

Audited Financial Statements of

# **School District No. 91 (Nechako Lakes)**

And Independent Auditors' Report thereon

June 30, 2025

# School District No. 91 (Nechako Lakes)

June 30, 2025

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# School District No. 91 (Nechako Lakes)

## MANAGEMENT REPORT

**DRAFT**

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 monthly 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)

**DRAFT**

Signature of the Chairperson of the Board of Education \_\_\_\_\_ Date Signed \_\_\_\_\_  
Signature of the Superintendent \_\_\_\_\_ Date Signed \_\_\_\_\_  
Signature of the Secretary Treasurer \_\_\_\_\_ 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, 2025, 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, 2025, 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

Chartered Professional Accountants

# School District No. 91 (Nechako Lakes)

Statement 1

## Statement of Financial Position

As at June 30, 2025

	2025 Actual	2024 Actual
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents	17,463,468	15,094,480
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	1,172,917	187,762
Due from First Nations	810,832	325,328
Other (Note 3)	377,824	244,372
Portfolio Investments (Note 4)	103,265	98,637
<b>Total Financial Assets</b>	<b>19,928,306</b>	<b>15,950,579</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	5,594,623	4,946,056
Unearned Revenue	2,190	
Deferred Revenue (Note 6)	4,108,172	3,872,813
Deferred Capital Revenue (Note 7)	49,441,380	44,255,709
Employee Future Benefits (Note 8)	3,784,337	3,689,279
Asset Retirement Obligation (Note 9)	5,479,694	6,462,634
<b>Total Liabilities</b>	<b>68,410,396</b>	<b>63,226,491</b>
<b>Net Debt</b>	<b>(48,482,090)</b>	<b>(47,275,912)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 10)	69,735,996	65,208,636
Restricted Assets (Endowments) (Note 12)	195,640	195,526
Prepaid Expenses	278,743	234,246
<b>Total Non-Financial Assets</b>	<b>70,210,379</b>	<b>65,638,408</b>
<b>Accumulated Surplus (Deficit)</b>	<b>21,728,289</b>	<b>18,362,496</b>

Approved by the Board

**DRAFT**

Signature of the Chairperson of the Board of Education	Date Signed
Signature of the Superintendent	Date Signed
Signature of the Secretary Treasurer	Date Signed

# School District No. 91 (Nechako Lakes)

Statement 2

## Statement of Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	66,403,998	<b>65,923,527</b>	62,349,574
Other	50,000	<b>27,793</b>	76,860
Tuition	100,000	<b>133,835</b>	116,650
Other Revenue	9,700,862	<b>10,586,009</b>	9,628,926
Rentals and Leases	81,560	<b>86,704</b>	88,862
Investment Income	427,000	<b>426,298</b>	600,427
Amortization of Deferred Capital Revenue	2,415,450	<b>2,389,224</b>	2,238,653
<b>Total Revenue</b>	<b>79,178,870</b>	<b>79,573,390</b>	75,099,952
<b>Expenses</b>			
Instruction	63,204,605	<b>60,963,128</b>	60,520,490
District Administration	3,247,381	<b>3,260,158</b>	3,385,555
Operations and Maintenance	10,008,683	<b>8,369,622</b>	9,652,734
Transportation and Housing	3,780,216	<b>3,614,803</b>	3,732,027
<b>Total Expense</b>	<b>80,240,885</b>	<b>76,207,711</b>	77,290,806
<b>Surplus (Deficit) for the year, before endowment contributions</b>	<b>(1,062,015)</b>	<b>3,365,679</b>	(2,190,854)
<b>Endowment Contributions</b>		<b>114</b>	159
<b>Surplus (Deficit) for the year</b>	<b>(1,062,015)</b>	<b>3,365,793</b>	(2,190,695)
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>18,362,496</b>	20,553,191
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>21,728,289</b>	18,362,496

# School District No. 91 (Nechako Lakes)

Statement 4

## Statement of Changes in Net Debt

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Surplus (Deficit) for the year</b>		<b>(1,062,015)</b>	<b>3,365,793</b>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(5,748,543)	(7,722,634)	(4,164,292)
Amortization of Tangible Capital Assets	3,210,840	2,212,334	3,055,779
Change in Estimate - Asset Retirement Obligation		982,940	
<b>Total Effect of change in Tangible Capital Assets</b>	<b>(2,537,703)</b>	<b>(4,527,360)</b>	<b>(1,108,513)</b>
Acquisition of Prepaid Expenses		(278,743)	(234,246)
Use of Prepaid Expenses		234,246	360,850
Endowment Contributions		(114)	(159)
<b>Total Effect of change in Other Non-Financial Assets</b>	<b>-</b>	<b>(44,611)</b>	<b>126,445</b>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<b>(3,599,718)</b>	<b>(1,206,178)</b>	<b>(3,172,763)</b>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<b>(1,206,178)</b>	<b>(3,172,763)</b>
<b>Net Debt, beginning of year</b>		<b>(47,275,912)</b>	<b>(44,103,149)</b>
<b>Net Debt, end of year</b>		<b>(48,482,090)</b>	<b>(47,275,912)</b>

