

Audited Financial Statements of

# **School District No. 38 (Richmond)**

And Independent Auditors' Report thereon

June 30, 2023

# School District No. 38 (Richmond)

June 30, 2023

## Table of Contents

Management Report .....	1
Independent Auditors' Report .....	2-5
Statement of Financial Position - Statement 1 .....	6
Statement of Operations - Statement 2 .....	7
Statement of Changes in Net Debt - Statement 4 .....	8
Statement of Cash Flows - Statement 5 .....	9
Notes to the Financial Statements .....	10-35
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited) .....	36
Schedule of Operating Operations - Schedule 2 (Unaudited) .....	37
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited) .....	38
Schedule 2B - Schedule of Operating Expense by Object (Unaudited) .....	39
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited) .....	40
Schedule of Special Purpose Operations - Schedule 3 (Unaudited) .....	42
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited) .....	43
Schedule of Capital Operations - Schedule 4 (Unaudited) .....	46
Schedule 4A - Tangible Capital Assets (Unaudited) .....	47
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited) .....	48
Schedule 4C - Deferred Capital Revenue (Unaudited) .....	49
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited) .....	50

# School District No. 38 (Richmond)

## MANAGEMENT REPORT

Version: 4912-4166-2184

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

The accompanying financial statements of School District No. 38 (Richmond) 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. 38 (Richmond) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a quarterly basis and externally audited financial statements yearly.

The external auditors, KPMG LLP, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 38 (Richmond) 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. 38 (Richmond)

	SEPT. 27, 2023
Signature of the Chairperson of the Board of Education	Date Signed
	SEPT. 27, 2023
Signature of the Superintendent	Date Signed
	SEPT. 27, 2023
Signature of the Secretary, Treasurer	Date Signed



KPMG LLP  
11<sup>th</sup> Floor, 777 Dunsmuir Street  
Vancouver BC V7Y 1K3  
Canada  
Telephone (604) 691-3000  
Fax (604) 691-3031

## INDEPENDENT AUDITOR'S REPORT

To the Board of Education of School District No. 38 (Richmond), and  
To the Minister of Education and Child Care, Province of British Columbia

### ***Opinion***

We have audited the financial statements of School District No. 38 (Richmond) (the "Entity"), which comprise:

- the statement of financial position as at June 30, 2023
- the statement of operations for the year then ended
- the statement of changes in net debt for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements as at and for the year ended June 30, 2023 of the Entity are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

### ***Basis for Opinion***

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

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

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

### ***Emphasis of Matter – Financial Reporting Framework***

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

Our opinion is not modified in respect of this matter.



### ***Emphasis of Matter – Comparative Information***

We draw attention to Note 25 to the financial statements which explains that certain comparative information presented for the year ended June 30, 2022 has been restated. Note 25 explains the reason for the restatement and also explains the adjustments that were applied to restate certain comparative information.

Our opinion is not modified in respect of this matter.

### ***Other Matter – Comparative Information***

As part of our audit of the financial statements for the year ended June 30, 2023, we also audited the adjustments that were applied to restate certain comparative information presented for the year ended June 30, 2022. In our opinion, such adjustments are appropriate and have been properly applied.

### ***Other Information***

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

- Information, other than the financial statements and auditor's report thereon, included in the Financial Statement Discussion and Analysis document
- Unaudited Schedules 1-4 attached to the audited financial statements

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

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

We obtained the information, other than the financial statements and auditor's report thereon, included in the Financial Statement Discussion and Analysis document and the Unaudited Schedules 1-4 attached to the audited financial statements as at the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in the auditor's report.

We have nothing to report in this regard.



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

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

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

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

## ***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 the financial statements.

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

We also:

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

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

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Entity's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Entity's ability



to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our 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 Entity to cease to continue as a going concern.

- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*KPMG LLP*

Chartered Professional Accountants

Vancouver, Canada  
September 28, 2023

**School District No. 38 (Richmond)**

Statement of Financial Position  
As at June 30, 2023

	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$
<b>Financial Assets</b>		
Cash and Cash Equivalents (Note 3)	146,770,546	140,484,877
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	329,107	540,767
Other (Note 4)	3,941,204	3,849,534
Portfolio Investments (Note 5)	741,904	737,078
<b>Total Financial Assets</b>	<b>151,782,761</b>	<b>145,612,256</b>
<b>Liabilities</b>		
Accounts Payable and Accrued Liabilities		
Other (Note 6)	28,413,892	26,969,613
Unearned Revenue (Note 7)	17,364,546	12,941,430
Deferred Revenue (Note 8)	8,186,374	7,807,115
Deferred Capital Revenue (Note 9)	283,416,877	266,748,724
Employee Future Benefits (Note 10)	13,896,234	13,162,661
Asset Retirement Obligation (Note 18)	24,175,727	24,175,727
Capital Lease Obligations (Note 11)	4,462,210	4,273,973
<b>Total Liabilities</b>	<b>379,915,860</b>	<b>356,079,243</b>
<b>Net Debt</b>	<b>(228,133,099)</b>	<b>(210,466,987)</b>
<b>Non-Financial Assets</b>		
Tangible Capital Assets (Note 12)	393,862,677	372,093,922
Prepaid Expenses	742,245	749,407
<b>Total Non-Financial Assets</b>	<b>394,604,922</b>	<b>372,843,329</b>
<b>Accumulated Surplus (Deficit) (Note 20)</b>	<b>166,471,823</b>	<b>162,376,342</b>
<b>Accumulated Surplus (Deficit) is comprised of:</b>		
Accumulated Surplus (Deficit) from Operations	166,471,823	162,376,342
Accumulated Remeasurement Gains (Losses)	166,471,823	162,376,342

Contractual Obligations (Note 24)  
Contingent Liabilities (Note 17)

Approved by the Board

\_\_\_\_\_  
Signature of the Chairperson of the Board of Education

SEPT. 27, 2023  
Date Signed

\_\_\_\_\_  
Signature of the Superintendent

SEPT. 27, 2023  
Date Signed

\_\_\_\_\_  
Signature of the Secretary/Treasurer

SEPT. 27, 2023  
Date Signed



**School District No. 38 (Richmond)**

Statement of Operations  
Year Ended June 30, 2023

	2023 Budget (Note 16) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	264,459,338	267,669,758	242,386,298
Other	54,100	386,849	262,614
Federal Grants	1,750,320	1,705,717	1,629,732
Tuition	17,146,212	16,819,979	15,989,604
Other Revenue	6,534,516	7,785,110	5,386,963
Rentals and Leases	1,409,638	1,537,002	1,223,337
Investment Income	4,369,590	4,911,902	1,370,828
Amortization of Deferred Capital Revenue	10,540,754	10,531,945	9,874,622
<b>Total Revenue</b>	<u>306,264,468</u>	<u>311,348,262</u>	<u>278,123,998</u>
<b>Expenses (Note 19)</b>			
Instruction	249,680,948	249,205,481	226,484,691
District Administration	7,959,948	7,677,771	7,295,024
Operations and Maintenance	47,269,477	48,452,457	46,761,650
Transportation and Housing	1,856,755	1,706,082	1,744,597
Debt Services	204,000	210,990	172,187
<b>Total Expense</b>	<u>306,971,128</u>	<u>307,252,781</u>	<u>282,458,149</u>
<b>Surplus (Deficit) for the year</b>	<u>(706,660)</u>	<u>4,095,481</u>	<u>(4,334,151)</u>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<u>162,376,342</u>	<u>166,710,493</u>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<u>166,471,823</u>	<u>162,376,342</u>

**School District No. 38 (Richmond)**

Statement of Changes in Net Debt  
Year Ended June 30, 2023

	2023 Budget (Note 16) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Surplus (Deficit) for the year</b>	<u>(706,660)</u>	<u>4,095,481</u>	<u>(4,334,151)</u>
<b>Effect of change in Tangible Capital Assets</b>			
Acquisition of Tangible Capital Assets	(46,558,660)	(39,830,613)	(38,008,920)
Amortization of Tangible Capital Assets	18,272,501	18,061,858	16,984,359
<b>Total Effect of change in Tangible Capital Assets</b>	<u>(28,286,159)</u>	<u>(21,768,755)</u>	<u>(21,024,561)</u>
Acquisition of Prepaid Expenses		(742,245)	(749,407)
Use of Prepaid Expenses		749,407	523,757
<b>Total Effect of change in Other Non-Financial Assets</b>	<u>-</u>	<u>7,162</u>	<u>(225,650)</u>
<b>(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)</b>	<u>(28,992,819)</u>	<u>(17,666,112)</u>	<u>(25,584,362)</u>
<b>Net Remeasurement Gains (Losses)</b>			
<b>(Increase) Decrease in Net Debt</b>		<u>(17,666,112)</u>	<u>(25,584,362)</u>
<b>Net Debt, beginning of year</b>		<u>(210,466,987)</u>	<u>(184,882,625)</u>
<b>Net Debt, end of year</b>		<u>(228,133,099)</u>	<u>(210,466,987)</u>

