

Audited Financial Statements of

School District No. 91 (Nechako Lakes)

And Independent Auditors' Report thereon

June 30, 2026

School District No. 91 (Nechako Lakes)

June 30, 2026

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School District No. 91 (Nechako Lakes)

MANAGEMENT REPORT

Version: 2145-1399-8416

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 91 (Nechako Lakes) 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. 91 (Nechako Lakes) (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, MNP 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. 91 (Nechako Lakes) 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. 91 (Nechako Lakes)

[Redacted Signature]

Signature of the Chairperson of the Board of Education

Sept 25, 2026

Date Signed

[Redacted Signature]

Signature of the Superintendent

Sept. 25, 2026

Date Signed

[Redacted Signature]

Signature of the Secretary Treasurer

September 23, 2026

Date Signed

To the Board of Education of School District No. 91 (Nechako Lakes), and
To the Minister of Education, Province of British Columbia:

Opinion

We have audited the financial statements of School District No. 91 (Nechako Lakes) (the "School District"), which comprise the statement of financial position as at June 30, 2026, and the statements of operations, changes in net debt and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2026, and the results of its operations, net debt and its cash flows for the year then ended in accordance with the financial reporting provisions 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 (the "special purpose framework").

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the School District 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 - Basis of Accounting

We draw attention to Note 2(a) to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the School District in complying with the special purpose framework. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Information

Management is responsible for the other information. The other information obtained at the date of this auditor's report comprises Unaudited Schedules 1-4D attached to the audited financial statements and Financial Statement Discussion and Analysis, but does not include the financial statements and our auditor's report thereon.

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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the special purpose framework 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 School District'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 School District or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's 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 these 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 School District'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 School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We 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.

Prince George, British Columbia

September 22, 2026

MNP LLP

Chartered Professional Accountants

MNP

School District No. 91 (Nechako Lakes)

Statement 1

Statement of Financial Position
As at June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	22,464,503	17,463,468
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	478,119	1,172,917
Due from First Nations	1,180,808	810,832
Other (Note 3)	212,569	377,824
Portfolio Investments (Note 4)	100,748	103,265
Total Financial Assets	24,436,747	19,928,306
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	5,740,879	5,594,623
Unearned Revenue	3,045	2,190
Deferred Revenue (Note 6)	4,477,417	4,108,172
Deferred Capital Revenue (Note 7)	52,537,418	49,441,380
Employee Future Benefits (Note 8)	3,856,675	3,784,337
Asset Retirement Obligation (Note 17)	5,479,694	5,479,694
Total Liabilities	72,095,128	68,410,396
Net Debt	(47,658,381)	(48,482,090)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	72,499,478	69,735,996
Restricted Assets (Endowments) (Note 11)	185,722	195,640
Prepaid Expenses	344,528	278,743
Total Non-Financial Assets	73,029,728	70,210,379
Accumulated Surplus (Deficit)	25,371,347	21,728,289
Approved by the Board		
		Sept 25, 2026
Signature of the Chairperson of the Board of Education		Date Signed
		Sept 25, 2026
Signature of the Superintendent		Date Signed
		Sept 23, 2026
Signature of the Secretary Treasurer		Date Signed

School District No. 91 (Nechako Lakes)

Statement 2

Statement of Operations
Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	66,526,101	69,319,578	65,923,527
Other	50,000	52,580	27,793
Tuition	100,000	135,300	133,835
Other Revenue	9,387,879	8,614,190	10,586,009
Rentals and Leases	81,560	87,434	86,704
Investment Income	315,000	313,320	426,298
Amortization of Deferred Capital Revenue	2,693,665	2,681,177	2,389,224
Total Revenue	<u>79,154,205</u>	<u>81,203,579</u>	<u>79,573,390</u>
Expenses			
Instruction	62,992,207	60,952,754	60,963,128
District Administration	3,406,051	3,477,497	3,260,158
Operations and Maintenance	10,191,008	9,572,211	8,369,622
Transportation and Housing	3,793,239	3,548,141	3,614,803
Total Expense	<u>80,382,505</u>	<u>77,550,603</u>	<u>76,207,711</u>
Surplus (Deficit) for the year, before endowment contributions	<u>(1,228,300)</u>	<u>3,652,976</u>	<u>3,365,679</u>
Endowment Contributions (Note 11)		(9,918)	114
Surplus (Deficit) for the year	<u>(1,228,300)</u>	<u>3,643,058</u>	<u>3,365,793</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		21,728,289	18,362,496
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>25,371,347</u></u>	<u>21,728,289</u>

School District No. 91 (Nechako Lakes)

Statement of Changes in Net Debt
Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Surplus (Deficit) for the year	(1,228,300)	3,643,058	3,365,793
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(285,000)	(6,238,578)	(7,722,634)
Amortization of Tangible Capital Assets	3,480,650	3,475,096	2,212,334
Change in Estimate - Asset Retirement Obligation			982,940
Total Effect of change in Tangible Capital Assets	3,195,650	(2,763,482)	(4,527,360)
Acquisition of Prepaid Expenses		(344,528)	(278,743)
Use of Prepaid Expenses		278,743	234,246
Endowment Contributions		9,918	(114)
Total Effect of change in Other Non-Financial Assets	-	(55,867)	(44,611)
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	1,967,350	823,709	(1,206,178)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		823,709	(1,206,178)
Net Debt, beginning of year		(48,482,090)	(47,275,912)
Net Debt, end of year		(47,658,381)	(48,482,090)

School District No. 91 (Nechako Lakes)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2026

