

SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION

6049

SCHOOL DISTRICT NUMBER 85	NAME OF SCHOOL DISTRICT VANCOUVER ISLAND NORTH	YEAR 2009/10
OFFICE LOCATION (s) 6975 Rupert Street	TELEPHONE NUMBER (250) 949-6618	
MAILING ADDRESS P.O. Box 90		
CITY Port Hardy	PROVINCE B. C.	POSTAL CODE V0N 2P0
NAME OF SUPERINTENDENT Kathy Bedard		TELEPHONE NUMBER 250.949.6618, Ext. 2236
NAME OF SECRETARY-TREASURER John Martin		TELEPHONE NUMBER 250.949.6618, Ext. 2222

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Statement of Financial Information for the year ended June 30, 2010 for School District No. 85 as required under Section 2 of the Financial Information Act.

NAME OF CHAIRPERSON OF THE BOARD OF EDUCATION	DATE SIGNED Nov. 15/10
NAME OF SUPERINTENDENT	DATE SIGNED Nov. 15/10
NAME OF SECRETARY-TREASURER	DATE SIGNED Nov. 15/10

School District Statement of Financial Information (SOFI)

School District No. 85 (Vancouver Island North)

Fiscal Year Ended June 30, 2010

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7. Schedule of Remuneration and Expenses including Statement of Severance Agreements
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Statement of Financial Information for Year Ended June 30, 2010

Financial Information Act - Submission Checklist

Due Date: September 30, 2010

- a) A statement of assets and liabilities (audited financial statements).
- b) An operational statement including,
 - i) a Statement of Income and
 - ii) a Statement of Changes in Financial Position (audited financial statements).
- c) A schedule of debts (audited financial statements).
- d) A schedule of guarantee and indemnity agreements including the names of the entities involved and the amount of money involved. (Note: Nil schedules can be submitted December 31).

Due Date: December 31, 2010

- e) A schedule of remuneration and expenses, including:
 - i) an alphabetical list of employees earning over \$75,000, the total amount of expenses paid to or on behalf of each employee for the year reported and a consolidated total for employees earning under \$75,000. If the total wages and expenses differs from the audited financial statements, an explanation is required,
 - ii) a list by name and position of Board Members with the amount of any salary and expenses paid to or on behalf of the member and
 - iii) the number of severance agreements started during the fiscal year and the range of months' pay covered by the agreement, in respect of excluded employees. If there are no agreements to report, an explanation is required.
- f) An alphabetical list of suppliers receiving over \$25,000 and a consolidated total for those suppliers receiving less than \$25,000. If the total differs from the audited financial statements, an explanation is required.
- g) Approval of Statement of Financial Information.
- h) A management report approved by the Chief Financial Officer.

School District Statement of Financial Information (SOFI)

School District No. 85 (Vancouver Island North)

Fiscal Year Ended June 30, 2010

Management Report

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with accounting principle generally accepted for British Columbia school districts as prescribed or permitted by the Ministry of Education and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of School Trustees is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

The external auditors, Chan Nowosad Boates Chartered Accountants of Campbell River, B.C., conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements as required by the *School Act*. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of School District No. 85 (Vancouver Island North):

Kathy Bedard
Superintendent of Schools
November 15, 2010

J.R. Martin
Secretary-Treasurer
November 15, 2010

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2009/2010

SCHOOL DISTRICT NUMBER 85	NAME OF SCHOOL DISTRICT Vancouver Island North	YEAR 2009/2010
OFFICE LOCATION 6975 Rupert Street		TELEPHONE NUMBER 250-949-6618
CITY/PROVINCE Port Hardy, BC		POSTAL CODE V0N2P0
WEBSITE ADDRESS ww.sd85.bc.ca		
NAME OF SUPERINTENDENT Kathy Bedard	NAME OF SECRETARY-TREASURER John Martin	

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 85 (Vancouver Island North) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

The Board's Responsibility

The ultimate responsibility for the financial statements lies with the Board. The Board has reviewed and approved the financial statements.

External Auditors

The Board appoints external auditors to audit the financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

Declaration of Management and Board Chairperson

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense, changes in fund balances, and cash flows for the year in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 85 (Vancouver Island North) for the year ended June 30, 2010.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION	DATE SIGNED
SIGNATURE OF SUPERINTENDENT	DATE SIGNED
SIGNATURE OF SECRETARY-TREASURER	DATE SIGNED

**SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
2009/2010 AUDITED FINANCIAL STATEMENTS**

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Chan Nowosad Boates

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AUDITORS' REPORT

To: The Board of Education of School District
No. 85 (Vancouver Island North)

We have audited the statement of financial position of School District No. 85 (Vancouver Island North) as at June 30, 2010 and the statements of revenue and expense, changes in fund balances, cash flows and schedules A5, B1, C3 and C4 for the year then ended. These financial statements are the responsibility of the School District's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of School District No. 85 (Vancouver Island North) as at June 30, 2010 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants
Campbell River, BC

