

Audited Financial Statements of

# **School District No. 38 (Richmond)**

And Independent Auditors' Report thereon

June 30, 2020

# School District No. 38 (Richmond)

June 30, 2020

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# School District No. 38 (Richmond)

## MANAGEMENT REPORT

Version: 7026-6281-4298

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

The accompanying financial statements of School District No. 38 (Richmond) 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.

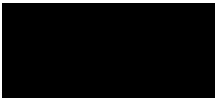


The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

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. 38 (Richmond) (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 quarterly basis and externally audited financial statements yearly.

The external auditors, PricewaterhouseCoopers 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. 38 (Richmond) 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. 38 (Richmond)

	SEPT. 23, 2020
Signature of the Chairperson of the Board of Education	Date Signed
	SEPT. 23, 2020
Signature of the Superintendent	Date Signed
	SEPT. 23, 2020
Signature of the Secretary-Treasurer	Date Signed



## *Independent auditor's report*

To the Board of Education of School District No. 38 (Richmond) and  
Minister of Education, Province of British Columbia

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### *Our opinion*

In our opinion, the accompanying financial statements of School District No. 38 (the Organization) as at June 30, 2020 and for the year then ended are prepared, in all material respects, in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

#### **What we have audited**

The Organization's financial statements comprise:

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

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

#### **Independence**

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

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### *Emphasis of matter – basis of accounting*

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. Note 2 to the financial statements discloses the impact of these differences. Our opinion is not modified in respect of this matter.

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*PricewaterhouseCoopers LLP*

Central City Tower, 13450 102 Avenue, Suite 1400, Surrey, British Columbia, Canada V3T 5X3

T: 604 806 7000, F: 604 806 7806





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### *Other information*

Management is responsible for the other information. The other information comprises Financial Statement Discussion and Analysis for the year ended June 30, 2020. Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

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### *Responsibilities of management and those charged with governance for the financial statements*

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

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

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

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### *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 Organization'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 Organization'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 Organization to cease to continue as a going concern.

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.

*PricewaterhouseCoopers LLP*

Chartered Professional Accountants



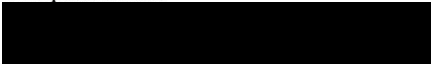
Surrey, British Columbia  
September 23, 2020

# School District No. 38 (Richmond)

## Statement of Financial Position

As at June 30, 2020

Statement 1

	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents (Note 3)	149,904,492	139,347,804
Accounts Receivable		
Due from Province - Ministry of Education	92,598	93,946
Due from Province - Other	-	541
Other (Note 4)	3,273,839	2,892,614
Portfolio Investments (Note 5)	759,793	815,229
<b>Total Financial Assets</b>	<b>154,030,722</b>	<b>143,150,134</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	160,056	106,000
Other (Note 6)	27,180,525	24,573,106
Unearned Revenue (Note 7)	13,018,907	15,992,335
Deferred Revenue (Note 8)	7,468,261	7,690,098
Deferred Capital Revenue (Note 9)	220,098,761	195,623,135
Employee Future Benefits (Note 10)	12,249,605	11,346,552
Capital Lease Obligations (Note 11)	5,048,794	4,071,590
<b>Total Liabilities</b>	<b>285,224,909</b>	<b>259,402,816</b>
<b>Net Debt</b>	<b>(131,194,187)</b>	<b>(116,252,682)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 12)	325,064,351	302,874,847
Prepaid Expenses	469,798	1,010,353
<b>Total Non-Financial Assets</b>	<b>325,534,149</b>	<b>303,885,200</b>
<b>Accumulated Surplus (Deficit) (Note 19)</b>	<b>194,339,962</b>	<b>187,632,518</b>
Contractual Obligations (Note 24)		
Contingent Liabilities (Note 17)		
Approved by the Board		
		
Signature of the Chairperson of the Board of Education		SEPT. 23, 2020 Date Signed
		
Signature of the Superintendent		SEPT. 23, 2020 Date Signed
		
Signature of the Secretary Treasurer		SEPT. 23, 2020 Date Signed

**School District No. 38 (Richmond)**

Statement of Operations

Year Ended June 30, 2020

Statement 2

	2020 Budget (Note 16)	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	225,176,594	227,442,707	216,667,433
Other	90,000	86,758	108,098
Federal Grants	1,562,328	1,490,069	1,563,573
Tuition	20,960,234	19,954,804	19,992,817
Other Revenue (Note 20)	8,716,922	7,066,842	8,628,632
Rentals and Leases	1,380,721	1,137,768	1,048,311
Investment Income	3,464,566	2,799,724	3,110,505
Gain (Loss) on Disposal of Tangible Capital Assets		(81,910)	
Amortization of Deferred Capital Revenue	8,360,477	8,354,229	8,287,156
<b>Total Revenue</b>	<b>269,711,842</b>	<b>268,250,991</b>	<b>259,406,525</b>
<b>Expenses (Note 18)</b>			
Instruction	217,587,121	210,741,273	203,044,834
District Administration	7,330,508	6,746,307	6,704,709
Operations and Maintenance	43,567,469	42,111,376	42,318,560
Transportation and Housing	1,746,587	1,750,973	1,629,564
Debt Services	180,000	193,618	132,914
<b>Total Expense</b>	<b>270,411,685</b>	<b>261,543,547</b>	<b>253,830,581</b>
<b>Surplus (Deficit) for the year</b>	<b>(699,843)</b>	<b>6,707,444</b>	<b>5,575,944</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>187,632,518</b>	<b>182,056,574</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>194,339,962</b>	<b>187,632,518</b>

**School District No. 38 (Richmond)**

## Statement of Changes in Net Debt

Year Ended June 30, 2020

Statement 4

	2020 Budget (Note 16)	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>	<u>(699,843)</u>	<u>6,707,444</u>	<u>5,575,944</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(34,152,591)	(37,435,941)	(21,434,050)
Amortization of Tangible Capital Assets	15,222,940	15,164,527	14,754,542
Net carrying value of Tangible Capital Assets disposed of	-	81,910	-
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(18,929,651)</u>	<u>(22,189,504)</u>	<u>(6,679,508)</u>
Acquisition of Prepaid Expenses	-	(469,798)	(1,010,353)
Use of Prepaid Expenses	-	1,010,353	717,136
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>540,555</u>	<u>(293,217)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(19,629,494)</u>	<u>(14,941,505)</u>	<u>(1,396,781)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(14,941,505)</u>	<u>(1,396,781)</u>
<b>Net Debt, beginning of year</b>		<u>(116,252,682)</u>	<u>(114,855,901)</u>
<b>Net Debt, end of year</b>		<u>(131,194,187)</u>	<u>(116,252,682)</u>

**School District No. 38 (Richmond)**

Statement of Cash Flows

Year Ended June 30, 2020

Statement 5

	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	6,707,444	5,575,944
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(379,336)	2,989,248
Prepaid Expenses	540,555	(293,217)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	2,661,475	4,467,918
Unearned Revenue	(2,973,428)	841,836
Deferred Revenue	(221,837)	524,501
Employee Future Benefits	903,053	95,667
Loss (Gain) on Disposal of Tangible Capital Assets	81,910	-
Amortization of Tangible Capital Assets	15,164,527	14,754,542
Amortization of Deferred Capital Revenue	(8,354,229)	(8,287,156)
<b>Total Operating Transactions</b>	<b>14,130,134</b>	<b>20,669,283</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(8,646,951)	(9,488,557)
Tangible Capital Assets -WIP Purchased	(25,398,982)	(9,786,807)
<b>Total Capital Transactions</b>	<b>(34,045,933)</b>	<b>(19,275,364)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	32,829,855	16,064,255
Capital Lease Payment	(2,412,804)	(1,994,426)
<b>Total Financing Transactions</b>	<b>30,417,051</b>	<b>14,069,829</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	55,436	(815,229)
<b>Total Investing Transactions</b>	<b>55,436</b>	<b>(815,229)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>10,556,688</b>	<b>14,648,519</b>
<b>Cash and Cash Equivalents, beginning of year (Note 3)</b>	<b>139,347,804</b>	<b>124,699,285</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>149,904,492</b>	<b>139,347,804</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash (Note 3)	37,371,431	29,623,912
Cash Equivalents (Note 3)	112,533,061	109,723,892
	<b>149,904,492</b>	<b>139,347,804</b>
Supplementary Cash Flow Information (Note 23)		



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 12, 1946 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. 38 (Richmond)", and operates as "School District No. 38 (Richmond)." 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 ("MOE"). School District No. 38 (Richmond) is exempt from federal and provincial corporate income taxes.

