

Audited Financial Statements of

**School District No. 75 (Mission)**

And Independent Auditors' Report thereon

June 30, 2021

# School District No. 75 (Mission)

June 30, 2021

## Table of Contents

Management Report .....	1
Independent Auditors' Report .....	2-4
Statement of Financial Position - Statement 1 .....	5
Statement of Operations - Statement 2 .....	6
Statement of Changes in Net Debt - Statement 4 .....	7
Statement of Cash Flows - Statement 5 .....	8
Notes to the Financial Statements .....	9-26
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited) .....	27
Schedule of Operating Operations - Schedule 2 (Unaudited) .....	28
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited) .....	29
Schedule 2B - Schedule of Operating Expense by Object (Unaudited) .....	30
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited) .....	31
Schedule of Special Purpose Operations - Schedule 3 (Unaudited) .....	33
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited) .....	34
Schedule of Capital Operations - Schedule 4 (Unaudited) .....	37
Schedule 4A - Tangible Capital Assets (Unaudited) .....	38
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited) .....	39
Schedule 4C - Deferred Capital Revenue (Unaudited) .....	40
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited) .....	41

# School District No. 75 (Mission)

## MANAGEMENT REPORT

Version: 9694-8948-6966

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

The accompanying financial statements of School District No. 75 (Mission) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

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

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 75 (Mission) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a quarterly basis and externally audited financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 75 (Mission) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 75 (Mission)

Original signed by T. Loffler	September
_____ Signature of the Chairperson of the Board of Education	_____ Date Signed
Original signed by A. Wilson	September 24, 2021
_____ Signature of the Superintendent	_____ Date Signed
Original signed by C. Becker	September 24, 2021
_____ Signature of the Secretary Treasurer	_____ Date Signed



KPMG LLP  
32575 Simon Avenue  
Abbotsford BC V2T 4W6  
Telephone (604) 854-2200  
Fax (604) 853-2756

## INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 75 (Mission), and

To the Minister of Education, Province of British Columbia

### Opinion

We have audited the financial statements of School District No. 75 (Mission) (the Entity), which comprise:

- the statement of financial position as at June 30, 2021
- the statement of operations for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies  
(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements of the Entity as at and for the year ended June 30, 2021 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

### Basis for Opinion

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

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

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

### Emphasis of Matter – Financial Reporting Framework

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

Our opinion is not modified in respect of this matter.



### **Other Information**

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

- Unaudited Schedules 1-4 attached to the audited financial statements

Our opinion on the financial statements does not cover the other information and we do not and will not express any form of assurance conclusion thereon.

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

We obtained the unaudited schedules documents as at the date of this auditors' report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditors' report.

We have nothing to report in this regard.

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

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

In preparing the financial statements, management is responsible for assessing the Entity's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Entity or to cease operations, or has no realistic alternative but to do so.

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

### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

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

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.



We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG LLP

Chartered Professional Accountants

Abbotsford, Canada

September 21, 2021

# School District No. 75 (Mission)

## Statement of Financial Position

As at June 30, 2021

	2021 Actual	2020 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	15,821,622	12,210,340
Accounts Receivable		
Due from Province - Ministry of Education	545,553	256,930
Due from First Nations	35,058	125,910
Other (Note 3)	896,922	1,139,839
<b>Total Financial Assets</b>	<b>17,299,155</b>	<b>13,733,019</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	49,380	
Other (Note 4)	8,386,141	7,722,175
Unearned Revenue (Note 5)	1,205,734	902,754
Deferred Revenue (Note 6)	1,523,345	1,191,457
Deferred Capital Revenue (Note 7)	51,036,859	52,340,359
Employee Future Benefits (Note 8)	1,040,586	984,987
<b>Total Liabilities</b>	<b>63,242,045</b>	<b>63,141,732</b>
<b>Net Debt</b>	<b>(45,942,890)</b>	<b>(49,408,713)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 11)	76,120,347	77,942,358
Prepaid Expenses	229,116	329,813
<b>Total Non-Financial Assets</b>	<b>76,349,463</b>	<b>78,272,171</b>
<b>Accumulated Surplus (Deficit) (Note 20)</b>	<b>30,406,573</b>	<b>28,863,458</b>
Contractual Obligations (Note 15)		
Contractual Rights (Note 16)		
Contingent Liabilities (Note 17)		
Approved by the Board		
Original Signed by T. Loffler		September 24, 2021
Signature of the Chairperson of the Board of Education		Date Signed
Original Signed by A. Wilson		September 24, 2021
Signature of the Superintendent		Date Signed
Original Signed by C. Becker		September 24, 2021
Signature of the Secretary Treasurer		Date Signed

# School District No. 75 (Mission)

Statement of Operations  
Year Ended June 30, 2021

	2021 Budget (Note 18)	2021 Actual	2020 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	75,542,976	<b>76,459,901</b>	71,131,433
Other	427,181	<b>430,850</b>	474,561
Tuition	1,270,400	<b>1,398,001</b>	2,322,031
Other Revenue	2,049,417	<b>1,238,002</b>	1,850,762
Rentals and Leases	190,600	<b>216,660</b>	212,095
Investment Income	65,000	<b>82,813</b>	117,462
Amortization of Deferred Capital Revenue	3,007,060	<b>2,973,354</b>	2,912,410
<b>Total Revenue</b>	<u>82,552,634</u>	<u><b>82,799,581</b></u>	<u>79,020,754</u>
<b>Expenses (Note 19)</b>			
Instruction	66,109,669	<b>63,711,015</b>	62,643,480
District Administration	3,291,056	<b>3,088,751</b>	2,893,598
Operations and Maintenance	13,469,466	<b>13,317,604</b>	12,325,609
Transportation and Housing	1,202,988	<b>1,139,096</b>	1,114,185
<b>Total Expense</b>	<u>84,073,179</u>	<u><b>81,256,466</b></u>	<u>78,976,872</u>
<b>Surplus (Deficit) for the year</b>	<u>(1,520,545)</u>	<u><b>1,543,115</b></u>	<u>43,882</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>28,863,458</b>	28,819,576
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u><u><b>30,406,573</b></u></u>	<u>28,863,458</u>

# School District No. 75 (Mission)

## Statement of Changes in Net Debt

Year Ended June 30, 2021

	2021 Budget (Note 18) \$	2021 Actual \$	2020 Actual \$
<b>Surplus (Deficit) for the year</b>	<u>(1,520,545)</u>	<u>1,543,115</u>	43,882
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(3,420,790)	<b>(2,163,347)</b>	(1,703,555)
Amortization of Tangible Capital Assets	4,033,435	<b>3,985,358</b>	3,960,685
<b>Total Effect of change in Tangible Capital Assets</b>	<u>612,645</u>	<u>1,822,011</u>	2,257,130
Acquisition of Prepaid Expenses	(200,000)	<b>(229,116)</b>	(329,813)
Use of Prepaid Expenses	329,813	<b>329,813</b>	249,762
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>129,813</u>	<u>100,697</u>	(80,051)
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(778,087)</u>	<u>3,465,823</u>	2,220,961
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>3,465,823</u>	2,220,961
<b>Net Debt, beginning of year</b>		<b>(49,408,713)</b>	(51,629,674)
<b>Net Debt, end of year</b>		<u><b>(45,942,890)</b></u>	<u>(49,408,713)</u>

