

Audited Financial Statements of

School District No. 35 (Langley)

June 30, 2017

School District No. 35 (Langley)

June 30, 2017

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School District No. 35 (Langley)

MANAGEMENT REPORT

Version: 1996-1250-8268

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 35 (Langley) 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. 35 (Langley) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, KPMG, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 35 (Langley) 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. 35 (Langley)



Signature of the Chairperson of the Board of Education

Sept 26, 2017
Date Signed



Signature of the Superintendent

Sept 26, 2017
Date Signed



Signature of the Secretary Treasurer

Sept 26, 2017
Date Signed



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3rd Floor 8506 200th Street
Langley BC V2Y 0M1
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Telephone (604) 455-4000
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INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 35 (Langley), and
To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 35 (Langley), which comprise the statement of financial position as at June 30, 2017, the statement of operations, changes in net financial assets (debt) and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

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

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



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

Opinion

In our opinion, the financial statements of School District No. 35 (Langley) as at and for the year ended June 30, 2017 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2(a) to the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

KPMG LLP

Chartered Professional Accountants

September 26, 2017

Langley, Canada

School District No. 35 (Langley)

Statement of Financial Position

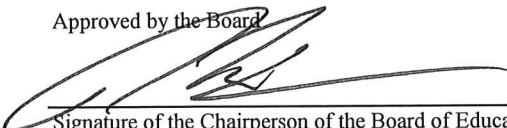
As at June 30, 2017

Statement 1

	2017 Actual	2016 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	82,589,102	54,384,508
Accounts Receivable		
Due from Province - Ministry of Education	1,998,263	384,350
Other (Note 3)	1,305,187	886,419
Total Financial Assets	85,892,552	55,655,277
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	19,768,355	18,545,592
Unearned Revenue (Note 7)	13,387,616	11,800,080
Deferred Revenue (Note 8)	2,134,505	815,747
Deferred Capital Revenue (Note 9)	163,926,736	146,493,027
Employee Future Benefits (Note 10, 11)	5,369,116	5,239,100
Capital Lease Obligations (Note 16)	-	183,289
Total Liabilities	204,586,328	183,076,835
Net Financial Assets (Debt)	(118,693,776)	(127,421,558)
Non-Financial Assets		
Tangible Capital Assets (Note 5)	217,285,709	217,596,388
Prepaid Expenses	666,788	902,208
Total Non-Financial Assets	217,952,497	218,498,596
Accumulated Surplus (Deficit) (Note 13)	99,258,721	91,077,038

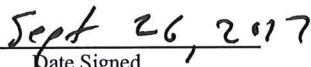
Contractual Obligations and Contingencies (Note 17, 22)

Approved by the Board


Signature of the Chairperson of the Board of Education


Date Signed


Signature of the Superintendent


Date Signed


Signature of the Secretary Treasurer


Date Signed

School District No. 35 (Langley)

Statement 2

Statement of Operations

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	178,836,587	180,697,139	174,631,022
Other	703,407	647,650	519,533
Municipal Grants Spent on Sites		1,018	2,538,489
Tuition	13,489,808	14,051,722	12,310,325
Other Revenue	6,574,139	8,146,808	7,582,277
Rentals and Leases	964,241	1,053,776	1,024,675
Investment Income	574,634	662,860	570,277
Gain (Loss) on Disposal of Tangible Capital Assets (Note 6)	5,727,761	5,740,927	
Amortization of Deferred Capital Revenue (Note 9)	6,908,017	6,969,374	6,867,645
Total Revenue	<u>213,778,594</u>	<u>217,971,274</u>	<u>206,044,243</u>
Expenses (Note 12)			
Instruction	171,908,261	169,252,602	161,682,366
District Administration	6,495,935	6,401,557	6,000,358
Operations and Maintenance	30,378,958	31,500,325	29,439,940
Transportation and Housing	2,375,044	2,581,309	2,408,165
Debt Services	74,649	53,798	74,649
Total Expense	<u>211,232,847</u>	<u>209,789,591</u>	<u>199,605,478</u>
Surplus (Deficit) for the year	<u>2,545,747</u>	<u>8,181,683</u>	<u>6,438,765</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		91,077,038	84,638,273
Accumulated Surplus (Deficit) from Operations, end of year		<u>99,258,721</u>	<u>91,077,038</u>

School District No. 35 (Langley)

Statement 4

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Surplus (Deficit) for the year	<u>2,545,747</u>	<u>8,181,683</u>	<u>6,438,765</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets (Note 5)	(22,339,965)	(10,060,548)	(12,354,156)
Amortization of Tangible Capital Assets (Note 5)	9,205,077	9,281,243	9,127,023
Net carrying value of Tangible Capital Assets disposed of (Note 6)	1,089,983	1,089,984	
Total Effect of change in Tangible Capital Assets	<u>(12,044,905)</u>	<u>310,679</u>	<u>(3,227,133)</u>
Acquisition of Prepaid Expenses		(666,788)	(902,208)
Use of Prepaid Expenses		902,208	755,490
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>235,420</u>	<u>(146,718)</u>
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	<u>(9,499,158)</u>	<u>8,727,782</u>	<u>3,064,914</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		<u>8,727,782</u>	<u>3,064,914</u>
Net Financial Assets (Debt), beginning of year		(127,421,558)	(130,486,472)
Net Financial Assets (Debt), end of year		<u>(118,693,776)</u>	<u>(127,421,558)</u>

School District No. 35 (Langley)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2017

	2017 Actual	2016 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	8,181,683	6,438,765
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(2,032,681)	732,181
Prepaid Expenses	235,420	(146,718)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	1,222,763	(348,675)
Unearned Revenue	1,587,536	1,592,989
Deferred Revenue	1,318,758	(252,059)
Employee Future Benefits	130,016	86,816
Loss (Gain) on Disposal of Tangible Capital Assets (Note 6)	(5,740,927)	-
Amortization of Tangible Capital Assets (Note 5)	9,281,243	9,127,023
Amortization of Deferred Capital Revenue (Note 9)	(6,969,374)	(6,867,645)
Recognition of Deferred Capital Revenue Spent on Sites (Note 9)	(11,196)	(6,931,460)
Total Operating Transactions	7,203,241	3,431,217
Capital Transactions		
Tangible Capital Assets Purchased	(2,634,203)	(9,356,645)
Tangible Capital Assets -WIP Purchased	(7,470,391)	(2,940,063)
District Portion of Proceeds on Disposal	5,953,051	-
Tangible Capital Assets Purchased - Restricted Capital		(57,449)
Restricted Capital Grant Received	44,046	
Total Capital Transactions	(4,107,497)	(12,354,157)
Financing Transactions		
Capital Revenue Received	25,292,139	4,239,386
Capital Lease Principal Repayment	(183,289)	(271,371)
Total Financing Transactions	25,108,850	3,968,015
Net Increase (Decrease) in Cash and Cash Equivalents	28,204,594	(4,954,925)
Cash and Cash Equivalents, beginning of year	54,384,508	59,339,433
Cash and Cash Equivalents, end of year	82,589,102	54,384,508
Cash and Cash Equivalents, end of year, is made up of:		
Cash	61,565,585	33,715,120
Cash Equivalents	21,023,517	20,669,388
	82,589,102	54,384,508
Supplementary Cash Flow Information		

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

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. 35 (Langley)" and operates as "School District No. 35 (Langley)". 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. School District No. 35 (Langley) is exempt from federal and provincial income taxes.

