

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2009/2010

SCHOOL DISTRICT NUMBER 81	NAME OF SCHOOL DISTRICT Fort Nelson	YEAR 2009/2010
OFFICE LOCATION 5104 Airport Drive		TELEPHONE NUMBER 250-774-2591
CITY/PROVINCE Fort Nelson, B.C.		POSTAL CODE V0C 1R0
WEBSITE ADDRESS http://www.sd81.bc.ca		
NAME OF SUPERINTENDENT Diana Samchuck		NAME OF SECRETARY-TREASURER Margaret-Anne Hall

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. 81 (Fort Nelson) ("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.


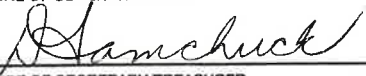

External Auditors

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, changes in fund balances, 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. 81 (Fort Nelson) for the year ended June 30, 2010.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION 	DATE SIGNED Sept 21, 2010
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED Sept. 21, 2010
SIGNATURE OF SECRETARY-TREASURER 	DATE SIGNED Sept 21, 2010

**SCHOOL DISTRICT No. 81 (FORT NELSON)
2009/2010 AUDITED FINANCIAL STATEMENTS**

TABLE OF CONTENTS

	Page
AUDITORS' REPORT	3
FINANCIAL STATEMENTS	
Statement of Financial Position	Statement 1 4
Statement of Revenue and Expense	Statement 2 5
Statement of Changes in Fund Balances	Statement 3 6
Statement of Cash Flows	Statement 4.1 7
Statement of Cash Flows	Statement 4.2 8
NOTES TO FINANCIAL STATEMENTS	9-18
SCHEDULES	
Operating Fund	
Surplus (Deficit)	Schedule A1 19
Comparative Schedule of Revenue by Source	Schedule A2 20
Comparative Schedule of Expense by Object	Schedule A3 21
Expense by Function, Program and Object	Schedule A4.1 22
Expense by Function, Program and Object	Schedule A4.2 23
Changes in Deferred Contributions	Schedule A5 24
Special Purpose Funds	
Summary of Changes	Schedule B1 25
Changes in Ministry of Education Designated Special Purpose Funds	Schedule B2 26
Changes in Other Special Purpose Funds	Schedule B3 27
Capital Fund	
Capital Assets	Schedule C1 28
Capital Assets - Work In Progress	Schedule C2 29
Deferred Capital Contributions	Schedule C3 30
Changes in Deferred Contributions	Schedule C4 31
Changes in Fund Balances	Schedule C5 32



CHARTERED ACCOUNTANTS

Partners

- * Ben Sander, B. Comm., C.A.
- * Dale J. Rose, C.A.
- * Alan Bone, B. Comm., C.A.
- * R.S. (Bob) Trobak, C.A. (retired)

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AUDITORS' REPORT

To the Board of Education of School District No. 81 (Fort Nelson)

We have audited the statement of financial position of School District No. 81 (Fort Nelson) as at June 30, 2010 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2010 and the results of its operations for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the School District taken as a whole. The current year's supplementary information included in Schedules A1 through C5 is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Fort St John, BC
August 13, 2010

Sander Rose Trobak LLP
Chartered Accountants



Member, Chartered Accountants of British Columbia

* Denotes Professional Corporations

SCHOOL DISTRICT No. 81 (FORT NELSON)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2010

