

Audited Financial Statements of

School District No. 58 (Nicola-Similkameen)

And Independent Auditors' Report thereon

June 30, 2024

School District No. 58 (Nicola-Similkameen)

June 30, 2024

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School District No. 58 (Nicola-Similkameen)

MANAGEMENT REPORT

Version: 9619-8874-6891

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 58 (Nicola-Similkameen) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

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

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

The Board of Education of School District No. 58 (Nicola-Similkameen) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

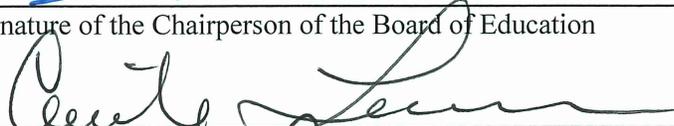
The external auditors, BDO, LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 58 (Nicola-Similkameen) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 58 (Nicola-Similkameen)



Signature of the Chairperson of the Board of Education

Sept 11, 2024
Date Signed



Signature of the Superintendent

Sept 11, 2024
Date Signed



Signature of the Secretary Treasurer

Sept 11, 2024
Date Signed

Independent Auditor's Report

To the Board of Education of School District No. 58 (Nicola-Similkameen)

Opinion

We have audited the financial statements of School District No. 58 (Nicola-Similkameen) (the "District"), which comprise the statement of financial position as at June 30, 2024, and the statements of operations, changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the District as at June 30, 2024, and its result of operations, change in net debt and cash flows for the year then ended in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2 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.

Unaudited Information

We have not audited, reviewed or otherwise attempted to verify the accuracy or completeness of the exhibits on pages 24 through 38 of School District No. 58 (Nicola-Similkameen)'s financial statements.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

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

In preparing the financial statements, management is responsible for assessing the District's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the District or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the District's financial reporting process.



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants

Kamloops, British Columbia
September 12, 2024

School District No. 58 (Nicola-Similkameen)

Statement of Financial Position

As at June 30, 2024

	2024 Actual \$	2023 Actual \$
Financial Assets		
Cash and Cash Equivalents	12,005,374	8,868,315
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	455,924	455,310
Due from First Nations	291,810	546,754
Other	358,341	598,387
Total Financial Assets	13,111,449	10,468,766
Liabilities		
Accounts Payable and Accrued Liabilities		
Other	3,775,113	2,996,349
Unearned Revenue	-	2,189
Deferred Revenue	1,738,857	1,414,679
Deferred Capital Revenue	29,712,979	24,089,637
Employee Future Benefits	1,323,370	1,307,999
Asset Retirement Obligation	1,508,892	2,535,201
Total Liabilities	38,059,211	32,346,054
Net Debt	(24,947,762)	(21,877,288)
Non-Financial Assets		
Tangible Capital Assets	36,555,069	33,784,392
Prepaid Expenses	262,346	271,725
Supplies Inventory	73,429	221,940
Total Non-Financial Assets	36,890,844	34,278,057
Accumulated Surplus (Deficit)	11,943,082	12,400,769

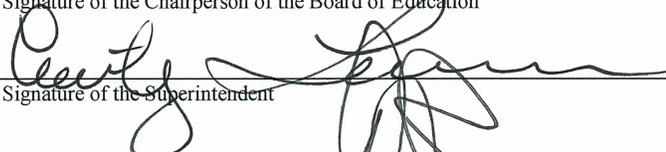
Approved by the Board



 Signature of the Chairperson of the Board of Education

Sept 11, 2024

 Date Signed



 Signature of the Superintendent

Sept 11, 2024

 Date Signed

 Signature of the Secretary Treasurer

Sept 11, 2024

 Date Signed

School District No. 58 (Nicola-Similkameen)

Statement of Operations
Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	31,589,954	32,055,015	36,594,634
Other	94,992	93,984	54,977
Other Revenue	4,601,972	4,550,610	4,496,727
Rentals and Leases	65,860	96,766	91,285
Investment Income	422,250	443,341	327,487
Amortization of Deferred Capital Revenue	1,114,103	1,107,744	1,063,107
Total Revenue	<u>37,889,131</u>	<u>38,347,460</u>	<u>42,628,217</u>
Expenses			
Instruction	29,441,298	29,864,850	26,624,717
District Administration	1,865,675	1,843,397	1,702,868
Operations and Maintenance	6,392,098	5,650,681	5,954,337
Transportation and Housing	1,611,969	1,446,219	1,447,839
Flood Restoration			8,288,388
Total Expense	<u>39,311,040</u>	<u>38,805,147</u>	<u>44,018,149</u>
Surplus (Deficit) for the year	<u>(1,421,909)</u>	<u>(457,687)</u>	<u>(1,389,932)</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		12,400,769	13,790,701
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>11,943,082</u></u>	<u>12,400,769</u>

