

Audited Financial Statements of

School District No. 20 (Kootenay-Columbia)

June 30, 2013, June 30, 2012 and July 1, 2011

School District No. 20 (Kootenay-Columbia)

June 30, 2013, June 30, 2012 and July 1, 2011

Table of Contents

Management Report	1
Independent Auditor's Report	2-3
Statement of Financial Position - Statement 1	4
Statement of Operations - Statement 2	5
Statement of Change in Net Financial Assets (Debt) - Statement 4	6
Statement of Cash Flows - Statement 5	7
Notes to the Financial Statements	8-26
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1	27
Schedule of Operating Operations - Schedule 2	28
Schedule 2A - Schedule of Operating Revenue by Source	29
Schedule 2B - Schedule of Operating Expense by Object	30
Schedule 2C - Operating Expense by Function, Program and Object	31
Schedule of Special Purpose Operations - Schedule 3	33
Schedule 3A - Changes in Special Purpose Funds and Expense by Object	34
Schedule of Capital Operations - Schedule 4	37
Schedule 4A - Tangible Capital Assets	38
Schedule 4B - Tangible Capital Assets - Work in Progress	39
Schedule 4C - Deferred Capital Revenue	40
Schedule 4D - Changes in Unspent Deferred Capital Revenue	41

School District No. 20 (Kootenay-Columbia)

MANAGEMENT REPORT

Version: 4073-3327-1345

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 20 (Kootenay-Columbia) have been prepared by management in accordance with Canadian public sector accounting standards and provincial reporting legislation and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

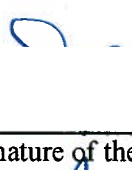
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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

The Board of Education of School District No. 20 (Kootenay-Columbia) (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 external audited financial statements yearly.

The external auditors, KPMG, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 20 (Kootenay-Columbia) and meet when required. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 20 (Kootenay-Columbia)



Signature of the Chairperson of the Board of Education

Sept. 25 2013

Date Signed



Signature of the Superintendent

Sept 25, 2013

Date Signed



Signature of the Secretary/Treasurer

Sept. 25, 2013

Date Signed



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INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 20 (Kootenay-Columbia)

To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 20 (Kootenay-Columbia), which comprise the statement of financial position as at June 30, 2013 and the statements of operations, changes in net financial assets (debt) and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the financial reporting provisions 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.

Auditors' Responsibility

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

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



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

Opinion

In our opinion, the financial statements of School District No. 20 (Kootenay-Columbia) as at June 30, 2013 and for the year then ended 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.

Emphasis of Matter and Comparative Information

Without modifying our opinion, we draw attention to Note 3(a) to the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

The new financial reporting framework was adopted on July 1, 2012, with a transition date of July 1, 2011, and applied retrospectively by management to the comparative information in these financial statements, including the statements of financial position as at June 30, 2012 and July 1, 2011, and the statements of operations, changes in financial assets (debt) and cash flows for the year ended June 30, 2012 and related disclosures. We were not engaged to report on the restated comparative information, and as such, they are unaudited.

A handwritten signature in black ink, appearing to read 'KPMG LLP'.

Chartered Accountants

September 23, 2013
Kelowna, Canada

School District No. 20 (Kootenay-Columbia)

Statement of Financial Position

As at June 30, 2013, June 30, 2012 and July 1, 2011

	June 30, 2013	June 30, 2012 (Restated-Note 2)	July 1, 2011 (Restated-Note 2)
	\$	\$	\$
Financial Assets			
Cash and Cash Equivalents	5,225,460	6,136,629	5,557,923
Accounts Receivable			
Due from Province - Ministry of Education	25,914	25,433	25,484
Other (Note 4)	713,794	899,067	963,197
Portfolio Investments (Note 5)	1,772,941	97,052	97,052
Total Financial Assets	7,738,109	7,158,181	6,643,656
Liabilities			
Accounts Payable and Accrued Liabilities			
Other (Note 6)	3,689,631	3,488,050	4,036,966
Unearned Revenue (Note 7)	24,930	12,549	37,799
Deferred Revenue (Note 8)	919,336	1,009,445	984,634
Deferred Capital Revenue (Note 9)	62,097,829	63,344,864	64,268,098
Employee Future Benefits (Note 10)	929,174	908,649	904,400
Employee Self Funded Leave Plan Liability	-	46,759	-
Total Liabilities	67,660,900	68,810,316	70,231,897
Net Financial Assets (Debt)	(59,922,791)	(61,652,135)	(63,588,241)
Non-Financial Assets			
Tangible Capital Assets (Note 11)	76,715,177	77,818,092	80,019,834
Restricted Assets (Endowments) (Note 12)	60,894	59,478	15,000
Prepaid Expenses (Note 13)	263,570	274,673	309,012
Total Non-Financial Assets	77,039,641	78,152,243	80,343,846
Accumulated Surplus (Deficit)	17,116,850	16,500,108	16,755,605

Contractual Obligations and Contingencies (Note 17)

Approved by the Board

Signature of the Chairperson of the Board of Education

Oct. 7, 2013

Date Signed

Signature of the Superintendent

Sept 25, 2013

Date Signed

Signature of the Secretary Treasurer

Sept. 25 2013

Date Signed

School District No. 20 (Kootenay-Columbia)

Statement 2

Statement of Operations

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget (Unaudited-Note 18)	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	37,316,570	37,794,206	37,255,134
Other	89,041	91,507	215,721
Tuition	182,850	163,730	76,520
Other Revenue	1,163,706	1,448,499	1,166,931
Rentals and Leases	89,263	84,348	89,018
Investment Income	57,331	71,401	67,460
Gain (Loss) on Disposal of Tangible Capital Assets (Note 11)		15,991	
Amortization of Deferred Capital Revenue	2,490,534	2,490,534	2,501,964
Donations and SubLease Agreement (Note 13)	6,000	(153,218)	169,527
Total Revenue	41,395,295	42,006,998	41,542,275
Expenses (Note 14)			
Instruction	30,962,396	30,473,528	31,162,790
District Administration	1,535,111	1,529,261	1,273,963
Operations and Maintenance	8,247,237	7,847,960	8,075,901
Transportation and Housing	1,290,051	1,526,785	1,268,204
Scholarships	13,000	14,138	61,392
Total Expense	42,047,795	41,391,672	41,842,250
Surplus (Deficit) for the year, before endowment contributions	(652,500)	615,326	(299,975)
Endowment Contributions (Note 12)		1,416	44,478
Surplus (Deficit) for the year	(652,500)	616,742	(255,497)
Accumulated Surplus (Deficit) from Operations, beginning of year		16,500,108	16,755,605
Accumulated Surplus (Deficit) from Operations, end of year		17,116,850	16,500,108

