

# SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2010/2011

SCHOOL DISTRICT NUMBER 06	NAME OF SCHOOL DISTRICT Rocky Mountain	YEAR 2010/2011
OFFICE LOCATION 620 4th Street, P.O. Box 430		TELEPHONE NUMBER (250) 342-9243
CITY/PROVINCE Invermere, BC		POSTAL CODE V0A 1K0
WEBSITE ADDRESS www.sd6.bc.ca		
NAME OF SUPERINTENDENT Paul Carriere		NAME OF SECRETARY-TREASURER Cameron Dow

## DECLARATION AND SIGNATURES

### SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 06 (Rocky Mountain) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

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

#### *The Board's Responsibility*

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

#### *External Auditors*

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

#### *Declaration of Management and Board Chairperson*

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

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 06 (Rocky Mountain) for the year ended June 30, 2011.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION Manually signed by Greg Anderson	DATE SIGNED September 14, 2011
SIGNATURE OF SUPERINTENDENT Manually signed by Paul Carriere	DATE SIGNED September 14, 2011
SIGNATURE OF SECRETARY-TREASURER Manually signed by Cameron Dow	DATE SIGNED September 14, 2011

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
2010/2011 AUDITED FINANCIAL STATEMENTS**

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## INDEPENDENT AUDITOR'S REPORT

### To The Board of Education of School District No. 6 (Rocky Mountain)

We have audited the accompanying financial statements of School District No. 6 (Rocky Mountain), which comprise the statement of financial position as at June 30, 2011 and the statements of revenue and expense, changes in fund balances and cash flows (and related schedules A1 to A5, B1 to B3, and C1 to C5) for the year then ended, and a summary of significant accounting policies and reporting practices and other explanatory information.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles 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.

### Auditor's 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 evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's 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, the auditor considers internal control relevant to the district's preparation and fair presentation 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 district'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 these financial statements present fairly, in all material respects, the financial position of School District No. 6 (Rocky Mountain) as at June 30, 2011 and the results of its operations, changes in fund balances and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Invermere, British Columbia  
September 13, 2011

*Smith Green Andruschuk LLP*  
Chartered Accountants

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
STATEMENT OF FINANCIAL POSITION  
AS AT JUNE 30, 2011**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 5,021,053	\$ 1,010,272		\$ 6,031,325	\$ 10,635,530
Short Term Investments	3,055,125			3,055,125	
Accounts Receivable					
Due from Province - Ministry of Education	37,057			37,057	37,524
Due from LEA/Direct Funding	21,252			21,252	
Other Receivables (Note 3)	239,303	45,986		285,289	118,851
Interfund Loans		72,475	1,766,191		
Prepaid Expenses	129,988			129,988	79,940
	<u>8,503,778</u>	<u>1,128,733</u>	<u>1,766,191</u>	<u>9,560,036</u>	<u>10,871,845</u>
Capital Assets - Net (Note 4)			55,787,380	55,787,380	54,745,328
<b>TOTAL ASSETS</b>	<b><u>\$ 8,503,778</u></b>	<b><u>\$ 1,128,733</u></b>	<b><u>\$ 57,553,571</u></b>	<b><u>\$ 65,347,416</u></b>	<b><u>\$ 65,617,173</u></b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Due to Province - Other				-	905
Other	2,475,977		21,869	2,497,846	2,839,654
Capital Lease Obligations - Current Portion				-	9,449
Interfund Loans	1,838,666				
Other Current Liabilities	385,712			385,712	389,130
	<u>4,700,355</u>	<u>-</u>	<u>21,869</u>	<u>2,883,558</u>	<u>3,239,138</u>
Deferred Revenue	157,801			157,801	276,119
Deferred Contributions					
Ministry of Education		209,187	256,014	465,201	1,302,407
Province - Other		4,190		4,190	12,709
Other		809,483		809,483	650,114
Accrued Employee Future Benefits (Note 5)	770,648			770,648	803,739
Deferred Capital Contributions			33,923,060	33,923,060	34,181,459
<b>TOTAL LIABILITIES</b>	<b><u>5,628,804</u></b>	<b><u>1,022,860</u></b>	<b><u>34,200,943</u></b>	<b><u>39,013,941</u></b>	<b><u>40,465,685</u></b>
Fund Balances					
Invested in Capital Assets			21,864,321	21,864,321	20,554,421
Endowment (Note 6)		105,873		105,873	105,873
Internally Restricted (Note 7)	2,229,605		1,488,307	3,717,912	3,886,481
Unrestricted	645,369			645,369	604,713
<b>TOTAL FUND BALANCES</b>	<b><u>2,874,974</u></b>	<b><u>105,873</u></b>	<b><u>23,352,628</u></b>	<b><u>26,333,475</u></b>	<b><u>25,151,488</u></b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u>\$ 8,503,778</u></b>	<b><u>\$ 1,128,733</u></b>	<b><u>\$ 57,553,571</u></b>	<b><u>\$ 65,347,416</u></b>	<b><u>\$ 65,617,173</u></b>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
STATEMENT OF REVENUE AND EXPENSE  
YEAR ENDED JUNE 30, 2011**