# School District No. 91 (Nechako Lakes)

Statement 5

## Statement of Cash Flows

Year Ended June 30, 2025

	2025 Actual	2024 Actual
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	3,365,793	(2,190,695)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(1,604,111)	383,377
Prepaid Expenses	(44,497)	126,604
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	648,567	(190,186)
Unearned Revenue	2,190	
Deferred Revenue	235,359	351,284
Employee Future Benefits	95,058	94,748
Amortization of Tangible Capital Assets	2,212,334	3,055,779
Amortization of Deferred Capital Revenue	(2,389,224)	(2,238,653)
<b>Total Operating Transactions</b>	<b>2,521,469</b>	<b>(607,742)</b>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(1,288,769)	(835,241)
Tangible Capital Assets -WIP Purchased	(6,433,865)	(3,329,051)
<b>Total Capital Transactions</b>	<b>(7,722,634)</b>	<b>(4,164,292)</b>
<b>Financing Transactions</b>		
Capital Revenue Received	7,574,895	3,457,976
Endowment Contributions	(114)	(159)
Capital Lease Principal Payments		(8,001)
<b>Total Financing Transactions</b>	<b>7,574,781</b>	<b>3,449,816</b>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	(4,628)	(18,444)
<b>Total Investing Transactions</b>	<b>(4,628)</b>	<b>(18,444)</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>2,368,988</b>	<b>(1,340,662)</b>
<b>Cash and Cash Equivalents, beginning of year</b>	<b>15,094,480</b>	<b>16,435,142</b>
<b>Cash and Cash Equivalents, end of year</b>	<b>17,463,468</b>	<b>15,094,480</b>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash	17,463,468	15,094,480
	<b>17,463,468</b>	<b>15,094,480</b>

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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(m).

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(m), 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**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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:

	<u>June 30, 2025</u>	<u>June 30, 2024</u>
Increase in Annual Surplus	\$ 5,185,671	\$ 1,219,323
Increase in Accumulated Surplus	\$ 49,441,380	\$ 44,255,709
Decrease in Deferred Contributions	\$ 49,441,380	\$ 44,255,709

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(m).

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**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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 retrospective 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**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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) 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.

k) 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.

l) 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 19 – Internally Restricted Surplus).

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**m) 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.

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.

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**n) 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, District 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.

**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.

**o) 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.

**p) 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.

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**p) Financial Instruments (cont'd)**

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 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.

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.

**q) 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**

	2025	2024
Due from Federal Government	\$ 157,325	\$ 86,704
Other	220,499	157,668
	<u>\$ 377,824</u>	<u>\$ 244,372</u>

**NOTE 4      PORTFOLIO INVESTMENTS**

	2025	2024
Investments in the cost and amortized cost category:		
GIC's	\$ 45,951	\$ 41,272
Term deposits	<u>57,314</u>	<u>57,365</u>
	<u>\$ 103,265</u>	<u>\$ 98,637</u>

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER**

	2025	2024
Trade payables	\$ 1,224,948	\$ 638,261
Salaries and benefits payable	3,810,381	3,707,699
Accrued vacation pay	<u>559,294</u>	<u>600,096</u>
	<u><u>\$ 5,594,623</u></u>	<u><u>\$ 4,946,056</u></u>

**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, 2025	June 30, 2024
<b>Deferred Revenue, Beginning of Year</b>	\$ 3,872,813	\$ 3,521,529
<b>Add: Restricted Grants</b>		
Provincial Grants	7,121,681	6,329,980
Other	1,639,550	2,112,862
Investment Income	<u>129,376</u>	<u>155,035</u>
	<u><u>8,890,607</u></u>	<u><u>12,119,406</u></u>
<b>Less:</b>		
Allocated to Revenue	<u>8,655,248</u>	<u>8,246,593</u>
<b>Deferred Revenue, End of Year</b>	<u><u>\$ 4,108,172</u></u>	<u><u>\$ 3,872,813</u></u>

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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, 2025	June 30, 2024
Deferred Capital Revenue, Beginning of Year	\$ 42,297,176	\$ 40,757,073
Transfers from Deferred Revenue		
Capital Additions	1,093,461	511,548
Transfers from Work in Progress	3,115,864	3,267,208
Amortization of Deferred Capital Revenue	(2,389,224)	(2,238,653)
	<hr/> \$ 44,117,277	<hr/> \$ 42,297,176
Work in Progress, Beginning of Year	\$ 334,260	\$ 272,417
Transferred from Deferred Revenue		
Work in Progress	6,433,865	3,329,051
Work in Progress, End of Year	<hr/> (3,115,864)	<hr/> (3,267,208)
Net Changes for the Year	3,652,261	61,843
Total Deferred Capital Revenue, End of Year	<hr/> \$ 47,769,538	<hr/> \$ 42,631,436
Changes in Unspent Deferred Capital Revenue	\$ 1,624,273	\$ 2,006,896
Balance, Beginning of Year	7,574,895	3,458,852
Provincial Grants - Ministry of Education	(1,093,461)	(511,548)
Transfers to DCR - Capital Additions	(6,433,865)	(3,329,051)
Transfers to DCR - Work in Progress	-	(876)
Transfers to revenue – Site Purchases	1,671,842	1,624,273
Balance, End of Year	<hr/> \$ 49,441,380	<hr/> \$ 44,255,709

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**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.

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 3,315,663	\$ 3,324,997
Service Cost	194,202	198,475
Interest Cost	143,484	135,461
Benefit Payments	(190,784)	(324,845)
Actuarial (Gain) Loss	254,437	(18,425)
Accrued Benefit Obligation – March 31	<u>\$ 3,717,002</u>	<u>\$ 3,315,663</u>

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – March 31	\$ 3,717,002	\$ 3,315,663
Market Value of Plan Assets – March 31		
Funded Status – Surplus (Deficit)	(3,717,002)	(3,315,663)
Employer Contributions After Measurement Date	47,819	12,800
Unamortized Net Actuarial (Gain) Loss	(89,007)	(84,422)
Accrued Benefit Asset (Liability) – June 30	(26,148)	(301,995)
	<u>\$ (3,784,338)</u>	<u>\$ (3,689,280)</u>

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability (Asset) – July 1	\$ 3,689,279	\$ 3,594,531
Net Expense for Fiscal Year	320,861	348,204
Employer Contributions	(225,803)	(253,456)
Accrued Benefit Liability (Asset) – June 30	<u>\$ 3,784,337</u>	<u>\$ 3,689,279</u>

	<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 199,734	\$ 197,407
Interest Cost	142,538	137,467
Amortization of Net Actuarial (Gain) Loss	(21,410)	13,331
Net Benefit Expense (Income)	<u>\$ 320,861</u>	<u>\$ 348,204</u>

**Assumptions**

Discount Rate – April 1	4.25%	4.00%
Discount Rate – March 31	4.00%	4.25%
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	10.0

Note: \* +Seniority

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 9 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. Included in amortization expense for the current year is \$982,940 for the change in accounting estimated related to Asset Retirement Obligation.