2. Summary of Significant Accounting Policies

a) Basis of Accounting

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

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections.

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

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

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

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

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian public sector accounting standards.

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

2. Summary of Significant Accounting Policies (continued)

b) Cash and Cash Equivalents

Cash and cash equivalents include cash in the bank and deposits in the Provincial Ministry of Finance Central Deposit Program which are readily convertible to cash and that are not subject to a significant risk of change in value. The deposits with the Ministry of Finance can be withdrawn from the program with three days of notice.

c) Accounts Receivable

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

d) Prepaid Expenses

Prepaid expenses include costs prepaid for insurance, equipment and software maintenance, and other fees. These prepaid expenses are stated at acquisition cost and are charged to expense over the future periods expected to benefit from them.

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 both government transfers and other 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(j).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. 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) Tangible Capital Assets

Capital assets acquired or constructed are recorded at cost.

Donated tangible capital assets are recorded at their fair market value on the date of donation, if available. Otherwise a nominal value is used.

Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

2. Summary of Significant Accounting Policies (continued)

g) Tangible Capital Assets (continued)

Tangible capital assets that no longer contribute to the ability of the School District to provide services are written-down to residual value and accounted for as expenses in the Statement of Operations.

Buildings that are demolished or destroyed are written-off.

The cost, less any residual value, of tangible capital assets (excluding sites) is amortized on a straight line basis over the estimated useful life of the asset. Estimated useful lives for the School District's tangible capital assets, as determined by management, are as follows:

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

Amortization of tangible capital assets is taken at one-half the normal annual rate in the year of acquisition and in the year of disposal. Amortization of equipment under capital leases is taken monthly over the term of the leases.

h) 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 tangible capital asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs. 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 expensed as incurred.

i) Internally Restricted Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 13 – Accumulated Surplus and Note 14 – Interfund Transfers).

j) Revenue Recognition

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

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

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

2. Summary of Significant Accounting Policies (continued)

j) Revenue Recognition (continued)

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, if available, 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.

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.

k) Expenses

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

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

2. Summary of Significant Accounting Policies (continued)

l) 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 and accrued liabilities, capital lease obligations and other current liabilities.

All financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

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

Unrealized gains and losses from changes in the fair value of financial instruments measured at fair value 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. There are no measurement gains or losses during the periods presented; therefore no statement of remeasurement gains or losses is included in these financial statements.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

m) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. Benefits include vested sick leave, accumulating non-vested sick leave, retirement allowances, vacation pay and life insurance.

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

The cumulative unrecognized actuarial gains (losses) are amortized over the expected average remaining service lifetime (EARS�) of active employees covered under the plan. The EARS� for employees of the School District is 9.6 years.

The most recent valuation of the obligation was performed at March 31, 2017 and projected for use to June 30, 2017. The next valuation will be performed at March 31, 2018 for use at June 30, 2018. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

2. Summary of Significant Accounting Policies (continued)

n) 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 for assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Significant areas requiring the use of management estimates relate to the potential impairment of assets, amortization rates, estimated employee future benefits, and contingent liabilities. Actual results could differ from those estimates.

o) Liability for Contaminated Sites

A liability for contaminated sites is recognized when a site is not in productive use and the following criteria are met:

- An environmental standard exists;
- Contamination exceeds the environmental standard;
- The School District is directly responsible or accepts responsibility for the contamination;
- 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.

p) Asset Retirement Obligations

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

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

3. Accounts Receivable – Other Receivables

	June 30, 2017	June 30, 2016
Due from Federal Government	\$ 216,229	\$ 171,209
Other accounts receivable	1,083,840	713,336
Due from Langley School District Foundation	5,118	1,874
	<u>\$ 1,305,187</u>	<u>\$ 886,419</u>

4. Accounts Payable and Accrued Liabilities - Other

	June 30, 2017	June 30, 2016
Trade payables	\$ 3,576,473	\$ 2,521,994
Salaries and benefits payable	12,180,220	12,236,633
Accrued vacation pay	3,062,998	2,972,744
Other	948,664	814,221
	<u>\$19,768,355</u>	<u>\$18,545,592</u>

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

5. Tangible Capital Assets

June 30, 2017	Balance July 1, 2016	Additions	Disposals	Transfers (WIP)	Balance June 30, 2017
Cost:					
Sites	\$ 37,858,155	\$ 11,196	\$ 212,124	\$ -	\$ 37,657,227
Buildings	318,954,114	531,285	4,439,235	1,563,249	316,609,413
Building - work in progress	481,424	5,724,277	-	(1,563,249)	4,642,452
Furniture & equipment	12,708,231	2,986,474	1,047,987	-	14,646,718
Vehicles	2,161,113	563,689	78,291	-	2,646,511
Computer software	605,593	76,591	118,326	-	563,858
Computer hardware	1,742,523	167,036	134,026	-	1,775,533
Equipment under capital lease	1,322,038	-	1,322,038	-	-
	<u>\$ 375,833,191</u>	<u>\$ 10,060,548</u>	<u>\$ 7,352,027</u>	<u>\$ -</u>	<u>\$ 378,541,712</u>
Accumulated Amortization:					
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	150,753,348	7,052,440	3,561,375	-	154,244,413
Furniture & equipment	4,583,690	1,336,383	1,047,987	-	4,872,086
Vehicles	965,706	240,381	78,291	-	1,127,796
Computer software	254,125	116,945	118,326	-	252,744
Computer hardware	541,184	351,806	134,026	-	758,964
Equipment under capital lease	1,138,750	183,288	1,322,038	-	-
	<u>\$ 158,236,803</u>	<u>\$ 9,281,243</u>	<u>\$ 6,262,043</u>	<u>\$ -</u>	<u>\$ 161,256,003</u>
June 30, 2016	Balance July 1, 2015	Additions	Disposals	Transfers (WIP)	Balance June 30, 2016
Cost:					
Sites	\$ 30,626,695	\$ 7,231,460	\$ -	\$ -	\$ 37,858,155
Buildings	317,304,400	169,965	-	1,479,749	318,954,114
Building - work in progress	115,700	1,845,473	-	(1,479,749)	481,424
Furniture & equipment	11,046,724	1,962,009	300,502	-	12,708,231
Vehicles	2,315,688	148,173	302,748	-	2,161,113
Computer software	355,849	258,501	8,757	-	605,593
Computer hardware	1,069,452	738,575	65,504	-	1,742,523
Equipment under capital lease	1,322,038	-	-	-	1,322,038
	<u>\$ 364,156,546</u>	<u>\$ 12,354,156</u>	<u>\$ 677,511</u>	<u>\$ -</u>	<u>\$ 375,833,191</u>
Accumulated Amortization:					
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	143,669,309	7,084,039	-	-	150,753,348
Furniture & equipment	3,713,761	1,170,431	300,502	-	4,583,690
Vehicles	1,044,614	223,840	302,748	-	965,706
Computer software	166,738	96,144	8,757	-	254,125
Computer hardware	325,490	281,198	65,504	-	541,184
Equipment under capital lease	867,379	271,371	-	-	1,138,750
	<u>\$ 149,787,291</u>	<u>\$ 9,127,023</u>	<u>\$ 677,511</u>	<u>\$ -</u>	<u>\$ 158,236,803</u>