**Statement 2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 32,184,965	\$ 1,048,371		\$ 33,233,336	\$ 34,386,475
Provincial Grants - Other	49,055	58,827		107,882	857,029
Federal Grants		45,986		45,986	
Other Revenue	1,616,442	1,161,477		2,777,919	2,200,461
Rentals and Leases	86,845	20,584		107,429	69,074
Investment Income	121,637	10,454	15,121	147,212	162,818
Amortization of Deferred Capital Contributions			1,661,117	1,661,117	1,700,670
ICBC Proceeds - Vehicle Writeoff			3,609	3,609	
	<u>34,058,944</u>	<u>2,345,699</u>	<u>1,679,847</u>	<u>38,084,490</u>	<u>39,376,527</u>
<b>EXPENSE</b>					
Salaries					
Teachers	12,394,870	131,112		12,525,982	12,230,060
Principals and Vice Principals	2,540,540			2,540,540	2,508,948
Educational Assistants	1,416,200			1,416,200	1,471,852
Support Staff	3,624,731	17,094		3,641,825	3,588,469
Other Professionals	2,155,486	90,000		2,245,486	2,383,219
Substitutes	1,146,770	19,459		1,166,229	1,179,433
	<u>23,278,597</u>	<u>257,665</u>	-	<u>23,536,262</u>	<u>23,361,981</u>
Employee Benefits	5,207,315	50,719		5,258,034	5,038,493
Services and Supplies	4,750,541	1,030,472		5,781,013	5,696,019
Amortization of Capital Assets			2,326,901	2,326,901	2,254,964
Capital Lease Interest Payment			293	293	873
	<u>33,236,453</u>	<u>1,338,856</u>	<u>2,327,194</u>	<u>36,902,503</u>	<u>36,352,330</u>
<b>NET REVENUE (EXPENSE)</b>	<u>\$ 822,491</u>	<u>\$ 1,006,843</u>	<u>\$ (647,347)</u>	<u>\$ 1,181,987</u>	<u>\$ 3,024,197</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
STATEMENT OF CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2011**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
<b>FUND BALANCES, BEGINNING OF YEAR</b>	\$ 3,245,775	\$ 105,873	\$ 21,799,840	\$ 25,151,488	\$ 22,165,407
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	822,491	1,006,843	(647,347)	1,181,987	3,024,197
Interfund Transfers					
Capital Assets Purchased		(645,943)	645,943	-	
Local Capital	(1,250,000)		1,250,000	-	
Other	56,708	(360,900)	304,192	-	
Endowment Transfers to Scholarships for the Year				-	(38,116)
<b>Net Changes for the Year</b>	<u>(370,801)</u>	<u>-</u>	<u>1,552,788</u>	<u>1,181,987</u>	<u>2,986,081</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 2,874,974</u>	<u>\$ 105,873</u>	<u>\$ 23,352,628</u>	<u>\$ 26,333,475</u>	<u>\$ 25,151,488</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2011**

**Statement 4.1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	\$ 822,491	\$ 1,006,843	\$ (647,347)	\$ 1,181,987	\$ 3,024,197
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Short Term Investments	(3,055,125)			(3,055,125)	
Accounts Receivable	(141,237)	(45,986)		(187,223)	74,884
Interfund Loans	(656,881)	417,071	239,810	-	
Prepaid Expenses	(50,048)			(50,048)	23,998
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(323,369)		(18,744)	(342,113)	(369,356)
Other Current Liabilities	(4,018)			(4,018)	5,676
Deferred Revenue	(118,318)			(118,318)	276,119
Deferred Contributions		(222,402)		(222,402)	(944,538)
Accrued Employee Future Benefits	(33,091)			(33,091)	(50,763)
Items Not Involving Cash					
Amortization of Capital Assets			2,326,901	2,326,901	2,254,964
Amortization of Deferred Capital Contributions			(1,661,117)	(1,661,117)	(1,700,670)
Interfund Transfers	(1,193,292)	(1,006,843)	2,200,135	-	
	<u>(4,752,888)</u>	<u>148,683</u>	<u>2,439,638</u>	<u>(2,164,567)</u>	<u>2,594,511</u>
<b>FINANCING</b>					
Endowment Contributions				-	(38,116)
Deferred Contributions Received - Capital			938,764	938,764	156,536
Capital Lease Obligation			(9,449)	(9,449)	(9,449)
	<u>-</u>	<u>-</u>	<u>929,315</u>	<u>929,315</u>	<u>108,971</u>
<b>INVESTING</b>					
Capital Assets Purchased - Special Purpose			(645,943)	(645,943)	(3,159,977)
Capital Assets Purchased - Local Capital			(1,016,100)	(1,016,100)	(300,440)
Capital Assets Purchased - Deferred Contributions - Capital			(1,384,544)	(1,384,544)	(32,638)
Work in Progress - Deferred Contributions - Capital			(18,174)	(18,174)	(95,347)
Work in Progress - Annual Facility Grant			(304,192)	(304,192)	(15,959)
Decrease (Increase) in Investments				-	3,045,625
	<u>-</u>	<u>-</u>	<u>(3,368,953)</u>	<u>(3,368,953)</u>	<u>(558,736)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>\$ (4,752,888)</u>	<u>\$ 148,683</u>	<u>\$ -</u>	<u>\$ (4,604,205)</u>	<u>\$ 2,144,746</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2011**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2011	TOTAL 2010
<b>NET INCREASE (DECREASE) IN CASH</b>	\$ (4,752,888)	\$ 148,683	\$ -	\$ (4,604,205)	\$ 2,144,746
<b>Net Cash, Beginning of Year</b>	9,773,941	861,589		10,635,530	8,490,784
<b>NET CASH, END OF YEAR</b>	<u>\$ 5,021,053</u>	<u>\$ 1,010,272</u>	<u>\$ -</u>	<u>\$ 6,031,325</u>	<u>\$ 10,635,530</u>
Cash	\$ 3,271,053	\$ 790,381		\$ 4,061,434	\$ 4,400,861
Cash Equivalents	1,750,000	219,891		1,969,891	6,234,669
<b>NET CASH, END OF YEAR</b>	<u>\$ 5,021,053</u>	<u>\$ 1,010,272</u>	<u>\$ -</u>	<u>\$ 6,031,325</u>	<u>\$ 10,635,530</u>