Asset Retirement Obligation, July 1, 2024	\$ 6,462,634
Settlements during the year	-
Change in estimate	<u>(982,940)</u>
Asset Retirement Obligation, closing balance	<u>\$ 5,479,694</u>

**NOTE 10 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2025	Net Book Value 2024
Sites	\$ 7,680,680	\$ 7,680,680
Buildings	54,269,253	53,810,733
Buildings – work in progress	3,652,261	299,298
Furniture & Equipment	1,152,484	1,040,748
Furniture & Equipment – work in progress	-	34,962
Vehicles	2,968,531	2,339,709
Computer Software	0	612
Computer Hardware	12,787	1,897
<b>Total</b>	<b>\$69,735,996</b>	<b>\$65,208,636</b>

<b>June 30, 2025</b>	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
<b>Total</b>	<b>\$139,367,904</b>	<b>\$7,724,634</b>	<b>\$(1,199,213)</b>	<b>\$</b>	<b>\$145,891,325</b>

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 10 TANGIBLE CAPITAL ASSETS (Continued)**

	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
<b>Total</b>	<b>\$74,159,268</b>	<b>\$2,212,334</b>	<b>\$(216,273)</b>	<b>\$76,155,329</b>

\* ARO change in estimate adjustment.

<b>June 30, 2024</b>	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2024
Sites	\$ 7,680,680	\$ -	\$ -	\$ -	\$ 7,680,680
Buildings	122,164,263	117,274	-	2,966,571	125,248,108
Buildings – work in progress	272,417	2,993,452	-	(2,966,571)	299,298
Furniture & Equipment	1,764,811	11,050	(119,458)	300,637	1,957,040
Furniture & Equipment – work in progress	-	335,599	-	(300,637)	34,962
Vehicles	3,917,027	706,917	(501,181)	-	4,122,763
Computer Software	6,096	-	-	-	6,096
Computer Hardware	18,957	-	-	-	18,957
<b>Total</b>	<b>\$135,824,251</b>	<b>\$4,164,292</b>	<b>\$620,639</b>	<b>\$ -</b>	<b>\$139,367,904</b>

	Opening Accumulated Amortization	Annual Amortization	Disposals	Total 2024
Building	\$68,974,688	\$2,462,687	\$ -	\$71,437,375
Furniture & Equipment	849,658	186,092	(119,458)	916,292
Vehicles	1,882,248	401,990	(501,181)	1,783,057
Computer Software	4,265	1,219	-	5,484
Computer Hardware	13,268	3,791	-	17,060
<b>Total</b>	<b>\$71,724,128</b>	<b>\$3,054,931</b>	<b>\$(620,639)</b>	<b>\$74,159,268</b>

- Buildings and furniture – buildings work in progress having a value of \$3,652,261 (2024: \$299,298) have not been amortized. Furniture work in progress has a value of zero for 2025 (2024: \$34,962). Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 11 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 51,000 active members and approximately 42,000 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 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, 2021, indicated a \$3,761 million funding surplus for basic pension benefits on a going concern basis.

The school district paid \$4,896,839 for employer contributions to the plans for the year ended June 30, 2025 (2024: \$4,826,902).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2026. The next valuation for the Municipal Pension Plan will be as at December 31, 2024.

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.

**NOTE 12 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.

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 12 RESTRICTED ASSETS - ENDOWMENT FUNDS (Continued)**

	Balance June 30, 2024	Contributions June 30, 2025	Balance June 30, 2025
M. Goodwin	\$ 4,476	\$ 95	\$ 4,571
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	50,147	19	50,166
	<b>\$ 195,526</b>	<b>\$ 114</b>	<b>\$ 195,640</b>

**NOTE 13 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2025, were as follows:

	2025	2024
Transferred from operating funds to capital	\$ 654	\$ 11,050
Transferred from special purpose funds to capital	\$ 180,450	\$ 117,274

**NOTE 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.

**NOTE 15 CONTRACTUAL OBLIGATIONS**

The School District has entered into a number of multiple-year contracts for the lease of office equipment for 5 years. The lease is considered an operating lease, and the lease payments are charged to expenses when incurred. The cost of the lease is \$80,831 each year, starting in 2021/22 and ending at the end of the 2025/26 school year.

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 16 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.

**NOTE 17 BUDGET FIGURES**

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on March 17, 2025. The Board adopted an annual budget on June 24, 2024. 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:

	<b>Annual Budget</b>	<b>Amendments</b>	<b>Amended Annual Budget</b>
<b>Revenue:</b>			
Ministry of Education Provincial Grants	\$ 62,701,379	\$ 3,702,619	\$ 66,403,998
Other Provincial Ministry Grants	63,840	(13,840)	50,000
Tuition	100,000	-	100,000
Other Income	8,741,629	959,233	9,700,862
Rentals & Leases	90,560	(9,000)	81,560
Investment Income	527,000	(100,000)	427,000
Gain (Loss) on Disposal-Tangible Capital Assets	-	-	-
Amortization of Deferred Capital Revenue	2,415,450	-	2,415,450
<b>Total Revenue</b>	<b>\$ 74,639,858</b>	<b>\$ 4,539,012</b>	<b>\$ 79,178,870</b>
 <b>Expenses:</b>			
Instruction	\$ 59,214,190	\$ 3,990,415	\$ 63,204,605
District Administration	3,401,831	(154,450)	3,247,381
Operations & Maintenance	9,968,772	39,911	10,008,683
Transportation & Housing	3,798,406	(18,190)	3,780,216
<b>Total Expense</b>	<b>\$ 76,383,199</b>	<b>\$ 3,857,686</b>	<b>\$ 80,240,885</b>
<b>Net Revenue (Expense)</b>	<b>\$ (1,743,341)</b>	<b>\$ 681,326</b>	<b>\$ (1,062,015)</b>
 <b>Budgeted Allocation of Surplus</b>	 <b>1,022,951</b>	 <b>(681,326)</b>	 <b>341,625</b>
 <b>Budgeted Annual (Deficit), for the Year</b>	 <b>\$ (720,390)</b>	 <b>\$ -</b>	 <b>\$ (720,390)</b>
 <b>Budgeted (Deficit), for the Year Comprised of:</b>			
Operating Fund Surplus	-	-	-
Special Purpose Fund Surplus	-	-	-
Capital Fund (Deficit)	(720,390)	-	(720,390)
<b>Budgeted Annual (Deficit) for the Year</b>	<b>\$ (720,390)</b>	<b>\$ -</b>	<b>\$ (720,390)</b>

**SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 18 EXPENSE BY OBJECT**

	2025	2024
Salaries and Benefits	\$ 60,545,296	\$ 60,055,516
Services and Supplies	13,450,081	14,094,329
Amortization	2,212,334	3,140,961
	<hr/>	<hr/>
	\$ 76,207,711	\$ 77,290,806

**NOTE 19 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND**

	June 30, 2025	June 30, 2024
Internally Restricted by the Board for:		
<u>Nature of Constraints on the Funds</u>		
Ministry of Education and Child Care		
Indigenous Education Targeted Funding	\$ 493,561	\$ 54,851
Indigenous Education Council Funding	67,754	
Specific Purpose Grants	814,021	482,123
<u>Anticipated Unusual Expenses Identified</u>		
Ministry Directive—health emergency response equipment	100,000	
Recruitment and Retention	40,000	
Strategic Plan Refresh	40,000	
2026 Trustee Election	68,000	
<u>Operations Spanning the School Year</u>		
EBUS Curriculum Resources Reimbursement	878,514	
Maintenance Department – equipment replacement	258,664	
Transportation Department -vehicle replacement	\$35,000	
<b>Subtotal Internally Restricted</b>	<hr/>	<hr/>
Unrestricted Operating Surplus (Deficit) - Contingency	2,795,514	536,974
<b>Total Available for Future Operations</b>	<hr/>	<hr/>
	642,958	-
	<hr/>	<hr/>
	\$ 3,438,472	\$ 536,974

**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**

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**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2025**

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**NOTE 21 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 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 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 2024 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, 2025

	Operating Fund \$	Special Purpose Fund \$	Capital Fund \$	2025 Actual \$	2024 Actual \$
<b>Accumulated Surplus (Deficit), beginning of year</b>	536,974	195,526	17,629,996	<b>18,362,496</b>	20,553,191
<b>Changes for the year</b>					
Surplus (Deficit) for the year	2,902,152	180,564	283,077	<b>3,365,793</b>	(2,190,695)
Interfund Transfers					
Tangible Capital Assets Purchased	(654)	(180,450)	181,104	-	
<b>Net Changes for the year</b>	<b>2,901,498</b>	<b>114</b>	<b>464,181</b>	<b>3,365,793</b>	<b>(2,190,695)</b>
<b>Accumulated Surplus (Deficit), end of year - Statement 2</b>	<b>3,438,472</b>	<b>195,640</b>	<b>18,094,177</b>	<b>21,728,289</b>	<b>18,362,496</b>

# School District No. 91 (Nechako Lakes)

Schedule 2 (Unaudited)

## Schedule of Operating Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	58,068,064	<b>59,154,937</b>	56,438,707
Other	50,000	<b>27,793</b>	76,860
Tuition	100,000	<b>133,835</b>	116,650
Other Revenue	7,894,415	<b>8,704,176</b>	7,300,237
Rentals and Leases	81,560	<b>86,704</b>	88,862
Investment Income	340,000	<b>315,286</b>	495,582
<b>Total Revenue</b>	<u>66,534,039</u>	<b><u>68,422,731</u></b>	<u>64,516,898</u>
<b>Expenses</b>			
Instruction	53,495,945	<b>52,726,053</b>	52,807,380
District Administration	3,247,381	<b>3,260,158</b>	3,385,555
Operations and Maintenance	7,003,413	<b>6,513,545</b>	6,741,554
Transportation and Housing	3,128,925	<b>3,020,823</b>	3,086,037
<b>Total Expense</b>	<u>66,875,664</u>	<b><u>65,520,579</u></b>	<u>66,020,526</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>(341,625)</u>	<b><u>2,902,152</u></b>	<u>(1,503,628)</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>341,625</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(654)</b>	(11,050)
<b>Total Net Transfers</b>	<u>-</u>	<b><u>(654)</u></b>	<u>(11,050)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<b><u>2,901,498</u></b>	<u>(1,514,678)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		<b>536,974</b>	2,051,652
<b>Operating Surplus (Deficit), end of year</b>		<b>3,438,472</b>	<u>536,974</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted		<b>2,795,514</b>	536,974
Unrestricted		<b>642,958</b>	
<b>Total Operating Surplus (Deficit), end of year</b>		<b>3,438,472</b>	<u>536,974</u>