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

5. Tangible Capital Assets (continued)

Net Book Value	June 30, 2017	June 30, 2016
Sites	\$ 37,657,227	\$ 37,858,155
Buildings	162,365,000	168,200,766
Building - work in progress	4,642,452	481,424
Furniture & equipment	9,774,632	8,124,541
Vehicles	1,518,715	1,195,407
Computer software	311,114	351,468
Computer hardware	1,016,569	1,201,339
Equipment under capital lease	-	183,288
	<u>\$ 217,285,709</u>	<u>\$ 217,596,388</u>

Buildings – work in progress have not been amortized. Amortization of these assets will commence when the asset is put into service.

6. Disposal of Sites and Buildings

	Route 32	Murrayville	Bradshaw	County Line	Total
Capital cost	\$47,050	\$2,144,592	\$1,496,396	\$963,321	\$4,651,359
Accumulated amortization	(35,750)	(1,418,891)	(1,233,761)	(872,973)	(3,561,375)
Net asset value at disposal	<u>11,300</u>	<u>725,701</u>	<u>262,635</u>	<u>90,348</u>	<u>1,089,984</u>
Deferred capital revenue (DCR)	(35,750)	(2,129,093)	(1,366,380)	(908,012)	(4,439,235)
Accumulated amortization	35,750	1,418,891	1,233,761	872,973	3,561,375
Net DCR value at disposal	<u>-</u>	<u>(710,202)</u>	<u>(132,619)</u>	<u>(35,039)</u>	<u>(877,860)</u>
Net book value at disposal	<u>\$11,300</u>	<u>\$15,499</u>	<u>\$130,016</u>	<u>\$55,309</u>	<u>\$212,124</u>
Gross sale proceeds	\$5,600,800	\$10,044,000	\$5,900,000	\$2,800,000	\$24,344,800
Real estate commissions	(118,400)	(210,924)	(123,900)	(57,750)	(510,974)
Fees and expenses	(3,262)	(3,868)	(10,791)	(3,645)	(21,566)
Restricted sale proceeds	(4,109,354)	(7,371,920)	(4,323,982)	(2,053,953)	(17,859,209)
Net sale proceeds	<u>\$1,369,784</u>	<u>\$2,457,288</u>	<u>\$1,441,327</u>	<u>\$684,652</u>	<u>\$5,953,051</u>
Gain on disposal	<u>\$1,358,484</u>	<u>\$2,441,789</u>	<u>\$1,311,311</u>	<u>\$629,343</u>	<u>\$5,740,927</u>

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

7. Unearned Revenue

	June 30, 2017	June 30, 2016
Balance, Beginning of Year	\$ 11,800,080	\$ 10,207,091
Changes for the Year		
Increase:		
Tuition fees	13,349,912	11,662,763
Rentals	10,979	10,308
Transportation	3,250	111,753
Grants	20,000	13,146
Other	3,475	2,110
	<u>13,387,616</u>	<u>11,800,080</u>
Decrease:		
Tuition fees	11,662,763	10,095,939
Rentals	10,308	4,629
Transportation	111,753	103,738
Grants	13,146	-
Other	2,110	2,785
	<u>11,800,080</u>	<u>10,207,091</u>
Balance, End of Year	<u>\$ 13,387,616</u>	<u>\$ 11,800,080</u>

8. Deferred Revenue

Deferred revenue includes unspent amounts 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.

	June 30, 2017	June 30, 2016
Balance, Beginning of Year	\$ 815,747	\$ 1,067,806
Changes for the year:		
Increase:		
Provincial Grants - MOE	8,535,017	6,645,943
Provincial Grants - Other	462,473	259,426
Other revenue	7,080,947	6,264,962
	<u>16,078,437</u>	<u>13,170,331</u>
Decrease:		
Transferred to revenue	(14,759,679)	(13,422,390)
Balance, End of Year	<u>\$ 2,134,505</u>	<u>\$ 815,747</u>

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

9. Deferred Capital Revenue

	June 30, 2017	June 30, 2016
Balance, Beginning of Year	\$ 146,493,027	\$ 156,052,746
Increase:		
Provincial Grants - MOE	6,184,627	2,999,903
Provincial Grants - Other	78,711	-
Other revenue	1,299,229	1,473,823
Investment income	120,614	63,807
MOE proceeds from disposals	17,859,209	-
	<u>25,542,390</u>	<u>4,537,533</u>
Decrease:		
Amortization	(6,969,374)	(6,867,645)
Revenue recognized on disposals	(877,860)	-
Site purchase	(11,196)	(6,931,460)
Transfer to income statement for AFG	(250,251)	(298,147)
	<u>(8,108,681)</u>	<u>(14,097,252)</u>
Balance, End of Year	<u><u>\$ 163,926,736</u></u>	<u><u>\$ 146,493,027</u></u>

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.