	2026 Actual	2025 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	3,643,058	3,365,793
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	490,077	(1,604,111)
Prepaid Expenses	(65,785)	(44,497)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	146,256	648,567
Unearned Revenue	855	2,190
Deferred Revenue	369,245	235,359
Employee Future Benefits	72,338	95,058
Amortization of Tangible Capital Assets	3,475,096	2,212,334
Amortization of Deferred Capital Revenue	(2,681,177)	(2,389,224)
Total Operating Transactions	5,449,963	2,521,469
Capital Transactions		
Tangible Capital Assets Purchased	(2,385,986)	(1,288,769)
Tangible Capital Assets -WIP Purchased	(3,852,592)	(6,433,865)
Total Capital Transactions	(6,238,578)	(7,722,634)
Financing Transactions		
Capital Revenue Received	5,777,215	7,574,895
Endowment Contributions	9,918	(114)
Total Financing Transactions	5,787,133	7,574,781
Investing Transactions		
Investments in Portfolio Investments	2,517	(4,628)
Total Investing Transactions	2,517	(4,628)
Net Increase (Decrease) in Cash and Cash Equivalents	5,001,035	2,368,988
Cash and Cash Equivalents, beginning of year	17,463,468	15,094,480
Cash and Cash Equivalents, end of year	22,464,503	17,463,468
Cash and Cash Equivalents, end of year, is made up of:		
Cash	22,464,503	17,463,468
	22,464,503	17,463,468

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on December 2, 1996, 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. 91 (Nechako Lakes) and operates as "School District No. 91 (Nechako Lakes)". A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district and is principally funded by the Province of British Columbia through the Ministry of Education and Child Care. School District No. 91 (Nechako Lakes) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia*. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(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 notes 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
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

a) Basis of Accounting (cont'd)

The impact of this difference on the financial statements of the School District is as follows:

	June 30, 2026	June 30, 2025
Increase in Annual Surplus	\$ 3,096,038	\$ 5,185,671
Increase in Accumulated Surplus	\$ 52,537,418	\$ 49,441,380
Decrease in Deferred Contributions	\$ 52,537,418	\$ 49,441,380

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

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

d) Portfolio Investments

The School District has investments in GIC's and term deposits that have a maturity of greater than 3 months at the time of acquisition. GIC's, term deposits, and other investments not quoted in an active market are reported at cost.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. The loss is not reversed if there is a subsequent increase in value.

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

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

e) Deferred Revenue and Deferred Capital Revenue (cont'd)

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. See note 2 (a) for the impact of this policy on these financial statements.

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 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, 2025 and projected to March 31, 2028. The next valuation will be performed at March 31, 2028 for use at June 30, 2028. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

g) Asset Retirement Obligations

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

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

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Asset Retirement Obligations (cont'd)

capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2 i)). Assumptions used in the calculations are reviewed annually.

h) 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.

i) 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.
- 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.

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

i) Tangible Capital Assets (cont'd)

- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

j) Prepaid Expenses

Goods and services paid for, but not yet received at year-end, are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

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 12 – Interfund Transfers and Note 19 – Internally Restricted Surplus). *Funds and reserves are disclosed on Schedules 2, 3 and 4.*

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, the amounts are considered to be collectible and can be reasonably estimated.

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

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l) Revenue Recognition (cont'd)

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. See note 2(a) for the impact of this policy on these financial statements.

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

Revenue from transactions with no performance obligations is recognized when the district:

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

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

m) Expenditures

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. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

m) Expenditures (cont'd)

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) Endowment Contributions

Endowment contributions are reported as revenue on the Statement of Operations when received. Investment income earned on endowment principal is recorded as deferred revenue if it meets the definition of a liability and is recognized as revenue in the year related expenses (disbursements) are incurred. If the investment income earned does not meet the definition of a liability, it is recognized as revenue in the year it is earned. Endowment assets are reported as restricted non-financial assets on the Statement of Financial Position.

o) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank overdraft, accounts payable and accrued liabilities, long term debt and other liabilities.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

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

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p) 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 and asset retirement obligations, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2026	June 30, 2025
Due from Federal Government	\$ 116,527	\$ 157,325
Other	96,042	220,499
	<u>\$ 212,569</u>	<u>\$ 377,824</u>

NOTE 4 PORTFOLIO INVESTMENTS

	June 30, 2026	June 30, 2025
Investments in the cost and amortized cost category:		
GIC's	\$ 41,516	\$ 45,951
Term deposits	59,232	57,314
	<u>\$ 100,748</u>	<u>\$ 103,265</u>

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	2026	2025
Trade payables	\$ 1,320,024	\$ 1,224,948
Salaries and benefits payable	3,797,063	3,810,381
Accrued vacation pay	623,792	559,294
	<u>\$ 5,740,879</u>	<u>\$ 5,594,623</u>

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 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. Detailed information about the changes in deferred revenue is included in Schedule 3A.

	June 30, 2026	June 30, 2025
Deferred Revenue, Beginning of Year	\$ 4,108,172	\$ 3,872,813
Add: Restricted Grants		
Provincial Grants	8,100,899	7,121,681
Other	1,411,619	1,639,550
Investment Income	85,503	129,376
	<u>9,598,021</u>	<u>8,890,607</u>
Less:		
Allocated to Revenue	9,211,776	8,655,248
Recovered	17,000	
Deferred Revenue, End of Year	<u>\$ 4,477,417</u>	<u>\$ 4,108,172</u>

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 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. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

	June 30, 2026	June 30, 2025
Deferred Capital Revenue, Beginning of Year	\$ 44,117,277	\$ 42,297,176
Transfers from Deferred Revenue		
Capital Additions	2,247,349	1,093,461
Transfers from Work in Progress	7,349,197	3,115,864
Amortization of Deferred Capital Revenue	(2,681,177)	(2,389,224)
	<u>\$ 51,032,646</u>	<u>\$ 44,117,277</u>