# School District No. 91 (Nechako Lakes)

# Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	62,223,274	<b>64,139,805</b>	60,265,529
ISC/LEA Recovery	(7,593,345)	<b>(7,436,756)</b>	(6,671,219)
Other Ministry of Education and Child Care Grants			
Pay Equity	1,096,373	<b>1,096,373</b>	1,096,373
Funding for Graduated Adults	85,000	<b>154,697</b>	134,546
Student Transportation Fund	503,247	<b>503,247</b>	503,247
Support Staff Benefits Grant	97,335	<b>97,335</b>	97,335
FSA Scorer Grant	8,187	<b>8,187</b>	8,187
Child Care Funding	12,574	<b>27,572</b>	15,751
Labour Settlement Funding	540,593	<b>540,593</b>	960,046
NGN Self Provisioned Sites Grant	5,016	<b>5,016</b>	5,016
Teacher Recruitment & Retention	16,386	<b>16,386</b>	23,896
EBUS Additional Revenue	1,073,424		
Labour Settlement Funding - Teacher Professional Development		<b>2,482</b>	
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>58,068,064</b>	<b>59,154,937</b>	<b>56,438,707</b>
<b>Provincial Grants - Other</b>			
	50,000	<b>27,793</b>	76,860
<b>Tuition</b>			
International and Out of Province Students	100,000	<b>133,835</b>	116,650
<b>Total Tuition</b>	<b>100,000</b>	<b>133,835</b>	<b>116,650</b>
<b>Other Revenues</b>			
Funding from First Nations	7,593,345	<b>7,436,756</b>	6,671,219
Miscellaneous			
Bottle Depot	180,000	<b>210,019</b>	183,379
Bus Charter	5,000	<b>32,341</b>	17,296
Miscellaneous	116,070	<b>127,512</b>	428,343
Careers		<b>531,924</b>	
Foods Program		<b>349,116</b>	
Other Fees		<b>16,508</b>	
<b>Total Other Revenue</b>	<b>7,894,415</b>	<b>8,704,176</b>	<b>7,300,237</b>
<b>Rentals and Leases</b>			
	81,560	<b>86,704</b>	88,862
<b>Investment Income</b>			
	340,000	<b>315,286</b>	495,582
<b>Total Operating Revenue</b>	<b>66,534,039</b>	<b>68,422,731</b>	<b>64,516,898</b>

# School District No. 91 (Nechako Lakes)

# Schedule 2B (Unaudited)

Schedule of Operating Expense by Object

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Salaries</b>			
Teachers	23,370,704	<b>22,770,371</b>	22,684,177
Principals and Vice Principals	4,435,161	<b>4,407,817</b>	4,416,264
Educational Assistants	5,556,798	<b>5,210,175</b>	5,565,231
Support Staff	7,734,752	<b>7,503,487</b>	7,493,150
Other Professionals	2,874,651	<b>2,822,296</b>	3,103,877
Substitutes	1,627,567	<b>1,681,680</b>	1,753,422
<b>Total Salaries</b>	<b>45,599,633</b>	<b>44,395,826</b>	45,016,121
<b>Employee Benefits</b>			
	10,428,946	<b>10,322,881</b>	10,232,133
<b>Total Salaries and Benefits</b>	<b>56,028,579</b>	<b>54,718,707</b>	55,248,254
<b>Services and Supplies</b>			
Services	2,636,526	<b>2,452,253</b>	2,215,231
Student Transportation	100,530	<b>140,835</b>	78,882
Professional Development and Travel	1,251,548	<b>909,202</b>	1,339,094
Rentals and Leases	86,450	<b>84,444</b>	86,785
Dues and Fees	79,760	<b>65,173</b>	69,872
Insurance	233,448	<b>221,244</b>	188,657
Supplies	4,979,092	<b>5,439,457</b>	5,191,649
Utilities	1,479,731	<b>1,489,264</b>	1,602,102
<b>Total Services and Supplies</b>	<b>10,847,085</b>	<b>10,801,872</b>	10,772,272
<b>Total Operating Expense</b>	<b>66,875,664</b>	<b>65,520,579</b>	66,020,526

# School District No. 91 (Nechako Lakes)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2025

	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	17,483,552	1,897,431		2,399,971	113,913	1,060,639	<b>22,955,506</b>
1.03 Career Programs	384,581				13,662	5,589	<b>403,832</b>
1.07 Library Services				11,522		258	<b>11,780</b>
1.08 Counselling	1,577,145				21,847		<b>1,598,992</b>
1.10 Inclusive Education	3,140,786	160,684	4,514,263		466,650	326,662	<b>8,609,045</b>
1.31 Indigenous Education	184,307	186,197	695,912	49,662	8,800	40,088	<b>1,164,966</b>
1.41 School Administration		2,163,505		421,702		17,739	<b>2,602,946</b>
1.62 International and Out of Province Students							-
1.64 Other							-
<b>Total Function 1</b>	<b>22,770,371</b>	<b>4,407,817</b>	<b>5,210,175</b>	<b>2,882,857</b>	<b>624,872</b>	<b>1,450,975</b>	<b>37,347,067</b>
<b>4 District Administration</b>							
4.11 Educational Administration					888,259		<b>888,259</b>
4.40 School District Governance					106,923		<b>106,923</b>
4.41 Business Administration				263,008	851,094	17,997	<b>1,132,099</b>
<b>Total Function 4</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>263,008</b>	<b>1,846,276</b>	<b>17,997</b>	<b>2,127,281</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				9,510	246,892	11,305	<b>267,707</b>
5.50 Maintenance Operations				2,634,314	1,922	115,582	<b>2,751,818</b>
5.52 Maintenance of Grounds				212,763			<b>212,763</b>
5.56 Utilities							-
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,856,587</b>	<b>248,814</b>	<b>126,887</b>	<b>3,232,288</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration					102,334		<b>102,334</b>
7.70 Student Transportation				1,501,035		85,821	<b>1,586,856</b>
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,501,035</b>	<b>102,334</b>	<b>85,821</b>	<b>1,689,190</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>22,770,371</b>	<b>4,407,817</b>	<b>5,210,175</b>	<b>7,503,487</b>	<b>2,822,296</b>	<b>1,681,680</b>	<b>44,395,826</b>