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2011**

**1. AUTHORITY AND PURPOSE**

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name "The Board of Education of School District No. 6 (Rocky Mountain)", and operates as "School District No. 6 (Rocky Mountain)". A board of education (Board) elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the School District, and is principally funded by the Province of British Columbia through the Ministry of Education.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES**

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

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

The Statement of Revenue and Expense (Statement 2), Statement of Changes in Fund Balances (Statement 3), and Statement of Cash Flows (Statements 4.1 and 4.2) present the annual results of each fund, the changes in fund balances and the cash flows for the year. The Statement of Financial Position (Statement 1) presents the assets, liabilities and fund balances as at June 30, 2011. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

a) Fund Accounting

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

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

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities with remaining terms to maturity of three months or less at June 30, 2011.

c) Short Term Investments

Short term investments include securities with terms to maturity of greater than three months and less than one year at June 30, 2011.

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

d) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

e) Prepaid Expenses

Prepaid expenses consist of prepaid insurance, permits, subscriptions, training fees and travel.

f) Capital Assets

The following criteria apply:

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

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

g) Revenue Recognition

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

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

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
  - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
  - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset. Amortization commences in the year following acquisition.
  - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

h) Expenses

- 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 any 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 expenses are determined by actual identification. Additional costs pertaining to specific instructional programs such as special and aboriginal education are allocated to these programs. All other costs are allocated to regular programs.
  - 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 allocated to other programs to which they may be assigned. Principals' and Vice Principals' salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
  - Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
  - Supplies and services are allocated based on actual identification of program.

i) Financial Instruments

Financial instruments consist of cash, cash equivalents, short term investments, accounts receivable, accounts payable, accrued liabilities, and other current liabilities. All have been designated as held-for-trading and are measured at fair value, with changes to the fair value recognized in the net revenue (expense) for the year. It is management's opinion that the School District is not exposed to significant interest rate, currency, credit or market risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

The District has chosen to continue to apply Section 3861 (Financial Instruments – Disclosure and Presentation) of the Canadian Institute of Chartered Accountants Handbook, rather than adopting Sections 3862 and 3863 of the Handbook for its financial instruments.

j) Use of Estimates

Preparation of financial statements in accordance with Canadian Generally Accepted Accounting Principles requires management to make estimates and assumptions that impact reported amounts for assets and liabilities at the date of the financial statements and revenues and expenses during the reporting period. Significant areas requiring the use of management estimates relate to the impairment of assets, rates for amortization and employee future benefits. Actual results could differ from those estimates.

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2011**

k) **Employee Future Benefits**

The School District provides certain post-employment benefits including accumulated sick leave, vacation pay, retirement allowance and death benefits to various employees pursuant to their employment contracts and collective agreements.

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

The excess of cumulative unrecognized actuarial gains over ten percent (10%) of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plans. The EARSL for employees of the School District is 8.0 years.

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

l) **Future Change in Accounting Policy**

The Ministry of Education has advised that effective July 1, 2012 the School District will have to prepare its financial statements in accordance with Public Sector Accounting Standards ("PSAB") without the not-for-profit provisions. It is anticipated that the only significant adjustment resulting from the conversion to PSAB will be the requirement that the School District recognize non-vested employee future benefits. The School District, with the assistance of the Ministry of Education, is in the process of assessing the impact on their financial statement of adopting PSAB.

**3. ACCOUNTS RECEIVABLES – OTHER RECEIVABLES**

	2011	2010
Due from Federal Government	\$ 189,366	\$ 47,895
Other	95,923	70,956
Total Other Receivables	\$ 285,289	\$ 118,851

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

**4. CAPITAL ASSETS**

	2011		2010	
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 6,391,957	\$ -	\$ 6,391,957	\$ 6,300,784
Buildings	83,069,003	37,523,607	45,545,396	45,804,917
Work-in-Progress - Buildings	320,302	-	320,302	111,306
Furniture & Equipment	1,772,870	614,592	1,158,278	810,576
Work-in-Progress - Furniture & Equipment	2,064	-	2,064	-
Vehicles	2,522,687	801,329	1,721,358	1,093,864
Computer Software	157,740	49,086	108,654	114,549
Computer Hardware	969,711	430,340	539,371	509,332
	<u>\$95,206,334</u>	<u>\$39,418,954</u>	<u>\$55,787,380</u>	<u>\$54,745,328</u>

**5. EMPLOYEE FUTURE BENEFITS**

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has accrued a liability for these benefits.

