

Audited Financial Statements of

School District No. 38 (Richmond)

And Independent Auditors' Report thereon

June 30, 2024

School District No. 38 (Richmond)

June 30, 2024

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School District No. 38 (Richmond)

MANAGEMENT REPORT

Version: 6343-5597-3615

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, KPMG 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.

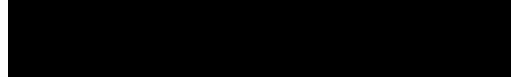
On behalf of School District No. 38 (Richmond)



Signature of the Chairperson of the Board of Education

SEPT. 25, 2024

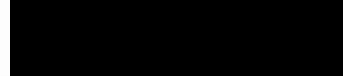
Date Signed



Signature of the Superintendent

SEPT. 25, 2024

Date Signed



Signature of the Secretary Treasurer

SEPT. 25, 2024

Date Signed



KPMG LLP

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INDEPENDENT AUDITOR'S REPORT

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

Opinion

We have audited the financial statements of School District No. 38 (Richmond), (the "Entity"), which comprise:

- the statement of financial position as at June 30, 2024
- 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
- and notes to the financial statements, including a summary of significant accounting policies (hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements as at and for the year ended June 30, 2024 of the Entity are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the "**Auditors' Responsibilities for the Audit of the Financial Statements**" section of our auditors' report.

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

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



Emphasis of Matter – Financial Reporting Framework

We draw attention to Note 2(a) to the financial statements which describes the applicable financial reporting framework and the significant differences between the financial reporting framework and Canadian public sector accounting standards.

Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. Other information comprises:

- Information, other than the financial statements and auditor's report thereon, included in the Financial Statement Discussion and Analysis document; and
- Unaudited Schedules 1-4 attached to the audited financial statements.

Our opinion on the financial statements does not cover the other information and we do not and will 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.

We obtained the information, other than the financial statements and auditor's report thereon, included in the Financial Statement Discussion and Analysis document and the Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.

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

Management is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget and 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the 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 Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



District No. 38 (Richmond)

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- 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 Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- 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.

KPMG LLP

Chartered Professional Accountants

Vancouver, Canada
September 26, 2024

School District No. 38 (Richmond)

Statement of Financial Position

As at June 30, 2024

	2024 Actual	2023 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents (Note 3)	158,774,436	146,770,546
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	182,755	329,107
Other (Note 4)	3,509,545	3,941,204
Portfolio Investments (Note 5)	659,252	741,904
Total Financial Assets	<u>163,125,988</u>	<u>151,782,761</u>
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 6)	32,022,965	28,413,892
Unearned Revenue (Note 7)	14,922,296	17,364,546
Deferred Revenue (Note 8)	9,552,242	8,186,374
Deferred Capital Revenue (Note 9)	303,824,280	283,416,877
Employee Future Benefits (Note 10)	15,046,958	13,896,234
Asset Retirement Obligation (Note 18)	24,175,727	24,175,727
Capital Lease Obligations (Note 11)	4,118,342	4,462,210
Total Liabilities	<u>403,662,810</u>	<u>379,915,860</u>
Net Debt	<u>(240,536,822)</u>	<u>(228,133,099)</u>
Non-Financial Assets		
Tangible Capital Assets (Note 12)	413,179,506	393,862,677
Prepaid Expenses	594,443	742,245
Total Non-Financial Assets	<u>413,773,949</u>	<u>394,604,922</u>
Accumulated Surplus (Deficit) (Note 20)	<u>173,237,127</u>	<u>166,471,823</u>

Contractual Obligations (Note 24)

Contingent Liabilities (Note 17)

Approved by the Board

Signature of the Chairperson of the Board of Education

Signature of the Superintendent

Signature of the Secretary Treasurer

SEPT. 25, 2024

Date Signed

SEPT. 25, 2024

Date Signed

SEPT. 25, 2024

Date Signed

School District No. 38 (Richmond)

Statement of Operations
Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	298,826,371	299,711,347	267,669,758
Other	87,917	80,586	386,849
Federal Grants	2,002,904	1,559,503	1,705,717
Tuition	20,155,758	20,621,325	16,819,979
Other Revenue (Note 21)	7,850,991	9,507,766	7,785,110
Rentals and Leases	1,617,788	1,779,538	1,537,002
Investment Income	5,597,295	6,116,361	4,911,902
Amortization of Deferred Capital Revenue	11,023,319	11,315,766	10,531,945
Total Revenue	<u>347,162,343</u>	<u>350,692,192</u>	<u>311,348,262</u>
Expenses (Note 19)			
Instruction	285,198,427	281,881,066	249,205,481
District Administration	8,986,569	7,950,828	7,677,771
Operations and Maintenance	50,332,711	51,942,896	48,452,457
Transportation and Housing	1,981,960	1,934,490	1,706,082
Debt Services	240,000	217,608	210,990
Total Expense	<u>346,739,667</u>	<u>343,926,888</u>	<u>307,252,781</u>
Surplus (Deficit) for the year	<u>422,676</u>	<u>6,765,304</u>	<u>4,095,481</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		<u>166,471,823</u>	162,376,342
Accumulated Surplus (Deficit) from Operations, end of year		<u>173,237,127</u>	<u>166,471,823</u>

School District No. 38 (Richmond)

Statement of Changes in Net Debt

Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Surplus (Deficit) for the year	422,676	6,765,304	4,095,481
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(35,992,912)	(38,118,010)	(39,830,613)
Amortization of Tangible Capital Assets	18,996,434	18,801,181	18,061,858
Total Effect of change in Tangible Capital Assets	(16,996,478)	(19,316,829)	(21,768,755)
Acquisition of Prepaid Expenses	-	(594,443)	(742,245)
Use of Prepaid Expenses	-	742,245	749,407
Total Effect of change in Other Non-Financial Assets	-	147,802	7,162
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	(16,573,802)	(12,403,723)	(17,666,112)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(12,403,723)	(17,666,112)
Net Debt, beginning of year		(228,133,099)	(210,466,987)
Net Debt, end of year		(240,536,822)	(228,133,099)

School District No. 38 (Richmond)