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

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a) Basis of Accounting

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

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

As noted in Notes 2(f) and 2(n), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require these grants to be fully recognized into revenue.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

a) Basis of Accounting (Continued)

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

Year-ended June 30, 2019 - increase in annual surplus by \$7,777,099

June 30, 2019 - increase in accumulated surplus and decrease in deferred contributions by \$195,623,135

Year-ended June 30, 2020 – increase in annual surplus by \$24,475,626

June 30, 2020 – increase in accumulated surplus and decrease in deferred contributions by \$220,098,761

b) Cash and Cash Equivalents

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

c) Accounts Receivable

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

d) Portfolio Investments

The School District has investments in Guaranteed Investment Certificates (GIC's) and term deposits that have a maturity of greater than 3 months at the time of acquisition. These investments are not quoted in an active market and are reported at amortized cost, and the associated transaction costs are added to the carrying value of these investments upon initial recognition.

e) Unearned Revenue

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

f) Deferred Revenue and Deferred Capital Revenue

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

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

f) Deferred Revenue and Deferred Capital Revenue (Continued)

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.

g) Employee Future Benefits

i) Post-Employment 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 (EARS�) of active employees covered under the plan.

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

ii) Pension Plans:

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. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

**h) Liability for Contaminated Sites**

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

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

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

**i) Tangible Capital Assets**

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

i) Tangible Capital Assets (Continued)

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

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

j) 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.

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

k) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as a leased tangible capital asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease.

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

**l) Prepaid Expenses**

Prepaid fees and dues, licenses, and rent are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

**m) Funds and Reserves**

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes (see Note 19 - Accumulated Surplus). Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 14 - Interfund Transfers).

**n) Revenue Recognition**

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

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions including authorization by the transferring government.

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

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

Donated tangible capital assets, other than sites, are recorded at fair 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.



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

n) Revenue Recognition (Continued)

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.

o) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes interest charged on capital leases.

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 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.

p) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable, accrued liabilities, and capital lease obligations.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

p) Financial Instruments (Continued)

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition and amortized using the effective interest rate method. 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.

Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from its financial instruments. The fair values of these financial instruments approximate their carrying value, unless otherwise noted.

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.

q) Measurement Uncertainty

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

r) Future Changes in Accounting Policies

***PS3280 Asset Retirement Obligations*** issued August 2018 establishes standards for recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2021. A liability will be recognized when, as at the financial reporting date:

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

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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

r) Future Changes in Accounting Policies (Continued)

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

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

**PS3400 Revenue** issued November 2018 establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the school district satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district:

- a) has the authority to claim or retain an inflow of economic resources; and
- b) identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results.

**NOTE 3 CASH AND CASH EQUIVALENTS**

	2020	2019
Cash – Operating Fund	\$32,968,824	\$25,691,665
Cash – Special Purpose Fund	4,402,607	3,932,247
Cash Equivalents – Special Purpose Fund	1,120	1,198
Central Deposit Investment	112,438,395	109,639,246
Investments held by Richmond Community Foundation	93,546	83,448
	<u>\$149,904,492</u>	<u>\$139,347,804</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 3      CASH AND CASH EQUIVALENTS** *(Continued)*

During fiscal 2012, the School District transferred scholarship funds to the Richmond Community Foundation. Richmond Community Foundation will retain, invest and have disbursed scholarships on behalf of the School District, in exchange for an administration fee. The funds will be invested in pooled funds with the Foundation's other assets. The funds will remain with the Foundation for a minimum of 10 years, before returning to the School District unless the agreement is extended.

**NOTE 4      ACCOUNTS RECEIVABLE - OTHER**

	2020	2019
Due from Federal Government	\$1,357,561	\$822,213
Due from Benefit Carrier - unrestricted deposit account	1,667,394	1,130,101
Other	248,884	940,300
	<u>\$3,273,839</u>	<u>\$2,892,614</u>

The amount due from the Benefit Carrier –Unrestricted Deposit Account represents surplus funds in excess of the required reserves held by the Benefit Carrier.

**NOTE 5      PORTFOLIO INVESTMENTS**

Guaranteed Investment Certificates (GIC's) included in portfolio investments are held with local banking institutions and earn average interest at 1.4% (2019 - 1.8%).

	2020	2019
GIC's	\$759,793	\$815,229
	<u>\$759,793</u>	<u>\$815,229</u>

**NOTE 6      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	2020	2019
Trade payables	\$5,858,028	\$5,382,217
Salaries and benefits payable	17,410,663	15,985,553
Accrued vacation pay	3,523,636	2,931,385
Other	388,198	273,951
	<u>\$27,180,525</u>	<u>\$24,573,106</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 7      UNEARNED REVENUE**

	2020	2019
Balance, beginning of year	\$15,992,335	\$15,150,499
Fees received	16,981,376	20,834,653
Fees recognized as revenue	(19,954,804)	(19,992,817)
Balance, end of year	<u>\$13,018,907</u>	<u>\$15,992,335</u>

**NOTE 8      DEFERRED REVENUE**

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

	2020	2019
Balance, beginning of year	\$7,690,098	\$7,165,597
Changes for the year:		
Increase:		
Provincial grants - MOE	38,947,926	37,170,449
Federal grants	1,512,970	1,554,725
Other revenue	5,451,215	8,128,952
Investment income	25,213	24,433
	<u>45,937,324</u>	<u>46,878,559</u>
Decrease:		
Transfers to revenue	(46,159,161)	(46,354,058)
Balance, end of year	<u>\$7,468,261</u>	<u>\$7,690,098</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 9      DEFERRED CAPITAL REVENUE**

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

	2020	2019
Balance, beginning of year	\$195,623,135	\$187,846,036
Changes for the year:		
Increase:		
Transfer from DR - capital additions	3,469,595	5,387,751
Transfer from DR – Spent Funds	23,630,265	9,786,807
Provincial grants - MOE	31,588,957	14,664,077
Provincial grants - Other	-	77,269
Other revenue	963,022	1,062,909
Investment income	277,876	260,000
	<u>59,929,715</u>	<u>31,238,813</u>
Decrease:		
Transfer to DCR - capital additions	(3,469,595)	(5,387,751)
Transfer to DCR – work in progress	(23,630,265)	(9,786,807)
Amortization	(8,354,229)	(8,287,156)
	<u>(35,454,089)</u>	<u>(23,461,714)</u>
Balance, end of year	<u>\$220,098,761</u>	<u>\$195,623,135</u>

**NOTE 10      EMPLOYEE FUTURE BENEFITS**

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

	2020	2019
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation - April 1	\$13,188,214	\$11,135,081
Service Cost	1,183,848	960,593
Interest Cost	337,337	315,375
Benefit Payments	(1,009,253)	(1,384,734)
Actuarial (Gain) Loss	(528,765)	2,161,899
Accrued Benefit Obligation - March 31	<u>\$13,171,381</u>	<u>\$13,188,214</u>