# School District No. 75 (Mission)

Statement of Cash Flows  
Year Ended June 30, 2021

	2021 Actual	2020 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	1,543,115	43,882
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	45,146	(694,316)
Prepaid Expenses	100,696	(80,051)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	713,346	355,350
Unearned Revenue	302,980	(469,605)
Deferred Revenue	331,888	160,164
Employee Future Benefits	55,599	56,946
Amortization of Tangible Capital Assets	3,985,358	3,960,685
Amortization of Deferred Capital Revenue	(2,973,354)	(2,912,410)
Bylaw Capital Spend on Non-Capital Items	(339,226)	(280,884)
<b>Total Operating Transactions</b>	<u>3,765,548</u>	<u>139,761</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,983,959)	(1,204,256)
Tangible Capital Assets -WIP Purchased	(179,388)	(499,299)
<b>Total Capital Transactions</b>	<u>(2,163,347)</u>	<u>(1,703,555)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	2,009,081	2,022,669
<b>Total Financing Transactions</b>	<u>2,009,081</u>	<u>2,022,669</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>3,611,282</u>	458,875
<b>Cash and Cash Equivalents, beginning of year</b>	<u>12,210,340</u>	11,751,465
<b>Cash and Cash Equivalents, end of year</b>	<u>15,821,622</u>	12,210,340
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	15,821,622	12,210,340
	<u>15,821,622</u>	<u>12,210,340</u>

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 1. Authority and purpose

The School District, established on April 12, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 75 (Mission)", and operates as "School District No. 75 (Mission)". A board of education ("Board"), elected for a four-year term, governs the School District. The School District provides educational programs to students enrolled in schools in the District and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 75 (Mission) is exempt from federal and provincial corporate income taxes.

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

### 2. Summary of significant accounting policies

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

#### a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia*. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except with respect to the accounting for government transfers as set out in notes 2(e) and 2(l).

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

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

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 2. Summary of significant accounting policies (continued)

a) Basis of Accounting (continued)

- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

b) Cash and cash equivalents

Cash and cash equivalents include cash deposits in the bank and deposits in the Provincial Ministry of Finance Central Deposit Program that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. Cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short term cash commitments rather than for investing.

c) Accounts receivable

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

d) Unearned revenue

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

e) Deferred revenue and deferred capital revenue

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

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished.

f) Employee future benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs, including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime, and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 2. Summary of significant accounting policies (continued)

f) Employee future benefits (continued)

expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime of active employees covered under the plan.

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

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

g) Liability for contaminated sites

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

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

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

h) Tangible capital assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement, or betterment of the assets. Cost also includes overhead directly attributable to construction, as well as interest costs that are directly attributable to the acquisition or construction of the asset.
  - Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
  - Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
-

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

---

**2. Summary of significant accounting policies (continued)**

h) Tangible capital assets (continued)

- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events indicate the need to revise. Estimated useful lives are as follows:

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

i) Capital leases

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

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

j) Prepaid expenses

Various instructional supplies, subscriptions, technology contracts, insurance, employee benefit payments and contracted services are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods when the related benefits are expected.

k) Funds and reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see note 13 – Interfund transfers and note 20 – Accumulated surplus). Funds and reserves are disclosed on Schedules 2, 3, and 4.

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 2. Summary of significant accounting policies (continued)

#### l) Revenue recognition

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

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

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

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

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

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

Revenue related to fees or services received in advance of the fee being earned or the service performed is deferred and recognized when the fee is earned, or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

#### m) Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed, and services received, during the year is expensed.

Categories of Salaries:

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary Treasurers, Trustees, and other employees excluded from union contracts are categorized as Other Professionals.

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 2. Summary of significant accounting policies (continued)

#### m) Expenses (continued)

##### Allocation of costs:

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

#### n) Financial instruments

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

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

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

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of re-measurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of re-measurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations. There were no measurement gains or losses during the periods presented; therefore, no statement of re-measurement gains and losses is included in these financial statements.

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

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

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

---

**2. Summary of significant accounting policies (continued)**

o) Measurement uncertainty

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

p) Future changes in accounting policies

**PS 3280 Asset Retirement Obligations** issued August 2018 establishes standards for recognition, measurement, presentation, and disclosure of legal obligations associated with the retirement of tangible capital assets and is effective July 1, 2022. A liability will be recognized when, as at the financial reporting date:

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

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

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

**PS 3400 Revenue** issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

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

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

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

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

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

	2021	2020
<b>3. Accounts receivable – other</b>		
Due from Federal Government	\$ 72,878	\$ 36,858
Benefit plans surplus	585,293	947,035
Other	238,751	155,946
<b>Total accounts receivable - other</b>	<u>896,922</u>	<u>\$ 1,139,839</u>
<b>4. Accounts payable and accrued liabilities – other</b>	2021	2020
Trade payables	\$ 2,139,129	\$ 1,848,054
Salaries and benefits payable	5,514,887	5,197,460
Accrued vacation payable	732,125	676,661
<b>Total accounts payable and accrued liabilities – other</b>	<u>\$ 8,386,141</u>	<u>\$ 7,722,175</u>
<b>5. Unearned revenue</b>	2021	2020
Balance, beginning of year	\$ 902,754	\$ 1,372,359
Changes for the year:		
Increase:		
Tuition fees collected	1,193,094	894,734
Transportation fees	12,640	8,020
	<u>1,205,734</u>	<u>902,754</u>
Decrease:		
Tuition fees recognized as revenue	894,734	1,364,959
Transportation fees recognized as revenue	8,020	7,400
	<u>902,754</u>	<u>1,372,359</u>
Net change for the year	302,980	(469,605)
<b>Balance, end of year</b>	<u>\$ 1,205,734</u>	<u>\$ 902,754</u>
<b>Unearned revenue comprised of:</b>	2021	2020
Tuition Fees	1,193,094	894,734
Transportation Fees	12,640	8,020
	<u>\$ 1,205,734</u>	<u>\$ 902,754</u>

