>2023</u>	<u>2022</u>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	1,906,031	1,813,030
Service Cost	213,858	207,927
Interest Cost	63,574	47,840
Benefit Payments	-197,499	-149,566
Actuarial (Gain) Loss	<u>-141,982</u>	<u>-13,200</u>
Accrued Benefit Obligation – March 31	<u><u>1,843,982</u></u>	<u><u>1,906,031</u></u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	1,843,982	1,906,031
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Surplus (Deficit)	-1,843,982	-1,906,031
Employer Contributions After Measurement Date	42,749	64,368
Benefits Expense After Measurement Date	-72,028	-69,358
Unamortized Net Actuarial (Gain) Loss	<u>-232,037</u>	<u>-104,926</u>
Accrued Benefit Asset (Liability) - June 30	<u><u>-2,105,298</u></u>	<u><u>-2,015,947</u></u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	2,015,947	1,997,066
Net Expense for Fiscal Year	265,230	227,485
Employer Contributions	<u>-175,878</u>	<u>-208,604</u>
Accrued Benefit Liability (Asset) - June 30	<u><u>2,105,299</u></u>	<u><u>2,015,947</u></u>
<b>Components of Net Benefit Expense</b>		
Service Cost	212,809	209,410
Interest Cost	67,292	51,774
Immediate Recognition of Plan Amendment	0	0
Amortization of Net Actuarial (Gain)/Loss	<u>-14,871</u>	<u>-33,698</u>
Net Benefit Expense (Income)	<u><u>265,230</u></u>	<u><u>227,485</u></u>



**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**Assumptions**

Discount Rate - April 1	3.25%	2.50%
Discount Rate - March 31	4.00%	3.25%
Long Term Salary Growth - April 1	2.50%	2.50%
Long Term Salary Growth - March 31	2.50%	2.50%
EARSL - March 31	<u>9.7</u>	<u>9.7</u>

**NOTE 9 DEBT**

The following unsecured loans are approved under *Section 144* of the *School Act* and relate to equipment financed through the Municipal Finance Authority:

Type	Year Borrowed	Interest Rate	Term	Amount Borrowed	Principal Repaid	2023 Balance	Payment Amount	Maturity Date
Term	2018	5.23%	5 Years	18,174	18,174	0	317	09-30-22
Term	2018	5.23%	5 Years	7,508	7,431	77	133	07-31-23
Term	2019	5.23%	5 Years	335,313	301,306	34,007	5,996	01-31-24
Term	2019	5.23%	5 Years	117,695	96,724	20,971	2,088	05-31-24
Term	2019	5.23%	5 Years	77,563	58,404	19,159	1,375	09-30-24
Term	2022	5.23%	5 Years	28,820	7,223	21,597	492	01-31-27
Term	2023	5.23%	5 Years	9,709	990	8,719	179	11-30-27
Term	2023	5.23%	5 Years	43,334	-	43,334	819	06-30-28
				<u>\$ 638,116</u>	<u>\$ 490,252</u>	<u>\$147,864</u>	<u>\$ 11,399</u>	

Anticipated annual principal repayments over the next five years are as follows:

2024	\$85,288
2025	\$18,435
2026	\$15,956
2027	\$17,208
2028	<u>\$10,977</u>
	<u>\$147,864</u>

The School District also has an approved line of credit related to purchasing cards with interest at 18%. As of June 30, 2023, the School District had \$nil borrowings (2022: \$nil) under these facilities. Statement balances are paid in full each month.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 10 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2023	Net Book Value 2022
Sites	\$ 3,051,972	\$ 3,051,972
Buildings	56,093,315	56,669,219
Buildings – WIP	1,162,177	147,783
Furniture & Equipment	940,819	1,020,045
Vehicles	391,563	378,992
Computer Hardware	45,301	136,623
<b>Total</b>	<b>\$ 61,685,147</b>	<b>\$ 61,404,634</b>

**June 30, 2023**

	Opening Cost (Restated)	Additions	Disposals	Transfers (WIP)	Total 2023
Sites	\$3,051,972	\$ -	\$ -	\$ -	\$ 3,051,972
Buildings	109,724,918	1,344,720		380,390	111,450,028
Buildings – WIP	147,783	1,394,784		(380,390)	1,162,177
Furniture & Equipment	1,951,167	116,175	(110,485)		1,956,857
Vehicles	936,109	99,029	(242,077)		793,061
Computer Hardware	460,215	-	(7,208)		453,007
<b>Total</b>	<b>\$116,272,164</b>	<b>\$2,954,708</b>	<b>\$ (359,770)</b>	<b>\$ -</b>	<b>\$118,867,102</b>