School District No. 20 (Kootenay-Columbia)

Statement of Changes in Net Financial Assets (Debt)

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget (Unaudited-Note 18)	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$
Surplus (Deficit) for the year	<u>(652,500)</u>	<u>616,742</u>	<u>(255,497)</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(2,222,384)	(2,057,452)	(984,587)
Amortization of Tangible Capital Assets	3,160,367	3,160,367	3,186,329
Total Effect of change in Tangible Capital Assets	<u>937,983</u>	<u>1,102,915</u>	<u>2,201,742</u>
Use of Prepaid Expenses	-	11,103	34,339
Endowment Contributions (Note 12)		(1,416)	(44,478)
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>9,687</u>	<u>(10,139)</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>285,483</u>	<u>1,729,344</u>	<u>1,936,106</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>1,729,344</u>	<u>1,936,106</u>
Net Financial Assets (Debt), beginning of year		<u>(61,652,135)</u>	<u>(63,588,241)</u>
Net Financial Assets (Debt), end of year		<u>(59,922,791)</u>	<u>(61,652,135)</u>

School District No. 20 (Kootenay-Columbia)

Statement 5

Statement of Cash Flows

Years Ending June 30, 2013 and June 30, 2012

	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	616,742	(255,497)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	184,792	64,181
Prepaid Expenses	11,103	34,339
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	201,581	(548,916)
Unearned Revenue	12,381	(25,250)
Deferred Revenue	(90,109)	24,811
Employee Future Benefits	20,525	4,249
Other Liabilities	(46,759)	46,759
Loss (Gain) on Disposal of Tangible Capital Assets	(15,991)	-
Amortization of Tangible Capital Assets	3,160,367	3,186,329
Amortization of Deferred Capital Revenue	(2,490,534)	(2,501,964)
Full Day Kindergarten Equipment Not Capitalized	-	(43,505)
Playground Equipment Not Capitalized (RSS)	(50,000)	-
Total Operating Transactions	1,514,098	(14,464)
Capital Transactions		
Tangible Capital Assets Purchased	(2,057,452)	(984,587)
District Portion of Proceeds on Disposal	15,991	-
Total Capital Transactions	(2,041,461)	(984,587)
Financing Transactions		
Capital Revenue Received	1,293,499	1,622,235
Total Financing Transactions	1,293,499	1,622,235
Investing Transactions		
Investments in Portfolio Investments	(1,675,889)	-
Endowment Investment	(1,416)	(44,478)
Total Investing Transactions	(1,677,305)	(44,478)
Net Increase (Decrease) in Cash and Cash Equivalents	(911,169)	578,706
Cash and Cash Equivalents, beginning of year	6,136,629	5,557,923
Cash and Cash Equivalents, end of year	5,225,460	6,136,629
Cash and Cash Equivalents, end of year, is made up of:		
Cash	5,225,460	6,136,629
	5,225,460	6,136,629

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on December 2, 1996 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. 20 (Kootenay-Columbia)", and operates as "School District No. 20 (Kootenay-Columbia)." 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. 20 (Kootenay-Columbia) is exempt from federal and provincial corporate income taxes.

NOTE 2 ADOPTION OF NEW ACCOUNTING FRAMEWORK

Commencing with the 2012/13 fiscal year, the School District has adopted accounting standards in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board as described in Note 3 a). Previously, the School District's financial statements were prepared in accordance with Part V of Canadian generally accepted accounting principles ("Part V Canadian GAAP").

Except for certain transitional elections disclosed below and the adoption of PS3450, Financial Instruments, effective July 1, 2012, the School District has consistently applied the same accounting policies in its statement of financial position as at July 1, 2011, the date of transition to the framework, and throughout as if these policies had always been in effect.

These financial statements are the first financial statements for which the School District has applied these standards.

The School District has elected to use the following exemptions available as of July 1, 2011:

- Retirement and post-employment benefits:
 - a. The School District has elected to delay the application of *Sections PS 3250, Retirement benefits, and 3255, Post-employment benefits, compensated absences and termination benefits*, relative to the discount rate used until June 30, 2013 (to coincide with the March 31, 2013 valuation);
 - b. The School District has elected to recognize all cumulative actuarial gains and losses at July 1, 2011 directly in accumulated surplus; and
- Tangible capital asset impairment:
 - a. The School District has elected to apply the impairment provisions of *Section PS 3150* on a prospective basis from the date of transition.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 2 ADOPTION OF NEW ACCOUNTING FRAMEWORK *(continued)*

Key adjustments on the School District's financial statements resulting from the adoption of these accounting standards are as follows:

- Previously, the School District was not required to record an accrued benefit obligation related to sick leave benefits as the benefits do not vest. The School District's new accounting framework (note 3(a)) requires that a liability and an expense be recognized for post-employment benefits and compensated absences that vest or accumulate in the period in which employees render services to the School District in return for the benefits. An adjustment was made to recognize a liability and decrease accumulated surplus related to accumulated sick leave entitlements. The adjustment to the liability for employee future benefits at July 1, 2011 amounted to \$241,682 determined by an actuarial valuation.
- In accordance with the first time elections available on transition, the School District recognized all previous cumulative actuarial gains and losses relating to employee future benefits of \$123,125 at July 1, 2011 resulting in a decrease to the Employee Future Benefits liability and an increase in accumulated surplus.
- The impact of the above adjustments to employee future benefits as at July 1, 2011, resulted in a net decrease in employee future benefits expense of \$ 1,057 for the 2012 fiscal year.
- As a result of transition to the new accounting framework, adjustments were recorded to deferred revenue and accumulated surplus to adjust for certain amounts received by the School District for which revenue recognition is different under the new accounting framework. The net impact of these adjustments increased deferred revenue as at July 1, 2011 by \$50,028, decreased deferred revenue as at June 30, 2012 by \$42,349 and increased deficit for the year ended June 30, 2012 by \$92,377.
- In connection with the transition to the new accounting framework, the School District identified an endowment (Note 12), which had previous been included in cash and deferred revenue. The net impact of the endowment adjustment decreased cash, increased restricted assets (endowment), decreased deferred revenue and increased accumulated surplus as at July 1, 2011 and June 30, 2012 by \$15,000 and \$59,478, respectively.