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

10. Employee Future Benefits

Benefits include vested sick leave, accumulating non-vested sick leave, retirement allowances, vacation pay and life insurance. The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

	2017	2016
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation, April 1	\$ 6,252,264	\$ 5,486,182
Service cost	481,635	451,705
Interest cost	156,106	127,085
Benefit payments – April 1 to March 31	(624,944)	(492,096)
Actuarial (gain) loss	(450,793)	679,388
Accrued benefit obligation, March 31	\$ 5,814,268	\$ 6,252,264
Reconciliation of Funded Status at End of Fiscal Year		
Accrued benefit obligation – March 31	5,814,268	6,252,264
Market value of plan assets – March 31	-	-
Funded status – surplus (deficit)	(5,814,268)	(6,252,264)
Employer contributions after measurement date	42,286	68,214
Benefits expense after measurement date	(161,310)	(159,435)
Unamortized net actuarial (gain) loss	576,976	1,174,955
Accrued benefit liability - June 30	\$ (5,356,316)	\$ (5,168,530)
Reconciliation of Change in Accrued Benefit Liability		
Accrued benefit liability – July 1	\$ 5,168,530	\$ 5,003,556
Net expense for fiscal year	786,802	669,944
Employers contributions	(599,016)	(504,970)
Accrued benefit liability - June 30	\$ 5,356,316	\$ 5,168,530
Components of Net Benefit Expense		
Service cost	481,514	459,188
Interest cost	158,101	134,340
Amortization of actuarial (gain) loss	147,187	76,416
Net Benefit Expense	\$ 786,802	\$ 669,944

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

10. Employee Future Benefits (continued)

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

	<u>2017</u>	<u>2016</u>
Discount rate - April 1	2.50%	2.25%
Discount rate - March 31	2.75%	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
EARSL – March 31	9.6 years	9.6 years

The employee future benefits liability of \$5,369,116 (2016: \$5,239,100) identified on the statement of financial position includes the liability for the School District's retirement plan for non-teaching employees (see below), in addition to the vested and non-vested employee future benefits described above.

The total employee future benefits liability amount is comprised of:

	<u>June 30, 2017</u>	<u>June 30, 2016</u>
Vested and non-vested School District benefits	\$ 5,356,316	\$ 5,168,530
Retirement plan for non-teaching employees (Note 11 b)	12,800	70,570
Total Accrued Benefit Liability	<u>\$ 5,369,116</u>	<u>\$ 5,239,100</u>

11. Employee Pension Plans

a) Teachers' Pension Plan and Municipal Pension Plan

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for managing the pension plans including investing assets and administering benefits. The pension plans are multi-employer defined benefit pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2016, the Teachers' Pension Plan has about 45,000 active members and approximately 36,000 retired members. As at December 31, 2015 the Municipal Pension Plan has about 189,000 active members, of which approximately 24,000 are 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 is then adjusted to the extent there is any amortization of any funding deficit.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014 indicated a \$449 million funding surplus for basic pension benefits. The next valuation will be as at December 31, 2017 with results available in 2018. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2015 indicated a \$2,224 million funding surplus for basic pension benefits. The next valuation will be as at December 31, 2018 with results available in 2019.

School District No. 35 (Langley)
Notes to the Financial Statements
Year Ended June 30, 2017

11. Employee Pension Plans (continued)

a) Teachers' Pension Plan and Municipal Pension Plan (continued)

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

The School District's employer contributions to these plans in the fiscal year ended June 30, 2017 were \$16,683,073 (2016: \$17,626,824).

b) Retirement Plan for Non-Teaching Employees of School District No. 35 (Langley)

The Retirement Plan for Non-Teaching Employees of School District No. 35 (Langley) is a defined benefit pension plan that has been effective since October 1, 1964. Effective January 1, 1991, new employees are not permitted to join the plan and are required to join the Municipal Pension Plan. The pension plan has 1 active member and 24 retired members. The plan provides benefits based on years of service and the average compensation of the year in which the member retires.

The Board has appointed a Retirement Committee consisting of management, union and plan members to be in charge of the general administration of the plan. The School District uses the services of outside firms to provide pension administration services and management of the pension plan including investment of the assets and administration of benefits.

An actuarial valuation is normally performed every three years to assess the financial position of the plan. The actuarial valuation conducted as at December 31, 2014 reported a going-concern surplus of \$848,000 (2011: \$436,000 deficit) and a solvency deficiency of \$195,000 (2011: \$1,198,000). The School District has recognized the solvency deficiency as a liability in the financial statements as a component of the employee future benefits liability.

The School District was required to make employer contributions equal to the current service cost retroactive to January 1, 2015 and to make special payments to fund the solvency deficiency either over two years or in a lump sum payment. The School District has now fully funded the solvency deficiency. The next actuarial valuation will be performed as at December 31, 2017.

For the fiscal year ended June 30, 2017, the School District has accrued service costs of \$5,400 (2016: \$11,250) and a liability of \$12,800 (2016: \$70,570).

12. Expense by Object

	June 30, 2017	June 30, 2016
Salaries and benefits	\$174,481,494	\$166,405,114
Services and supplies	20,175,814	18,484,380
Interest	62,161	82,131
Amortization	9,281,243	9,127,023
Other	5,788,879	5,506,830
	<u>\$209,789,591</u>	<u>\$199,605,478</u>

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

13. Accumulated Surplus

The School District's accumulated surplus consists of balances in its internal capital and internal operating funds. The balance in the internal capital fund consists of amounts invested in tangible capital assets and local capital. The balance in the internal operating fund consists of amounts restricted for various specific purposes and an unrestricted amount.

	June 30, 2017	June 30, 2016
Total Capital Fund Surplus	\$ 82,363,003	\$ 76,937,388
Restricted Operating Surplus		
Internally restricted (appropriated) by the Board	3,188,260	3,188,260
Internally restricted to balance 2016 - 2017 budget	-	850,000
Internally restricted to balance 2017 – 2018 budget	899,442	-
Internally restricted for infrastructure replacement	1,800,000	500,000
Internally restricted for student capacity needs	500,000	1,000,000
Student Learning Grant	946,675	-
School Generated Funds	2,453,231	1,955,023
School surpluses	475,909	297,942
District initiative to support technology	900,000	750,000
District initiative in support of schools	750,000	750,000
Internally restricted surplus	11,913,517	9,291,225
Unrestricted Operating Surplus	4,982,201	4,848,425
Total Operating Surplus	16,895,718	14,139,650
Accumulated Surplus	\$ 99,258,721	\$ 91,077,038

14. Interfund Transfers

The School District manages its accounts using three different funds – Operating, Special Purpose and Capital. Transfers between these funds during the year ended June 30, 2017, were as follows:

- A transfer in the amount of \$51,180 (2016: \$38,991) was made from the special purpose fund to the capital fund for payment of capital assets purchased.
 - A transfer in the amount of \$1,905,983 (2016: \$1,318,356) was made from the operating fund to the capital fund for payment of capital assets purchased and capital lease payments.
-

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

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 generally considered to be in the normal course of operations and are recorded at the exchange amount. The cumulative total of transactions with related parties during the year was not material in amount.