	Opening Accumulated Amortization (Restated)	Increases	Disposals	Total 2023
Buildings	\$ 53,055,699	\$ 2,301,014	\$ -	\$ 55,356,713
Furniture & Equipment	931,122	195,401	(110,485)	1,016,038
Vehicles	557,117	86,458	(242,077)	401,498
Computer Hardware	323,592	91,322	(7,208)	407,706
<b>Total</b>	<b>\$ 54,867,530</b>	<b>\$ 2,674,195</b>	<b>\$(359,770)</b>	<b>\$ 57,181,955</b>

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 10 TANGIBLE CAPITAL ASSETS** *(Continued)*

**June 30, 2022**

	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2022 (Restated)
Sites	\$3,051,972	\$ -	\$ -	\$ -	\$ 3,051,972
Buildings	89,311,543	20,413,375			109,724,918
Buildings – WIP	8,980,429	5,303,376		(14,136,022)	147,783
Furniture & Equipment	1,541,242	416,550	(6,625)		1,951,167
Vehicles	936,109	-			936,109
Computer Software	15,361		(15,361)		-
Computer Hardware	486,602	-	(26,387)		460,215
<b>Total</b>	<b>\$104,323,258</b>	<b>\$26,133,301</b>	<b>\$ (48,373)</b>	<b>\$ (14,136,022)</b>	<b>\$116,272,164</b>

	Opening Accumulated Amortization (Restated)	Increases	Disposals	Total 2022 (Restated)
Buildings	\$ 45,365,008	\$ 7,690,691	\$ -	\$ 53,055,699
Furniture & Equipment	763,126	174,621	(6,625)	931,122
Vehicles	463,506	93,611	-	557,117
Computer Software	13,826	1,535	(15,361)	-
Computer Hardware	255,296	94,683	(26,387)	323,592
<b>Total</b>	<b>\$ 46,860,762</b>	<b>\$ 8,055,141</b>	<b>\$ (48,373)</b>	<b>\$ 54,867,530</b>

**Funds contributed by Operating Fund for the purchase of tangible capital assets:**

Additions to Furniture & Equipment and Vehicles include the following tangible capital assets purchased using funds contributed by the Operating Fund:

	2023	2022
Furniture and Equipment	\$ 63,133	\$ 96,557
Vehicles	99,029	-
<b>Total</b>	<b>\$ 162,162</b>	<b>\$ 96,557</b>

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 11      EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As of December 31, 2022, the Municipal Pension Plan has about 240,000 active members, including approximately 30,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2020, indicated a \$1,584 million surplus for basic pension benefits on a going concern basis.

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

The school district paid \$3,693,528 for employer contributions to the plans for the year ended June 30, 2023 (2022: \$3,472,923).

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

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

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 12      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 13      INTERFUND TRANSFERS**

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

- |   |             |
|---|-------------|
| • Purchase of Tangible Capital Assets from Operating Fund | \$ 162,162  |
| • Capital Loan payment from Operating Fund                | \$ 123,379  |
| • Reclassify DCC WIP to LCR                               | \$ (30,565) |

**NOTE 14      CONTRACTUAL OBLIGATIONS**

The School District has no multiple-year contracts for the delivery of services and the construction of tangible capital assets at this time.

**NOTE 15      BUDGET FIGURES**

Budget figures were approved by the Board through the adoption of an *amended* annual budget on *February 16, 2023*.

The *amended* annual budget figures are adjusted to reflect more current enrolment information and grant figures. The revision of the annual budget is a provincial requirement, and the inclusion of amended budgets in the financial statements presents the most relevant information to the user.