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**6. Deferred revenue**

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

	2021	2020
Balance, beginning of year	\$ 1,191,457	\$ 1,031,293
Changes for the year:		
Increase:		
Provincial grants – Ministry of Education	10,440,456	7,262,319
Provincial grants – Other Ministry	101,324	105,511
Other revenue	1,012,587	1,531,074
	<u>11,554,367</u>	<u>8,898,904</u>
Decrease:		
Allocated to revenue	(11,222,479)	(8,738,740)
Net change for the year	<u>331,888</u>	<u>160,164</u>
<b>Balance, end of year</b>	<b><u>\$ 1,523,345</u></b>	<b><u>\$ 1,191,457</u></b>
	2021	2020
<b>Deferred revenue comprised of:</b>		
Provincial grants – Ministry of Education	\$ 279,560	\$ 67,605
Provincial grants – other	78,954	46,163
School generated funds	1,019,375	977,018
Other revenue	145,456	100,671
	<u>\$ 1,523,345</u>	<u>\$ 1,191,457</u>

**7. Deferred capital revenue**

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

	2021	2020
<b>Deferred capital revenue subject to amortization</b>		
Balance, beginning of year	\$ 50,436,721	\$ 51,067,674
Increases:		
Capital additions	1,983,567	2,281,457
Decreases:		
Amortization	(2,973,354)	(2,912,410)
Net change for the year	<u>(989,787)</u>	<u>(630,953)</u>
Balance, end of year	<u>\$ 49,446,934</u>	<u>\$ 50,436,721</u>

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**7. Deferred capital revenue (continued)**

	2021	2020
<b>Deferred capital revenue not subject to amortization</b>		
Balance, beginning of year	654,720	1,366,118
Increases:		
Transfer from unspent - work in progress additions	124,199	430,893
Decreases:		
Transfer to deferred capital revenue	(605,943)	(1,142,291)
Net change for the year	(481,744)	(711,398)
Balance, end of year	172,976	654,720
Total deferred capital revenue, end of year	\$ 49,619,910	\$ 51,091,441
<b>Unspent deferred capital revenue</b>		
Balance, beginning of year	\$ 1,248,918	\$ 1,077,192
Increases:		
Provincial grants – Ministry of Education	1,841,050	1,783,811
Provincial grants – Other	-	-
Other	168,031	238,858
Decreases:		
Transfer to deferred capital revenue subject to amortization	(1,377,624)	(1,139,166)
Transfer to deferred capital revenue - work in progress	(124,199)	(430,893)
Bylaw capital spent on non-capital items	(339,227)	(280,884)
Net change for the year	168,031	171,726
Balance, end of year	\$ 1,416,949	\$ 1,248,918
Total deferred capital revenue, end of year	\$ 51,036,859	\$ 52,340,359

**8. Employee future benefits**

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

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**8. Employee future benefits (continued)**

	2021	2020
<b>Assumptions</b>		
Discount Rate - April 1	2.25%	2.50%
Discount Rate - March 31	2.50%	2.25%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSLS - March 31	10.0	10.0
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 1,043,393	\$ 1,074,777
Service Cost	103,806	98,268
Interest Cost	24,670	27,121
Benefit Payments	(93,152)	(143,079)
Actuarial (Gain) Loss	(28,902)	(13,694)
Accrued Benefit Obligation – March 31	<u>\$ 1,049,815</u>	<u>\$ 1,043,393</u>
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	\$ 1,049,815	\$ 1,043,393
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	(1,049,815)	(1,043,393)
Employer Contributions After Measurement Date	26,279	10,833
Benefits Expense After Measurement Date	(32,712)	(32,119)
Unamortized Net Actuarial (Gain) Loss	15,662	79,692
Accrued Benefit Asset (Liability) - June 30	<u>\$ (1,040,586)</u>	<u>\$ (984,987)</u>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) - July 1	\$ 984,987	\$ 928,041
Net Expense for Fiscal Year	164,197	162,658
Employer Contributions	(108,598)	(105,712)
Accrued Benefit Liability (Asset) - June 30	<u>\$ 1,040,586</u>	<u>\$ 984,987</u>
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 103,665	\$ 99,652
Interest Cost	25,404	26,508
Amortization of Net Actuarial (Gain)/Loss	35,128	36,498
Net Benefit Expense (Income)	<u>\$ 164,197</u>	<u>\$ 162,658</u>

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**9. Debt**

The School District has an approved line of credit of \$1.0 million with interest at the bank's prime rate minus 0.25%. As of June 30, 2021, the School District had \$ nil borrowings (2020: \$ nil) under this line of credit.

**10. Capital lease obligations**

The School District has an approved revolving term lease of \$750,000. As of June 30, 2021, the School District had \$ nil borrowings (2020: \$ nil) under this lease.

**11. Tangible capital assets**

	2021	2020
<b>Net book value:</b>		
Sites	\$ 10,512,959	\$ 10,512,959
Buildings	61,695,005	63,584,056
Buildings – work in progress	296,572	723,126
Furniture & equipment	1,768,287	1,193,307
Vehicles	1,553,189	1,419,725
Computer software	12,927	19,619
Computer hardware	281,408	489,566
<b>Total net book value, tangible capital assets</b>	<b>\$ 76,120,347</b>	<b>\$ 77,942,358</b>

	Balance at July 1, 2020	Additions	Disposals	Balance at June 30, 2021
<b>Cost:</b>				
Sites	\$ 10,512,959	\$ -	\$ -	\$ 10,512,959
Buildings	142,844,623	1,397,821	-	144,242,444
Furniture & equipment	2,557,072	838,527	(681,747)	2,713,852
Vehicles	2,024,107	353,553	(94,622)	2,283,038
Computer software	33,458	-	-	33,458
Computer hardware	1,098,120	-	(114,664)	983,456
Work in progress	723,126	179,388	(605,942)	296,572
<b>Total cost</b>	<b>159,793,465</b>	<b>2,769,289</b>	<b>(1,496,975)</b>	<b>161,065,779</b>
<b>Accumulated amortization:</b>				
Buildings	79,260,567	3,286,872	-	82,547,439
Furniture & equipment	1,363,765	263,547	(681,747)	945,565
Vehicles	604,382	220,089	(94,622)	729,849
Computer software	13,839	6,692	-	20,531
Computer hardware	608,554	208,158	(114,664)	702,048
<b>Total amortization</b>	<b>81,851,107</b>	<b>3,985,358</b>	<b>(891,033)</b>	<b>84,945,432</b>
<b>Total net book value</b>	<b>\$ 77,942,358</b>	<b>\$ (1,216,069)</b>	<b>\$ (605,942)</b>	<b>\$ 76,120,347</b>

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**11. Tangible capital assets (continued)**