These accounting changes have been applied retrospectively with restatement of prior periods. The net impact of the adoption of the new accounting framework on the statements of financial position is presented below.

	Previously stated July 1, 2011	Adjustment July 1, 2011	Restated July 1, 2011
	\$	\$	\$
Cash and Cash Equivalents	5,572,923	(15,000)	5,557,923
Deferred Revenue (formerly Deferred Contribution)	1,049,662	(65,028)	984,634
Employee Future Benefits	785,843	118,557	904,400
Restricted Assets (Endowment)	-	15,000	15,000
Accumulated Surplus	16,809,134	(53,529)	16,755,605

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 2 ADOPTION OF NEW ACCOUNTING FRAMEWORK (continued)

	Previously stated June 30, 2012	Adjustment June 30, 2012	Restated June 30, 2012
	\$	\$	\$
Cash and Cash Equivalents	6,196,107	(59,478)	6,136,629
Deferred Revenue (formerly Deferred Contribution)	1,026,574	(17,129)	1,009,445
Employee Future Benefits	791,149	117,500	908,649
Restricted Assets (Endowment)	-	59,478	59,478
Accumulated Surplus	16,600,479	(100,371)	16,500,108

The impact of the adoption of the new accounting framework on the accumulated surplus (deficit) at July 1, 2011 and the comparative annual surplus is presented below.

Accumulated surplus (deficit) as originally reported, July 1, 2011	\$ 16,809,134
Adjustments to accumulated surplus (deficit)	
Add non-vested benefits to Employee Future Benefits	(241,682)
Recognize cumulative unamortized actuarial gain/loss on Employee Future Benefits	123,125
Reclassify Deferred Contributions	50,028
Reclassify Endowment	15,000
Accumulated surplus (deficit) as restated, July 1, 2011	<u>\$ 16,755,605</u>
Annual surplus (deficit) as originally reported for the year ended June 30, 2012	\$ (208,655)
Adjustments to annual surplus (deficit)	
Employee Future Benefits expense	1,057
Reclassify Deferred Contributions	(92,377)
Reclassify Endowment	44,478
Annual surplus (deficit) for the year as restated for the year ended June 30, 2012	<u>(255,497)</u>
Accumulated surplus (deficit), end of year as restated, June 30, 2012	<u>\$ 16,500,108</u>

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

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

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

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

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

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

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

b) Cash and Cash Equivalents

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

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

c) 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.

d) 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 3 (j).

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.

e) 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 except as per the election described in Note 2.

Cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARS�) of active employees covered under the plan.

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. 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. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

f) Asset Retirement Obligations

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 Statement of Operations.

g) Tangible Capital Assets

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 tangible 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.

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. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

h) Prepaid Expenses

Prepaid insurance, prepaid travel, prepaid multi-year software licensing, prepaid lease costs and prepaid materials 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.

i) 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 16 – Internally Restricted Surplus).

j) 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

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. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

k) 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.

l) 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.

m) 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.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

m) Financial Instruments (continued)

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, and accounts payable and accrued liabilities. Portfolio investments include GICs, term deposits and bonds that have a maturity of greater than 3 months at the time of acquisition.

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. Interest and dividends attributable to financial instruments are reported in the statement of operations. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

For financial instruments recorded at fair value, 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. For the years ended June 30 2013 and 2012 the School District did not have any financial instruments recorded at fair value. Accordingly, a statement of remeasurement gains and losses has not been presented.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

Recognition, derecognition and measurement policies followed in the financial statements for periods prior to July 1, 2012 are not reversed and, therefore, the financial statements of prior periods, including comparative information, have not been restated.

As at June 30, 2013 and for the year then ended, financial instruments are accounted for prospectively in accordance with public sector accounting standards as described above.

As at July 1, 2011, June 30, 2012 and for the year ended June 30, 2012, financial instruments were accounted for in accordance with Part V of the CICA Handbook. There were no changes in the recognition and measurement of financial instruments upon conversion to public sector accounting standards.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 3 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

n) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 3 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, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 4 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2013	June 30, 2012	July 1, 2011
Due from Federal Government – GST Rebates	\$ 56,889	\$ 70,518	\$157,061
Due from Other School Districts	39,889	34,621	22,009
KCTU-Local Teachers Union	28,394	59,639	30,528
School Trust Accounts	59,657	15,161	14,839
Accrued Lease Interest (see Note 13)	466,531	626,622	457,095
Other – Miscellaneous	62,434	92,506	281,665
	<u>\$713,794</u>	<u>\$899,067</u>	<u>\$963,197</u>

NOTE 5 PORTFOLIO INVESTMENTS

	June 30, 2013	June 30, 2012	July 1, 2011
Investments in the cost and amortized cost category:			
Term Deposits	\$1,625,889	\$ -	\$ -
Bonds	97,052	97,052	97,052
	<u>\$1,722,941</u>	<u>\$ 97,052</u>	<u>\$ 97,052</u>

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 6 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	June 30, 2013	June 30, 2012	July 1, 2011
Trade payables	\$ 455,833	\$ 325,710	\$1,013,622
Salaries and benefits payable	2,808,202	2,727,066	2,569,594
Accrued vacation pay	425,596	435,274	453,750
	\$3,689,631	\$3,488,050	\$4,036,966

NOTE 7 UNEARNED REVENUE

	June 30, 2013	June 30, 2012	July 1, 2011
Balance, beginning of year	\$ 12,549	\$37,799	\$ 91,725
Changes for the year:			
Increase:			
Tuition fees	174,890	56,514	165,759
IHA Grant	-	-	2,500
	\$174,890	\$59,514	\$168,259
Decrease:			
Tuition fees	149,960	62,800	202,722
Rental/Lease of facilities	9,549	19,463	19,463
United Way Grant	3,000	-	-
IHA Grant	-	2,500	-
Net changes for the year	\$ 12,381	(\$25,249)	(\$53,926)
Balance, end of year	\$ 24,930	\$12,549	\$ 37,799

NOTE 8 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.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 9 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.

