

SCHOOL DISTRICT

AUDITED FINANCIAL STATEMENTS

FISCAL YEAR 2004/2005

SCHOOL DISTRICT NUMBER 67	NAME OF SCHOOL DISTRICT Okanagan Skaha	YEAR 2004/2005
OFFICE LOCATION 425 Jermyn Ave		TELEPHONE NUMBER 250-770-7700
MAILING ADDRESS		
CITY / PROVINCE Penticton, BC		POSTAL CODE V2A 1Z4
NAME OF SUPERINTENDENT Gary Doi		TELEPHONE NUMBER 250-770-7713
NAME OF SECRETARY - TREASURER Frank Regehr		TELEPHONE NUMBER 250-770-7706

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements for the School Year 2004/2005 for School District No. 67 (Okanagan Skaha)

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES	DATE SIGNED
SIGNATURE OF SUPERINTENDENT	DATE SIGNED
SIGNATURE OF SECRETARY - TREASURER	DATE SIGNED

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SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2005

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
ASSETS					
Current Assets					
Cash	4,929,488	2,580,932	867,795	8,378,215	6,335,707
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education	223,033			223,033	0
Due from Province - Other				0	34,137
Due from Canada	84,672			84,672	76,239
Due from Other School Districts	69,234			69,234	1,939
Due from LEA / Direct Funding				0	0
Other Receivables	184,166			184,166	401,464
Allowance for Doubtful Accounts				0	0
Interfund Loans					
Inventories				0	0
Prepaid Expenses				0	0
	5,490,593	2,580,932	867,795	8,939,320	6,849,486
Investments				0	0
Equity Investments				0	0
Capital Assets - Net			64,726,576	64,726,576	105,360,538
TOTAL ASSETS	5,490,593	2,580,932	65,594,371	73,665,896	112,210,024
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other	11,113			11,113	516
Other	2,441,817			2,441,817	3,083,346
Bank Loans				0	0
Interfund Loans					
Other Current Liabilities	365,941			365,941	404,716
	2,818,871	0	0	2,818,871	3,488,578
Deferred Contributions					
Ministry of Education		1,806,452	27,420	1,833,872	1,592,460
Province - Other				0	0
Other	236,234	11,397		247,631	232,614
Accrued Employee Future Benefits	2,187,576			2,187,576	439,769
Deferred Capital Contributions			52,146,879	52,146,879	54,118,663
Bank Loans				0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities				0	287,420
TOTAL LIABILITIES	5,242,681	1,817,849	52,174,299	59,234,829	60,159,504
Fund Balances					
Invested in Capital Assets			12,579,696	12,579,696	51,241,874
Endowment				0	0
Internally Restricted	533,251	763,083	840,376	2,136,710	803,242
Unrestricted	3,447			3,447	5,404
Unfunded Accrued Employee Future Benefits and Vacation Pay	(288,786)			(288,786)	0
TOTAL FUND BALANCES	247,912	763,083	13,420,072	14,431,067	52,050,520
TOTAL LIABILITIES AND FUND BALANCES	5,490,593	2,580,932	65,594,371	73,665,896	112,210,024

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2005

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
REVENUE					
Provincial Grants - Ministry of Education	49,053,916	1,174,296		50,228,212	49,229,101
Provincial Grants - Other	360,000			360,000	334,500
Federal Grants	90,575			90,575	74,119
Other Revenue	590,412	2,269,936		2,860,348	548,485
Rentals and Leases	260,890	136	284,753	545,779	87,461
Investment Income	159,515	12,949	12,464	184,928	212,546
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,194,784	2,194,784	2,225,766
Gain (Loss) on Disposal of Capital Assets				0	791
	<u>50,515,308</u>	<u>3,457,317</u>	<u>2,492,001</u>	<u>56,464,626</u>	<u>52,712,769</u>
EXPENSE					
Salaries					
Teachers	22,615,111			22,615,111	22,689,932
Principals and Vice Principals	3,085,439			3,085,439	3,126,386
Educational Assistants	2,630,318			2,630,318	2,644,245
Support Staff	4,381,867			4,381,867	4,491,062
Other Professionals	1,137,769			1,137,769	1,153,749
Substitutes	1,124,186			1,124,186	1,042,973
	<u>34,974,690</u>	<u>0</u>	<u>0</u>	<u>34,974,690</u>	<u>35,148,347</u>
Employee Benefits	7,632,393			7,632,393	7,506,055
Services and Supplies	6,981,656	2,389,747	3,428	9,374,831	8,534,077
Amortization of Capital Assets			2,424,581	2,424,581	0
Write-off/down of Buildings and Sites				0	0
	<u>49,588,739</u>	<u>2,389,747</u>	<u>2,428,009</u>	<u>54,406,495</u>	<u>51,188,479</u>
NET REVENUE (EXPENSE)	<u>926,569</u>	<u>1,067,570</u>	<u>63,992</u>	<u>2,058,131</u>	<u>1,524,290</u>