School District No. 58 (Nicola-Similkameen)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Surplus (Deficit) for the year	<u>(1,421,909)</u>	<u>(457,687)</u>	<u>(1,389,932)</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(5,642,860)	(4,831,080)	(2,955,281)
Amortization of Tangible Capital Assets	1,975,510	1,034,094	1,880,934
Change in Estimate - Asset Retirement Obligation		1,026,309	
Total Effect of change in Tangible Capital Assets	<u>(3,667,350)</u>	<u>(2,770,677)</u>	<u>(1,074,347)</u>
Acquisition of Prepaid Expenses		(262,346)	(271,725)
Use of Prepaid Expenses		271,725	290,032
Acquisition of Supplies Inventory		(73,429)	(221,940)
Use of Supplies Inventory		221,940	
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>157,890</u>	<u>(203,633)</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>(5,089,259)</u>	(3,070,474)	<u>(2,667,912)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(3,070,474)	<u>(2,667,912)</u>
Net Debt, beginning of year		(21,877,288)	(19,209,376)
Net Debt, end of year		<u>(24,947,762)</u>	<u>(21,877,288)</u>

School District No. 58 (Nicola-Similkameen)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2024

	2024 Actual	2023 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(457,687)	(1,389,932)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	494,376	840,205
Supplies Inventories	148,511	(221,940)
Prepaid Expenses	9,379	18,307
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	778,764	(797,502)
Unearned Revenue	(2,189)	1,689
Deferred Revenue	324,178	135,179
Employee Future Benefits	15,371	(10,384)
Amortization of Tangible Capital Assets	1,034,094	1,880,934
Amortization of Deferred Capital Revenue	(1,107,744)	(1,063,107)
Deferred Capital Revenue Spent on Flood Restoration Projects	(422,865)	(8,270,995)
Total Operating Transactions	814,188	(8,877,546)
Capital Transactions		
Tangible Capital Assets Purchased	(1,917,952)	(2,281,773)
Tangible Capital Assets -WIP Purchased	(2,913,128)	(673,508)
Total Capital Transactions	(4,831,080)	(2,955,281)
Financing Transactions		
Capital Revenue Received	7,153,951	10,583,086
Total Financing Transactions	7,153,951	10,583,086
Net Increase (Decrease) in Cash and Cash Equivalents	3,137,059	(1,249,741)
Cash and Cash Equivalents, beginning of year	8,868,315	10,118,056
Cash and Cash Equivalents, end of year	12,005,374	8,868,315
Cash and Cash Equivalents, end of year, is made up of:		
Cash	12,005,374	8,868,315
	12,005,374	8,868,315

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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. 58 (Nicola-Similkameen)", and operates as "School District No. 58 (Nicola-Similkameen)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district and is principally funded by the Province of British Columbia through the Ministry of Education and Child Care. School District No. 58 (Nicola-Similkameen) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia*. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(e) and 2(l).

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As noted in notes 2(e) and 2(l), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense.

As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

a) Basis of Accounting *(cont'd)*

- 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.

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

- Year-ended June 30, 2023
 - decrease in annual surplus by \$1,248,984
 - increase in accumulated surplus and decrease in deferred contributions by \$24,089,637
- Year-ended June 30, 2024
 - decrease in annual surplus by \$5,623,342
 - increase in accumulated surplus and decrease in deferred contributions by \$29,712,979

b) Cash and Cash Equivalents

Cash and cash equivalents include cash on deposit with two chartered banks, and the Province of British Columbia under the Central Deposit Program that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

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

d) Unearned Revenue

Unearned revenue includes receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the courses, services, or products are provided.

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

e) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2(l).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2(a) for the impact of this policy on these financial statements.

f) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

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

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

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

g) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

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

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2(h)). Assumptions used in the calculations are reviewed annually.

h) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

h) Tangible Capital Assets *(cont'd)*

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

i) Prepaid Expenses

Prepaid expenses consist of software licenses, professional learning, and membership fees. They are included as a prepaid expense, stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

j) Supplies Inventory

Supplies inventory held for consumption or use include computers to be deployed into classrooms for use beginning in September 2024, and are recorded at the lower of historical cost and replacement cost.

k) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 11 – Interfund Transfers and Note 16 – Internally Restricted Surplus).

l) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectible and can be reasonably estimated.

Contributions received or accrued 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:

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

l) Revenue Recognition *(cont'd)*

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

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

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

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

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

m) Expenditures

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

Categories of Salaries

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

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and Indigenous education, are allocated

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

m) Expenditures *(cont'd)*

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.

n) 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.

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.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

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

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

o) Measurement Uncertainty

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

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	<u>2024</u>	<u>2023</u>
Due from Federal Government	\$ 76,943	\$ 373,545
Due from Province - Ministry of Education	455,924	455,310
Other	281,398	224,842
Sub-Total Other	814,265	1,053,697
Due from LEA/Direct Fundings	291,810	546,754
Total	\$ 1,106,075	\$ 1,600,451

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	<u>2024</u>	<u>2023</u>
Trades payable	\$ 2,132,414	\$ 1,548,697
Salaries and benefits payables	1,152,861	1,015,080
Accrued vacation pay	489,838	432,572
Other	-	-
Total	\$ 3,775,113	\$ 2,996,349

NOTE 5 UNEARNED REVENUE

	<u>2024</u>	<u>2023</u>
Beginning Balance:	\$ 2,189	\$ 500
Increase:		
Lease Income		189
Project Fees		2,000
Decrease:		
Lease Income	(189)	(500)
Project Fees	(2,000)	
Net changes for year	(2,189)	1,689
Ending Balance:	\$ -	\$ 2,189

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 6 DEFERRED REVENUE

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled.