	June 30, 2026	June 30, 2025
Work in Progress, Beginning of Year	\$ 3,652,261	\$ 334,260
Transferred from Deferred Revenue		
Work in Progress	3,852,592	6,433,865
Work in Progress, End of Year	(7,349,197)	(3,115,864)
Net Changes for the Year	155,656	3,652,261
Total Deferred Capital Revenue, End of Year	<u>\$ 51,188,302</u>	<u>\$ 47,769,538</u>

	June 30, 2026	June 30, 2025
Changes in Unspent Deferred Capital Revenue		
Balance, Beginning of Year	\$ 1,671,842	\$ 1,624,273
Provincial Grants - Ministry of Education	5,777,215	7,574,895
Transfers to DCR - Capital Additions	(2,247,349)	(1,093,461)
Transfers to DCR - Work in Progress	(3,852,592)	(6,433,865)
Balance, End of Year	<u>1,349,116</u>	<u>1,671,842</u>
	<u>\$ 52,537,418</u>	<u>\$ 49,441,380</u>

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 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.

	June 30, 2026	June 30, 2025
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 3,717,002	\$ 3,315,663
Service Cost	216,329	194,202
Interest Cost	139,698	143,484
Benefit Payments	(343,526)	(190,784)
Actuarial (Gain) Loss	(278,811)	254,437
Accrued Benefit Obligation – March 31	<u>\$ 3,450,692</u>	<u>\$ 3,717,002</u>

Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – March 31	\$ 3,450,692	\$ 3,717,002
Market Value of Plan Assets – March 31		
Funded Status – Surplus (Deficit)	(3,450,692)	(3,717,002)
Employer Contributions After Measurement Date		47,819
Unamortized Net Actuarial (Gain) Loss	(90,762)	(89,007)
Accrued Benefit Asset (Liability) – June 30	(315,221)	(26,148)
	<u>\$ (3,856,675)</u>	<u>\$ (3,784,338)</u>

	June 30, 2026	June 30, 2025
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) – July 1	\$ 3,784,337	\$ 3,689,279
Net Expense for Fiscal Year	368,045	320,861
Employer Contributions	(295,707)	(225,803)
Accrued Benefit Liability (Asset) – June 30	<u>\$ 3,856,675</u>	<u>\$ 3,784,337</u>

Components of Net Benefit Expense		
Service Cost	\$ 213,579	\$ 199,734
Interest Cost	144,203	142,538
Amortization of Net Actuarial (Gain) Loss	10,263	(21,410)
Net Benefit Expense (Income)	<u>\$ 368,045</u>	<u>\$ 320,861</u>

Assumptions		
Discount Rate – April 1	4.00%	4.25%
Discount Rate – March 31	4.50%	4.00%
Long Term Salary Growth – April 1 *	2.50%	2.50%
Long Term Salary Growth – March 31 *	2.50%	2.50%
EARSL – March 31	10.2	10.2

Note: * +Seniority

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2026	Net Book Value 2025
Sites	\$ 7,680,680	\$ 7,680,680
Buildings	58,982,808	54,269,253
Buildings – work in progress	155,656	3,652,261
Furniture & Equipment	949,781	1,152,484
Vehicles	4,720,607	2,968,531
Computer Hardware	9,946	12,787
Total	\$ 72,499,478	\$ 69,735,996

June 30, 2026	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2026
Sites	\$ 7,680,680	\$	\$	\$	\$ 7,680,680
Buildings	127,246,144			7,349,197	134,595,341
Buildings – work in progress	3,652,261	3,852,592		(7,349,197)	155,656
Furniture & Equipment	2,115,002	4,662	(87,362)		2,032,302
Vehicles	5,183,034	2,381,324	(162,438)		7,401,920
Computer Hardware	14,204				14,204
Total	\$145,891,325	\$6,238,578	\$(249,800)	\$ -	\$151,880,103

	Opening Accumulated Amortization	Annual Amortization	Disposals	Total 2026
Buildings	\$72,976,891	\$2,635,642	\$ -	\$75,612,533
Furniture & Equipment	962,518	207,365	(87,362)	1,082,521
Vehicles	2,214,503	629,248	(162,438)	2,681,313
Computer Hardware	1,417	2,841		4,258
Total	\$76,155,329	\$3,475,096	\$(249,800)	\$79,380,625

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2025	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2025
Sites	\$ 7,680,680	\$	\$	\$	\$ 7,680,680
Buildings	125,248,108	180,450	(982,940)*	2,800,526	127,246,144
Buildings – work in progress	299,298	6,153,489		(2,800,526)	3,652,261
Furniture & Equipment	1,957,040	-	(157,376)	315,338	2,115,002
Furniture & Equipment – work in progress	34,962	280,376	-	(315,338)	-
Vehicles	4,122,763	1,094,115	(33,844)	-	5,183,034
Computer Software	6,096		(6,096)	-	-
Computer Hardware	18,957	14,204	(18,957)	-	14,204
Total	\$139,367,904	\$7,722,634	\$(1,199,213)	\$ -	\$145,891,325

	Opening Accumulated Amortization	Annual Amortization	Disposals	Total 2025
Buildings	\$71,437,375	\$1,539,516	\$ -	\$72,976,891
Furniture & Equipment	916,292	203,602	(157,376)	962,518
Vehicles	1,783,057	465,290	(33,844)	2,214,503
Computer Software	5,484	612	(6,096)	
Computer Hardware	17,060	3,314	(18,957)	1,417
Total	\$74,159,268	\$2,212,334	\$(216,273)	\$76,155,329

- Buildings and furniture – buildings work in progress having a value of \$155,656 (2025: \$3,652,261) have not been amortized. Amortization of these assets will commence when the asset is put into service.