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2005

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
FUND BALANCES, BEGINNING OF YEAR	244,262	0	51,806,258	52,050,520	49,391,958
Changes in Accounting Policies /					
Prior Period Adjustments					
Accrued Employee Future Benefits	(1,311,489)			(1,311,489)	0
Accrued Vacation Pay				0	0
Accumulated Amortization of Capital Assets			(39,102,381)	(39,102,381)	0
Transfer Land Capital Reserve to Deferred Contributions				0	0
Transfer Capital Reserve to Deferred Contributions			(26,797)	(26,797)	0
School Generated Funds		763,083		763,083	0
Related Entities				0	0
Deferred Capital Contributions				0	1,134,272
Bylaw Capital Over (Under) Spent Beginning of Year				0	(318,862)
FUND BALANCES, BEGINNING OF YEAR,	(1,067,227)	763,083	12,677,080	12,372,936	50,207,368
AS RESTATED					
Changes for the Year					
Net Revenue (Expense) for the Year	926,569	1,067,570	63,992	2,058,131	1,524,290
Interfund Transfers					
Capital Assets Purchased				0	0
Local Capital	(9,000)		9,000	0	0
Other	397,570	(1,067,570)	670,000	0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Purchases of Capital Assets					318,862
Net Changes for the Year	1,315,139	0	742,992	2,058,131	1,843,152
FUND BALANCES, END OF YEAR	247,912	763,083	13,420,072	14,431,067	52,050,520

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2005

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	926,569	1,067,570	63,992	2,058,131	1,524,290
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(47,326)			(47,326)	(104,414)
Interfund Loans				0	(318,862)
Inventories				0	0
Prepaid Expenses				0	0
Increase (Decrease)					
Allowance for Doubtful Accounts				0	0
Accounts Payable/Accrued Liabilities	(630,933)			(630,933)	(125,565)
Other Current Liabilities	(38,774)			(38,774)	(373,847)
Deferred Contributions	14,501	330,153		344,654	(656,899)
Accrued Employee Future Benefits	1,747,807			1,747,807	106,180
Other Long Term Liabilities	(287,420)			(287,420)	40,378
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			2,424,581	2,424,581	0
Amortization of Deferred Capital Contributions			(2,194,784)	(2,194,784)	(2,225,766)
Accounting Change - Accrued EFB	(1,311,489)			(1,311,489)	0
Accounting Change - Accrued Vacation Pay				0	0
Write-off/down of Buildings and Sites				0	0
Interfund Transfers	388,570	(1,067,570)	679,000	0	0
	761,505	330,153	972,789	2,064,447	(2,134,505)
FINANCING					
Bank Loan Received				0	0
Bank Loan Paid				0	0
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			623	623	0
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
	0	0	623	623	0
INVESTING					
Capital Assets Purchased - Operating				0	0
Capital Assets Purchased - Special Purpose				0	0
Capital Assets Purchased - Local Capital				0	0
Annual Facility Grant - Work in Progress			(670,000)	(670,000)	318,861
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	0	0	(670,000)	(670,000)	318,861
Net Increase (Decrease) in Cash	761,505	330,153	303,412	1,395,070	(1,815,644)