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 10 EMPLOYEE FUTURE BENEFITS (Continued)**

**Reconciliation of Funded Status at End of Fiscal Year**

Accrued Benefit Obligation - March 31	\$13,171,381	\$13,188,214
Market Value of Plan Assets - March 31	-	-
Funded Status - Deficit	(13,171,381)	(13,188,214)
Employer Contributions After Measurement Date	169,823	297,832
Benefit Expense After Measurement Date	(387,640)	(380,296)
Unamortized Net Actuarial Loss	1,139,593	1,924,126
Accrued Benefit Liability - June 30	<u>\$(12,249,605)</u>	<u>\$(11,346,552)</u>

**Reconciliation of Change in Accrued Benefit Liability**

Accrued Benefit Liability - July 1	\$11,346,552	\$11,250,885
Net Expense for Fiscal Year	1,784,297	1,370,164
Employer Contributions	(881,244)	(1,274,497)
Accrued Benefit Liability - June 30	<u>\$12,249,605</u>	<u>\$11,346,552</u>

**Components of Net Benefit Expense**

Service Cost	\$1,198,706	\$1,016,407
Interest Cost	329,823	320,865
Amortization of Net Actuarial Loss	255,768	32,892
Net Benefit Expense	<u>\$1,784,297</u>	<u>\$1,370,164</u>

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

	2020	2019
Discount Rate - April 1	2.50%	2.75%
Discount Rate - March 31	2.25%	2.50%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARS - March 31	9.7	9.7

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 11 CAPITAL LEASE OBLIGATIONS**

The School District has obligations under capital leases. The present value of future minimum lease payments, rates of interest and end dates of these leases are shown below:

	2020	2019
De Lage Landen Financial Services Canada Inc., with interest at 5.89%, expires March 1, 2022	110,515	
Macquarie Financial, with interest at 3.10%, expires December 1, 2019	-	19,406
Macquarie Financial, with interest at 3.79%, expires May 31, 2020	-	102,963
Macquarie Financial, with interest at 4.90%, expires June 2, 2020	-	42,265
Macquarie Financial, with interest at 1.51%, expires Dec.1, 2023	350,944	447,306
Macquarie Financial, with interest at 1.51%, expires March 1, 2024	431,826	560,531
Macquarie Financial, with interest at 1.51%, expires March 1, 2024	455,607	-
Macquarie Financial, with interest at 1.51%, expires September 1, 2024	204,020	-
Macquarie Financial, with interest at 1.51%, expires November 1, 2024	154,161	-
Macquarie Financial, with interest at .005%, expires June 1, 2024	62,654	-
CSI EPC, with interest at 2.69%, expires November 1, 2019	-	47,974
CSI EPC, with interest at 2.69%, expires March 1, 2021	203,568	420,694
CSI EPC, with interest at 3.60%, expires June 1, 2021	247,410	441,267
CSI EPC, with interest at 3.60%, expires June 1, 2021	43,978	78,216
CSI EPC, with interest at 3.60%, expires June 1, 2021	75,187	133,495
CSI EPC, with interest at 4.60%, expires June 1, 2021	18,420	31,474
CSI EPC, with interest at 2.69%, expires September 1, 2021	662,538	1,258,286
CSI EPC, with interest at 2.69%, expires October 1, 2021	45,698	79,932
CSI EPC, with interest at 5.84%, expires December 1, 2021	59,558	83,655
CSI EPC, with interest at 5.50%, expires February 1, 2022	35,530	55,440
CSI EPC, with interest at 4.60%, expires February 1, 2024	213,717	268,686
CSI EPC, with interest at 3.57%, expires July 31, 2022	1,362,276	-
CSI EPC, with interest at 3.98%, expires August 31, 2022	257,529	-
CSI EPC, with interest at 5.16%, expires November 30, 2022	53,658	-
	<u>5,048,794</u>	<u>4,071,590</u>

Repayments are due as follows:

	2020
2020	\$2,682,683
2021	1,612,706
2022	522,554
2023	410,583
2024	7,246
Total minimum lease payments	<u>\$5,235,772</u>
Less amounts representing interest	<u>186,978</u>
Present value of net minimum capital lease payments	<u>\$5,048,794</u>

Total interest on leases for the year was \$193,618 (2019 - \$132,914).

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 12 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2020	Net Book Value 2019
Sites	\$55,169,613	\$55,169,613
Buildings	251,832,227	232,021,316
Furniture & Equipment	5,731,397	4,615,275
Vehicles	1,818,257	1,829,081
Computer Software	304,479	514,675
Computer Hardware	10,208,378	8,724,887
<b>Total</b>	<b>\$325,064,351</b>	<b>\$302,874,847</b>

**June 30, 2020**

Cost:	Opening Cost	Additions	Disposals	Total 2020
Sites	\$55,169,613	\$ -	\$ -	\$55,169,613
Buildings	441,442,043	4,523,405	-	445,965,448
Buildings - WIP	9,786,807	25,398,982	-	35,185,789
Furniture & Equipment	9,007,329	2,089,389	(638,710)	10,458,008
Vehicles	3,530,318	354,380	(204,023)	3,680,675
Computer Software	1,806,036	97,580	(631,898)	1,271,718
Computer Hardware	15,783,276	4,972,205	(3,009,862)	17,745,619
<b>Total</b>	<b>\$536,525,422</b>	<b>\$37,435,941</b>	<b>\$(4,484,493)</b>	<b>\$569,476,870</b>

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2020
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	219,207,534	10,111,476	-	229,319,010
Furniture & Equipment	4,392,054	973,267	(638,710)	4,726,611
Vehicles	1,701,237	365,204	(204,023)	1,862,418
Computer Software	1,291,361	307,776	(631,898)	967,239
Computer Hardware	7,058,389	3,406,804	(2,927,952)	7,537,241
<b>Total</b>	<b>\$233,650,575</b>	<b>\$15,164,527</b>	<b>\$(4,402,583)</b>	<b>\$244,412,519</b>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 12 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2019**

Cost:	Opening Cost	Additions	Disposals	Total 2019
Sites	\$55,169,613	\$ -	\$ -	\$55,169,613
Buildings	435,300,751	6,141,292	-	441,442,043
Buildings - WIP	-	9,786,807	-	9,786,807
Furniture & Equipment	8,165,659	1,290,228	(448,558)	9,007,329
Vehicles	3,196,876	588,313	(254,871)	3,530,318
Computer Software	1,881,551	92,463	(167,978)	1,806,036
Computer Hardware	15,549,357	3,534,947	(3,301,028)	15,783,276
<b>Total</b>	<b>\$519,263,807</b>	<b>\$21,434,050</b>	<b>\$(4,172,435)</b>	<b>\$536,525,422</b>

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2019
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	209,194,941	10,012,593	-	219,207,534
Furniture & Equipment	3,981,962	858,650	(448,558)	4,392,054
Vehicles	1,615,094	341,014	(254,871)	1,701,237
Computer Software	1,090,580	368,759	(167,978)	1,291,361
Computer Hardware	7,185,891	3,173,526	(3,301,028)	7,058,389
<b>Total</b>	<b>\$223,068,468</b>	<b>\$14,876,878</b>	<b>\$(4,172,435)</b>	<b>\$233,772,911</b>

- Included in capital assets is equipment under capital lease with a cost of \$11,820,892 (2019 - \$10,138,897) and accumulated amortization of \$4,899,844 (2019 - \$4,541,846).
- Buildings - work in progress (WIP) having a value of \$35,185,789 (2019 - \$9,786,807) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 13      EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trusted pension plans. The board 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 provided are based on a formula. As at December 31, 2018, the Teachers' Pension Plan has about 48,000 active members and approximately 38,000 retired members. As at December 31, 2018, the Municipal Pension Plan has about 205,000 active members, including approximately 26,000 from school districts.