<b>Cost:</b>	Balance at July 1, 2019	Additions	Disposals	Balance at June 30, 2020
Sites	\$ 10,512,959	\$ -	\$ -	\$ 10,512,959
Buildings	140,890,812	1,953,811	-	142,844,623
Furniture & equipment	2,493,019	132,222	(68,169)	2,557,072
Vehicles	1,819,164	350,051	(145,108)	2,024,107
Computer software	356,491	-	(323,033)	33,458
Computer hardware	1,131,689	-	(33,569)	1,098,120
Work in progress	1,455,655	499,299	(1,231,828)	723,126
<b>Total cost</b>	<b>158,659,789</b>	<b>2,935,383</b>	<b>(1,801,707)</b>	<b>159,793,465</b>
<b>Accumulated amortization:</b>				
Buildings	76,006,527	3,254,040	-	79,260,567
Furniture & equipment	1,179,429	252,505	(68,169)	1,363,765
Vehicles	557,326	192,164	(145,108)	604,382
Computer software	297,877	38,995	(323,033)	13,839
Computer hardware	419,142	222,981	(33,569)	608,554
<b>Total amortization</b>	<b>78,460,301</b>	<b>3,960,685</b>	<b>(569,879)</b>	<b>81,851,107</b>
<b>Total net book value</b>	<b>\$ 80,199,488</b>	<b>\$ (1,025,302)</b>	<b>\$ (1,231,828)</b>	<b>\$ 77,942,358</b>

## **School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

---

### **12. 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, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2020 the Teachers' Pension Plan has about 49,000 active members and approximately 40,000 retired members. As at December 31, 2020, the Municipal Pension Plan has about 220,000 active members, including approximately 28,000 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 actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2017, indicated a \$1,656 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The Mission School district paid \$5,657,672 for employer contributions to the plans for the year ended June 30, 2021 (2020: \$5,444,245).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2020, with results available in the last quarter of 2021. The next valuation for the Municipal Pension Plan will be as at December 31, 2021, with results available in 2022.

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

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

**13. Interfund transfers**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2021, were as follows:

	2021	2020
Assets purchased by Operating for Capital	\$ 7,751	\$ -
Assets purchased by School Generated Funds for Capital	16,733	21,714
Assets purchased by FN Student Transportation for Capital	12,591	-
Assets purchased by Fed Safe Return to Class for Capital	74,213	-
Local Capital Allocation from Operating to Capital	539,500	61,000

**14. Related party transactions**

The School District is related through common ownership to all Province of British Columbia ministries, agencies, school districts, health authorities, colleges, universities, and crown corporations. Transactions with these entities, unless disclosed separately, are considered to be in the normal course of operations and are recorded at the exchange amount.

**15. Contractual Obligations**

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

	2022	2023
Computer equipment leases	\$ 129,064	\$ 10,449

**16. Contractual Rights**

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The School District's contractual rights arise because of license to occupy agreements with various operators, and an operating cost sharing agreement with the University of the Fraser Valley. The following table summarizes the contractual rights of the School District for future assets:

	2022	2023	2024	2025
Future license revenue	\$ 158,410	\$ 155,770	\$ 124,720	\$ 13,140
Operating use agreement (Heritage Park Middle)	151,050	154,065	157,140	80,928
	309,460	309,835	281,860	94,068

**17. Contingent Liabilities**

Each year the School District is involved with several legal actions and arbitrations. Although the outcomes of these matters are not determinable at this time, management believes they will not have a material adverse effect on the School District's financial position or results of operations.

**School District No. 75 (Mission)**

## Notes to the Financial Statements

June 30, 2021

**18. Budget figures**

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 23, 2021. The Board adopted a preliminary annual budget on June 30, 2020. The amended budget is used for comparison purposes as it is based on actual student enrolment. The following is a reconciliation of the two budgets:

<b>Statement 2</b>	2021 Amended	2021 Preliminary	Budget change
<b>Revenue</b>			
Provincial Grants			
Ministry of Education	\$ 75,542,976	\$ 70,875,911	\$ 4,667,065
Other	427,181	404,814	22,367
Tuition	1,270,400	1,613,000	(342,600)
Other Revenue	2,049,417	2,097,647	(48,230)
Rentals and Leases	190,600	208,520	(17,920)
Investment Income	65,000	95,000	(30,000)
Amortization of Deferred Capital Revenue	3,007,060	3,002,730	4,330
<b>Total Revenue</b>	<b>82,552,634</b>	<b>78,297,622</b>	<b>4,255,012</b>
<b>Expense</b>			
Instruction	66,109,669	62,507,605	3,602,064
District administration	3,291,056	3,098,584	192,472
Operations and maintenance	13,469,466	12,664,281	805,185
Transportation and housing	1,202,988	1,173,780	29,208
<b>Total expense</b>	<b>84,073,179</b>	<b>79,444,250</b>	<b>4,628,929</b>
<b>Net revenue (expense)</b>	<b>(1,520,545)</b>	<b>(1,146,628)</b>	<b>(373,917)</b>
<b>Budgeted Allocation (Retirement) of Surplus (Deficit)</b>	<b>694,170</b>	<b>143,999</b>	<b>550,171</b>
<b>Budgeted surplus (deficit) for the year</b>	<b>\$ (826,375)</b>	<b>\$ (1,002,629)</b>	<b>\$ 176,254</b>
<b>Statement 4</b>			
<b>Surplus (deficit) for the year</b>	<b>\$ (1,520,545)</b>	<b>\$ (1,146,628)</b>	<b>\$ (373,917)</b>
<b>Effect of change in tangible capital assets</b>			
Acquisition of tangible capital assets			
From operating and special purpose funds			-
From Local capital	(300,000)		(300,000)
From deferred capital revenue	(3,120,790)	(3,365,806)	245,016
<b>Total acquisition of tangible capital assets</b>	<b>(3,420,790)</b>	<b>(3,365,806)</b>	<b>(54,984)</b>
Amortization of tangible capital assets	4,033,435	4,005,359	28,076
<b>Total effect of change in tangible capital assets</b>	<b>612,645</b>	<b>639,553</b>	<b>(26,908)</b>
Acquisitions of prepaid expenses	(200,000)	(200,000)	-
Use of prepaid expenses	329,813	200,000	129,813
	129,813	-	129,813
<b>(Increase) decrease in net financial assets (debt)</b>	<b>\$ (778,087)</b>	<b>\$ (507,075)</b>	<b>\$ (271,012)</b>

**School District No. 75 (Mission)**

Notes to the Financial Statements

June 30, 2021

<b>19. Expense by object</b>	2021	2020
Salaries and benefits	\$ 68,777,068	\$ 66,252,098
Services and supplies	8,494,040	8,764,089
Amortization	3,985,358	3,960,685
<b>Total expense by object</b>	<b>\$ 81,256,466</b>	<b>\$ 78,976,872</b>

