

# SCHOOL DISTRICT

## AUDITED FINANCIAL STATEMENTS

### FISCAL YEAR 2007/2008

SCHOOL DISTRICT NUMBER 70	NAME OF SCHOOL DISTRICT Alberni	YEAR 2007/2008
OFFICE LOCATION 4690 Roger St		TELEPHONE NUMBER 250-723-3565
CITY / PROVINCE Port Alberni, BC		POSTAL CODE V9Y 3Z4
WEBSITE ADDRESS <a href="http://www.sd70.bc.ca">http://www.sd70.bc.ca</a>		
NAME OF SUPERINTENDENT Cam Pinkerton		NAME OF SECRETARY - TREASURER Jerry Linning

#### 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. 70 (Alberni) ("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.

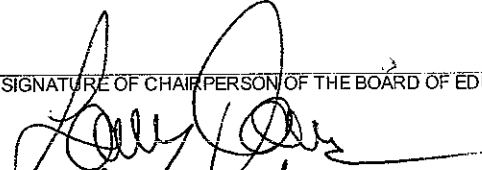
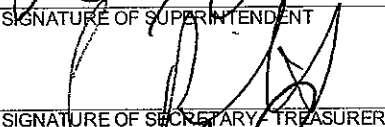
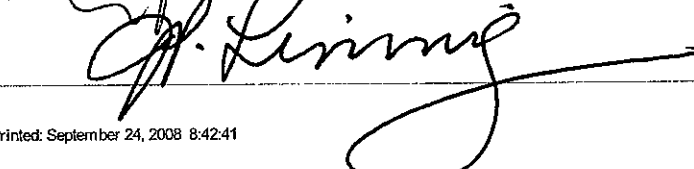
#### *External Auditors*

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 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. 70 (Alberni) for the year ended June 30, 2008.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION 	DATE SIGNED Sept. 24/08
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED Sept 29/08
SIGNATURE OF SECRETARY - TREASURER 	DATE SIGNED 08/09/25

**SCHOOL DISTRICT NO. 70 (Alberni)  
2007/2008 AUDITED FINANCIAL STATEMENTS**

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# Mollon Tyler-Mollon

## CHARTERED ACCOUNTANTS

**Partners:**

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### AUDITORS' REPORT

**The Board of School Trustees,  
School District No. 70 (Alberni),  
Port Alberni, BC**

We have audited the following financial statements of School District No. 70 (Alberni) as at June 30, 2008 and for the year then ended:

Statement 1	Statement of Financial Position
Statement 2	Statement of Revenue and Expense
Statement 3	Statement of Changes in Fund Balances
Statement 4	Statement of Cash Flows

These financial statements are the responsibility of the School District's management. 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 plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2008 and the results of its operations for the year then ended in accordance with generally accepted accounting principles.

*MOLLON TYLER MOLLON*

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Chartered Accountants

Port Alberni, BC  
August 15, 2008

**SCHOOL DISTRICT NO. 70 (Alberni)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2008**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and Cash Equivalents	3,137,634	672,169		3,809,803	3,492,832
Short Term Investments	29,750			29,750	69,750
Accounts Receivable					
Due from Province - Ministry of Education				0	398,001
Due from Province - Other				0	0
Due from LEA / Direct Funding	631,502			631,502	671,428
Other Receivables (Note 3)	489,758			489,758	323,208
Interfund Loans		974,977			
Inventories				0	0
Prepaid Expenses	130,273			130,273	0
	<u>4,418,917</u>	<u>1,647,146</u>	<u>0</u>	<u>5,091,086</u>	<u>4,955,219</u>
Investments				0	0
Equity Investments				0	0
Capital Assets - Net (Note 4)			31,069,143	31,069,143	30,977,518
<b>TOTAL ASSETS</b>	<u><u>4,418,917</u></u>	<u><u>1,647,146</u></u>	<u><u>31,069,143</u></u>	<u><u>36,160,229</u></u>	<u><u>35,932,737</u></u>
<b>LIABILITIES AND FUND BALANCES</b>					
<b>Current Liabilities</b>					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	0
Other	1,616,063			1,616,063	2,078,363
Bank Loans (Note 8)			425,627	425,627	425,627
Interfund Loans	781,523		193,454		
Other Current Liabilities	1,101,520		13,170	1,114,690	528,407
	<u>3,499,106</u>	<u>0</u>	<u>632,251</u>	<u>3,156,380</u>	<u>3,032,397</u>
Deferred Revenue				0	0
Deferred Contributions					
Ministry of Education (Note 5)		199,415	(361,815)	(162,400)	(236,699)
Province - Other				0	0
Other (Note 5)	37,951	1,447,731		1,485,682	908,700
Accrued Employee Future Benefits (Note 6)	683,964			683,964	711,250
Deferred Capital Contributions (Note 5)			15,704,010	15,704,010	16,257,607
Bank Loans				0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities (Note 9)			105,941	105,941	119,050
<b>TOTAL LIABILITIES</b>	<u>4,221,021</u>	<u>1,647,146</u>	<u>16,080,387</u>	<u>20,973,577</u>	<u>20,792,305</u>
<b>Fund Balances</b>					
Invested in Capital Assets			14,850,808	14,850,808	14,193,053
Endowment				0	0
Internally Restricted (Note 10)	132,000		137,948	269,948	389,234
Unrestricted (Note 10)	65,896			65,896	558,145
Unfunded Accrued Employee Future Benefits and Vacation Pay				0	0
<b>TOTAL FUND BALANCES</b>	<u>197,896</u>	<u>0</u>	<u>14,988,756</u>	<u>15,186,652</u>	<u>15,140,432</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>4,418,917</u></u>	<u><u>1,647,146</u></u>	<u><u>31,069,143</u></u>	<u><u>36,160,229</u></u>	<u><u>35,932,737</u></u>