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 16 ASSET RETIREMENT OBLIGATION**

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials including lead-based paint within some district owned buildings that will undergo major renovations or demolition in the future. A reasonable estimate of the fair value of the obligation has been recognized using the modified retroactive approach as at July 1, 2022 (see Note 21 – Prior Period Adjustment – Change in Accounting Policy). The obligation has been measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

Asset Retirement Obligation, July 1, 2022 (see Note 21)	\$ 5,587,741
Settlements during the year	
Asset Retirement Obligation, closing balance	<u>\$ 5,587,741</u>

**NOTE 17 EXPENSE BY OBJECT**

	2023	2022
Salaries and benefits	\$ 46,353,401	\$ 42,972,663
Services and supplies	9,098,498	7,973,456
Amortization	2,674,195	2,467,400
Interest	6,698	2,747
	<u>\$ 58,132,792</u>	<u>\$ 53,416,266</u>

**NOTE 18 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

Internally Restricted (appropriated) by Board for:		
School Surpluses	\$ 1,155,865	
Appropriated for 2023/24 School Year	1,088,391	
Contractual Obligations	209,871	
District Programs	<u>770,651</u>	
Subtotal Internally Restricted		\$ 3,224,778
Unrestricted Operating Surplus (Deficit)		2,469,587
Total Available for Future Operations		<u>\$ 5,694,365</u>

**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.



**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**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 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, accounts 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 the Provincial Treasury's Central Deposit Program, GICs and term deposits.

- b) 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 Provincial Treasury's Central Deposit Program, GICs and term deposits that have a maturity date of no more than 3 years.

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

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

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2022 related to credit, market or liquidity risks.

**NOTE 21      PRIOR PERIOD ADJUSTMENT - CHANGE IN ACCOUNTING POLICY**

On July 1, 2022 the School District adopted Canadian public sector accounting standard PS 3280 Asset Retirement Obligations. This new standard addresses the recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of certain tangible capital assets such as asbestos removal in buildings that will undergo major renovation or demolition in the future (see Note 16). This standard was adopted using the modified retroactive approach.

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

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

	<u>Increase (Decrease)</u>
Asset Retirement Obligation (liability)	\$ 5,587,741
Tangible Capital Assets – cost	5,587,741
Tangible Capital Assets – accumulated amortization	5,587,741
Accumulated Surplus – Invested in Capital Assets	(5,587,741)

**SCHOOL DISTRICT NO. 46 (SUNSHINE COAST)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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# School District No. 46 (Sunshine Coast)

Schedule 1 (Unaudited)

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

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual (Restated)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	6,507,142		1,044,515	7,551,657	14,175,408
Prior Period Adjustments					(5,587,741)
Accumulated Surplus (Deficit), beginning of year, as restated	6,507,142	-	1,044,515	7,551,657	8,587,667
Changes for the year					
Surplus (Deficit) for the year	(557,801)		(450,345)	(1,008,146)	(1,036,010)
Interfund Transfers					
Tangible Capital Assets Purchased	(162,162)		162,162	-	
Other	(92,814)		92,814	-	
Net Changes for the year	(812,777)	-	(195,369)	(1,008,146)	(1,036,010)
Accumulated Surplus (Deficit), end of year - Statement 2	5,694,365	-	849,146	6,543,511	7,551,657

# School District No. 46 (Sunshine Coast)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	46,047,845	<b>46,140,274</b>	43,228,612
Other	40,000	<b>50,880</b>	99,000
Tuition	154,020	<b>152,430</b>	174,590
Other Revenue	844,044	<b>868,075</b>	863,766
Rentals and Leases	90,000	<b>117,692</b>	87,397
Investment Income	300,000	<b>497,535</b>	107,293
<b>Total Revenue</b>	<u>47,475,909</u>	<u><b>47,826,886</b></u>	<u>44,560,658</u>
<b>Expenses</b>			
Instruction	42,266,719	<b>38,870,762</b>	36,538,953
District Administration	2,722,104	<b>2,663,258</b>	2,327,046
Operations and Maintenance	5,245,507	<b>5,248,704</b>	4,948,936
Transportation and Housing	1,559,374	<b>1,601,963</b>	1,337,003
<b>Total Expense</b>	<u>51,793,704</u>	<u><b>48,384,687</b></u>	<u>45,151,938</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(4,317,795)</u>	<u><b>(557,801)</b></u>	<u>(591,280)</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>4,317,795</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(162,162)</b>	(96,557)
Other		<b>(92,814)</b>	(153,671)
<b>Total Net Transfers</b>	<u>-</u>	<u><b>(254,976)</b></u>	<u>(250,228)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u><b>(812,777)</b></u>	<u>(841,508)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>6,507,142</b>	7,348,650
<b>Operating Surplus (Deficit), end of year</b>		<u><b>5,694,365</b></u>	<u>6,507,142</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>3,224,778</b>	4,418,751
Unrestricted		<b>2,469,587</b>	2,088,391
<b>Total Operating Surplus (Deficit), end of year</b>		<u><b>5,694,365</b></u>	<u>6,507,142</u>