September 2, 2010

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2010

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 6,687,482	\$ 283,170		\$ 6,970,652	\$ 7,974,312
Accounts Receivable					
Due from Province - Ministry of Education				-	2,758
Due from LEA/Direct Funding (Note 3)	-			-	79,245
Other Receivables (Note 3)	60,045			60,045	94,445
Interfund Loans		872,702	511,488		
Prepaid Expenses	40,247			40,247	36,694
	<u>6,787,774</u>	<u>1,155,872</u>	<u>511,488</u>	<u>7,070,944</u>	<u>8,187,454</u>
Capital Assets - Net (Note 4)			27,728,964	27,728,964	27,289,746
TOTAL ASSETS	<u>\$ 6,787,774</u>	<u>\$ 1,155,872</u>	<u>\$ 28,240,452</u>	<u>\$ 34,799,908</u>	<u>\$ 35,477,200</u>
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	1,952,949			1,952,949	1,609,855
Interfund Loans	1,384,190				
	<u>3,337,139</u>	<u>-</u>	<u>-</u>	<u>1,952,949</u>	<u>1,609,855</u>
Deferred Contributions					
Ministry of Education		776,520	12,756	789,276	1,987,895
Province - Other				-	22,686
Other	30,270	379,352		409,622	413,684
Accrued Employee Future Benefits (Note 5 & 6)	1,809,848			1,809,848	1,799,120
Deferred Capital Contributions			18,833,910	18,833,910	19,797,372
TOTAL LIABILITIES	<u>5,177,257</u>	<u>1,155,872</u>	<u>18,846,666</u>	<u>23,795,605</u>	<u>25,630,612</u>
Fund Balances					
Invested in Capital Assets			8,895,056	8,895,056	7,492,376
Internally Restricted (Note 7)	1,109,953		498,730	1,608,683	1,817,886
Unrestricted (Note 7)	500,564			500,564	536,326
TOTAL FUND BALANCES	<u>1,610,517</u>	<u>-</u>	<u>9,393,786</u>	<u>11,004,303</u>	<u>9,846,588</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,787,774</u>	<u>\$ 1,155,872</u>	<u>\$ 28,240,452</u>	<u>\$ 34,799,908</u>	<u>\$ 35,477,200</u>

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2010

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
REVENUE					
Provincial Grants - Ministry of Education	\$ 18,549,185	\$ 1,757,960		\$ 20,307,145	\$ 21,432,688
Provincial Grants - Other		211,852		211,852	76
Other Revenue	53,477	487,382		540,859	502,542
Rentals and Leases	24,727			24,727	26,576
Investment Income	3,735		303	4,038	79,574
Amortization of Deferred Capital Contributions			963,462	963,462	936,774
	<u>18,631,124</u>	<u>2,457,194</u>	<u>963,765</u>	<u>22,052,083</u>	<u>22,978,230</u>
EXPENSE					
Salaries					
Teachers	6,981,370	65,431		7,046,801	7,079,590
Principals and Vice Principals	1,505,232			1,505,232	1,468,640
Educational Assistants	1,315,758	149,909		1,465,667	1,517,635
Support Staff	2,520,789	35,302		2,556,091	2,364,432
Other Professionals	548,921			548,921	538,668
Substitutes	594,547	6,559		601,106	492,736
	<u>13,466,617</u>	<u>257,201</u>	<u>-</u>	<u>13,723,818</u>	<u>13,461,701</u>
Employee Benefits	2,804,984	44,159		2,849,143	2,862,892
Services and Supplies	2,551,905	574,678		3,126,583	3,519,609
Amortization of Capital Assets			1,194,824	1,194,824	1,144,691
	<u>18,823,506</u>	<u>876,038</u>	<u>1,194,824</u>	<u>20,894,368</u>	<u>20,988,893</u>
NET REVENUE (EXPENSE)	<u>\$ (192,382)</u>	<u>\$ 1,581,156</u>	<u>\$ (231,059)</u>	<u>\$ 1,157,715</u>	<u>\$ 1,989,337</u>

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2010

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
FUND BALANCES, BEGINNING OF YEAR	\$ 1,902,899	\$ -	\$ 7,943,689	\$ 9,846,588	\$ 7,857,251
Changes for the Year					
Net Revenue (Expense) for the Year	(192,382)	1,581,156	(231,059)	1,157,715	1,989,337
Interfund Transfers					
Capital Assets Purchased		(1,581,156)	1,581,156	-	
Local Capital (Note 8)	(100,000)		100,000	-	
Net Changes for the Year	<u>(292,382)</u>	<u>-</u>	<u>1,450,097</u>	<u>1,157,715</u>	<u>1,989,337</u>
FUND BALANCES, END OF YEAR	<u>\$ 1,610,517</u>	<u>\$ -</u>	<u>\$ 9,393,786</u>	<u>\$ 11,004,303</u>	<u>\$ 9,846,588</u>

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ (192,382)	\$ 1,581,156	\$ (231,059)	\$ 1,157,715	\$ 1,989,337
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	116,403			116,403	16,507
Interfund Loans	(1,175,234)	1,222,651	(47,417)	-	
Prepaid Expenses	(3,553)			(3,553)	2,240
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	253,094			253,094	(212,457)
Deferred Contributions	30,270	(1,255,637)		(1,225,367)	(1,443,930)
Accrued Employee Future Benefits	100,728			100,728	(54,132)
Items Not Involving Cash					
Amortization of Capital Assets			1,194,824	1,194,824	1,144,691
Amortization of Deferred Capital Contributions			(963,462)	(963,462)	(936,774)
Interfund Transfers	(100,000)	(1,581,156)	1,681,156	-	
	<u>(970,674)</u>	<u>(32,986)</u>	<u>1,634,042</u>	<u>630,382</u>	<u>505,482</u>
FINANCING					
Deferred Contributions Received - Capital				-	115,920
				<u>-</u>	<u>115,920</u>
INVESTING					
Capital Assets Purchased - Special Purpose			(1,581,156)	(1,581,156)	(1,757,503)
Capital Assets Purchased - Local Capital			(52,886)	(52,886)	(90,008)
			<u>(1,634,042)</u>	<u>(1,634,042)</u>	<u>(1,847,511)</u>
NET INCREASE (DECREASE) IN CASH	\$ (970,674)	\$ (32,986)	\$ -	\$ (1,003,660)	\$ (1,226,109)