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2017 indicated a \$1,656 million surplus for basic pension benefits on a going concern basis. As a result of the 2017 basic account actuarial valuation surplus, plan enhancements and contribution rate adjustments were made; the remaining \$644 million surplus was transferred to the rate stabilization account. The next valuation will be as at December 31, 2020 with results available in 2021.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018 indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2021 with results available in 2022.

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

School District #38 (Richmond) paid \$18,468,243 (2019 - \$18,232,914) for employer contributions to these plans in the year ended June 30, 2020.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 14 INTERFUND TRANSFERS**

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

	Operating Fund		Special Purpose Funds		Capital Fund	
	2020	2019	2020	2019	2020	2019
Funding Local Capital Reserve						
as permitted under School Act	\$(10,330,909)	\$(6,986,713)	\$-	\$(141,513)	\$10,330,909	\$7,128,226
Capital assets purchased	(806,525)	(545,320)	(948,531)	(758,555)	1,755,056	1,303,875
	<u>\$(11,137,434)</u>	<u>\$(7,532,033)</u>	<u>\$(948,531)</u>	<u>\$(900,068)</u>	<u>\$12,085,965</u>	<u>\$8,432,101</u>

**NOTE 15 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.

During the year, the School District received \$495,000 (2019 - \$495,000) from School District #93, the Conseil Scolaire Francophone, for the rental of facilities. This agreement continues until July 31, 2021.

**NOTE 16 BUDGET FIGURES**

Budget figures, included in the financial statements, are the School District's Amended Annual budget approved by the Board through the adoption of an Amended Annual Budget on February 12, 2020. Changes between the Annual Budget (approved by the Board on May 8, 2019) and the Amended Annual Budget are listed below:

	Annual Budget	Amended Budget	Change
Statement 2			
Total Revenue	\$261,058,345	\$269,711,842	\$8,653,497
Total Expense	263,664,572	270,411,685	6,747,113
Budgeted Deficit for the year	<u>\$(2,606,227)</u>	<u>\$(699,843)</u>	<u>\$1,906,384</u>



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 16 BUDGET FIGURES** *(Continued)*

	Annual Budget	Amended Budget	Change
Statement 4			
Deficit for the year	\$(2,606,227)	\$(699,843)	\$1,906,384
Total Effect of change in Tangible Capital Assets	(30,131,262)	(18,929,651)	11,201,611
(Increase) Decrease in Net Financial Assets (Debt)	\$(32,737,489)	\$(19,629,494)	\$13,107,995

Significant changes between the annual and amended budget were:

Statement 2

Total Revenue

- Budgeted revenues were amended based on actual student enrolment, increased student tuition fees revenue and increased classroom enhancement fund staffing grant.

Total Expense

- Budgeted expenses were amended based on revised projections/cost estimates and the additional staffing costs for the classroom enhancement fund staffing grant.

**NOTE 17 CONTINGENT LIABILITIES**

In the ordinary course of operations, the School District has legal proceedings brought against it. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

**NOTE 18 EXPENSE BY OBJECT**

	2020	2019
Salaries and benefits	\$221,225,048	\$209,736,476
Services and supplies	24,960,354	29,206,649
Interest	193,618	132,914
Amortization	15,164,527	14,754,542
	<u>\$261,543,547</u>	<u>\$253,830,581</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 19     ACCUMULATED SURPLUS**

Accumulated surplus balances are comprised of:

	2020	2019
Invested in Tangible Capital Assets	\$117,330,741	\$114,864,072
Local Capital Internally Restricted by Board for:		
Restricted - Capital Leases	7,604,152	4,071,590
Restricted - Current Capital Projects	6,996,719	9,090,445
Restricted - Future Capital Projects	32,857,158	32,857,158
Restricted - Board Approved	5,089,000	4,192,000
Restricted - Under Review by Board	3,466,506	2,323,239
Restricted - Contingency Reserves	2,000,000	2,000,000
Subtotal Internally Restricted	58,013,535	54,534,432
Capital Surplus	\$175,344,276	\$169,398,504
Internally Restricted (Appropriated) by Board for:		
2020/21 Budget Appropriation	7,707,769	5,513,523
School/Staff Account Balances	5,390,399	4,273,398
Outstanding Purchase Orders	269,600	246,982
School Generated Funds	2,270,000	1,600,000
Subtotal Internally Restricted	\$15,637,768	\$11,633,903
Unrestricted Operating Surplus	3,357,918	6,600,111
Total Operating Surplus, Restricted and Unrestricted	\$18,995,686	\$18,234,014
Total Accumulated Surplus	\$194,339,962	\$187,632,518

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 20     OTHER REVENUE**

Other Revenue, shown on Statement 2, comprises the following:

	2020	2019
Operating Fund:		
Other School District/Education Authorities	\$495,000	\$495,000
Miscellaneous:		
Cafeteria	218,579	342,588
Miscellaneous	7,732	16,562
Recognition of Unrestricted School Generated Funds	670,000	-
	<u>\$1,391,311</u>	<u>\$854,150</u>
Special Purpose Funds:		
School Generated Funds	5,380,856	7,148,096
Educational Trust Funds	282,763	315,488
Strong Start	11,912	-
	<u>\$5,675,531</u>	<u>\$7,463,584</u>
Capital Fund:		
CSI Buyout	-	310,898
	<u>\$-</u>	<u>\$310,898</u>
Total Other Revenue	<u>\$7,066,842</u>	<u>\$8,628,632</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 21 FINANCIAL STATEMENT PRESENTATION – BY FUND**

While Canadian public sector accounting standards (“PSA Standards”) require that financial information for each fund be presented separately within the unaudited Schedules to these financial statements, there is no reporting requirement to provide segmented summary information.

Thus, for the reader’s ease of use of these financial statements, this information is presented below, for both the Statement of Financial Position and the Statement of Operations.

i) Statement of Financial Position by Fund

	Operating Fund	Special Purpose Funds	Capital Fund	Total June 30, 2020	Total June 30, 2019
	\$	\$	\$	\$	\$
<b>Financial Assets</b>					
Cash and Cash Equivalents	145,407,219	4,497,273	-	149,904,492	139,347,804
Accounts Receivable					
Due from Province - Ministry of Education	-	92,598	-	92,598	93,946
Due from Province - Other	-	-	-	-	541
Other	2,325,042	948,797	-	3,273,839	2,892,614
Portfolio Investments	-	759,793	-	759,793	815,229
<b>Total Financial Assets</b>	<b>147,732,261</b>	<b>6,298,461</b>	<b>-</b>	<b>154,030,722</b>	<b>143,150,134</b>
<b>Liabilities</b>					
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education	86,218	73,838	-	160,056	106,000
Other	23,576,294	339,207	3,265,024	27,180,525	24,573,106
Due To/From	80,275,349	(1,582,845)	(78,692,504)	-	-
Unearned Revenue	13,018,907	-	-	13,018,907	15,992,335
Deferred Revenue	-	7,468,261	-	7,468,261	7,690,098
Deferred Capital Revenue	-	-	220,098,761	220,098,761	195,623,135
Employee Future Benefits	12,249,605	-	-	12,249,605	11,346,552
Capital Lease Obligations	-	-	5,048,794	5,048,794	4,071,590
<b>Total Liabilities</b>	<b>129,206,373</b>	<b>6,298,461</b>	<b>149,720,075</b>	<b>285,224,909</b>	<b>259,402,816</b>
<b>Net Financial Assets (Debt)</b>	<b>18,525,888</b>	<b>-</b>	<b>(149,720,075)</b>	<b>(131,194,187)</b>	<b>(116,252,682)</b>
<b>Non-Financial Assets</b>					
Tangible Capital Assets	-	-	325,064,351	325,064,351	302,874,847
Prepaid Expenses	469,798	-	-	469,798	1,010,353
<b>Total Non-Financial Assets</b>	<b>469,798</b>	<b>-</b>	<b>325,064,351</b>	<b>325,534,149</b>	<b>303,885,200</b>
<b>Accumulated Surplus (Deficit)</b>	<b>18,995,686</b>	<b>-</b>	<b>175,344,276</b>	<b>194,339,962</b>	<b>187,632,518</b>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