NOTE 10 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, 2013	June 30, 2012
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 923,416	\$ 677,783
Non-vested Benefit Obligation – July 1, 2011	-	241,682
Service Cost	56,567	53,043
Interest Cost	39,301	43,441
Benefit Payments	(92,861)	(82,261)
Actuarial (Gain) Loss	253,198	(10,272)
Accrued Benefit Obligation – March 31	\$1,179,621	\$ 923,416
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$1,179,621	\$ 923,416
Market Value of Plan Assets – March 31	-	-
Funded Status – Surplus (Deficit)	(\$1,179,621)	(\$ 923,416)
Employer Contributions After Measurement Date	6,187	25,039
Unamortized Net Actuarial (Gain) Loss	244,260	(10,272)
Accrued Benefit Asset (Liability) – June 30	(\$ 929,174)	(\$ 908,649)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$ 908,649	\$ 785,843
Recognize Non-Vested Benefits – July 1, 2011	-	241,682
Recognize Unamortized (Gains) Losses – July 1, 2011	-	(123,125)
Accrued Benefit Liability – July 1 (restated)	908,649	904,400
Net expense for Fiscal Year	94,534	96,484
Employer Contributions	(74,009)	(92,235)
Accrued Benefit Liability – June 30	\$ 929,174	\$ 908,649

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

	June 30, 2013	June 30, 2012
Components of Net Benefit Expense		
Service Cost	\$ 56,567	\$ 53,043
Interest Cost	39,301	43,441
Immediate Recognition of Plan Amendment	-	-
Amortization of Net Actuarial (Gain)/Loss	(1,334)	-
Net Benefit Expense (Income)	\$ 94,534	\$ 96,484

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

	June 30, 2013	June 30, 2012
Discount Rate – April 1	4.25%	4.75%
Discount Rate – March 31	3.00%	4.25%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	8.5 years	7.7 years

NOTE 11 TANGIBLE CAPITAL ASSETS

June 30, 2013

Cost:	Balance at July 1, 2012	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2013
Sites	\$ 3,187,552	\$ -	\$ -	\$-	\$ 3,187,552
Buildings	119,780,270	1,151,087	178,517	-	120,752,840
Buildings – work in progress	-	-	-	-	-
Furniture & Equipment	875,945	133,659	63,407	-	946,197
Vehicles	2,526,782	505,758	-	-	3,032,540
Computer Software	91,783	-	-	-	91,783
Computer Hardware	1,092,567	266,948	379,852	-	979,663
Total	\$127,554,899	\$2,057,452	\$621,776	\$-	\$128,990,575

Accumulated Amortization:	Balance at July 1, 2012	Additions	Disposals	Balance at June 30, 2013
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	47,808,147	2,583,223	178,517	50,212,853
Furniture & Equipment	281,447	87,595	63,407	305,635
Vehicles	1,124,191	252,678	-	1,376,869
Computer Software	22,596	18,357	-	40,953
Computer Hardware	500,426	218,514	379,852	339,088
Total	\$49,736,807	\$3,160,367	\$621,776	\$52,275,398

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 11 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2012

Cost:	Balance at July 1, 2011	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2012
Sites	\$ 3,187,552	\$ -	\$ -	\$-	\$ 3,187,552
Buildings	119,086,274	693,996	-	-	119,780,270
Buildings – work in progress	-	-	-	-	-
Furniture & Equipment	963,048	50,869	137,972	-	875,945
Vehicles	2,515,169	11,613	-	-	2,526,782
Computer Software	56,488	35,295	-	-	91,783
Computer Hardware	1,206,839	192,814	307,086	-	1,092,567
Total	\$127,015,370	\$984,587	\$445,058	\$-	\$127,554,899

Accumulated Amortization:	Balance at July 1, 2011	Additions	Disposals	Balance at June 30, 2012
Sites	\$ -	\$ -	\$ -	\$ 3,187,552
Buildings	45,222,306	2,585,841	-	71,972,123
Furniture & Equipment	323,114	96,305	137,972	594,498
Vehicles	872,674	251,517	-	1,402,591
Computer Software	11,298	11,298	-	69,187
Computer Hardware	566,144	241,368	307,086	592,141
Total	\$46,995,536	\$3,186,329	\$445,058	\$77,818,092

Net Book Value:

	Net Book Value June 30, 2013	Net Book Value June 30, 2012	Net Book Value July 1, 2011
Sites	\$ 3,187,552	\$ 3,187,552	\$ 3,187,552
Buildings	70,539,987	71,972,123	73,863,968
Buildings – work in progress	-	-	-
Furniture & Equipment	640,562	594,498	639,934
Vehicles	1,655,671	1,402,591	1,642,495
Computer Software	50,830	69,187	45,190
Computer Hardware	640,575	592,141	640,695
Total	\$76,715,177	\$77,818,092	\$80,019,834

NOTE 12 RESTRICTED ASSETS - ENDOWMENT FUNDS

Restricted assets consist of the Scholarship Endowment. The endowment includes contributed principal and interest income restricted by the donors.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 13 PREPAID EXPENSES – PREPAID PURCHASE OPTION

On September 1, 1999, the School District entered into an agreement with FortisBC Inc. (formerly West Kootenay Power Limited) to lease office space as a sub tenant. Under the terms of the rental agreement the School District entered into an agreement to purchase the leased premises on June 30, 2013 by providing the prepayment of \$ 157,469.

This prepayment net of GST is \$ 154,115 and accrues interest at 12.71% compounded monthly until September 30 2013. The agreement provided that, if FortisBC Inc. did not exercise their head-lease option to purchase the building then the initial option payment of \$ 154,115 plus accrued interest of \$ 760,773 for a total of \$ 914,888 would be returned to the School District. Should FortisBC Inc. choose to exercise their option it is anticipated that the School District will either choose to go forward with the purchase or sell the asset at no less than fair market value.

Based on management’s assessment of the office space’s market value, the School District recorded a net realizable provision to reduce accrued interest as at June 30, 2013. The total investment (prepayment and accrued interest) as at June 30, 2013 is as follows:

	Prepaid Expenses Prepayment	Accounts Receivable Accrued Interest (Note 4)	Total
Balance, July 1, 2011	\$ 154,115	\$ 457,095	\$ 611,210
Accrued interest	-	169,527	169,527
Balance, June 30, 2012	154,115	626,622	780,737
Accrued interest	-	105,221	105,221
Net realizable value provision	-	(265,312)	(265,312)
Balance, June 30, 2013	<u>\$ 154,115</u>	<u>\$ 466,531</u>	<u>\$620,646</u>

NOTE 14 EXPENSE BY OBJECT

	June 30, 2013	June 30, 2012
Salaries and benefits	\$ 32,576,678	\$ 33,137,494
Services and supplies	5,640,489	5,503,927
Amortization	3,160,367	3,186,329
Other	14,138	14,500
	<u>\$41,391,672</u>	<u>\$ 41,842,250</u>

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 15 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension Plans. The board of trustees for these plans represents plan members and employers and is responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are based on a formula. The Teachers' Pension Plan has about 46,000 active members from school districts, and approximately 31,000 retired members from school districts. The Municipal Pension Plan has about 178,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits.