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
NET INCREASE (DECREASE) IN CASH	\$ (970,674)	\$ (32,986)	\$ -	\$ (1,003,660)	\$ (1,226,109)
Net Cash, Beginning of Year	7,658,156	316,156	-	7,974,312	9,200,421
NET CASH, END OF YEAR	<u>\$ 6,687,482</u>	<u>\$ 283,170</u>	<u>\$ -</u>	<u>\$ 6,970,652</u>	<u>\$ 7,974,312</u>
Cash	\$ 6,687,482	\$ 283,170	\$ -	\$ 6,970,652	\$ 7,974,312
NET CASH, END OF YEAR	<u>\$ 6,687,482</u>	<u>\$ 283,170</u>	<u>\$ -</u>	<u>\$ 6,970,652</u>	<u>\$ 7,974,312</u>

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

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. 85 (Vancouver Island North)", and operates as "School District No.85 (Vancouver Island North)." 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.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

These financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations. These principles are consistent with those used in prior years.

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose funds and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balance as at June 30th. Inter-fund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

a) Fund Accounting

The resources and operations of the School District are segregated into various funds for accounting and financial reporting purposes based on the types of restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

- Operating fund reports assets, liabilities, revenues and expenses for general operations.
- Special purpose funds report assets, liabilities, revenues and expenses for:
 - Contributions restricted in use by the *School Act* or Ministry of Education.
 - Contributions restricted in use by other external bodies.
 - Funds collected and used at the school level (i.e. school-generated funds).
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

c) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts. (see Note 3)

d) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost. Prepaid expenses also include payments for services that extend beyond the current period such as insurance.

e) Capital Assets

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings that no longer contribute to the ability of the district to provide services are written-down to residual value.
- Buildings that are demolished or destroyed are written-off.
- Amortization is recorded on a straight-line basis over the estimated useful life of the asset.

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. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND
REPORTING PRACTICES (Continued)**

f) Revenue Recognition

Unrestricted operating government grants, are recognized as revenue when received. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services/products are reported as revenue when services are provided or products delivered.

Externally restricted contributions, grants, and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
 - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
 - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.

g) Expenditures

- 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 regular 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 identification of program.

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)

h) Financial Instruments

Financial instruments consist of cash, cash equivalents, accounts receivable, prepaid expenses, accounts payable, accrued liabilities and other current liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. Cash, cash equivalents, accounts receivable, prepaid expenses and accounts payable are reported at their fair values on the balance sheet. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

Available-for-sale and held-for-trading financial instruments are reported at fair value. Gains and losses arising from changes in fair values of available-for-sale financial instruments are reported on the Statement of Changes in Fund Balances as "Comprehensive Income (Loss)" and the unrealized gains/losses on held-for-trading financial instruments are reported on the income statement. (Please refer to *CICA Handbook* section 4400.45). A change in accounting policy note would also be required and would be referenced here.

i) Use of Estimates

Preparation of financial statements in accordance with Canadian Generally Accepted Accounting Principles requires management to make estimates and assumptions that impact reported amounts for 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.

j) Employee Future Benefits

The School District provides certain post-employment benefits including accumulated sick leave payouts, vacation pay, retirement allowances, and early retirement incentives for certain employees pursuant to certain contracts and collective agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 10.3 years.

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use at June 30, 2013. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 3 ACCOUNTS RECEIVABLE

a) Due from LEA/Direct Funding	2010	2009
Due from Direct Funding (2002 – 2003)	\$79,245	\$79,245
Allowance for Doubtful Accounts	79,245	
	<u>\$</u>	<u>\$79,245</u>
b) Other Receivables	2010	2009
Due from Federal Government	\$14,208	\$42,571
Due from Other School Districts	1,090	
Other	44,747	51,874
	<u>\$60,045</u>	<u>\$94,445</u>

NOTE 4 CAPITAL ASSETS

	2010	2010	2009	2009
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 2,891,161	\$	\$ 2,891,161	\$ 2,891,161
Buildings	51,069,607	27,307,485	23,762,122	23,143,052
Furniture & Equipment	578,530	201,820	376,710	414,774
Vehicles	1,350,619	751,485	599,134	735,518
Computer Software				2,032
Computer Hardware	191,479	91,642	99,837	103,209
	<u>\$56,081,396</u>	<u>\$28,352,432</u>	<u>\$27,728,964</u>	<u>\$27,289,746</u>

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 5 EMPLOYEE FUTURE BENEFITS

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits on Statement 1 (Statement of Financial Position).

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

	2010	2009
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	1,323,490	1,433,574
Service Cost	86,802	95,101
Interest Cost	92,260	79,241
Benefit Payments	-170,233	-152,913
Actuarial (Gain)/Loss	-68,157	-131,513
Accrued Benefit Obligation – March 31	1,264,162	1,323,490
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	1,264,162	1,323,490
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus/(Deficit)	-1,264,162	-1,323,490
Employer Contributions After Measurement Date	82,107	132,561
Unamortized Net Actuarial (Gain)/Loss	-627,793	-608,191
Accrued Benefit Asset/(Liability) - June 30	-1,809,848	-1,799,120
Components of Net Benefit Expense		
Service Cost	86,802	95,101
Interest Cost	92,260	79,241
Amortization of Net Actuarial (Gain)/Loss	-48,555	-37,877
Net Benefit Expense (Income)	130,507	136,465

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

Discount Rate – April 1	7.00%	5.50%
Discount Rate – March 31	5.00%	7.00%
Long Term Salary Growth – April 1	3.25% + seniority	3.25% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	3.25% + seniority
EARSL – March 31	10.3	9.8

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 6 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 represent plan members and employers and are 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 defined. The Teachers' Pension Plan has about 48,000 active members from school districts, and approximately 27,000 retired members from school districts. The Municipal Plan has about 158,000 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 valuation of the Teachers' Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in 2010. The actuary does not attribute portions of the unfunded liability to individual employers. School District No. 85 (Vancouver Island North) paid \$1,409,872 for employer contributions to these plans in the year ended June 30, 2010.