The School District has an economic interest in the Langley School District Foundation (Foundation) which acts as a fundraising agency for the School District. The Foundation is a separate legal entity and is a registered charity under the provisions of the *Income Tax Act* of Canada. The Foundation has its own board of directors who approve grants to support various initiatives of the School District.

During the year, the School District received \$596,131 (2016: \$616,954) in contributions from the Foundation to support and promote programs not funded by the Ministry of Education. The School District made contributions to the Foundation to support its operations of \$4,500 (2016: \$4,500). The School District also has an amount receivable from the Foundation of \$5,118 (2016: \$1,874 – see Note 3).

16. Capital Leases Obligations

The School District entered into a capital lease during March 2012 to replace photocopier and printer equipment in schools and business offices. The lease expired at the end of February 2017.

For the year ended June 30, 2017, the School District recorded interest expense on the obligations under capital leases of \$53,798 (2016: \$74,649). The District has not entered into any additional capital leases after February 2017.

17. Contractual Obligations and Contingencies

In the normal course of business, lawsuits and claims have been brought against the School District. The School District contests these lawsuits and claims. Management believes that the results of any pending legal proceedings will not have a material effect on the financial position of the School District.

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.

	2018	2019	2020
Additional education space	\$143,730	\$ -	\$ -
Carbon neutral capital program	406,019	-	-
Purchase of school buses	1,075,970	-	-
Outdoor track replacement at WGSS	432,965	-	-
Various AFG projects	1,459,955	-	-
Computer leases	428,632	142,795	10,276
	<u>\$3,947,271</u>	<u>\$142,795</u>	<u>\$10,276</u>

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

18. Asset Retirement Obligations

Legal liabilities may exist for the removal or disposal of asbestos in schools that will undergo major renovations or demolition or as a requirement of a disposal. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which a reasonable estimate of fair value can be made. As at June 30, 2017, the liability is not reasonably determinable and the School District has accordingly not made any provision in the financial statements to reflect future removal costs or reduced sale proceeds.

19. Budget Figures

Budget figures were approved by the Board of Education through the adoption of an annual amended budget bylaw on February 21, 2017.

Budget figures included in the financial statements reflect the amended planned budget approved by the Board. The School District has elected to present the amended budget as it reflects a budget based on funding as a result of final enrollment numbers versus estimated enrollment projections.

Revenues	Annual Budget	Amended Budget	Change
Ministry of Education	\$ 175,136,992	\$ 178,836,587	\$ 3,699,595
Other - Provincial Grants	511,812	703,407	191,595
Tuition	13,180,575	13,489,808	309,233
Other revenue	6,888,468	6,574,139	(314,329)
Rentals and leases	906,401	964,241	57,840
Investment income	564,660	574,634	9,974
Gain on disposal of tangible capital assets	-	5,727,761	5,727,761
Amort. of deferred capital revenue	7,049,295	6,908,017	(141,278)
	204,238,203	213,778,594	9,540,391
Expenses			
Instruction	167,418,252	171,908,261	4,490,009
District administration	6,510,936	6,495,935	(15,001)
Operations and maintenance	30,354,008	30,378,958	24,950
Transportation and housing	2,360,026	2,375,044	15,018
Debt services	53,798	74,649	20,851
	206,697,020	211,232,847	4,535,827
Net Revenue (Expense)	(2,458,817)	2,545,747	5,004,564
Budgeted Allocation of Surplus	850,000	2,097,942	1,247,942
Surplus (Deficit) for the Year	\$ (1,608,817)	\$ 4,643,689	\$ 6,252,506

Significant changes between the original and amended budgets are as follows:

- Ministry grants – reflects increased student enrolment.
- Gain on disposal of tangible capital assets resulted from the sale of three closed schools and a vacant site.
- Instruction expenses – reflects the impact of higher student enrolment and increase in supplies and initiatives for schools.

School District No. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

20. Risk Management

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk. The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

a) Credit risk:

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

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

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

b) Market risk:

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in term deposits and guaranteed investment certificates 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. 35 (Langley)

Notes to the Financial Statements

Year Ended June 30, 2017

21. Economic Dependence

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

22. Future Capital Transactions

On June 24, 2016, the Ministry of Education announced provincial funding for the seismic upgrading and partial replacement of Langley Secondary School. The total value of the project is \$26.2 million. Work will be conducted in the following three summers, commencing in 2017 with completion in 2019. The school district has contractual obligations of \$2,607,543 as at June 30, 2017 relating to this project.

On September 16, 2016, the Ministry of Education announced provincial funding for the following:

- The construction of a 1,500 student (core 1,700) secondary school on the Willoughby Slope. The total value of the project is \$55.2 million. Construction of the school will commence in the fall of 2017 for a planned opening in September 2019. The School District will be contributing the first \$19.6 million of the capital cost of the project from proceeds on the disposal of tangible capital assets (see Note 6). The school district has contractual obligations of \$2,817,351 as at June 30, 2017 relating to this project.
 - The expansion of RC Garnett Demonstration School. The total value of the project is \$4.6 million and construction will be complete by the end of 2017. The school district has contractual obligations of \$2,495,658 as at June 30, 2017 relating to this project.
 - The acquisition of a five-acre elementary school site. Provincial funding is \$6.5 million. The school district has no contractual obligations as at June 30, 2017 relating to this project.
-

School District No. 35 (Langley)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2017

Schedule 1 (Unaudited)

	Operating Fund	Special Purpose Fund	Capital Fund	2017 Actual	2016 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	14,139,650		76,937,388	91,077,038	84,638,273
Changes for the year					
Surplus (Deficit) for the year	4,662,051	51,180	3,468,452	8,181,683	6,438,765
Interfund Transfers		(51,180)	51,180	-	-
Tangible Capital Assets Purchased	(1,668,897)		1,668,897	-	-
Local Capital	(237,086)		237,086	-	-
Other					
Net Changes for the year	2,756,068	-	5,425,615	8,181,683	6,438,765
Accumulated Surplus (Deficit), end of year - Statement 2	16,895,718	-	82,363,003	99,258,721	91,077,038