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
ASSETS					
Current Assets					
Cash and Cash Equivalents	\$ 1,606,274	\$ 79,841		\$ 1,686,115	\$ 1,497,532
Short Term Investments				-	313,811
Accounts Receivable				2,378	2,016
Due from Province - Ministry of Education	2,378			2,378	2,016
Other Receivables (Note 3)	55,927			55,927	42,295
Interfund Loans		52,204	77,255		
Prepaid Expenses	58,941			58,941	89,623
	<u>1,723,520</u>	<u>132,045</u>	<u>77,255</u>	<u>1,803,361</u>	<u>1,945,277</u>
Capital Assets - Net (Note 4)			12,563,518	12,563,518	13,066,059
TOTAL ASSETS	\$ 1,723,520	\$ 132,045	\$ 12,640,773	\$ 14,366,879	\$ 15,011,336
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Accounts Payable and Accrued Liabilities					
Other	811,722	-	-	811,722	754,136
Capital Lease Obligations - Current Portion (Note 5)	129,459	-	133,667	133,667	282,174
Interfund Loans	941,181	-	133,667	945,389	1,036,310
Deferred Contributions					
Ministry of Education		21,618	-	21,618	20,360
Other	3,647	110,427	-	114,074	125,768
Accrued Employee Future Benefits (Note 6)	140,166			140,166	154,560
Deferred Capital Contributions			5,319,294	5,319,294	5,577,719
Capital Lease Obligations (Note 5)			1,917,697	1,917,697	2,189,865
TOTAL LIABILITIES	1,084,994	132,045	7,370,658	8,458,238	9,104,582
Fund Balances					
Invested in Capital Assets			5,270,115	5,270,115	5,353,063
Internally Restricted (Note 8)	141,668			141,668	239,423
Unrestricted (Note 8)	496,858			496,858	314,268
TOTAL FUND BALANCES	638,526	-	5,270,115	5,908,641	5,906,754
TOTAL LIABILITIES AND FUND BALANCES	\$ 1,723,520	\$ 132,045	\$ 12,640,773	\$ 14,366,879	\$ 15,011,336

**SCHOOL DISTRICT No. 81 (FORT NELSON)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2010**

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
REVENUE					
Provincial Grants - Ministry of Education	\$ 9,713,472	\$ 154,690		\$ 9,868,162	\$ 10,230,100
Provincial Grants - Other	126,840			126,840	76,220
Other Revenue	228,024	223,550		451,574	473,425
Rentals and Leases	46,800			46,800	27,183
Investment Income	5,043			5,043	20,482
Amortization of Deferred Capital Contributions			258,425	258,425	263,219
Gain (Loss) on Disposal of Capital Assets				-	(898)
	<u>10,120,179</u>	<u>378,240</u>	<u>258,425</u>	<u>10,756,844</u>	<u>11,089,731</u>
EXPENSE					
Salaries				3,607,352	3,607,348
Teachers	3,607,352			3,607,352	3,607,348
Principals and Vice Principals	812,600			812,600	811,433
Educational Assistants	610,557			610,557	615,941
Support Staff	553,663			553,663	630,129
Other Professionals	598,502			598,502	598,666
Substitutes	206,624			206,624	198,032
	<u>6,389,298</u>	<u>-</u>	<u>-</u>	<u>6,389,298</u>	<u>6,461,549</u>
Employee Benefits	1,523,363			1,523,363	1,585,665
Services and Supplies	1,895,928	223,550		2,119,478	2,435,183
Amortization of Capital Assets			577,891	577,891	577,431
Interest on Capital Lease			144,927	144,927	
	<u>9,808,589</u>	<u>223,550</u>	<u>722,818</u>	<u>10,754,957</u>	<u>11,059,828</u>
NET REVENUE (EXPENSE)	\$ 311,590	\$ 154,690	\$ (464,393)	\$ 1,887	\$ 29,903

SCHOOL DISTRICT No. 81 (FORT NELSON)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2010

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
FUND BALANCES, BEGINNING OF YEAR	\$ 553,691	\$ -	\$ 5,353,063	\$ 5,906,754	\$ 5,976,061
Changes in Accounting Policies/ Prior Period Adjustments				-	(99,210)
Prior period error - Note 14					
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	<u>553,691</u>	<u>-</u>	<u>5,353,063</u>	<u>5,906,754</u>	<u>5,876,851</u>
Changes for the Year					
Net Revenue (Expense) for the Year	311,590	154,690	(464,393)	1,887	29,903
Interfund Transfers					
Capital Assets Purchased (Note 9)	(75,350)		75,350	-	
Other (Note 9)	(151,405)	(154,690)	306,095	-	
Net Changes for the Year	<u>84,835</u>	<u>-</u>	<u>(82,948)</u>	<u>1,887</u>	<u>29,903</u>
FUND BALANCES, END OF YEAR	<u>\$ 638,526</u>	<u>\$ -</u>	<u>\$ 5,270,115</u>	<u>\$ 5,908,641</u>	<u>\$ 5,906,754</u>