**SCHOOL DISTRICT NO. 70 (Alberni)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2008**

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	36,090,958	1,428,253		37,519,211	37,086,748
Provincial Grants - Other				0	0
Federal Grants				0	0
Other Revenue	3,046,387	1,183,087		4,229,474	3,849,735
Rentals and Leases	81,906			81,906	93,723
Investment Income	161,170			161,170	174,789
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			706,412	706,412	717,806
Gain (Loss) on Disposal of Capital Assets				0	0
	<u>39,380,421</u>	<u>2,611,340</u>	<u>706,412</u>	<u>42,698,173</u>	<u>41,922,801</u>
<b>EXPENSE</b>					
Salaries					
Teachers	15,961,263	77,120		16,038,383	15,659,666
Principals and Vice Principals	2,838,083			2,838,083	2,619,890
Educational Assistants	3,043,363	45,233		3,088,596	3,032,288
Support Staff	4,351,081	25,051		4,376,132	4,233,257
Other Professionals	972,323			972,323	942,133
Substitutes	936,850	1,457		938,307	1,176,108
	<u>28,102,963</u>	<u>148,861</u>	<u>0</u>	<u>28,251,824</u>	<u>27,663,342</u>
Employee Benefits	6,038,881	22,670		6,061,551	5,765,612
Services and Supplies	5,672,032	1,488,196	21,410	7,181,638	6,348,315
Amortization of Capital Assets			1,201,931	1,201,931	1,212,066
Write-off/down of Buildings and Sites				0	0
	<u>39,813,876</u>	<u>1,659,727</u>	<u>1,223,341</u>	<u>42,696,944</u>	<u>40,989,335</u>
<b>NET REVENUE (EXPENSE)</b>	<u>(433,455)</u>	<u>951,613</u>	<u>(516,929)</u>	<u>1,229</u>	<u>933,466</u>

**SCHOOL DISTRICT NO. 70 (Alberni)**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2008**

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>FUND BALANCES, BEGINNING OF YEAR</b>	734,807	0	14,405,625	15,140,432	14,086,728
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
Correct Interfund Transfer 05-06				0	(13,725)
Correct 04/05 amort/To Rec Dist Share Sprout Sale				0	29,286
Correct 05/06 DCC Amort				0	86,469
Correct 05/06 posting of Calgary/loanteacherage				0	(60,753)
Reclassify 04/05 Capital Reserve				0	78,961
Correct Acct'g Entries 03/04-04/05-05/06	44,991			44,991	0
<b>FUND BALANCES, BEGINNING OF YEAR, AS RESTATED</b>	<b>779,798</b>	<b>0</b>	<b>14,405,625</b>	<b>15,185,423</b>	<b>14,206,966</b>
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	(433,455)	951,613	(516,929)	1,229	933,466
Interfund Transfers					
Capital Assets Purchased		(951,613)	951,613	0	0
Local Capital	(148,447)		148,447	0	0
Other				0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Comprehensive Income (Loss)				0	0
<b>Net Changes for the Year</b>	<b>(581,902)</b>	<b>0</b>	<b>583,131</b>	<b>1,229</b>	<b>933,466</b>
<b>FUND BALANCES, END OF YEAR</b>	<b>197,896</b>	<b>0</b>	<b>14,988,756</b>	<b>15,186,652</b>	<b>15,140,432</b>

**SCHOOL DISTRICT NO. 70 (Alberni)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2008**

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	(433,455)	951,613	(516,929)	1,229	933,466
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	271,377			271,377	2,165,179
Interfund Loans	677,072	(904,510)	227,439	1	0
Inventories				0	0
Prepaid Expenses	(130,273)			(130,273)	5,294
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(462,300)			(462,300)	(2,233,647)
Other Current Liabilities	585,706			585,706	(391,082)
Deferred Revenue				0	0
Deferred Contributions	(166,981)	971,077		804,096	174,180
Accrued Employee Future Benefits	(27,286)			(27,286)	(18,721)
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			1,201,931	1,201,931	1,212,066
Amortization of Deferred Capital Contributions			(706,412)	(706,412)	(717,806)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers	(148,447)	(951,613)	1,100,060	0	0
	<u>165,413</u>	<u>66,567</u>	<u>1,306,089</u>	<u>1,538,069</u>	<u>1,128,929</u>
<b>FINANCING</b>					
Bank Loan Received				0	0
Bank Loan Paid				0	0
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			(152,815)	(152,815)	0
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
Teacherage Principal Payment			(12,533)	(12,533)	(11,625)
Capital Lease Principal Payment				0	(34,957)
	<u>0</u>	<u>0</u>	<u>(165,348)</u>	<u>(165,348)</u>	<u>(46,582)</u>
<b>INVESTING</b>					
Capital Assets Purchased - Operating				0	0
Capital Assets Purchased - Special Purpose			(951,613)	(951,613)	(1,273,228)
Capital Assets Purchased - Local Capital			(189,128)	(189,128)	(153,500)
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	<u>0</u>	<u>0</u>	<u>(1,140,741)</u>	<u>(1,140,741)</u>	<u>(1,426,728)</u>
<b>NET INCREASE (DECREASE) IN CASH</b>	<u>165,413</u>	<u>66,567</u>	<u>0</u>	<u>231,980</u>	<u>(344,381)</u>

**SCHOOL DISTRICT NO. 70 (Albemi)  
STATEMENT OF CASH FLOWS  
YEAR ENDED JUNE 30, 2008**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>NET INCREASE (DECREASE) IN CASH</b>	165,413	66,567	0	231,980	(344,381)
<b>Net Cash, Beginning of Year</b>	2,956,980	605,602	0	3,562,582	3,897,952
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
Correct Acct'g Entries 03/04-04/05-05/06	44,991			44,991	(13,725)
Corr Int Fund Trf 05/06-04/05-05/06 DCC Cap Res				0	22,736
<b>Net Cash, Beginning of Year, as Restated</b>	3,001,971	605,602	0	3,607,573	3,906,963
<b>NET CASH, END OF YEAR</b>	3,167,384	672,169	0	3,839,553	3,562,582
Cash	3,137,634	672,169		3,809,803	3,492,832
Cash Equivalents				0	0
Short Term Investments	29,750			29,750	69,750
Bank Overdraft				0	0
<b>NET CASH, END OF YEAR</b>	3,167,384	672,169	0	3,839,553	3,562,582



**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 1 AUTHORITY**

The School District 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. 70" and operates as "School District No. 70". 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 District, and is principally funded by the Province of British Columbia through the Ministry of Education.

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

These financial statements were 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, except as noted.

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances as at June 30th. 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 reports assets, liabilities, revenues and expenses for:

- Contributions restricted in use by the School Act or the 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.