<b>20. Accumulated surplus</b>	2021	2020
Restricted (appropriated) operating surplus for:		
Contingency reserve	\$ 1,365,000	\$ -
Strategic Initiatives	500,000	-
Schools and departments	375,459	250,183
Indigenous Education – Targeted	235,935	157,976
Addressing Learning Impacts	204,997	-
Teacher Mentorship	140,000	-
Service Improvement Allocation	72,875	-
Equity Scan – Video Project	6,251	12,597
Equity Scan	2,954	4,180
Total restricted (appropriated) operating surplus	2,903,471	424,936
Unrestricted operating surplus	516,459	1,090,663
Total operating surplus available for future operations	3,419,930	1,515,599
Restricted local capital reserve available for capital projects	666,871	677,607
Invested in tangible capital assets	26,319,772	26,670,252
Total capital surplus	26,986,643	27,347,859
<b>Total accumulated surplus</b>	<b>\$ 30,406,573</b>	<b>\$ 28,863,458</b>

**21. Economic dependence**

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

**22. Risk management**

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

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

## School District No. 75 (Mission)

Notes to the Financial Statements

June 30, 2021

---

### 22. Risk management (continued)

a) Credit risk:

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

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

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits as they are placed in recognized British Columbia institutions.

b) Market risk:

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District would be exposed to interest rate risk through investments. It is management's opinion that the School District is not exposed to significant interest rate risk as their current holdings are limited to cash deposits.

c) Liquidity risk:

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

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

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2020 related to credit, market, or liquidity risks.

# School District No. 75 (Mission)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2021

	Operating Fund	Special Purpose Fund	Capital Fund	2021 Actual	2020 Actual
	\$	\$	\$	\$	\$
<b>Accumulated Surplus (Deficit), beginning of year</b>	1,515,599		27,347,859	<b>28,863,458</b>	28,819,576
<b>Changes for the year</b>					
Surplus (Deficit) for the year	2,451,582	103,537	(1,012,004)	<b>1,543,115</b>	43,882
Interfund Transfers					
Tangible Capital Assets Purchased	(7,751)	(103,537)	111,288	-	
Local Capital	(539,500)		539,500	-	
<b>Net Changes for the year</b>	<b>1,904,331</b>	-	<b>(361,216)</b>	<b>1,543,115</b>	<b>43,882</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>3,419,930</b>	-	<b>26,986,643</b>	<b>30,406,573</b>	28,863,458

**School District No. 75 (Mission)**

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2021

	2021 Budget (Note 18) \$	2021 Actual \$	2020 Actual \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	65,174,564	<b>65,892,174</b>	63,655,835
Other	305,318	<b>362,317</b>	387,232
Tuition	1,270,400	<b>1,398,001</b>	2,322,031
Other Revenue	279,417	<b>312,557</b>	394,065
Rentals and Leases	190,600	<b>216,660</b>	212,095
Investment Income	65,000	<b>82,813</b>	117,462
<b>Total Revenue</b>	<u>67,285,299</u>	<u><b>68,264,522</b></u>	<u>67,088,720</u>
<b>Expenses</b>			
Instruction	55,479,469	<b>54,021,414</b>	54,345,399
District Administration	3,098,206	<b>2,916,276</b>	2,808,366
Operations and Maintenance	8,024,664	<b>7,778,154</b>	7,750,327
Transportation and Housing	1,177,130	<b>1,097,096</b>	1,114,185
<b>Total Expense</b>	<u>67,779,469</u>	<u><b>65,812,940</b></u>	<u>66,018,277</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(494,170)</u>	<u><b>2,451,582</b></u>	<u>1,070,443</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>694,170</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(7,751)</b>	
Local Capital	(200,000)	<b>(539,500)</b>	(61,000)
<b>Total Net Transfers</b>	<u>(200,000)</u>	<u><b>(547,251)</b></u>	<u>(61,000)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u><b>1,904,331</b></u>	<u>1,009,443</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>1,515,599</b>	506,156
<b>Operating Surplus (Deficit), end of year</b>		<u><b>3,419,930</b></u>	<u>1,515,599</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 20)		<b>2,903,471</b>	424,936
Unrestricted		<b>516,459</b>	1,090,663
<b>Total Operating Surplus (Deficit), end of year</b>		<u><b>3,419,930</b></u>	<u>1,515,599</u>

**School District No. 75 (Mission)**

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2021

	2021 Budget (Note 18) \$	2021 Actual \$	2020 Actual \$
<b>Provincial Grants - Ministry of Education</b>			
Operating Grant, Ministry of Education	62,534,834	<b>63,232,408</b>	61,222,760
ISC/LEA Recovery	(173,957)	<b>(175,290)</b>	(125,910)
Other Ministry of Education Grants			
Pay Equity	725,901	<b>725,901</b>	725,901
Funding for Graduated Adults		<b>21,405</b>	18,795
Student Transportation Fund	188,900	<b>188,900</b>	188,900
Carbon Tax Grant			61,051
Employer Health Tax Grant			515,072
Support Staff Benefits Grant	52,433	<b>52,433</b>	25,110
Support Staff Wage Increase Funding			287,660
Teachers' Labour Settlement Funding	1,690,967	<b>1,690,967</b>	698,184
Early Career Mentorship Funding	140,000	<b>140,000</b>	
FSA Scorer Grant	13,000	<b>12,964</b>	12,964
Early Learning Framework	2,486	<b>2,486</b>	6,848
Equity Scan Grant			18,000
Children and Youth Video Grant			500
<b>Total Provincial Grants - Ministry of Education</b>	<b>65,174,564</b>	<b>65,892,174</b>	<b>63,655,835</b>
<b>Provincial Grants - Other</b>	<b>305,318</b>	<b>362,317</b>	<b>387,232</b>
<b>Tuition</b>			
Continuing Education	280,000	<b>335,477</b>	308,525
International and Out of Province Students	990,400	<b>1,059,124</b>	2,008,526
Summit Distance Learning		<b>3,400</b>	4,980
<b>Total Tuition</b>	<b>1,270,400</b>	<b>1,398,001</b>	<b>2,322,031</b>
<b>Other Revenues</b>			
Funding from First Nations	173,957	<b>175,290</b>	125,910
Miscellaneous			
Transportation Fees		<b>14,850</b>	17,200
Pay for Service - Riverside	5,000	<b>25,004</b>	17,644
Clarke Theatre Support	75,460	<b>59,843</b>	150,000
Other Revenues	25,000	<b>37,570</b>	83,311
<b>Total Other Revenue</b>	<b>279,417</b>	<b>312,557</b>	<b>394,065</b>
<b>Rentals and Leases</b>	<b>190,600</b>	<b>216,660</b>	<b>212,095</b>
<b>Investment Income</b>	<b>65,000</b>	<b>82,813</b>	<b>117,462</b>
<b>Total Operating Revenue</b>	<b>67,285,299</b>	<b>68,264,522</b>	<b>67,088,720</b>

**School District No. 75 (Mission)**

Schedule 2B (Unaudited)