# School District No. 46 (Sunshine Coast)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	43,527,572	<b>43,567,675</b>	42,321,578
Other Ministry of Education and Child Care Grants			
Pay Equity	510,381	<b>510,381</b>	510,381
Funding for Graduated Adults	9,431	<b>12,574</b>	5,660
Student Transportation Fund	380,465	<b>380,465</b>	380,465
FSA Scorer Grant	8,696	<b>8,187</b>	8,187
Early Learning Framework (ELF) Implementation	485	<b>485</b>	2,341
Labour Settlement Funding	1,610,815	<b>1,657,507</b>	
Premiers Award		<b>3,000</b>	
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>46,047,845</b>	<b>46,140,274</b>	43,228,612
<b>Provincial Grants - Other</b>	<b>40,000</b>	<b>50,880</b>	99,000
<b>Tuition</b>			
International and Out of Province Students	154,020	<b>152,430</b>	174,590
<b>Total Tuition</b>	<b>154,020</b>	<b>152,430</b>	174,590
<b>Other Revenues</b>			
Other School District/Education Authorities	632,911	<b>640,448</b>	688,128
Miscellaneous			
Miscellaneous	211,133	<b>227,627</b>	175,638
<b>Total Other Revenue</b>	<b>844,044</b>	<b>868,075</b>	863,766
<b>Rentals and Leases</b>	<b>90,000</b>	<b>117,692</b>	87,397
<b>Investment Income</b>	<b>300,000</b>	<b>497,535</b>	107,293
<b>Total Operating Revenue</b>	<b>47,475,909</b>	<b>47,826,886</b>	44,560,658

# School District No. 46 (Sunshine Coast)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Salaries</b>			
Teachers	18,235,077	<b>18,079,135</b>	16,974,302
Principals and Vice Principals	2,924,211	<b>2,787,748</b>	2,653,252
Educational Assistants	4,066,951	<b>3,914,337</b>	3,671,503
Support Staff	5,365,035	<b>4,847,994</b>	4,544,696
Other Professionals	1,496,980	<b>1,515,341</b>	1,437,676
Substitutes	3,007,307	<b>2,874,704</b>	2,436,545
<b>Total Salaries</b>	<b>35,095,561</b>	<b>34,019,259</b>	<b>31,717,974</b>
<b>Employee Benefits</b>	8,248,983	<b>7,530,385</b>	7,037,896
<b>Total Salaries and Benefits</b>	<b>43,344,544</b>	<b>41,549,644</b>	<b>38,755,870</b>
<b>Services and Supplies</b>			
Services	942,196	<b>932,736</b>	616,011
Student Transportation	1,444,629	<b>1,475,388</b>	1,283,160
Professional Development and Travel	186,750	<b>193,680</b>	160,330
Rentals and Leases	10,000	<b>6,986</b>	6,967
Dues and Fees	59,500	<b>54,185</b>	53,340
Insurance	101,000	<b>93,088</b>	72,779
Supplies	5,052,378	<b>3,313,524</b>	3,479,707
Utilities	652,707	<b>765,456</b>	723,774
<b>Total Services and Supplies</b>	<b>8,449,160</b>	<b>6,835,043</b>	<b>6,396,068</b>
<b>Total Operating Expense</b>	<b>51,793,704</b>	<b>48,384,687</b>	<b>45,151,938</b>

# School District No. 46 (Sunshine Coast)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	15,215,999	202,869		610,550		2,624,099	18,653,517
1.03 Career Programs	102,227						102,227
1.07 Library Services	196,786			35,962			232,748
1.08 Counselling	1,142,718			233,925			1,376,643
1.10 Special Education	882,653	235,326	3,758,223	396,356	71,194	201,448	5,545,200
1.20 Early Learning and Child Care		22,335		134,049			156,384
1.30 English Language Learning	180,646						180,646
1.31 Indigenous Education	358,106	144,378	156,114	16,425		3,648	678,671
1.41 School Administration		2,017,213		609,529			2,626,742
1.62 International and Out of Province Students							-
1.64 Other				71,251		29,653	100,904
<b>Total Function 1</b>	<b>18,079,135</b>	<b>2,622,121</b>	<b>3,914,337</b>	<b>2,108,047</b>	<b>71,194</b>	<b>2,858,848</b>	<b>29,653,682</b>
<b>4 District Administration</b>							
4.11 Educational Administration		165,627			336,276		501,903
4.40 School District Governance					142,972		142,972
4.41 Business Administration				129,850	751,694	9,435	890,979
<b>Total Function 4</b>	<b>-</b>	<b>165,627</b>	<b>-</b>	<b>129,850</b>	<b>1,230,942</b>	<b>9,435</b>	<b>1,535,854</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				53,188	186,935		240,123
5.50 Maintenance Operations				2,466,545			2,466,545
5.52 Maintenance of Grounds				69,025			69,025
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,588,758</b>	<b>186,935</b>	<b>-</b>	<b>2,775,693</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					26,270		26,270
7.70 Student Transportation				21,339		6,421	27,760
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>21,339</b>	<b>26,270</b>	<b>6,421</b>	<b>54,030</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>18,079,135</b>	<b>2,787,748</b>	<b>3,914,337</b>	<b>4,847,994</b>	<b>1,515,341</b>	<b>2,874,704</b>	<b>34,019,259</b>