# School District No. 38 (Richmond)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund  
Year Ended June 30, 2023

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	13,114,365		149,261,977	162,376,342	190,813,219
Prior Period Adjustments					(24,102,726)
Accumulated Surplus (Deficit), beginning of year, as restated	13,114,365	-	149,261,977	162,376,342	166,710,493
<b>Changes for the year</b>					
Surplus (Deficit) for the year	9,185,640	929,262	(6,019,421)	4,095,481	(4,334,151)
Interfund Transfers	(513,403)	(929,262)	1,442,665	-	-
Tangible Capital Assets Purchased	(7,344,583)		7,344,583	-	-
Local Capital	1,327,654	-	2,767,827	4,095,481	(4,334,151)
Net Changes for the year	14,442,019	-	152,029,804	166,471,823	162,376,342

# School District No. 38 (Richmond)

Statement of Cash Flows  
Year Ended June 30, 2023

	2023 Actual	2022 Actual
		(Restated - Note 25)
	\$	\$
<b>Operating Transactions</b>		
Surplus (Deficit) for the year	4,095,481	(4,334,151)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	119,990	(658,007)
Prepaid Expenses	7,162	(225,650)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	1,444,280	(1,880,243)
Unearned Revenue	4,423,116	1,067,427
Deferred Revenue	379,259	469,624
Employee Future Benefits	733,573	320,056
Amortization of Tangible Capital Assets	18,061,858	16,984,359
Amortization of Deferred Capital Revenue	(10,531,945)	(9,874,622)
<b>Total Operating Transactions</b>	<u>18,732,774</u>	<u>1,868,793</u>
<b>Capital Transactions</b>		
Tangible Capital Assets Purchased	(17,247,434)	(9,238,178)
Tangible Capital Assets -WIP Purchased	(19,809,159)	(25,131,957)
<b>Total Capital Transactions</b>	<u>(37,056,593)</u>	<u>(34,370,135)</u>
<b>Financing Transactions</b>		
Capital Revenue Received	27,200,098	29,861,859
Capital Lease Payments	(2,585,784)	(2,783,496)
<b>Total Financing Transactions</b>	<u>24,614,314</u>	<u>27,078,363</u>
<b>Investing Transactions</b>		
Investments in Portfolio Investments	(4,826)	34,400
<b>Total Investing Transactions</b>	<u>(4,826)</u>	<u>34,400</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>6,285,669</u>	<u>(5,388,579)</u>
<b>Cash and Cash Equivalents, beginning of year (Note 3)</b>	<u>140,484,877</u>	<u>145,873,456</u>
<b>Cash and Cash Equivalents, end of year</b>	<u>146,770,546</u>	<u>140,484,877</u>
<b>Cash and Cash Equivalents, end of year, is made up of:</b>		
Cash (Note 3)	23,571,980	19,935,570
Cash Equivalents (Note 3)	123,198,566	120,549,307
	<u>146,770,546</u>	<u>140,484,877</u>
Supplementary Cash Flow Information (Note 23)		

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 1      AUTHORITY AND PURPOSE**

The School District, established on April 12, 1946, operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 38 (Richmond)", and operates as "School District No. 38 (Richmond)." 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 (MECC). School District No. 38 (Richmond) is exempt from federal and provincial corporate income taxes.

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

a) Basis of Accounting

The 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(f) and 2(n).

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(f) and 2(n), 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. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

a) Basis of Accounting (Continued)

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

Year-ended June 30, 2022 - increase in annual surplus by \$19,987,237.

June 30, 2022 - increase in accumulated surplus and decrease in deferred contributions by \$266,748,724.

Year-ended June 30, 2023 - increase in annual surplus by \$16,668,153.

June 30, 2023 - increase in accumulated surplus and decrease in deferred contributions by \$283,416,877.

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

d) Portfolio Investments

The School District has investments in Guaranteed Investment Certificates (GIC's) and term deposits that have a maturity of greater than 3 months at the time of acquisition. These investments are not quoted in an active market and are reported at amortized cost, and the associated transaction costs are added to the carrying value of these investments upon initial recognition.

e) Unearned Revenue

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

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

f) 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(n).

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

g) Employee Future Benefits

i) Post-Employment 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 (EARSL) of active employees covered under the plan.

ii) Pension Plans:

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.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

**h) 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 School District's asset retirement obligations include 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 estimated costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see Note 2(j)). Assumptions used in the calculations are reviewed annually.

**i) Liability for Contaminated Sites**

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of 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 standards;
- 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.

**j) 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.



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

j) Tangible Capital Assets (Continued)

- Donated tangible capital assets are recorded at their fair 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.
- 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 lives are as follows:

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

k) 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 a leased tangible capital 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.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

l) Prepaid Expenses

Prepaid fees and dues, licenses, and rent are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

m) Funds and Reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes (see Note 20 - Accumulated Surplus). Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 14 - Interfund Transfers).

n) 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.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

n) Revenue Recognition (Continued)

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

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

o) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes interest charged on capital leases.

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.

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.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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

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.

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

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, 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 and amortized using the effective interest rate method. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations.

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. Areas requiring the use of management estimates relate to the potential impairment of assets, asset retirement obligation, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

**SCHOOL DISTRICT NO. 38 (RICHMOND)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

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

r) Future Changes in Accounting Policies

*PS3400 Revenue* issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as “exchange transactions”, and transactions that do not have performance obligations, referred to as “non-exchange transactions”.

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

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

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

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

**NOTE 3 CASH AND CASH EQUIVALENTS**

	2023	2022
Cash – Operating Fund	\$18,986,120	\$15,980,977
Cash – Special Purpose Fund	4,585,860	3,954,593
Cash Equivalents – Special Purpose Fund	1,182	1,189
Central Deposit Investment	123,095,496	120,446,230
Investments held by Richmond Community Foundation	101,888	101,888
	\$146,770,546	\$140,484,877

During fiscal 2012, the School District transferred scholarship funds to the Richmond Community Foundation. Richmond Community Foundation will retain, invest and have disbursed scholarships on behalf of the School District, in exchange for an administration fee. The funds will be invested in pooled funds with the Foundation’s other assets.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 4      ACCOUNTS RECEIVABLE - OTHER**

	2023	2022
Due from Federal Government	\$1,170,760	\$983,812
Due from Benefit Carrier - unrestricted deposit account	2,401,991	2,659,560
Other	368,453	206,162
	\$3,941,204	\$3,849,534

The amount due from the Benefit Carrier - unrestricted deposit account represents surplus funds in excess of the required reserves held by the Benefit Carrier.

**NOTE 5      PORTFOLIO INVESTMENTS**

Guaranteed Investment Certificates (GIC's) included in portfolio investments are held with local banking institutions and earn average interest at 3.77% (2022 – 1.14%).

	2023	2022
GIC's	\$741,904	\$737,078
	\$741,904	\$737,078

**NOTE 6      ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER**

	2023	2022
Trade payables	\$7,184,637	\$6,532,874
Salaries and benefits payable	18,156,118	16,781,772
Accrued vacation pay	2,416,386	3,186,255
Other	656,751	468,712
	\$28,413,892	\$26,969,613

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 7      UNEARNED REVENUE**

	2023	2022
Balance, beginning of year	\$12,941,430	\$11,874,003
Fees received	21,243,095	17,057,031
Fees recognized as revenue	(16,819,979)	(15,989,604)
Balance, end of year	\$17,364,546	\$12,941,430

**NOTE 8      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.

	2023	2022
Balance, beginning of year	\$7,807,115	\$7,337,491
Changes for the year:		
Increase:		
Provincial grants - MECC	49,871,321	42,408,522
Federal grants	1,720,575	1,634,094
Other revenue	7,198,595	4,841,562
Investment income	48,248	12,315
	58,838,739	48,896,493
Decrease:		
Transfers to revenue	(58,459,480)	(48,426,869)
Balance, end of year	\$8,186,374	\$7,807,115

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 9 DEFERRED CAPITAL REVENUE**

Deferred capital revenue (DCR) 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.