**NOTE 21 FINANCIAL STATEMENT PRESENTATION – BY FUND** *(Continued)*

ii) Statement of Operations by Fund

	2020 Budget (Total)	Operating Fund	Special Purpose Funds	Capital Fund	2020 Actual Total	2019 Actual Total
	\$	\$	\$	\$	\$	\$
<b>Revenues</b>						
Provincial Grants						
Ministry of Education	225,176,594	188,491,472	38,951,235	-	227,442,707	216,667,433
Other	90,000	86,758	-	-	86,758	108,098
Federal Grants	1,562,328	-	1,490,069	-	1,490,069	1,563,573
Tuition	20,960,234	19,954,804	-	-	19,954,804	19,992,817
Other Revenue	8,716,922	1,391,311	5,675,531	-	7,066,842	8,628,632
Rentals and Leases	1,380,721	1,137,768	-	-	1,137,768	1,048,311
Investment Income	3,464,566	1,411,380	42,326	1,346,018	2,799,724	3,110,505
Loss (Gain) on Disposal of Tangible Capital Assets	-	-	-	(81,910)	(81,910)	-
Amortization of Deferred Capital Revenue	8,360,477	-	-	8,354,229	8,354,229	8,287,156
<b>Total Revenue</b>	<b>269,711,842</b>	<b>212,473,493</b>	<b>46,159,161</b>	<b>9,618,337</b>	<b>268,250,991</b>	<b>259,406,525</b>
<b>Expenses</b>						
Instruction	217,587,121	167,020,112	43,721,161	-	210,741,273	203,044,834
District Administration	7,330,508	5,960,387	785,920	-	6,746,307	6,704,709
Operations and Maintenance	43,567,469	26,208,119	703,549	15,199,708	42,111,376	42,318,560
Transportation and Housing	1,746,587	1,385,769	-	365,204	1,750,973	1,629,564
Debt Services	180,000	-	-	193,618	193,618	132,914
<b>Total Expense</b>	<b>270,411,685</b>	<b>200,574,387</b>	<b>45,210,630</b>	<b>15,758,530</b>	<b>261,543,547</b>	<b>253,830,581</b>
<b>Surplus (Deficit) for the year</b>	<b>(699,843)</b>	<b>11,899,106</b>	<b>948,531</b>	<b>(6,140,193)</b>	<b>6,707,444</b>	<b>5,575,944</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>18,234,014</b>	<b>-</b>	<b>169,398,504</b>	<b>187,632,518</b>	<b>182,056,574</b>
<b>Interfund Transfers (Note 14)</b>		<b>(11,137,434)</b>	<b>(948,531)</b>	<b>12,085,965</b>	<b>-</b>	<b>-</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>18,995,686</b>	<b>-</b>	<b>175,344,276</b>	<b>194,339,962</b>	<b>187,632,518</b>

**NOTE 22 ECONOMIC DEPENDENCE**

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

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 23      SUPPLEMENTARY CASH FLOW INFORMATION**

During the year, the School District had acquired tangible capital assets under capital leases of \$3,390,008 (2019 - \$2,158,686).

**NOTE 24      CONTRACTUAL OBLIGATIONS**

The School District has entered into a number of multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts.

	2021	2022	2023	2024	2025
Future Operating Lease Payments	\$2,564,253	\$1,561,624	\$509,220	\$406,479	\$7,218
Approved Capital Projects - Unperformed Portion	\$21,533,133	\$16,586,847	\$88,438	-	-
	<u>\$24,097,386</u>	<u>\$18,148,471</u>	<u>\$597,658</u>	<u>\$406,479</u>	<u>\$7,218</u>

**NOTE 25      RECAST OF PRIOR YEAR**

An adjustment of the prior year's Statement of Financial Position (Statement 1) was made to reclassify investments, held by the School District, as Portfolio Investments and not as Cash and Cash Equivalents. There is no impact to the financial statements.

The effect of this adjustment on 2019 Statement of Financial Position is as follows:

Decrease to Cash and Cash Equivalent of \$(815,229).  
Increase to Portfolio Investments of \$815,229.

**NOTE 26      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.



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2020**

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**NOTE 26     RISK MANAGEMENT** *(Continued)*

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a debtor. This risk is mitigated as most amount receivables 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 and term deposits.

b) Market risk:

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest primarily in guaranteed investment certificates and term deposits that have a maturity date of no more than 3 years.

c) Liquidity risk

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

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

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

# School District No. 38 (Richmond)

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

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	18,234,014		169,398,504	187,632,518	182,056,574
<b>Changes for the year</b>					
Surplus (Deficit) for the year	11,899,106	948,531	(6,140,193)	6,707,444	5,575,944
Interfund Transfers	(806,525)	(948,531)	1,755,056	-	-
Tangible Capital Assets Purchased	(10,330,909)		10,330,909	-	-
Local Capital	761,672	-	5,945,772	6,707,444	5,575,944
<b>Net Changes for the year</b>					
	18,995,686	-	175,344,276	194,339,962	187,632,518

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

**School District No. 38 (Richmond)**

Schedule 2 (Unaudited)

## Schedule of Operating Operations

Year Ended June 30, 2020

	2020 Budget (Note 16)	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	185,466,964	188,491,472	179,356,362
Other	90,000	86,758	108,098
Tuition	20,960,234	19,954,804	19,992,817
Other Revenue	849,954	1,391,311	854,150
Rentals and Leases	1,380,721	1,137,768	1,048,311
Investment Income	1,690,223	1,411,380	1,492,401
<b>Total Revenue</b>	<b>210,438,096</b>	<b>212,473,493</b>	<b>202,852,139</b>
<b>Expenses</b>			
Instruction	170,900,107	167,020,112	159,130,703
District Administration	6,587,355	5,960,387	5,841,690
Operations and Maintenance	27,745,555	26,208,119	27,228,192
Transportation and Housing	1,374,102	1,385,769	1,288,550
<b>Total Expense</b>	<b>206,607,119</b>	<b>200,574,387</b>	<b>193,489,135</b>
<b>Operating Surplus (Deficit) for the year</b>	<b>3,830,977</b>	<b>11,899,106</b>	<b>9,363,004</b>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<b>5,513,523</b>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		(806,525)	(545,320)
Local Capital	(9,344,500)	(10,330,909)	(6,986,713)
<b>Total Net Transfers</b>	<b>(9,344,500)</b>	<b>(11,137,434)</b>	<b>(7,532,033)</b>
<b>Total Operating Surplus (Deficit), for the year</b>	<b>-</b>	<b>761,672</b>	<b>1,830,971</b>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>18,234,014</b>	<b>16,403,043</b>
<b>Operating Surplus (Deficit), end of year</b>		<b>18,995,686</b>	<b>18,234,014</b>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 19)		15,637,768	11,633,903
Unrestricted		3,357,918	6,600,111
<b>Total Operating Surplus (Deficit), end of year</b>		<b>18,995,686</b>	<b>18,234,014</b>

