

# SCHOOL DISTRICT

## AUDITED FINANCIAL STATEMENTS

### FISCAL YEAR 2007/2008

SCHOOL DISTRICT NUMBER 50	NAME OF SCHOOL DISTRICT Haida Gwaii/Q Charlotte	YEAR 2007/2008
OFFICE LOCATION 107 3rd Avenue		TELEPHONE NUMBER 250-559-8471
CITY/PROVINCE Queen Charlotte City, BC		POSTAL CODE V0T 1S0
WEBSITE ADDRESS <a href="http://www.sd50.bc.ca">http://www.sd50.bc.ca</a>		
NAME OF SUPERINTENDENT Angus Wilson	NAME OF SECRETARY - TREASURER Ken Campbell	

#### DECLARATION AND SIGNATURES

##### SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of Education of School District No. 50 (Haida Gwaii/Q Charlotte) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The financial statements and schedules, including notes, have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

##### ***The Board's Responsibility***

The ultimate responsibility for the financial statements lies with the Board. The Board has reviewed and approved the financial statements.

##### ***External Auditors***

The Board appoints external auditors to audit the financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

##### ***Declaration of Management and Board Chairperson***

To the best of our knowledge and belief, these financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense and cash flows for the year in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements of School District No. 50 (Haida Gwaii/Q Charlotte) for the year ended June 30, 2008.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION	DATE SIGNED
SIGNATURE OF SUPERINTENDENT	DATE SIGNED
SIGNATURE OF SECRETARY - TREASURER	DATE SIGNED

**SCHOOL DISTRICT NO. 50 (Haida-Gwaii/Q Charlotte)  
2007/2008 AUDITED FINANCIAL STATEMENTS**

**TABLE OF CONTENTS**

**AUDITORS' REPORT**

**FINANCIAL STATEMENTS**

Statement of Financial Position	Statement 1
Statement of Revenue and Expense	Statement 2
Statement of Changes in Fund Balances	Statement 3
Statement of Cash Flows	Statement 4

**NOTES TO FINANCIAL STATEMENTS**

**SCHEDULES**

Operating Fund	
Surplus (Deficit)	Schedule A1
Comparative Schedule of Revenue by Source	Schedule A2
Comparative Schedule of Expense by Object	Schedule A3
Expense by Function and Program	Schedule A4
Changes in Deferred Contributions	Schedule A5
Special Purpose Funds	
Summary of Changes	Schedule B1
Changes in Ministry of Education Designated Special Purpose Funds	Schedule B2
Changes in Other Special Purpose Funds	Schedule B3
Capital Fund	
Capital Assets	Schedule C1
Capital Assets - Work In Progress	Schedule C2
Deferred Capital Contributions	Schedule C3
Changes in Deferred Contributions	Schedule C4
Changes In Fund Balances	Schedule C5

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT JUNE 30, 2008**

**Statement 1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	1,145,786	231,803		1,377,589	2,985,671
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education	52,595			52,595	0
Due from Province - Other				0	0
Due from LEA / Direct Funding	621,181			621,181	171,634
Other Receivables	420,946			420,946	135,288
Interfund Loans		1,430,143	35,433		
Inventories				0	0
Prepaid Expenses	9,056			9,056	11,726
	2,249,564	1,661,946	35,433	2,481,367	3,304,319
Investments				0	0
Equity Investments				0	0
Capital Assets - Net			27,094,502	27,094,502	25,228,722
<b>TOTAL ASSETS</b>	<b>2,249,564</b>	<b>1,661,946</b>	<b>27,129,935</b>	<b>29,575,869</b>	<b>28,533,041</b>
<b>LIABILITIES AND FUND BALANCES</b>					
Current Liabilities					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	19,835
Other	1,201,984			1,201,984	62,652
Bank Loans				0	0
Interfund Loans	666,103		799,473		
Other Current Liabilities	63,575			63,575	268,777
	1,931,662	0	799,473	1,265,559	351,264
Deferred Revenue				0	0
Deferred Contributions					
Ministry of Education		1,310,131	(392,595)	917,536	1,405,093
Province - Other				0	166,952
Other		351,815	(399,473)	(47,658)	233,172
Accrued Employee Future Benefits	190,322			190,322	179,661
Deferred Capital Contributions			20,419,981	20,419,981	18,654,476
Bank Loans				0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities				0	0
<b>TOTAL LIABILITIES</b>	<b>2,121,984</b>	<b>1,661,946</b>	<b>20,427,386</b>	<b>22,745,740</b>	<b>20,990,618</b>
Fund Balances					
Invested in Capital Assets			6,674,522	6,674,522	6,574,247
Endowment				0	0
Internally Restricted	122,434		28,027	150,461	310,354
Unrestricted	48,947			48,947	701,623
Unfunded Accrued Employee Future Benefits and Vacation Pay	(43,801)			(43,801)	(43,801)
<b>TOTAL FUND BALANCES</b>	<b>127,580</b>	<b>0</b>	<b>6,702,549</b>	<b>6,830,129</b>	<b>7,542,423</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>2,249,564</b>	<b>1,661,946</b>	<b>27,129,935</b>	<b>29,575,869</b>	<b>28,533,041</b>