Statement of Cash Flows
Year Ended June 30, 2024

	2024 Actual	2023 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	6,765,304	4,095,481
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	578,011	119,990
Prepaid Expenses	147,802	7,162
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	3,609,073	1,444,280
Unearned Revenue	(2,442,250)	4,423,116
Deferred Revenue	1,365,868	379,259
Employee Future Benefits	1,150,724	733,573
Amortization of Tangible Capital Assets	18,801,181	18,061,858
Amortization of Deferred Capital Revenue	(11,315,766)	(10,531,945)
Total Operating Transactions	<u>18,659,947</u>	<u>18,732,774</u>
Capital Transactions		
Tangible Capital Assets Purchased	(20,931,434)	(17,247,434)
Tangible Capital Assets -WIP Purchased	(14,952,672)	(19,809,159)
Total Capital Transactions	<u>(35,884,106)</u>	<u>(37,056,593)</u>
Financing Transactions		
Capital Revenue Received	31,723,169	27,200,098
Capital Lease Payments	(2,577,772)	(2,585,784)
Total Financing Transactions	<u>29,145,397</u>	<u>24,614,314</u>
Investing Transactions		
Investments in Portfolio Investments	82,652	(4,826)
Total Investing Transactions	<u>82,652</u>	<u>(4,826)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	12,003,890	6,285,669
Cash and Cash Equivalents, beginning of year (Note 3)	<u>146,770,546</u>	<u>140,484,877</u>
Cash and Cash Equivalents, end of year	<u>158,774,436</u>	<u>146,770,546</u>
Cash and Cash Equivalents, end of year, is made up of:		
Cash (Note 3)	24,152,439	23,571,980
Cash Equivalents (Note 3)	134,621,997	123,198,566
	<u>158,774,436</u>	<u>146,770,546</u>
Supplementary Cash Flow Information (Note 23)		

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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 and Child Care (MECC). School District No. 38 (Richmond) is exempt from federal and provincial corporate income taxes.

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 that:

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

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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, 2023 - increase in annual surplus by \$16,668,153.

June 30, 2023 - increase in accumulated surplus and decrease in deferred contributions by \$283,416,877.

Year-ended June 30, 2024 - increase in annual surplus by \$20,407,403.

June 30, 2024 - increase in accumulated surplus and decrease in deferred contributions by \$303,824,280.

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 receivables 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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

f) Deferred Revenue and Deferred Capital Revenue

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

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.

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, 2024

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

h) Asset Retirement Obligations

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

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

The School District's asset retirement obligations include liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District. The estimated costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see Note 2(j)).

Assumptions used in the calculations are reviewed annually.

i) 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.

j) 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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

j) Tangible Capital Assets (Continued)

- 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.
- 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

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, 2024

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

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

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

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

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

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

n) Revenue Recognition (Continued)

Effective July 1, 2023, the District adopted PS3400, *Revenue*. The new accounting standard establishes a single framework to categorize revenue to enhance the consistency of revenue recognition and its measurement. The adoption of this new standard did not have a material impact on amounts presented in the financial statements.

Revenue from transactions with performance obligations is recognized when (or as) the performance obligation is satisfied (by providing the promised goods or services to a payor).

Revenue from transactions with no performance obligations is recognized when the 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.

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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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

p) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable, and accrued liabilities-other.

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.

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 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. Areas requiring the use of management estimates relate to the potential impairment of assets, asset retirement obligation, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 3 CASH AND CASH EQUIVALENTS

	2024	2023
Cash – Operating Fund	\$18,894,480	\$18,986,120
Cash – Special Purpose Fund	5,257,959	4,585,860
Cash Equivalents – Special Purpose Fund	1,231	1,182
Central Deposit Investment	134,524,297	123,095,496
Investments held by Richmond Community Foundation	96,469	101,888
	\$158,774,436	\$146,770,546

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.

NOTE 4 ACCOUNTS RECEIVABLE - OTHER

	2024	2023
Due from Federal Government	\$1,073,434	\$1,170,760
Due from Benefit Carrier - unrestricted deposit account	2,232,656	2,401,991
Other	203,455	368,453
	\$3,509,545	\$3,941,204

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 4.18% (2023 - 3.77%).

	2024	2023
GIC’s	\$659,252	\$741,904

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 6 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2024	2023
Trade payables	\$7,265,989	\$7,184,637
Salaries and benefits payable	21,773,714	18,156,118
Accrued vacation pay	2,210,936	2,416,386
Other	772,326	656,751
	\$32,022,965	\$28,413,892

NOTE 7 UNEARNED REVENUE

	2024	2023
Balance, beginning of year	\$17,364,546	\$12,941,430
Fees received	18,179,075	21,243,095
Fees recognized as revenue	(20,621,325)	(16,819,979)
	\$14,922,296	\$17,364,546

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.

	2024	2023
Balance, beginning of year	\$8,186,374	\$7,807,115
Changes for the year:		
Increase:		
Provincial grants - MECC	56,955,923	49,871,321
Federal grants	1,566,332	1,720,575
Other revenue	8,450,014	7,198,595
Investment income	73,745	48,248
	67,046,014	58,838,739
Decrease:		
Transfers to revenue	(65,680,146)	(58,459,480)
	\$9,552,242	\$8,186,374

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 9 DEFERRED CAPITAL REVENUE

Deferred capital revenue (DCR) 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.

	2024	2023
Balance, beginning of year	\$283,416,877	\$266,748,724
Changes for the year:		
Increase:		
Transfer from Deferred Revenue - capital additions	15,333,869	9,245,340
Transfer from Deferred Revenue - work in progress	14,672,196	16,251,240
Provincial grants - MECC	30,564,347	25,284,336
Other revenue	314,801	1,273,354
Investment income	844,021	642,408
	61,729,234	52,696,678
Decrease:		
Transfer to DCR - capital additions	(15,333,869)	(9,245,340)
Transfer to DCR – work in progress	(14,672,196)	(16,251,240)
Amortization	(11,315,766)	(10,531,945)
	(41,321,831)	(36,028,525)
Balance, end of year	\$303,824,280	\$283,416,877

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.