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 1,414,679	\$ 1,279,500
Contributions received during the year	8,028,301	6,934,574
Revenue recognized from deferred contributions	<u>(7,704,123)</u>	<u>(6,799,395)</u>
Total	<u>\$ 1,738,857</u>	<u>\$ 1,414,679</u>

NOTE 7 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	<u>2024</u>	<u>2023</u>
Balance, beginning of year	\$ 24,089,637	\$ 22,840,653
Contributions received during the year	7,147,994	10,572,775
Investment Income	5,957	10,311
Insurance Proceeds Expended	(422,865)	(8,270,995)
Revenue recognized from deferred contributions	<u>(1,107,744)</u>	<u>(1,063,107)</u>
Total	<u>\$ 29,712,979</u>	<u>\$ 24,089,637</u>

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	<u>June 30, 2024</u>	<u>June 30, 2023</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 868,053	\$ 899,575
Service Cost	83,657	86,331
Interest Cost	36,457	29,828
Benefit Payments	-10,143	-99,729
Actuarial (Gain) Loss	-86,957	-47,952
Accrued Benefit Obligation – March 31	<u>\$ 891,067</u>	<u>\$ 868,053</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$ 891,067	\$ 868,053
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Surplus (Deficit)	-891,067	-868,053
Employer Contributions After Measurement Date	40,720	0
Benefits Expense After Measurement Date	-30,489	-30,029
Unamortized Net Actuarial (Gain) Loss	-442,534	-409,918
Accrued Benefit Asset (Liability) - June 30	<u>-\$ 1,323,370</u>	<u>-\$ 1,307,999</u>
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) - July 1	\$ 1,307,999	\$ 1,318,384
Net Expense for Fiscal Year	66,234	67,331
Employer Contributions July 1 to March 31	-10,143	-77,715
Employer Contributions April 1 to June 30	-40,720	
Accrued Benefit Liability (Asset) - June 30	<u>\$ 1,323,370</u>	<u>\$ 1,307,999</u>
Components of Net Benefit Expense		
Service Cost	\$ 83,281	\$ 85,662
Interest Cost	37,294	31,485
Amortization of Net Actuarial (Gain)/Loss	-54,341	-49,817
Net Benefit Expense (Income)	<u>\$ 66,234</u>	<u>\$ 67,331</u>
Assumptions		
Discount Rate - April 1	4.00%	3.25%
Discount Rate - March 31	4.25%	4.00%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	10.6	10.6

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value		
	2024	2023
Sites	\$ 2,723,449	\$ 2,723,449
Buildings	29,138,497	27,403,200
Buildings - work in progress	1,331,943	673,508
Furniture & Equipment	1,405,383	989,322
Vehicles	814,241	826,626
Computer Software	326,545	358,280
Computer Hardware	815,011	810,007
Total	\$ 36,555,069	\$ 33,784,392

June 30, 2024						
Cost	Opening Cost	Additions	ARO Change in Estimate	Disposals	Transfers (WIP)	Total 2023
Sites	\$ 2,723,449					\$ 2,723,449
Buildings	59,683,572	\$ 716,959	(1,026,309)		2,254,693	61,628,915
Buildings - work in progress	673,508	2,913,128			(2,254,693)	1,331,943
Furniture & Equipment	1,936,518	638,340		(65,788)		2,509,070
Vehicles	1,767,415	173,007		-		1,940,422
Computer Software	501,262	76,130		-		577,392
Computer Hardware	1,422,873	313,516		(74,143)		1,662,246
Total	\$ 68,708,597	\$ 4,831,080	(1,026,309)	(139,931)	-	\$ 72,373,437

Accumulated Amortization	Opening Cost	Additions	Disposals	Total 2023
Buildings	\$ 32,280,372	\$ 210,046		\$ 32,490,418
Furniture & Equipment	947,196	222,279	(65,788)	1,103,687
Vehicles	940,789	185,392	-	1,126,181
Computer Software	142,982	107,865	-	250,847
Computer Hardware	612,866	308,512	(74,143)	847,235
Total	\$ 34,924,205	\$ 1,034,094	(139,931)	\$ 35,818,368

June 30, 2023						
Cost	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2023	
Sites	\$ 2,723,449				\$ 2,723,449	
Buildings	58,015,237	\$ 1,668,335			59,683,572	
Buildings - work in progress	-	673,508			673,508	
Furniture & Equipment	1,907,025	187,058	(157,565)		1,936,518	
Vehicles	2,085,258		(317,843)		1,767,415	
Computer Software	346,899	154,363			501,262	
Computer Hardware	1,386,733	272,017	(235,877)		1,422,873	
Total	\$ 66,464,601	\$ 2,955,281	(711,285)	-	\$ 68,708,597	

Accumulated Amortization	Opening Cost	Additions	Disposals	Total 2023
Buildings	\$ 31,150,026	\$ 1,130,346		\$ 32,280,372
Furniture & Equipment	912,584	192,177	(157,565)	947,196
Vehicles	1,065,998	192,634	(317,843)	940,789
Computer Software	58,166	84,816		142,982
Computer Hardware	567,782	280,961	(235,877)	612,866
Total	\$ 33,754,556	\$ 1,880,934	(711,285)	\$ 34,924,205

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 9 TANGIBLE CAPITAL ASSETS *(Continued)*

- Buildings – work in progress having a value of \$1,331,943 (2023 - \$673,508) have not been amortized. Amortization of these assets will commence when the asset is put into service.