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**STATEMENT OF REVENUE AND EXPENSE**  
**YEAR ENDED JUNE 30, 2008**

**Statement 2**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	6,224,368	679,002		6,903,370	6,329,367
Provincial Grants - Other				0	0
Federal Grants		31,277		31,277	46,024
Other Revenue	3,567,363	600,956		4,168,319	4,238,054
Rentals and Leases	129,685			129,685	131,830
Investment Income	29,054			29,054	78,579
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			675,876	675,876	679,451
Gain (Loss) on Disposal of Capital Assets				0	0
	<u>9,950,470</u>	<u>1,311,235</u>	<u>675,876</u>	<u>11,937,581</u>	<u>11,503,305</u>
<b>EXPENSE</b>					
Salaries					
Teachers	2,952,711	102,358		3,055,069	3,014,406
Principals and Vice Principals	939,567			939,567	704,213
Educational Assistants	861,904	29,087		890,991	840,638
Support Staff	1,210,865	74,027		1,284,892	1,180,297
Other Professionals	423,270			423,270	446,538
Substitutes	227,718			227,718	154,267
	<u>6,616,035</u>	<u>205,472</u>	<u>0</u>	<u>6,821,507</u>	<u>6,340,359</u>
Employee Benefits	1,415,587	39,659		1,455,246	1,242,952
Services and Supplies	2,731,417	787,531		3,518,948	3,110,958
Amortization of Capital Assets			854,174	854,174	863,133
Write-off/down of Buildings and Sites				0	0
	<u>10,763,039</u>	<u>1,032,662</u>	<u>854,174</u>	<u>12,649,875</u>	<u>11,557,402</u>
<b>NET REVENUE (EXPENSE)</b>	<u>(812,569)</u>	<u>278,573</u>	<u>(178,298)</u>	<u>(712,294)</u>	<u>(54,097)</u>

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**STATEMENT OF CHANGES IN FUND BALANCES**  
**YEAR ENDED JUNE 30, 2008**

**Statement 3**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>FUND BALANCES, BEGINNING OF YEAR</b>	940,149	0	6,602,274	7,542,423	7,596,520
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
<b>FUND BALANCES, BEGINNING OF YEAR, AS RESTATED</b>	940,149	0	6,602,274	7,542,423	7,596,520
<b>Changes for the Year</b>					
Net Revenue (Expense) for the Year	(812,569)	278,573	(178,298)	(712,294)	(54,097)
Interfund Transfers					
Capital Assets Purchased		(278,573)	278,573	0	0
Local Capital				0	0
Other				0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Comprehensive Income (Loss)				0	0
<b>Net Changes for the Year</b>	(812,569)	0	100,275	(712,294)	(54,097)
<b>FUND BALANCES, END OF YEAR</b>	127,580	0	6,702,549	6,830,129	7,542,423

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2008**

**Statement 4.1**

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>CASH PROVIDED BY (USED FOR)</b>					
<b>OPERATIONS</b>					
Net Revenue (Expense) for the Year	(812,569)	278,573	(178,298)	(712,294)	(54,097)
Changes in Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(787,800)			(787,800)	786,564
Interfund Loans		134,498	799,473	933,971	(585,981)
Inventories				0	0
Prepaid Expenses	2,670			2,670	(5,995)
Increase (Decrease)					
Accounts Payable/Accrued Liabilities	(19,675)			(19,675)	(1,480,254)
Other Current Liabilities				0	0
Deferred Revenue				0	0
Deferred Contributions		(135,867)		(135,867)	253,495
Accrued Employee Future Benefits	10,661			10,661	19,997
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			854,174	854,174	863,133
Amortization of Deferred Capital Contributions			(675,876)	(675,876)	(679,451)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers		(278,573)	278,573	0	0
	(1,606,713)	(1,369)	1,078,046	(530,036)	(882,589)
<b>FINANCING</b>					
Bank Loan Received				0	0
Bank Loan Paid				0	0
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			(799,473)	(799,473)	0
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
	0	0	(799,473)	(799,473)	0
<b>INVESTING</b>					
Capital Assets Purchased - Operating				0	(21,287)
Capital Assets Purchased - Special Purpose			(278,573)	(278,573)	0
Capital Assets Purchased - Local Capital				0	0
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	0	0	(278,573)	(278,573)	(21,287)
<b>NET INCREASE (DECREASE) IN CASH</b>	(1,606,713)	(1,369)	0	(1,608,082)	(903,876)

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED JUNE 30, 2008**

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2008	TOTAL 2007
<b>NET INCREASE (DECREASE) IN CASH</b>	(1,606,713)	(1,369)	0	(1,608,082)	(903,876)
<b>Net Cash, Beginning of Year</b>	2,752,499	233,172	0	2,985,671	3,889,547
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>					
<b>Net Cash, Beginning of Year, as Restated</b>	2,752,499	233,172	0	2,985,671	3,889,547
<b>NET CASH, END OF YEAR</b>	1,145,786	231,803	0	1,377,589	2,985,671
Cash	1,145,786	231,803		1,377,589	2,985,671
Cash Equivalents				0	0
Short Term Investments				0	0
Bank Overdraft				0	0
<b>NET CASH, END OF YEAR</b>	1,145,786	231,803	0	1,377,589	2,985,671



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII/QUEEN CHARLOTTE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR-ENDED JUNE 30, 2008**

**NOTE 1 AUTHORITY AND PURPOSE**

The School District 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. 50 (Haida Gwaii/Queen Charlotte)", and operates as "School District No. 50 (Haida Gwaii/Queen Charlotte)." A board of education (Board) elected for a three-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.

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES**

These financial statements were prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations. These principles are consistent with those used in the prior year.