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

	2011	2010
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 412,873	\$ 521,680
Service Cost	24,783	30,223
Interest Cost	20,013	36,900
Benefit Payments	(98,514)	(7,942)
Actuarial (Gain)/Loss	29,871	(167,988)
Accrued Benefit Obligation – March 31	<u>\$ 389,026</u>	<u>\$ 412,873</u>

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

Accrued Benefit Obligation – March 31	\$ 389,026	\$ 412,873
Market Value of Plan Assets – March 31	-	-
Funded Status - Surplus/(Deficit)	(389,026)	(412,873)
Employer Contributions After Measurement Date	2,986	76,925
Unamortized Net Actuarial (Gain)/Loss	(384,608)	(467,791)
Accrued Benefit Asset/(Liability) – June 30	<u>\$(770,648)</u>	<u>\$(803,739)</u>

**Components of Net Benefit Expense**

Service Cost	\$ 24,783	\$ 30,223
Interest Cost	20,013	36,900
Amortization of Net Actuarial (Gain)/Loss	(53,313)	(33,018)
Net Benefit Expense (Income)	<u>\$ (8,517)</u>	<u>\$ 34,105</u>

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

**5. EMPLOYEE FUTURE BENEFITS (continued)**

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

Discount Rate – April 1	5.00%	7.00%
Discount Rate – March 31	4.75%	5.00%
Salary Growth – April 1	2.50% + seniority	3.25% + seniority
Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	8.0	8.0

**6. ENDOWMENT FUNDS**

Name of Endowment	Balance Beginning of Year	Transfers to Scholarships for the Year	Earnings for the Year	Available for Disbursement	Balance End of Year
Tom Sanders Memorial Scholarship	\$50,000		\$1,136	\$(1,677)	\$50,000
J. Alfred and Mollie Laird Bursaries	\$22,739		\$533	\$484	\$22,739
Nathan Emery Memorial Bursary	\$11,619		\$282	\$712	\$11,619
Alicia Raven Memorial Scholarship	\$10,645		\$234	\$(562)	\$10,645
Other Scholarships and Bursaries	\$10,870		\$304	\$2,314	\$10,870
<b>Total</b>	\$105,873		\$1,649	\$1,271	\$105,873

**7. OPERATING FUND BALANCE, END OF YEAR**

	<u>2011</u>	<u>2010</u>
Internally Restricted (appropriated) by Board for:		
Net school operating surpluses	\$ 1,995,033	\$ 1,963,096
Future Year's Operations	-	500,000
Curriculum and Instruction Services	171,671	112,817
Early Learning Initiatives	49,104	49,358
Regional Aboriginal Education Project	13,797	15,791
Subtotal Internally Restricted	<u>2,229,605</u>	<u>2,641,062</u>
Unrestricted Operating Surplus	645,369	604,713
Total Available for Future Operations	<u>\$ 2,874,974</u>	<u>\$ 3,245,775</u>

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

**8. EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trusted pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 47,000 active members from school districts, and approximately 29,000 retired members from school districts. The Municipal Pension Plan has about 163,000 active members, of which approximately 23,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Pension Plan as at December 31, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. The most recent valuation for the Municipal Pension Plan as at December 31, 2009 indicated an unfunded liability of \$1,024 million for basic pension benefits. The next valuation will be as at December 31, 2012 with results available in 2013. The actuary does not attribute portions of the unfunded liability to individual employers. School District No. 6 (Rocky Mountain) paid \$2,796,000 for employer contributions to these plans in the year ended June 30, 2011.

**9. INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on the Statement of Changes in Fund Balances (Statement 3). For the year ended June 30, 2011, transfers were as follows:

- Capital assets purchased from special purpose funds - \$645,943;
- Work in progress paid from special purpose funds - \$304,192;
- Operating funds transferred to local capital - \$1,250,000; and
- Special purpose funds transferred to the current year's operations - \$56,708

**10. 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.

**11. BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 8, 2011.

**SCHOOL DISTRICT NO. 6 (ROCKY MOUNTAIN)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2011**

**12. ASSET RETIREMENT OBLIGATION**

Canadian generally accepted accounting principles require the School District to recognize an asset retirement obligation when a reasonable estimate of the fair value of an obligation and the future date of retirement of an asset can be determined. The School District has identified a potential asset retirement obligation that may exist for the removal and disposal of environmentally hazardous materials in some School District facilities. At year end the School District has not recognized an asset retirement obligation as it is uncertain as to the future date of any potential asset retirement, and therefore, the fair value of an asset retirement obligation cannot be reasonably estimated at June 30, 2011.

**13. CAPITAL MANAGEMENT**

The District receives its primary source of capital through funding from the Province of British Columbia via the Ministry of Education. The District defines capital to be fund balances which include funds that are subject to external restrictions as disclosed in Note 2.

The District's capital management objective is to work in conjunction with the Ministry of Education to provide adequate funding for its operations and capital asset additions. To achieve this objective the District monitors its revenues and expenses to preserve capital in accordance with its annual budget.

Capital subject to external restrictions must be used for the purposes designated by the funding agencies. As at June 30, 2011 the District has complied with all externally imposed capital restrictions.

**14. ECONOMIC DEPENDENCE**

Operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared in accordance with Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)**  
**OPERATING FUND**  
**SURPLUS (DEFICIT)**  
**YEAR ENDED JUNE 30, 2011**