NOTE 10 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2023, the Teachers' Pension Plan has about 51,000 active members and approximately 42,000 retired members. As of December 31, 2023, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 from school districts.

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

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

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

The school district paid \$2,396,060 for employer contributions to the plans for the year ended June 30, 2024 (2023: \$2,195,617).

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

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

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 11 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2024, were as follows:

	<u>2024</u>	<u>2023</u>
Transfer of Funds from Local Capital to Operating	\$ -	\$ 182,475
Purchase of Assets from the Special Purpose Fund for the Capital Fund	79,996	115,143
Total	\$ 79,996	\$ 297,618

NOTE 12 RELATED PARTY TRANSACTIONS

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

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 13 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 21, 2024. The Board adopted a preliminary annual budget on June 14, 2023. The amended budget is used for comparison purposes, as these are based on actual student enrolments. Reconciliation to the original approved budget is presented below:

	<u>Original</u>		<u>Amended</u>
	<u>Approved Budget</u>	<u>Amendments</u>	<u>Approved Budget</u>
Revenue:			
Ministry of Education Provincial Grants	\$ 30,564,909	\$ 1,025,045	\$ 31,589,954
Other Provincial Ministry Grants	34,200	60,792	94,992
Rentals & Leases	88,878	(23,018)	65,860
Investment Income	309,091	113,159	422,250
Other Income	3,915,922	686,050	4,601,972
Amortization of Deferred Capital Revenue	1,108,104	5,999	1,114,103
	<u>\$ 36,021,104</u>	<u>\$ 1,868,027</u>	<u>\$ 37,889,131</u>
Expenses:			
Instruction	\$ 28,108,047	\$ 1,333,251	\$ 29,441,298
District Administration	1,991,948	(126,273)	1,865,675
Operations & Maintenance	5,901,132	490,966	6,392,098
Transportation & Housing	1,120,967	491,002	1,611,969
	<u>\$ 37,122,094</u>	<u>\$ 2,188,946</u>	<u>\$ 39,311,040</u>
Net Expense	<u>\$ (1,100,990)</u>	<u>\$ (320,919)</u>	<u>\$ (1,421,909)</u>
Budgeted Allocation of Surplus	503,986	209,293	713,279
Budgeted Annual Deficit for the Year	<u>\$ (597,004)</u>	<u>\$ (111,626)</u>	<u>\$ (708,630)</u>
Comprised of:			
Operating Fund Surplus	\$ -	\$ -	\$ -
Special Purpose Fund Surplus	-	-	-
Capital Fund Deficiency	(597,004)	(111,626)	(708,630)
Budgeted Annual Deficit for the Year	<u>\$ (597,004)</u>	<u>\$ (111,626)</u>	<u>\$ (708,630)</u>

NOTE 14 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. The obligation has been measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

	<u>2024</u>	<u>2023</u>
Asset Retirement Obligation, beginning of year	\$ 2,535,201	\$ 2,535,201
Settlements during the year	-	-
Change in Estimate	(1,026,309)	-
Asset Retirement Obligation, closing balance	<u>\$ 1,508,892</u>	<u>\$ 2,535,201</u>

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 15 EXPENSE BY OBJECT

	<u>2024</u>	<u>2023</u>
Salaries and Benefits	\$ 30,629,888	\$ 27,636,941
Services and Supplies	7,141,165	\$ 14,500,274
Amortization	1,034,094	\$ 1,880,934
Total	\$ 38,805,147	\$ 44,018,149

NOTE 16 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	<u>2023/24</u>	<u>2022/23</u>
Internally Restricted		
- Aboriginal Education Surplus	\$ 3,529	\$ 27,150
- School Surpluses	160,245	354,485
- BCTEA LEA Capacity	-	23,991
- CUPE Service Improvement Fund - Article 26G	59,495	67,088
- Extreme Weather Grant	52,388	94,530
- ICY Teams Grant Funds	150,379	-
Subtotal Internally Restricted	\$ 426,036	\$ 567,244
Unrestricted Accumulated Operating Surplus	1,020,203	1,721,658
Total Available for Future Operations	\$ 1,446,239	\$ 2,288,902

NOTE 17 ECONOMIC DEPENDENCE

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

NOTE 18 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.

SCHOOL DISTRICT No. 58 (NICOLA-SIMILKAMEEN)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 18 **RISK MANAGEMENT** *(Continued)*

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

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

b) Interest Rate risk:

Interest rate risk is the risk that fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. It is management's opinion that the School District is not exposed to significant interest rate risk.