**School District No. 38 (Richmond)**

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2020

	2020 Budget (Note 16) \$	2020 Actual \$	2019 Actual (Recast - Note 25) \$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	181,362,326	181,050,244	175,951,122
Other Ministry of Education Grants			
Pay Equity	2,215,706	2,215,706	2,215,706
Funding for Graduated Adults	71,616	127,666	96,858
Transportation Supplement	21,608	21,608	21,608
Economic Stability Dividend			222,505
Carbon Tax Grant	144,720	144,720	144,720
Employer Health Tax Grant	1,568,622	1,568,622	476,672
Strategic Priorities - Mental Health Grant			30,300
Support Staff Benefits Grant	55,074	105,062	55,074
BCTEA - LEA Capacity Building Grant			-
Support Staff Wage Increase Funding	-	825,057	
Teachers' Labour Settlement Funding	-	2,401,391	
FSA Scorer	27,292	27,292	-
SRG3 Assessment Grant	-	-	114,504
Other Misc and One-Time Grants	-	4,104	27,293
<b>Total Provincial Grants - Ministry of Education</b>	<b>185,466,964</b>	<b>188,491,472</b>	<b>179,356,362</b>
<b>Provincial Grants - Other</b>	<b>90,000</b>	<b>86,758</b>	<b>108,098</b>
<b>Tuition</b>			
Summer School Fees	477,170	474,630	519,570
Continuing Education	989,064	1,061,306	987,762
International and Out of Province Students	19,494,000	18,418,868	18,485,485
<b>Total Tuition</b>	<b>20,960,234</b>	<b>19,954,804</b>	<b>19,992,817</b>
<b>Other Revenues</b>			
Other School District/Education Authorities	495,000	495,000	495,000
Miscellaneous			
Cafeteria	341,954	218,579	342,588
Miscellaneous	13,000	7,732	16,562
Recognition of Unrestricted School Generated Funds	-	670,000	-
<b>Total Other Revenue</b>	<b>849,954</b>	<b>1,391,311</b>	<b>854,150</b>
<b>Rentals and Leases</b>	<b>1,380,721</b>	<b>1,137,768</b>	<b>1,048,311</b>
<b>Investment Income</b>	<b>1,690,223</b>	<b>1,411,380</b>	<b>1,492,401</b>
<b>Total Operating Revenue</b>	<b>210,438,096</b>	<b>212,473,493</b>	<b>202,852,139</b>

**School District No. 38 (Richmond)**

Schedule of Operating Expense by Object

Year Ended June 30, 2020

Schedule 2B (Unaudited)

	2020 Budget (Note 16)	2020 Actual	2019 Actual (Recast - Note 25)
	\$	\$	\$
<b>Salaries</b>			
Teachers	88,265,994	88,406,649	82,818,767
Principals and Vice Principals	12,896,891	13,005,265	12,342,301
Educational Assistants	13,203,968	13,131,962	11,373,278
Support Staff	21,748,242	20,882,164	19,849,728
Other Professionals	5,879,318	5,860,488	5,318,183
Substitutes	8,448,579	6,858,177	6,839,107
<b>Total Salaries</b>	<b>150,442,992</b>	<b>148,144,705</b>	<b>138,541,364</b>
<b>Employee Benefits</b>	<b>35,104,425</b>	<b>34,905,797</b>	<b>34,969,676</b>
<b>Total Salaries and Benefits</b>	<b>185,547,417</b>	<b>183,050,502</b>	<b>173,511,040</b>
<b>Services and Supplies</b>			
Services	8,404,776	7,253,347	9,598,469
Student Transportation	15,300	8,022	5,300
Professional Development and Travel	1,008,089	796,603	1,028,190
Rentals and Leases	255,144	260,793	252,427
Dues and Fees	121,040	93,662	108,824
Insurance	532,776	481,567	444,774
Supplies	7,286,033	5,642,641	4,930,553
Utilities	3,436,544	2,987,250	3,609,558
<b>Total Services and Supplies</b>	<b>21,059,702</b>	<b>17,523,885</b>	<b>19,978,095</b>
<b>Total Operating Expense</b>	<b>206,607,119</b>	<b>200,574,387</b>	<b>193,489,135</b>

# School District No. 38 (Richmond)

Operating Expense by Function, Program and Object  
Year Ended June 30, 2020

Schedule 2C (Unaudited)

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	67,635,417	2,459,892		1,029,583		5,147,251	76,272,143
1.03 Career Programs	218,189			432,787			650,976
1.07 Library Services	1,307,391			579,834			1,887,225
1.08 Counselling	2,191,193						2,191,193
1.10 Special Education	6,955,544	112,130	13,131,962			274,311	20,473,947
1.30 English Language Learning	4,455,121			154,767			4,609,888
1.31 Indigenous Education	272,558			34,496			307,054
1.41 School Administration		9,740,551		4,445,061		333,574	14,519,186
1.60 Summer School	724,715	108,867				21,483	855,065
1.61 Continuing Education	457,697	417,375		146,328	89,705	320,677	1,431,782
1.62 International and Out of Province Students	4,188,824	17,495		213,794	726,172		5,146,285
1.64 Other							
<b>Total Function 1</b>	<b>88,406,649</b>	<b>12,856,310</b>	<b>13,131,962</b>	<b>7,036,650</b>	<b>815,877</b>	<b>6,097,296</b>	<b>128,344,744</b>
<b>4 District Administration</b>							
4.11 Educational Administration				173,263	1,816,457	1,251	1,990,971
4.40 School District Governance					195,514		195,514
4.41 Business Administration		148,955		917,852	1,423,389	5,836	2,496,032
<b>Total Function 4</b>	<b>-</b>	<b>148,955</b>	<b>-</b>	<b>1,091,115</b>	<b>3,435,360</b>	<b>7,087</b>	<b>4,682,517</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				140,450	1,609,251	46,690	1,796,391
5.50 Maintenance Operations				11,273,011		620,505	11,893,516
5.52 Maintenance of Grounds				772,661			772,661
5.56 Utilities							
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,186,122</b>	<b>1,609,251</b>	<b>667,195</b>	<b>14,462,568</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration							
7.70 Student Transportation				568,277		86,599	654,876
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>568,277</b>	<b>-</b>	<b>86,599</b>	<b>654,876</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>88,406,649</b>	<b>13,005,265</b>	<b>13,131,962</b>	<b>20,882,164</b>	<b>5,860,488</b>	<b>6,858,177</b>	<b>148,144,705</b>



# School District No. 38 (Richmond)

Operating Expense by Function, Program and Object  
Year Ended June 30, 2020

Schedule 2C (Unaudited)