	2024	2023
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation - April 1	\$15,035,436	\$15,838,686
Service Cost	1,239,571	1,264,163
Interest Cost	612,999	515,958
Benefit Payments	(935,130)	(1,653,217)
Actuarial (Gain) Loss	(1,192,199)	(930,154)
Accrued Benefit Obligation - March 31	\$14,760,677	\$15,035,436

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 10 EMPLOYEE FUTURE BENEFITS *(Continued)*

	2024	2023
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	\$14,760,677	\$15,035,436
Market Value of Plan Assets - March 31	-	-
Funded Status - Deficit	(14,760,677)	(15,035,436)
Employer Contributions After Measurement Date	151,877	216,212
Benefit Expense After Measurement Date	(466,864)	(463,143)
Unamortized Net Actuarial Loss	28,706	1,386,133
Accrued Benefit Liability - June 30	\$(15,046,958)	\$(13,896,234)
 Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability - July 1	\$13,896,234	\$13,162,661
Net Expense for Fiscal Year	2,021,520	2,059,891
Employer Contributions	(870,796)	(1,326,318)
Accrued Benefit Liability - June 30	\$15,046,958	\$13,896,234
 Components of Net Benefit Expense		
Service Cost	\$1,235,741	\$1,258,015
Interest Cost	620,551	540,219
Amortization of Net Actuarial Loss	165,228	261,657
Net Benefit Expense	\$2,021,520	\$2,059,891

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

	2024	2023
Discount Rate - April 1	4.00%	3.25%
Discount Rate - March 31	4.25%	4.00%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSL - March 31	10.4	10.4

The impact of changes in assumptions between the March 31, 2024, measurement date and June 30, 2024, reporting date have been considered and are not considered to be material.

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

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

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:

	2024	2023
Macquarie Financial, with interest at 1.51%, expired Dec.1, 2023	\$ -	\$ 52,989
Macquarie Financial, with interest at 1.51%, expired March 1, 2024	-	90,263
Macquarie Financial, with interest at 1.51%, expired March 1, 2024	-	116,995
Macquarie Financial, with interest at 1.51%, expires September 1, 2024	-	49,694
Macquarie Financial, with interest at 1.51%, expires November 1, 2024	7,218	44,789
Macquarie Financial, with interest at .005%, expired June 1, 2024	-	12,532
Macquarie Financial, with interest at .005%, expires September 1, 2024	-	31,535
CSI EPC, with interest at 4.60%, expired February 1, 2024	-	46,437
CSI EPC, with interest at 3.91%, expired March 31, 2024	-	55,126
CSI EPC, with interest at 2.67%, expired May 31, 2024	-	191,762
CSI EPC, with interest at 2.67%, expires August 31, 2024	-	364,761
CSI EPC, with interest at 3.15%, expired May 30, 2024	-	148,695
CSI EPC, with interest at 3.15%, expires December 31, 2024	33,009	66,929
CSI EPC, with interest at 3.15%, expires March 31, 2025	149,832	339,919
CSI EPC, with interest at 3.95%, expires December 31, 2024	79,789	169,732
CSI EPC, with interest at 3.00%, expires February 28, 2025	170,821	345,774
CSI EPC, with interest at 3.95%, expires July 31, 2025	50,783	83,995
CSI EPC, with interest at 4.01%, expires August 31, 2025	225,140	414,512
CSI EPC, with interest at 4.01%, expires August 31, 2025	650,907	1,122,900
CSI EPC, with interest at 4.01%, expires August 31, 2025	159,139	280,929
CSI EPC, with interest at 6.01%, expires November 30, 2025	46,078	70,135
CSI EPC, with interest at 6.06%, expires February 28, 2026	67,398	89,482
CSI EPC, with interest at 5.70%, expires March 31, 2026	194,542	272,325
CSI EPC, with interest at 5.90%, expires August 31, 2027	991,221	-
CSI EPC, with interest at 5.90%, expires March 31, 2028	155,531	-
CSI EPC, with interest at 5.90%, expires March 31, 2028	159,122	-
CSI EPC, with interest at 5.90%, expires May 31, 2029	233,001	-
CSI EPC, with interest at 5.90%, expires May 31, 2028	429,856	-
CSI EPC, with interest at 5.90%, expires May 31, 2028	314,956	-
	\$4,118,342	\$4,462,210

Repayments are due as follows:

	2024
2025	\$2,406,874
2026	878,816
2027	752,341
2028	373,170
2029	41,333
Total minimum lease payments	\$4,452,534
Less amounts representing interest	334,192
Present value of net minimum capital lease payments	\$4,118,342

Total interest on leases for the year was \$217,608 (2023 - \$210,990).

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 12 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2024	Net Book Value 2023
Sites	\$55,169,613	\$55,169,613
Buildings	340,520,955	320,479,789
Furniture & Equipment	6,538,163	6,684,016
Vehicles	2,104,457	2,118,397
Computer Software	193,069	183,569
Computer Hardware	8,653,249	9,227,293
Total	\$413,179,506	\$393,862,677

June 30, 2024

Cost:	Opening Cost	Additions	Disposals/ Transfers	Total 2024
Sites	\$55,169,613	\$ -	\$ -	\$55,169,613
Buildings	583,021,437	48,230,389	-	631,251,826
Buildings - WIP	25,979,515	14,952,672	(29,670,975)	11,261,212
Furniture & Equipment	11,932,588	1,060,767	(793,556)	12,199,799
Vehicles	4,043,087	398,679	(385,850)	4,055,916
Computer Software	436,033	97,178	(92,463)	440,748
Computer Hardware	18,021,710	3,049,300	(3,534,946)	17,536,064
Total	\$698,603,983	\$67,788,985	\$(34,477,790)	\$731,915,178

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2024
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	288,521,163	13,470,920	-	301,992,083
Furniture & Equipment	5,248,572	1,206,620	(793,556)	5,661,636
Vehicles	1,924,690	412,619	(385,850)	1,951,459
Computer Software	252,464	87,678	(92,463)	247,679
Computer Hardware	8,794,417	3,623,344	(3,534,946)	8,882,815
Total	\$304,741,306	\$18,801,181	\$(4,806,815)	\$318,735,672

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 12 TANGIBLE CAPITAL ASSETS *(Continued)*

June 30, 2023

Cost:	Opening Cost	Additions	Disposals/ Transfers	Total 2023
Sites	\$55,169,613	\$ -	\$ -	\$55,169,613
Buildings	563,404,802	19,616,635	-	583,021,437
Buildings - WIP	11,126,347	19,809,159	(4,955,991)	25,979,515
Furniture & Equipment	11,846,227	891,513	(805,152)	11,932,588
Vehicles	3,476,315	1,047,560	(480,788)	4,043,087
Computer Software	418,325	66,900	(49,192)	436,033
Computer Hardware	18,706,577	3,354,837	(4,039,704)	18,021,710
Total	\$664,148,206	\$44,786,604	\$(10,330,827)	\$698,603,983

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2023
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	275,857,716	12,663,447	-	288,521,163
Furniture & Equipment	4,864,783	1,188,941	(805,152)	5,248,572
Vehicles	2,021,839	383,639	(480,788)	1,924,690
Computer Software	216,221	85,435	(49,192)	252,464
Computer Hardware	9,093,725	3,740,396	(4,039,704)	8,794,417
Total	\$292,054,284	\$18,061,858	\$(5,374,836)	\$304,741,306

- Included in capital assets is equipment under capital lease with a cost of \$12,817,092 (2023 - \$13,100,392) and accumulated amortization of \$6,522,223 (2023 - \$6,236,449).
- Buildings - work in progress (WIP) having a value of \$11,261,212 (2023 - \$25,979,515) 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, 2024

NOTE 13 EMPLOYEE PENSION PLANS

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

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

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2020, indicated a \$1,584 million surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2023.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2021 indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2024 with results available in 2025.