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2005

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPTIAL FUND	TOTAL 2005	TOTAL 2004
NET INCREASE (DECREASE) IN CASH	761,505	330,153	303,412	1,395,070	(1,815,644)
Net Cash, Beginning of Year	4,167,983	1,603,341	564,383	6,335,707	8,151,351
Changes in Accounting Policies/ Prior Period Adjustments					
School Generated Fund		647,438		647,438	
Net Cash, Beginning of Year, as Restated	4,167,983	2,250,779	564,383	6,983,145	8,151,351
NET CASH, END OF YEAR	4,929,488	2,580,932	867,795	8,378,215	6,335,707
Cash	4,929,488	2,580,932	867,795	8,378,215	6,335,707
Short Term Investments				0	0
Bank Overdraft				0	0
NET CASH, END OF YEAR	4,929,488	2,580,932	867,795	8,378,215	6,335,707

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2005

Schedule A1

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	49,053,916	48,590,083	47,474,673
Provincial Grants - Other	360,000	360,000	334,500
Federal Grants	90,575	80,900	74,119
Other Revenue	590,412	556,300	548,485
Rentals and Leases	260,890	230,000	87,248
Investment Income	159,515	185,000	196,419
	<u>50,515,308</u>	<u>50,002,283</u>	<u>48,715,444</u>
EXPENSE			
Salaries			
Teachers	22,615,111	22,673,590	22,689,932
Principals and Vice Principals	3,085,439	3,060,600	3,126,386
Educational Assistants	2,630,318	2,745,000	2,644,245
Support Staff	4,381,867	4,428,800	4,491,062
Other Professionals	1,137,769	1,107,150	1,153,749
Substitutes	1,124,186	1,166,300	1,042,973
	<u>34,974,690</u>	<u>35,181,440</u>	<u>35,148,347</u>
Employee Benefits	7,632,393	7,628,260	7,506,055
Services and Supplies	6,981,656	6,983,660	6,686,892
	<u>49,588,739</u>	<u>49,793,360</u>	<u>49,341,294</u>
NET REVENUE (EXPENSE), FOR THE YEAR	926,569	208,923	(625,850)
INTERFUND TRANSFERS			
Capital Assets Purchased	0	0	0
Local Capital	(9,000)	(9,000)	(9,000)
Other	397,570	397,570	0
REDUCTION OF UNFUNDED LIABILITY			
Employee Future Benefits and Vacation Pay	(1,022,703)	(836,351)	
BUDGETED ALLOCATION OF SURPLUS (DEFICIT)		238,858	
SURPLUS (DEFICIT), FOR THE YEAR	<u>292,436</u>	<u>0</u>	<u>(634,850)</u>
SURPLUS (DEFICIT) BEGINNING OF YEAR	244,262		879,112
Changes in Accounting Policies/ Prior Period Adjustments			
District Entered			
District Entered			
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>244,262</u>	<u>0</u>	<u>879,112</u>
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>536,698</u>	<u>0</u>	<u>244,262</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	533,251		
Unrestricted	3,447		
	<u>536,698</u>		

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2005

Schedule A2

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	47,641,254	47,571,154	46,909,567
Other Ministry of Education Grants			
GAAP Implementation	625,133	438,781	
Pay Equity Grant	441,194	441,194	441,194
Ready Set Learn	27,500	27,500	
PSS - Feasibility Study	50,000	50,000	123,912
Literacy Innovation Grant	61,454	61,454	
Wireless Sites	87,500		
Textbooks Grants	119,881		
	<u>49,053,916</u>	<u>48,590,083</u>	<u>47,474,673</u>
PROVINCIAL GRANTS - OTHER	<u>360,000</u>	<u>360,000</u>	<u>334,500</u>
FEDERAL GRANTS	<u>90,575</u>	<u>80,900</u>	<u>74,119</u>
OTHER REVENUE			
Other School District/Education Authorities	152,457	152,500	263,272
Summer School Fees	18,760	18,800	16,455
Continuing Education	0	0	0
Offshore Tuition Fees	404,990	385,000	260,351
LEA/Direct Funding from First Nations	0	0	0
Miscellaneous			
Other Fees & Revenue	14,205		8,407
	<u>590,412</u>	<u>556,300</u>	<u>548,485</u>
RENTALS AND LEASES	<u>260,890</u>	<u>230,000</u>	<u>87,248</u>
INVESTMENT INCOME	<u>159,515</u>	<u>185,000</u>	<u>196,419</u>
TOTAL OPERATING REVENUE	<u><u>50,515,308</u></u>	<u><u>50,002,283</u></u>	<u><u>48,715,444</u></u>