NOTE 10 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 plans, including investment of assets and administration of benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2024, the Teachers' Pension Plan has about 52,000 active members and approximately 43,000 retired members. As of December 31, 2024, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 10 **EMPLOYEE PENSION PLANS (Continued)**

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, 2023, indicated a \$4,572 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, 2024, indicated a \$2,675 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$4,863,511 for employer contributions to the plans for the year ended June 30, 2026 (2025: \$4,880,606).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2026. The next valuation for the Municipal Pension Plan was December 31, 2027.

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. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 11 RESTRICTED ASSETS - ENDOWMENT FUNDS

Donors have placed restrictions on their contributions to the endowment funds of the school district. One restriction is that the original contribution should not be spent. Another potential restriction is that any investment income of the endowment fund that is required to offset the eroding effect of inflation or preserve the original value of the endowment should also not be spent.

	Balance June 30, 2025	Contributions June 30, 2026	Balance June 30, 2026
M. Goodwin	\$ 4,571	\$ 69	\$ 4,640
D. Bunting	5,500		5,500
Barteaux	70,717		70,717
Fortin	16,000		16,000
Holiday	8,500		8,500
Steinbach	5,200		5,200
T'Saiku	5,000		5,000
Hoffman	9,986		9,986
Nourse	10,000		10,000
Marks	10,000	(10,000)	-
JP Diemert	50,166	13	50,179
	\$ 195,640	\$(9,918)	\$ 185,722

NOTE 12 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2026, were as follows:

	June 30, 2026	June 30, 2025
Transferred from operating funds to capital	\$ 138,637	\$ 654
Transferred from special purpose funds to capital	Nil	\$ 180,450

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 considered to be in the normal course of operations and are recorded at the exchange amount.

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 14 CONTRACTUAL OBLIGATIONS

The School District had entered into multi-year lease agreements for office equipment, which expired during the year ended June 30, 2026. The School District is in the process of finalizing a new lease agreement for office equipment under a provincial purchasing arrangement. As of June 30, 2026, the new agreement had not yet been executed.

NOTE 15 CONTINGENT LIABILITIES

The School District, in conducting its usual business activities, is involved in various legal claims and litigation. In the event any unsettled claims are successful, management believes that such claims are not expected to have a material or adverse effect on the School District's financial position.

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 16 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, 2026. The Board adopted an annual budget on June 23, 2025. The amended budget is used for comparison purposes, as these are based on actual student enrollments. Reconciliation to the original approved budget is presented below:

	<u>Annual Budget</u>	<u>Amendments</u>	<u>Amended Annual Budget</u>
Revenue:			
Ministry of Education Provincial Grants	\$ 64,156,712	\$ 2,369,389	\$ 66,526,101
Other Provincial Ministry Grants		50,000	50,000
Tuition	100,000	-	100,000
Other Income	9,997,570	(609,691)	9,387,879
Rentals & Leases	81,560	-	81,560
Investment Income	380,000	(65,000)	315,000
Gain (Loss) on Disposal-Tangible Capital Assets		-	
Amortization of Deferred Capital Revenue	2,626,915	66,750	2,693,665
Total Revenue	<u>\$ 77,342,757</u>	<u>\$ 1,811,448</u>	<u>\$ 79,154,205</u>
Expenses:			
Instruction	\$ 60,927,235	\$ 2,064,972	\$ 62,992,207
District Administration	3,288,136	117,915	3,406,051
Operations & Maintenance	9,943,730	247,278	10,191,008
Transportation & Housing	3,893,766	(100,527)	3,793,239
Total Expense	<u>\$ 78,052,867</u>	<u>\$ 2,329,638</u>	<u>\$ 80,382,505</u>
Net Revenue (Expense)	<u>\$ (710,110)</u>	<u>\$ (518,190)</u>	<u>\$ (1,228,300)</u>
Budgeted Allocation of Surplus	-	801,315	801,315
Budgeted Annual (Deficit), for the Year	<u>\$ (710,110)</u>	<u>\$ 283,125</u>	<u>\$ (426,985)</u>
Budgeted (Deficit), for the year comprised of:			
Operating Fund Surplus	\$ -	\$ -	\$ -
Special Purpose Fund Surplus	-	-	-
Capital Fund (Deficit)	(710,110)	283,125	(426,985)
Budgeted Annual (Deficit) for the Year	<u>\$ (710,110)</u>	<u>\$ 283,125</u>	<u>\$ (426,985)</u>

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 17 ASSET RETIREMENT OBLIGATION

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

Asset Retirement Obligation, July 1, 2025	\$5,479,694
Settlements during the year	
Asset Retirement Obligation, closing balance	<u><u>\$5,479,694</u></u>

NOTE 18 EXPENSE BY OBJECT

	June 30, 2026	June 30, 2025
Salaries and Benefits	\$ 60,494,885	\$ 60,545,296
Services and Supplies	13,580,622	13,450,081
Amortization	3,475,096	2,212,334
	<u><u>\$ 77,550,603</u></u>	<u><u>\$ 76,207,711</u></u>

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 19 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	June 30, 2026	June 30, 2025
Internally Restricted by the Board for:		
<u>Nature of Constraints on the Funds</u>		
Ministry of Education and Child Care		
Indigenous Education Targeted Funding	\$ 430,101	\$ 493,561
Indigenous Education Council Funding	153,087	67,754
Specific Purpose Grants	615,135	814,021
<u>Anticipated Unusual Expenses Identified</u>		
Ministry Directive–Health Emergency Response Equipment	0	100,000
Recruitment and Retention	40,000	40,000
Strategic Plan Refresh	5,000	40,000
2026 Trustee Elections	75,000	68,000
<u>Operations Spanning the School Year</u>		
EBUS Curriculum - Resources Reimbursement	338,859	878,514
Maintenance Department – Equipment Replacement	175,000	258,664
Transportation Department -Vehicle Replacement	0	35,000
School and Departments	726,440	0
Subtotal Internally Restricted	\$ 2,558,622	\$ 2,795,514
Unrestricted Operating Surplus (Deficit) - Contingency	879,850	642,958
Total Available for Future Operations	\$ 3,438,472	\$ 3,438,472