# School District No. 91 (Nechako Lakes)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2025

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2025 Actual	2025 Budget	2024 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	22,955,506	5,386,135	28,341,641	2,335,755	30,677,396	31,223,978	30,355,741
1.03 Career Programs	403,832	85,055	488,887	239,266	728,153	465,880	611,855
1.07 Library Services	11,780	3,556	15,336	17,994	33,330	46,091	179,867
1.08 Counselling	1,598,992	336,957	1,935,949	51,362	1,987,311	2,028,078	1,926,356
1.10 Inclusive Education	8,609,045	2,047,065	10,656,110	3,096,506	13,752,616	13,405,227	13,519,068
1.31 Indigenous Education	1,164,966	286,298	1,451,264	662,173	2,113,437	2,674,752	2,749,410
1.41 School Administration	2,602,946	567,408	3,170,354	83,490	3,253,844	3,415,874	3,265,215
1.62 International and Out of Province Students	-	-	-	-	-	-	7,197
1.64 Other	-	-	-	179,966	179,966	236,065	192,671
<b>Total Function 1</b>	<b>37,347,067</b>	<b>8,712,474</b>	<b>46,059,541</b>	<b>6,666,512</b>	<b>52,726,053</b>	<b>53,495,945</b>	<b>52,807,380</b>
<b>4 District Administration</b>							
4.11 Educational Administration	888,259	194,497	1,082,756	83,536	1,166,292	1,097,057	1,340,161
4.40 School District Governance	106,923	6,319	113,242	94,391	207,633	252,977	222,961
4.41 Business Administration	1,132,099	250,956	1,383,055	503,178	1,886,233	1,897,347	1,822,433
<b>Total Function 4</b>	<b>2,127,281</b>	<b>451,772</b>	<b>2,579,053</b>	<b>681,105</b>	<b>3,260,158</b>	<b>3,247,381</b>	<b>3,385,555</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	267,707	82,460	350,167	175,458	525,625	537,852	498,881
5.50 Maintenance Operations	2,751,818	633,150	3,384,968	570,479	3,955,447	4,396,877	4,084,823
5.52 Maintenance of Grounds	212,763	43,132	255,895	287,314	543,209	588,953	555,749
5.56 Utilities	-	-	-	1,489,264	1,489,264	1,479,731	1,602,101
<b>Total Function 5</b>	<b>3,232,288</b>	<b>758,742</b>	<b>3,991,030</b>	<b>2,522,515</b>	<b>6,513,545</b>	<b>7,003,413</b>	<b>6,741,554</b>
<b>7 Transportation and Housing</b>							
7.41 Transportation and Housing Administration	102,334	23,854	126,188	12,040	138,228	150,034	138,581
7.70 Student Transportation	1,586,856	376,039	1,962,895	919,700	2,882,595	2,978,891	2,947,456
<b>Total Function 7</b>	<b>1,689,190</b>	<b>399,893</b>	<b>2,089,083</b>	<b>931,740</b>	<b>3,020,823</b>	<b>3,128,925</b>	<b>3,086,037</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>44,395,826</b>	<b>10,322,881</b>	<b>54,718,707</b>	<b>10,801,872</b>	<b>65,520,579</b>	<b>66,875,664</b>	<b>66,020,526</b>

# School District No. 91 (Nechako Lakes)

Schedule 3 (Unaudited)

## Schedule of Special Purpose Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	8,335,934	<b>6,768,590</b>	5,910,867
Other Revenue	1,806,447	<b>1,881,833</b>	2,328,689
Investment Income	12,000	<b>4,825</b>	7,037
<b>Total Revenue</b>	<b>10,154,381</b>	<b>8,655,248</b>	8,246,593
<b>Expenses</b>			
Instruction	9,708,660	<b>8,237,075</b>	7,713,110
Operations and Maintenance	289,483	<b>109,033</b>	172,209
Transportation and Housing	156,238	<b>128,690</b>	244,000
<b>Total Expense</b>	<b>10,154,381</b>	<b>8,474,798</b>	8,129,319
<b>Special Purpose Surplus (Deficit) for the year, before endowment contributions</b>	<b>-</b>	<b>180,450</b>	117,274
<b>Endowment Contributions</b>		<b>114</b>	159
<b>Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>180,564</b>	117,433
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		<b>(180,450)</b>	(117,274)
<b>Total Net Transfers</b>	<b>-</b>	<b>(180,450)</b>	(117,274)
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<b>-</b>	<b>114</b>	159
<b>Special Purpose Surplus (Deficit), beginning of year</b>		<b>195,526</b>	195,367
<b>Special Purpose Surplus (Deficit), end of year</b>		<b>195,640</b>	195,526
<b>Special Purpose Surplus (Deficit), end of year</b>			
Endowment Contributions		<b>195,640</b>	195,526
<b>Total Special Purpose Surplus (Deficit), end of year</b>		<b>195,640</b>	195,526

# School District No. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2025

Schedule 3A (Unaudited)

	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>		55,163	33,902	1,742,663	124,215	91,983	179,373	36,967	
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education and Child Care	289,483	216,704			160,000	29,400	89,490	583,164	291,828
Other				1,592,442	1,000	(1,000)			
Investment Income			2,468	73,429					
<b>Less: Allocated to Revenue</b>	289,483	216,704	2,468	1,665,871	161,000	28,400	89,490	583,164	291,828
<b>Deferred Revenue, end of year</b>	<b>-</b>	<b>81,072</b>	<b>34,870</b>	<b>1,772,579</b>	<b>80,736</b>	<b>106,715</b>	<b>53,265</b>	<b>183,059</b>	<b>-</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	289,483	190,795			204,479	13,668	215,598	437,072	291,828
Other Revenue			1,500	1,635,955					
Investment Income									
<b>Expenses</b>									
Salaries									
Teachers						1,149	68,401	100,559	
Principals and Vice Principals									38,833
Educational Assistants			151,115		140,851		71,220	196,796	
Support Staff						1,833		9,866	36,577
Other Professionals							6,112	31,025	14,555
Substitutes									107,583
Employee Benefits	-	151,115	-	-	140,851	2,982	145,733	338,246	197,548
Services and Supplies		39,680			43,531	542	37,800	98,826	46,731
	109,033		1,500	1,635,955	20,097	10,144	32,065		47,549
	109,033	190,795	1,500	1,635,955	204,479	13,668	215,598	437,072	291,828
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>180,450</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased		(180,450)							
		(180,450)							
<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. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2025