NOTE 7 OPERATING FUND BALANCE, END OF YEAR

Internally Restricted (appropriated) by Board for

:		
Appropriation to 2010 – 2011 Annual Budget	\$795,000	
School-Based Budgets Carried Forward	236,942	
Unspent MoE Learning Centre Grants	4,985	
Unspent MoE Literacy Innovation Grant	37,073	
Unspent MoE French Grants	10,165	
Pro-D Allocations Carried Forward	25,788	
Subtotal Internally Restricted		\$1,109,953
Unrestricted Operating Surplus (Deficit)		500,564
Total Available for Future Operations		\$1,610,517

NOTE 8 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2010, transfers were as follows:

- Transfer from Operating to Capital Fund \$ 100,000

NOTE 9 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 generally considered to be in the normal course of operations and are recorded at the exchange amount.

SCHOOL DISTRICT NO. 85 (VANCOUVER ISLAND NORTH)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 10 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 8, 2010.

NOTE 11 ASSET RETIREMENT OBLIGATION

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The existence and/or amount of this liability is not reasonably determinable as of June 30, 2010.

NOTE 12 ECONOMIC DEPENDENCE

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 in accordance with Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a “going concern”.

NOTE 13 RISK MANAGEMENT

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. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2010

Schedule A1

	2010		
	2010 ACTUAL	AMENDED ANNUAL BUDGET	2009 ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 18,549,185	\$ 18,526,890	\$ 18,879,727
Other Revenue	53,477	34,081	17,244
Rentals and Leases	24,727	16,000	26,576
Investment Income	3,735	5,000	72,400
	<u>18,631,124</u>	<u>18,581,971</u>	<u>18,995,947</u>
EXPENSE			
Salaries			
Teachers	6,981,370	6,974,313	6,845,669
Principals and Vice Principals	1,505,232	1,496,896	1,468,640
Educational Assistants	1,315,758	1,540,534	1,352,219
Support Staff	2,520,789	2,373,001	2,364,432
Other Professionals	548,921	546,804	538,668
Substitutes	594,547	710,439	490,845
	<u>13,466,617</u>	<u>13,641,987</u>	<u>13,060,473</u>
Employee Benefits	2,804,984	3,110,015	2,827,265
Services and Supplies	2,551,905	3,141,355	2,753,183
	<u>18,823,506</u>	<u>19,893,357</u>	<u>18,640,921</u>
NET REVENUE (EXPENSE), FOR THE YEAR	(192,382)	(1,311,386)	355,026
INTERFUND TRANSFERS			
Local Capital	(100,000)	-	(100,000)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		1,311,386	
SURPLUS (DEFICIT), FOR THE YEAR	<u>(292,382)</u>	<u>\$ -</u>	<u>255,026</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	1,902,899		1,647,873
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ 1,610,517</u>		<u>\$ 1,902,899</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	1,109,953		
Unrestricted	500,564		
	<u>\$ 1,610,517</u>		

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2010

Schedule A2

	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 18,378,215	\$ 18,378,215	\$ 18,521,824
Other Ministry of Education Grants			
Pay Equity	115,216	115,216	115,216
Ready Set Learn	24,500	24,500	25,000
French	7,157	8,959	9,196
Learning Centre Projects			50,000
Exempt Staff Labour Market Adjustments			102,699
Exams/Marking/FSA	7,972		10,000
Carbon Tax Refund	10,185		3,611
Literacy Innovation			42,181
BCeSIS Implementation	5,940		
	<u>18,549,185</u>	<u>18,526,890</u>	<u>18,879,727</u>
PROVINCIAL GRANTS - OTHER			
FEDERAL GRANTS			
OTHER REVENUE			
Miscellaneous			
Sale of Assets	5,989	5,000	9,900
Miscellaneous	8,259		7,344
SSEAC Apprenticeship Grant	10,090		
BCPSEA Trades Adjustment	29,139	29,081	
	<u>53,477</u>	<u>34,081</u>	<u>17,244</u>
RENTALS AND LEASES	<u>24,727</u>	<u>16,000</u>	<u>26,576</u>
INVESTMENT INCOME	<u>3,735</u>	<u>5,000</u>	<u>72,400</u>
TOTAL OPERATING REVENUE	<u>\$ 18,631,124</u>	<u>\$ 18,581,971</u>	<u>\$ 18,995,947</u>