	Total Salaries \$	Employee Benefits \$	Total Salaries and Benefits \$	Services and Supplies \$	2020 Actual \$	2020 Budget (Note 16) \$	2019 Actual (Recast - Note 25) \$
<b>1 Instruction</b>							
1.02 Regular Instruction	76,272,143	18,391,732	94,663,875	2,320,982	96,984,857	100,074,962	92,888,835
1.03 Career Programs	650,976	158,156	809,132	254,721	1,063,853	1,666,588	1,074,924
1.07 Library Services	1,887,225	426,278	2,313,503	364,593	2,678,096	2,648,245	2,823,649
1.08 Counselling	2,191,193	457,979	2,649,172	3,229	2,652,401	3,339,967	2,700,254
1.10 Special Education	20,473,947	5,297,020	25,770,967	1,345,309	27,116,276	27,768,840	25,129,337
1.30 English Language Learning	4,609,888	1,043,257	5,653,145	29,234	5,682,379	3,910,068	4,167,313
1.31 Indigenous Education	307,054	74,489	381,543	50,819	432,362	510,167	539,748
1.41 School Administration	14,519,186	2,985,515	17,504,701	303,116	17,807,817	17,291,117	17,382,959
1.60 Summer School	855,065	155,838	1,010,903	67,463	1,078,366	974,311	932,531
1.61 Continuing Education	1,431,782	242,854	1,674,636	254,381	1,929,017	2,170,872	1,889,093
1.62 International and Out of Province Students	5,146,285	1,132,925	6,279,210	3,306,324	9,585,534	10,535,438	9,592,803
1.64 Other	-	-	-	9,154	9,154	9,532	9,257
<b>Total Function 1</b>	<b>128,344,744</b>	<b>30,366,043</b>	<b>158,710,787</b>	<b>8,309,325</b>	<b>167,020,112</b>	<b>170,900,107</b>	<b>159,130,703</b>
<b>4 District Administration</b>							
4.11 Educational Administration	1,990,971	369,240	2,360,211	226,348	2,586,559	2,643,873	2,642,200
4.40 School District Governance	195,514	11,454	206,968	84,946	291,914	354,652	296,040
4.41 Business Administration	2,496,032	510,251	3,006,283	75,631	3,081,914	3,588,830	2,903,450
<b>Total Function 4</b>	<b>4,682,517</b>	<b>890,945</b>	<b>5,573,462</b>	<b>386,925</b>	<b>5,960,387</b>	<b>6,587,355</b>	<b>5,841,690</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	1,796,391	342,668	2,139,059	701,836	2,840,895	3,256,065	3,162,192
5.50 Maintenance Operations	11,893,516	2,908,976	14,802,492	4,409,049	19,211,541	19,921,169	19,281,696
5.52 Maintenance of Grounds	772,661	181,768	954,429	214,004	1,168,433	1,131,777	1,174,746
5.56 Utilities	-	-	-	2,987,250	2,987,250	3,436,544	3,609,558
<b>Total Function 5</b>	<b>14,462,568</b>	<b>3,433,412</b>	<b>17,895,980</b>	<b>8,312,139</b>	<b>26,208,119</b>	<b>27,745,555</b>	<b>27,228,192</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	-	-	-	-	-	64,475	-
7.70 Student Transportation	654,876	215,397	870,273	515,496	1,385,769	1,309,627	1,288,550
<b>Total Function 7</b>	<b>654,876</b>	<b>215,397</b>	<b>870,273</b>	<b>515,496</b>	<b>1,385,769</b>	<b>1,374,102</b>	<b>1,288,550</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>148,144,705</b>	<b>34,905,797</b>	<b>183,050,502</b>	<b>17,523,885</b>	<b>200,574,387</b>	<b>206,607,119</b>	<b>193,489,135</b>

**School District No. 38 (Richmond)**

## Schedule of Special Purpose Operations

Year Ended June 30, 2020

Schedule 3 (Unaudited)

	2020 Budget (Note 16) \$	2020 Actual \$	2019 Actual (Recast - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	39,709,630	38,951,235	37,311,071
Federal Grants	1,562,328	1,490,069	1,563,573
Other Revenue	7,866,968	5,675,531	7,463,584
Investment Income	38,900	42,326	15,830
<b>Total Revenue</b>	<b>49,177,826</b>	<b>46,159,161</b>	<b>46,354,058</b>
<b>Expenses</b>			
Instruction	46,687,014	43,721,161	43,914,131
District Administration	743,153	785,920	863,019
Operations and Maintenance	971,459	703,549	676,840
<b>Total Expense</b>	<b>48,401,626</b>	<b>45,210,630</b>	<b>45,453,990</b>
<b>Special Purpose Surplus (Deficit) for the year</b>	<b>776,200</b>	<b>948,531</b>	<b>900,068</b>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(776,200)	(948,531)	(900,068)
<b>Total Net Transfers</b>	<b>(776,200)</b>	<b>(948,531)</b>	<b>(900,068)</b>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<b>-</b>	<b>-</b>

**School District No. 38 (Richmond)**  
Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2020

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	-	426,952	1,050,537	5,730,400	18,316	183,853	27,815	9,665	
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education	829,133	672,110			225,106	93,781	308,660	752,652	5,431,002
Federal Grants			45,051	5,006,187	11,912				
Other			23,590						
Investment Income									
<b>Less: Allocated to Revenue</b>	829,133	672,110	68,641	5,006,187	237,018	93,781	308,660	752,652	5,431,002
<b>Recovered</b>		811,767	40,703	5,380,856	209,034	159,665	288,215	684,271	5,431,002
<b>Deferred Revenue, end of year</b>	-	287,295	1,078,475	5,355,731	46,300	117,969	20,445	78,046	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	829,133	811,767			197,122	159,665	288,215	684,271	5,431,002
Federal Grants									
Other Revenue				5,380,856	11,912				
Investment Income			40,703						
<b>Expenses</b>									
Salaries	829,133	811,767	40,703	5,380,856	209,034	159,665	288,215	684,271	5,431,002
Teachers									
Principals and Vice Principals					46,061		92,907		225,333
Educational Assistants								358,842	2,441,956
Support Staff		686,774			152,142	17,683			505,656
Other Professionals									205,239
Substitutes							15,657		810,210
Employee Benefits	-	686,774	-	-	152,142	63,744	108,564	358,842	4,188,394
Services and Supplies	52,933	124,993			42,603	15,276	21,633	95,666	1,049,341
	52,933	811,767	40,703	5,380,856	14,289	80,645	150,141	229,763	28,813
			40,703	5,380,856	209,034	159,665	280,338	684,271	5,266,548
<b>Net Revenue (Expense) before Interfund Transfers</b>	776,200	-	-	-	-	-	7,877	-	164,454
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased	(776,200)						(7,877)		(164,454)
	(776,200)	-	-	-	-	-	(7,877)	-	(164,454)
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

## Schedule 3A (Unaudited)

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health In Schools	Changing Results for Young Children	Provincial Resource Program	Provincial Early Intervention	Community Trust	LINC/
1987-88	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1988-89	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1989-90	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1990-91	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1991-92	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1992-93	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1993-94	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1994-95	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1995-96	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1996-97	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1997-98	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1998-99	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
1999-00	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2000-01	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2001-02	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2002-03	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2003-04	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2004-05	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2005-06	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2006-07	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2007-08	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2008-09	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2009-10	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2010-11	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2011-12	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2012-13	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2013-14	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2014-15	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2015-16	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2016-17	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2017-18	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2018-19	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2019-20	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2020-21	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2021-22	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2022-23	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2023-24	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2024-25	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2025-26	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2026-27	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2027-28	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2028-29	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2029-30	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2030-31	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2031-32	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2032-33	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2033-34	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2034-35	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2035-36	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2036-37	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2037-38	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2038-39	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2039-40	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2040-41	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2041-42	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2042-43	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2043-44	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2044-45	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2045-46	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2046-47	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
2047-48	\$0	\$0	\$0	\$				

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

Deferred Revenue, end of year

Provincial Grants - Ministry of Education  
Federal Grants  
Other Revenue  
Investment Income

Teachers  
Principals and Vice Principals  
Educational Assistants  
Support Staff  
Other Professionals  
Substitutes

Net Revenue (Expense)

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**School District No. 38 (Richmond)**  
Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2020