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

School District #38 (Richmond) paid \$23,710,723 (2023 - \$20,944,362) for employer contributions to these plans in the year ended June 30, 2024.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 14 INTERFUND TRANSFERS

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

	Operating Fund		Special Purpose Funds		Capital Fund	
	2024	2023	2024	2023	2024	2023
Funding Local Capital Reserve					\$	
as permitted under School Act	\$(10,201,795)	\$(7,344,583)	\$ -	-	\$10,201,795	\$7,344,583
Capital assets purchased	(686,269)	(513,403)	(914,132)	(929,262)	1,600,401	1,442,665
	<u>\$(10,888,064)</u>	<u>\$(7,857,986)</u>	<u>\$(914,132)</u>	<u>\$(929,262)</u>	<u>\$11,802,196</u>	<u>\$8,787,248</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.

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 21, 2024. Changes between the Annual Budget (approved by the Board on May 24, 2023) and the Amended Annual Budget are listed below:

	Annual Budget	Amended Budget	Change
Statement 2			
Total Revenue	\$328,325,411	\$347,162,343	\$18,836,932
Total Expense	331,569,835	346,739,667	15,169,832
Budgeted Surplus/(Deficit) for the year	<u>\$(3,244,424)</u>	<u>\$422,676</u>	<u>\$3,667,100</u>

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 16 BUDGET FIGURES *(Continued)*

	Annual Budget	Amended Budget	Change
Statement 4			
Surplus/(Deficit) for the year	\$(3,244,424)	\$422,676	\$3,667,100
Total Effect of change in Tangible Capital Assets	(7,507,838)	(16,996,478)	(9,488,640)
(Increase) Decrease in Net Financial Assets (Debt)	\$(10,752,262)	\$(16,573,802)	\$(5,821,540)

Significant changes between the annual and amended budget were:

Statement 2

Total Revenue

- Budgeted revenues were amended based on actual student enrolment, labour settlement funding, international student tuition fees revenue, investment income, increased classroom enhancement fund staffing grant, and new feeding futures grant.

Total Expense

- Budgeted expenses were amended based on revised projections/cost estimates and labour settlement provisions, the additional staffing costs for the classroom enhancement fund staffing grant and increased expenses for the new feeding futures 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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 18 ASSET RETIREMENT OBLIGATION

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

	2024	2023
Asset Retirement Obligation, beginning of year	\$24,175,727	\$24,175,727
Settlements during the year	-	-
Asset Retirement Obligation, end of year	\$24,175,727	\$24,175,727

NOTE 19 EXPENSE BY OBJECT

	2024	2023
Salaries and benefits	\$289,895,009	\$257,300,906
Services and supplies	35,013,090	31,679,027
Interest	217,608	210,990
Amortization	18,801,181	18,061,858
	\$343,926,888	\$307,252,781

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 20 ACCUMULATED SURPLUS

Accumulated surplus balances are comprised of:

	2024	2023
Invested in Tangible Capital Assets	\$104,118,793	\$103,148,395
Local Capital Internally Restricted by Board for:		
Capital Lease Obligations	8,933,102	8,583,102
Current Capital Projects	16,246,867	19,952,023
Future Capital Projects	22,753,924	14,498,889
Under Review by Board	4,480,391	3,847,395
Contingency Reserve	2,000,000	2,000,000
Subtotal Internally Restricted	54,414,284	48,881,409
Total Capital Fund Accumulated Surplus	\$158,533,077	\$152,029,804
Operating Fund - Internally Restricted/Appropriated by Board for:		
Restricted Due to Nature of Constraints:		
Collective Agreement Obligations	479,738	395,919
Targeted Funding	2,153,348	1,614,120
School Generated Funds	2,700,000	2,400,000
Restricted for Anticipated Unusual Expenses:		
Addressing Learning Impacts	1,500,000	1,000,000
Emergency Preparedness Initiatives	-	1,860,000
Restricted for Multiple Years Operations:		
Support for Educational Plans	1,788,068	2,025,462
School Funds	2,180,147	2,193,554
Support for Operational Initiatives	1,741,948	1,736,571
Purchase Order Commitments	478,020	446,173
Subtotal Internally Restricted	\$13,021,269	\$13,671,799
Unrestricted Operating Surplus	1,682,781	770,220
Total Operating Fund Accumulated Surplus	\$14,704,050	\$14,442,019
Total Accumulated Surplus	\$173,237,127	\$166,471,823

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 21 OTHER REVENUE

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

	2024	2023
Operating Fund:		
Other School District/Education Authorities	\$527,100	\$504,000
Miscellaneous:		
Cafeteria	315,772	289,082
Miscellaneous	1,758	1,957
Child Care Fees	104,739	-
Sale of Capital Assets	125,757	-
Recognition of Unrestricted School Generated Funds	300,000	130,000
	\$1,375,126	\$925,039
Special Purpose Funds:		
School Generated Funds	\$7,165,926	\$6,407,625
Educational Trust Funds	438,422	358,243
Strong Start	9,628	9,740
Just B4	99,629	59,403
	\$7,713,605	\$6,835,011
Capital Fund:		
Sale of Land	\$410,000	\$ -
Long Range Facilities Plan	9,035	25,060
	\$419,035	\$25,060
 Total Other Revenue	 \$9,507,766	 \$7,785,110

NOTE 22 ECONOMIC DEPENDENCE

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

NOTE 23 SUPPLEMENTARY CASH FLOW INFORMATION

During the year, the School District had acquired tangible capital assets under capital leases of \$2,233,904 (2023 - \$2,774,020).

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 24 CONTRACTUAL OBLIGATIONS

The School District has entered into a number of multiple-year contracts for 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.

	2025	2026	2027
Approved Capital Projects - Unperformed Portion	\$32,342,807	\$11,175,249	\$100,000

NOTE 25 RISK MANAGEMENT

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

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

a) Credit risk:

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

The School District is exposed to credit risk in the event of non-performance by a debtor. This risk is mitigated as most amount receivables are due from the provincial and federal governments 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 the 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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

NOTE 25 RISK MANAGEMENT *(Continued)*

c) Liquidity risk

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

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

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2023 related to credit, market, or liquidity risks.