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (CONTINUED)**

b) Cash and cash equivalents

Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.

c) Short term investments

Short term investments include securities with original terms to maturity of greater than three months and less than one year when purchased.

d) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts.

e) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost.

f) Capital Assets

The following criteria apply:

Capital assets acquired and constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.

Sites and buildings that no longer contribute to the ability of the district to provide services are written-down to residual value.

Buildings that are demolished or destroyed are written-off.

A separate account for computer equipment was introduced effective July 1, 1995. Computer equipment acquired prior to that date is included in furniture and equipment.

Amortization is recorded on a straight-line basis over the estimated useful life of the asset. Estimated useful life is as follows:

Buildings	40 years
Furniture and equipment	10 years
Vehicles	10 years
Computer equipment	5 years
Computer software	5 years

**SCHOOL DISTRICT NO. 70 (ALBERND)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (CONTINUED)**

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 revenue, including tuition fees and sales of services and products are reported as revenue at the time 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 in which the related expense is incurred.

- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets as follows:

- 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 to capital fund equity (Investment in Capital Assets).

- 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 is recognized as revenue when earned. Investment income earned on endowment principal is recognized as a direct increase to net assets to the extent stipulated or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

**SCHOOL DISTRICT NO. 70 (ALBERND)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (CONTINUED)**

h) Expenditures

Categories of salaries

Principals, Vice Principals, and Directors of Instruction employed under an administrative officer's contract are categorized as Administrative Officers.

Superintendents, Assistant Superintendents, Secretary Treasurers, Trustees and any other employees excluded from union contract are categorized as Other Professionals.

Allocation of Costs

Operating expenditures 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 regular 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 allocated to school administration and may be 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, investments, accounts receivable, accounts payable, accrued liabilities and other current liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

Available-for-sale and held-for-trading financial instruments are reported at fair value. Gains and losses arising from changes in fair values of available-for-sale financial instruments are reported on the Statement of Changes in Fund Balances as "Comprehensive Income (Loss)" and the unrealized gains/losses on held-for-trading financial instruments are reported on the income statement.

**SCHOOL DISTRICT NO. 70 (ALBERND)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (CONTINUED)**

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 periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

k) Employee Future Benefits

The School District provides certain post-employment benefits including banked sick and vacation pay, retirement allowance and life insurance for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefits 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 market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefits obligation is amortized over the expected average remaining service life (EARS�) of active employees covered under the plan. The EARS� for employees of the School District is 9.1.

The most recent valuation of the obligation was performed at March 31, 2007 for use at June 30, 2007 and projected to June 30, 2010. 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.

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 3 ACCOUNTS RECEIVABLE - OTHER RECEIVABLES**

	2008	2007
Trade receivables	\$ 441,824	\$ 177,066
Goods and Services Tax	47,934	97,142
Conseil Scolaire Francophone	-	49,000
	<u>\$ 489,758</u>	<u>\$ 323,208</u>

**NOTE 4 CAPITAL ASSETS**

	2008			2007	
	Cost	Accumulated Amortization	Net	Cost	Net
Sites	\$ 1,949,418	\$ -	\$ 1,949,418	\$ 1,949,418	\$ 1,949,418
Building	50,104,297	22,261,326	27,842,971	49,021,268	27,747,681
Equipment and furniture	1,385,456	504,298	881,158	1,238,946	818,259
Vehicles	718,323	365,063	353,260	834,844	436,745
Computer equipment	50,689	15,057	35,634	32,058	23,415
Computer software	7,102	400	6,702	2,000	2,000
	<u>\$ 54,215,285</u>	<u>\$ 23,146,144</u>	<u>\$ 31,069,143</u>	<u>\$ 53,078,534</u>	<u>\$ 30,977,518</u>

**NOTE 5 DEFERRED CONTRIBUTIONS**

**Deferred Contributions - Ministry of Education**

	2008			2007
	Special Purpose Fund	Capital Fund	Total	Total
<b>Balance, beginning of year</b>	\$ (27,699)	\$ (209,000)	\$ (236,699)	\$ (141,858)
Prior Period Adjustments	-	-	-	(209,000)
<b>Balance, beginning of year as restated</b>	<u>(27,699)</u>	<u>(209,000)</u>	<u>(236,699)</u>	<u>(350,858)</u>
Increases:				
Provincial grants - MOE	1,641,486	-	1,641,486	1,822,848
Other	40,706	-	40,706	52,396
Decreases:				
Transfers to Revenue	1,455,078	-	1,455,078	1,761,085
Transfers to DCC - capital	-	152,815	152,815	-
<b>Net Change for the year</b>	<u>227,114</u>	<u>(152,815)</u>	<u>74,299</u>	<u>114,159</u>
<b>Balance, end of year</b>	<u>\$ 199,415</u>	<u>\$ (361,815)</u>	<u>\$ (162,400)</u>	<u>\$ (236,699)</u>

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 5 DEFERRED CONTRIBUTIONS (continued)**

**Deferred Contributions - Other**

	Operating Fund	2008 Special Purpose Fund	Total	2007 Total
<b>Balance, beginning of year</b>	<u>\$ 204,932</u>	<u>\$ 703,768</u>	<u>\$ 908,700</u>	<u>\$ 848,679</u>
<b>Changes for the Year</b>				
Increases:				
Provincial Grants - MOE	70,300	-	70,300	284,115
Provincial Grants - Other	53,722	-	53,722	214,608
Other Revenue	-	1,220,495	1,220,495	1,135,314
Donations	-	679,730	679,730	4,350
Decreases:				
Allocated to Revenue				
Provincial Grants - MOE	70,053	-	70,053	283,038
Provincial Grants - Other	220,950	-	220,950	214,608
Other Revenue	-	1,156,262	1,156,262	1,080,719
<b>Net Change for the year</b>	<u>(166,982)</u>	<u>743,963</u>	<u>576,982</u>	<u>60,022</u>
<b>Balance, end of year</b>	<u>\$ 37,951</u>	<u>\$ 1,447,731</u>	<u>\$ 1,485,682</u>	<u>\$ 908,700</u>

**Deferred Capital Contributions - Capital Fund**

	2008	2007
<b>Balance, beginning of year</b>	<u>\$ 16,257,607</u>	<u>\$ 16,801,865</u>
<b>Prior period adjustments:</b>		
Correct 04/05 and 05/06 DCC amortization	-	(52,349)
03/04 Bylaw overspent	-	225,897
<b>Balance, beginning of year as restated</b>	16,257,607	16,975,413
<b>Change for the year</b>		
Increases:		
Transfers from DC - capital additions	152,815	-
Decreases:		
Amortization of Deferred Capital Contributions	<u>706,412</u>	<u>717,806</u>
<b>Deferred Capital Contributions, end of year</b>	<u>\$ 15,704,010</u>	<u>\$ 16,257,607</u>

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 6 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 provided for the payment of these benefits. The portion of the benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on Statement 1 (Statement of Financial Position).