School District No. 58 (Nicola-Similkameen)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund

Year Ended June 30, 2024

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2024 Actual	2023 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	2,288,902		10,111,867	12,400,769	13,790,701
Changes for the year					
Surplus (Deficit) for the year	(689,870)	79,996	152,187	(457,687)	(1,389,932)
Interfund Transfers	(152,793)	(79,996)	232,789	-	
Tangible Capital Assets Purchased	(842,663)	-	384,976	(457,687)	(1,389,932)
Net Changes for the year	1,446,239	-	10,496,843	11,943,082	12,400,769

Accumulated Surplus (Deficit), end of year - Statement 2

School District No. 58 (Nicola-Similkameen)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	24,688,033	25,294,355	22,803,499
Other	79,704	78,767	56,458
Other Revenue	3,529,222	3,201,722	3,216,605
Rentals and Leases	65,860	96,766	91,285
Investment Income	343,713	364,593	278,212
Total Revenue	<u>28,706,532</u>	<u>29,036,203</u>	<u>26,446,059</u>
Expenses			
Instruction	22,127,199	22,437,546	20,060,055
District Administration	1,762,502	1,843,397	1,702,868
Operations and Maintenance	4,198,556	4,287,500	4,236,750
Transportation and Housing	1,331,554	1,157,630	1,164,902
Total Expense	<u>29,419,811</u>	<u>29,726,073</u>	<u>27,164,575</u>
Operating Surplus (Deficit) for the year	<u>(713,279)</u>	<u>(689,870)</u>	<u>(718,516)</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>713,279</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(152,793)	
Local Capital			182,475
Total Net Transfers	<u>-</u>	<u>(152,793)</u>	<u>182,475</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>(842,663)</u>	<u>(536,041)</u>
Operating Surplus (Deficit), beginning of year		2,288,902	2,824,943
Operating Surplus (Deficit), end of year		<u>1,446,239</u>	<u>2,288,902</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		426,036	2,288,902
Unrestricted		1,020,203	
Total Operating Surplus (Deficit), end of year		<u>1,446,239</u>	<u>2,288,902</u>

School District No. 58 (Nicola-Similkameen)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	27,343,239	27,273,650	24,560,278
ISC/LEA Recovery	(3,485,172)	(3,037,321)	(3,179,245)
Other Ministry of Education and Child Care Grants			
Pay Equity	120,216	120,216	120,216
Funding for Graduated Adults	53,674	125,941	69,163
Student Transportation Fund	170,292	170,292	170,292
Support Staff Benefits Grant	30,025	30,025	30,025
FSA Scorer Grant	7,506	7,506	7,506
Child Care Funding		5,414	
Early Learning Framework (ELF) Implementation			369
Labour Settlement Funding	448,253	448,253	1,018,466
Anti-Racism in Early Care Grant			6,429
ICY Clinical Counsellor Funding		150,379	
Total Provincial Grants - Ministry of Education and Child Care	24,688,033	25,294,355	22,803,499
Provincial Grants - Other	79,704	78,767	56,458
Other Revenues			
Funding from First Nations	3,485,172	3,037,321	3,179,245
Miscellaneous			
Miscellaneous Revenue	44,050	164,401	37,360
Total Other Revenue	3,529,222	3,201,722	3,216,605
Rentals and Leases	65,860	96,766	91,285
Investment Income	343,713	364,593	278,212
Total Operating Revenue	28,706,532	29,036,203	26,446,059

School District No. 58 (Nicola-Similkameen)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Salaries			
Teachers	8,941,968	9,216,132	8,684,430
Principals and Vice Principals	2,450,488	2,432,545	2,088,631
Educational Assistants	3,365,644	3,155,651	2,611,653
Support Staff	3,393,237	3,355,486	3,193,429
Other Professionals	1,380,139	1,368,752	1,253,297
Substitutes	970,000	1,059,696	1,050,401
Total Salaries	20,501,476	20,588,262	18,881,841
Employee Benefits	4,285,346	4,625,899	4,107,349
Total Salaries and Benefits	24,786,822	25,214,161	22,989,190
Services and Supplies			
Services	1,355,357	1,534,649	1,229,891
Student Transportation	256,531	256,124	211,573
Professional Development and Travel	320,857	296,459	323,744
Rentals and Leases	46,076	46,731	
Dues and Fees	109,147	106,913	110,376
Insurance	93,448	90,959	88,049
Supplies	1,704,791	1,391,384	1,371,783
Utilities	746,782	788,693	839,969
Total Services and Supplies	4,632,989	4,511,912	4,175,385
Total Operating Expense	29,419,811	29,726,073	27,164,575

School District No. 58 (Nicola-Similkameen)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object
Year Ended June 30, 2024