The next valuation will be as at December 31, 2014 with results available in 2015. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2009 indicated a \$1,024 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. Defined contribution plan accounting is applied to the plan as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan. School District No.20 (Kootenay-Columbia) paid \$ 3,296,271 for employer contributions to these plans in the year ended June 30, 2013.

NOTE 16 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 17 CONTINGENCIES

The nature of the School District's activities is such that there is usually litigation pending or in progress at any time. With respect to claims at June 30, 2013, management believes the School District has valid defenses and appropriate insurance coverage in place. In the event any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 18 BUDGET FIGURES

Budget figures included in the financial statements are not audited and were approved by the Board through the adoption of an amended annual budget on February 13, 2013. Changes made reflect minor adjustments in revenues and expenses as well as the allocation of internally restricted surplus from the previous year.

	2013 Annual Budget	Adjustments	2013 Amended Annual Budget
Revenues:			
Provincial Grants-MOE	\$37,333,156	\$(13,586)	\$37,316,570
Provincial Grants-Other	49,291	39,750	89,041
Tuition	98,700	84,150	182,850
Other Revenue	1,200,000	(36,294)	1,163,706
Rentals and Leases	87,463	1,800	89,263
Investment Income	47,331	10,000	57,331
Amortization of DCC	2,488,054	2,480	2,490,534
Scholarship Donations	-	6,000	6,000
	<u>\$41,300,995</u>	<u>\$ 94,300</u>	<u>\$41,395,295</u>
Expenses:			
Instruction	\$30,893,545	\$ 68,851	\$30,962,396
District Administration	1,233,440	301,671	1,535,111
Operations and Management	5,048,968	37,902	5,086,870
Transportation and Housing	1,329,581	(39,530)	1,290,367
Amortization Tangible Cap. Assets	3,113,188	47,179	3,160,367
Scholarships	13,000	13,000	-
	<u>\$41,618,722</u>	<u>\$ 429,073</u>	<u>\$42,047,795</u>
Net Revenue (Expense)	\$ (317,727)	\$(334,773)	\$ (652,500)
Budgeted Allocation of Surplus	\$ -	\$ 534,346	\$ 534,346
Budgeted Surplus (Deficit)	<u>\$ (317,727)</u>		<u>\$ (118,154)</u>

NOTE 19 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

Internally Restricted (appropriated) by Board for:		
Schools and Department Carry-forwards	\$435,062	
Professional Development Obligations	116,684	
Emergency Reserve	370,000	
2013-2014 Operations as per 13/14 Budget	140,000	
Subtotal Internally Restricted		1,061,746
Unrestricted Operating Surplus (Deficit)		317,529
Total Available for Future Operations		<u>\$1,379,275</u>

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 20 ECONOMIC DEPENDENCE

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

NOTE 21 RISK MANAGEMENT

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk.

The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

a) Credit risk:

Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash, amounts receivable and investments.

The School District is exposed to credit risk in the event of non-performance by a 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 term deposits and government bonds.

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 term deposits and government bonds that have a maturity date of no more than 3 years.

School District No. 20 (Kootenay-Columbia)
Notes to Financial Statements
Years Ended JUNE 30, 2013 and JUNE 30, 2012

NOTE 21 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.

School District No. 20 (Kootenay-Columbia)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
 Years Ending June 30, 2013 and June 30, 2012

	Operating Fund	Special Purpose Fund	Capital Fund	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year					
Change in Accounting Policies/Prior Period Adjustments					
Add non-vested benefits to Employee Future Benefits					(241,682)
Recognize unamortized gain (loss) on Employee Future Benefits					123,125
Reclassify Deferred Contributions					50,028
Reclassify Restricted Asset - Endowment					15,000
Accumulated Surplus (Deficit), beginning of year, as restated	643,996	59,478	15,796,634	16,500,108	16,809,134
Changes for the year					
Surplus (Deficit) for the year	1,132,180	293,876	(809,314)	616,742	(255,497)
Interfund Transfers	(396,901)	(292,460)	689,361	-	
Tangible Capital Assets Purchased	735,279	1,416	(119,953)	616,742	(255,497)
Net Changes for the year	1,379,275	60,894	15,676,681	17,116,850	16,500,108

School District No. 20 (Kootenay-Columbia)

Schedule of Operating Operations

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	35,737,904	36,092,452	36,240,325
Other	89,041	91,507	94,041
Tuition	182,850	163,730	76,520
Other Revenue	263,706	429,175	270,810
Rentals and Leases	89,263	84,348	85,405
Investment Income	40,000	59,517	51,108
Total Revenue	36,402,764	36,920,729	36,818,209
Expenses			
Instruction	28,690,941	28,051,774	29,381,064
District Administration	1,535,111	1,529,261	1,273,963
Operations and Maintenance	5,086,870	4,933,407	4,736,970
Transportation and Housing	1,290,051	1,274,107	1,268,204
Total Expense	36,602,973	35,788,549	36,660,201
Operating Surplus (Deficit) for the year	(200,209)	1,132,180	158,008
Budgeted Appropriation (Retirement) of Surplus (Deficit)	534,346		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(334,137)	(396,901)	(214,300)
Total Net Transfers	(334,137)	(396,901)	(214,300)
Total Operating Surplus (Deficit), for the year	-	735,279	(56,292)
Operating Surplus (Deficit), beginning of year		643,996	768,817
Change in Accounting Policies/Prior Period Adjustments			
Add non-vested benefits to Employee Future Benefits			(241,682)
Recognize unamortized gain (loss) on Employee Future Benefits			123,125
Reclassify Deferred Contributions			50,028
Operating Surplus (Deficit), beginning of year, as restated		643,996	700,288
Operating Surplus (Deficit), end of year		1,379,275	643,996
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 22)		1,379,275	643,996
Unfunded Accrued Employee Future Benefits			-
Total Operating Surplus (Deficit), end of year		1,379,275	643,996