NOTE 20 ECONOMIC DEPENDENCE

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

NOTE 21 RISK MANAGEMENT

a) Credit Risk:

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

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

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

SCHOOL DISTRICT NO. 91 (NECHAKO LAKES)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 21 RISK MANAGEMENT (Continued)

Columbia institutions and the School District invests solely in guaranteed investment certificates.

b) Market Risk:

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

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

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in guaranteed investment certificates that have a maturity date of no more than 3 years.

c) Liquidity Risk:

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

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

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2025 related to credit, market or liquidity risks.

School District No. 91 (Nechako Lakes)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2026

	Operating Fund	Special Purpose Fund	Capital Fund	2026 Actual	2025 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	3,438,472	195,640	18,094,177	21,728,289	18,362,496
Changes for the year					
Surplus (Deficit) for the year	4,360,308	(9,918)	(707,332)	3,643,058	3,365,793
Interfund Transfers					
Tangible Capital Assets Purchased	(138,637)		138,637	-	
Local Capital	(4,221,671)		4,221,671	-	
Net Changes for the year	-	(9,918)	3,652,976	3,643,058	3,365,793
Accumulated Surplus (Deficit), end of year - Statement 2	3,438,472	185,722	21,747,153	25,371,347	21,728,289

School District No. 91 (Nechako Lakes)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	57,602,892	61,628,653	59,154,937
Other	50,000	52,580	27,793
Tuition	100,000	135,300	133,835
Other Revenue	7,718,326	7,093,339	8,704,176
Rentals and Leases	81,560	87,434	86,704
Investment Income	240,000	226,733	315,286
Total Revenue	<u>65,792,778</u>	<u>69,224,039</u>	<u>68,422,731</u>
Expenses			
Instruction	52,799,802	52,132,136	52,726,053
District Administration	3,406,051	3,477,497	3,260,158
Operations and Maintenance	7,100,012	6,486,681	6,513,545
Transportation and Housing	3,103,228	2,767,417	3,020,823
Total Expense	<u>66,409,093</u>	<u>64,863,731</u>	<u>65,520,579</u>
Operating Surplus (Deficit) for the year	<u>(616,315)</u>	<u>4,360,308</u>	<u>2,902,152</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>801,315</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(185,000)	(138,637)	(654)
Local Capital		(4,221,671)	
Total Net Transfers	<u>(185,000)</u>	<u>(4,360,308)</u>	<u>(654)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>-</u>	<u>2,901,498</u>
Operating Surplus (Deficit), beginning of year		3,438,472	536,974
Operating Surplus (Deficit), end of year		<u>3,438,472</u>	<u>3,438,472</u>
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 19)		2,558,622	2,795,514
Unrestricted		879,850	642,958
Total Operating Surplus (Deficit), end of year		<u>3,438,472</u>	<u>3,438,472</u>

School District No. 91 (Nechako Lakes)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	63,122,611	64,887,420	64,139,805
ISC/LEA Recovery	(7,436,756)	(6,415,756)	(7,436,756)
Other Ministry of Education and Child Care Grants			
Pay Equity	1,096,373	1,096,373	1,096,373
Funding for Graduated Adults	85,969	227,237	154,697
Student Transportation Fund	503,247	503,247	503,247
Support Staff Benefits Grant			97,335
Foundation Skills Assessment (FSA) Scorer Grant	8,187	8,187	8,187
Child Care Funding		71,522	27,572
Labour Settlement Funding		1,027,162	540,593
Indigenous Education Councils (IEC) Funding	218,245	218,245	
NGN Self-Provisioned Site Grants	5,016	5,016	5,016
Recruitment & Retention (FRSP) Grants			16,386
Labour Settlement Funding - Teacher Professional Development			2,482
Total Provincial Grants - Ministry of Education and Child Care	57,602,892	61,628,653	59,154,937
Provincial Grants - Other	50,000	52,580	27,793
Tuition			
International and Out of Province Students	100,000	135,300	133,835
Total Tuition	100,000	135,300	133,835
Other Revenues			
Other School District/Education Authorities			
Funding from First Nations	7,436,756	6,415,756	7,436,756
Miscellaneous			
Bottle Depot	165,000	151,744	210,019
Bus Charter	5,000	4,442	32,341
Miscellaneous	49,570	58,421	127,512
Careers		120,000	531,924
Foods Program		320,397	349,116
Other Fees	62,000	22,579	16,508
Total Other Revenue	7,718,326	7,093,339	8,704,176
Rentals and Leases	81,560	87,434	86,704
Investment Income	240,000	226,733	315,286
Total Operating Revenue	65,792,778	69,224,039	68,422,731