## Schedule of Operating Expense by Object

Year Ended June 30, 2021

	2021 Budget (Note 18)	2021 Actual	2020 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	27,087,854	<b>27,220,109</b>	26,617,417
Principals and Vice Principals	4,164,471	<b>4,155,650</b>	3,969,695
Educational Assistants	6,373,800	<b>5,901,883</b>	6,198,765
Support Staff	7,541,170	<b>7,393,348</b>	7,435,287
Other Professionals	2,007,624	<b>1,985,319</b>	2,187,107
Substitutes	2,315,144	<b>2,037,420</b>	2,678,943
<b>Total Salaries</b>	49,490,063	<b>48,693,729</b>	49,087,214
<b>Employee Benefits</b>	11,647,133	<b>11,344,788</b>	10,838,439
<b>Total Salaries and Benefits</b>	61,137,196	<b>60,038,517</b>	59,925,653
<b>Services and Supplies</b>			
Services	1,906,090	<b>1,722,823</b>	1,941,159
Student Transportation	19,000	<b>11,913</b>	23,265
Professional Development and Travel	593,840	<b>280,262</b>	398,467
Rentals and Leases	260,158	<b>244,607</b>	255,245
Dues and Fees	88,100	<b>80,003</b>	99,599
Insurance	160,000	<b>147,277</b>	147,132
Supplies	2,430,938	<b>2,076,046</b>	2,181,740
Utilities	1,184,147	<b>1,211,492</b>	1,046,017
<b>Total Services and Supplies</b>	6,642,273	<b>5,774,423</b>	6,092,624
<b>Total Operating Expense</b>	67,779,469	<b>65,812,940</b>	66,018,277

# School District No. 75 (Mission)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	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	21,881,705	647,080	49,461	330,100		1,236,907	24,145,253
1.03 Career Programs	650,885		23,944	320,876		3,733	999,438
1.07 Library Services	1,125,655					16,726	1,142,381
1.08 Counselling	1,233,518						1,233,518
1.10 Special Education	1,937,445		4,853,391	610,832		479,980	7,881,648
1.30 English Language Learning	115,038	13,620	137,360				266,018
1.31 Indigenous Education	270,209	129,916	806,064	36,241		2,745	1,245,175
1.41 School Administration		3,242,484		1,202,667	65,165	107,783	4,618,099
1.60 Summer School	5,654						5,654
1.62 International and Out of Province Students		122,550	31,663	98,933	60,507	938	314,591
1.64 Other					40,739		40,739
<b>Total Function 1</b>	<b>27,220,109</b>	<b>4,155,650</b>	<b>5,901,883</b>	<b>2,599,649</b>	<b>166,411</b>	<b>1,848,812</b>	<b>41,892,514</b>
<b>4 District Administration</b>							
4.11 Educational Administration				131,175	566,419		697,594
4.40 School District Governance					86,168		86,168
4.41 Business Administration				422,367	863,449	6,451	1,292,267
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>553,542</b>	<b>1,516,036</b>	<b>6,451</b>	<b>2,076,029</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				95,705	219,145	25,660	340,510
5.50 Maintenance Operations				3,262,463		101,151	3,363,614
5.52 Maintenance of Grounds				306,306			306,306
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,664,474</b>	<b>219,145</b>	<b>126,811</b>	<b>4,010,430</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration				33,853	83,727		117,580
7.70 Student Transportation				541,830		55,346	597,176
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>575,683</b>	<b>83,727</b>	<b>55,346</b>	<b>714,756</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>27,220,109</b>	<b>4,155,650</b>	<b>5,901,883</b>	<b>7,393,348</b>	<b>1,985,319</b>	<b>2,037,420</b>	<b>48,693,729</b>

# School District No. 75 (Mission)

## Operating Expense by Function, Program and Object

Year Ended June 30, 2021

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2021 Actual	2021 Budget (Note 18)	2020 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	24,145,253	5,493,170	29,638,423	1,119,555	30,757,978	32,008,086	31,089,425
1.03 Career Programs	999,438	237,328	1,236,766	286,144	1,522,910	1,734,908	1,708,446
1.07 Library Services	1,142,381	257,043	1,399,424	45,455	1,444,879	1,373,020	1,353,299
1.08 Counselling	1,233,518	280,285	1,513,803	2,708	1,516,511	1,108,680	1,507,319
1.10 Special Education	7,881,648	2,102,067	9,983,715	139,657	10,123,372	10,442,512	9,859,310
1.30 English Language Learning	266,018	72,130	338,148	3,638	341,786	569,660	614,258
1.31 Indigenous Education	1,245,175	295,568	1,540,743	235,082	1,775,825	2,092,366	1,661,840
1.41 School Administration	4,618,099	991,526	5,609,625	190,628	5,800,253	5,353,585	5,368,225
1.60 Summer School	5,654	1,361	7,015		7,015	30,700	32,324
1.62 International and Out of Province Students	314,591	78,251	392,842	278,957	671,799	690,492	916,391
1.64 Other	40,739	9,460	50,199	8,887	59,086	75,460	234,562
<b>Total Function 1</b>	<b>41,892,514</b>	<b>9,818,189</b>	<b>51,710,703</b>	<b>2,310,711</b>	<b>54,021,414</b>	<b>55,479,469</b>	<b>54,345,399</b>
<b>4 District Administration</b>							
4.11 Educational Administration	697,594	100,678	798,272	143,010	941,282	978,570	930,274
4.40 School District Governance	86,168	12,333	98,501	47,010	145,511	180,313	153,010
4.41 Business Administration	1,292,267	264,265	1,556,532	272,951	1,829,483	1,939,323	1,725,082
<b>Total Function 4</b>	<b>2,076,029</b>	<b>377,276</b>	<b>2,453,305</b>	<b>462,971</b>	<b>2,916,276</b>	<b>3,098,206</b>	<b>2,808,366</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	340,510	74,294	414,804	228,781	643,585	713,040	846,258
5.50 Maintenance Operations	3,363,614	818,774	4,182,388	1,249,182	5,431,570	5,623,277	5,328,156
5.52 Maintenance of Grounds	306,306	68,655	374,961	116,546	491,507	504,200	529,896
5.56 Utilities	-	-	-	1,211,492	1,211,492	1,184,147	1,046,017
<b>Total Function 5</b>	<b>4,010,430</b>	<b>961,723</b>	<b>4,972,153</b>	<b>2,806,001</b>	<b>7,778,154</b>	<b>8,024,664</b>	<b>7,750,327</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	117,580	30,395	147,975	2,331	150,306	142,780	140,708
7.70 Student Transportation	597,176	157,205	754,381	192,409	946,790	1,034,350	973,477
<b>Total Function 7</b>	<b>714,756</b>	<b>187,600</b>	<b>902,356</b>	<b>194,740</b>	<b>1,097,096</b>	<b>1,177,130</b>	<b>1,114,185</b>
<b>9 Debt Services</b>							
<b>Total Function 9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Functions 1 - 9</b>	<b>48,693,729</b>	<b>11,344,788</b>	<b>60,038,517</b>	<b>5,774,423</b>	<b>65,812,940</b>	<b>67,779,469</b>	<b>66,018,277</b>