	2023	2022
Balance, beginning of year	\$266,748,724	\$246,761,487
Changes for the year:		
Increase:		
Transfer from Deferred Revenue - capital additions	9,245,340	6,437,713
Transfer from Deferred Revenue - work in progress	16,251,240	21,487,483
Provincial grants - MECC	25,284,336	29,459,594
Other revenue	1,273,354	251,618
Investment income	642,408	150,647
	<u>52,696,678</u>	<u>57,787,055</u>
Decrease:		
Transfer to DCR - capital additions	(9,245,340)	(6,437,713)
Transfer to DCR – work in progress	(16,251,240)	(21,487,483)
Amortization	(10,531,945)	(9,874,622)
	<u>(36,028,525)</u>	<u>(37,799,818)</u>
Balance, end of year	<u>\$283,416,877</u>	<u>\$266,748,724</u>

**NOTE 10 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.

	2023	2022
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation - April 1	\$15,838,686	\$12,985,339
Service Cost	1,264,163	1,243,781
Interest Cost	515,958	336,135
Benefit Payments	(1,653,217)	(853,297)
Decrease in Obligation due to Plan Amendment	-	(463,786)
Actuarial (Gain) Loss	(930,154)	2,590,514
Accrued Benefit Obligation - March 31	<u>\$15,035,436</u>	<u>\$15,838,686</u>



**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 10 EMPLOYEE FUTURE BENEFITS (Continued)**

	2023	2022
<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation - March 31	\$15,035,436	\$15,838,686
Market Value of Plan Assets - March 31	-	-
Funded Status - Deficit	(15,035,436)	(15,838,686)
Employer Contributions After Measurement Date	216,212	543,110
Benefit Expense After Measurement Date	(463,143)	(445,030)
Unamortized Net Actuarial Loss	1,386,133	2,577,945
Accrued Benefit Liability - June 30	\$(13,896,234)	\$(13,162,661)

<b>Reconciliation of Change in Accrued Benefit Liability</b>		
Accrued Benefit Liability - July 1	\$13,162,661	\$12,842,605
Net Expense for Fiscal Year	2,059,891	1,509,339
Employer Contributions	(1,326,318)	(1,189,283)
Accrued Benefit Liability - June 30	\$13,896,234	\$13,162,661

<b>Components of Net Benefit Expense</b>		
Service Cost	\$1,258,015	\$1,248,877
Interest Cost	540,219	381,090
Immediate Recognition of Plan Amendment	-	(463,786)
Amortization of Net Actuarial Loss	261,657	343,158
Net Benefit Expense	\$2,059,891	\$1,509,339

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

	2023	2022
Discount Rate - April 1	3.25%	2.50%
Discount Rate - March 31	4.00%	3.25%
Long Term Salary Growth - April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth - March 31	2.50% + seniority	2.50% + seniority
EARSLS - March 31	10.4	10.4

The impact of changes in assumptions between the March 31, 2023, measurement date and June 30, 2023, reporting date have been considered and are not considered to be material.

The most recent valuation of the obligation was performed at March 31, 2022 and projected to March 31, 2025. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31, adjusted for transactions to June 30, was adopted for all periods subsequent to July 1, 2004.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 11 CAPITAL LEASE OBLIGATIONS**

The School District has obligations under capital leases. The present value of future minimum lease payments, rates of interest and end dates of these leases are shown below:

	2023	2022
De Lage Landen Financial Services Canada Inc., with interest at 6.23%, expired May 15, 2023	\$ -	\$413,607
Macquarie Financial, with interest at 1.51%, expires Dec.1, 2023	52,989	153,808
Macquarie Financial, with interest at 1.51%, expires March 1, 2024	90,263	205,838
Macquarie Financial, with interest at 1.51%, expires March 1, 2024	116,995	231,571
Macquarie Financial, with interest at 1.51%, expires September 1, 2024	49,694	101,913
Macquarie Financial, with interest at 1.51%, expires November 1, 2024	44,789	81,797
Macquarie Financial, with interest at .005%, expires June 1, 2024	12,532	29,240
Macquarie Financial, with interest at .005%, expires September 1, 2024	31,535	63,069
CSI EPC, with interest at 5.84%, expired December 1, 2022	-	14,245
CSI EPC, with interest at 4.60%, expires February 1, 2024	46,437	104,766
CSI EPC, with interest at 5.16%, expired November 30, 2022	-	13,985
CSI EPC, with interest at 3.91%, expires March 31, 2024	55,126	101,003
CSI EPC, with interest at 2.67%, expires May 31, 2024	191,762	345,527
CSI EPC, with interest at 2.67%, expires August 31, 2024	364,761	628,611
CSI EPC, with interest at 3.15%, expires May 30, 2024	148,695	273,346
CSI EPC, with interest at 3.15%, expires December 31, 2024	66,929	99,802
CSI EPC, with interest at 3.15%, expires March 31, 2025	339,919	524,135
CSI EPC, with interest at 3.95%, expires December 31, 2024	169,732	256,208
CSI EPC, with interest at 3.00%, expires February 28, 2025	345,774	515,576
CSI EPC, with interest at 3.95%, expires July 31, 2025	83,995	115,926
CSI EPC, with interest at 4.01%, expires August 31, 2025	414,512	-
CSI EPC, with interest at 4.01%, expires August 31, 2025	1,122,900	-
CSI EPC, with interest at 4.01%, expires August 31, 2025	280,929	-
CSI EPC, with interest at 6.01%, expires November 30, 2025	70,135	-
CSI EPC, with interest at 6.06%, expires February 28, 2026	89,482	-
CSI EPC, with interest at 5.70%, expires March 31, 2026	272,325	-
	\$4,462,210	\$4,273,973

Repayments are due as follows:

	2023
2024	\$2,756,317
2025	1,710,195
2026	182,167
Total minimum lease payments	\$4,648,679
Less amounts representing interest	186,469
Present value of net minimum capital lease payments	\$4,462,210

Total interest on leases for the year was \$210,990 (2022 - \$172,187).

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 12 TANGIBLE CAPITAL ASSETS**

**Net Book Value:**

	Net Book Value 2023	Net Book Value 2022
Sites	\$55,169,613	\$55,169,613
Buildings	320,479,789	298,673,433
Furniture & Equipment	6,684,016	6,981,444
Vehicles	2,118,397	1,454,476
Computer Software	183,569	202,104
Computer Hardware	9,227,293	9,612,852
<b>Total</b>	<b>\$393,862,677</b>	<b>\$372,093,922</b>

**June 30, 2023**

Cost:	Opening Cost	Additions	Disposals/ Transfers	Total 2023
Sites	\$55,169,613	\$ -	\$ -	\$55,169,613
Buildings	563,404,802	19,616,635	-	583,021,437
Buildings - WIP	11,126,347	19,809,159	(4,955,991)	25,979,515
Furniture & Equipment	11,846,227	891,513	(805,152)	11,932,588
Vehicles	3,476,315	1,047,560	(480,788)	4,043,087
Computer Software	418,325	66,900	(49,192)	436,033
Computer Hardware	18,706,577	3,354,837	(4,039,704)	18,021,710
<b>Total</b>	<b>\$664,148,206</b>	<b>\$44,786,604</b>	<b>\$(10,330,827)</b>	<b>\$698,603,983</b>

Accumulated Amortization:	Opening Accumulated Amortization	Additions	Disposals	Total 2023
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	275,857,716	12,663,447	-	288,521,163
Furniture & Equipment	4,864,783	1,188,941	(805,152)	5,248,572
Vehicles	2,021,839	383,639	(480,788)	1,924,690
Computer Software	216,221	85,435	(49,192)	252,464
Computer Hardware	9,093,725	3,740,396	(4,039,704)	8,794,417
<b>Total</b>	<b>\$292,054,284</b>	<b>\$18,061,857</b>	<b>\$(5,374,836)</b>	<b>\$304,741,306</b>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 12 TANGIBLE CAPITAL ASSETS (Continued)**

**June 30, 2022**

Cost:	Opening Cost	Asset Retirement Obligations (see Note 25)	Additions	Disposals	Transfers (WIP)	Total 2022 (Restated-Note 25)
Sites	\$55,169,613	\$ -	\$ -	\$ -	\$ -	\$55,169,613
Buildings	487,317,051	24,175,727	51,912,024	-	-	563,404,802
Buildings - WIP	31,065,744	-	25,131,957	-	(45,071,354)	11,126,347
Furniture & Equipment	11,579,281	-	1,572,530	(1,305,584)	-	11,846,227
Vehicles	3,561,501	-	214,850	(300,036)	-	3,476,315
Computer Software	562,304	-	64,661	(208,640)	-	418,325
Computer Hardware	16,311,597	-	4,184,252	(1,789,272)	-	18,706,577
<b>Total</b>	<b>\$605,567,091</b>	<b>\$24,175,727</b>	<b>\$83,080,274</b>	<b>\$(3,603,532)</b>	<b>\$(45,071,354)</b>	<b>\$664,148,206</b>

Accumulated Amortization	Opening Accumulated Amortization	Asset Retirement Obligations (see Note 25)	Annual Amortization	Disposals	Total 2022 (Restated-Note 25)
Sites	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings	239,968,910	24,102,726	11,786,080	-	275,857,716
Furniture & Equipment	4,999,093	-	1,171,274	(1,305,584)	4,864,783
Vehicles	1,962,317	-	359,558	(300,036)	2,021,839
Computer Software	326,799	-	98,062	(208,640)	216,221
Computer Hardware	7,313,612	-	3,569,385	(1,789,272)	9,093,725
<b>Total</b>	<b>\$254,570,731</b>	<b>\$24,102,726</b>	<b>\$16,984,359</b>	<b>\$(3,603,532)</b>	<b>\$292,054,284</b>

- Included in capital assets is equipment under capital lease with a cost of \$13,100,392 (2022 - \$13,088,521) and accumulated amortization of \$6,236,449 (2022 - \$6,146,937).
- Buildings - work in progress (WIP) having a value of \$25,979,515 (2022 - \$11,126,345) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 13     EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The board of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits provided are based on a formula. As at December 31, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As at December 31, 2022, the Municipal Pension Plan has about 240,000 active members, including approximately 30,000 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, 2020, indicated a \$1,584 million surplus for basic pension benefits on a going concern basis. The next valuation will be as at December 31, 2023.