School District No. 91 (Nechako Lakes)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Salaries			
Teachers	22,099,029	22,281,432	22,770,371
Principals and Vice Principals	4,223,862	4,266,529	4,407,817
Educational Assistants	5,365,836	4,931,993	5,210,175
Support Staff	7,589,429	7,134,318	7,503,487
Other Professionals	2,824,622	2,910,774	2,822,296
Substitutes	1,809,156	1,695,528	1,681,680
Total Salaries	43,911,934	43,220,574	44,395,826
Employee Benefits	10,157,224	10,321,475	10,322,881
Total Salaries and Benefits	54,069,158	53,542,049	54,718,707
Services and Supplies			
Services	2,952,507	2,585,167	2,452,253
Student Transportation	106,230	68,092	140,835
Professional Development and Travel	1,187,905	923,161	909,202
Rentals and Leases	86,450	91,757	84,444
Dues and Fees	77,580	68,565	65,173
Insurance	265,065	253,379	221,244
Supplies	5,903,691	5,738,037	5,439,457
Utilities	1,760,507	1,593,524	1,489,264
Total Services and Supplies	12,339,935	11,321,682	10,801,872
Total Operating Expense	66,409,093	64,863,731	65,520,579

School District No. 91 (Nechako Lakes)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Teachers Salaries	Principals and Vice Principals Salaries	Educational Assistants Salaries	Support Staff Salaries	Other Professionals Salaries	Substitutes Salaries	Total Salaries
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	16,883,940	1,824,263	71	2,214,458	128,255	1,129,521	22,180,508
1.03 Career Programs	389,515			860	14,520	15,430	420,325
1.07 Library Services				11,937		118	12,055
1.08 Counselling	1,516,287						1,516,287
1.10 Inclusive Education	3,070,251	174,669	4,271,996		409,811	292,378	8,219,105
1.31 Indigenous Education	421,439	176,379	659,926	55,057	170,234	22,918	1,505,953
1.41 School Administration		2,091,218		421,702		10,092	2,523,012
1.62 International and Out of Province Students							-
1.64 Other							-
Total Function 1	22,281,432	4,266,529	4,931,993	2,704,014	722,820	1,470,457	36,377,245
4 District Administration							
4.11 Educational Administration					1,051,515		1,051,515
4.40 School District Governance					109,863		109,863
4.41 Business Administration				266,734	848,700	1,887	1,117,321
Total Function 4	-	-	-	266,734	2,010,078	1,887	2,278,699
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				8,628	72,373	9,536	90,537
5.50 Maintenance Operations				2,595,639	3,270	101,983	2,700,892
5.52 Maintenance of Grounds				213,243			213,243
5.56 Utilities							-
Total Function 5	-	-	-	2,817,510	75,643	111,519	3,004,672
7 Transportation and Housing							
7.41 Transportation and Housing Administration					102,233		102,233
7.70 Student Transportation				1,346,060		111,665	1,457,725
Total Function 7	-	-	-	1,346,060	102,233	111,665	1,559,958
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	22,281,432	4,266,529	4,931,993	7,134,318	2,910,774	1,695,528	43,220,574

School District No. 91 (Nechako Lakes)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2026 Actual	2026 Budget (Note 16)	2025 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	22,180,508	5,443,292	27,623,800	2,283,242	29,907,042	29,033,992	30,677,396
1.03 Career Programs	420,325	86,159	506,484	350,949	857,433	490,867	728,153
1.07 Library Services	12,055	4,008	16,063	17,101	33,164	89,854	33,330
1.08 Counselling	1,516,287	322,546	1,838,833	62,911	1,901,744	1,885,994	1,987,311
1.10 Inclusive Education	8,219,105	1,989,533	10,208,638	3,313,680	13,522,318	14,792,731	13,752,616
1.31 Indigenous Education	1,505,953	377,770	1,883,723	720,199	2,603,922	3,187,110	2,113,437
1.41 School Administration	2,523,012	544,569	3,067,581	98,627	3,166,208	3,068,189	3,253,844
1.62 International and Out of Province Students	-	-	-	-	-	30,000	-
1.64 Other	-	-	-	140,305	140,305	221,065	179,966
Total Function 1	36,377,245	8,767,877	45,145,122	6,987,014	52,132,136	52,799,802	52,726,053
4 District Administration							
4.11 Educational Administration	1,051,515	219,636	1,271,151	95,980	1,367,131	1,240,766	1,166,292
4.40 School District Governance	109,863	6,516	116,379	97,047	213,426	259,643	207,633
4.41 Business Administration	1,117,321	253,141	1,370,462	526,478	1,896,940	1,905,642	1,886,233
Total Function 4	2,278,699	479,293	2,757,992	719,505	3,477,497	3,406,051	3,260,158
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	90,537	9,529	100,066	204,628	304,694	330,301	525,625
5.50 Maintenance Operations	2,700,892	636,744	3,337,636	643,044	3,980,680	4,420,251	3,955,447
5.52 Maintenance of Grounds	213,243	43,939	257,182	350,601	607,783	588,953	543,209
5.56 Utilities	-	-	-	1,593,524	1,593,524	1,760,507	1,489,264
Total Function 5	3,004,672	690,212	3,694,884	2,791,797	6,486,681	7,100,012	6,513,545
7 Transportation and Housing							
7.41 Transportation and Housing Administration	102,233	24,593	126,826	5,256	132,082	150,300	138,228
7.70 Student Transportation	1,457,725	359,500	1,817,225	818,110	2,635,335	2,952,928	2,882,595
Total Function 7	1,559,958	384,093	1,944,051	823,366	2,767,417	3,103,228	3,020,823
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	43,220,574	10,321,475	53,542,049	11,321,682	64,863,731	66,409,093	65,520,579