# School District No. 75 (Mission)

## Schedule of Special Purpose Operations

Year Ended June 30, 2021

Schedule 3 (Unaudited)

	2021 Budget (Note 18) \$	2021 Actual \$	2020 Actual \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education	10,368,412	<b>10,228,501</b>	7,194,714
Other	121,863	<b>68,533</b>	87,329
Other Revenue	1,770,000	<b>925,445</b>	1,456,697
<b>Total Revenue</b>	<u>12,260,275</u>	<u><b>11,222,479</b></u>	<u>8,738,740</u>
<b>Expenses</b>			
Instruction	10,630,200	<b>9,689,601</b>	8,298,081
District Administration	192,850	<b>172,475</b>	85,232
Operations and Maintenance	1,411,367	<b>1,214,866</b>	333,713
Transportation and Housing	25,858	<b>42,000</b>	
<b>Total Expense</b>	<u>12,260,275</u>	<u><b>11,118,942</b></u>	<u>8,717,026</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u><b>103,537</b></u>	<u>21,714</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(103,537)</b>	(21,714)
<b>Total Net Transfers</b>	<u>-</u>	<u><b>(103,537)</b></u>	<u>(21,714)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

**School District No. 75 (Mission)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>			80,671	977,018		6,073	982	12,422	
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	249,513	225,361			160,000	31,850	99,497	404,511	259,203
Provincial Grants - Other									
Other			63,585	949,002					
	249,513	225,361	63,585	949,002	160,000	31,850	99,497	404,511	259,203
<b>Less:</b> Allocated to Revenue	249,513	225,361	18,800	906,645	145,587	25,053	100,479	416,933	259,203
<b>Deferred Revenue, end of year</b>	-	-	<b>125,456</b>	<b>1,019,375</b>	<b>14,413</b>	<b>12,870</b>	-	-	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education	249,513	225,361			145,587	25,053	100,479	416,933	259,203
Provincial Grants - Other									
Other Revenue			18,800	906,645					
	249,513	225,361	18,800	906,645	145,587	25,053	100,479	416,933	259,203
<b>Expenses</b>									
Salaries									
Teachers						14,544		15,704	
Principals and Vice Principals							49,081		
Educational Assistants		184,891						307,967	
Support Staff	48,471				100,652				93,327
Other Professionals									
Substitutes					12,086	1,090	3,110	4,078	118,584
	48,471	184,891	-	-	112,738	15,634	52,191	327,749	211,911
Employee Benefits	12,118	40,470			29,206	3,444	10,432	83,344	38,922
Services and Supplies	188,924		18,800	889,912	3,643	5,975	37,856	5,840	8,370
	249,513	225,361	18,800	889,912	145,587	25,053	100,479	416,933	259,203
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	-	16,733	-	-	-	-	-
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased				(16,733)					
	-	-	-	(16,733)	-	-	-	-	-
<b>Net Revenue (Expense)</b>	-	-	-	-	-	-	-	-	-

**School District No. 75 (Mission)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Safe Return to School Grant	Federal Safe Return to Class Fund	BEST	POPFASD C.A.R.S
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>			25,858	22,270				20,000	3,486
<b>Add:</b> Restricted Grants									
Provincial Grants - Ministry of Education	5,223,201	743,007	6,710	52,000	11,250	484,741	2,489,612		
Provincial Grants - Other									
Other									
	5,223,201	743,007	6,710	52,000	11,250	484,741	2,489,612	-	-
<b>Less:</b> Allocated to Revenue	5,179,216	743,007	13,064	74,270	1,049	434,860	2,360,906	-	3,486
<b>Deferred Revenue, end of year</b>	<b>43,985</b>	<b>-</b>	<b>19,504</b>	<b>-</b>	<b>10,201</b>	<b>49,881</b>	<b>128,706</b>	<b>20,000</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education	5,179,216	743,007	13,064	74,270	1,049	434,860	2,360,906		
Provincial Grants - Other									3,486
Other Revenue									
	5,179,216	743,007	13,064	74,270	1,049	434,860	2,360,906	-	3,486
<b>Expenses</b>									
Salaries									
Teachers	4,241,873	108,572					1,079,047		
Principals and Vice Principals				30,944					
Educational Assistants							211,333		
Support Staff						215,491	229,635		
Other Professionals							11,545		
Substitutes						71	54,297		
	4,241,873	108,572	-	30,944	-	215,562	1,585,857	-	-
Employee Benefits	937,343	17,080		6,643		27,418	333,994		
Services and Supplies		617,355	473	36,683	1,049	191,880	366,842		3,486
	5,179,216	743,007	473	74,270	1,049	434,860	2,286,693	-	3,486
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>-</b>	<b>-</b>	<b>12,591</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>74,213</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased			(12,591)				(74,213)		
	-	-	(12,591)	-	-	-	(74,213)	-	-
<b>Net Revenue (Expense)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

# School District No. 75 (Mission)

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2021

	MCFD Early Years	MCFD Middle Years	TOTAL
	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>	33,692	8,985	1,191,457
<b>Add:</b> Restricted Grants			
Provincial Grants - Ministry of Education			10,440,456
Provincial Grants - Other	82,933	18,391	101,324
Other			1,012,587
	82,933	18,391	11,554,367
<b>Less:</b> Allocated to Revenue	58,771	6,276	11,222,479
<b>Deferred Revenue, end of year</b>	<b>57,854</b>	<b>21,100</b>	<b>1,523,345</b>
<b>Revenues</b>			
Provincial Grants - Ministry of Education			10,228,501
Provincial Grants - Other	58,771	6,276	68,533
Other Revenue			925,445
	58,771	6,276	11,222,479
<b>Expenses</b>			
Salaries			
Teachers			5,459,740
Principals and Vice Principals			80,025
Educational Assistants		5,589	709,780
Support Staff	42,080		729,656
Other Professionals			11,545
Substitutes	415	249	193,980
	42,495	5,838	7,184,726
Employee Benefits	12,973	438	1,553,825
Services and Supplies	3,303		2,380,391
	58,771	6,276	11,118,942
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	-	103,537
<b>Interfund Transfers</b>			
Tangible Capital Assets Purchased			(103,537)
	-	-	(103,537)
<b>Net Revenue (Expense)</b>	-	-	-