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 next valuation will be as at December 31, 2024 with results available in 2025.

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 #38 (Richmond) paid \$20,944,362 (2022 - \$19,907,640) for employer contributions to these plans in the year ended June 30, 2023.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 14 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

	Operating Fund		Special Purpose Funds		Capital Fund	
	2023	2022	2023	2022	2023	2022
Funding Local Capital Reserve						
as permitted under School Act	\$(7,344,583)	\$(2,838,125)	\$ -	\$ -	\$7,344,583	\$2,838,125
Capital assets purchased	(513,403)	(705,874)	(929,262)	(1,320,344)	1,442,665	2,026,218
	<u>\$(7,857,986)</u>	<u>\$(3,543,999)</u>	<u>\$(929,262)</u>	<u>\$(1,320,344)</u>	<u>\$8,787,248</u>	<u>\$4,864,343</u>

**NOTE 15 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 16 BUDGET FIGURES**

Budget figures, included in the financial statements, are the School District's Amended Annual budget approved by the Board through the adoption of an Amended Annual Budget on February 22, 2023. Changes between the Annual Budget (approved by the Board on May 25, 2022) and the Amended Annual Budget are listed below:

	Annual Budget	Amended Budget	Change
Statement 2			
Total Revenue	\$277,161,878	\$306,264,468	\$29,102,590
Total Expense	283,603,353	306,971,128	23,367,775
Budgeted Deficit for the year	<u>\$(6,441,475)</u>	<u>\$(706,660)</u>	<u>\$5,734,815</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

**NOTE 16 BUDGET FIGURES (Continued)**

	Annual Budget	Amended Budget	Change
Statement 4			
Deficit for the year	\$(6,441,475)	\$(706,660)	\$5,734,815
Total Effect of change in Tangible Capital Assets	(12,139,521)	(28,286,159)	(16,146,638)
(Increase) Decrease in Net Financial Assets (Debt)	<u>\$(18,580,996)</u>	<u>\$(28,992,819)</u>	<u>\$(10,411,823)</u>

Significant changes between the annual and amended budget were:

Statement 2

Total Revenue

- Budgeted revenues were amended based on actual student enrolment, labour settlement funding, international student tuition fees revenue, investment income, increased classroom enhancement fund staffing grant, and one-time student & family affordability grant.

Total Expense

- Budgeted expenses were amended based on revised projections/cost estimates and labour settlement provisions, the additional staffing costs for the classroom enhancement fund staffing grant and increased expenses for the student & family affordability grant.

**NOTE 17 CONTINGENT LIABILITIES**

In the ordinary course of operations, the School District has legal proceedings brought against it. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

**NOTE 18 ASSET RETIREMENT OBLIGATION**

Legal liabilities exist for the removal and disposal of asbestos and other hazardous materials, such as lead piping, within some district owned buildings that will undergo major renovations or demolition in the future. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

	2023	2022 (Restated- see Note 25)
Asset Retirement Obligation		
Balance, beginning of year	\$24,175,727	\$24,175,727
Settlements during the year	-	-
Balance, end of year	<u>\$24,175,727</u>	<u>\$24,175,727</u>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**NOTE 19 EXPENSE BY OBJECT**

	2023	2022
Salaries and benefits	\$257,300,906	\$239,170,836
Services and supplies	31,679,027	26,130,767
Interest	210,990	172,187
Amortization	18,061,858	16,984,359
	\$307,252,781	\$282,458,149

**NOTE 20 ACCUMULATED SURPLUS**

Accumulated surplus balances are comprised of:

	2023	2022
Invested in Tangible Capital Assets	\$103,148,395	\$120,635,237
Prior Period Adjustment-Asset Retirement Obligation (Note 25)	-	(24,102,726)
	\$103,148,395	\$96,532,511
Local Capital Internally Restricted by Board for:		
Capital Lease Obligations	8,583,102	7,414,800
Current Capital Projects	19,952,023	24,890,590
Future Capital Projects	14,498,889	14,798,889
Under Review by Board	3,847,395	3,625,187
Contingency Reserve	2,000,000	2,000,000
Subtotal Internally Restricted	48,881,409	52,729,466
Total Capital Fund Accumulated Surplus	\$152,029,804	\$149,261,977
Operating Fund - Internally Restricted/Appropriated by Board for:		
Restricted Due to Nature of Constraints:		
Budget Appropriation	\$ -	\$1,896,023
Collective Agreement Obligations	395,919	389,191
Targeted Funding	1,614,120	1,155,279
School Generated Funds	2,400,000	2,270,000
Restricted for Anticipated Unusual Expenses:		
Addressing Learning Impacts	1,000,000	-
Emergency Preparedness Initiatives	1,860,000	-
Restricted for Multiple Years Operations:		
Support for Educational Plans	2,025,462	1,665,705
School Funds	2,193,554	2,629,765
Support for Operational Initiatives	1,736,571	1,158,076
Purchase Order Commitments	446,173	262,963
Subtotal Internally Restricted	\$13,671,799	\$11,427,002
Unrestricted Operating Surplus	770,220	1,687,363
Total Operating Fund Accumulated Surplus	\$14,442,019	\$13,114,365
Total Accumulated Surplus	\$166,471,823	\$162,376,342



**SCHOOL DISTRICT NO. 38 (RICHMOND)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

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**NOTE 21 OTHER REVENUE**

Other Revenue, shown on Statement 2, comprises the following:

	2023	2022
Operating Fund:		
Other School District/Education Authorities	\$504,000	\$504,000
Miscellaneous:		
Cafeteria	289,082	268,332
Miscellaneous	1,957	1,692
Recognition of Unrestricted School Generated Funds	130,000	-
	\$925,039	\$774,024
Special Purpose Funds:		
School Generated Funds	\$6,407,625	\$4,158,072
Scholarships and Bursaries	-	4,122
Educational Trust Funds	358,243	404,589
Strong Start	9,740	9,519
Just B4	59,403	-
	\$6,835,011	\$4,576,302
Capital Fund:		
Sale of Vehicles	\$ -	\$23,000
Long Range Facilities Plan	25,060	13,637
	\$25,060	\$36,637
 Total Other Revenue	 \$7,785,110	 \$5,386,963

**NOTE 22 ECONOMIC DEPENDENCE**

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

**NOTE 23 SUPPLEMENTARY CASH FLOW INFORMATION**

During the year, the School District had acquired tangible capital assets under capital leases of \$2,774,020 (2022 - \$3,638,785).

**SCHOOL DISTRICT NO. 38 (RICHMOND)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

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**NOTE 24 CONTRACTUAL OBLIGATIONS**

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

	2024	2025	2026
Approved Capital Projects - Unperformed Portion	\$7,305,722	\$9,333,000	\$370,727

**NOTE 25 PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY**

On July 1, 2022, the School District adopted Canadian public sector accounting standard PS 3280 Asset Retirement Obligations. This new standard addresses the recognition, measurement, presentation, and disclosure of legal obligations associated with the retirement of certain tangible capital assets such as asbestos removal in buildings that will undergo major renovations or demolition in the future (see Note 18 – Asset Retirement Obligation). This standard was adopted using the modified retroactive approach, which results in the restatement of the comparative information as at and for the year ended June 30, 2022.

The impact of the prior period adjustment on the June 30, 2022, comparative amounts is as follows:

	As Previously Stated	Increase (Decrease)	As Restated
Asset Retirement Obligation (Liability)	\$ -	\$24,175,727	\$24,175,727
Tangible Capital Asset – Cost	639,972,479	24,175,727	664,148,206
Tangible Capital Asset – Accumulated Amortization	267,951,558	24,102,726	292,054,284
Accumulated Surplus – Invested in Capital Assets, Opening	118,516,539	(24,102,726)	94,418,813
Accumulated Surplus – Invested in Capital Assets, Closing	120,635,237	(24,102,726)	96,532,511

**NOTE 26 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.

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.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

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**NOTE 26 RISK MANAGEMENT** *(Continued)*

a) Credit risk: (Continued)

The School District is exposed to credit risk in the event of non-performance by a debtor. This risk is mitigated as most amount receivables are due from the Province and are collectible. It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the School District invests solely in guaranteed investment certificates and term deposits.