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose funds and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

Statement 2 (Statement of Revenue and Expense), Statement 3 (Statement of Changes in Fund Balances) and Statement 4 (Statement of Cash Flows) present annual results of each fund, changes in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances as at June 30th. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

a) Fund Accounting

The resources and operations of the School District are segregated into various funds for accounting and financial reporting purposes based on the types of restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

- Operating fund reports assets, liabilities, revenues and expenses for general operations.
- Special purpose funds report assets, liabilities, revenues and expenses for:
  - Contributions restricted in use by the *School Act* or Ministry of Education.
  - Contributions restricted in use by other external bodies.
  - Endowment funds.
  - Funds collected and used at the school level (i.e. school-generated funds).
  - Controlled and/or related entities.
- Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.





**SCHOOL DISTRICT NO. 50 (HAIDA GWAII/QUEEN CHARLOTTE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR-ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND  
REPORTING PRACTICES (Continued)**

b) Accounts Receivable

Accounts receivable are shown net of allowance for doubtful accounts. (see Note 3)

c) Inventories

Includes inventories for resale.

d) Prepaid Expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost.

e) Capital Assets

The following criteria apply:

- Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Sites and buildings that no longer contribute to the ability of the district to provide services are written-down to residual value.
- Buildings that are demolished or destroyed are written-off.
- Amortization is recorded on a straight-line basis over the estimated useful life of the asset.

Estimated useful life is as follows:

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

f) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of property to the Board are considered capital leases. These are accounted for as an asset and an obligation.



**SCHOOL DISTRICT NO. 50 (HAIDA GWAI/QUEEN CHARLOTTE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR-ENDED JUNE 30, 2008**

**NOTE 2      SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

g) Revenue Recognition

Unrestricted operating government grants, are recognized as revenue when received. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services/products are reported as revenue when services are provided or products delivered.

Externally restricted contributions, grants, and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
  - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
  - If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset.
  - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

h) Expenditures

- 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 aboriginal education, are allocated to these programs. All other costs are allocated to regular programs.



**SCHOOL DISTRICT NO. 50 (HAIDA GWAI/QUEEN CHARLOTTE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR-ENDED JUNE 30, 2008**

**NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES (Continued)**

- 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 identification of program.

**j) Financial Instruments**

Financial instruments consist of cash, cash equivalents, investments, accounts receivable, accounts payable, accrued liabilities and other current liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values, unless otherwise noted.

**k) Use of Estimates**

Preparation of financial statements in accordance with Canadian Generally Accepted Accounting Principles requires management to make estimates and assumptions that impact reported amounts for assets and liabilities at the date of the financial statements and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the potential impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

**l) Employee Future Benefits**

The School District provides certain post-employment benefits including for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARS�) of active employees covered under the plan. The EARS� for employees of the School District is 10.4 years.

The most recent valuation of the obligation was performed at March 31, 2007 and projected to June 30, 2011. The next valuation will be performed at March 31, 2010 for use at June 30, 2010. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII/QUEEN CHARLOTTE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR-ENDED JUNE 30, 2008**

**NOTE 3      ACCOUNTS RECEIVABLE – OTHER RECEIVABLES**

	2008	2007
Due from Village of Port Clements	\$ 223,880	
Due from Federal Government	109,871	\$ 78,442
Other	87,195	56,856
	<b>\$ 420,946</b>	<b>\$ 135,288</b>

**NOTE 4      CAPITAL ASSETS**

	2008		2007	
Cost	Accumulated Amortization	Net Book Value	Net Book Value	
Sites	\$ 2,756,297	\$	\$ 2,756,297	\$ 2,756,297
Buildings	33,903,458	9,982,154	23,921,304	21,905,872
Furniture & Equipment	790,281	456,129	334,152	414,825
Vehicles	95,473	39,938	55,535	65,082
Computer Hardware	121,201	93,987	27,214	86,646
	<b>\$37,666,710</b>	<b>\$10,572,208</b>	<b>\$27,094,502</b>	<b>\$25,228,722</b>



**SCHOOL DISTRICT NO. 50 (HAIDA GWAI/QUEEN CHARLOTTE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR-ENDED JUNE 30, 2008**

**NOTE 5 EMPLOYEE FUTURE BENEFITS**

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits. The portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on Statement 1 (Statement of Financial Position).

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees

	2008	2007
<b>Reconciliation of Accrued Benefit Obligation</b>		
Accrued Benefit Obligation – April 1	\$ 113,579	\$ 144,294
Service Cost	10,238	12,166
Interest Cost	5,685	7,912
Benefit Payments	0	0
Actuarial (Gain)/Loss	(23,845)	(50,793)
Accrued Benefit Obligation – March 31	<u>\$ 105,657</u>	<u>\$ 113,579</u>

<b>Reconciliation of Funded Status at End of Fiscal Year</b>		
Accrued Benefit Obligation – March 31	\$ 105,657	\$ 113,579
Market Value of Plan Assets – March 31	0	0
Funded Status - Surplus/(Deficit)	(105,657)	(113,579)
Employer Contributions After Measurement Date	0	0
Unamortized Net Actuarial (Gain)/Loss	(84,655)	(66,082)
Accrued Benefit Asset/(Liability) – June 30	<u>\$ (190,312)</u>	<u>\$ (179,661)</u>

<b>Components of Net Benefit Expense</b>		
Service Cost	\$ 10,238	\$ 12,166
Interest Cost	5,685	7,912
Amortization of Net Actuarial (Gain)/Loss	(5,262)	(81)
Net Benefit Expense (Income)	<u>\$ 10,661</u>	<u>\$ 19,997</u>

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

Discount Rate – April 1	5.00%	5.25%
Discount Rate – March 31	5.50%	5.00%
Long Term Salary Growth – April 1	3.25% + seniority	3.25% + seniority
Long Term Salary Growth – March 31	3.25% + seniority	3.25% + seniority
EARSL – March 31		



**SCHOOL DISTRICT NO. 50 (HAIDA GWAII/QUEEN CHARLOTTE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR-ENDED JUNE 30, 2008**

**NOTE 6 EMPLOYEE PENSION PLANS**

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The boards of trustees for these plans represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 48,000 active members from school districts, and approximately 24,000 retired members from school districts. The Municipal Plan has about 145,000 active members, of which approximately 21,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2005 indicated a \$904 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2008 with results available in late 2009. The most recent valuation for the Municipal Pension Plan as at December 31, 2006 indicated a surplus of \$438 million for basic pension benefits. The next valuation will be as at December 31, 2009 with results available in 2010. The actuary does not attribute portions of the unfunded liability to individual employers. The Haida Gwaii/Queen Charlotte paid \$629,312 for employer contributions to these plans in the year ended June 30, 2008.