Schedule A1

	2011	2011	2010
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	\$ 32,184,965	\$ 32,027,678	\$ 31,357,586
Provincial Grants - Other	49,055	44,055	483,113
Other Revenue	1,616,442	1,590,217	859,851
Rentals and Leases	86,845	70,000	44,831
Investment Income	121,637	50,000	130,803
	<u>34,058,944</u>	<u>33,781,950</u>	<u>32,876,184</u>
<b>EXPENSE</b>			
Salaries			
Teachers	12,394,870	12,305,041	12,029,878
Principals and Vice Principals	2,540,540	2,556,123	2,508,948
Educational Assistants	1,416,200	1,156,005	1,471,852
Support Staff	3,624,731	3,708,278	3,574,246
Other Professionals	2,155,486	2,155,226	2,308,219
Substitutes	1,146,770	1,193,127	1,158,988
	<u>23,278,597</u>	<u>23,073,800</u>	<u>23,052,131</u>
Employee Benefits	5,207,315	5,448,423	4,973,215
Services and Supplies	4,750,541	5,268,320	4,421,252
	<u>33,236,453</u>	<u>33,790,543</u>	<u>32,446,598</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	822,491	(8,593)	429,586
<b>INTERFUND TRANSFERS</b>			
Local Capital	(1,250,000)	(799,364)	(531,436)
Other	56,708		151,050
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
<b>BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)</b>		807,957	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>(370,801)</u>	<u>\$ -</u>	<u>49,200</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	3,245,775		3,196,575
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
(Section 158 (12) of School Act)	<u>\$ 2,874,974</u>		<u>\$ 3,245,775</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	2,229,605		
Unrestricted	645,369		
	<u>\$ 2,874,974</u>		

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2011**

Schedule A2

	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	\$ 31,418,591	\$ 31,332,691	\$ 30,850,850
INAC/LEA Recovery	(106,260)	(123,925)	(123,925)
Other Ministry of Education Grants			
CommunityLink Funding	364,416	364,416	129,171
Pay Equity Funding	207,823	207,823	207,823
OLEP Second Language Funding	93,023	93,023	93,023
StrongStart Grants	90,000	90,000	90,000
Intensive French Funding	39,150	39,150	34,000
Carbon Tax Reimbursement	34,883		27,528
Ready Set Learn Grant	24,500	24,500	24,500
Education Guarantee Grant	17,720		24,616
Other	1,119		
	<u>32,184,965</u>	<u>32,027,678</u>	<u>31,357,586</u>
<b>PROVINCIAL GRANTS - OTHER</b>	<u>49,055</u>	<u>44,055</u>	<u>483,113</u>
<b>FEDERAL GRANTS</b>			
<b>OTHER REVENUE</b>			
Offshore Tullion Fees	1,482,885	1,419,092	656,333
LEA/Direct Funding from First Nations	106,260	123,925	123,925
Miscellaneous			
CES Grant	20,000	20,000	27,500
ArtStarts Grants	5,900	4,200	6,400
Other	1,397	23,000	21,932
Golden Early Learning Grants			23,761
	<u>1,616,442</u>	<u>1,590,217</u>	<u>859,851</u>
<b>RENTALS AND LEASES</b>	<u>86,845</u>	<u>70,000</u>	<u>44,831</u>
<b>INVESTMENT INCOME</b>	<u>121,637</u>	<u>50,000</u>	<u>130,803</u>
<b>TOTAL OPERATING REVENUE</b>	<u>\$ 34,058,944</u>	<u>\$ 33,781,950</u>	<u>\$ 32,876,184</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
OPERATING FUND  
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT  
YEAR ENDED JUNE 30, 2011**

Schedule A3

	2011		
	2011 ACTUAL	AMENDED ANNUAL BUDGET	2010 ACTUAL
<b>SALARIES</b>			
Teachers	\$ 12,394,870	\$ 12,305,041	\$ 12,029,878
Principals and Vice Principals	2,540,540	2,556,123	2,508,948
Educational Assistants	1,416,200	1,156,005	1,471,852
Support Staff	3,624,731	3,708,278	3,574,246
Other Professionals	2,155,486	2,155,226	2,308,219
Substitutes	1,146,770	1,193,127	1,158,988
	<u>23,278,597</u>	<u>23,073,800</u>	<u>23,052,131</u>
<b>EMPLOYEE BENEFITS</b>	5,207,315	5,448,423	4,973,215
<b>TOTAL SALARIES AND BENEFITS</b>	<u>28,485,912</u>	<u>28,522,223</u>	<u>28,025,346</u>
<b>SERVICES AND SUPPLIES</b>			
Services	841,214	897,257	861,489
Student Transportation	238,851	208,950	191,583
Professional Development and Travel	388,681	611,093	399,466
Rentals and Leases	45,604	32,664	44,075
Dues and Fees	613,899	600,441	277,330
Insurance	141,732	149,720	135,840
Interest	4,541	3,000	4,396
Supplies	1,622,409	1,860,695	1,590,984
Utilities	853,610	904,500	916,089
<b>TOTAL SERVICES AND SUPPLIES</b>	<u>4,750,541</u>	<u>5,268,320</u>	<u>4,421,252</u>
<b>TOTAL OPERATING EXPENSE</b>	<u>\$ 33,236,453</u>	<u>\$ 33,790,543</u>	<u>\$ 32,446,598</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
OPERATING FUND  
EXPENSE BY FUNCTION, PROGRAM AND OBJECT  
YEAR ENDED JUNE 30, 2011**