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.

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

FINANCIAL STATEMENT PRESENTATION – BY FUND (UNAUDITED)

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, 2024	Total June 30, 2023
	\$	\$	\$	\$	\$
Financial Assets					
Cash and Cash Equivalents	153,418,777	5,355,659	-	158,774,436	146,770,546
Accounts Receivable					
Due from Province - MECC	1,557	181,198	-	182,755	329,107
Other	2,997,538	512,007	-	3,509,545	3,941,204
Portfolio Investments	-	659,252	-	659,252	741,904
Total Financial Assets	156,417,872	6,708,116	-	163,125,988	151,782,761
Liabilities					
Accounts Payable and Accrued Liabilities					
Other	30,551,186	418,114	1,053,665	32,022,965	28,413,892
Due To/From	81,787,825	(3,262,240)	(78,525,585)	-	-
Unearned Revenue	14,922,296	-	-	14,922,296	17,364,546
Deferred Revenue	-	9,552,242	-	9,552,242	8,186,374
Deferred Capital Revenue	-	-	303,824,280	303,824,280	283,416,877
Employee Future Benefits	15,046,958	-	-	15,046,958	13,896,234
Asset Retirement Obligation	-	-	24,175,727	24,175,727	24,175,727
Capital Lease Obligations	-	-	4,118,342	4,118,342	4,462,210
Total Liabilities	142,308,265	6,708,116	254,646,429	403,662,810	379,915,860
Net Financial Assets (Debt)	14,109,607	-	(254,646,429)	(240,536,822)	(228,133,099)
Non-Financial Assets					
Tangible Capital Assets	-	-	413,179,506	413,179,506	393,862,677
Prepaid Expenses	594,443	-	-	594,443	742,245
Total Non-Financial Assets	594,443	-	413,179,506	413,773,949	394,604,922
Accumulated Surplus (Deficit)	14,704,050	-	158,533,077	173,237,127	166,471,823

SCHOOL DISTRICT NO. 38 (RICHMOND)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2024

FINANCIAL STATEMENT PRESENTATION – BY FUND (UNAUDITED)

ii) Statement of Operations by Fund

	2024 Budget (Total)	Operating Fund	Special Purpose Funds	Capital Fund	2024 Actual Total	2023 Actual Total
	\$	\$	\$	\$	\$	\$
Revenues						
Provincial Grants						
Ministry of Education and Child Care	298,826,371	243,331,497	56,379,850	-	299,711,347	267,669,758
Other	87,917	80,586	-	-	80,586	386,849
Federal Grants	2,002,904	-	1,559,503	-	1,559,503	1,705,717
Tuition	20,155,758	20,621,325	-	-	20,621,325	16,819,979
Other Revenue	7,850,991	1,375,126	7,713,605	419,035	9,507,766	7,785,110
Rentals and Leases	1,617,788	1,779,538	-	-	1,779,538	1,537,002
Investment Income	5,597,295	4,104,108	27,188	1,985,065	6,116,361	4,911,902
Amortization of Deferred Capital Revenue	11,023,319	-	-	11,315,766	11,315,766	10,531,945
Total Revenue	347,162,343	271,292,180	65,680,146	13,719,866	350,692,192	311,348,262
Expenses						
Instruction	285,198,427	218,587,344	63,293,722	-	281,881,066	249,205,481
District Administration	8,986,569	7,082,623	868,205	-	7,950,828	7,677,771
Operations and Maintenance	50,332,711	32,950,247	604,087	18,388,562	51,942,896	48,452,457
Transportation and Housing	1,981,960	1,521,871	-	412,619	1,934,490	1,706,082
Debt Services	240,000	-	-	217,608	217,608	210,990
Total Expense	346,739,667	260,142,085	64,766,014	19,018,789	343,926,888	307,252,781
Surplus (Deficit) for the year	422,676	11,150,095	914,132	(5,298,923)	6,765,304	4,095,481
Accumulated Surplus (Deficit) from Operations, beginning of year		14,442,019	-	152,029,804	166,471,823	162,376,342
Interfund Transfers (Note 14)		(10,888,064)	(914,132)	11,802,196	-	-
Accumulated Surplus (Deficit) from Operations, end of year		14,704,050	-	158,533,077	173,237,127	166,471,823

School District No. 38 (Richmond)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2024

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2024 Actual	2023 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	14,442,019		152,029,804	166,471,823	162,376,342
Changes for the year					
Surplus (Deficit) for the year	11,150,095	914,132	(5,298,923)	6,765,304	4,095,481
Interfund Transfers	(686,269)	(914,132)	1,600,401	-	-
Tangible Capital Assets Purchased	(10,201,795)		10,201,795	-	-
Local Capital					
Net Changes for the year	262,031	-	6,503,273	6,765,304	4,095,481
Accumulated Surplus (Deficit), end of year - Statement 2	14,704,050	-	158,533,077	173,237,127	166,471,823

School District No. 38 (Richmond)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	241,890,605	243,331,497	217,760,487
Other	87,917	80,586	386,849
Tuition	20,155,758	20,621,325	16,819,979
Other Revenue	823,991	1,375,126	925,039
Rentals and Leases	1,617,788	1,779,538	1,537,002
Investment Income	3,652,295	4,104,108	3,205,999
Total Revenue	<u>268,228,354</u>	<u>271,292,180</u>	<u>240,635,355</u>
Expenses			
Instruction	221,861,390	218,587,344	193,389,046
District Administration	7,917,516	7,082,623	6,612,679
Operations and Maintenance	31,085,173	32,950,247	30,125,547
Transportation and Housing	1,564,275	1,521,871	1,322,443
Total Expense	<u>262,428,354</u>	<u>260,142,085</u>	<u>231,449,715</u>
Operating Surplus (Deficit) for the year	<u>5,800,000</u>	<u>11,150,095</u>	<u>9,185,640</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	-	(686,269)	(513,403)
Local Capital	(5,800,000)	(10,201,795)	(7,344,583)
Total Net Transfers	<u>(5,800,000)</u>	<u>(10,888,064)</u>	<u>(7,857,986)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>262,031</u>	<u>1,327,654</u>
Operating Surplus (Deficit), beginning of year		<u>14,442,019</u>	13,114,365
Operating Surplus (Deficit), end of year		<u>14,704,050</u>	<u>14,442,019</u>
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 20)		<u>13,021,269</u>	13,671,799
Unrestricted		<u>1,682,781</u>	770,220
Total Operating Surplus (Deficit), end of year		<u>14,704,050</u>	<u>14,442,019</u>