**NOTE 7 UNFUNDED ACCRUED EMPLOYEE FUTURE BENEFITS AND VACATION PAY**

It is planned that the unfunded liability for accrued employee future benefits will be eliminated in one year.

Unfunded liability, as at July 1, 2007	\$	43,801
Reductions during the year		0
Unfunded liability, as at June 30, 2008	\$	<u>43,801</u>



**SCHOOL DISTRICT NO. 50 (HAIDA GWAI/QUEEN CHARLOTTE)**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR-ENDED JUNE 30, 2008**

**NOTE 8 OPERATING FUND BALANCE, END OF YEAR**

Internally Restricted (appropriated) by Board for:	
Schools Surplus	\$47,431
Early Learning	50,210
Literacy Innovation	24,793
Subtotal Internally Restricted	122,434
Unrestricted Operating Surplus (Deficit)	48,947
Total Available for Future Operations	<b>\$171,381</b>

**NOTE 9 INTERFUND TRANSFERS**

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2008, transfers were as follows:

- Capital Additions of \$278,573 were purchased from Special Purpose Funds

**NOTE 10 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 generally considered to be in the normal course of operations and are recorded at the exchange amount.

**NOTE 11 CONTRACTUAL OBLIGATIONS**

During the 1998 fiscal year, the board entered into a 49 year lease for the new Skidegate Elementary School expiring February 28, 2047. The Annual lease payments are 4,800, adjusted annually by changes in the Consumer Price Index, plus \$16,000 for the provision of water, sewer, and other services. The service costs are subject to review every 5 years.

The future minimum lease payments under finance leases for office equipment leased by the School District are as follows:

2008	\$29,504
2009	\$28,513
2010	\$25,430
<b>Total</b>	<b>\$83,447</b>



**SCHOOL DISTRICT NO. 50 (HAIDA GWAI/QUEEN CHARLOTTE)  
NOTES TO FINANCIAL STATEMENTS  
YEAR-ENDED JUNE 30, 2008**

**NOTE 12 BUDGET FIGURES**

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 26, 2008.

**NOTE 13 ECONOMIC DEPENDENCE**

Operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared in accordance with Canadian GAAP for not-for-profit organizations. This contemplates continuation of the School District as a “going concern”.

**NOTE 14 CONTINGENT LIABILITIES**

In 2004, the School District discovered an oil leak at Tahayghen Elementary School. The Ministry’s School Protection insurance program has agreed to compensate the School District for its costs incurred with respect to this recovery and restoration project. Additional clean-up costs are expected to be incurred and then subsequently recovered from the Ministry’s School Protection program. The estimated costs for future clean-up, along with anticipated recovery costs have not been recorded in the School District’s financial statements for fiscal year 2007/2008 due to the uncertainty of the amounts.

**NOTE 15 EARLY LEAVERS FUND**

In 2008, as part of the negotiations for the Local Education Agreement with local aboriginal bands the Districts has agreed to report the amount of the “Early Leavers Fund” by Band. For the 2007/08 fiscal year the amounts by band is indicated below:

Band #670	Skidegate	\$ 73,676
Band #669	Old Massett	46,355
<b>Total</b>		<b>\$120,012</b>



**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**OPERATING FUND**  
**SURPLUS (DEFICIT)**  
**YEAR ENDED JUNE 30, 2008**

Schedule A1

	2008	2008 AMENDED ANNUAL BUDGET	2007
	ACTUAL		ACTUAL
<b>REVENUE</b>			
Provincial Grants - Ministry of Education	6,224,368	6,199,963	6,089,972
Provincial Grants - Other	0	0	0
Federal Grants	0	0	0
Other Revenue	3,567,363	3,450,208	3,782,292
Rentals and Leases	129,685	120,000	131,830
Investment Income	29,054	71,720	78,579
	<u>9,950,470</u>	<u>9,841,891</u>	<u>10,082,673</u>
<b>EXPENSE</b>			
Salaries			
Teachers	2,952,711	2,925,853	2,949,369
Principals and Vice Principals	939,567	823,459	704,213
Educational Assistants	861,904	865,263	840,638
Support Staff	1,210,865	1,097,081	1,170,296
Other Professionals	423,270	520,126	446,538
Substitutes	227,718	223,400	154,267
	<u>6,616,035</u>	<u>6,455,182</u>	<u>6,265,321</u>
Employee Benefits	1,415,587	1,299,708	1,228,554
Services and Supplies	2,731,417	2,507,130	2,459,213
	<u>10,763,039</u>	<u>10,262,020</u>	<u>9,953,088</u>
<b>NET REVENUE (EXPENSE), FOR THE YEAR</b>	(812,569)	(420,129)	129,585
<b>INTERFUND TRANSFERS</b>			
Capital Assets Purchased	0	0	(21,287)
Local Capital	0	0	0
Other	0	0	0
<b>OTHER ADJUSTMENTS TO OPERATING FUND BALANCE</b>			
Reduce Unfunded Employee Future Benefits and Vacation Pay	0	(41,822)	(31,008)
Comprehensive Income (Loss)	0	0	0
<b>BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)</b>			
		461,951	
<b>SURPLUS (DEFICIT), FOR THE YEAR</b>	<u>(812,569)</u>	<u>0</u>	<u>77,290</u>
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR</b>	983,950		906,660
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
<b>SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED</b>	<u>983,950</u>		<u>906,660</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b> (Section 156 (12) of School Act)	<u>171,381</u>		<u>983,950</u>
<b>SURPLUS (DEFICIT), END OF YEAR</b>			
Internally Restricted	122,434		
Unrestricted	48,947		
	<u>171,381</u>		