# School District No. 75 (Mission)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2021

	2021	2021 Actual			2020
	Budget (Note 18)	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Provincial Grants					
Ministry of Education		339,226		339,226	280,884
Amortization of Deferred Capital Revenue	3,007,060	2,973,354		2,973,354	2,912,410
<b>Total Revenue</b>	<b>3,007,060</b>	<b>3,312,580</b>	<b>-</b>	<b>3,312,580</b>	<b>3,193,294</b>
<b>Expenses</b>					
Operations and Maintenance		339,226		339,226	280,884
Amortization of Tangible Capital Assets					
Operations and Maintenance	4,033,435	3,985,358		3,985,358	3,960,685
<b>Total Expense</b>	<b>4,033,435</b>	<b>4,324,584</b>	<b>-</b>	<b>4,324,584</b>	<b>4,241,569</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(1,026,375)</b>	<b>(1,012,004)</b>	<b>-</b>	<b>(1,012,004)</b>	<b>(1,048,275)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased		111,288		111,288	21,714
Local Capital	200,000		539,500	539,500	61,000
<b>Total Net Transfers</b>	<b>200,000</b>	<b>111,288</b>	<b>539,500</b>	<b>650,788</b>	<b>82,714</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		495,047	(495,047)	-	
Tangible Capital Assets WIP Purchased from Local Capital		55,189	(55,189)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>550,236</b>	<b>(550,236)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(826,375)</b>	<b>(350,480)</b>	<b>(10,736)</b>	<b>(361,216)</b>	<b>(965,561)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>26,670,252</b>	<b>677,607</b>	<b>27,347,859</b>	<b>28,313,420</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>26,319,772</b>	<b>666,871</b>	<b>26,986,643</b>	<b>27,347,859</b>

# School District No. 75 (Mission)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2021

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
<b>Cost, beginning of year</b>	10,512,959	142,844,623	2,557,072	2,024,107	33,458	1,098,120	<b>159,070,339</b>
<b>Changes for the Year</b>							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		776,040	248,031	353,553			<b>1,377,624</b>
Operating Fund			7,751				<b>7,751</b>
Special Purpose Funds			103,537				<b>103,537</b>
Local Capital		15,839	479,208				<b>495,047</b>
Transferred from Work in Progress		605,942					<b>605,942</b>
	-	1,397,821	838,527	353,553	-	-	<b>2,589,901</b>
Decrease:							
Deemed Disposals			681,747	94,622		114,664	<b>891,033</b>
	-	-	681,747	94,622	-	114,664	<b>891,033</b>
<b>Cost, end of year</b>	10,512,959	144,242,444	2,713,852	2,283,038	33,458	983,456	<b>160,769,207</b>
<b>Work in Progress, end of year</b>		296,572					<b>296,572</b>
<b>Cost and Work in Progress, end of year</b>	10,512,959	144,539,016	2,713,852	2,283,038	33,458	983,456	<b>161,065,779</b>
<b>Accumulated Amortization, beginning of year</b>		79,260,567	1,363,765	604,382	13,839	608,554	<b>81,851,107</b>
<b>Changes for the Year</b>							
Increase: Amortization for the Year		3,286,872	263,547	220,089	6,692	208,158	<b>3,985,358</b>
Decrease:							
Deemed Disposals			681,747	94,622		114,664	<b>891,033</b>
			681,747	94,622		114,664	<b>891,033</b>
<b>Accumulated Amortization, end of year</b>		82,547,439	945,565	729,849	20,531	702,048	<b>84,945,432</b>
<b>Tangible Capital Assets - Net</b>	<b>10,512,959</b>	<b>61,991,577</b>	<b>1,768,287</b>	<b>1,553,189</b>	<b>12,927</b>	<b>281,408</b>	<b>76,120,347</b>

**School District No. 75 (Mission)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2021

	<b>Buildings</b>	<b>Furniture and Equipment</b>	<b>Computer Software</b>	<b>Computer Hardware</b>	<b>Total</b>
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	723,126				723,126
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	124,199				124,199
Local Capital	55,189				55,189
	179,388	-	-	-	179,388
Decrease:					
Transferred to Tangible Capital Assets	605,942				605,942
	605,942	-	-	-	605,942
<b>Net Changes for the Year</b>	(426,554)	-	-	-	(426,554)
<b>Work in Progress, end of year</b>	<b>296,572</b>	-	-	-	<b>296,572</b>

**School District No. 75 (Mission)**

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2021

	<b>Bylaw Capital</b>	<b>Other Provincial</b>	<b>Other Capital</b>	<b>Total Capital</b>
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	50,001,759	232,411	202,551	<b>50,436,721</b>
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,377,624			<b>1,377,624</b>
Transferred from Work in Progress	605,943			<b>605,943</b>
	<u>1,983,567</u>	-	-	<b>1,983,567</b>
Decrease:				
Amortization of Deferred Capital Revenue	2,912,910	28,772	31,672	<b>2,973,354</b>
	<u>2,912,910</u>	<u>28,772</u>	<u>31,672</u>	<b>2,973,354</b>
<b>Net Changes for the Year</b>	<u>(929,343)</u>	<u>(28,772)</u>	<u>(31,672)</u>	<b>(989,787)</b>
<b>Deferred Capital Revenue, end of year</b>	<u>49,072,416</u>	<u>203,639</u>	<u>170,879</u>	<b>49,446,934</b>
<b>Work in Progress, beginning of year</b>	654,720			<b>654,720</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	124,199			<b>124,199</b>
	<u>124,199</u>	-	-	<b>124,199</b>
Decrease				
Transferred to Deferred Capital Revenue	605,943			<b>605,943</b>
	<u>605,943</u>	-	-	<b>605,943</b>
<b>Net Changes for the Year</b>	<u>(481,744)</u>	-	-	<b>(481,744)</b>
<b>Work in Progress, end of year</b>	<u>172,976</u>	-	-	<b>172,976</b>
<b>Total Deferred Capital Revenue, end of year</b>	<u><b>49,245,392</b></u>	<u><b>203,639</b></u>	<u><b>170,879</b></u>	<u><b>49,619,910</b></u>

# School District No. 75 (Mission)

Changes in Unspent Deferred Capital Revenue  
Year Ended June 30, 2021

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
<b>Balance, beginning of year</b>				1,246,869	2,049	<b>1,248,918</b>
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education	1,841,050					<b>1,841,050</b>
Other				168,031		<b>168,031</b>
	<u>1,841,050</u>	-	-	<u>168,031</u>	-	<b><u>2,009,081</u></b>
Decrease:						
Transferred to DCR - Capital Additions	1,377,624					<b>1,377,624</b>
Transferred to DCR - Work in Progress	124,199					<b>124,199</b>
AFG Spent on Non-Capital Items	239,291					<b>239,291</b>
SEP Spent on Non-Capital Items	99,936					<b>99,936</b>
	<u>1,841,050</u>	-	-	-	-	<b><u>1,841,050</u></b>
<b>Net Changes for the Year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>168,031</u>	<u>-</u>	<b><u>168,031</u></b>
<b>Balance, end of year</b>	<u>-</u>	<u>-</u>	<u>-</u>	<b><u>1,414,900</u></b>	<b><u>2,049</u></b>	<b><u>1,416,949</u></b>