	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	7,729,034	457,912		422,106	98,210	543,674	9,250,936
1.03 Career Programs						453	453
1.07 Library Services	84,268			25,829			110,097
1.08 Counselling	215,105			13,065			228,170
1.10 Special Education	1,187,725	161,288	2,496,821			203,024	4,048,858
1.30 English Language Learning							-
1.31 Indigenous Education		69,755	636,839		60,921	22,809	790,324
1.41 School Administration		1,743,590	21,991	517,360		50,954	2,333,895
Total Function 1	9,216,132	2,432,545	3,155,651	978,360	159,131	820,914	16,762,733
4 District Administration							
4.11 Educational Administration					406,449		406,449
4.40 School District Governance					162,788		162,788
4.41 Business Administration				183,088	241,448		424,536
Total Function 4	-	-	-	183,088	810,685	-	993,773
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				29,077	309,951	2,023	341,051
5.50 Maintenance Operations				1,536,986		127,310	1,664,296
5.52 Maintenance of Grounds				106,518			106,518
5.56 Utilities							-
Total Function 5	-	-	-	1,672,581	309,951	129,333	2,111,865
7 Transportation and Housing							
7.41 Transportation and Housing Administration				19,375	88,985		108,360
7.70 Student Transportation				502,082		109,449	611,531
Total Function 7	-	-	-	521,457	88,985	109,449	719,891
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	9,216,132	2,432,545	3,155,651	3,355,486	1,368,752	1,059,696	20,588,262

School District No. 58 (Nicola-Similkameen)

Operating Expense by Function, Program and Object

Year Ended June 30, 2024

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2024 Actual	2024 Budget	2023 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	9,250,936	2,120,141	11,371,077	874,052	12,245,129	11,913,536	11,604,232
1.03 Career Programs	453	26	479	62,790	63,269	64,701	76,268
1.07 Library Services	110,097	25,719	135,816	51,759	187,575	180,163	188,373
1.08 Counselling	228,170	50,766	278,936	3,853	282,789	259,262	437,339
1.10 Special Education	4,048,858	916,787	4,965,645	346,670	5,312,315	5,335,024	4,176,780
1.30 English Language Learning	-	-	-	-	-	-	180
1.31 Indigenous Education	790,324	155,765	946,089	476,312	1,422,401	1,425,930	1,267,315
1.41 School Administration	2,333,895	536,267	2,870,162	53,906	2,924,068	2,948,583	2,309,568
Total Function 1	16,762,733	3,805,471	20,568,204	1,869,342	22,437,546	22,127,199	20,060,055
4 District Administration							
4.11 Educational Administration	406,449	78,758	485,207	109,107	594,314	601,474	500,749
4.40 School District Governance	162,788	14,260	177,048	92,515	269,563	279,299	293,015
4.41 Business Administration	424,536	145,672	570,208	409,312	979,520	881,729	909,104
Total Function 4	993,773	238,690	1,232,463	610,934	1,843,397	1,762,502	1,702,868
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	341,051	67,354	408,405	85,381	493,786	489,458	418,610
5.50 Maintenance Operations	1,664,296	352,693	2,016,989	717,855	2,734,844	2,707,940	2,724,695
5.52 Maintenance of Grounds	106,518	23,362	129,880	140,297	270,177	254,376	253,476
5.56 Utilities	-	-	-	788,693	788,693	746,782	839,969
Total Function 5	2,111,865	443,409	2,555,274	1,732,226	4,287,500	4,198,556	4,236,750
7 Transportation and Housing							
7.41 Transportation and Housing Administration	108,360	21,897	130,257	2,935	133,192	126,859	112,138
7.70 Student Transportation	611,531	116,432	727,963	296,475	1,024,438	1,204,695	1,052,764
Total Function 7	719,891	138,329	858,220	299,410	1,157,630	1,331,554	1,164,902
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	20,588,262	4,625,899	25,214,161	4,511,912	29,726,073	29,419,811	27,164,575

School District No. 58 (Nicola-Similkameen)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2024

	2024 Budget	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	6,595,009	6,337,795	5,520,140
Other	15,288	15,217	(1,481)
Other Revenue	1,072,750	1,348,888	1,280,122
Investment Income		211	614
Total Revenue	<u>7,683,047</u>	<u>7,702,111</u>	<u>6,799,395</u>
Expenses			
Instruction	7,314,099	7,427,304	6,564,662
District Administration	103,173		
Operations and Maintenance	91,614	91,614	29,287
Transportation and Housing	99,921	103,197	90,303
Total Expense	<u>7,608,807</u>	<u>7,622,115</u>	<u>6,684,252</u>
Special Purpose Surplus (Deficit) for the year	<u>74,240</u>	<u>79,996</u>	<u>115,143</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(74,240)	(79,996)	(115,143)
Total Net Transfers	<u>(74,240)</u>	<u>(79,996)</u>	<u>(115,143)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 58 (Nicola-Similkameen)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2024

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year									
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	125,854	100,943	13,703	710,304	84,322	20,985	36,066	5,467	
Provincial Grants - Other									
Investment Income				1,374,284					
				211					
Less: Allocated to Revenue									
Recovered	125,854	100,943	-	1,374,495	128,000	14,700	407,364	317,363	330,403
	125,854	100,943	9,568	1,271,009	164,027	7,726	199,137	322,830	330,403
Deferred Revenue, end of year	-	-	4,135	813,790	48,295	27,959	244,293	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	125,854	100,943	9,568	164,027	164,027	7,726	199,137	322,830	330,403
Provincial Grants - Other									
Other Revenue				1,270,798					
Investment Income				211					
Expenses									
Salaries									
Teachers									
Principals and Vice Principals							23,238	119,732	75,000
Educational Assistants		79,849			109,797		47,352	35,823	25,000
Support Staff								17,744	51,000
Other Professionals									72,000
Substitutes				41					
Employee Benefits		79,849			109,838		70,590	173,299	223,000
Services and Supplies	91,614	21,094			28,530		10,605	38,931	46,230
	91,614	100,943	9,568	1,271,009	25,659	7,726	117,942	110,600	21,173
	91,614	100,943	9,568	1,271,009	164,027	7,726	199,137	322,830	290,403
Net Revenue (Expense) before Interfund Transfers	34,240	-	-	-	-	-	-	-	40,000
Interfund Transfers									
Tangible Capital Assets Purchased	(34,240)								(40,000)
	(34,240)								(40,000)
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 58 (Nicola-Similkameen)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2024