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

	2008	2007
<b>Reconciliation of Restated Accrued Benefit Obligation</b>		
Accrued Benefit Obligation - April 1	\$ 735,030	\$ 792,071
Service Cost	37,156	45,978
Interest Cost	37,202	42,355
Benefit Cost	(160,563)	(94,428)
Actuarial (Gain)/Loss	<u>83,672</u>	<u>(50,946)</u>
Accrued Benefit Obligation - March 31	<u>\$ 732,497</u>	<u>\$ 735,030</u>
<b>Reconciliation of Restated Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	\$ 732,497	\$ 735,030
Market Value of Plan Assets - March 31	<u>-</u>	<u>-</u>
Funded Status - Surplus/(Deficit)	(732,497)	(735,030)
Employer Contributions After Measurement Date - April 1 to June 30	47,061	107,054
Unamortized Net Actuarial (Gain)/Loss	<u>1,472</u>	<u>(83,274)</u>
Accrued Benefit (Liability)/Asset - June 30	<u>\$ (683,964)</u>	<u>\$ (711,250)</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 37,156	\$ 45,978
Interest Cost	37,202	42,355
Amortization of Net Actuarial (Gain)/Loss	<u>(1,074)</u>	<u>-</u>
Net Benefit Asset/(Liability)	<u>\$ 73,284</u>	<u>\$ 88,333</u>
<b>Assumptions</b>		
Discount Rate - April 1	5.00%	5.25%
Discount Rate - March 31	5.50%	5.25%
Long Term Salary Growth - April 1	3.25% + seniority	3.25% + seniority
Long Term Salary Growth - March 31	3.25% + seniority	3.25% + seniority
EARSL - March 31	9.1	9.1



**SCHOOL DISTRICT NO. 70 (ALBERND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 7 EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of the plans. The pension plans are multi-employer contributory defined benefit pension plans. Basic pension benefits provided are defined. The Teachers' Pension plan has about 48,000 active members from school districts, and approximately 24,000 retired members from school districts. The Municipal Plan has about 145,000 active members, of which approximately 21,000 are from school districts.

Every three years a full actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation for the Teachers' Pension Plan as at December 31, 2005 indicated a \$904 million unfunded liability. The next valuation for the Teachers' Pension Plan will be as at December 2008 with results available in late 2009. The most recent valuation for the Municipal Pension Plan as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in 2010. The actuary does not attribute portions of the unfunded liability to individual employers. The School District paid \$3,141,450 for employer contributions to these plans in the year ended June 30, 2008.

**NOTE 8 CAPITAL BANK LOANS PAYABLE**

The following loans approved under Section 144 of the School Act are outstanding:

<b>Approval Date</b>	<b>Year Borrowed</b>	<b>Interest Rate</b>	<b>Term of Years</b>	<b>Amount Borrowed</b>	<b>Amount Paid</b>	<b>Balance O/S</b>
1998	1998	Variable	Demand	\$ 475,000	\$ 288,230	\$ 186,770
2005	2005	Variable	Demand	238,857	-	238,857
				<u>\$ 713,857</u>	<u>\$ 288,230</u>	<u>\$ 425,627</u>

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 9 LONG-TERM DEBT**

	2008	2007
Bank of Montreal mortgage repayable in monthly instalments of \$832 including interest at 5.75% per annum. Secured by mortgage on land and buildings. Due in full on March 1, 2008.	\$ 59,555	\$ 65,822
Bank of Montreal mortgage repayable in monthly instalments of \$823 including interest at 5.80% per annum. Secured by mortgage on land and buildings. Due in full March 1, 2009.	<u>59,556</u>	<u>65,821</u>
	119,111	131,643
Less: Current portion	<u>13,170</u>	<u>12,593</u>
	<u>\$ 105,941</u>	<u>\$ 119,050</u>

Principal payments calculated as due within the next five years are as follows:

2009	\$13,170
2010	14,131
2011	14,969
2012	14,761
2013	62,080

**NOTE 10 OPERATING FUND BALANCE**

	2008	2007
<b>Internally Restricted by Board for:</b>		
School Supply Budget	\$ 90,550	\$ 98,588
Housing Fund	<u>41,450</u>	<u>78,074</u>
	132,000	176,662
Unrestricted Operating Surplus	<u>65,896</u>	<u>558,145</u>
Total Available for Future Operations	<u>\$ 197,896</u>	<u>\$ 734,807</u>

**SCHOOL DISTRICT NO. 70 (ALBERND)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 11 ENDOWMENT FUNDS**

<b>Name of Endowment</b>	<b>Balance Beginning of Year</b>	<b>Contributions During year</b>	<b>Earnings for the year</b>	<b>Available for Disbursement</b>	<b>Balance end of year</b>
Summer Games	\$ 22,465	\$ -	\$ 630	\$ 23,095	\$ 22,095
Garner	29,484	-	1,042	30,526	29,526
N. Brooks	-	666,000	17,409	683,409	671,436
C. Coulson	-	10,000	193	10,193	10,193
	<u>\$ 51,949</u>	<u>\$ 676,000</u>	<u>\$ 19,274</u>	<u>\$ 747,223</u>	<u>\$ 733,250</u>

**NOTE 12 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2008 transfers from Special Purpose Funds to the Capital Fund were \$951,613; transfers from the Operating Fund to the Capital Fund were \$148,447.

**NOTE 13 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.

**SCHOOL DISTRICT NO. 70 (ALBERNI)**

**NOTES TO FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED JUNE 30, 2008**

**NOTE 14 BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through adoption of the annual amended budget on February 26, 2008.