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2005

Schedule A3

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
SALARIES			
Teachers	22,615,111	22,673,590	22,689,932
Principals and Vice Principals	3,085,439	3,060,600	3,126,386
Educational Assistants	2,630,318	2,745,000	2,644,245
Support Staff	4,381,867	4,428,800	4,491,062
Other Professionals	1,137,769	1,107,150	1,153,749
Substitutes	1,124,186	1,166,300	1,042,973
	<u>34,974,690</u>	<u>35,181,440</u>	<u>35,148,347</u>
EMPLOYEE BENEFITS			
	7,632,393	7,628,260	7,506,055
Total Salaries and Benefits	<u>42,607,083</u>	<u>42,809,700</u>	<u>42,654,402</u>
SERVICES AND SUPPLIES			
Services	1,497,576	1,294,600	1,266,918
Student Transportation	621,327	613,200	623,894
Professional Development and Travel	318,558	297,600	397,918
Rentals and Leases	0	5,600	0
Dues and Fees	21,258	17,400	14,365
Insurance	114,388	119,400	107,370
Interest	0	0	0
Supplies	3,242,113	3,247,460	3,086,182
Bad Debts	0	0	0
Utilities	1,166,436	1,388,400	1,190,245
Total Services and Supplies	<u>6,981,656</u>	<u>6,983,660</u>	<u>6,686,892</u>
TOTAL OPERATING EXPENSE	<u>49,588,739</u>	<u>49,793,360</u>	<u>49,341,294</u>

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2005

Schedule A5

BALANCE, BEGINNING OF YEAR	221,733
Changes in Accounting Policies / Prior Period Adjustments	
BALANCE, BEGINNING OF YEAR, AS RESTATED	221,733
Changes for the Year	
Increase:	
Provincial Grants - Ministry of Education	21,400
Provincial Grants - Other	0
Other Revenue	90,463
Rentals	57,141
Offshore Tuition	67,230
	236,234
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Federal Grants	0
Other Revenue	62,061
Rentals and Leases	62,042
Investment Income	0
Offshore Tuition	97,630
	221,733
Net Changes for the Year	14,501
BALANCE, END OF YEAR	236,234

SCHOOL DISTRICT NO. 67 (Okanagan Skaha)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2005

Schedule C2

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	54,118,663	0	0	54,118,663
Changes in Accounting Policies/ Prior Period Adjustments				
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	<u>54,118,663</u>	<u>0</u>	<u>0</u>	<u>54,118,663</u>
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Capital Additions	223,000			223,000
Transferred from Work in Progress				0
	<u>223,000</u>	<u>0</u>	<u>0</u>	<u>223,000</u>
Decrease:				
Amortization of Deferred Capital Contributions	2,194,784			2,194,784
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	<u>2,194,784</u>	<u>0</u>	<u>0</u>	<u>2,194,784</u>
Net Changes for the Year	<u>(1,971,784)</u>	<u>0</u>	<u>0</u>	<u>(1,971,784)</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>52,146,879</u>	<u>0</u>	<u>0</u>	<u>52,146,879</u>
WORK IN PROGRESS, BEGINNING OF YEAR	0	0	0	0
Changes in Accounting Policies/ Prior Period Adjustments				
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress				0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Decrease				
Transferred to Deferred Capital Contributions				0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Changes for the Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
WORK IN PROGRESS, END OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
DEFERRED CAPITAL CONTRIBUTIONS AND WORK IN PROGRESS, END OF YEAR	<u><u>52,146,879</u></u>	<u><u>0</u></u>	<u><u>0</u></u>	<u><u>52,146,879</u></u>