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Seamless Day Kindergarten	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year		2,012	24,314	67,617	18,572	55,400	16,172	25,000	14,228
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	4,227,123	40,306	89,779	55,000	6,750	55,400	100,000	25,000	19,000
Provincial Grants - Other									
Investment Income									
Less: Allocated to Revenue									
Recovered	4,227,123	40,306	89,779	55,000	6,750	55,400	100,000	25,000	19,000
Deferred Revenue, end of year	-	1,647	5,140	25,471	23,695	38,114	99,500	50,000	20,424
Revenues									
Provincial Grants - Ministry of Education and Child Care	4,227,123	38,659	108,953	97,146	1,627	72,686	16,672		12,804
Provincial Grants - Other									
Other Revenue									
Investment Income									
Expenses									
Salaries									
Teachers	3,436,685								
Principals and Vice Principals									
Educational Assistants		1,894	2,212			59,323			
Support Staff									
Other Professionals									
Substitutes			54,391	1,095					331
Employee Benefits	3,436,685	1,894	56,603	1,095	-	59,323	-	-	331
Services and Supplies	790,438	502	13,038	166		12,522		19	
		36,263	33,556	95,885	1,627	841	16,672		12,454
	4,227,123	38,659	103,197	97,146	1,627	72,686	16,672	-	12,804
Net Revenue (Expense) before Interfund Transfers	-	-	5,756	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased			(5,756)						
			(5,756)						
Net Revenue (Expense)			-						

School District No. 58 (Nicola-Similkameen)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2024

	ECL (Early Care & Learning)	Feeding Futures Fund	Health Career Grants	AREA Multicultural Program	Charitable Society	ASSAI	United Way	TOTAL
	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	32,849			23,141	203,266	31,863	29,398	1,414,679
Add: Restricted Grants								
Provincial Grants - Ministry of Education and Child Care	175,000	350,000	25,000					6,592,985
Provincial Grants - Other					30,937	29,884		29,884
Other								1,405,221
Investment Income								211
Less: Allocated to Revenue								
Recovered	175,000	350,000	25,000		30,937	29,884		8,028,301
Deferred Revenue, end of year	174,025	327,612	-	23,141	54,949	15,217	-	7,702,111
	33,824	22,388	25,000	-	179,254	46,530	29,398	1,738,857
Revenues								
Provincial Grants - Ministry of Education and Child Care	174,025	327,612				15,217		6,337,795
Provincial Grants - Other								15,217
Other Revenue				23,141	54,949			1,348,888
Investment Income								211
Expenses								
Salaries								
Teachers		47,786						3,627,441
Principals and Vice Principals	134,540							209,540
Educational Assistants								361,250
Support Staff		5,611				9,715		84,070
Other Professionals								72,000
Substitutes								55,858
Employee Benefits	134,540	53,397				9,715		4,410,159
Services and Supplies	29,603	12,847				1,043		1,005,568
	9,882	261,368		23,141	54,949	4,459		2,206,388
	174,025	327,612		23,141	54,949	15,217		7,622,115
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	79,996
Interfund Transfers								
Tangible Capital Assets Purchased								(79,996)
Net Revenue (Expense)								-

School District No. 58 (Nicola-Similkameen)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2024

	2024 Actual				2023 Actual
	2024 Budget	Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	306,912	422,865		422,865	8,270,995
Investment Income	78,537		78,537	78,537	48,661
Amortization of Deferred Capital Revenue	1,114,103	1,107,744		1,107,744	1,063,107
Total Revenue	1,499,552	1,530,609	78,537	1,609,146	9,382,763
Expenses					
Operations and Maintenance	306,912	422,865		422,865	
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,795,016	848,702		848,702	1,688,300
Transportation and Housing	180,494	185,392		185,392	192,634
Flood Restoration				-	8,288,388
Total Expense	2,282,422	1,456,959	-	1,456,959	10,169,322
Capital Surplus (Deficit) for the year	(782,870)	73,650	78,537	152,187	(786,559)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	74,240	232,789		232,789	115,143
Local Capital				-	(182,475)
Total Net Transfers	74,240	232,789	-	232,789	(67,332)
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		784,655	(784,655)	-	
Total Other Adjustments to Fund Balances		784,655	(784,655)	-	
Total Capital Surplus (Deficit) for the year	(708,630)	1,091,094	(706,118)	384,976	(853,891)
Capital Surplus (Deficit), beginning of year		7,943,735	2,168,132	10,111,867	10,965,758
Capital Surplus (Deficit), end of year		9,034,829	1,462,014	10,496,843	10,111,867