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 10,685,048	\$ 664,434	\$ 278,330	\$ 455,019	\$ 159,337	\$ 839,425	\$ 13,081,593
1.03 Career Programs	30,780			10,072		2,171	43,023
1.07 Library Services	268,041	78,143		157,244		4,951	509,379
1.08 Counselling	459,070						459,070
1.10 Special Education	870,498	299,570	1,131,204	13,113	341,078	104,819	2,760,282
1.30 English as a Second Language	30,162						30,162
1.31 Aboriginal Education	14,363	11,107	6,666		355,435	9,844	397,415
1.41 School Administration		1,447,152		334,525		40,571	1,822,248
1.61 Continuing Education	35,908						35,908
1.62 Off Shore Students					167,146	1,667	168,813
<b>Total Function 1</b>	<b>12,394,870</b>	<b>2,500,406</b>	<b>1,416,200</b>	<b>969,973</b>	<b>1,022,996</b>	<b>1,003,448</b>	<b>19,307,893</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration					155,906	871	156,777
4.40 School District Governance					97,506		97,506
4.41 Business Administration					481,101	212	481,313
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>734,513</b>	<b>1,083</b>	<b>735,596</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration		40,134			114,824	965	155,923
5.50 Maintenance Operations				1,877,241	143,492	77,242	2,097,975
5.52 Maintenance of Grounds				105,457		12,220	117,677
<b>Total Function 5</b>	<b>-</b>	<b>40,134</b>	<b>-</b>	<b>1,982,698</b>	<b>258,316</b>	<b>90,427</b>	<b>2,371,575</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration					63,221		63,221
7.70 Student Transportation				672,060	76,440	51,812	800,312
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>672,060</b>	<b>139,661</b>	<b>51,812</b>	<b>863,533</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>\$ 12,394,870</b>	<b>\$ 2,540,540</b>	<b>\$ 1,416,200</b>	<b>\$ 3,624,731</b>	<b>\$ 2,155,486</b>	<b>\$ 1,146,770</b>	<b>\$ 23,278,597</b>

SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
 OPERATING FUND  
 EXPENSE BY FUNCTION, PROGRAM AND OBJECT  
 YEAR ENDED JUNE 30, 2011

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2011 ACTUAL	2011 AMENDED ANNUAL BUDGET	2010 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	\$ 13,081,593	\$ 2,975,864	\$ 16,057,457	\$ 1,289,993	\$ 17,347,450	\$ 17,544,863	\$ 16,690,706
1.03 Career Programs	43,023	10,092	53,115	12,274	65,389	75,739	72,261
1.07 Library Services	509,379	118,960	628,339	89,416	717,755	764,456	786,243
1.08 Counselling	459,070	104,864	563,934	14,872	578,806	569,198	624,629
1.10 Special Education	2,760,282	651,175	3,411,457	179,892	3,591,349	3,315,448	3,843,814
1.30 English as a Second Language	30,162	6,975	37,137	1,418	38,555	41,737	48,284
1.31 Aboriginal Education	397,415	96,380	493,795	60,638	554,433	615,688	512,000
1.41 School Administration	1,822,248	388,127	2,210,375	123,238	2,333,613	2,426,765	2,401,519
1.61 Continuing Education	35,908	8,303	44,211		44,211	48,262	36,472
1.62 Off Shore Students	168,813	22,257	191,070	692,238	883,308	868,672	442,810
<b>Total Function 1</b>	<b>19,307,893</b>	<b>4,362,987</b>	<b>23,690,880</b>	<b>2,463,979</b>	<b>26,154,869</b>	<b>26,270,838</b>	<b>25,448,738</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	156,777	36,279	193,056	26,837	219,893	219,529	213,476
4.40 School District Governance	97,506	1,659	99,165	57,043	156,208	180,793	146,762
4.41 Business Administration	481,313	98,140	579,453	135,193	714,646	733,884	746,156
<b>Total Function 4</b>	<b>735,596</b>	<b>136,078</b>	<b>871,674</b>	<b>219,073</b>	<b>1,090,747</b>	<b>1,134,206</b>	<b>1,106,394</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	155,923	27,473	183,396	99,181	282,577	296,216	243,932
5.50 Maintenance Operations	2,097,975	444,956	2,542,931	397,060	2,939,991	3,193,837	2,838,609
5.52 Maintenance of Grounds	117,677	23,462	141,139	87,797	228,936	224,585	216,124
5.56 Utilities	-	-	-	897,551	897,551	957,000	918,650
<b>Total Function 5</b>	<b>2,371,575</b>	<b>495,891</b>	<b>2,867,466</b>	<b>1,481,589</b>	<b>4,349,055</b>	<b>4,671,638</b>	<b>4,217,315</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	63,221	12,694	75,915	12,134	88,049	112,323	111,470
7.70 Student Transportation	800,312	179,655	979,967	573,766	1,553,733	1,601,538	1,562,681
<b>Total Function 7</b>	<b>863,533</b>	<b>192,349</b>	<b>1,055,882</b>	<b>585,900</b>	<b>1,641,782</b>	<b>1,713,861</b>	<b>1,674,151</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>\$ 23,276,597</b>	<b>\$ 5,207,315</b>	<b>\$ 28,483,912</b>	<b>\$ 4,750,541</b>	<b>\$ 33,236,453</b>	<b>\$ 33,790,543</b>	<b>\$ 32,446,598</b>

SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
OPERATING FUND  
CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2011

Schedule A5

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:

\_\_\_\_\_

-

Decrease:

\_\_\_\_\_

-

\_\_\_\_\_

-

Net Changes for the Year

\_\_\_\_\_

-

BALANCE, END OF YEAR

\_\_\_\_\_

\$

-

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
SPECIAL PURPOSE FUNDS  
SUMMARY OF CHANGES  
YEAR ENDED JUNE 30, 2011**