Schedule 3A (Unaudited)

	Classroom Enhancement Fund - Staffing	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Seamless Day Kindergarten	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>Deferred Revenue, beginning of year</b>		82,031	10,933	6,919	356,308	14,805	142,675	21,364	15,201
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education and Child Care	3,683,603	74,207	55,000	6,750	415,400	76,000	-	25,000	19,000
Other									
Investment Income									
<b>Less: Allocated to Revenue</b>	<b>3,683,603</b>	<b>74,207</b>	<b>55,000</b>	<b>6,750</b>	<b>415,400</b>	<b>76,000</b>	<b>-</b>	<b>25,000</b>	<b>19,000</b>
<b>Deferred Revenue, end of year</b>	<b>3,683,603</b>	<b>128,690</b>	<b>60,064</b>	<b>9,025</b>	<b>91,972</b>	<b>69,542</b>	<b>92,958</b>	<b>14,714</b>	<b>6,245</b>
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	3,683,603	128,690	60,064	9,025	91,972	69,542	92,958	14,714	6,245
Other Revenue									
Investment Income									
<b>Expenses</b>									
Salaries									
Teachers	2,836,324								
Principals and Vice Principals									
Educational Assistants									
Support Staff		37,107		1,353					
Other Professionals									
Substitutes				3,541		252			
Employee Benefits	2,836,324	37,107	-	4,894	63,993	7,252	-	10,741	-
Services and Supplies	847,279	6,972		913	15,283	28		3,424	
		84,611	60,064	3,218	12,696	62,262	92,958	549	6,245
<b>Net Revenue (Expense) before Interfund Transfers</b>	<b>3,683,603</b>	<b>128,690</b>	<b>60,064</b>	<b>9,025</b>	<b>91,972</b>	<b>69,542</b>	<b>92,958</b>	<b>14,714</b>	<b>6,245</b>
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased									
<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. 91 (Nechako Lakes)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2025

Schedule 3A (Unaudited)

	ECL (Early Care & Learning)	Feeding Futures Fund	Health Career Grants	Professional Learning Grant	Endowment Income	Literacy Now Stewardship	Fort St James Woodlot	National School Food Program	TOTAL
<b>Deferred Revenue, beginning of year</b>		\$ 187,359	\$ 5,000		\$ 17,170	\$ 35,784	\$ 712,998		\$ 3,872,813
<b>Add: Restricted Grants</b>									
Provincial Grants - Ministry of Education and Child Care	175,000	576,742		238,867				116,043	7,121,681
Other						47,108			1,639,550
Investment Income					8,874		44,605		129,376
<b>Less: Allocated to Revenue</b>	175,000	576,742	-	238,867	8,874	47,108	44,605	116,043	8,890,607
<b>Deferred Revenue, end of year</b>	175,000	764,101	-	3,023	4,825	63,339	181,039	26,730	8,655,248
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	175,000	764,101		3,023				26,730	6,768,590
Other Revenue						63,339	181,039		1,881,833
Investment Income					4,825				4,825
<b>Expenses</b>									
<b>Salaries</b>									
Teachers									3,006,433
Principals and Vice Principals		142,554							188,387
Educational Assistants									634,716
Support Staff			366,209						399
Other Professionals			88,624						453,344
Substitutes									140,316
									111,376
Employee Benefits	142,554	454,833	-	-	-	-	-		399
Services and Supplies	32,318	118,609							4,534,572
	128	190,659		3,023	4,825	63,339	181,039	26,250	81
									1,292,017
	175,000	764,101	-	3,023	4,825	63,339	181,039	26,730	2,648,209
<b>Net Revenue (Expense) before Interfund Transfers</b>									180,450
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased									(180,450)
									(180,450)
<b>Net Revenue (Expense)</b>									

# School District No. 91 (Nechako Lakes)

Schedule 4 (Unaudited)

## Schedule of Capital Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual			2024 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Investment Income	75,000		106,187	106,187	97,808
Amortization of Deferred Capital Revenue	2,415,450	2,389,224		2,389,224	2,238,653
<b>Total Revenue</b>	<b>2,490,450</b>	<b>2,389,224</b>	<b>106,187</b>	<b>2,495,411</b>	<b>2,336,461</b>
<b>Expenses</b>					
Operations and Maintenance				-	85,182
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,715,787	1,747,044		1,747,044	2,653,789
Transportation and Housing	495,053	465,290		465,290	401,990
<b>Total Expense</b>	<b>3,210,840</b>	<b>2,212,334</b>	<b>-</b>	<b>2,212,334</b>	<b>3,140,961</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(720,390)</b>	<b>176,890</b>	<b>106,187</b>	<b>283,077</b>	<b>(804,500)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased		181,104		181,104	128,324
<b>Total Net Transfers</b>	<b>-</b>	<b>181,104</b>	<b>-</b>	<b>181,104</b>	<b>128,324</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		14,204	(14,204)		-
<b>Total Other Adjustments to Fund Balances</b>	<b>-</b>	<b>14,204</b>	<b>(14,204)</b>	<b>-</b>	<b>-</b>
<b>Total Capital Surplus (Deficit) for the year</b>	<b>(720,390)</b>	<b>372,198</b>	<b>91,983</b>	<b>464,181</b>	<b>(676,176)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		16,145,165	1,484,831	17,629,996	18,306,172
<b>Capital Surplus (Deficit), end of year</b>		<b>16,517,363</b>	<b>1,576,814</b>	<b>18,094,177</b>	<b>17,629,996</b>