<b>Deferred Revenue, beginning of year</b>	<b>TOTAL</b>
	<b>\$</b>
	7,690,098
<b>Add: Restricted Grants</b>	
Provincial Grants - Ministry of Education	39,027,187
Federal Grants	1,512,970
Other	5,451,215
Investment Income	25,213
	46,016,585
<b>Less: Allocated to Revenue</b>	
Recovered	46,159,161
	79,261
<b>Deferred Revenue, end of year</b>	<b>7,468,261</b>
<b>Revenues</b>	
Provincial Grants - Ministry of Education	38,951,235
Federal Grants	1,490,069
Other Revenue	5,675,531
Investment Income	42,326
	46,159,161
<b>Expenses</b>	
Salaries	
Teachers	24,133,451
Principals and Vice Principals	225,333
Educational Assistants	3,657,397
Support Staff	1,121,417
Other Professionals	295,616
Substitutes	1,338,660
	30,771,874
Employee Benefits	7,402,672
Services and Supplies	7,036,084
	45,210,630
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>948,531</b>
<b>Interfund Transfers</b>	
Tangible Capital Assets Purchased	(948,531)
	(948,531)
<b>Net Revenue (Expense)</b>	<b>-</b>

**School District No. 38 (Richmond)**

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2020

	2020 Budget (Note 16)	2020 Actual			2019 Actual (Recast - Note 25)
	\$	Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	\$
<b>Revenues</b>					
Other Revenue				-	310,898
Investment Income	1,735,443		1,346,018	1,346,018	1,602,274
Gain (Loss) on Disposal of Tangible Capital Assets		(81,910)		(81,910)	-
Amortization of Deferred Capital Revenue	8,360,477	8,354,229		8,354,229	8,287,156
<b>Total Revenue</b>	<b>10,095,920</b>	<b>8,272,319</b>	<b>1,346,018</b>	<b>9,618,337</b>	<b>10,200,328</b>
<b>Expenses</b>					
Operations and Maintenance			400,385	400,385	-
Amortization of Tangible Capital Assets					
Operations and Maintenance	14,850,455	14,799,323		14,799,323	14,413,528
Transportation and Housing	372,485	365,204		365,204	341,014
Debt Services					
Capital Lease Interest	180,000		193,618	193,618	132,914
<b>Total Expense</b>	<b>15,402,940</b>	<b>15,164,527</b>	<b>594,003</b>	<b>15,758,530</b>	<b>14,887,456</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(5,307,020)</b>	<b>(6,892,208)</b>	<b>752,015</b>	<b>(6,140,193)</b>	<b>(4,687,128)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	776,200	1,755,056		1,755,056	1,445,388
Local Capital	9,344,500		10,330,909	10,330,909	6,986,713
<b>Total Net Transfers</b>	<b>10,120,700</b>	<b>1,755,056</b>	<b>10,330,909</b>	<b>12,085,965</b>	<b>8,432,101</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		3,422,300	(3,422,300)	-	
Tangible Capital Assets WIP Purchased from Local Capital		1,768,717	(1,768,717)	-	
Principal Payment					
Capital Lease		2,412,804	(2,412,804)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>7,603,821</b>	<b>(7,603,821)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>4,813,680</b>	<b>2,466,669</b>	<b>3,479,103</b>	<b>5,945,772</b>	<b>3,744,973</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>114,864,072</b>	<b>54,534,432</b>	<b>169,398,504</b>	<b>165,653,531</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>117,330,741</b>	<b>58,013,535</b>	<b>175,344,276</b>	<b>169,398,504</b>



# School District No. 38 (Richmond)

Tangible Capital Assets

Year Ended June 30, 2020

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	55,169,613	441,442,043	9,007,329	3,530,318	1,806,036	15,783,276	526,738,615
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		3,228,505	180,000				3,408,505
Deferred Capital Revenue - Other			61,090				61,090
Operating Fund			473,069				473,069
Special Purpose Funds		776,200				333,456	1,109,656
Local Capital		518,700	1,375,230	354,380	97,580	1,076,410	3,422,300
Additions Under Capital Lease						3,390,008	3,390,008
Decrease:							
Disposed of		4,523,405	2,089,389	354,380	97,580	4,972,205	12,036,959
Deemed Disposals			638,710	204,023	631,898	136,517	1,575,148
Cost, end of year							
Work in Progress, end of year		-	638,710	204,023	631,898	2,873,345	4,347,976
Cost and Work in Progress, end of year							
	55,169,613	445,965,448	10,458,008	3,680,675	1,271,718	17,745,619	534,291,081
	55,169,613	481,151,237	10,458,008	3,680,675	1,271,718	17,745,619	569,476,870
Accumulated Amortization, beginning of year							
Changes for the Year							
Increase: Amortization for the Year		219,207,534	4,392,054	1,701,237	1,291,361	7,058,389	233,650,575
Decrease:							
Disposed of		10,111,476	973,267	365,204	307,776	3,406,804	15,164,527
Deemed Disposals							
			638,710	204,023	631,898	54,607	1,434,138
			638,710	204,023	631,898	2,873,345	4,347,976
Accumulated Amortization, end of year		229,319,010	4,726,611	1,862,418	967,239	7,537,241	244,412,519
Tangible Capital Assets - Net	55,169,613	251,832,227	5,731,397	1,818,257	304,479	10,208,378	325,064,351

**School District No. 38 (Richmond)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2020

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
<b>Work in Progress, beginning of year</b>	9,786,807				9,786,807
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	23,630,265				23,630,265
Local Capital	1,768,717				1,768,717
	25,398,982	-	-	-	25,398,982
<b>Net Changes for the Year</b>	25,398,982	-	-	-	25,398,982
<b>Work in Progress, end of year</b>	35,185,789	-	-	-	35,185,789

**School District No. 38 (Richmond)**

Schedule 4C (Unaudited)

Deferred Capital Revenue  
Year Ended June 30, 2020

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	172,510,547	1,284,913	356,915	174,152,375
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	3,408,505	61,090		3,469,595
	3,408,505	61,090	-	3,469,595
Decrease:				
Amortization of Deferred Capital Revenue	8,269,725	66,801	17,703	8,354,229
	8,269,725	66,801	17,703	8,354,229
<b>Net Changes for the Year</b>	(4,861,220)	(5,711)	(17,703)	(4,884,634)
<b>Deferred Capital Revenue, end of year</b>	<b>167,649,327</b>	<b>1,279,202</b>	<b>339,212</b>	<b>169,267,741</b>
 <b>Work in Progress, beginning of year</b>	 9,786,807			 9,786,807
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	23,630,265			23,630,265
	23,630,265	-	-	23,630,265
<b>Net Changes for the Year</b>	23,630,265	-	-	23,630,265
<b>Work in Progress, end of year</b>	<b>33,417,072</b>	<b>-</b>	<b>-</b>	<b>33,417,072</b>
<b>Total Deferred Capital Revenue, end of year</b>	<b>201,066,399</b>	<b>1,279,202</b>	<b>339,212</b>	<b>202,684,813</b>

# School District No. 38 (Richmond)

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

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
<b>Balance, beginning of year</b>	\$ 941,342	\$ 102,012	\$ 91,084	\$ 10,549,515	\$ -	\$ 11,683,953
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	31,588,957					31,588,957
Other				963,022		963,022
Investment Income		2,601		275,275		277,876
Decrease:						
Transferred to DCR - Capital Additions		2,601	-	1,238,297	-	32,829,855
Transferred to DCR - Work in Progress	3,408,505		61,090			3,469,595
	23,630,265					23,630,265
	27,038,770	-	61,090	-	-	27,099,860
<b>Net Changes for the Year</b>	4,550,187	2,601	(61,090)	1,238,297	-	5,729,995
<b>Balance, end of year</b>	<b>5,491,529</b>	<b>104,613</b>	<b>29,994</b>	<b>11,787,812</b>	<b>-</b>	<b>17,413,948</b>