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 566,291	\$ 59,383	\$ 619,888		\$ 1,245,262
Add: Contributions Received					
Provincial Grants - Ministry of Education	681,239	8,636			689,875
Provincial Grants - Other	47,100	2,000			49,100
Federal Grants	45,986				45,986
Other	137,955	1,850	1,200,513		1,340,318
Investment Income	6,577	3,146	1,843		11,566
	918,917	15,632	1,202,356		2,136,965
Less: Allocated to Revenue Recovered	1,279,778	24,188	1,041,733		2,345,699
	13,668				13,668
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 191,762	\$ 50,887	\$ 780,211	\$ -	\$ 1,022,860
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 1,040,952	\$ 7,419			\$ 1,048,371
Provincial Grants - Other	48,308	10,519			58,827
Federal Grants	45,986				45,986
Other Revenue	137,955	3,258	1,020,264		1,161,477
Rentals and Leases			20,584		20,584
Investment Income	6,577	2,992	885		10,454
	1,279,778	24,188	1,041,733		2,345,699
<b>EXPENSE</b>					
Salaries					
Teachers	131,112				131,112
Support Staff	17,054				17,054
Other Professionals	90,000				90,000
Substitutes		10,429	9,030		19,459
Employee Benefits	238,206	10,429	9,030		257,665
Services and Supplies	48,192	1,877	650		50,719
	43,245	11,882	975,345		1,030,472
	329,643	24,188	965,025		1,338,856
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	950,135	-	56,708	-	1,006,843
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(645,943)				(645,943)
Other	(304,192)		(56,708)		(360,900)
	(950,135)		(56,708)		(1,006,843)
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2011**

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	302 Special Education Technology	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 489,546	\$ 7,040	\$ 46,108	\$ 23,587	\$ 566,291
Add: Contributions Received					
Provincial Grants - Ministry of Education	441,985		6,385	282,979	681,299
Provincial Grants - Other	45,000			2,100	47,100
Federal Grants	45,986				45,986
Other	137,955				137,955
Investment Income	6,577				6,577
	677,453	-	6,385	285,079	918,917
Less: Allocated to Revenue	1,048,538		7,874	223,366	1,279,778
Recovered				13,668	13,668
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 118,461	\$ 7,040	\$ 44,619	\$ 21,642	\$ 191,762
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	\$ 813,020		\$ 7,874	\$ 220,058	\$ 1,040,952
Provincial Grants - Other	45,000			3,308	48,308
Federal Grants	45,986				45,986
Other Revenue	137,955				137,955
Investment Income	6,577				6,577
	1,048,538		7,874	223,366	1,279,778
<b>EXPENSE</b>					
Salaries					
Teachers				131,112	131,112
Support Staff				17,094	17,094
Other Professionals	90,000				90,000
	90,000			148,206	238,206
Employee Benefits	14,903			33,288	48,192
Services and Supplies			1,374	41,871	43,245
	104,903		1,374	223,366	328,643
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	943,635		6,500	-	950,135
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(639,443)		(6,500)		(645,943)
Other	(304,192)				(304,192)
	(943,635)		(6,500)		(950,135)
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2011**

	SCHOLARSHIPS	SCHOOL MEALS	STUDENT ASSISTANCE	DISTRICT LITERACY PLAN	FSA TRAINING	POPFASD PROJECT	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>							
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 29,451	\$ 7,225	\$ 1,075	\$ 6,383	\$ 2,540	\$ 12,709	\$ 59,383
Add: Contributions Received							
Provincial Grants - Ministry of Education					8,696		8,696
Provincial Grants - Other						2,000	2,000
Other	1,850						1,850
Investment Income	3,146						3,146
	4,996				8,696	2,000	15,692
Less: Allocated to Revenue	6,250	803			6,616	10,519	24,188
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	\$ 28,197	\$ 6,422	\$ 1,075	\$ 6,383	\$ 4,620	\$ 4,190	\$ 50,887
<b>REVENUE AND EXPENSE</b>							
<b>REVENUE</b>							
Provincial Grants - Ministry of Education		\$ 803			6,616		7,419
Provincial Grants - Other						10,519	10,519
Other Revenue	3,258						3,258
Investment Income	2,992						2,992
	6,250	803			6,616	10,519	24,188
<b>EXPENSE</b>							
Salaries							
Substitutes					4,983	5,446	10,429
Employee Benefits					4,983	5,446	10,429
Services and Supplies	6,250	803			897	980	11,877
	6,250	803			736	4,093	11,882
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>							
<b>INTERFUND TRANSFERS</b>							
<b>NET REVENUE (EXPENSE)</b>	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CAPITAL FUND

CAPITAL ASSETS

YEAR ENDED JUNE 30, 2011

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>COST, BEGINNING OF YEAR</b>	\$ 6,300,784	\$ 81,525,710	\$ 1,338,099	\$ 1,823,266	\$ 167,671	\$ 872,079	\$ 92,027,609
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		279,015	107,179	393,648			779,842
Deferred Contributions - Other	91,173	604,702	6,500				604,702
Special Purpose Funds		548,270	367,833	416,173	27,639	204,455	845,943
Local Capital		111,306					1,016,100
Transferred from Work in Progress	91,173	1,543,293	481,512	809,821	27,639	204,455	111,306
Decrease:							
Deemed Disposals	-	-	46,741	110,400	37,570	106,823	301,534
	6,391,957	83,069,003	1,772,870	2,522,687	157,740	969,711	94,883,968
<b>COST, END OF YEAR</b>							
<b>WORK IN PROGRESS, END OF YEAR</b>							
<b>COST AND WORK IN PROGRESS, END OF YEAR</b>	\$ 6,391,957	\$ 83,389,305	\$ 1,774,934	\$ 2,522,687	\$ 157,740	\$ 969,711	\$ 95,206,334
<b>ACCUMULATED AMORTIZATION, BEGINNING OF YEAR</b>							
<b>Changes for the Year</b>							
Increase: Amortization for the Year							
Deemed Disposals		1,802,614	133,810	182,327	33,534	174,416	2,326,901
	\$ 35,720,793	\$ 527,523	\$ 729,402	\$ 53,122	\$ 362,747	\$ 37,393,587	
<b>ACCUMULATED AMORTIZATION, END OF YEAR</b>							
	-	-	46,741	110,400	37,570	106,823	301,534
	-	\$ 37,523,607	\$ 614,592	\$ 801,329	\$ 49,086	\$ 430,340	\$ 39,418,954
<b>CAPITAL ASSETS - NET</b>	\$ 6,391,957	\$ 45,865,698	\$ 1,160,342	\$ 1,721,358	\$ 108,654	\$ 539,371	\$ 55,787,380