**NOTE 15 CONTINGENCIES**

The nature of the School District's activities is such that there is usually litigation pending or in progress at any time. With respect to claims at June 30, 2008, management believes the School District has valid defences and appropriate insurance coverages in place. In the event of any claims are successful, management believes that such claims are not expected to have a material effect on the School District's financial position.

**NOTE 16 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 Generally Accepted Accounting Principles for not-for-profit organizations. This contemplates continuation of the School District as a "going concern".

**NOTE 17 RESTATED COMPARATIVE AMOUNTS**

Certain comparative amounts have been reclassified to confirm to the current years' presentation.

**NOTE 18 PRIOR PERIOD ADJUSTMENT**

During the year it was noted that liabilities were over accrued for expenses related to a previous year. This accrual was adjusted to reflect a closer estimate of amounts outstanding at year end. The effect of the adjustment on comparative figures is as follows:

Opening Unrestricted Operating Fund balance increased by \$44,991  
Accounts Payable and Accrued Liabilities decreased by \$44,991

**SCHOOL DISTRICT NO. 70 (Alberni)  
OPERATING FUND  
SURPLUS (DEFICIT)  
YEAR ENDED JUNE 30, 2008**

Schedule A1

	2008 ACTUAL	2008 AMENDED ANNUAL BUDGET	2007 ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	36,090,958	35,541,608	35,357,219
Provincial Grants - Other	0	0	0
Federal Grants	0	0	0
Other Revenue	3,046,387	2,527,630	2,780,059
Rentals and Leases	81,906	44,500	93,723
Investment Income	161,170	125,000	174,789
	<u>39,380,421</u>	<u>38,238,738</u>	<u>38,405,790</u>
<b>EXPENSE</b>			
Salaries			
Teachers	15,961,263	15,701,706	15,584,427
Principals and Vice Principals	2,838,083	2,632,089	2,619,890
Educational Assistants	3,043,363	2,953,000	2,988,998
Support Staff	4,351,081	4,378,787	4,204,257
Other Professionals	972,323	931,975	942,133
Substitutes	936,850	1,125,000	1,176,108
	<u>28,102,963</u>	<u>27,722,557</u>	<u>27,515,813</u>
Employee Benefits	6,038,881	5,830,592	5,745,867
Services and Supplies	5,672,032	5,118,072	4,980,546
	<u>39,813,876</u>	<u>38,671,221</u>	<u>38,242,226</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	(433,455)	(432,483)	163,564
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	0	0	0
Local Capital	(148,447)	0	(204,095)
Other	0	0	0
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
Reduce Unfunded Employee Future Benefits and Vacation Pay	0	0	(288,314)
Comprehensive Income (Loss)	0	0	0
<b>BUDGETED ALLOCATION (RETIREMENT)     OF SURPLUS (DEFICIT)</b>		0	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>(581,902)</u>	<u>(432,483)</u>	<u>(328,845)</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	734,807		1,077,377
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
Correct Acct'g Entries 03/04-04/05-05-06	44,991		(13,725)
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED</b>	<u>779,798</u>		<u>1,063,652</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b> (Section 156 (12) of School Act)	<u>197,896</u>		<u>734,807</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	132,000		
Unrestricted	65,896		
	<u>197,896</u>		

**SCHOOL DISTRICT NO. 70 (Alberni)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2008**

Schedule A2

	2008	2008 AMENDED ANNUAL BUDGET	2007
	ACTUAL		ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	36,809,412	36,644,327	36,138,175
INAC Recovery	0	0	0
Other Ministry of Education Grants			285,720
GAAP Implementation Funding			595,220
Pay Equity	595,219	595,219	595,220
Clawback for Local Education Agr	(2,349,143)	(2,416,630)	(2,416,630)
Community Links Fundng	547,888	531,000	531,000
Ready Set Learn	22,500	22,500	22,500
Literacy Innovation Grant	54,836	54,836	62,764
Minority Language Funding	110,356	110,356	138,470
LMA Funding	213,303	0	0
BCeSIS Funding	1,534	0	0
FSA Training	5,000	0	0
District Literacy Plan	10,000	0	0
Deferred Revenue to Operating	70,053	0	0
	<u>36,090,958</u>	<u>35,541,608</u>	<u>35,357,219</u>
<b>PROVINCIAL GRANTS - OTHER</b>	0	0	0
<b>FEDERAL GRANTS</b>	0	0	0
<b>OTHER REVENUE</b>			
School Referendum Taxes	0	0	0
Other School District/Education Authorities	44,170	49,000	49,075
Summer School Fees	0	0	0
Continuing Education	0	0	0
Offshore Tuition Fees	19,000	20,000	18,190
LEA/Direct Funding from First Nations	2,517,234	2,416,630	2,502,088
Miscellaneous			
Administration Fees	16,860	16,000	15,876
Miscellaneous Fees	13,263	1,000	20,578
Instructional Cafete	27,172	25,000	25,805
Support Staff Trades Adjustment	39,291	0	0
Inter-Fund Transfer	148,447	0	148,447
Deferred Revenue to Operating	220,950	0	0
	<u>3,046,387</u>	<u>2,527,630</u>	<u>2,780,059</u>
<b>RENTALS AND LEASES</b>	81,906	44,500	93,723
<b>INVESTMENT INCOME</b>	161,170	125,000	174,789
<b>TOTAL OPERATING REVENUE</b>	<u>39,380,421</u>	<u>38,238,738</u>	<u>38,405,790</u>

**SCHOOL DISTRICT NO. 70 (Alberni)  
OPERATING FUND  
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT  
YEAR ENDED JUNE 30, 2008**