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF REVENUE BY SOURCE**  
**YEAR ENDED JUNE 30, 2008**

Schedule A2

	2008	2008 AMENDED ANNUAL BUDGET	2007
	ACTUAL		ACTUAL
<b>PROVINCIAL GRANTS - MINISTRY OF EDUCATION</b>			
Operating Grant, Ministry of Education	9,337,772	9,332,671	9,204,986
INAC Recovery	(3,565,426)	(3,450,208)	(3,670,875)
Other Ministry of Education Grants			
GAAP Implementation Funding			51,005
Pay Equity Grants	139,874	139,874	139,874
Student center Leadership	30,000	0	0
Ready Set Learn	10,000	10,000	224,233
Community Links & Literacy Grants	100,421	100,420	126,377
Literacy	10,000	10,000	17,490
Labour Market Adjustment	56,205	22,606	56,569
French Grant	43,127	34,600	(59,687)
Inovation Grant	24,793	0	0
Early Learning Pen	2,000	0	0
FSA Training	3,000	0	0
Other (Equipment Dist Learning BCeSIS)	32,602	0	0
	6,224,368	6,199,963	6,089,972
<b>PROVINCIAL GRANTS - OTHER</b>			
	0	0	0
<b>FEDERAL GRANTS</b>			
	0	0	0
<b>OTHER REVENUE</b>			
School Referendum Taxes	0	0	0
Other School District/Education Authorities	0	0	0
Summer School Fees	0	0	0
Continuing Education	0	0	0
Offshore Tuition Fees	0	0	0
LEA/Direct Funding from First Nations	3,548,474	3,450,208	3,530,729
Miscellaneous			
	18,539	0	0
	350	0	0
	0	0	23,222
	0	0	228,341
	3,567,363	3,450,208	3,782,292
<b>RENTALS AND LEASES</b>			
	129,685	120,000	131,830
<b>INVESTMENT INCOME</b>			
	29,054	71,720	78,579
<b>TOTAL OPERATING REVENUE</b>			
	9,950,470	9,841,891	10,082,673

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**OPERATING FUND**  
**COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT**  
**YEAR ENDED JUNE 30, 2008**

Schedule A3

	2008	2008 AMENDED ANNUAL BUDGET	2007
	ACTUAL		ACTUAL
<b>SALARIES</b>			
Teachers	2,952,711	2,925,853	2,949,369
Principals and Vice Principals	939,567	823,459	704,213
Educational Assistants	861,904	865,263	840,638
Support Staff	1,210,865	1,097,081	1,170,296
Other Professionals	423,270	520,126	446,538
Substitutes	227,718	223,400	154,267
	<u>6,616,035</u>	<u>6,455,182</u>	<u>6,265,321</u>
<b>EMPLOYEE BENEFITS</b>			
<b>Total Salaries and Benefits</b>	<u>8,031,622</u>	<u>7,754,890</u>	<u>7,493,875</u>
<b>SERVICES AND SUPPLIES</b>			
Services	538,325	670,045	557,181
Student Transportation	370,864	404,200	339,848
Professional Development and Travel	324,992	257,820	308,388
Rentals and Leases	5,951	8,760	5,773
Dues and Fees	12,180	17,500	10,322
Insurance	17,157	20,200	17,738
Interest	0	0	0
Supplies	899,677	664,551	700,352
Bad Debts	0	0	0
Utilities	562,271	464,054	519,611
<b>Total Services and Supplies</b>	<u>2,731,417</u>	<u>2,507,130</u>	<u>2,459,213</u>
<b>TOTAL OPERATING EXPENSE</b>	<u>10,763,039</u>	<u>10,262,020</u>	<u>9,953,088</u>

SCHOOL DISTRICT NO. 50 (Haida Gwaiii/Q Charlotte)  
 OPERATING FUND  
 EXPENSE BY FUNCTION AND PROGRAM  
 YEAR ENDED JUNE 30, 2008

	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	2,617,957	237,772		150,829		119,902	3,126,360
1.03 Career Programs	19,097						19,097
1.07 Library Services	52,015	2,416		72,714		3,219	130,364
1.08 Counselling	31,304						31,304
1.10 Special Education	76,645	29,589	714,478			33,986	854,298
1.30 English as a Second Language	56,756	828				510	58,094
1.31 Aboriginal Education	98,849	5,264	147,426			6,624	258,163
1.41 School Administration	88	663,668		299,879		3,672	967,337
1.60 Summer School							0
1.61 Continuing Education							0
1.62 Off Shore Students							0
1.64 Other							0
1.65 Conseil Scolaire Francophone							0
<b>Total Function 1</b>	2,952,711	939,567	861,904	523,422	0	167,413	5,445,017
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration					166,927		166,927
4.40 School District Governance				41,010			41,010
4.41 Business Administration				86,847	122,000		210,847
4.65 Conseil Scolaire Francophone							0
<b>Total Function 4</b>	0	0	0	128,857	288,927	0	418,784
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration					99,194		99,194
5.50 Maintenance Operations				540,905		56,952	597,857
5.52 Maintenance of Grounds				1,992			1,992
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
<b>Total Function 5</b>	0	0	0	542,897	99,194	56,952	699,043
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration					35,149		35,149
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation						3,353	3,353
7.73 Housing				14,689			14,689
<b>Total Function 7</b>	0	0	0	14,689	35,149	3,353	53,191
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
<b>Total Function 9</b>	0	0	0	0	0	0	0
<b>TOTAL FUNCTIONS 1 - 9</b>	2,952,711	939,567	861,904	1,210,865	423,270	227,718	6,616,035