School District No. 20 (Kootenay-Columbia)

Schedule of Operating Revenue by Source
 Years Ending June 30, 2013 and June 30, 2012

	2013 Budget \$	2013 Actual \$	2012 Actual (Restated-Note 2) \$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	35,478,643	35,719,387	35,934,266
Other Ministry of Education Grants			
Pay Equity	248,239	248,239	248,239
FSA Scoring	7,200	7,200	
Provincial Exam Marking	1,496	1,496	
Education Guarantee	2,326	9,969	9,804
Carbon Tax Reimbursement		56,161	48,016
Playground (RSS)		50,000	
Total Provincial Grants - Ministry of Education	35,737,904	36,092,452	36,240,325
Provincial Grants - Other	89,041	91,507	94,041
Tuition			
Offshore Tuition Fees	135,350	117,830	76,520
Ski Academy Tuition Fees	47,500	45,900	
Total Tuition	182,850	163,730	76,520
Other Revenues			
Other School District/Education Authorities	97,798	97,798	77,000
Miscellaneous			
KCTU (ProD)	8,000	8,000	8,000
Bussing Fees	3,000	3,195	
Career Ed Society (SSA)	20,000	20,000	20,000
Cultural Arts	12,000	17,849	13,653
Carbon Offset Credit	35,000		
RBC Foundation	20,000	20,000	
Miscellaneous	67,908	262,333	152,157
Total Other Revenue	263,706	429,175	270,810
Rentals and Leases	89,263	84,348	85,405
Investment Income	40,000	59,517	51,108
Total Operating Revenue	36,402,764	36,920,729	36,818,209

School District No. 20 (Kootenay-Columbia)

Schedule of Operating Expense by Object

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$
Salaries			
Teachers	15,681,756	15,840,462	16,681,763
Principals and Vice Principals	1,815,532	1,777,017	1,891,547
Educational Assistants	1,614,064	1,597,522	1,426,856
Support Staff	3,807,648	3,788,326	3,724,937
Other Professionals	1,387,162	1,143,669	1,290,520
Substitutes	1,522,601	1,469,063	1,471,066
Total Salaries	25,828,763	25,616,059	26,486,689
Employee Benefits	6,127,328	5,954,615	6,101,008
Total Salaries and Benefits	31,956,091	31,570,674	32,587,697
Services and Supplies			
Services	712,612	718,551	737,993
Student Transportation	119,192	95,512	98,623
Professional Development and Travel	571,418	430,557	419,064
Rentals and Leases	108,663	110,333	110,823
Dues and Fees	40,710	41,632	38,835
Insurance	146,950	169,754	122,758
Supplies	1,948,865	1,768,568	1,558,856
Utilities	998,472	882,968	985,552
Total Services and Supplies	4,646,882	4,217,875	4,072,504
Total Operating Expense	36,602,973	35,788,549	36,660,201

School District No. 20 (Kootenay-Columbia)

Operating Expense by Function, Program and Object

Year Ended June 30, 2013

	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	12,940,472	368,889		369,757	142,127	1,127,758	14,949,003
1.03 Career Programs	49,612						49,612
1.07 Library Services	398,948			130,562			529,510
1.08 Counselling	507,343						507,343
1.10 Special Education	1,900,299	64,947	1,366,111			132,798	3,464,155
1.30 English Language Learning	17,959						17,959
1.31 Aboriginal Education	25,829		231,411	1,179	6,882	13,419	278,720
1.41 School Administration		1,323,052		293,216	31,704		1,647,972
1.61 Continuing Education							
1.62 Off Shore Students		20,129					20,129
1.64 Other							
Total Function 1	15,840,462	1,777,017	1,597,522	794,714	180,713	1,273,975	21,464,403
4 District Administration							
4.11 Educational Administration				12,938	316,217		329,155
4.40 School District Governance					97,026		97,026
4.41 Business Administration				145,100	386,581		531,681
Total Function 4				158,038	799,824		957,862
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				42,341	163,132		205,473
5.50 Maintenance Operations				1,978,687		148,965	2,127,652
5.52 Maintenance of Grounds				90,576			90,576
5.56 Utilities							
Total Function 5				2,111,604	163,132	148,965	2,423,701
7 Transportation and Housing							
7.41 Transportation and Housing Administration				85,489			85,489
7.70 Student Transportation				638,481		46,123	684,604
Total Function 7				723,970		46,123	770,093
9 Debt Services							
Total Function 9							
Total Functions 1 - 9	15,840,462	1,777,017	1,597,522	3,788,326	1,143,669	1,469,063	25,616,059

School District No. 20 (Kootenay-Columbia)

Operating Expense by Function, Program and Object

Year Ended June 30, 2013

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2013 Actual	2013 Budget	2012 Actual (Restated-Note 2)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	14,949,003	3,541,468	18,490,471	1,119,766	19,610,237	20,720,302	20,518,999
1.03 Career Programs	49,612	10,956	60,568	35,375	95,943	97,571	143,740
1.07 Library Services	529,510	130,237	659,747	23,201	682,948	602,402	842,472
1.08 Counselling	507,343	113,614	620,957	1,626	622,583	588,979	598,369
1.10 Special Education	3,464,155	732,725	4,196,880	190,964	4,387,844	4,013,117	4,406,281
1.30 English Language Learning	17,959	4,074	22,033	-	22,033	1,000	21,605
1.31 Aboriginal Education	278,720	77,842	356,562	32,063	388,625	453,560	547,323
1.41 School Administration	1,647,972	369,371	2,017,343	153,929	2,171,272	1,991,884	2,179,790
1.61 Continuing Education	-	-	-	1,954	1,954	-	-
1.62 Off Shore Students	20,129	4,283	24,412	-	24,412	180,126	65,212
1.64 Other	-	-	-	43,923	43,923	42,000	57,273
Total Function 1	21,464,403	4,984,570	26,448,973	1,602,801	28,051,774	28,690,941	29,381,064
4 District Administration							
4.11 Educational Administration	329,155	75,398	404,553	90,490	495,043	440,841	345,417
4.40 School District Governance	97,026	1,515	98,541	53,048	151,589	182,609	174,888
4.41 Business Administration	531,681	111,949	643,630	238,999	882,629	911,661	753,658
Total Function 4	957,862	188,862	1,146,724	382,537	1,529,261	1,535,111	1,273,963
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	205,473	44,324	249,797	141,372	391,169	381,236	374,702
5.50 Maintenance Operations	2,127,652	514,191	2,641,843	783,069	3,424,912	3,490,355	3,154,609
5.52 Maintenance of Grounds	90,576	25,130	115,706	118,652	234,358	233,847	222,108
5.56 Utilities	-	-	-	882,968	882,968	981,432	985,551
Total Function 5	2,423,701	583,645	3,007,346	1,926,061	4,933,407	5,086,870	4,736,970
7 Transportation and Housing							
7.41 Transportation and Maintenance Administration	85,489	18,455	103,944	2,563	106,507	72,107	70,649
7.70 Student Transportation	684,604	179,083	863,687	303,913	1,167,600	1,217,944	1,197,555
Total Function 7	770,093	197,538	967,631	306,476	1,274,107	1,290,051	1,268,204
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	25,616,059	5,954,615	31,570,674	4,217,875	35,788,549	36,602,973	36,660,201