School District No. 91 (Nechako Lakes)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual	2025 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	8,923,209	7,690,925	6,768,590
Other Revenue	1,669,553	1,520,851	1,881,833
Investment Income			4,825
Total Revenue	<u>10,592,762</u>	<u>9,211,776</u>	<u>8,655,248</u>
Expenses			
Instruction	10,192,405	8,820,618	8,237,075
Operations and Maintenance	235,352	239,682	109,033
Transportation and Housing	65,005	151,476	128,690
Total Expense	<u>10,492,762</u>	<u>9,211,776</u>	<u>8,474,798</u>
Special Purpose Surplus (Deficit) for the year, before endowment contributions	<u>100,000</u>	<u>-</u>	<u>180,450</u>
Endowment Contributions		(9,918)	114
Special Purpose Surplus (Deficit) for the year	<u>100,000</u>	<u>(9,918)</u>	<u>180,564</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(100,000)		(180,450)
Total Net Transfers	<u>(100,000)</u>	<u>-</u>	<u>(180,450)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>(9,918)</u>	<u>114</u>
Special Purpose Surplus (Deficit), beginning of year		195,640	195,526
Special Purpose Surplus (Deficit), end of year		<u>185,722</u>	<u>195,640</u>
Special Purpose Surplus (Deficit), end of year			
Endowment Contributions		185,722	195,640
Total Special Purpose Surplus (Deficit), end of year		<u>185,722</u>	<u>195,640</u>

School District No. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		81,072	34,870	1,772,579	80,736	106,715	53,265	183,059	
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	289,483	215,521			170,000	29,400	79,490	583,164	300,583
Other			9,548	1,362,881					
Investment Income			2,246	47,573					
	289,483	215,521	11,794	1,410,454	170,000	29,400	79,490	583,164	300,583
Less: Allocated to Revenue	239,682	212,103	4,600	1,454,997	181,042	15,002	88,745	606,188	300,583
Recovered									
Deferred Revenue, end of year	49,801	84,490	42,064	1,728,036	69,694	121,113	44,010	160,035	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	239,682	212,103			181,042	15,002	88,745	606,188	300,583
Other Revenue			4,600	1,454,997					
	239,682	212,103	4,600	1,454,997	181,042	15,002	88,745	606,188	300,583
Expenses									
Salaries									
Teachers						4,219		104,650	
Principals and Vice Principals									32,789
Educational Assistants		162,625						261,863	
Support Staff					116,744	491	60,466	8,157	36,578
Other Professionals								59,452	14,551
Substitutes		3,413				963	4,314	14,179	121,084
	-	166,038	-	-	116,744	5,673	64,780	448,301	205,002
Employee Benefits		46,065			34,801	1,328	19,847	121,116	47,978
Services and Supplies	239,682		4,600	1,454,997	29,497	8,001	4,118	36,771	47,603
	239,682	212,103	4,600	1,454,997	181,042	15,002	88,745	606,188	300,583
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Classroom Enhancement Fund - Staffing	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children (CR4YC)	Seamless Day Kindergarten	Early Childhood Education (ECE) Dual Credit Program	Student & Family Affordability (SFAF)	JUST B4	Strengthening Early Years to Kindergarten (SEY2KT)
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		27,548	5,869	4,644	679,736	21,263	49,717	31,650	27,956
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	4,643,947	164,558	55,000		55,400			25,000	
Other									
Investment Income									
	4,643,947	164,558	55,000	-	55,400	-	-	25,000	-
Less: Allocated to Revenue	4,643,947	151,476	39,995	-	77,923	4,263	31,538	12,246	7,484
Recovered						17,000			
Deferred Revenue, end of year	-	40,630	20,874	4,644	657,213	-	18,179	44,404	20,472
Revenues									
Provincial Grants - Ministry of Education and Child Care	4,643,947	151,476	39,995		77,923	4,263	31,538	12,246	7,484
Other Revenue									
	4,643,947	151,476	39,995	-	77,923	4,263	31,538	12,246	7,484
Expenses									
Salaries									
Teachers	3,761,545								
Principals and Vice Principals									
Educational Assistants									
Support Staff		54,715			52,736			8,983	
Other Professionals									
Substitutes			3,726		5,219				
	3,761,545	54,715	3,726	-	57,955	-	-	8,983	-
Employee Benefits	882,402	15,466	545		15,792			2,797	
Services and Supplies		81,295	35,724		4,176	4,263	31,538	466	7,484
	4,643,947	151,476	39,995	-	77,923	4,263	31,538	12,246	7,484
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Early Care & Learning (ECL)	Feeding Futures Fund	Health Career Grants	Professional Learning Grant	National School Food Program	School Foods Coordinated Procurement	Endowment Income	Literacy Now Stewardship	Fort St James Woodlot
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year			5,000	235,844	89,313		21,219	19,553	576,564
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	630,095	573,198			174,060	100,000			
Other							4,452	34,738	
Investment Income							6,325		29,359
	630,095	573,198	-	-	174,060	100,000	10,777	34,738	29,359
Less: Allocated to Revenue	189,132	566,628	-	101,293	192,582	29,073	6,500	43,313	11,441
Recovered									
Deferred Revenue, end of year	440,963	6,570	5,000	134,551	70,791	70,927	25,496	10,978	594,482
Revenues									
Provincial Grants - Ministry of Education and Child Care	189,132	566,628		101,293	192,582	29,073			
Other Revenue							6,500	43,313	11,441
	189,132	566,628	-	101,293	192,582	29,073	6,500	43,313	11,441
Expenses									
Salaries									
Teachers									
Principals and Vice Principals	153,728								
Educational Assistants									
Support Staff		318,190		6,777	57,821				
Other Professionals		90,802							
Substitutes		17,575		45,150	1,015				
	153,728	426,567	-	51,927	58,836	-	-	-	-
Employee Benefits	35,391	116,870		13,486	14,432				
Services and Supplies	13	23,191		35,880	119,314	29,073	6,500	43,313	11,441
	189,132	566,628	-	101,293	192,582	29,073	6,500	43,313	11,441
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Popey	TOTAL
	\$	\$
Deferred Revenue, beginning of year		4,108,172
Add: Restricted Grants		
Provincial Grants - Ministry of Education and Child Care	12,000	8,100,899
Other		1,411,619
Investment Income		85,503
	12,000	9,598,021
Less: Allocated to Revenue	-	9,211,776
Recovered		17,000
Deferred Revenue, end of year	12,000	4,477,417
Revenues		
Provincial Grants - Ministry of Education and Child Care		7,690,925
Other Revenue		1,520,851
	-	9,211,776
Expenses		
Salaries		
Teachers		3,870,414
Principals and Vice Principals		186,517
Educational Assistants		424,488
Support Staff		721,658
Other Professionals		164,805
Substitutes		216,638
	-	5,584,520
Employee Benefits		1,368,316
Services and Supplies		2,258,940
	-	9,211,776
Net Revenue (Expense) before Interfund Transfers	-	-
Interfund Transfers	-	-
Net Revenue (Expense)	-	-