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2010

Schedule A3

	2010		
	2010 ACTUAL	AMENDED ANNUAL BUDGET	2009 ACTUAL
SALARIES			
Teachers	\$ 6,981,370	\$ 6,974,313	\$ 6,845,669
Principals and Vice Principals	1,505,232	1,496,896	1,468,640
Educational Assistants	1,315,758	1,540,534	1,352,219
Support Staff	2,520,789	2,373,001	2,364,432
Other Professionals	548,921	546,804	538,668
Substitutes	594,547	710,439	490,845
	<u>13,466,617</u>	<u>13,641,987</u>	<u>13,060,473</u>
EMPLOYEE BENEFITS	2,804,984	3,110,015	2,827,265
TOTAL SALARIES AND BENEFITS	<u>16,271,601</u>	<u>16,752,002</u>	<u>15,887,738</u>
SERVICES AND SUPPLIES			
Services	521,473	541,297	607,965
Student Transportation	57,220	65,021	54,908
Professional Development and Travel	266,250	366,225	327,800
Rentals and Leases	7,761	10,000	7,443
Dues and Fees	19,583	20,300	20,023
Insurance	51,939	55,363	51,205
Supplies	1,033,475	1,256,199	939,836
Utilities	594,204	826,950	744,003
TOTAL SERVICES AND SUPPLIES	<u>2,551,905</u>	<u>3,141,355</u>	<u>2,753,183</u>
TOTAL OPERATING EXPENSE	<u>\$ 18,823,506</u>	<u>\$ 19,893,357</u>	<u>\$ 18,640,921</u>

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2010

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	\$ 5,310,118	\$ 489,560		\$ 72,149		\$ 264,369	\$ 6,136,196
1.07 Library Services	183,065			103,495		11,094	297,654
1.08 Counselling	196,986					9,046	206,032
1.10 Special Education	1,142,243	95,771	1,186,558	13,443	83,735	103,254	2,625,004
1.30 English as a Second Language	112,763		4,906			5,178	122,847
1.31 Aboriginal Education	36,195	47,886	124,294	16,709		11,103	236,187
1.41 School Administration		709,919		410,586		50,996	1,171,501
Total Function 1	6,981,370	1,343,136	1,315,758	616,382	83,735	455,040	10,795,421
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration		162,096			183,893		345,989
4.40 School District Governance					75,876		75,876
4.41 Business Administration				136,460	71,223		207,683
Total Function 4	-	162,096	-	136,460	330,992	-	629,548
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				67,456	67,098	1,009	135,563
5.50 Maintenance Operations				1,294,520		111,013	1,405,533
5.52 Maintenance of Grounds				68,403		3,896	72,299
Total Function 5	-	-	-	1,430,379	67,098	115,918	1,613,395
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration				41,741	67,096	6,554	115,391
7.70 Student Transportation				295,827		17,035	312,862
Total Function 7	-	-	-	337,568	67,096	23,589	428,253
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 6,981,370	\$ 1,505,232	\$ 1,315,758	\$ 2,520,789	\$ 548,921	\$ 594,547	\$ 13,466,617

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2010

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	\$ 6,136,196	\$ 1,280,160	\$ 7,416,356	\$ 814,534	\$ 8,230,890	\$ 8,391,790	\$ 8,081,534
1.03 Career Programs	-	-	-	1,011	1,011	10,500	835
1.07 Library Services	297,654	68,498	366,152	34,942	401,094	414,954	365,997
1.08 Counselling	206,032	43,467	249,499	4,651	254,150	260,711	224,963
1.10 Special Education	2,625,004	582,337	3,207,341	111,124	3,318,465	3,724,322	3,363,137
1.30 English as a Second Language	122,847	25,918	148,765	5,252	154,017	159,847	181,720
1.31 Aboriginal Education	236,187	47,440	283,627	212,782	496,409	512,646	487,443
1.41 School Administration	1,171,501	239,469	1,410,970	35,997	1,446,967	1,604,074	1,440,842
1.61 Continuing Education	-	-	-	-	-	-	13,663
1.64 Other	-	-	-	57,830	57,830	69,823	44,290
Total Function 1	10,795,421	2,287,289	13,082,710	1,278,123	14,360,833	15,148,667	14,204,424
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	345,989	68,059	414,048	36,325	450,373	465,993	454,922
4.40 School District Governance	75,876	1,152	77,028	39,717	116,745	131,819	144,118
4.41 Business Administration	207,683	43,761	251,444	94,692	346,136	441,627	385,434
Total Function 4	629,548	112,972	742,520	170,734	913,254	1,039,439	984,474
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	135,563	26,635	162,198	50,770	212,968	200,236	196,055
5.50 Maintenance Operations	1,405,533	259,849	1,665,382	323,218	1,988,600	1,953,032	1,771,535
5.52 Maintenance of Grounds	72,299	20,561	92,860	35,603	128,463	114,561	121,808
5.56 Utilities	-	-	-	594,204	594,204	826,950	744,003
Total Function 5	1,613,395	307,045	1,920,440	1,003,795	2,924,235	3,094,779	2,833,401
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	115,391	22,103	137,494	4,762	142,256	94,778	136,060
7.70 Student Transportation	312,862	75,575	388,437	94,491	482,928	515,694	482,562
Total Function 7	428,253	97,678	525,931	99,253	625,184	610,472	618,622
9 DEBT SERVICES (OPERATING)							
Total Function 9	-	-	-	-	-	-	-
TOTAL FUNCTIONS 1 - 9	\$ 13,466,617	\$ 2,804,984	\$ 16,271,601	\$ 2,551,905	\$ 18,823,506	\$ 19,893,357	\$ 18,640,921

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2010

Schedule A5

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:

SSEAC Apprenticeship Grant	40,360
	<u>40,360</u>

Decrease:

SSEAC Apprenticeship Grant	10,090
	<u>10,090</u>

Net Changes for the Year

30,270

BALANCE, END OF YEAR

\$ 30,270

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
SPECIAL PURPOSE FUNDS
SUMMARY OF CHANGES
YEAR ENDED JUNE 30, 2010

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,959,937	\$ 135,602	\$ 315,970		\$ 2,411,509
Add: Contributions Received					
Provincial Grants - Ministry of Education	361,307	197,084			558,391
Provincial Grants - Other		189,166			189,166
Other		63,337	389,489		452,826
Investment Income	950	224			1,174
	362,257	449,811	389,489	-	1,201,557
Less: Allocated to Revenue	1,584,953	449,768	422,473		2,457,194
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 737,241	\$ 135,645	\$ 282,986	\$ -	\$ 1,155,872
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	\$ 1,584,953	\$ 173,007			\$ 1,757,960
Provincial Grants - Other		211,852			211,852
Other Revenue		64,909	422,473		487,382
	1,584,953	449,768	422,473	-	2,457,194
EXPENSE					
Salaries					
Teachers		65,431			65,431
Educational Assistants		149,909			149,909
Support Staff		35,302			35,302
Substitutes		6,559			6,559
		257,201			257,201
Employee Benefits		44,159			44,159
Services and Supplies	3,797	148,408	422,473		574,678
	3,797	449,768	422,473	-	876,038
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,581,156	-	-	-	1,581,156
INTERFUND TRANSFERS					
Capital Assets Purchased	(1,581,156)				(1,581,156)
	(1,581,156)	-	-	-	(1,581,156)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2010

Schedule B2

	207 Annual Facility Grant	250 Special Education Equipment	TOTAL
DEFERRED CONTRIBUTIONS			
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 1,945,752	\$ 14,185	\$ 1,959,937
Add: Contributions Received			
Provincial Grants - Ministry of Education	355,239	6,068	361,307
Investment Income	950		950
	356,189	6,068	362,257
Less: Allocated to Revenue	1,581,156	3,797	1,584,953
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 720,785	\$ 16,456	\$ 737,241
REVENUE AND EXPENSE			
REVENUE			
Provincial Grants - Ministry of Education	\$ 1,581,156	\$ 3,797	\$ 1,584,953
	1,581,156	3,797	1,584,953
EXPENSE			
Salaries			
	-	-	-
Services and Supplies		3,797	3,797
	-	3,797	3,797
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	1,581,156	-	1,581,156
INTERFUND TRANSFERS			
Capital Assets Purchased	(1,581,156)		(1,581,156)
	(1,581,156)	-	(1,581,156)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2010

Schedule B3

	Scholarships	Community LINK	CYMH	Early Learning	MWFamily Literacy	TOTAL
DEFERRED CONTRIBUTIONS						
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 42,738	\$ 3,847	\$ 22,688	\$ 11,355	\$ 54,976	\$ 135,602
Add: Contributions Received						
Provincial Grants - Ministry of Education		107,084		90,000		197,084
Provincial Grants - Other		189,166				189,166
Other	12,650				50,687	63,337
Investment Income	224					224
	12,874	296,250	-	90,000	50,687	449,811
Less: Allocated to Revenue	9,500	268,859	22,688	93,314	55,409	449,768
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 46,112	\$ 31,238	\$ -	\$ 8,041	\$ 50,254	\$ 135,645
REVENUE AND EXPENSE						
REVENUE						
Provincial Grants - Ministry of Education		\$ 79,693		\$ 93,314		\$ 173,007
Provincial Grants - Other		189,166	22,688			211,852
Other Revenue	9,500				55,409	64,909
	9,500	268,859	22,688	93,314	55,409	449,768
EXPENSE						
Salaries						
Teachers		65,431				65,431
Educational Assistants		149,909				149,909
Support Staff					35,302	35,302
Substitutes		6,559				6,559
	-	221,899	-	-	35,302	257,201
Employee Benefits						
Services and Supplies	9,500	2,801	22,688	93,314	20,107	148,408
	9,500	268,859	22,688	93,314	55,409	449,768
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	-	-	-	-	-	-
INTERFUND TRANSFERS						
	-	-	-	-	-	-
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
CAPITAL FUND
CAPITAL ASSETS
YEAR ENDED JUNE 30, 2010

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 2,891,161	\$ 49,488,451	\$ 604,041	\$ 1,363,837	\$ 10,165	\$ 169,590	\$ 54,527,245
Changes for the Year							
Increase:							
Purchases from:							
Special Purpose Funds		1,581,156					1,581,156
Local Capital			22,340			30,546	52,886
	-	1,581,156	22,340	-	-	30,546	1,634,042
Decrease:							
Deemed Disposals			47,851	13,218	10,165	8,657	79,891
	-	-	47,851	13,218	10,165	8,657	79,891
COST, END OF YEAR	2,891,161	51,069,607	578,530	1,350,619	-	191,479	56,081,396
WORK IN PROGRESS, END OF YEAR							-
COST AND WORK IN PROGRESS, END OF YEAR	\$ 2,891,161	\$ 51,069,607	\$ 578,530	\$ 1,350,619	\$ -	\$ 191,479	\$ 56,081,396
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR		\$ 26,345,399	\$ 189,267	\$ 628,319	\$ 8,133	\$ 66,381	\$ 27,237,499
Changes for the Year							
Increase: Amortization for the Year		962,086	60,404	136,384	2,032	33,918	1,194,824
Decrease:							
Deemed Disposals			47,851	13,218	10,165	8,657	79,891
	-	-	47,851	13,218	10,165	8,657	79,891
ACCUMULATED AMORTIZATION, END OF YEAR	\$ -	\$ 27,307,485	\$ 201,820	\$ 751,485	\$ -	\$ 91,642	\$ 28,352,432
CAPITAL ASSETS - NET	\$ 2,891,161	\$ 23,762,122	\$ 376,710	\$ 599,134	\$ -	\$ 99,837	\$ 27,728,964

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
CAPITAL FUND
CAPITAL ASSETS - WORK IN PROGRESS
YEAR ENDED JUNE 30, 2010