School District No. 38 (Richmond)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source
Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	234,586,866	235,480,681	205,683,445
Other Ministry of Education and Child Care Grants			
Pay Equity	2,215,706	2,215,706	2,215,706
Funding for Graduated Adults	404,915	424,298	404,915
Student Transportation Fund	21,608	21,608	21,608
Support Staff Benefits Grant	230,836	230,836	230,836
FSA Scorer Grant	27,292	28,792	27,292
Early Learning Framework (ELF) Implementation	3,168	-	3,168
Labour Settlement Funding	4,024,349	4,024,349	8,479,460
Integrated Child and Youth Teams	375,865	902,227	694,057
Premiere Awards	-	3,000	-
Total Provincial Grants - Ministry of Education and Child Care	241,890,605	243,331,497	217,760,487
Provincial Grants - Other	87,917	80,586	386,849
Tuition			
Summer School Fees	254,260	254,260	254,179
Continuing Education	1,164,998	1,183,105	937,846
International and Out of Province Students	18,736,500	19,183,960	15,627,954
Total Tuition	20,155,758	20,621,325	16,819,979
Other Revenues			
Other School District/Education Authorities	529,200	527,100	504,000
Miscellaneous			
Cafeteria	293,791	315,772	289,082
Miscellaneous	1,000	1,758	1,957
Recognition of Unrestricted School Generated Funds	-	300,000	130,000
Child Care Fees	-	104,739	-
Sale of Capital Assets	-	125,757	-
Total Other Revenue	823,991	1,375,126	925,039
Rentals and Leases	1,617,788	1,779,538	1,537,002
Investment Income	3,652,295	4,104,108	3,205,999
Total Operating Revenue	268,228,354	271,292,180	240,635,355

School District No. 38 (Richmond)

Schedule 2B (Unaudited)

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

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Salaries			
Teachers	110,891,415	108,943,772	95,722,095
Principals and Vice Principals	14,604,331	14,843,847	13,548,423
Educational Assistants	20,831,222	19,952,446	17,292,212
Support Staff	24,640,785	24,308,869	22,037,389
Other Professionals	7,243,161	7,030,073	6,403,064
Substitutes	11,574,561	12,110,022	11,587,316
Total Salaries	189,785,475	187,189,029	166,590,499
Employee Benefits	49,466,277	49,195,057	43,367,259
Total Salaries and Benefits	239,251,752	236,384,086	209,957,758
Services and Supplies			
Services	7,801,877	9,695,928	8,625,974
Student Transportation	15,022	8,403	14,189
Professional Development and Travel	1,265,800	1,035,527	790,324
Rentals and Leases	319,558	303,203	262,883
Dues and Fees	154,387	144,889	127,904
Insurance	671,334	683,419	591,255
Supplies	8,581,538	7,986,693	7,160,213
Utilities	4,367,086	3,899,937	3,919,215
Total Services and Supplies	23,176,602	23,757,999	21,491,957
Total Operating Expense	262,428,354	260,142,085	231,449,715

School District No. 38 (Richmond)
 Operating Expense by Function, Program and Object
 Year Ended June 30, 2024

Schedule 2C (Unaudited)

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	84,483,878	2,729,019		1,378,094		8,577,657	97,168,648
1.03 Career Programs	227,610			523,225			750,835
1.07 Library Services	1,565,162			706,909			2,272,071
1.08 Counselling	3,313,034						3,313,034
1.10 Special Education	8,224,026		19,769,784	155,643	349,374	1,452,881	29,951,708
1.20 Early Learning and Child Care	4,769,459		95,621	25,706			4,965,642
1.30 English Language Learning	291,329			196,183			330,549
1.31 Indigenous Education				39,220			
1.41 School Administration		11,584,483		5,523,269		522,199	17,629,951
1.60 Summer School	902,761	137,444	87,041	58,523		29,884	1,215,653
1.61 Continuing Education	559,961	222,822		88,374	106,259	336,273	1,313,689
1.62 International and Out of Province Students	4,606,552			166,974	839,168	17,451	5,630,145
1.64 Other							
Total Function 1	108,943,772	14,673,768	19,952,446	8,862,120	1,294,801	10,936,345	164,663,252
4 District Administration							
4.11 Educational Administration				286,247	2,035,942	30,350	2,352,539
4.40 School District Governance					221,197		221,197
4.41 Business Administration		170,079		1,016,690	1,641,246	668	2,828,683
Total Function 4	-	170,079	-	1,302,937	3,898,385	31,018	5,402,419
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				257,693	1,836,887		2,094,580
5.50 Maintenance Operations				12,217,509		1,110,830	13,328,339
5.52 Maintenance of Grounds				875,762			875,762
5.56 Utilities							
Total Function 5	-	-	-	13,350,964	1,836,887	1,110,830	16,298,681
7 Transportation and Housing							
7.70 Student Transportation				792,848		31,829	824,677
Total Function 7	-	-	-	792,848	-	31,829	824,677
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	108,943,772	14,843,847	19,952,446	24,308,869	7,030,073	12,110,022	187,189,029

School District No. 38 (Richmond)