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 the 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 primarily in guaranteed investment certificates and term deposits 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 2022 related to credit, market, or liquidity risks.

Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from its financial instruments. The fair values of these financial instruments approximate their carrying value, unless otherwise noted.

**SCHOOL DISTRICT NO. 38 (RICHMOND)  
NOTES TO FINANCIAL STATEMENTS  
YEAR ENDED JUNE 30, 2023**

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**NOTE 27    COMPARATIVE FIGURES**

Certain comparative figures have been restated where necessary to conform with the presentation and disclosures in the current period.

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**FINANCIAL STATEMENT PRESENTATION – BY FUND (UNAUDITED)**

While Canadian public sector accounting standards (“PSA Standards”) require that financial information for each fund be presented separately within the unaudited Schedules to these financial statements, there is no reporting requirement to provide segmented summary information.

Thus, for the reader’s ease of use of these financial statements, this information is presented below, for both the Statement of Financial Position and the Statement of Operations.

i) **Statement of Financial Position by Fund**

	Operating Fund	Special Purpose Funds	Capital Fund	Total June 30, 2023	Restated June 30, 2022
	\$	\$	\$	\$	\$
<b>Financial Assets</b>					
Cash and Cash Equivalents	142,081,616	4,688,930	-	146,770,546	140,484,877
Accounts Receivable					
Due from Province - MECC	-	329,107	-	329,107	540,767
Other	3,357,857	583,347	-	3,941,204	3,849,534
Portfolio Investments	-	741,904	-	741,904	737,078
<b>Total Financial Assets</b>	<b>145,439,473</b>	<b>6,343,288</b>	<b>-</b>	<b>151,782,761</b>	<b>145,612,256</b>
<b>Liabilities</b>					
Accounts Payable and Accrued Liabilities					
Due to Province - Other	-	-	-	-	-
Other	27,046,726	377,255	989,911	28,413,892	26,969,613
Due To/From	73,432,193	(2,220,341)	(71,211,852)	-	-
Unearned Revenue	17,364,546	-	-	17,364,546	12,941,430
Deferred Revenue	-	8,186,374	-	8,186,374	7,807,115
Deferred Capital Revenue	-	-	283,416,877	283,416,877	266,748,724
Employee Future Benefits	13,896,234	-	-	13,896,234	13,162,661
Asset Retirement Obligation	-	-	24,175,727	24,175,727	24,175,727
Capital Lease Obligations	-	-	4,462,210	4,462,210	4,273,973
<b>Total Liabilities</b>	<b>131,739,699</b>	<b>6,343,288</b>	<b>241,832,873</b>	<b>379,915,860</b>	<b>356,079,243</b>
<b>Net Financial Assets (Debt)</b>	<b>13,699,774</b>	<b>-</b>	<b>(241,832,873)</b>	<b>(228,133,099)</b>	<b>(210,466,987)</b>
<b>Non-Financial Assets</b>					
Tangible Capital Assets	-	-	393,862,677	393,862,677	372,093,922
Prepaid Expenses	742,245	-	-	742,245	749,407
<b>Total Non-Financial Assets</b>	<b>742,245</b>	<b>-</b>	<b>393,862,677</b>	<b>394,604,922</b>	<b>372,843,329</b>
<b>Accumulated Surplus (Deficit)</b>	<b>14,442,019</b>	<b>-</b>	<b>152,029,804</b>	<b>166,471,823</b>	<b>162,376,342</b>

**SCHOOL DISTRICT NO. 38 (RICHMOND)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED JUNE 30, 2023**

**FINANCIAL STATEMENT PRESENTATION – BY FUND (UNAUDITED)**

ii) Statement of Operations by Fund

	2023				2023	2022
	Budget (Total)	Operating Fund	Special Purpose Funds	Capital Fund	Actual Total	Restated Total
	\$	\$	\$	\$	\$	\$
<b>Revenues</b>						
Provincial Grants						
Ministry of Education and Child Care	264,459,338	217,760,487	49,909,271	-	267,669,758	242,386,298
Other	54,100	386,849	-	-	386,849	262,614
Federal Grants	1,750,320	-	1,705,717	-	1,705,717	1,629,732
Tuition	17,146,212	16,819,979	-	-	16,819,979	15,989,604
Other Revenue	6,534,516	925,039	6,835,011	25,060	7,785,110	5,386,963
Rentals and Leases	1,409,638	1,537,002	-	-	1,537,002	1,223,337
Investment Income	4,369,590	3,205,999	9,481	1,696,422	4,911,902	1,370,828
Amortization of Deferred Capital Revenue	10,540,754	-	-	10,531,945	10,531,945	9,874,622
<b>Total Revenue</b>	<b>306,264,468</b>	<b>240,635,355</b>	<b>58,459,480</b>	<b>12,253,427</b>	<b>311,348,262</b>	<b>278,123,998</b>
<b>Expenses</b>						
Instruction	249,680,948	193,389,046	55,816,435	-	249,205,481	226,484,691
District Administration	7,959,948	6,612,679	1,065,092	-	7,677,771	7,295,024
Operations and Maintenance	47,269,477	30,125,547	648,691	17,678,219	48,452,457	46,761,650
Transportation and Housing	1,856,755	1,322,443	-	383,639	1,706,082	1,744,597
Debt Services	204,000	-	-	210,990	210,990	172,187
<b>Total Expense</b>	<b>306,971,128</b>	<b>231,449,715</b>	<b>57,530,218</b>	<b>18,272,848</b>	<b>307,252,781</b>	<b>282,458,149</b>
<b>Surplus (Deficit) for the year</b>	<b>(706,660)</b>	<b>9,185,640</b>	<b>929,262</b>	<b>(6,019,421)</b>	<b>4,095,481</b>	<b>(4,334,151)</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year</b>		<b>13,114,365</b>	<b>-</b>	<b>149,261,977</b>	<b>162,376,342</b>	<b>190,813,219</b>
<b>Prior Period Adjustment:</b>						
<b>To Recognize Asset Retirement Obligation</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(24,102,726)</b>
<b>Accumulated Surplus (Deficit) from Operations, beginning of year, as restated</b>		<b>13,114,365</b>	<b>-</b>	<b>149,261,977</b>	<b>162,376,342</b>	<b>166,710,493</b>
<b>Interfund Transfers (Note 14)</b>		<b>(7,857,986)</b>	<b>(929,262)</b>	<b>8,787,248</b>	<b>-</b>	<b>-</b>
<b>Accumulated Surplus (Deficit) from Operations, end of year</b>		<b>14,442,019</b>	<b>-</b>	<b>152,029,804</b>	<b>166,471,823</b>	<b>162,376,342</b>

# School District No. 38 (Richmond)

## Schedule of Operating Operations

Year Ended June 30, 2023

Schedule 2 (Unaudited)

	2023 Budget (Note 16) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	214,016,535	217,760,487	200,177,778
Other	54,100	386,849	262,614
Tuition	17,146,212	16,819,979	15,989,604
Other Revenue	757,356	925,039	774,024
Rentals and Leases	1,409,638	1,537,002	1,223,337
Investment Income	2,840,590	3,205,999	786,256
<b>Total Revenue</b>	<u>236,224,431</u>	<u>240,635,355</u>	<u>219,213,613</u>
<b>Expenses</b>			
Instruction	194,208,018	193,389,046	181,452,034
District Administration	7,007,209	6,612,679	6,316,581
Operations and Maintenance	28,731,245	30,125,547	28,345,883
Transportation and Housing	1,452,663	1,322,443	1,385,038
<b>Total Expense</b>	<u>231,399,135</u>	<u>231,449,715</u>	<u>217,499,536</u>
<b>Operating Surplus (Deficit) for the year</b>	<u>4,825,296</u>	<u>9,185,640</u>	<u>1,714,077</u>
<b>Budgeted Appropriation (Retirement) of Surplus (Deficit)</b>	<u>1,759,744</u>		
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased		(513,403)	(705,874)
Local Capital	(6,585,040)	(7,344,583)	(2,838,125)
<b>Total Net Transfers</b>	<u>(6,585,040)</u>	<u>(7,857,986)</u>	<u>(3,543,999)</u>
<b>Total Operating Surplus (Deficit), for the year</b>	<u>-</u>	<u>1,327,654</u>	<u>(1,829,922)</u>
<b>Operating Surplus (Deficit), beginning of year</b>		13,114,365	14,944,287
<b>Operating Surplus (Deficit), end of year</b>		<u>14,442,019</u>	<u>13,114,365</u>
<b>Operating Surplus (Deficit), end of year</b>			
Internally Restricted (Note 20)		13,671,799	11,427,002
Unrestricted		770,220	1,687,363
<b>Total Operating Surplus (Deficit), end of year</b>		<u>14,442,019</u>	<u>13,114,365</u>