Schedule A3

	2008	2008 AMENDED ANNUAL BUDGET	2007
	ACTUAL		ACTUAL
<b>SALARIES</b>			
Teachers	15,961,263	15,701,706	15,584,427
Principals and Vice Principals	2,838,083	2,632,089	2,619,890
Educational Assistants	3,043,363	2,953,000	2,988,998
Support Staff	4,351,081	4,378,787	4,204,257
Other Professionals	972,323	931,975	942,133
Substitutes	936,850	1,125,000	1,176,108
	<u>28,102,963</u>	<u>27,722,557</u>	<u>27,515,813</u>
<b>EMPLOYEE BENEFITS</b>			
Total Salaries and Benefits	6,038,881	5,830,592	5,745,867
	<u>34,141,844</u>	<u>33,553,149</u>	<u>33,261,680</u>
<b>SERVICES AND SUPPLIES</b>			
Services	1,203,842	1,054,869	1,026,524
Student Transportation	545,050	499,970	486,536
Professional Development and Travel	312,433	318,080	309,533
Rentals and Leases	133,307	140,713	136,932
Dues and Fees	90,344	92,363	89,881
Insurance	74,902	78,527	76,417
Interest	0	12,000	15,204
Supplies	2,423,091	2,136,722	2,072,351
Bad Debts	2,884	0	3,429
Utilities	886,179	784,828	763,739
Total Services and Supplies	<u>5,672,032</u>	<u>5,118,072</u>	<u>4,980,546</u>
<b>TOTAL OPERATING EXPENSE</b>			
	<u>39,813,876</u>	<u>38,671,221</u>	<u>38,242,226</u>

SCHOOL DISTRICT NO. 70 (Alberni)  
OPERATING FUND  
EXPENSE BY FUNCTION AND PROGRAM  
YEAR ENDED JUNE 30, 2008

	TEACHERS SALARIES	PRINCIPALS AND VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	13,201,089	1,319,809	100,824	743,284	61,939	642,180	16,068,885
1.03 Career Programs	171,344			45,972			218,316
1.07 Library Services	232,490	119,473	42,405	5,357			399,725
1.08 Counselling	429,902	33,205		65,347			528,454
1.10 Special Education	1,262,894	173,508	2,987,242		121,830	88,978	4,524,252
1.30 English as a Second Language	418,293	21,823					440,116
1.31 Aboriginal Education	246,861	312,620	13,092	60,160	35,017		667,750
1.41 School Administration		857,945		320,214	63,215	42,976	1,284,350
1.60 Summer School	8,590						8,590
1.61 Continuing Education							0
1.62 Off Shore Students							0
1.64 Other							0
1.65 Conseil Scolaire Francophone							0
<b>Total Function 1</b>	15,961,263	2,838,083	3,043,383	1,288,904	282,001	774,134	24,188,748
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration				15,971	60,065		76,036
4.40 School District Governance					66,788		66,788
4.41 Business Administration				203,884	477,823		681,707
4.66 Conseil Scolaire Francophone							0
<b>Total Function 4</b>	0	0	0	219,855	604,676	0	824,531
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration				10,521	59,952		70,473
5.50 Maintenance Operations				2,150,352		160,140	2,310,492
5.52 Maintenance of Grounds				118,963			118,963
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
<b>Total Function 5</b>	0	0	0	2,279,836	59,952	160,140	2,499,928
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration					25,694		25,694
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation				611,766		2,576	614,362
7.73 Housing							0
<b>Total Function 7</b>	0	0	0	611,766	25,694	2,576	640,036
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
<b>Total Function 9</b>	0	0	0	0	0	0	0
<b>TOTAL FUNCTIONS 1 - 9</b>	15,961,263	2,838,083	3,043,383	4,351,061	972,323	936,850	28,102,963



SCHOOL DISTRICT NO. 70 (Alberni)  
 OPERATING FUND  
 EXPENSE BY FUNCTION AND PROGRAM  
 YEAR ENDED JUNE 30, 2008

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2008 ACTUAL	2008 AMENDED ANNUAL BUDGET	2007 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	16,066,995	3,520,784	19,587,779	1,997,499	21,176,878	20,577,895	20,397,946
1.03 Career Programs	216,316	46,371	262,687	31,916	285,103	250,199	248,234
1.07 Library Services	399,725	98,892	498,617	51,829	541,188	583,463	579,441
1.08 Counselling	528,454	103,185	631,620	6,784	638,404	654,957	645,650
1.10 Special Education	4,524,252	1,016,320	5,539,572	217,594	5,757,166	5,837,226	5,867,089
1.30 English as a Second Language	440,116	97,202	537,318	15,930	552,848	422,619	405,413
1.31 Aboriginal Education	667,750	120,591	788,341	339,994	1,128,925	1,105,205	1,102,486
1.41 School Administration	1,284,350	273,535	1,557,885	2,946	1,560,831	1,544,023	1,523,220
1.80 Summer School	0	0	0	0	0	0	0
1.81 Continuing Education	8,590	1,900	10,490	0	10,480	10,841	10,537
1.62 Off Shore Students	0	0	0	0	0	0	0
1.64 Other	0	0	0	138,000	138,000	138,000	138,000
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 1</b>	<b>24,138,746</b>	<b>5,268,501</b>	<b>29,407,249</b>	<b>2,390,582</b>	<b>31,797,891</b>	<b>31,123,918</b>	<b>30,917,030</b>
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	76,036	18,761	94,797	57,332	152,119	163,875	161,767
4.40 School District Governance	68,798	988	67,766	87,164	154,820	160,393	150,828
4.41 Business Administration	661,407	126,999	810,006	557,422	1,367,428	1,140,586	1,111,944
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 4</b>	<b>824,231</b>	<b>146,761</b>	<b>970,992</b>	<b>701,918</b>	<b>1,674,467</b>	<b>1,464,754</b>	<b>1,424,159</b>
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	70,473	12,014	82,487	8,921	91,408	128,279	128,100
5.50 Maintenance Operations	2,370,492	481,355	2,711,847	736,738	3,508,585	3,393,334	3,284,257
5.52 Maintenance of Grounds	118,963	25,074	144,037	76,145	222,182	196,080	186,571
5.56 Utilities	0	0	0	888,179	888,179	764,828	763,739
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 5</b>	<b>2,499,928</b>	<b>498,443</b>	<b>2,998,371</b>	<b>1,703,883</b>	<b>4,708,354</b>	<b>4,503,521</b>	<b>4,365,657</b>
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	25,694	4,211	29,905	29,905	29,905	28,468	28,886
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	614,362	119,408	733,770	852,902	1,586,672	1,518,808	1,472,221
7.73 Housing	0	0	0	16,647	16,647	19,712	19,162
<b>Total Function 7</b>	<b>640,056</b>	<b>123,619</b>	<b>763,675</b>	<b>899,549</b>	<b>1,633,224</b>	<b>1,566,988</b>	<b>1,520,289</b>
<b>9 DEBT SERVICES (OPERATING)</b>							
9.62 Interest on Bank Loans	0	0	0	0	0	12,000	15,081
9.94 Interest on Temporary Borrowing	0	0	0	0	0	0	0
<b>Total Function 9</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>12,000</b>	<b>15,081</b>
<b>TOTAL FUNCTIONS 1 - 9</b>	<b>28,102,963</b>	<b>6,038,881</b>	<b>34,141,844</b>	<b>5,672,032</b>	<b>39,813,876</b>	<b>38,671,221</b>	<b>38,242,226</b>