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

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2024 Actual	2024 Budget (Note 16)	2023 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	97,168,648	26,453,067	123,621,715	3,389,744	127,011,459	127,232,941	109,772,525
1.03 Career Programs	750,835	203,967	954,802	448,723	1,403,525	1,465,179	1,241,576
1.07 Library Services	2,272,071	577,315	2,849,386	409,485	3,258,871	3,454,576	3,346,468
1.08 Counselling	3,313,034	761,415	4,074,449	6,487	4,080,936	3,628,685	3,388,545
1.10 Special Education	29,951,708	8,442,971	38,394,679	870,787	39,265,466	39,533,999	35,775,008
1.20 Early Learning and Child Care	121,327	25,714	147,041	3,017	150,058	27,712	-
1.30 English Language Learning	4,965,642	1,259,791	6,225,433	50,298	6,275,731	8,619,603	6,804,823
1.31 Indigenous Education	330,549	86,949	417,498	118,265	535,763	574,548	524,371
1.41 School Administration	17,629,951	4,069,385	21,699,336	413,689	22,113,025	22,201,237	19,909,485
1.60 Summer School	1,215,653	235,908	1,451,561	53,451	1,505,012	1,434,677	1,198,910
1.61 Continuing Education	1,313,689	235,976	1,549,665	161,610	1,711,275	1,871,337	1,880,157
1.62 International and Out of Province Students	5,630,145	1,405,613	7,035,758	4,230,311	11,266,069	11,806,009	9,537,552
1.64 Other	-	-	-	10,154	10,154	10,887	9,626
Total Function 1	164,663,252	43,758,071	208,421,323	10,166,021	218,587,344	221,861,390	193,389,046
4 District Administration							
4.11 Educational Administration	2,352,539	473,631	2,826,170	234,936	3,061,106	3,432,564	2,656,706
4.40 School District Governance	221,197	12,769	233,966	140,009	373,975	396,264	356,365
4.41 Business Administration	2,828,683	610,029	3,438,712	208,830	3,647,542	4,088,688	3,599,608
Total Function 4	5,402,419	1,096,429	6,498,848	583,775	7,082,623	7,917,516	6,612,679
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	2,094,580	454,901	2,549,481	1,134,461	3,683,942	3,757,665	3,306,801
5.50 Maintenance Operations	13,328,339	3,388,121	16,716,460	7,277,024	23,993,484	21,506,658	21,493,283
5.52 Maintenance of Grounds	875,762	224,966	1,100,728	272,156	1,372,884	1,453,764	1,406,248
5.56 Utilities	-	-	-	3,899,937	3,899,937	4,367,086	3,919,215
Total Function 5	16,298,681	4,067,988	20,366,669	12,583,578	32,950,247	31,085,173	30,125,547
7 Transportation and Housing							
7.70 Student Transportation	824,677	272,569	1,097,246	424,625	1,521,871	1,564,275	1,322,443
Total Function 7	824,677	272,569	1,097,246	424,625	1,521,871	1,564,275	1,322,443
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	187,189,029	49,195,057	236,384,086	23,757,999	260,142,085	262,428,354	231,449,715

School District No. 38 (Richmond)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual	2023 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	56,935,766	56,379,850	49,909,271
Federal Grants	2,002,904	1,559,503	1,705,717
Other Revenue	6,995,000	7,713,605	6,835,011
Investment Income	45,000	27,188	9,481
Total Revenue	<u>65,978,670</u>	<u>65,680,146</u>	<u>58,459,480</u>
Expenses			
Instruction	63,337,037	63,293,722	55,816,435
District Administration	1,069,053	868,205	1,065,092
Operations and Maintenance	668,789	604,087	648,691
Total Expense	<u>65,074,879</u>	<u>64,766,014</u>	<u>57,530,218</u>
Special Purpose Surplus (Deficit) for the year	<u>903,791</u>	<u>914,132</u>	<u>929,262</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(903,791)	(914,132)	(929,262)
Total Net Transfers	<u>(903,791)</u>	<u>(914,132)</u>	<u>(929,262)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			-
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 38 (Richmond)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	73,536	1,079,950	5,605,246	64,533	35,683	-	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	829,289	865,171			224,000	90,650	298,472	849,718	5,298,621
Federal Grants									
Other			300	7,856,380	9,628				
Investment Income			69,916						
Less: Allocated to Revenue Recovered	829,289	865,171	70,216	7,856,380	233,628	90,650	298,472	849,718	5,298,621
Deferred Revenue, end of year	-	915,980	23,359	7,165,926	279,267	118,258	298,472	849,718	5,298,621
		22,727	1,126,807	6,295,700	18,894	8,075			
Revenues									
Provincial Grants - Ministry of Education and Child Care	829,289	915,980		269,639		118,258	298,472	849,718	5,298,621
Federal Grants									
Other Revenue				7,165,926	9,628				
Investment Income			23,359						
Expenses									
Salaries									
Teachers									
Principals and Vice Principals						55,645	106,648		80,719
Educational Assistants									2,346,636
Support Staff		762,554		205,253		26,310		388,044	496,775
Other Professionals									395,365
Substitutes									694,487
Employee Benefits		762,554				81,955			4,013,982
Services and Supplies	70,578	153,426		55,568		20,306			1,139,557
	70,578	915,980	23,359	7,165,926	18,446	15,997	132,396	347,120	
			23,359	7,165,926	279,267	118,258	291,875	849,718	5,153,539
Net Revenue (Expense) before Interfund Transfers	758,711	-	-	-	-	-	6,597	-	145,082
Interfund Transfers									
Tangible Capital Assets Purchased	(758,711)						(6,597)		(145,082)
Net Revenue (Expense)	(758,711)						(6,597)		(145,082)

School District No. 38 (Richmond)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

Schedule 3A (Unaudited)

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Changing Results for Young Children	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)	ECL (Early Care & Learning)
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year	-	-	46,332	16,629	42,822	515,667	13,163	16,863	11,015
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	43,024,547	453,420	48,000	11,250	55,000	809,000	50,000	19,000	175,000
Federal Grants									
Other									
Investment Income							99,629		
Less: Allocated to Revenue Recovered	43,024,547	453,420	48,000	11,250	55,000	809,000	149,629	19,000	175,000
	43,024,547	453,420	65,253	18,035	46,571	552,476	162,792	20,554	186,015
Deferred Revenue, end of year	-	-	29,079	9,844	51,251	772,191	-	15,309	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	43,024,547	453,420	65,253	18,035	46,571	552,476	63,163	20,554	186,015
Federal Grants									
Other Revenue							99,629		
Investment Income									
Expenses									
Salaries									
Teachers									
Principals and Vice Principals				8,939				8,939	
Educational Assistants									
Support Staff									
Other Professionals				3,859				3,859	
Substitutes		436,146							
Employee Benefits	34,178,853	436,146	-	12,798	-	-	122,678	12,798	152,247
Services and Supplies	8,845,694	17,274	65,253	2,824	46,571	552,476	35,586	2,824	31,689
	43,024,547	453,420	65,253	18,035	46,571	552,476	162,792	20,554	186,015
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 38 (Richmond)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2024