# School District No. 38 (Richmond)

Schedule 2A (Unaudited)

## Schedule of Operating Revenue by Source

Year Ended June 30, 2023

	2023 Budget (Note 16)	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$	\$
<b>Provincial Grants - Ministry of Education and Child Care</b>			
Operating Grant, Ministry of Education and Child Care	204,948,739	205,683,445	196,756,452
Other Ministry of Education and Child Care Grants			
Pay Equity	2,215,706	2,215,706	2,215,706
Funding for Graduated Adults	246,150	404,915	431,951
Student Transportation Fund	21,608	21,608	21,608
Support Staff Benefits Grant	224,695	230,836	224,695
FSA Scorer Grant	27,292	27,292	27,292
Early Learning Framework (ELF) Implementation	3,168	3,168	4,104
Labour Settlement Funding	5,921,307	8,479,460	
Integrated Child and Youth Teams	407,870	694,057	495,970
<b>Total Provincial Grants - Ministry of Education and Child Care</b>	<b>214,016,535</b>	<b>217,760,487</b>	<b>200,177,778</b>
<b>Provincial Grants - Other</b>	<b>54,100</b>	<b>386,849</b>	<b>262,614</b>
<b>Tuition</b>			
Summer School Fees	254,179	254,179	195,140
Continuing Education	913,033	937,846	911,830
International and Out of Province Students	15,979,000	15,627,954	14,882,634
<b>Total Tuition</b>	<b>17,146,212</b>	<b>16,819,979</b>	<b>15,989,604</b>
<b>Other Revenues</b>			
Other School District/Education Authorities	504,000	504,000	504,000
Miscellaneous			
Cafeteria	251,856	289,082	268,332
Miscellaneous	1,500	1,957	1,692
Recognition of Unrestricted School Generated Funds		130,000	
<b>Total Other Revenue</b>	<b>757,356</b>	<b>925,039</b>	<b>774,024</b>
<b>Rentals and Leases</b>	<b>1,409,638</b>	<b>1,537,002</b>	<b>1,223,337</b>
<b>Investment Income</b>	<b>2,840,590</b>	<b>3,205,999</b>	<b>786,256</b>
<b>Total Operating Revenue</b>	<b>236,224,431</b>	<b>240,635,355</b>	<b>219,213,613</b>



# School District No. 38 (Richmond)

Schedule of Operating Expense by Object  
Year Ended June 30, 2023

Schedule 2B (Unaudited)

	2023 Budget (Note 16)	2023 Actual	2022 Actual (Restated - Note 25)
	\$	\$	\$
<b>Salaries</b>			
Teachers	98,639,291	95,722,095	92,250,310
Principals and Vice Principals	13,508,870	13,548,423	13,701,742
Educational Assistants	17,752,293	17,292,212	16,201,765
Support Staff	22,235,433	22,037,389	21,621,492
Other Professionals	6,317,640	6,403,064	5,963,090
Substitutes	9,357,279	11,587,316	9,134,873
<b>Total Salaries</b>	<b>167,810,806</b>	<b>166,590,499</b>	<b>158,873,272</b>
<b>Employee Benefits</b>	<b>42,306,571</b>	<b>43,367,259</b>	<b>39,212,925</b>
<b>Total Salaries and Benefits</b>	<b>210,117,377</b>	<b>209,957,758</b>	<b>198,086,197</b>
<b>Services and Supplies</b>			
Services	7,019,356	8,625,974	7,070,381
Student Transportation	14,172	14,189	4,088
Professional Development and Travel	1,133,730	790,324	569,890
Rentals and Leases	293,286	262,883	254,137
Dues and Fees	146,681	127,904	126,444
Insurance	529,534	591,255	476,883
Supplies	7,889,591	7,160,213	6,764,518
Utilities	4,255,408	3,919,215	4,146,998
<b>Total Services and Supplies</b>	<b>21,281,758</b>	<b>21,491,957</b>	<b>19,413,339</b>
<b>Total Operating Expense</b>	<b>231,399,135</b>	<b>231,449,715</b>	<b>217,499,536</b>

# School District No. 38 (Richmond)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	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	72,272,499	2,440,314		1,224,173		7,651,596	83,588,582
1.03 Career Programs	212,523			497,887			710,410
1.07 Library Services	1,707,603			658,822			2,366,425
1.08 Counselling	2,743,469						2,743,469
1.10 Special Education	8,184,078		17,292,212	33,130	149,492	1,915,124	27,574,036
1.30 English Language Learning	5,208,676			161,484			5,370,160
1.31 Indigenous Education	311,547			14,796		17,325	343,668
1.41 School Administration		10,597,929		4,849,183		458,676	15,905,788
1.60 Summer School	800,830	148,997		1,136		33,945	984,908
1.61 Continuing Education	659,679	190,897		197,333	101,135	310,807	1,459,851
1.62 International and Out of Province Students	3,621,191	19,744		196,068	705,381		4,542,384
1.64 Other							
<b>Total Function 1</b>	<b>95,722,095</b>	<b>13,397,881</b>	<b>17,292,212</b>	<b>7,834,012</b>	<b>956,008</b>	<b>10,387,473</b>	<b>145,589,681</b>
<b>4 District Administration</b>							
4.11 Educational Administration				201,927	1,854,287	3,862	2,060,076
4.40 School District Governance					216,042		216,042
4.41 Business Administration		150,542		963,646	1,758,888	281	2,873,357
<b>Total Function 4</b>	<b>-</b>	<b>150,542</b>	<b>-</b>	<b>1,165,573</b>	<b>3,829,217</b>	<b>4,143</b>	<b>5,149,475</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration				254,771	1,617,839	4,894	1,877,504
5.50 Maintenance Operations				11,230,496		1,128,032	12,358,528
5.52 Maintenance of Grounds				865,401			865,401
5.56 Utilities							
<b>Total Function 5</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,350,668</b>	<b>1,617,839</b>	<b>1,132,926</b>	<b>15,101,433</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation				687,136		62,774	749,910
<b>Total Function 7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>687,136</b>	<b>-</b>	<b>62,774</b>	<b>749,910</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>95,722,095</b>	<b>13,548,423</b>	<b>17,292,212</b>	<b>22,037,389</b>	<b>6,403,064</b>	<b>11,587,316</b>	<b>166,590,499</b>

# School District No. 38 (Richmond)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget	2022 Actual
	\$	\$	\$	\$	\$	\$	\$
<b>1 Instruction</b>							
1.02 Regular Instruction	83,589,582	22,846,584	106,435,166	3,337,359	109,772,525	112,570,175	104,547,158
1.03 Career Programs	710,410	182,825	893,235	348,341	1,241,576	1,396,915	1,137,462
1.07 Library Services	2,366,425	595,040	2,961,465	385,003	3,346,468	3,212,466	2,938,290
1.08 Counselling	2,743,469	637,317	3,380,786	7,759	3,389,545	3,366,276	2,956,615
1.10 Special Education	27,574,036	7,426,734	35,000,770	774,238	35,775,008	33,930,919	30,988,674
1.30 English Language Learning	5,370,160	1,391,000	6,761,160	43,663	6,804,823	6,884,755	7,688,127
1.31 Indigenous Education	343,668	90,983	434,651	89,720	524,371	536,145	419,405
1.41 School Administration	15,905,788	3,606,285	19,512,073	397,412	19,909,485	19,858,200	18,900,595
1.60 Summer School	984,908	183,554	1,168,462	30,448	1,198,910	1,162,461	1,101,216
1.61 Continuing Education	1,459,851	273,998	1,733,849	146,308	1,880,157	1,991,919	2,342,960
1.62 International and Out of Province Students	4,542,384	1,102,026	5,644,410	3,893,142	9,537,552	9,287,516	8,422,001
1.64 Other	-	-	-	9,626	9,626	10,271	9,531
<b>Total Function 1</b>	<b>145,589,681</b>	<b>38,336,346</b>	<b>183,926,027</b>	<b>9,463,019</b>	<b>193,389,046</b>	<b>194,208,018</b>	<b>181,452,034</b>
<b>4 District Administration</b>							
4.11 Educational Administration	2,060,076	399,298	2,459,374	197,332	2,656,706	2,945,444	2,647,900
4.40 School District Governance	216,042	12,980	229,022	127,343	356,365	377,337	332,922
4.41 Business Administration	2,873,357	641,408	3,514,765	84,843	3,599,608	3,684,428	3,335,759
<b>Total Function 4</b>	<b>5,149,475</b>	<b>1,053,686</b>	<b>6,203,161</b>	<b>409,518</b>	<b>6,612,679</b>	<b>7,007,209</b>	<b>6,316,581</b>
<b>5 Operations and Maintenance</b>							
5.41 Operations and Maintenance Administration	1,877,504	416,220	2,293,724	1,013,077	3,306,801	3,436,239	3,137,283
5.50 Maintenance Operations	12,358,528	3,105,992	15,464,520	6,028,763	21,493,283	19,735,599	19,744,066
5.52 Maintenance of Grounds	865,401	219,004	1,084,405	321,843	1,406,248	1,303,999	1,317,536
5.56 Utilities	-	-	-	3,919,215	3,919,215	4,255,408	4,146,998
<b>Total Function 5</b>	<b>15,101,433</b>	<b>3,741,216</b>	<b>18,842,649</b>	<b>11,282,898</b>	<b>30,125,547</b>	<b>28,731,245</b>	<b>28,345,883</b>
<b>7 Transportation and Housing</b>							
7.70 Student Transportation	749,910	236,011	985,921	336,522	1,322,443	1,452,663	1,385,038
<b>Total Function 7</b>	<b>749,910</b>	<b>236,011</b>	<b>985,921</b>	<b>336,522</b>	<b>1,322,443</b>	<b>1,452,663</b>	<b>1,385,038</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>166,590,499</b>	<b>43,367,259</b>	<b>209,957,758</b>	<b>21,491,957</b>	<b>231,449,715</b>	<b>231,399,135</b>	<b>217,499,536</b>