# School District No. 46 (Sunshine Coast)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget	2022 Actual (Restated)
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	18,653,517	3,927,022	22,580,539	1,414,353	23,994,892	25,412,428	22,677,042
1.03 Career Programs	102,227	23,056	125,283	14,291	139,574	301,029	126,728
1.07 Library Services	232,748	52,978	285,726	72,284	358,010	517,781	307,968
1.08 Counselling	1,376,643	350,550	1,727,193	212	1,727,405	1,525,844	1,285,051
1.10 Special Education	5,545,200	1,354,319	6,899,519	557,831	7,457,350	9,064,544	7,513,277
1.20 Early Learning and Child Care	156,384	33,651	190,035	221,016	411,051		
1.30 English Language Learning	180,646	38,300	218,946	7,883	226,829	269,401	117,048
1.31 Indigenous Education	678,671	170,340	849,011	148,758	997,769	1,686,195	1,059,435
1.41 School Administration	2,626,742	590,155	3,216,897	89,965	3,306,862	3,257,732	3,130,283
1.62 International and Out of Province Students	-	-	-	19,940	19,940	10,000	15,299
1.64 Other	100,904	15,916	116,820	114,260	231,080	221,765	306,822
<b>Total Function 1</b>	<b>29,653,682</b>	<b>6,556,287</b>	<b>36,209,969</b>	<b>2,660,793</b>	<b>38,870,762</b>	<b>42,266,719</b>	<b>36,538,953</b>
<b>4 District Administration</b>							
4.11 Educational Administration	501,903	104,477	606,380	61,071	667,451	666,737	620,630
4.40 School District Governance	142,972	1,240	144,212	182,580	326,792	363,988	236,942
4.41 Business Administration	890,979	214,857	1,105,836	563,179	1,669,015	1,691,379	1,469,474
<b>Total Function 4</b>	<b>1,535,854</b>	<b>320,574</b>	<b>1,856,428</b>	<b>806,830</b>	<b>2,663,258</b>	<b>2,722,104</b>	<b>2,327,046</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	240,123	55,968	296,091	130,406	426,497	398,833	389,159
5.50 Maintenance Operations	2,466,545	567,119	3,033,664	857,101	3,890,765	4,058,055	3,592,962
5.52 Maintenance of Grounds	69,025	17,764	86,789	80,340	167,129	135,912	243,041
5.56 Utilities	-	-	-	764,313	764,313	652,707	723,774
<b>Total Function 5</b>	<b>2,775,693</b>	<b>640,851</b>	<b>3,416,544</b>	<b>1,832,160</b>	<b>5,248,704</b>	<b>5,245,507</b>	<b>4,948,936</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	26,270	5,232	31,502		31,502	31,913	29,893
7.70 Student Transportation	27,760	7,441	35,201	1,535,260	1,570,461	1,527,461	1,307,110
<b>Total Function 7</b>	<b>54,030</b>	<b>12,673</b>	<b>66,703</b>	<b>1,535,260</b>	<b>1,601,963</b>	<b>1,559,374</b>	<b>1,337,003</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>34,019,259</b>	<b>7,530,385</b>	<b>41,549,644</b>	<b>6,835,043</b>	<b>48,384,687</b>	<b>51,793,704</b>	<b>45,151,938</b>