School District No. 20 (Kootenay-Columbia)

Schedule of Special Purpose Operations

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget	2013 Actual	2012 Actual (Restated-Note 2)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	1,578,666	1,701,754	1,014,809
Other			78,175
Other Revenue	900,000	1,019,324	896,121
Investment Income	7,000	7,265	6,283
Donations	6,000	6,873	
Total Revenue	2,491,666	2,735,216	1,995,388
Expenses			
Instruction	2,271,455	2,421,754	1,781,726
Operations and Maintenance		6,864	85,035
Scholarships	13,000	14,138	14,500
Total Expense	2,284,455	2,442,756	1,881,261
Special Purpose Surplus (Deficit) for the year, before endowment contributions	207,211	292,460	114,127
Endowment Contributions	-	1,416	44,478
Special Purpose Surplus (Deficit) for the year	207,211	293,876	158,605
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(207,211)	(292,460)	(114,127)
Total Net Transfers	(207,211)	(292,460)	(114,127)
Total Special Purpose Surplus (Deficit) for the year	-	1,416	44,478
Special Purpose Surplus (Deficit), beginning of year		59,478	-
Change in Accounting Policies/Prior Period Adjustments			15,000
Special Purpose Surplus (Deficit), beginning of year, as restated		59,478	15,000
Special Purpose Surplus (Deficit), end of year		60,894	59,478
Special Purpose Surplus (Deficit), end of year			
Endowment Contributions		60,894	59,478
Total Special Purpose Surplus (Deficit), end of year		60,894	59,478

School District No. 20 (Kootenay-Columbia)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2013

Deferred Revenue, beginning of year
Transfer (to) from Operating Surplus - as at July 1, 2011
Transfer to/from Operating Revenue/Expense - year ended June 30, 2012
Endowments Reclassified to SPF Surplus
Deferred Revenue, beginning of year, as restated

Add: Restricted Grants
Provincial Grants - Ministry of Education
Other
Investment Income
Donations

Less: Allocated to Revenue
Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education
Other Revenue
Investment Income
Donations

Expenses

Salaries
Teachers
Principals and Vice Principals
Educational Assistants
Support Staff
Substitutes

Employment Benefits
Services and Supplies
Scholarships

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Tangible Capital Assets Purchased

Net Revenue (Expense)

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Strong Start	Ready, Set, Learn
	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	50,000		18,975	652,118		
Transfer (to) from Operating Surplus - as at July 1, 2011						
Transfer to/from Operating Revenue/Expense - year ended June 30, 2012	50,000	-	18,975	652,118	-	-
Endowments Reclassified to SPF Surplus						
Deferred Revenue, beginning of year, as restated	285,931	455,880	6,894	1,003,817	132,000	17,150
Add: Restricted Grants						
Provincial Grants - Ministry of Education						
Other						
Investment Income						
Donations						
Less: Allocated to Revenue	285,931	455,880	6,894	1,003,817	132,000	17,150
Deferred Revenue, end of year	293,724	455,880	8,536	1,019,324	124,496	17,150
Deferred Revenue, end of year	42,207	-	17,333	636,611	7,504	-
Revenues	293,724	455,880	8,536	1,019,324	124,496	17,150
Provincial Grants - Ministry of Education						
Other Revenue						
Investment Income						
Donations						
Expenses	293,724	455,880	8,536	1,019,324	124,496	17,150
Salaries						
Teachers		299,845				
Principals and Vice Principals						
Educational Assistants		52,172				
Support Staff						
Substitutes		9,766				
Employment Benefits		361,783				
Services and Supplies	6,864	94,097	2,936	1,019,324	124,496	17,150
Scholarships						
Net Revenue (Expense) before Interfund Transfers	6,864	455,880	2,936	1,019,324	124,496	17,150
Interfund Transfers	286,860	-	5,600	-	-	-
Tangible Capital Assets Purchased	(286,860)		(5,600)			
Net Revenue (Expense)	(286,860)	-	(5,600)	-	-	-

School District No. 20 (Kootenay-Columbia)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2013

Deferred Revenue, beginning of year
Transfer (to) from Operating Surplus - as at July 1, 2011
Transfer to/from Operating Revenue/Expense - year ended June 30, 2012
Endowments Reclassified to SPF Surplus
Deferred Revenue, beginning of year, as restated

Add: Restricted Grants
Provincial Grants - Ministry of Education
Other
Investment Income
Donations

Less: Allocated to Revenue
Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education
Other Revenue
Investment Income
Donations

Expenses

Salaries
Teachers
Principals and Vice Principals
Educational Assistants
Support Staff
Substitutes

Employee Benefits
Services and Supplies
Scholarships

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Tangible Capital Assets Purchased

Net Revenue (Expense)

OLEP	Community-LINK	Scholarships	Endowment Scholarships	Charitable Trust	Deferred Salary Plan	Learning Journey Series
\$	\$	\$	\$	\$	\$	\$
	74,378	231,103				
35,607				(1,927)	(18,500)	(7,243)
6,742		(59,478)		1,927	18,500	7,243
42,349	74,378	171,625				
86,380	647,790					
		7,265				
		500	1,500			
86,380	647,790	7,765	1,500			
100,577	701,391	12,638	1,500			
28,152	20,777	166,752				
100,577	701,391					
		7,265				
		5,373	1,500			
100,577	701,391	12,638	1,500			
35,733	165,959					
	20,014					
	144,038					
	70,995					
35,733	401,006					
8,455	104,930					
56,389	195,455					
		12,638	1,500			
100,577	701,391	12,638	1,500			
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-