**SCHOOL DISTRICT NO. 70 (Alberni)  
OPERATING FUND  
CHANGES IN DEFERRED CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2008**

Schedule A5

<b>BALANCE, BEGINNING OF YEAR</b>	204,932
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>	
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	<u>204,932</u>
<b>Changes for the Year</b>	
Increase:	
Provincial Grants - Ministry of Education	70,300
Provincial Grants - Other	0
Other Revenue	53,722
	<u>124,022</u>
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	70,053
Provincial Grants - Other	0
Federal Grants	0
Other Revenue	220,950
Investment Income	0
	<u>291,003</u>
<b>Net Changes for the Year</b>	<u>(166,981)</u>
<b>BALANCE, END OF YEAR</b>	<u><u>37,951</u></u>

**SCHOOL DISTRICT NO. 70 (Alberni)  
SPECIAL PURPOSE FUNDS  
SUMMARY OF CHANGES  
YEAR ENDED JUNE 30, 2008**

**Schedule B1**

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>					
Add: Contributions Received	(202,771)	273,238	605,602	0	676,069
Provincial Grants - Ministry of Education	1,335,466	306,000			1,641,466
Provincial Grants - Other		40,708	1,201,287		1,241,995
Federal Grants		19,238			19,238
Other		678,730			678,730
Investment Income		1,045,674	1,201,287	0	3,892,417
Donations					
Less: Allocated to Revenue Recovered	1,122,253	354,388	1,134,689		2,611,340
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>	10,692	954,514	572,170	0	1,637,145
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	1,122,253	308,000			1,428,253
Provincial Grants - Other					0
Federal Grants					0
Other Revenue		48,388	1,134,689		1,183,087
Rentals and Leases					0
Investment Income					0
Gain (Loss) on Equity Investment					0
<b>EXPENSE</b>	1,122,253	354,388	1,134,689	0	2,611,340
Salaries					
Teachers	77,120				77,120
Principals and Vice Principals					0
Educational Assistants	45,233				45,233
Support Staff		25,051			25,051
Other Professionals					0
Substitutes	1,457				1,457
Employee Benefits	123,810	25,051	0	0	148,861
Services and Supplies	19,856	2,804			22,670
	26,964	326,543	1,134,689		1,488,196
	170,840	354,388	1,134,688	0	1,659,727
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	951,613	0	0	0	951,613
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(951,613)				(951,613)
Other					0
<b>NET REVENUE (EXPENSE)</b>	(951,613)	0	0	0	(951,613)
	0	0	0	0	0

**SCHOOL DISTRICT NO. 70 (Alberni)  
SPECIAL PURPOSE FUNDS  
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2008**

	207 Annual Facility Grant	250 Special Education Equipment	290 Debt Services	303 KAKAWIS	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	(223,394)	11,430	4,984	4,139	(202,771)
Add: Contributions Received					
Provincial Grants - Ministry of Education	1,155,139	13,242	7,000	160,705	1,335,486
Provincial Grants - Other					0
Federal Grants					0
Other					0
Investment Income					0
	1,155,139	13,242	7,000	160,705	1,335,486
Less: Allocated to Revenue Recovered	930,214	21,399	10,728	199,912	1,122,253
	1,591	3,273	1,266	4,332	10,482
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>					
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	930,214	21,399	10,728	199,912	1,122,253
Provincial Grants - Other					0
Federal Grants					0
Other Revenue					0
Investment Income					0
	930,214	21,399	10,728	199,912	1,122,293
<b>EXPENSE</b>					
Salaries					
Teachers				77,120	77,120
Principals and Vice Principals					0
Educational Assistants				45,233	45,233
Support Staff					0
Other Professionals					0
Substitutes				1,457	1,457
Employee Benefits	0	0	0	123,810	123,810
Services and Supplies				19,866	19,866
			10,728	16,236	26,964
	0	0	10,728	199,912	170,840
	930,214	21,399	0	0	951,613
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>					
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(930,214)	(21,399)			(951,613)
Other					0
	(930,214)	(21,399)	0	0	(951,613)
<b>NET REVENUE (EXPENSE)</b>	0	0	0	0	0

**SCHOOL DISTRICT NO. 70 (Alberni)  
SPECIAL PURPOSE FUNDS  
CHANGES IN OTHER SPECIAL PURPOSE FUNDS  
YEAR ENDED JUNE 30, 2008**

Schedule B3

	REGISTERED CHARITY	SCHOOL MEALS	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>			
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>			273,238
Add: Contributions Received	98,166	175,072	
Provincial Grants - Ministry of Education		306,000	306,000
Provincial Grants - Other		0	0
Federal Grants		0	0
Other		40,706	40,706
Investment Income	19,236		19,236
Donations	679,730		679,730
	898,998	346,706	1,045,704
Less: Allocated to Revenue Recovered	21,573	332,825	354,398
	775,591	183,953	924,574
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>			
<b>REVENUE AND EXPENSE</b>			
<b>REVENUE</b>			
Provincial Grants - Ministry of Education		306,000	306,000
Provincial Grants - Other		0	0
Federal Grants		0	0
Other Revenue	21,573	26,625	48,398
Investment Income		0	0
	21,573	332,625	354,398
<b>EXPENSE</b>			
Salaries			
Teachers			0
Principals and Vice Principals			0
Educational Assistants			0
Support Staff		25,051	25,051
Other Professionals			0
Substitutes			0
	0	25,051	25,051
Employee Benefits		2,804	2,804
Services and Supplies	21,573	304,970	326,543
	21,573	332,825	354,398
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	0	0	0
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased			0
Other	0	0	0
	0	0	0
<b>NET REVENUE (EXPENSE)</b>	0	0	0