School District No. 35 (Langley)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	171,380,360	172,790,662	163,170,775
Other	261,359	206,323	239,559
Tuition	13,489,808	14,051,722	12,310,325
Other Revenue	869,468	1,474,504	1,208,990
Rentals and Leases	964,241	1,053,776	1,024,675
Investment Income	540,000	580,864	556,033
Total Revenue	187,505,236	190,157,851	178,510,357
Expenses			
Instruction	159,606,006	155,381,328	149,065,988
District Administration	6,415,855	6,302,408	5,971,414
Operations and Maintenance	20,229,889	21,471,136	19,500,533
Transportation and Housing	2,142,008	2,340,928	2,184,325
Total Expense	188,393,758	185,495,800	176,722,260
Operating Surplus (Deficit) for the year	(888,522)	4,662,051	1,788,097
Budgeted Appropriation (Retirement) of Surplus (Deficit)	2,097,942		
Net Transfers (to) from other funds			
Local Capital	(863,400)	(1,668,897)	(972,336)
Other	(346,020)	(237,086)	(346,020)
Total Net Transfers	(1,209,420)	(1,905,983)	(1,318,356)
Total Operating Surplus (Deficit), for the year	-	2,756,068	469,741
Operating Surplus (Deficit), beginning of year		14,139,650	13,669,909
Operating Surplus (Deficit), end of year		16,895,718	14,139,650
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 13)		11,913,517	9,291,225
Unrestricted		4,982,201	4,848,425
Total Operating Surplus (Deficit), end of year		16,895,718	14,139,650

School District No. 35 (Langley)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	169,531,997	169,812,154	162,313,532
INAC/LEA Recovery	(143,468)	(142,996)	(140,026)
Other Ministry of Education Grants			
Pay Equity	551,875	551,875	551,875
Funding for Graduated Adults	58,000	138,386	128,105
Transportation Supplement	260,000	260,000	
Economic Stability Dividend	98,346	108,841	145,875
Return of Administrative Savings	851,770	851,770	
Carbon Tax Grant	153,000	165,870	152,572
Student Learning Grant		1,027,022	
FSA	15,600	14,500	15,600
Provincial Exam Marking	3,240	3,240	3,242
Total Provincial Grants - Ministry of Education	171,380,360	172,790,662	163,170,775
Provincial Grants - Other	261,359	206,323	239,559
Tuition			
Summer School Fees	235,808	235,808	187,235
Continuing Education	336,000	310,442	393,940
International and Out of Province Students	12,918,000	13,505,472	11,729,150
Total Tuition	13,489,808	14,051,722	12,310,325
Other Revenues			
LEA/Direct Funding from First Nations	143,468	142,996	140,026
Miscellaneous			
Other Revenue	299,000	440,004	380,980
Transportation	25,000	27,099	263,824
BC Hydro Grant	47,000	77,040	70,315
Salary Recoveries	355,000	461,423	353,845
School Generated Funds		325,942	
Total Other Revenue	869,468	1,474,504	1,208,990
Rentals and Leases	964,241	1,053,776	1,024,675
Investment Income	540,000	580,864	556,033
Total Operating Revenue	187,505,236	190,157,851	178,510,357

School District No. 35 (Langley)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Salaries			
Teachers	85,997,300	83,288,347	79,652,326
Principals and Vice Principals	10,022,249	10,011,441	9,409,755
Educational Assistants	15,804,844	15,147,404	13,994,524
Support Staff	15,159,511	14,685,220	14,252,523
Other Professionals	3,738,370	3,863,831	3,907,640
Substitutes	7,017,557	7,836,200	7,217,913
Total Salaries	137,739,831	134,832,443	128,434,681
Employee Benefits	32,904,230	32,436,437	31,910,845
Total Salaries and Benefits	170,644,061	167,268,880	160,345,526
Services and Supplies			
Services	3,932,264	4,221,207	3,567,130
Student Transportation	152,346	213,013	179,196
Professional Development and Travel	1,108,874	1,044,643	1,070,981
Rentals and Leases	23,900	16,074	17,959
Dues and Fees	1,078,840	986,446	973,704
Insurance	486,800	446,692	531,315
Interest		8,363	7,482
Supplies	8,336,673	8,208,471	7,295,292
Utilities	2,628,000	3,081,871	2,740,708
Bad Debts	2,000	140	(7,033)
Total Services and Supplies	17,749,697	18,226,920	16,376,734
Total Operating Expense	188,393,758	185,495,800	176,722,260

School District No. 35 (Langley)

Operating Expense by Function, Program and Object
Year Ended June 30, 2017

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	66,105,752	1,893,725	308,256	1,072,606	46,331	5,016,156	74,442,826
1.03 Career Programs	405,872	111,354	183,361	38,544		8,034	747,165
1.07 Library Services	483,257		509,184	6,090		42,518	1,041,049
1.08 Counselling	2,715,029	123,235		38,648		3,611	2,880,523
1.10 Special Education	9,517,736	233,028	12,456,141	50,569		1,249,192	23,506,666
1.30 English Language Learning	1,557,444	89,116	73,247			20,291	1,740,098
1.31 Aboriginal Education	376,041	120,761	916,999	66,106		16,928	1,496,835
1.41 School Administration		6,738,061		2,309,842	76,620	267,871	9,392,394
1.60 Summer School	707,295	114,669	113,580	18,117		2,566	956,227
1.62 International and Out of Province Students	1,419,921	344,963	491,009	132,099	357,894	104,383	2,850,269
1.64 Other							-
Total Function 1	83,288,347	9,768,912	15,051,777	3,732,621	480,845	6,731,550	119,054,052
4 District Administration							
4.11 Educational Administration		119,294		14,610	765,892		899,796
4.40 School District Governance					153,986		153,986
4.41 Business Administration		123,235		984,583	1,467,843	30,491	2,606,152
Total Function 4	-	242,529	-	999,193	2,387,721	30,491	3,659,934
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				94,033	685,181	6,595	785,809
5.50 Maintenance Operations				8,430,182	233,743	821,230	9,485,155
5.52 Maintenance of Grounds				402,562		113,528	516,090
5.56 Utilities							-
Total Function 5	-	-	-	8,926,777	918,924	941,353	10,787,054
7 Transportation and Housing							
7.41 Transportation and Housing Administration				103,434	76,341	10,770	190,545
7.70 Student Transportation			95,627	923,195		122,036	1,140,858
Total Function 7	-	-	95,627	1,026,629	76,341	132,806	1,331,403
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	83,288,347	10,011,441	15,147,404	14,685,220	3,863,831	7,836,200	134,832,443

School District No. 35 (Langley)

Operating Expense by Function, Program and Object

Year Ended June 30, 2017

Schedule 2C (Unaudited)