# School District No. 38 (Richmond)

## Schedule of Special Purpose Operations

Year Ended June 30, 2023

Schedule 3 (Unaudited)

	2023 Budget (Note 16) \$	2023 Actual \$	2022 Actual (Restated - Note 25) \$
<b>Revenues</b>			
Provincial Grants			
Ministry of Education and Child Care	50,442,803	49,909,271	42,208,520
Federal Grants	1,750,320	1,705,717	1,629,732
Other Revenue	5,777,160	6,835,011	4,576,302
Investment Income	29,000	9,481	12,315
<b>Total Revenue</b>	<u>57,999,283</u>	<u>58,459,480</u>	<u>48,426,869</u>
<b>Expenses</b>			
Instruction	55,472,930	55,816,435	45,032,657
District Administration	952,739	1,065,092	978,443
Operations and Maintenance	669,823	648,691	1,095,425
<b>Total Expense</b>	<u>57,095,492</u>	<u>57,530,218</u>	<u>47,106,525</u>
<b>Special Purpose Surplus (Deficit) for the year</b>	<u>903,791</u>	<u>929,262</u>	<u>1,320,344</u>
<b>Net Transfers (to) from other funds</b>			
Tangible Capital Assets Purchased	(903,791)	(929,262)	(1,320,344)
<b>Total Net Transfers</b>	<u>(903,791)</u>	<u>(929,262)</u>	<u>(1,320,344)</u>
<b>Total Special Purpose Surplus (Deficit) for the year</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Special Purpose Surplus (Deficit), beginning of year</b>			
<b>Special Purpose Surplus (Deficit), end of year</b>		<u>-</u>	<u>-</u>

**School District No. 38 (Richmond)**  
 Changes in Special Purpose Funds and Expense by Object  
 Year Ended June 30, 2023

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OJEP	Community L.I.N.K.	Classroom Enhancement Fund - Overhead
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	229,039	1,041,183	5,315,989	65,390	72,275	63,140	46,979	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	829,289	697,164			224,000	90,650	413,472	807,943	5,022,390
Federal Grants									
Other			45,017		9,740				
Investment Income				6,696,882					
Less: Allocated to Revenue Recovered									
829,289	829,289	852,667	6,250	6,407,625	234,597	127,242	476,612	854,922	5,022,390
Deferred Revenue, end of year	-	73,536	1,079,950	5,605,246	64,533	35,683	-	-	-
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	829,289	852,667			224,857	127,242	476,612	854,922	5,022,390
Federal Grants									
Other Revenue			6,250	6,407,625	9,740				
Investment Income									
829,289	829,289	852,667	6,250	6,407,625	234,597	127,242	476,612	854,922	5,022,390
<b>Expenses</b>									
Salaries									
Teachers									
Principals and Vice Principals					51,499		100,411		163,566
Educational Assistants									2,111,385
Support Staff									527,745
Other Professionals									362,132
Substitutes									614,646
Employe Benefits									3,779,474
Services and Supplies	70,578	139,363							1,097,834
70,578	70,578	852,667	6,250	6,407,625	234,597	127,242	476,612	854,922	4,877,308
Net Revenue (Expense) before Interfund Transfers	758,711	-	-	-	-	-	-	-	145,082
Interfund Transfers									
Tangible Capital Assets Purchased	(758,711)								(145,082)
Net Revenue (Expense)	(758,711)								(145,082)

**School District No. 38 (Richmond)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2023

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Changing Results for Young Children	Federal Safe Return to Class / Ventilation Fund	Early Childhood Education Dual Credit Program	Student & Family Affordability	JUST B4	SEY2KKT (Early Years to Kindergarten)
	\$	\$	\$	\$	\$	\$	\$	\$	
Deferred Revenue, beginning of year	-	-	103,752	5,600	66,332	-	-	17,480	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	37,750,149	608,635	48,000	11,250		45,000	1,960,126	50,000	19,000
Federal Grants									
Other									
Investment Income								59,403	
Less: Allocated to Revenue									
Recovered	37,750,149	608,635	48,000	11,250		45,000	1,960,126	109,403	19,000
Deferred Revenue, end of year	-	-	105,420	221	66,332	2,178	1,444,459	113,720	2,137
			46,332	16,629		42,822	515,667	13,163	16,863
<b>Revenues</b>									
Provincial Grants - Ministry of Education and Child Care	37,750,149	608,635	105,420	221	66,332	2,178	1,444,459	54,317	2,137
Federal Grants									
Other Revenue								59,403	
Investment Income									
<b>Expenses</b>									
Salaries									
Teachers									
Principals and Vice Principals									
Educational Assistants									
Support Staff									
Other Professionals									
Substitutes									
Employee Benefits	30,294,069	272,144						88,622	
Services and Supplies	7,456,080	62,693						21,458	
		266,802	105,420	221	66,332	2,178	1,444,459	3,640	2,137
	37,750,149	601,639	105,420	221	66,332	2,178	1,444,459	113,720	2,137
		6,996							
<b>Net Revenue (Expense) before Interfund Transfers</b>									
<b>Interfund Transfers</b>									
Tangible Capital Assets Purchased		(6,996)							
		(6,996)							
<b>Net Revenue (Expense)</b>									

**School District No. 38 (Richmond)**

Changes in Special Purpose Funds and Expense by Object  
Year Ended June 30, 2023

	FCL (Early Care & Learning)	Provincial Resource Program	Provincial Early Years	Educational Trust Fund	LINC/ SWIS	TOTAL
	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	234,666	249,926	236,604	58,760	7,807,115
Add: Restricted Grants						
Provincial Grants - Ministry of Education and Child Care	175,000	911,140	460,829		1,720,575	50,124,037
Federal Grants				432,570		1,720,575
Other				3,231		7,198,595
Investment Income						48,248
Less: Allocated to Revenue	175,000	911,140	460,829	432,570	1,720,575	59,091,455
Recovered	163,985	853,903	469,556	361,474	1,705,717	58,459,480
Deferred Revenue, end of year	11,015	183,976	68,740	252,716	73,618	8,186,374
	107,927	172,459	310,931			
<b>Revenues</b>						
Provincial Grants - Ministry of Education and Child Care	163,985	853,903	469,556		1,705,717	49,909,271
Federal Grants				358,243		1,705,717
Other Revenue				3,231		6,835,011
Investment Income						9,481
<b>Expenses</b>						
Salaries						
Teachers		456,876	214,023		61,489	31,116,878
Principals and Vice Principals	133,830					358,885
Educational Assistants						3,378,482
Support Staff		30,851	39,198		658,774	1,256,568
Other Professionals					22,355	384,487
Substitutes					330,469	1,424,268
Employee Benefits	133,830	487,727	253,221		1,073,087	37,919,568
Services and Supplies	28,218	112,247	56,427		259,883	9,423,580
	1,937	244,414	159,908	361,474	363,789	10,187,070
	163,985	844,388	469,556	361,474	1,696,759	57,530,218
<b>Net Revenue (Expense) before Interfund Transfers</b>	-	9,515	-	-	8,958	929,262
<b>Interfund Transfers</b>						
Tangible Capital Assets Purchased		(9,515)			(8,958)	(929,262)
<b>Net Revenue (Expense)</b>						