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**OPERATING FUND**  
**EXPENSE BY FUNCTION AND PROGRAM**  
**YEAR ENDED JUNE 30, 2008**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2008 ACTUAL	2008 AMENDED ANNUAL BUDGET	2007 ACTUAL
<b>1 INSTRUCTION</b>							
1.02 Regular Instruction	3,126,360	757,199	3,883,559	506,717	4,390,276	4,066,813	4,353,548
1.03 Career Programs	19,097	4,450	23,547		23,547	22,990	11,358
1.07 Library Services	130,364	24,028	154,392	129,043	283,435	239,975	401,757
1.08 Counselling	31,304	7,169	38,473	9,976	48,449	41,202	42,604
1.10 Special Education	854,298	151,490	1,005,788	87,887	1,093,675	1,128,197	1,041,076
1.30 English as a Second Language	58,094	14,483	72,587	3,588	76,145	82,192	112,461
1.31 Aboriginal Education	258,163	40,038	298,201	135,268	433,469	431,133	461,027
1.41 School Administration	967,337	200,022	1,167,359	66,908	1,234,267	1,192,801	721,810
1.60 Summer School	0	0	0	0	0	0	0
1.61 Continuing Education	0	0	0	0	0	0	0
1.62 Off Shore Students	0	0	0	0	0	0	0
1.64 Other	0	0	0	0	0	0	0
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 1</b>	5,445,017	1,198,689	6,643,706	942,357	7,586,063	7,233,303	7,145,641
<b>4 DISTRICT ADMINISTRATION</b>							
4.11 Educational Administration	166,927	33,091	200,018	26,529	226,547	221,037	193,764
4.40 School District Governance	41,010	715	41,725	63,765	105,490	106,538	97,321
4.41 Business Administration	210,847	42,972	253,819	138,253	392,072	394,090	349,925
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 4</b>	418,784	76,778	495,562	228,547	724,109	721,665	641,010
<b>5 OPERATIONS AND MAINTENANCE</b>							
5.41 Operations and Maintenance Administration	99,194	18,474	117,668	42,112	159,780	149,645	147,407
5.50 Maintenance Operations	597,657	111,426	709,083	459,394	1,168,677	1,128,383	1,040,061
5.52 Maintenance of Grounds	1,962	426	2,418	4,698	7,116	5,608	30,066
5.56 Utilities	0	0	0	512,263	512,263	421,000	481,004
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
<b>Total Function 5</b>	698,813	130,326	829,139	1,018,467	1,847,866	1,704,636	1,689,538
<b>7 TRANSPORTATION AND HOUSING</b>							
7.41 Transportation and Housing Administration	35,149	6,287	41,436	41,436	41,436	41,318	38,144
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	3,353	472	3,825	383,637	387,462	412,600	346,176
7.73 Housing	14,669	2,635	17,304	198,379	175,903	148,498	83,579
7.75 Other	53,191	9,594	62,785	542,016	604,801	602,416	467,859
<b>Total Function 7</b>	106,362	18,988	125,350	1,165,468	1,211,698	1,164,432	935,766
<b>9 DEBT SERVICES (OPERATING)</b>							
9.92 Interest on Bank Loans	0	0	0	0	0	0	0
9.94 Interest on Temporary Borrowing	0	0	0	0	0	0	0
<b>Total Function 9</b>	0	0	0	0	0	0	0
<b>TOTAL FUNCTIONS 1 - 9</b>	6,616,635	1,415,597	8,032,232	2,731,417	10,763,649	10,262,020	9,953,068

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**OPERATING FUND**  
**CHANGES IN DEFERRED CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2008**

Schedule A5

<b>BALANCE, BEGINNING OF YEAR</b>		0
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>		
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>		0
<b>Changes for the Year</b>		
Increase:		
Provincial Grants - Ministry of Education		0
Provincial Grants - Other		0
Other Revenue		0
		0
Decrease:		
Allocated to Revenue		
Provincial Grants - Ministry of Education		0
Provincial Grants - Other		0
Federal Grants		0
Other Revenue		0
Investment Income		0
		0
<b>Net Changes for the Year</b>		0
<b>BALANCE, END OF YEAR</b>		0

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
 SPECIAL PURPOSE FUNDS  
 SUMMARY OF CHANGES  
 YEAR ENDED JUNE 30, 2008