School District No. 58 (Nicola-Similkameen)

Tangible Capital Assets
Year Ended June 30, 2024

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	2,723,449	59,683,572	1,936,518	1,767,415	501,262	1,422,873	68,035,089
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		381,849	276,812				658,661
Deferred Capital Revenue - Other		225,635	16,212				241,847
Operating Fund			139,962			12,831	152,793
Special Purpose Funds		34,240	25,756			20,000	79,996
Local Capital		75,235	179,598	173,007	76,130	280,685	784,655
Transferred from Work in Progress		2,254,693					2,254,693
Total		2,971,652	638,340	173,007	76,130	313,516	4,172,645
Decrease:							
Deemed Disposals			65,788			74,143	139,931
Change in Estimate - Asset Retirement Obligation		1,026,309					1,026,309
Total		1,026,309	65,788			74,143	1,166,240
Cost, end of year	2,723,449	61,628,915	2,509,070	1,940,422	577,392	1,662,246	71,041,494
Work in Progress, end of year	1,331,943						1,331,943
Cost and Work in Progress, end of year	2,723,449	62,960,858	2,509,070	1,940,422	577,392	1,662,246	72,373,437
Accumulated Amortization, beginning of year		32,280,372	947,196	940,789	142,982	612,866	34,924,205
Changes for the Year							
Increase: Amortization for the Year		210,046	222,279	185,392	107,865	308,512	1,034,094
Decrease:							
Deemed Disposals			65,788			74,143	139,931
Total			65,788			74,143	139,931
Accumulated Amortization, end of year		32,490,418	1,103,687	1,126,181	250,847	847,235	35,818,368
Tangible Capital Assets - Net	2,723,449	30,470,440	1,405,383	814,241	326,545	815,011	36,555,069

School District No. 58 (Nicola-Similkameen)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2024

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	673,508				673,508
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	1,945,430				1,945,430
Deferred Capital Revenue - Other	967,698				967,698
	<u>2,913,128</u>	-	-	-	<u>2,913,128</u>
Decrease:					
Transferred to Tangible Capital Assets	2,254,693				2,254,693
	<u>2,254,693</u>	-	-	-	<u>2,254,693</u>
Net Changes for the Year	<u>658,435</u>	-	-	-	<u>658,435</u>
Work in Progress, end of year	<u><u>1,331,943</u></u>	-	-	-	<u><u>1,331,943</u></u>

School District No. 58 (Nicola-Similkameen)

Schedule 4C (Unaudited)

Deferred Capital Revenue
Year Ended June 30, 2024

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	21,428,567	1,203,381		22,631,948
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	658,661	209,835	32,012	900,508
Transferred from Work in Progress	2,141,517	113,176		2,254,693
	<u>2,800,178</u>	<u>323,011</u>	<u>32,012</u>	<u>3,155,201</u>
Decrease:				
Amortization of Deferred Capital Revenue	1,049,543	57,192	1,009	1,107,744
	<u>1,049,543</u>	<u>57,192</u>	<u>1,009</u>	<u>1,107,744</u>
Net Changes for the Year	<u>1,750,635</u>	<u>265,819</u>	<u>31,003</u>	<u>2,047,457</u>
Deferred Capital Revenue, end of year	<u>23,179,202</u>	<u>1,469,200</u>	<u>31,003</u>	<u>24,679,405</u>
Work in Progress, beginning of year				
Prior Period Adjustments				
District Entered	(113,176)	113,176		-
Work in Progress, beginning of year, as restated	<u>494,576</u>	<u>178,932</u>	<u>-</u>	<u>673,508</u>
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,945,430	967,698		2,913,128
	<u>1,945,430</u>	<u>967,698</u>	<u>-</u>	<u>2,913,128</u>
Decrease				
Transferred to Deferred Capital Revenue	2,141,517	113,176		2,254,693
	<u>2,141,517</u>	<u>113,176</u>	<u>-</u>	<u>2,254,693</u>
Net Changes for the Year	<u>(196,087)</u>	<u>854,522</u>	<u>-</u>	<u>658,435</u>
Work in Progress, end of year	<u>298,489</u>	<u>1,033,454</u>	<u>-</u>	<u>1,331,943</u>
Total Deferred Capital Revenue, end of year	<u>23,477,691</u>	<u>2,502,654</u>	<u>31,003</u>	<u>26,011,348</u>

School District No. 58 (Nicola-Similkameen)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2024

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	241,654	541,718	809	-	-	784,181
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,824,319		4,256,663		67,012	7,080,982
Other		5,957				5,957
Investment Income	2,824,319	5,957	4,256,663	-	67,012	7,153,951
Decrease:						
Transferred to DCR - Capital Additions	658,661		209,835		32,012	900,508
Transferred to DCR - Work in Progress	1,945,430		967,698			2,913,128
Transferred To Revenue - Flood Restoration	422,865					422,865
	3,026,956	-	1,177,533	-	32,012	4,236,501
Net Changes for the Year	(202,637)	5,957	3,079,130	-	35,000	2,917,450
Balance, end of year	39,017	547,675	3,079,939	-	35,000	3,701,631