	Total Salaries \$	Employee Benefits \$	Total Salaries and Benefits \$	Services and Supplies \$	2017 Actual \$	2017 Budget (Note 19) \$	2016 Actual \$
1 Instruction							
1.02 Regular Instruction	74,442,826	18,260,936	92,703,762	4,209,289	96,913,051	100,046,042	93,042,271
1.03 Career Programs	747,165	189,895	937,060	193,106	1,130,166	1,138,755	897,483
1.07 Library Services	1,041,049	256,944	1,297,993	117,816	1,415,809	1,408,304	1,412,327
1.08 Counselling	2,880,523	639,216	3,519,739	71,056	3,590,795	3,579,147	3,543,034
1.10 Special Education	23,506,666	5,853,466	29,360,132	323,744	29,683,876	30,262,391	28,257,868
1.30 English Language Learning	1,740,098	402,004	2,142,102	61,874	2,203,976	2,321,710	2,014,742
1.31 Aboriginal Education	1,496,835	355,611	1,852,446	452,710	2,305,156	2,281,735	2,313,043
1.41 School Administration	9,392,394	2,153,294	11,545,688	409,878	11,955,566	12,089,943	11,378,938
1.60 Summer School	956,227	170,488	1,126,715	22,179	1,148,894	1,121,548	1,072,284
1.62 International and Out of Province Students	2,850,269	661,758	3,512,027	1,522,012	5,034,039	5,351,931	5,115,060
1.64 Other	-	-	-	-	-	4,500	18,938
Total Function 1	119,054,052	28,943,612	147,997,664	7,383,664	155,381,328	159,606,006	149,065,988
4 District Administration							
4.11 Educational Administration	899,796	190,345	1,090,141	271,159	1,361,300	1,287,391	1,311,847
4.40 School District Governance	153,986	3,984	157,970	103,445	261,415	261,150	262,215
4.41 Business Administration	2,606,152	577,654	3,183,806	1,495,887	4,679,693	4,867,314	4,397,352
Total Function 4	3,659,934	771,983	4,431,917	1,870,491	6,302,408	6,415,855	5,971,414
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	785,809	149,427	935,236	1,422,190	2,357,426	2,345,817	1,885,080
5.50 Maintenance Operations	9,485,155	2,131,903	11,617,058	3,354,792	14,971,850	14,517,555	14,100,314
5.52 Maintenance of Grounds	516,090	115,966	632,056	427,933	1,059,989	746,517	774,431
5.56 Utilities	-	-	-	3,081,871	3,081,871	2,620,000	2,740,708
Total Function 5	10,787,054	2,397,296	13,184,350	8,286,786	21,471,136	20,229,889	19,500,533
7 Transportation and Housing							
7.41 Transportation and Housing Administration	190,545	43,495	234,040	3,555	237,595	237,685	214,785
7.70 Student Transportation	1,140,858	280,051	1,420,909	682,424	2,103,333	1,904,323	1,969,540
Total Function 7	1,331,403	323,546	1,654,949	685,979	2,340,928	2,142,008	2,184,325
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	134,832,443	32,436,437	167,268,880	18,226,920	185,495,800	188,393,758	176,722,260

School District No. 35 (Langley)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual	2016 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	7,015,534	7,646,048	6,769,129
Other	442,048	441,327	279,974
Other Revenue	5,704,671	6,672,304	6,373,287
Total Revenue	13,162,253	14,759,679	13,422,390
Expenses			
Instruction	12,302,255	13,871,274	12,616,378
District Administration	80,080	99,149	28,944
Operations and Maintenance	738,076	738,076	738,077
Total Expense	13,120,411	14,708,499	13,383,399
Special Purpose Surplus (Deficit) for the year	41,842	51,180	38,991
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(41,842)	(51,180)	(38,991)
Total Net Transfers	(41,842)	(51,180)	(38,991)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 35 (Langley)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2017

Schedule 3A (Unaudited)

Deferred Revenue, beginning of year

Add: Restricted Grants
Provincial Grants - Ministry of Education
Provincial Grants - Other
Other

Less: Allocated to Revenue
Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education
Provincial Grants - Other
Other Revenue

Expenses

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

Employee Benefits
Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Tangible Capital Assets Purchased

Net Revenue (Expense)

Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Service Delivery Transformation	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK
\$	\$	\$	\$	\$	\$	\$	\$	\$
	5,948	124,271	113,576	322,944	-	27,956	-	214,708
738,076	3,407,919				290,208	71,050	215,477	1,955,135
738,076	3,407,919	-	-	7,080,947	290,208	71,050	215,477	1,955,135
738,076	3,320,069	51,180	31,080	6,672,304	288,462	99,006	210,428	1,980,329
-	93,798	73,091	82,496	731,587	1,746	-	5,049	189,514
738,076	3,320,069	51,180	31,080		288,462	99,006	210,428	1,980,329
738,076	3,320,069	51,180	31,080	6,672,304	288,462	99,006	210,428	1,980,329
245,680	2,074,521				22,993	30,069	54,245	220,423
	576,189				191,286			1,250,311
	66,445				257	13,375	8,095	15,891
245,680	2,717,155	-	-	-	214,536	43,444	62,340	1,486,625
56,573	602,914				56,186	6,721	13,211	386,003
435,823			31,080	6,672,304	17,740	48,841	134,877	107,701
738,076	3,320,069	-	31,080	6,672,304	288,462	99,006	210,428	1,980,329
-	-	51,180	-	-	-	-	-	-
-	-	(51,180)	-	-	-	-	-	-
-	-	(51,180)	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

School District No. 35 (Langley)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2017

	Coding and Curriculum Implementation	Priority Measures	SWIS	TOTAL
	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	6,344	815,747
Add: Restricted Grants				
Provincial Grants - Ministry of Education	132,705	1,724,447		8,535,017
Provincial Grants - Other			462,473	462,473
Other				7,080,947
	132,705	1,724,447	462,473	16,078,437
Less: Allocated to Revenue	-	927,418	441,327	14,759,679
Deferred Revenue, end of year	132,705	797,029	27,490	2,134,505
Revenues				
Provincial Grants - Ministry of Education		927,418		7,646,048
Provincial Grants - Other			441,327	441,327
Other Revenue				6,672,304
	-	927,418	441,327	14,759,679
Expenses				
Salaries				
Teachers		737,705	4,532	3,144,488
Principals and Vice Principals			22,279	22,279
Educational Assistants			167,163	2,184,949
Support Staff			11,536	257,216
Other Professionals			45,791	45,791
Substitutes			75,773	179,836
	-	737,705	327,074	5,834,559
Employee Benefits		189,713	66,734	1,378,055
Services and Supplies			47,519	7,495,885
	-	927,418	441,327	14,708,499
Net Revenue (Expense) before Interfund Transfers	-	-	-	51,180
Interfund Transfers				
Tangible Capital Assets Purchased	-	-	-	(51,180)
	-	-	-	(51,180)
Net Revenue (Expense)	-	-	-	-

School District No. 35 (Langley)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2017