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>					
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	1,397,689	166,952	233,172	0	1,797,813
Add: Contributions Received					
Provincial Grants - Ministry of Education	583,721				583,721
Provincial Grants - Other					0
Federal Grants		120,012	432,635		552,647
Other					39,000
Investment Income	39,000				39,000
	<u>622,721</u>	<u>120,012</u>	<u>432,635</u>	<u>0</u>	<u>1,175,368</u>
Less: Allocated to Revenue Recovered	710,279	166,952	434,004		1,311,235
	<u>1,310,131</u>	<u>120,012</u>	<u>231,803</u>	<u>0</u>	<u>1,661,946</u>
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>					
<b>REVENUE AND EXPENSE</b>					
<b>REVENUE</b>					
Provincial Grants - Ministry of Education	679,002				679,002
Provincial Grants - Other					0
Federal Grants	31,277				31,277
Other Revenue		166,952	434,004		600,956
Rentals and Leases					0
Investment Income					0
Gain (Loss) on Equity Investment					0
	<u>710,279</u>	<u>166,952</u>	<u>434,004</u>	<u>0</u>	<u>1,311,235</u>
<b>EXPENSE</b>					
Salaries					
Teachers		102,358			102,358
Principals and Vice Principals					0
Educational Assistants		29,087			29,087
Support Staff	74,027				74,027
Other Professionals					0
Substitutes					0
Employee Benefits	74,027	131,445	0	0	205,472
Services and Supplies	4,152	35,507			39,659
	<u>363,527</u>	<u>434,004</u>	<u>434,004</u>	<u>0</u>	<u>1,231,535</u>
	<u>431,706</u>	<u>166,952</u>	<u>434,004</u>	<u>0</u>	<u>1,032,662</u>
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	<u>278,573</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>278,573</u>
<b>INTERFUND TRANSFERS</b>					
Capital Assets Purchased	(278,573)				(278,573)
Other					0
	<u>(278,573)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(278,573)</u>
<b>NET REVENUE (EXPENSE)</b>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
 SPECIAL PURPOSE FUNDS  
 CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS  
 YEAR ENDED JUNE 30, 2008

	207 Annual Facility Grant	231 Aboriginal Education Technology	TOTAL
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	1,354,427	43,262	1,397,689
Add: Contributions Received			
Provincial Grants - Ministry of Education	583,721		583,721
Provincial Grants - Other			0
Federal Grants			0
Other			0
Investment Income	39,000		39,000
	<u>622,721</u>	<u>0</u>	<u>622,721</u>

Less: Allocated to Revenue Recovered	679,002	31,277	710,279
	<u>1,298,146</u>	<u>11,985</u>	<u>1,310,131</u>

DEFERRED CONTRIBUTIONS, END OF YEAR

REVENUE AND EXPENSE

REVENUE		
Provincial Grants - Ministry of Education	679,002	679,002
Provincial Grants - Other		0
Federal Grants		31,277
Other Revenue		0
Investment Income		0
	<u>679,002</u>	<u>710,279</u>

EXPENSE

Salaries		
Teachers		0
Principals and Vice Principals		0
Educational Assistants		0
Support Staff	65,000	9,027
Other Professionals		74,027
Substitutes		0
Employee Benefits	65,000	9,027
Services and Supplies	2,000	2,152
	333,429	20,096
	<u>400,429</u>	<u>31,277</u>
	278,573	0
		278,573

NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS

INTERFUND TRANSFERS

Capital Assets Purchased	(278,573)	(278,573)
Other		0
	<u>(278,573)</u>	<u>(278,573)</u>
	0	0
		0

NET REVENUE (EXPENSE)



**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**SPECIAL PURPOSE FUNDS**  
**CHANGES IN OTHER SPECIAL PURPOSE FUNDS**  
**YEAR ENDED JUNE 30, 2008**

Schedule B3

	Second Count Fund	TOTAL
<b>DEFERRED CONTRIBUTIONS</b>		
<b>DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR</b>	166,952	166,952
Add: Contributions Received		
Provincial Grants - Ministry of Education	0	0
Provincial Grants - Other	0	0
Federal Grants	0	0
Other	120,012	120,012
Investment Income	0	0
	120,012	120,012
Less: Allocated to Revenue	166,952	166,952
Recovered	0	0
	120,012	120,012
<b>DEFERRED CONTRIBUTIONS, END OF YEAR</b>		
<b>REVENUE AND EXPENSE</b>		
<b>REVENUE</b>		
Provincial Grants - Ministry of Education	0	0
Provincial Grants - Other	0	0
Federal Grants	0	0
Other Revenue	166,952	166,952
Investment Income	0	0
	166,952	166,952
<b>EXPENSE</b>		
Salaries		
Teachers	102,358	102,358
Principals and Vice Principals	0	0
Educational Assistants	29,087	29,087
Support Staff	0	0
Other Professionals	0	0
Substitutes	0	0
Employee Benefits	131,445	131,445
Services and Supplies	35,507	35,507
	166,952	166,952
<b>NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS</b>	0	0
<b>INTERFUND TRANSFERS</b>		
Capital Assets Purchased	0	0
Other	0	0
	0	0
<b>NET REVENUE (EXPENSE)</b>	0	0