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)**  
**CAPITAL FUND**  
**CAPITAL ASSETS - WORK IN PROGRESS**  
**YEAR ENDED JUNE 30, 2011**

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	\$ 111,306				\$ 111,306
<b>Changes for the Year</b>					
Increase					
Deferred Contributions - Bylaw	13,682	2,064			15,746
Deferred Contributions - Other	2,428				2,428
Special Purpose Funds	304,192				304,192
	<u>320,302</u>	<u>2,064</u>	<u>-</u>	<u>-</u>	<u>322,366</u>
Decrease					
Transferred to Capital Assets	111,306				111,306
	<u>111,306</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>111,306</u>
<b>Net Changes for the Year</b>	208,996	2,064	-	-	211,060
<b>WORK IN PROGRESS, END OF YEAR</b>	\$ <u>320,302</u>	\$ <u>2,064</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>322,366</u>

**SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
CAPITAL FUND  
DEFERRED CAPITAL CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2011**

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	\$ 33,405,447	\$ 680,665		\$ 34,086,112
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Capital Additions	779,842	604,702		1,384,544
Transferred from Work In Progress	82,020	13,327		95,347
	<u>861,862</u>	<u>618,029</u>	-	<u>1,479,891</u>
Decrease				
Amortization of Deferred Capital Contributions	1,642,721	18,396		1,661,117
	<u>1,642,721</u>	<u>18,396</u>	-	<u>1,661,117</u>
<b>Net Changes for the Year</b>	<u>(780,859)</u>	<u>599,633</u>	-	<u>(181,226)</u>
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 32,624,588</u>	<u>\$ 1,280,298</u>	<u>\$ -</u>	<u>\$ 33,904,886</u>
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>				
	\$ 82,020	\$ 13,327		\$ 95,347
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Contributions - Work in Progress	15,746	2,428		18,174
	<u>15,746</u>	<u>2,428</u>	-	<u>18,174</u>
Decrease				
Transferred to Deferred Capital Contributions	82,020	13,327		95,347
	<u>82,020</u>	<u>13,327</u>	-	<u>95,347</u>
<b>Net Changes for the Year</b>	<u>(66,274)</u>	<u>(10,899)</u>	-	<u>(77,173)</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u>\$ 15,746</u>	<u>\$ 2,428</u>	<u>\$ -</u>	<u>\$ 18,174</u>
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	<u>\$ 32,640,334</u>	<u>\$ 1,282,726</u>	<u>\$ -</u>	<u>\$ 33,923,060</u>

SCHOOL DISTRICT No. 06 (ROCKY MOUNTAIN)  
 CAPITAL FUND  
 CHANGES IN DEFERRED CONTRIBUTIONS  
 YEAR ENDED JUNE 30, 2011

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
<b>BALANCE, BEGINNING OF YEAR</b>	\$ (32,020)	\$ 751,988				\$ 719,968
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	829,000	98,705				829,000
Other		11,059				98,705
Investment Income	829,000	109,764				11,059
						938,764
Decrease:						
Transferred to DCC - Capital Additions	779,842	604,702				1,384,544
Transferred to DCC - Work in Progress	15,746	2,428				18,174
	795,588	607,130				1,402,718
<b>Net Changes for the Year</b>	33,412	(497,366)				(463,954)
<b>BALANCE, END OF YEAR</b>	\$ 1,392	\$ 254,622	\$ -	\$ -	\$ -	\$ 256,014

**CAPITAL FUND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2011**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	\$ 20,554,421	\$ 1,245,419	\$ 21,799,840
<b>Changes for the Year</b>			
Investment Income		15,121	15,121
Amortization of Deferred Capital Contributions	1,661,117		1,661,117
Capital Assets Purchased from Local Capital	1,016,100	(1,016,100)	-
Interfund Transfers - Capital Assets Purchased	645,943		645,943
Interfund Transfers - Capital Assets WIP	304,192		304,192
Interfund Transfers - Local Capital		1,250,000	1,250,000
Amortization of Capital Assets	(2,326,901)		(2,326,901)
ICBC Proceeds - Vehicle Writeoff		3,609	3,609
Capital Lease Principal Payment	9,449	(9,449)	-
Capital Lease Interest Payment		(293)	(293)
<b>Net Changes for the Year</b>	<b>1,309,900</b>	<b>242,888</b>	<b>1,552,788</b>
<b>BALANCE, END OF YEAR</b>	<b>\$ 21,864,321</b>	<b>\$ 1,488,307</b>	<b>\$ 23,352,628</b>