SCHOOL DISTRICT NO. 70 (Alberni)  
 CAPITAL FUND  
 CAPITAL ASSETS  
 YEAR ENDED JUNE 30, 2008

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>COST, BEGINNING OF YEAR</b>	1,949,418	49,021,288	1,238,947	834,945	2,000	32,058	53,078,536
Changes in Accounting Policy/ Prior Period Adjustments							
<b>COST, BEGINNING OF YEAR, AS RESTATED</b>	1,949,418	49,021,288	1,238,947	834,945	2,000	32,058	53,078,536
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw		152,815					152,815
Deferred Contributions - Other							0
Operating Fund							0
Special Purpose Funds		830,214	9,142		5,102	7,155	851,613
Local Capital			177,651			11,477	189,128
Transferred from Work in Progress							0
Decrease:							
Disposed of							0
Deemed Disposals			40,284				40,284
Written-off/down During Year				116,521			116,521
<b>COST, END OF YEAR</b>	1,949,418	50,104,297	1,355,458	718,324	7,102	50,650	54,215,287
<b>WORK IN PROGRESS, END OF YEAR</b>							
<b>COST AND WORK IN PROGRESS, END OF YEAR</b>	1,949,418	50,104,297	1,355,458	718,324	7,102	50,650	54,215,287
<b>ACCUMULATED AMORTIZATION, BEGINNING OF YEAR</b>							
Changes in Accounting Policies/ Prior Period Adjustments							
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	0	21,273,587	420,587	388,059	0	5,645	22,101,018
Changes for the Year							
Increase: Amortization for the Year		887,739	123,895	83,465	400	5,412	1,201,931
Decrease:							
Disposed of							0
Deemed Disposals			40,284				40,284
Written-off During Year				116,521			116,521
<b>ACCUMULATED AMORTIZATION, END OF YEAR</b>	0	22,261,326	564,268	365,063	400	15,057	23,148,144
<b>CAPITAL ASSETS - NET</b>	1,949,418	27,842,971	881,190	353,261	6,702	35,593	31,069,143

SCHOOL DISTRICT NO. 70 (Alberni)  
 CAPITAL FUND  
 CAPITAL ASSETS - WORK IN PROGRESS  
 YEAR ENDED JUNE 30, 2008

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	0	0	0	0	0
Changes in Accounting Policy/ Prior Period Adjustments					
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	0	0	0	0	0
Changes for the Year					
Increase:					
Deferred Contributions - Bylaw					0
Deferred Contributions - Other					0
Operating Fund					0
Special Purpose Funds					0
Local Capital					0
Decrease:					
Transferred to Capital Assets					0
Net Changes for the Year	0	0	0	0	0
WORK IN PROGRESS, END OF YEAR	0	0	0	0	0

WORK IN PROGRESS, BEGINNING OF YEAR

Changes in Accounting Policy/  
Prior Period Adjustments

WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:

Deferred Contributions - Bylaw

Deferred Contributions - Other

Operating Fund

Special Purpose Funds

Local Capital

Decrease:

Transferred to Capital Assets

Net Changes for the Year

WORK IN PROGRESS, END OF YEAR

**SCHOOL DISTRICT NO. 70 (Alberni)  
CAPITAL FUND  
DEFERRED CAPITAL CONTRIBUTIONS  
YEAR ENDED JUNE 30, 2008**

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	15,540,794	716,813	0	16,257,607
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED</b>	15,540,794	716,813	0	16,257,607
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Capital Additions	152,815			152,815
Transferred from Work in Progress				0
	152,815	0	0	152,815
Decrease:				
Amortization of Deferred Capital Contributions	687,548	18,864		706,412
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	687,548	18,864	0	706,412
<b>Net Changes for the Year</b>	(534,733)	(18,864)	0	(553,597)
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	15,006,061	697,949	0	15,704,010
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	0	0	0	0
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED</b>	0	0	0	0
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Work in Progress				0
	0	0	0	0
Decrease:				
Transferred to Deferred Capital Contributions				0
	0	0	0	0
<b>Net Changes for the Year</b>	0	0	0	0
<b>WORK IN PROGRESS, END OF YEAR</b>	0	0	0	0
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	15,006,061	697,949	0	15,704,010



SCHOOL DISTRICT NO. 70 (Alberni)  
 CAPITAL FUND  
 CHANGES IN DEFERRED CONTRIBUTIONS  
 YEAR ENDED JUNE 30, 2008

	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	(167,697)	(41,403)	0	0	(209,100)
Changes in Accounting Policies/ Prior Period Adjustments					
BALANCE, BEGINNING OF YEAR, AS RESTATED	(167,697)	(41,403)	0	0	(209,100)
Changes for the Year					
Increase:					
Provincial Grants - Ministry of Education					0
Provincial Grants - Other					0
Other					0
Investment Income					0
MEEd Restricted Portion of Proceeds on Disposal					0
Decrease:					
Transferred to DCC - Capital Additions	152,815				152,815
Transferred to DCC - Work in Progress					0
Transferred to Invested in Capital Assets - Site Purchases					0
Net Changes for the Year	(152,815)	0	0	0	(152,815)
BALANCE, END OF YEAR	(320,412)	(41,403)	0	0	(361,815)

**SCHOOL DISTRICT NO. 70 (Alberni)  
CAPITAL FUND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2008**

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	14,193,053	212,572	14,405,625
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	14,193,053	212,572	14,405,625
<b>Changes for the Year</b>			
Investment Income			0
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal			0
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	706,412		706,412
Capital Assets Purchased from Local Capital	189,128	(189,128)	0
Interfund Transfers - Capital Assets Purchased	951,613		951,613
Interfund Transfers - Capital Assets WIP			0
Interfund Transfers - Local Capital		148,447	148,447
Amortization of Capital Assets	(1,201,931)		(1,201,931)
Transferred to Invested in Capital Assets			0
- Site Purchases			0
Principal Reduction on Teacherage	12,533	(12,533)	
Interest Payments on Teacherage		(21,410)	(21,410)
<b>Net Changes for the Year</b>	657,755	(74,624)	583,131
<b>BALANCE, END OF YEAR</b>	14,850,808	137,948	14,988,756