# School District No. 46 (Sunshine Coast)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	5,826,985	5,655,176	4,936,428
Other		4,503	
Other Revenue	875,000	1,371,211	849,770
Investment Income	7,000	36,322	7,983
<b>Total Revenue</b>	<u>6,708,985</u>	<u>7,067,212</u>	<u>5,794,181</u>
<b>Expenses</b>			
Instruction	6,408,360	6,739,408	5,353,774
Operations and Maintenance	300,625	327,804	440,407
<b>Total Expense</b>	<u>6,708,985</u>	<u>7,067,212</u>	<u>5,794,181</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u><u>-</u></u>	<u><u>-</u></u>

# School District No. 46 (Sunshine Coast)

Schedule 3A (Unaudited)

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

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	1,693		1,028,168	698,246		7,052	9,066		
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	196,625	148,881			192,000	22,050	19,083	527,473	200,422
Provincial Grants - Other			168,767	706,152					
Other			36,322						
Investment Income									
	196,625	148,881	205,089	706,152	192,000	22,050	19,083	527,473	200,422
<b>Less:</b> Allocated to Revenue	163,232	148,881	223,825	783,801	192,000	29,102	19,200	527,473	200,422
<b>Deferred Revenue, end of year</b>	<b>35,086</b>	<b>-</b>	<b>1,009,432</b>	<b>620,597</b>	<b>-</b>	<b>-</b>	<b>8,949</b>	<b>-</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	163,232	148,881			192,000	29,102	19,200	527,473	200,422
Provincial Grants - Other			187,503	783,801					
Other Revenue			36,322						
Investment Income									
	163,232	148,881	223,825	783,801	192,000	29,102	19,200	527,473	200,422
<b>Expenses</b>									
Salaries									
Teachers									
Principals and Vice Principals								81,442	
Educational Assistants		114,524							
Support Staff	117,199				147,692			140,434	87,226
Other Professionals									11,269
Substitutes									77,863
	117,199	114,524	-	-	147,692	-	-	221,876	176,358
Employee Benefits	29,299	34,357			44,308			55,596	24,064
Services and Supplies	16,734		223,825	783,801		29,102	19,200	250,001	
	163,232	148,881	223,825	783,801	192,000	29,102	19,200	527,473	200,422
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>									
	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 46 (Sunshine Coast)

Schedule 3A (Unaudited)

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

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Changing Results for Young Children	Federal Safe Return to Class / Ventilation Fund	Seamless Day Kindergarten	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>				8,508	57,346	13,477			13,145
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	3,416,763	158,726	55,000	6,000		221,600		422,210	50,000
Provincial Grants - Other							35,000		
Other									
Investment Income									
	3,416,763	158,726	55,000	6,000	-	221,600	35,000	422,210	50,000
<b>Less:</b> Allocated to Revenue	3,416,763	111,220	55,000	14,088	57,346	208,758	4,503	363,627	39,876
<b>Deferred Revenue, end of year</b>	-	<b>47,506</b>	-	<b>420</b>	-	<b>26,319</b>	<b>30,497</b>	<b>58,583</b>	<b>23,269</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	3,416,763	111,220	55,000	14,088	57,346	208,758		363,627	39,876
Provincial Grants - Other							4,503		
Other Revenue									
Investment Income									
	3,416,763	111,220	55,000	14,088	57,346	208,758	4,503	363,627	39,876
<b>Expenses</b>									
Salaries									
Teachers	2,717,719								
Principals and Vice Principals									
Educational Assistants									
Support Staff						139,567			30,674
Other Professionals									
Substitutes		88,976							
	2,717,719	88,976	-	-	-	139,567	-	-	30,674
Employee Benefits	699,044	22,244				41,870			9,202
Services and Supplies			55,000	14,088	57,346	27,321	4,503	363,627	
	3,416,763	111,220	55,000	14,088	57,346	208,758	4,503	363,627	39,876
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	-	-	-	-	-	-
<b>Interfund Transfers</b>									
	-	-	-	-	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

**School District No. 46 (Sunshine Coast)**

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2023

Schedule 3A (Unaudited)