School District No. 20 (Kootenay-Columbia)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2013

	Self Funded Leave Plan	Transitions to Trades Project	TOTAL
	\$	\$	\$
Deferred Revenue, beginning of year	-	-	1,026,574
Transfer (to) from Operating Surplus - as at July 1, 2011	(18,670)	(39,295)	(50,028)
Transfer to/from Operating Revenue/Expense - year ended June 30, 2012	18,670	39,295	92,377
Endowments Reclassified to SPF Surplus	-	-	(59,478)
Deferred Revenue, beginning of year, as restated	-	-	1,009,445
Add: Restricted Grants			
Provincial Grants - Ministry of Education			1,632,025
Other			1,003,817
Investment Income			7,265
Donations			2,000
	-	-	2,645,107
	-	-	2,735,216
Less: Allocated to Revenue			
Deferred Revenue, end of year	-	-	919,336
Revenues			
Provincial Grants - Ministry of Education			1,701,754
Other Revenue			1,019,324
Investment Income			7,265
Donations			6,873
	-	-	2,735,216
Expenses			
Salaries			501,537
Teachers			20,014
Principals and Vice Principals			196,210
Educational Assistants			70,995
Support Staff			9,766
Substitutes			798,522
Employee Benefits			207,482
Services and Supplies			1,422,614
Scholarships			14,138
	-	-	2,442,756
Net Revenue (Expense) before Interfund Transfers	-	-	292,460
Interfund Transfers			
Tangible Capital Assets Purchased			(292,460)
	-	-	(292,460)
Net Revenue (Expense)	-	-	-

School District No. 20 (Kootenay-Columbia)

Schedule of Capital Operations

Years Ending June 30, 2013 and June 30, 2012

	2013 Budget	2013 Actual			2012 Actual (Restated-Note 2)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Other				-	43,505
Rentals and Leases				-	3,613
Investment Income	10,331		4,619	4,619	10,069
Gain (Loss) on Disposal of Tangible Capital Assets		15,991		15,991	
Amortization of Deferred Capital Revenue	2,490,534	2,490,534		2,490,534	2,501,964
Sublease Agreement (Note 13)			(160,091)	(160,091)	169,527
Total Revenue	2,500,865	2,506,525	(155,472)	2,351,053	2,728,678
Expenses					
Operations and Maintenance				-	67,567
Amortization of Tangible Capital Assets					
Operations and Maintenance	3,160,367	2,907,689		2,907,689	3,186,329
Transportation and Housing		252,678		252,678	
Playground Equipment Not Capitalized				-	46,892
Total Expense	3,160,367	3,160,367	-	3,160,367	3,300,788
Capital Surplus (Deficit) for the year	(659,502)	(653,842)	(155,472)	(809,314)	(572,110)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	541,348	689,361		689,361	328,427
Total Net Transfers	541,348	689,361	-	689,361	328,427
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(15,991)	15,991	-	
Total Other Adjustments to Fund Balances		(15,991)	15,991	-	
Total Capital Surplus (Deficit) for the year	(118,154)	19,528	(139,481)	(119,953)	(243,683)
Capital Surplus (Deficit), beginning of year		14,834,792	961,842	15,796,634	16,040,317
Capital Surplus (Deficit), end of year		14,854,320	822,361	15,676,681	15,796,634

School District No. 20 (Kootenay-Columbia)

Tangible Capital Assets
Year Ended June 30, 2013

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	3,187,552	119,780,270	875,945	2,526,782	91,783	1,092,567	127,554,899
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		686,968	50,000	456,523			1,193,491
Deferred Capital Revenue - Other		174,600					174,600
Operating Fund		12,659	73,659	49,235		261,348	396,901
Special Purpose Funds		276,860	10,000			5,600	292,460
	-	1,151,087	133,659	505,758	-	266,948	2,057,452
Decrease:							
Disposed of		178,517					178,517
Deemed Disposals			63,407			379,852	443,259
	-	178,517	63,407	-	-	379,852	621,776
Cost, end of year	3,187,552	120,752,840	946,197	3,032,540	91,783	979,663	128,990,575
Work in Progress, end of year							
Cost and Work in Progress, end of year	3,187,552	120,752,840	946,197	3,032,540	91,783	979,663	128,990,575
Accumulated Amortization, beginning of year							
Changes for the Year							
Increase: Amortization for the Year		47,808,147	281,447	1,124,191	22,596	500,426	49,736,807
Decrease:		2,583,223	87,595	252,678	18,357	218,514	3,160,367
Disposed of		178,517					178,517
Deemed Disposals			63,407			379,852	443,259
		178,517	63,407	-	-	379,852	621,776
Accumulated Amortization, end of year		50,212,853	305,635	1,376,869	40,953	339,088	52,275,398
Tangible Capital Assets - Net	3,187,552	70,539,987	640,562	1,655,671	50,830	640,575	76,715,177

School District No. 20 (Kootenay-Columbia)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2013

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year					-
Changes for the Year					
Net Changes for the Year	-	-	-	-	-
Work in Progress, end of year	-	-	-	-	-

School District No. 20 (Kootenay-Columbia)

Deferred Capital Revenue
Year Ended June 30, 2013

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	61,264,106	1,719,194	-	62,983,300
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,193,491	174,600	-	1,368,091
	1,193,491	174,600	-	1,368,091
Decrease:				
Amortization of Deferred Capital Revenue	2,445,534	45,000	-	2,490,534
	2,445,534	45,000	-	2,490,534
Net Changes for the Year	(1,252,043)	129,600	-	(1,122,443)
Deferred Capital Revenue, end of year	60,012,063	1,848,794	-	61,860,857
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	60,012,063	1,848,794	-	61,860,857

School District No. 20 (Kootenay-Columbia)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2013

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	-	361,564	-	-	-	361,564
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	1,243,491					1,243,491
Investment Income		2,034				2,034
MEd Restricted Portion of Proceeds on Disposal	1,243,491	47,974				47,974
		50,008	-	-	-	1,293,499
Decrease:						
Transferred to DCR - Capital Additions	1,193,491	174,600				1,368,091
Transferred to Operating Revenue - RSS Playground	50,000					50,000
	1,243,491	174,600	-	-	-	1,418,091
	-	(124,592)	-	-	-	(124,592)
Net Changes for the Year						
	-	236,972	-	-	-	236,972
Balance, end of year						
	-	361,564	-	-	-	361,564