School District No. 91 (Nechako Lakes)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2026

	2026 Budget (Note 16)	2026 Actual			2025 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Investment Income	75,000		86,587	86,587	106,187
Amortization of Deferred Capital Revenue	2,693,665	2,681,177		2,681,177	2,389,224
Total Revenue	2,768,665	2,681,177	86,587	2,767,764	2,495,411
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,855,644	2,845,848		2,845,848	1,747,044
Transportation and Housing	625,006	629,248		629,248	465,290
Total Expense	3,480,650	3,475,096	-	3,475,096	2,212,334
Capital Surplus (Deficit) for the year	(711,985)	(793,919)	86,587	(707,332)	283,077
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	285,000	138,637		138,637	181,104
Local Capital			4,221,671	4,221,671	
Total Net Transfers	285,000	138,637	4,221,671	4,360,308	181,104
Total Capital Surplus (Deficit) for the year	(426,985)	(655,282)	4,308,258	3,652,976	464,181
Capital Surplus (Deficit), beginning of year		16,517,363	1,576,814	18,094,177	17,629,996
Capital Surplus (Deficit), end of year		15,862,081	5,885,072	21,747,153	18,094,177

School District No. 91 (Nechako Lakes)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2026

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	7,680,680	127,246,144	2,115,002	5,183,034		14,204	142,239,064
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw			4,662	2,242,687			2,247,349
Operating Fund				138,637			138,637
Transferred from Work in Progress		7,349,197					7,349,197
	-	7,349,197	4,662	2,381,324	-	-	9,735,183
Decrease:							
Deemed Disposals			87,362	162,438			249,800
	-	-	87,362	162,438	-	-	249,800
Cost, end of year	7,680,680	134,595,341	2,032,302	7,401,920	-	14,204	151,724,447
Work in Progress, end of year		155,656					155,656
Cost and Work in Progress, end of year	7,680,680	134,750,997	2,032,302	7,401,920	-	14,204	151,880,103
Accumulated Amortization, beginning of year		72,976,891	962,518	2,214,503		1,417	76,155,329
Changes for the Year							
Amortization for the Year		2,635,642	207,365	629,248		2,841	3,475,096
		2,635,642	207,365	629,248	-	2,841	3,475,096
Deemed Disposals			87,362	162,438			249,800
Written-off During Year							-
District Entered							-
	-	-	87,362	162,438	-	-	249,800
Accumulated Amortization, end of year		75,612,533	1,082,521	2,681,313	-	4,258	79,380,625
Tangible Capital Assets - Net	7,680,680	59,138,464	949,781	4,720,607	-	9,946	72,499,478

School District No. 91 (Nechako Lakes)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2026

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	3,652,261				3,652,261
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	2,832,428				2,832,428
Deferred Capital Revenue - Other	1,020,164				1,020,164
	3,852,592	-	-	-	3,852,592
Decrease:					
Transferred to Tangible Capital Assets	7,349,197				7,349,197
	7,349,197	-	-	-	7,349,197
Net Changes for the Year	(3,496,605)	-	-	-	(3,496,605)
Work in Progress, end of year	155,656	-	-	-	155,656

School District No. 91 (Nechako Lakes)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2026

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	43,601,309	227,940	288,028	44,117,277
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,247,349			2,247,349
Transferred from Work in Progress	3,012,278	4,336,919		7,349,197
	5,259,627	4,336,919	-	9,596,546
Decrease:				
Amortization of Deferred Capital Revenue	2,582,074	73,478	25,625	2,681,177
	2,582,074	73,478	25,625	2,681,177
Net Changes for the Year	2,677,553	4,263,441	(25,625)	6,915,369
Deferred Capital Revenue, end of year	46,278,862	4,491,381	262,403	51,032,646
Work in Progress, beginning of year	335,506	3,316,755		3,652,261
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	2,832,428	1,020,164		3,852,592
	2,832,428	1,020,164	-	3,852,592
Decrease				
Transferred to Deferred Capital Revenue	3,012,278	4,336,919		7,349,197
	3,012,278	4,336,919	-	7,349,197
Net Changes for the Year	(179,850)	(3,316,755)	-	(3,496,605)
Work in Progress, end of year	155,656	-	-	155,656
Total Deferred Capital Revenue, end of year	46,434,518	4,491,381	262,403	51,188,302

School District No. 91 (Nechako Lakes)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2026

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	81,226	674,541	906,080	9,995		1,671,842
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	5,426,463		350,752			5,777,215
	5,426,463	-	350,752	-	-	5,777,215
Decrease:						
Transferred to DCR - Capital Additions	2,247,349					2,247,349
Transferred to DCR - Work in Progress	2,832,428		1,020,164			3,852,592
	5,079,777	-	1,020,164	-	-	6,099,941
Net Changes for the Year	346,686	-	(669,412)	-	-	(322,726)
Balance, end of year	427,912	674,541	236,668	9,995	-	1,349,116