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR				\$	-
Changes for the Year					
Increase	-	-	-	-	-
Decrease	-	-	-	-	-
Net Changes for the Year	-	-	-	-	-
WORK IN PROGRESS, END OF YEAR	\$ -	\$ -	\$ -	\$ -	\$ -

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2010

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 19,797,372			\$ 19,797,372
Changes for the Year				
Increase	-	-	-	-
Decrease				
Amortization of Deferred Capital Contributions	963,462			963,462
	963,462	-	-	963,462
Net Changes for the Year	(963,462)	-	-	(963,462)
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	\$ 18,833,910	\$ -	\$ -	\$ 18,833,910
WORK IN PROGRESS, BEGINNING OF YEAR				\$ -
Changes for the Year				
Increase	-	-	-	-
Decrease	-	-	-	-
Net Changes for the Year	-	-	-	-
WORK IN PROGRESS, END OF YEAR	\$ -	\$ -	\$ -	\$ -
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	\$ 18,833,910	\$ -	\$ -	\$ 18,833,910

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)

**CAPITAL FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2010**

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR		\$ 12,756				\$ 12,756
Changes for the Year						
Increase:	-	-	-	-	-	-
Decrease:	-	-	-	-	-	-
Net Changes for the Year	-	-	-	-	-	-
BALANCE, END OF YEAR	\$ -	\$ 12,756	\$ -	\$ -	\$ -	\$ 12,756

SCHOOL DISTRICT No. 85 (VANCOUVER ISLAND NORTH)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2010

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 7,492,376	\$ 451,313	\$ 7,943,689
Changes for the Year			
Investment Income		303	303
Amortization of Deferred Capital Contributions	963,462		963,462
Capital Assets Purchased from Local Capital	52,886	(52,886)	-
Interfund Transfers - Capital Assets Purchased	1,581,156		1,581,156
Interfund Transfers - Local Capital		100,000	100,000
Amortization of Capital Assets	(1,194,824)		(1,194,824)
Net Changes for the Year	<u>1,402,680</u>	<u>47,417</u>	<u>1,450,097</u>
BALANCE, END OF YEAR	<u>\$ 8,895,056</u>	<u>\$ 498,730</u>	<u>\$ 9,393,786</u>

School District Statement of Financial Information (SOFI)

School District No. 85 (Vancouver Island North)

Fiscal Year Ended June 30, 2010

Schedule of Debt

Information on all long term debt is included in the School District Audited Financial Statements and notes.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

School District Statement of Financial Information (SOFI)

School District No. 85 (Vancouver Island North)

Fiscal Year Ended June 30, 2010

Schedule of Guarantee and Indemnity Agreements

School District No. 85 (Vancouver Island North) has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 5

YEAR ENDED JUNE 30,2010

NAME	POSITION	REMUNERATION	EXPENSE

ELECTED OFFICIALS :			
Field, Jeffrey G.		10,913.52	3,245.47
Hory, Ann		10,913.52	3,915.44
Hunter, Eric		10,394.04	4,290.61
Manke, Werner		10,394.04	3,740.65
Prescott, Carol		10,394.04	2,694.77
Tracy, Victor		10,394.04	2,903.73
wishart, Leightan		12,473.04	2,143.48
		-----	-----
TOTAL ELECTED OFFICIALS		75,876.24	22,934.15
DETAILED EMPLOYEES > 75,000.00 :			
Anweiler, Susan L.		77,189.17	5,402.40
Ball, Randall		85,763.74	8,036.38
Bedard, Kathy		129,188.80	14,368.80
Bono, Tammy		78,419.84	4,110.72
Bragan, Sheila		86,547.62	7,660.79
Bramham, John		89,789.50	1,177.24
Brown, Jillian		81,589.05	7,038.68
Burroughs, Larry		98,177.06	2,696.57
Carlson, Tanya		76,037.48	7.50
Casson, Nimfa		87,959.45	4,935.23
Child, Kaleb		97,074.96	7,097.82
Cook, Jill		94,303.09	1,467.27
Deadman, Lauren J.		111,928.42	2,720.86
Dixon, Jay		99,380.02	3,734.49
Drysdale, Dale M.		80,981.55	6,075.94
Dunlap, Francis		81,221.85	26.90
Fyles, Robert G		81,486.47	90.39
Glos, Wendy L		83,952.54	7,372.70
Gray, Margaret		80,374.05	4,004.68
Gray, Steven		112,014.82	5,822.12
Hagen, Angela		80,374.05	421.80
Heller, Brian W.		81,643.08	10,107.63
Henderson, Gail		80,690.50	4,184.38
Hitch, Elizabeth		81,459.45	6,059.28
Jacobi, Susan		81,366.63	7,138.14
Janveau, Deborah		81,485.44	10.54
Johnson, Stacia		80,981.55	4,018.51
Langrish, Alan K		81,589.05	130.09
Lutz, Ulla		82,729.02	7,216.40
MacDonald, Christina		87,134.59	9,182.09
MacLean, W. Frank		104,564.30	2,346.22
Markides, George		105,036.80	3,552.55
Martin, John R		119,841.58	11,834.21
McCormick, William J.		80,047.23	100.00
McIntosh, Katherine		115,194.44	12,262.09