# School District No. 91 (Nechako Lakes)

Schedule 4A (Unaudited)

Tangible Capital Assets  
Year Ended June 30, 2025

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total	
<b>Cost, beginning of year</b>	\$ 7,680,680	\$ 125,248,108	\$ 1,957,040	\$ 4,122,763	\$ 6,096	\$ 18,957	\$ 139,033,644	
<b>Changes for the Year</b>								
Increase:								
Purchases from:								
Deferred Capital Revenue - Bylaw				1,093,461			1,093,461	
Operating Fund				654			654	
Special Purpose Funds			180,450				180,450	
Local Capital						14,204	14,204	
Transferred from Work in Progress	2,800,526	315,338					3,115,864	
	-	2,980,976	315,338	1,094,115	-	14,204	4,404,633	
Decrease:								
Deemed Disposals			157,376	33,844	6,096	18,957	216,273	
Change in Estimate - Asset Retirement Obligation	982,940						982,940	
	-	982,940	157,376	33,844	6,096	18,957	1,199,213	
<b>Cost, end of year</b>	<b>7,680,680</b>	<b>127,246,144</b>	<b>2,115,002</b>	<b>5,183,034</b>	<b>-</b>	<b>14,204</b>	<b>142,239,064</b>	
<b>Work in Progress, end of year</b>		<b>3,652,261</b>					<b>3,652,261</b>	
<b>Cost and Work in Progress, end of year</b>	<b>7,680,680</b>	<b>130,898,405</b>	<b>2,115,002</b>	<b>5,183,034</b>	<b>-</b>	<b>14,204</b>	<b>145,891,325</b>	
<b>Accumulated Amortization, beginning of year</b>			71,437,375	916,292	1,783,057	5,484	17,060	<b>74,159,268</b>
<b>Changes for the Year</b>								
Increase: Amortization for the Year			1,539,516	203,602	465,290	612	3,314	2,212,334
Decrease:								
Deemed Disposals			157,376	33,844	6,096	18,957		216,273
			-	157,376	33,844	6,096	18,957	216,273
<b>Accumulated Amortization, end of year</b>			<b>72,976,891</b>	<b>962,518</b>	<b>2,214,503</b>	<b>-</b>	<b>1,417</b>	<b>76,155,329</b>
<b>Tangible Capital Assets - Net</b>	<b>7,680,680</b>	<b>57,921,514</b>	<b>1,152,484</b>	<b>2,968,531</b>	<b>-</b>	<b>12,787</b>	<b>69,735,996</b>	

**School District No. 91 (Nechako Lakes)****Schedule 4B (Unaudited)**

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2025

	<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>	\$ 299,298	\$ 34,962	\$	\$	\$ 334,260
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	2,890,724	280,376			3,171,100
Deferred Capital Revenue - Other	3,262,765				3,262,765
	6,153,489	280,376	-	-	6,433,865
Decrease:					
Transferred to Tangible Capital Assets	2,800,526	315,338			3,115,864
	2,800,526	315,338	-	-	3,115,864
<b>Net Changes for the Year</b>	<b>3,352,963</b>	<b>(34,962)</b>	<b>-</b>	<b>-</b>	<b>3,318,001</b>
<b>Work in Progress, end of year</b>	<b>3,652,261</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>3,652,261</b>

# School District No. 91 (Nechako Lakes)

# Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2025

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
<b>Deferred Capital Revenue, beginning of year</b>	\$ 41,828,198	\$ 153,541	\$ 315,437	\$ 42,297,176
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,093,461			1,093,461
Transferred from Work in Progress	3,023,355	92,509		3,115,864
	4,116,816	92,509	-	4,209,325
Decrease:				
Amortization of Deferred Capital Revenue	2,343,705	18,110	27,409	2,389,224
	2,343,705	18,110	27,409	2,389,224
<b>Net Changes for the Year</b>	<b>1,773,111</b>	<b>74,399</b>	<b>(27,409)</b>	<b>1,820,101</b>
<b>Deferred Capital Revenue, end of year</b>	<b>43,601,309</b>	<b>227,940</b>	<b>288,028</b>	<b>44,117,277</b>
<b>Work in Progress, beginning of year</b>	<b>187,761</b>	<b>146,499</b>		<b>334,260</b>
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	3,171,100	3,262,765		6,433,865
	3,171,100	3,262,765	-	6,433,865
Decrease				
Transferred to Deferred Capital Revenue	3,023,355	92,509		3,115,864
	3,023,355	92,509	-	3,115,864
<b>Net Changes for the Year</b>	<b>147,745</b>	<b>3,170,256</b>	<b>-</b>	<b>3,318,001</b>
<b>Work in Progress, end of year</b>	<b>335,506</b>	<b>3,316,755</b>	<b>-</b>	<b>3,652,261</b>
<b>Total Deferred Capital Revenue, end of year</b>	<b>43,936,815</b>	<b>3,544,695</b>	<b>288,028</b>	<b>47,769,538</b>

# School District No. 91 (Nechako Lakes)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2025

Schedule 4D (Unaudited)

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
Balance, beginning of year	\$ 10,212	\$ 674,541	\$ 929,525	\$ -	\$ 9,995	\$ 1,624,273
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	4,335,575		3,239,320			7,574,895
	4,335,575	-	3,239,320	-	-	7,574,895
Decrease:						
Transferred to DCR - Capital Additions	1,093,461					1,093,461
Transferred to DCR - Work in Progress	3,171,100		3,262,765			6,433,865
	4,264,561	-	3,262,765	-	-	7,527,326
Net Changes for the Year	71,014	-	(23,445)	-	-	47,569
Balance, end of year	81,226	674,541	906,080	-	9,995	1,671,842