	Feeding Futures Fund	Health Career Grants	Provincial Resource Program	Provincial Early Years	Educational Trust Fund	LINC/ SWIS	TOTAL
Deferred Revenue, beginning of year	\$ -	\$ -	\$ 107,927	\$ 172,459	\$ 310,931	\$ 73,618	\$ 8,186,374
Add: Restricted Grants							
Provincial Grants - Ministry of Education and Child Care	2,372,391	25,000	1,097,370	540,410			57,136,309
Federal Grants	1,873,278		1,004,078	490,372	484,077	1,566,332	1,566,332
Other			107,927	72,459	3,829		8,450,014
Investment Income							73,745
Less: Allocated to Revenue Recovered	2,372,391	25,000	1,097,370	540,410	487,906	1,566,332	67,226,400
	1,873,278	2,111	1,004,078	490,372	442,251	1,559,503	65,680,146
Deferred Revenue, end of year	499,113	22,889	93,292	150,038	356,586	80,447	9,552,242
Revenues							
Provincial Grants - Ministry of Education and Child Care	1,873,278	2,111	1,004,078	490,372			56,379,850
Federal Grants						1,559,503	1,559,503
Other Revenue					438,422		7,713,605
Investment Income					3,829		27,188
Expenses							
Salaries							
Teachers							
Principals and Vice Principals			544,196	245,889		157,534	35,131,231
Educational Assistants							408,378
Support Staff	72,544		24,221	34,081		713,733	3,802,084
Other Professionals							1,325,919
Substitutes							467,909
Employee Benefits	72,544		568,417	279,970		252,733	1,408,014
Services and Supplies	18,067		140,829	66,684		1,124,000	42,543,535
	1,782,667	2,111	291,090	143,718	442,251	294,323	10,967,388
	1,873,278	2,111	1,000,336	490,372	442,251	141,180	11,255,091
						1,559,503	64,766,014
Net Revenue (Expense) before Interfund Transfers	-	-	3,742	-	-	-	914,132
Interfund Transfers							
Tangible Capital Assets Purchased			(3,742)				(914,132)
			(3,742)				(914,132)
Net Revenue (Expense)	-	-	-	-	-	-	-

School District No. 38 (Richmond)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2024

	2024 Budget (Note 16)	2024 Actual			2023 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Other Revenue	32,000		419,035	419,035	25,060
Investment Income	1,900,000		1,985,065	1,985,065	1,696,422
Amortization of Deferred Capital Revenue	11,023,319	11,315,766		11,315,766	10,531,945
Total Revenue	12,955,319	11,315,766	2,404,100	13,719,866	12,253,427
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	18,578,749	18,388,562		18,388,562	17,678,219
Transportation and Housing	417,685	412,619		412,619	383,639
Debt Services					
Capital Lease Interest	240,000		217,608	217,608	210,990
Total Expense	19,236,434	18,801,181	217,608	19,018,789	18,272,848
Capital Surplus (Deficit) for the year	(6,281,115)	(7,485,415)	2,186,492	(5,298,923)	(6,019,421)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	903,791	1,600,401		1,600,401	1,442,665
Local Capital	5,800,000		10,201,795	10,201,795	7,344,583
Total Net Transfers	6,703,791	1,600,401	10,201,795	11,802,196	8,787,248
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		3,997,164	(3,997,164)	-	
Tangible Capital Assets WIP Purchased from Local Capital		280,476	(280,476)	-	
Principal Payment					
Capital Lease		2,577,772	(2,577,772)	-	
Total Other Adjustments to Fund Balances		6,855,412	(6,855,412)	-	
Total Capital Surplus (Deficit) for the year	422,676	970,398	5,532,875	6,503,273	2,767,827
Capital Surplus (Deficit), beginning of year		103,148,395	48,881,409	152,029,804	149,261,977
Capital Surplus (Deficit), end of year		104,118,793	54,414,284	158,533,077	152,029,804

School District No. 38 (Richmond)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2024

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	25,979,515				25,979,515
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	14,672,196				14,672,196
Local Capital	280,476				280,476
	<u>14,952,672</u>	-	-	-	<u>14,952,672</u>
Decrease:					
Transferred to Tangible Capital Assets	29,670,975				29,670,975
	<u>29,670,975</u>	-	-	-	<u>29,670,975</u>
Net Changes for the Year	<u>(14,718,303)</u>	-	-	-	<u>(14,718,303)</u>
Work in Progress, end of year	<u><u>11,261,212</u></u>	-	-	-	<u><u>11,261,212</u></u>

School District No. 38 (Richmond)

Schedule 4C (Unaudited)

Deferred Capital Revenue
Year Ended June 30, 2024

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	233,230,405	4,624,426	292,440	238,147,271
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	6,988,249	8,345,620		15,333,869
Transferred from Work in Progress	27,340,057			27,340,057
	<u>34,328,306</u>	<u>8,345,620</u>	<u>-</u>	<u>42,673,926</u>
Decrease:				
Amortization of Deferred Capital Revenue	11,039,677	262,936	13,153	11,315,766
	<u>11,039,677</u>	<u>262,936</u>	<u>13,153</u>	<u>11,315,766</u>
Net Changes for the Year	<u>23,288,629</u>	<u>8,082,684</u>	<u>(13,153)</u>	<u>31,358,160</u>
Deferred Capital Revenue, end of year	<u>256,519,034</u>	<u>12,707,110</u>	<u>279,287</u>	<u>269,505,431</u>
Work in Progress, beginning of year	23,929,072			23,929,072
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Work in Progress	14,672,196			14,672,196
	<u>14,672,196</u>	<u>-</u>	<u>-</u>	<u>14,672,196</u>
Decrease:				
Transferred to Deferred Capital Revenue	27,340,057			27,340,057
	<u>27,340,057</u>	<u>-</u>	<u>-</u>	<u>27,340,057</u>
Net Changes for the Year	<u>(12,667,861)</u>	<u>-</u>	<u>-</u>	<u>(12,667,861)</u>
Work in Progress, end of year	<u>11,261,211</u>	<u>-</u>	<u>-</u>	<u>11,261,211</u>
Total Deferred Capital Revenue, end of year	<u>267,780,245</u>	<u>12,707,110</u>	<u>279,287</u>	<u>280,766,642</u>

School District No. 38 (Richmond)

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

Schedule 4D (Unaudited)

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	3,354,152	112,336	3,087,267	14,786,779	-	21,340,534
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	22,991,226		7,573,121			30,564,347
Other		6,346		314,801		314,801
Investment Income	22,991,226	6,346	7,573,121	1,152,476	-	844,021
Decrease:						
Transferred to DCR - Capital Additions	6,988,249		8,345,620			15,333,869
Transferred to DCR - Work in Progress	14,672,196					14,672,196
	21,660,445	-	8,345,620	-	-	30,006,065
Net Changes for the Year	1,330,781	6,346	(772,499)	1,152,476	-	1,717,104
Balance, end of year	4,684,933	118,682	2,314,768	15,939,255	-	23,057,638