NAME	POSITION	REMUNERATION	EXPENSE
Monckton, Gail		87,811.39	31.63
Mork, Casey		81,595.81	7,147.65
Morton, Cecil		88,078.69	8,509.96
Murray, Gregory N.		87,549.50	193.64
Neilson, Andrew		89,684.26	1,377.20
Nelson, Elizabeth G.		78,065.56	2,002.36
Nordin, Claudia J		80,374.05	3.04
Nordin, Daniel C.		81,459.45	21.81
Ogren, Kevin		81,659.45	6,188.14
Purdey, Charleen		75,618.14	2,383.50
Purdon, Francis C		81,524.25	
Robertson, Fred		88,143.49	7,097.52
Ropponen, Eleanor		81,581.04	81.29
Shields, Shannon		97,074.53	3,693.58
Smith, Michael		81,459.45	136.19
Soltau-Heller, Sarah		80,374.05	1,934.93
Stevenson, David F.		88,013.89	6,181.03
Svatos, Shelley		80,893.01	6,456.69
Sweeney, Rena		103,665.39	3,205.49
Tinney, C Paul		92,502.74	997.96
Voth, Jason		81,589.05	8,009.36
walker, David A		87,535.99	7,026.99
walkus, Jillian		81,602.66	6,673.75
waring, Paul		81,619.72	400.54
williams, Micah		82,732.20	5,736.38
williamson, Holly		88,143.49	1,343.68
wright, walter M		97,074.96	9,440.50
TOTAL DETAILED EMPLOYEES > 75,000.00		5,464,943.40	268,686.22
TOTAL EMPLOYEES <= 75,000.00		8,678,169.87	209,718.31
TOTAL		14,218,989.51	501,338.68
TOTAL EMPLOYER PREMIUM FOR CPP/EI			659,673.32

School District Statement of Financial Information (SOFI)

School District No. 85 (Vancouver Island North)

Fiscal Year Ended June 30, 2010

Statement of Severance Agreements

There were no severance agreements between School District No. 85 (Vancouver Island North) and its non-unionized employees during the 2009 - 2010 fiscal year.

Prepared as required by *Financial Information Regulation*, Schedule 1, subsection 6(7)

YEAR ENDED JUNE 30,2010

VENDOR NAME	EXPENSE
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DETAILED VENDORS > 25,000.00 :	
ACME SUPPLIES LTD	50,609.45
BC HYDRO & POWER AUTHORITY	342,218.43
BC LIFE & CASUALTY CO	68,458.76
BC TEACHERS' FEDERATION	30,578.84
CANON BUSINESS SOLUTIONS CANADA	28,060.31
CHAN NOWOSAD BOATES	33,035.10
CHEVRON CANADA LTD	37,948.87
CLN MACHINING & FABRICATING LTD	97,411.67
CONTOUR FENCING	38,206.00
DELL CANADA INC	32,020.92
DISTRICT OF PORT HARDY	44,816.35
DOR-TEC SECURITY LTD	32,098.77
ESC AUTOMATION	65,375.24
FURNEY DISTRIBUTING LTD.	37,347.94
GENIVAR	29,080.16
GUILLEVIN INTERNATIONAL INC.	74,882.15
GWA'SALA-'NAKWAXDA'XW BAND COUNCIL	81,577.58
HARDY BUILDER'S SUPPLY	34,919.41
HOME HARDWARE	37,816.00
LINDA WEAVER	61,560.24
MUNICIPAL PENSION PLAN	339,894.90
N I COMMUNITY SERVICES	64,412.26
N I CRISIS & COUNSELLING CNTR	30,000.00
NAMGIS FIRST NATION	62,016.00
NORKAN CONSTRUCTION	556,749.06
OK PAVING CO	210,804.04
PACIFIC BLUE CROSS	203,035.35
PORT HARDY BULLDOZING LTD	90,321.10
PUBLIC EDUCATION BENFITS TRUST	182,803.68
ROCKY POINT ENGINEERING LTD	58,794.75
SUPERIOR PROPANE INC.,	145,084.39
TEACHER PENSION PLAN	1,106,887.25
TELUS COMMUNICATIONS COMPANY	63,715.64
TOMKO SPORT SYSTEMS	152,846.00
TORRY & SONS PLUMBING & HEATING LTD	107,150.28
US BANK OF CANADA - P CARD	294,954.37
VINTA	33,162.17
VINTA - PRO D	40,333.00
WORKER'S COMPENSATION BOARD OF BC	89,704.25

TOTAL DETAILED VENDORS > 25,000.00	5,090,690.68
TOTAL VENDORS <= 25,000.00	1,020,796.74
	=====
TOTAL PAYMENTS FOR THE GOODS AND SERVICES	6,111,487.42

SCHEDULED PAYMENTS

REMUNERATION	14,218,989.51
EMPLOYEE EXPENSES	501,338.68
EMPLOYER CPP/EI	659,673.32
PAYMENTS FOR GOODS AND SERVICES	6,111,487.42

TOTAL SCHEDULED PAYMENTS	21,491,488.93

RECONCILIATION ITEMS

NONCASH ITEMS:	
ACCOUNTS PAYABLE ACCRUALS	210,407.00
PAYROLL ACCRUALS	132,687.00
INVENTORIES AND PREPAIDS	3,553.00-
PAYMENTS INCLUDED:	
TAXABLE BENEFITS	270,031.61-
OTHER:	
THIRD PARTY RECOVERIES	110,885.52-
GST/HST REBATE	116,526.80-
RECOVERIES OF EXPENSES	0.00
MISCELLANEOUS	0.00

TOTAL RECONCILIATION ITEMS	157,902.93-

FINANCIAL STATEMENT EXPENDITURES

OPERATING FUND	18,823,506.00
TRUST FUND	876,038.00
CAPITAL FUND	1,634,042.00

TOTAL FINANCIAL STATEMENT EXPENDITURES	21,333,586.00

BALANCE	=====	0.00
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