# School District No. 38 (Richmond)

Schedule 4 (Unaudited)

Schedule of Capital Operations  
Year Ended June 30, 2023

	2023	2023 Actual			2022
	Budget (Note 16)	Invested in Tangible Capital Assets	Local Capital	Fund Balance	Actual (Restated - Note 25)
	\$	\$	\$	\$	\$
<b>Revenues</b>					
Other Revenue			25,060	25,060	36,637
Investment Income	1,500,000		1,696,422	1,696,422	572,257
Amortization of Deferred Capital Revenue	10,540,754	10,531,945		10,531,945	9,874,622
<b>Total Revenue</b>	<b>12,040,754</b>	<b>10,531,945</b>	<b>1,721,482</b>	<b>12,253,427</b>	<b>10,483,516</b>
<b>Expenses</b>					
Operations and Maintenance				-	695,542
Amortization of Tangible Capital Assets					
Operations and Maintenance	17,868,409	17,678,219		17,678,219	16,624,800
Transportation and Housing	404,092	383,639		383,639	359,559
Debt Services					
Capital Lease Interest	204,000		210,990	210,990	172,187
<b>Total Expense</b>	<b>18,476,501</b>	<b>18,061,858</b>	<b>210,990</b>	<b>18,272,848</b>	<b>17,852,088</b>
<b>Capital Surplus (Deficit) for the year</b>	<b>(6,435,747)</b>	<b>(7,529,913)</b>	<b>1,510,492</b>	<b>(6,019,421)</b>	<b>(7,368,572)</b>
<b>Net Transfers (to) from other funds</b>					
Tangible Capital Assets Purchased	903,791	1,442,665		1,442,665	2,026,218
Local Capital	6,585,040		7,344,583	7,344,583	2,838,125
<b>Total Net Transfers</b>	<b>7,488,831</b>	<b>1,442,665</b>	<b>7,344,583</b>	<b>8,787,248</b>	<b>4,864,343</b>
<b>Other Adjustments to Fund Balances</b>					
Tangible Capital Assets Purchased from Local Capital		6,559,429	(6,559,429)	-	
Tangible Capital Assets WIP Purchased from Local Capital		3,557,919	(3,557,919)	-	
Principal Payment					
Capital Lease		2,585,784	(2,585,784)	-	
<b>Total Other Adjustments to Fund Balances</b>		<b>12,703,132</b>	<b>(12,703,132)</b>	<b>-</b>	
<b>Total Capital Surplus (Deficit) for the year</b>	<b>1,053,084</b>	<b>6,615,884</b>	<b>(3,848,057)</b>	<b>2,767,827</b>	<b>(2,504,229)</b>
<b>Capital Surplus (Deficit), beginning of year</b>		<b>96,532,511</b>	<b>52,729,466</b>	<b>149,261,977</b>	<b>175,868,932</b>
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(24,102,726)
<b>Capital Surplus (Deficit), beginning of year, as restated</b>		<b>96,532,511</b>	<b>52,729,466</b>	<b>149,261,977</b>	<b>151,766,206</b>
<b>Capital Surplus (Deficit), end of year</b>		<b>103,148,395</b>	<b>48,881,409</b>	<b>152,029,804</b>	<b>149,261,977</b>



**School District No. 38 (Richmond)**

Tangible Capital Assets  
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	55,169,613	539,229,075	11,846,227	3,476,315	418,325	18,706,577	628,846,132
Prior Period Adjustments		24,175,727					24,175,727
To Recognize Asset Retirement Obligation		563,404,802	11,846,227	3,476,315	418,325	18,706,577	653,021,859
Cost, beginning of year, as restated	55,169,613	1,127,410,804	23,692,454	6,952,630	836,650	37,413,154	1,198,405,247
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		6,278,130	166,865	524,340			6,969,335
Deferred Capital Revenue - Other		2,276,005					2,276,005
Operating Fund		84,071	271,720			157,612	513,403
Special Purpose Funds		758,711	6,996			163,555	929,262
Local Capital		5,263,727	445,932	523,220	66,900	259,650	6,559,429
District Entered		4,955,991				2,774,020	2,774,020
Transferred from Work in Progress		19,616,635	891,513	1,047,560	66,900	3,354,837	4,955,991
Decrease:							
Deemed Disposals			805,152	480,788	49,192	4,039,704	5,374,836
Cost, end of year	55,169,613	583,021,437	11,932,588	4,043,087	436,033	18,021,710	672,624,468
Work in Progress, end of year		25,979,515					25,979,515
Cost and Work in Progress, end of year	55,169,613	609,000,952	11,932,588	4,043,087	436,033	18,021,710	698,603,983
Accumulated Amortization, beginning of year		251,754,990	4,864,783	2,021,839	216,221	9,093,725	267,951,558
Prior Period Adjustments		24,102,726					24,102,726
To Recognize Asset Retirement Obligation		275,857,716	4,864,783	2,021,839	216,221	9,093,725	292,054,284
Accumulated Amortization, beginning of year, as restated		531,715,432	9,734,356	4,043,678	432,442	18,187,450	565,913,185
Changes for the Year							
Increase: Amortization for the Year		12,663,447	1,188,941	383,639	85,435	3,740,396	18,061,858
Decrease:							
Deemed Disposals			805,152	480,788	49,192	4,039,704	5,374,836
Accumulated Amortization, end of year		288,521,163	5,248,572	1,924,690	252,464	8,794,417	304,741,306
Tangible Capital Assets - Net	55,169,613	320,479,789	6,684,016	2,118,397	183,569	9,227,293	393,862,677

**School District No. 38 (Richmond)**

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2023

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
<b>Work in Progress, beginning of year</b>	11,126,347				11,126,347
<b>Changes for the Year</b>					
Increase:					
Deferred Capital Revenue - Bylaw	16,251,240				16,251,240
Local Capital	3,557,919				3,557,919
	<u>19,809,159</u>	-	-	-	<u>19,809,159</u>
Decrease:					
Transferred to Tangible Capital Assets	4,955,991				4,955,991
	<u>4,955,991</u>	-	-	-	<u>4,955,991</u>
<b>Net Changes for the Year</b>	<u>14,853,168</u>	-	-	-	<u>14,853,168</u>
<b>Work in Progress, end of year</b>	<u>25,979,515</u>	-	-	-	<u>25,979,515</u>

# School District No. 38 (Richmond)

Schedule 4C (Unaudited)

Deferred Capital Revenue  
Year Ended June 30, 2023

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
<b>Deferred Capital Revenue, beginning of year</b>	235,037,123	2,478,587	305,593	237,821,303
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Revenue - Capital Additions	6,969,335	2,276,005		9,245,340
Transferred from Work in Progress	1,612,573			1,612,573
	8,581,908	2,276,005	-	10,857,913
Decrease:				
Amortization of Deferred Capital Revenue	10,388,626	130,166	13,153	10,531,945
	10,388,626	130,166	13,153	10,531,945
<b>Net Changes for the Year</b>	(1,806,718)	2,145,839	(13,153)	325,968
<b>Deferred Capital Revenue, end of year</b>	233,230,405	4,624,426	292,440	238,147,271
<b>Work in Progress, beginning of year</b>	9,290,405			9,290,405
<b>Changes for the Year</b>				
Increase				
Transferred from Deferred Revenue - Work in Progress	16,251,240			16,251,240
	16,251,240	-	-	16,251,240
Decrease				
Transferred to Deferred Capital Revenue	1,612,573			1,612,573
	1,612,573	-	-	1,612,573
<b>Net Changes for the Year</b>	14,638,667	-	-	14,638,667
<b>Work in Progress, end of year</b>	23,929,072	-	-	23,929,072
<b>Total Deferred Capital Revenue, end of year</b>	257,159,477	4,624,426	292,440	262,076,343

# School District No. 38 (Richmond)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2023

	Bylaw Capital \$	MECC Restricted Capital \$	Other Provincial Capital \$	Land Capital \$	Other Capital \$	Total \$
<b>Balance, beginning of year</b>	5,469,715	107,396	1,183,948	12,875,957	-	19,637,016
<b>Changes for the Year</b>						
Increase:						
Provincial Grants - Ministry of Education and Child Care	21,105,012		4,179,324			25,284,336
Investment Income		4,940		637,468		642,408
Other	21,105,012	4,940	4,179,324	1,273,354		1,273,354
				1,910,822	-	27,200,098
Decrease:						
Transferred to DCR - Capital Additions	6,969,335		2,276,005			9,245,340
Transferred to DCR - Work in Progress	16,251,240					16,251,240
	23,220,575	-	2,276,005	-	-	25,496,580
<b>Net Changes for the Year</b>	(2,115,563)	4,940	1,903,319	1,910,822	-	1,703,518
<b>Balance, end of year</b>	3,354,152	112,336	3,087,267	14,786,779	-	21,340,534