	SEY2KT (Early Years to Kindergarten)	ECL (Early Care & Learning)	Misc Other Grants	TOTAL
	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>			262,575	2,099,276
<b>Add:</b> Restricted Grants				
Provincial Grants - Ministry of Education and Child Care	19,000	175,000		5,830,833
Provincial Grants - Other				35,000
Other			451,567	1,326,486
Investment Income				36,322
	19,000	175,000	451,567	7,228,641
<b>Less:</b> Allocated to Revenue	19,000	89,188	399,907	7,067,212
<b>Deferred Revenue, end of year</b>	<b>-</b>	<b>85,812</b>	<b>314,235</b>	<b>2,260,705</b>
<b>Revenues</b>				
Provincial Grants - Ministry of Education and Child Care	19,000	89,188		5,655,176
Provincial Grants - Other				4,503
Other Revenue			399,907	1,371,211
Investment Income				36,322
	19,000	89,188	399,907	7,067,212
<b>Expenses</b>				
Salaries				
Teachers				2,717,719
Principals and Vice Principals		71,702		153,144
Educational Assistants				114,524
Support Staff				662,792
Other Professionals				11,269
Substitutes				166,839
	-	71,702	-	3,826,287
Employee Benefits		17,486		977,470
Services and Supplies	19,000		399,907	2,263,455
	19,000	89,188	399,907	7,067,212
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>				
	-	-	-	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 46 (Sunshine Coast)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2023

	2023 Budget	2023 Actual			2022 Actual (Restated)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Amortization of Deferred Capital Revenue	2,150,702	2,230,548		2,230,548	2,025,417
<b>Total Revenue</b>	2,150,702	2,230,548	-	2,230,548	2,025,417
<b>Expenses</b>					
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,589,515	2,587,737		2,587,737	2,373,789
Transportation and Housing	85,257	86,458		86,458	93,611
Debt Services					
Capital Loan Interest			6,698	6,698	2,747
<b>Total Expense</b>	2,674,772	2,674,195	6,698	2,680,893	2,470,147
<b>Capital Surplus (Deficit) for the year</b>	(524,070)	(443,647)	(6,698)	(450,345)	(444,730)
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased		162,162		162,162	96,557
Capital Loan Payment			123,379	123,379	123,106
Reclassify Local Capital to DCC WIP			(30,565)	(30,565)	30,565
<b>Total Net Transfers</b>	-	162,162	92,814	254,976	250,228
<b>Other Adjustments to Fund Balances</b>					
Principal Payment					
Capital Loan		116,681	(116,681)	-	
Reclassify Local Capital to DCC WIP		(30,565)	30,565	-	
<b>Total Other Adjustments to Fund Balances</b>		86,116	(86,116)	-	
<b>Total Capital Surplus (Deficit) for the year</b>	(524,070)	(195,369)	-	(195,369)	(194,502)
<b>Capital Surplus (Deficit), beginning of year</b>		1,044,515		1,044,515	6,826,758
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(5,587,741)
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		1,044,515	-	1,044,515	1,239,017
<b>Capital Surplus (Deficit), end of year</b>		849,146	-	849,146	1,044,515

# School District No. 46 (Sunshine Coast)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	3,051,972	104,137,177	1,951,167	936,109		460,215	<b>110,536,640</b>
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		5,587,741					<b>5,587,741</b>
<b>Cost, beginning of year, as restated</b>	<b>3,051,972</b>	<b>109,724,918</b>	<b>1,951,167</b>	<b>936,109</b>	<b>-</b>	<b>460,215</b>	<b>116,124,381</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,311,601					<b>1,311,601</b>
Deferred Capital Revenue - Other		33,119					<b>33,119</b>
Operating Fund			63,133	99,029			<b>162,162</b>
Loan			53,042				<b>53,042</b>
Transferred from Work in Progress		380,390					<b>380,390</b>
	-	1,725,110	116,175	99,029	-	-	<b>1,940,314</b>
Decrease:							
Deemed Disposals			110,485	242,077		7,208	<b>359,770</b>
	-	-	110,485	242,077	-	7,208	<b>359,770</b>
<b>Cost, end of year</b>	<b>3,051,972</b>	<b>111,450,028</b>	<b>1,956,857</b>	<b>793,061</b>	<b>-</b>	<b>453,007</b>	<b>117,704,925</b>
<b>Work in Progress, end of year</b>		1,162,177					<b>1,162,177</b>
<b>Cost and Work in Progress, end of year</b>	<b>3,051,972</b>	<b>112,612,205</b>	<b>1,956,857</b>	<b>793,061</b>	<b>-</b>	<b>453,007</b>	<b>118,867,102</b>
<b>Accumulated Amortization, beginning of year</b>		47,467,958	931,122	557,117		323,592	<b>49,279,789</b>
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		5,587,741					<b>5,587,741</b>
<b>Accumulated Amortization, beginning of year, as restated</b>		<b>53,055,699</b>	<b>931,122</b>	<b>557,117</b>	<b>-</b>	<b>323,592</b>	<b>54,867,530</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		2,301,014	195,401	86,458		91,322	<b>2,674,195</b>
Decrease:							
Deemed Disposals			110,485	242,077		7,208	<b>359,770</b>
		-	110,485	242,077	-	7,208	<b>359,770</b>
<b>Accumulated Amortization, end of year</b>		<b>55,356,713</b>	<b>1,016,038</b>	<b>401,498</b>	<b>-</b>	<b>407,706</b>	<b>57,181,955</b>
<b>Tangible Capital Assets - Net</b>	<b>3,051,972</b>	<b>57,255,492</b>	<b>940,819</b>	<b>391,563</b>	<b>-</b>	<b>45,301</b>	<b>61,685,147</b>