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
 CAPITAL FUND  
 CAPITAL ASSETS  
 YEAR ENDED JUNE 30, 2008

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>COST, BEGINNING OF YEAR</b>	2,756,297	31,183,504	808,730	95,473	0	297,158	35,138,162
Changes in Accounting Policy/ Prior Period Adjustments							
<b>COST, BEGINNING OF YEAR, AS RESTATED</b>	2,756,297	31,183,504	808,730	95,473	0	297,158	35,138,162
Increase:							
Purchases from:							
Deferred Contributions - Bylaw							0
Deferred Contributions - Other							0
Operating Fund							0
Special Purpose Funds		278,573					278,573
Local Capital							0
Transferred from Work in Progress							0
<b>COST, END OF YEAR</b>	0	278,573	0	0	0	0	278,573
Increase:							
Disposals			16,449			175,957	192,406
Written-off/Down During Year							0
<b>COST, END OF YEAR</b>	0	0	16,449	0	0	175,957	192,406
<b>WORK IN PROGRESS, END OF YEAR</b>	2,756,297	31,462,077	790,281	95,473	0	121,201	35,225,329
<b>COST AND WORK IN PROGRESS, END OF YEAR</b>	2,756,297	2,441,381	790,281	95,473	0	121,201	2,441,381
	2,756,297	33,903,458	790,281	95,473	0	121,201	37,666,710
<b>ACCUMULATED AMORTIZATION, BEGINNING OF YEAR</b>	0	9,277,832	391,905	30,391	0	210,512	9,910,440
Changes in Accounting Policies/ Prior Period Adjustments							
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	0	9,277,832	391,905	30,391	0	210,512	9,910,440
Increase: Amortization for the Year		704,522	80,673	9,547		59,432	854,174
Decrease:							
Disposals			16,449			175,957	192,406
Written-off During Year							0
<b>ACCUMULATED AMORTIZATION, END OF YEAR</b>	0	9,982,154	456,129	39,938	0	175,957	10,572,208
<b>CAPITAL ASSETS - NET</b>	2,756,297	23,921,304	334,152	55,535	0	27,214	27,094,502

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
 CAPITAL FUND  
 CAPITAL ASSETS - WORK IN PROGRESS  
 YEAR ENDED JUNE 30, 2008

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	0	0	0	0	0
<b>Changes in Accounting Policy/ Prior Period Adjustments</b>	0	0	0	0	0
<b>WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED</b>	0	0	0	0	0
<b>Changes for the Year</b>					
Increase:					
Deferred Contributions - Bylaw	900,000				900,000
Deferred Contributions - Other	1,541,381				1,541,381
Operating Fund					0
Special Purpose Funds					0
Local Capital					0
	<u>2,441,381</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,441,381</u>
Decrease:					
Transferred to Capital Assets	0	0	0	0	0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<b>Net Changes for the Year</b>	<u>2,441,381</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,441,381</u>
<b>WORK IN PROGRESS, END OF YEAR</b>	<u>2,441,381</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,441,381</u>

**SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)**  
**CAPITAL FUND**  
**DEFERRED CAPITAL CONTRIBUTIONS**  
**YEAR ENDED JUNE 30, 2008**

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR</b>	18,654,476	0	0	18,654,476
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED</b>	18,654,476	0	0	18,654,476
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Capital Additions				0
Transferred from Work in Progress				0
	0	0	0	0
Decrease:				
Amortization of Deferred Capital Contributions	675,876			675,876
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	675,876	0	0	675,876
<b>Net Changes for the Year</b>	(675,876)	0	0	(675,876)
<b>DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	17,978,600	0	0	17,978,600
<b>WORK IN PROGRESS, BEGINNING OF YEAR</b>	0	0	0	0
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>				
<b>WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED</b>	0	0	0	0
<b>Changes for the Year</b>				
Increase:				
Transferred from Deferred Contributions - Work in Progress	900,000		1,541,381	2,441,381
	900,000	0	1,541,381	2,441,381
Decrease:				
Transferred to Deferred Capital Contributions				0
	0	0	0	0
<b>Net Changes for the Year</b>	900,000	0	1,541,381	2,441,381
<b>WORK IN PROGRESS, END OF YEAR</b>	900,000	0	1,541,381	2,441,381
<b>TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR</b>	18,878,600	0	1,541,381	20,419,981

## SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)

Schedule C5

**CAPITAL FUND  
CHANGES IN FUND BALANCES  
YEAR ENDED JUNE 30, 2008**

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
<b>BALANCE, BEGINNING OF YEAR</b>	6,574,247	28,027	6,602,274
<b>Changes in Accounting Policies/ Prior Period Adjustments</b>			
<b>BALANCE, BEGINNING OF YEAR, AS RESTATED</b>	<u>6,574,247</u>	<u>28,027</u>	<u>6,602,274</u>
<b>Changes for the Year</b>			
Investment Income			0
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal			0
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	675,876		675,876
Capital Assets Purchased from Local Capital			0
Interfund Transfers - Capital Assets Purchased	278,573		278,573
Interfund Transfers - Capital Assets WIP			0
Interfund Transfers - Local Capital			0
Amortization of Capital Assets	(854,174)		(854,174)
Transferred to Invested in Capital Assets - Site Purchases			0
<b>Net Changes for the Year</b>	<u>100,275</u>	<u>0</u>	<u>100,275</u>
<b>BALANCE, END OF YEAR</b>	<u>6,674,522</u>	<u>28,027</u>	<u>6,702,549</u>

SCHOOL DISTRICT NO. 50 (Haida Gwaii/Q Charlotte)  
 CAPITAL FUND  
 CHANGES IN DEFERRED CONTRIBUTIONS  
 YEAR ENDED JUNE 30, 2008

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	0	7,405	0	0	0	7,405
Changes in Accounting Policies/ Prior Period Adjustments	0	7,405	0	0	0	7,405
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	7,405	0	0	0	7,405
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	500,000					500,000
Provincial Grants - Other					0	0
Other			1,141,908			1,141,908
Investment Income					0	0
M/Ed Restricted Portion of Proceeds on Disposal					0	0
Decrease:						
Transferred to DCC - Capital Additions					1,141,908	1,141,908
Transferred to DCC - Work in Progress	900,000				1,541,381	2,441,381
Transferred to Invested in Capital Assets - Site Purchases	900,000				1,541,381	2,441,381
Net Changes for the Year	(400,000)	0	0	0	(389,473)	(789,473)
BALANCE, END OF YEAR	(400,000)	7,405	0	0	(389,473)	(792,068)