	2017 Budget (Note 19)	2017 Actual			2016 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education	440,693	260,429		260,429	4,691,118
Municipal Grants Spent on Sites		1,018		1,018	2,538,489
Investment Income	34,634		81,996	81,996	14,244
Gain (Loss) on Disposal of Tangible Capital Assets	5,727,761	5,740,927		5,740,927	-
Amortization of Deferred Capital Revenue	6,908,017	6,969,374		6,969,374	6,867,645
Total Revenue	13,111,105	12,971,748	81,996	13,053,744	14,111,496
Expenses					
Operations and Maintenance	438,952	250,251		250,251	298,147
Amortization of Tangible Capital Assets					
Operations and Maintenance	8,972,041	9,040,862		9,040,862	8,903,183
Transportation and Housing	233,036	240,381		240,381	223,840
Debt Services					
Capital Lease Interest	74,649		53,798	53,798	74,649
Total Expense	9,718,678	9,531,494	53,798	9,585,292	9,499,819
Capital Surplus (Deficit) for the year	3,392,427	3,440,254	28,198	3,468,452	4,611,677
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	41,842	51,180		51,180	38,991
Local Capital	863,400		1,668,897	1,668,897	972,336
Capital Lease Payment	346,020		237,086	237,086	346,020
Total Net Transfers	1,251,262	51,180	1,905,983	1,957,163	1,357,347
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(5,953,051)	5,953,051	-	
Tangible Capital Assets Purchased from Local Capital		1,969,753	(1,969,753)	-	
Principal Payment					
Capital Lease		183,289	(183,289)	-	
Total Other Adjustments to Fund Balances		(3,800,009)	3,800,009	-	
Total Capital Surplus (Deficit) for the year	4,643,689	(308,575)	5,734,190	5,425,615	5,969,024
Capital Surplus (Deficit), beginning of year		76,815,102	122,286	76,937,388	70,968,364
Capital Surplus (Deficit), end of year		76,506,527	5,856,476	82,363,003	76,937,388

School District No. 35 (Langley)

Tangible Capital Assets

Year Ended June 30, 2017

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	37,858,155	318,954,114	13,912,797	2,161,113	605,593	1,742,523	375,234,295
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	10,178		391,069	130,629			140,807
Deferred Capital Revenue - Other	1,018	69,805	51,180			10,571	472,463
Special Purpose Funds		531,268	772,369	433,060	76,591	156,465	51,180
Local Capital		(69,788)	25,742				1,969,753
Deferred Capital Revenue - MEd Restricted Capital		1,563,249	1,353,758				(44,046)
Transferred from Work in Progress	11,196	2,094,534	2,594,118	563,689	76,591	167,036	2,917,007
Decrease:							
Disposed of	212,124	4,439,235	1,322,038				5,973,397
Deemed Disposals			1,047,987	78,291	118,326	134,026	1,378,630
	212,124	4,439,235	2,370,025	78,291	118,326	134,026	7,352,027
Cost, end of year	37,657,227	316,609,413	14,136,890	2,646,511	563,858	1,775,533	373,389,432
Work in Progress, end of year		4,642,452	509,828				5,152,280
Cost and Work in Progress, end of year	37,657,227	321,251,865	14,646,718	2,646,511	563,858	1,775,533	378,541,712
Accumulated Amortization, beginning of year							
Changes for the Year							
Increase: Amortization for the Year		150,753,348	5,722,440	965,706	254,125	541,184	158,236,803
Decrease:							
Disposed of		7,052,440	1,519,671	240,381	116,945	351,806	9,281,243
Deemed Disposals		3,561,375	1,322,038				4,883,413
			1,047,987	78,291	118,326	134,026	1,378,630
Accumulated Amortization, end of year		3,561,375	2,370,025	78,291	118,326	134,026	6,262,043
		154,244,413	4,872,086	1,127,796	252,744	758,964	161,256,003
Tangible Capital Assets - Net	37,657,227	167,007,452	9,774,632	1,518,715	311,114	1,016,569	217,285,709

School District No. 35 (Langley)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2017

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	481,424	117,472			598,896
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	4,116,402	1,745,748			5,862,150
Deferred Capital Revenue - Other	1,607,875	366			1,608,241
	5,724,277	1,746,114	-	-	7,470,391
Decrease:					
Transferred to Tangible Capital Assets	1,563,249	1,353,758			2,917,007
	1,563,249	1,353,758	-	-	2,917,007
Net Changes for the Year	4,161,028	392,356	-	-	4,553,384
Work in Progress, end of year	4,642,452	509,828	-	-	5,152,280

School District No. 35 (Langley)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2017

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	138,013,459	669,505	1,559,770	140,242,734
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	130,629	6,512	464,933	602,074
Transferred from Work in Progress	2,917,007			2,917,007
Transferred from Deferred Revenue - Construction of Yorkson Creek		(44,046)		(44,046)
	3,047,636	(37,534)	464,933	3,475,035
Decrease:				
Amortization of Deferred Capital Revenue	6,702,129	23,097	244,148	6,969,374
Revenue Recognized on Disposal of Buildings	877,860			877,860
	7,579,989	23,097	244,148	7,847,234
Net Changes for the Year	(4,532,353)	(60,631)	220,785	(4,372,199)
Deferred Capital Revenue, end of year	133,481,106	608,874	1,780,555	135,870,535
Work in Progress, beginning of year	598,895			598,895
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	5,862,150	1,608,241		7,470,391
	5,862,150	1,608,241	-	7,470,391
Decrease				
Transferred to Deferred Capital Revenue	2,917,007			2,917,007
	2,917,007	-	-	2,917,007
Net Changes for the Year	2,945,143	1,608,241	-	4,553,384
Work in Progress, end of year	3,544,038	1,608,241	-	5,152,279
Total Deferred Capital Revenue, end of year	137,025,144	2,217,115	1,780,555	141,022,814

School District No. 35 (Langley)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2017

Schedule 4D (Unaudited)

	Bylaw Capital	MED Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	393,588	4,143,772		1,114,038		5,651,398
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	6,184,627		78,711			6,184,627
Provincial Grants - Other				834,296	464,933	1,299,229
Other		109,054		11,560		120,614
Investment Income		17,859,209				17,859,209
MED Restricted Portion of Proceeds on Disposal	(98,210)	98,210				-
Transfer project surplus to MED Restricted (from) Bylaw	(250,251)					(250,251)
Reclassify revenue for AFG expense projects	5,836,166	18,066,473	78,711	845,856	464,933	25,292,139
Decrease:						
Transferred to DCR - Capital Additions	130,629		6,512		464,933	602,074
Transferred to DCR - Work in Progress	5,862,150	1,608,241				7,470,391
Transferred to Revenue - Site Purchases	10,178	(44,046)		1,018		11,196
Transferred to DCR - Construction of Yorkson Creek Middle School	6,002,957	1,564,195	6,512	1,018	464,933	8,039,615
	(166,791)	16,502,278	72,199	844,838	-	17,252,524
Net Changes for the Year						
Balance, end of year	226,797	20,646,050	72,199	1,958,876	-	22,903,922