**School District No. 46 (Sunshine Coast)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2023

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	147,783				<b>147,783</b>
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	1,067,292				<b>1,067,292</b>
Deferred Capital Revenue - Other	327,492				<b>327,492</b>
	1,394,784	-	-	-	<b>1,394,784</b>
Decrease:					
Transferred to Tangible Capital Assets	380,390				<b>380,390</b>
	380,390	-	-	-	<b>380,390</b>
<b>Net Changes for the Year</b>	1,014,394	-	-	-	<b>1,014,394</b>
<b>Work in Progress, end of year</b>	<b>1,162,177</b>	-	-	-	<b>1,162,177</b>



**School District No. 46 (Sunshine Coast)**

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2023

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Deferred Capital Revenue, beginning of year</b>	51,674,148	2,738,946		<b>54,413,094</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,311,601	33,119		<b>1,344,720</b>
Transferred from Work in Progress	380,390			<b>380,390</b>
Reclassify Local Capital to DCC WIP		30,565		<b>30,565</b>
	<u>1,691,991</u>	<u>63,684</u>	<u>-</u>	<u><b>1,755,675</b></u>
Decrease:				
Amortization of Deferred Capital Revenue	2,142,702	87,846		<b>2,230,548</b>
	<u>2,142,702</u>	<u>87,846</u>	<u>-</u>	<u><b>2,230,548</b></u>
<b>Net Changes for the Year</b>	<u>(450,711)</u>	<u>(24,162)</u>	<u>-</u>	<u><b>(474,873)</b></u>
<b>Deferred Capital Revenue, end of year</b>	<u>51,223,437</u>	<u>2,714,784</u>	<u>-</u>	<u><b>53,938,221</b></u>
<b>Work in Progress, beginning of year</b>	128,455	19,328		<b>147,783</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,067,292	327,492		<b>1,394,784</b>
	<u>1,067,292</u>	<u>327,492</u>	<u>-</u>	<u><b>1,394,784</b></u>
Decrease				
Transferred to Deferred Capital Revenue	380,390			<b>380,390</b>
	<u>380,390</u>	<u>-</u>	<u>-</u>	<u><b>380,390</b></u>
<b>Net Changes for the Year</b>	<u>686,902</u>	<u>327,492</u>	<u>-</u>	<u><b>1,014,394</b></u>
<b>Work in Progress, end of year</b>	<u>815,357</u>	<u>346,820</u>	<u>-</u>	<u><b>1,162,177</b></u>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>52,038,794</b></u>	<u><b>3,061,604</b></u>	<u><b>-</b></u>	<u><b>55,100,398</b></u>

# School District No. 46 (Sunshine Coast)

Schedule 4D (Unaudited)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2023

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>		33,119	148,612			<b>181,731</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,388,942		292,170			<b>2,681,112</b>
Provincial Grants - Other			1,055,806			<b>1,055,806</b>
Correct Transaction Re WSES Childcare Grant			(30,565)			<b>(30,565)</b>
	2,388,942	-	1,317,411	-	-	<b>3,706,353</b>
Decrease:						
Transferred to DCR - Capital Additions	1,311,601	33,119				<b>1,344,720</b>
Transferred to DCR - Work in Progress	1,067,292		327,492			<b>1,394,784</b>
	2,378,893	33,119	327,492	-	-	<b>2,739,504</b>
<b>Net Changes for the Year</b>	10,049	(33,119)	989,919	-	-	<b>966,849</b>
<b>Balance, end of year</b>	<b>10,049</b>	<b>-</b>	<b>1,138,531</b>	<b>-</b>	<b>-</b>	<b>1,148,580</b>