SCHOOL DISTRICT No. 81 (FORT NELSON)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	\$ 311,590	\$ 154,690	\$ (464,393)	\$ 1,887	\$ 29,903
Changes in Non-Cash Working Capital					
Decrease (Increase)				(13,994)	88,613
Accounts Receivable	(13,994)				
Interfund Loans	64,891	(10,587)	(54,304)	-	-
Prepaid Expenses	30,682			30,682	(87,739)
Increase (Decrease)				57,685	(97,288)
Accounts Payable/Accrued Liabilities	57,685				
Deferred Contributions	(36,632)	26,196		(10,436)	(29,013)
Accrued Employee Future Benefits	(14,493)			(14,493)	13,473
Loss (Gain) on Disposal of Capital Assets				-	898
Items Not Involving Cash					
Amortization of Capital Assets			577,891	577,891	577,431
Amortization of Deferred Capital Contributions			(258,425)	(258,425)	(263,219)
Interfund Transfers	(226,755)	(154,690)	381,445	-	-
	<u>172,974</u>	<u>15,609</u>	<u>182,214</u>	<u>370,797</u>	<u>233,059</u>
FINANCING					
Capital lease payments			(420,675)	(420,675)	(221,479)
			(420,675)	(420,675)	(221,479)
INVESTING					
Capital Assets Purchased - Operating			(75,350)	(75,350)	(187,472)
Capital Assets Purchased - Special Purpose				-	(89,602)
Decrease (Increase) in Investments			313,811	313,811	(313,811)
			<u>238,461</u>	<u>238,461</u>	<u>(590,885)</u>
NET INCREASE (DECREASE) IN CASH	<u>\$ 172,974</u>	<u>\$ 15,609</u>	<u>\$ -</u>	<u>\$ 188,583</u>	<u>\$ (579,305)</u>

SCHOOL DISTRICT No. 81 (FORT NELSON)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2010

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2010	TOTAL 2009
NET INCREASE (DECREASE) IN CASH	\$ 172,974	\$ 15,609	\$ -	\$ 188,583	\$ (579,305)
Net Cash, Beginning of Year	1,433,300	64,232		1,497,532	1,354,237
Changes in Accounting Policies/ Prior Period Adjustments				-	722,600
Short term Investments					
Net Cash, Beginning of Year, as Restated	1,433,300	64,232	-	1,497,532	2,076,837
NET CASH, END OF YEAR	\$ 1,606,274	\$ 79,841	\$ -	\$ 1,686,115	\$ 1,497,532
Cash	\$ 1,606,274	\$ 79,841		\$ 1,686,115	\$ 1,497,532
NET CASH, END OF YEAR	\$ 1,606,274	\$ 79,841	\$ -	\$ 1,686,115	\$ 1,497,532

SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

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. 81 (Fort Nelson)", and operates as "School District No. 81 (Fort Nelson)." 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 prior years.

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 balance 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.
 - Funds collected and used at the school level (i.e. school-generated funds).
- 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
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

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

- b) **Cash and Cash Equivalents**
Cash and cash equivalents include cash and highly liquid securities with original terms to maturity of three months or less when purchased.
- c) **Short Term Investments**
Short Term investments include securities with terms to maturity of greater than three months and less than one year.
- d) **Accounts Receivable**
Accounts receivable are shown net of allowance for doubtful accounts. (see Note 3)
- e) **Prepaid Expenses**
Prepaid expenses include certain deposits on account, future travel costs, and annual memberships.
- f) **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 |
- g) **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
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

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

h) 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.

i) 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.

 - 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.

SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

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

j) **Financial Instruments**

Financial instruments consist of cash, cash equivalents, investments, accounts receivable, accounts payable, accrued liabilities, and Capital leases.

On July 1, 2008, the School District adopted the Canadian Institute of Chartered Accountants (CICA) Handbook Sections 3862 and 3863, Financial Instruments – Disclosure and Presentation, respectively, to account for its financial assets and liabilities. Under these new standards, all financial assets and liabilities are classified into one of the following five categories: held for trading, available for sale financial assets, held to maturity investments, loans and receivables or other financial liabilities. Held for trading investments and available for sale financial assets are measured at fair value and held to maturity investments, loans and receivables and other financial liabilities are measured at amortized cost.

Upon adoption of these new standards the School District has designated cash and cash equivalents as held for trading, accounts receivable as loans and receivables, accounts payable, accrued liabilities, other current liabilities, and capital lease obligations as other financial 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) **Comparative Figures**

Certain of the prior year's figures have been reclassified to conform with the current year's presentation.

**SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

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

m) Employee Future Benefits

The School District provides certain post-employment benefits including vacation pay and retirement allowance 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 9.3 years.

The most recent valuation of the obligation was performed at March 31, 2010 and projected to June 30, 2014. The next valuation will be performed at March 31, 2013 for use at June 30, 2013. 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.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER

	2010	2009
Due from Federal Government	\$28,171	\$15,456
Due from Other School Districts	-	1,037
Other	27,756	25,802
	\$55,927	\$42,295

**SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

NOTE 4 CAPITAL ASSETS

	2010			2009
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 1,175,101	\$ -	\$ 1,175,101	\$ 1,175,101
Buildings	20,365,026	9,656,018	10,709,008	11,082,393
Furniture & Equipment	649,857	291,906	357,951	370,712
Vehicles	110,692	40,303	70,389	81,458
Computer Software	24,317	10,533	13,784	20,763
Computer Hardware	449,673	212,388	237,285	335,632
	<u>\$ 22,774,666</u>	<u>\$ 10,211,148</u>	<u>\$ 12,563,518</u>	<u>\$ 13,066,059</u>

Included in the above categories are the following assets under capital lease

Buildings	<u>\$ 2,277,262</u>	<u>\$ 153,398</u>	<u>\$ 2,123,864</u>	<u>\$ 2,178,322</u>
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NOTE 5 CAPITAL LEASES

	2010			2009
	Total	Current	Long Term	Long Term
Lease contract repayable in annually instalments of \$155,160 plus GST, including interest at 6.27%, secured by heating and ventilation equipment	<u>\$ 2,051,364</u>	<u>\$ 133,667</u>	<u>\$ 1,917,697</u>	<u>\$ 2,189,865</u>

Minimum lease commitments required within the next 5 years, are as follows:

	Principal	Interest	Total
2011	\$ 133,667	\$ 21,493	\$ 155,160
2012	31,404	123,756	155,160
2013	33,431	121,729	155,160
2014	35,588	119,572	155,160
2015	37,885	117,275	155,160
There after	1,779,389	336,514	2,115,903
	<u>\$ 2,051,364</u>	<u>\$ 840,339</u>	<u>\$ 2,891,703</u>

**SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

NOTE 6 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 on Statement 1 (Statement of Financial Position).

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

Fiscal Year	<u>2010</u>	<u>2009</u>
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	99,708	96,312
Service Cost	10,561	11,490
Interest Cost	6,985	5,762
Benefit Payments	-13,393	0
Actuarial (Gain)/Loss	<u>37,299</u>	<u>-13,856</u>
Accrued Benefit Obligation – March 31	<u>141,160</u>	<u>99,708</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	141,160	99,708
Market Value of Plan Assets - March 31	<u>0</u>	<u>0</u>
Funded Status - Surplus/(Deficit)	-141,160	-99,708
Employer Contributions After Measurement Date	13,721	0
Unamortized Net Actuarial (Gain)/Loss	<u>-12,727</u>	<u>-54,852</u>
Accrued Benefit Asset/(Liability) - June 30	<u>-140,166</u>	<u>-154,560</u>
Components of Net Benefit Expense		
Service Cost	10,561	11,490
Interest Cost	6,985	5,762
Amortization of Net Actuarial (Gain)/Loss	<u>-4,826</u>	<u>-3,779</u>
Net Benefit Expense (Income)	<u>12,720</u>	<u>13,473</u>

**SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010**

NOTE 6 EMPLOYEE FUTURE BENEFITS (Continued)

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

Discount Rate – April 1	7.00%	5.50%
Discount Rate – March 31	5.00%	7.00%
Long Term Salary Growth – April 1	3.25% + seniority	3.25% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	3.25% + seniority
EARSL – March 31	9.3 years	9.3 years

NOTE 7 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 27,000 retired members from school districts. The Municipal Plan has about 158,000 active members, of which approximately 23,000 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, 2008 indicated a \$291 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2011 with results available in late 2012. 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 School District #81 (Fort Nelson) paid \$733,923 for employer contributions to these plans in the year ended June 30, 2010.

NOTE 8 OPERATING FUND BALANCE, END OF YEAR

Internally Restricted (appropriated) by the Board for:

Employee Housing	\$ 43,236
Northern Rockies Regional Municipal contribution	7,190
Literacy	42,307
Can West Global Foundation	735
Shutters for JSC	12,000
Northern Opportunities	25,000
Strong Start	11,200
Total Internally restricted	<u>141,668</u>
 Unrestricted Operating Surplus	 <u>496,858</u>
 Total available for future operations	 <u>\$ 638,526</u>

SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

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, 2010, transfers were as follows:

- A transfer in the amount of \$ 75,350 was made from the operating fund to the capital fund for capital equipment purchases out of local capital.
- A transfer in the amount of \$154,690 was made from the special purpose funds to the capital fund for capital lease payment.
- A transfer in the amount of \$151,405 was made from the operating fund to the capital fund for a capital lease payment.

NOTE 10 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 January 19, 2010.

NOTE 11 ASSET RETIREMENT OBLIGATION

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred if a reasonable estimate of fair value can be made. As at June 30, 2010 the liability is not reasonably determinable.

NOTE 12 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 13 CONTINGENT LIABILITIES

The School District is potentially exposed to lawsuits arising from the ordinary course of operations. Although the outcome of such matters cannot be predicted with certainty, management does not consider the School District's exposure to lawsuits to be material to these financial statements.

NOTE 14 PRIOR PERIOD ADJUSTMENT

The School District statements for the year ended June 30, 2008 contained an error, which had the effect of overstating unrestricted net assets by \$99,210. As a result of information that arose after the release of the 2008 financial statements, a short term investment account was omitted and the related lease obligation was understated. As a result interest earned on the investment was understated by \$23,930, and the accrued interest on the capital lease was understated by \$123,140.

SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2010

NOTE 15 CAPITAL MANAGEMENT

The capital structure of the School District consists of net assets invested in capital assets, internally restricted funds and unrestricted net assets. The primary objective of the School District's capital management is to protect the assets of the School District while fulfilling its mandate to provide educational programs to the students enrolled in its schools.

Net assets invested in capital assets represents the amount of net assets that are not available for other purposes because they have been invested in capital assets. Internally restricted funds are funds that have been allocated internally by the District's Board for the purpose of assisting the School District's students and its future operations. Unrestricted net assets are funds available for future operations that have not been previously restricted by the board and are available to meet future obligations, should the need arise.

For the year ended June 30, 2010 the School District has complied with all externally imposed capital restrictions.

NOTE 16 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.

SCHOOL DISTRICT No. 81 (FORT NELSON)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2010

Schedule A1

	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	\$ 9,713,472	\$ 9,664,436	\$ 10,003,954
Provincial Grants - Other	126,840	181,505	76,220
Other Revenue	228,024	181,642	247,600
Rentals and Leases	46,800	22,986	27,183
Investment Income	5,043	15,000	20,482
	<u>10,120,179</u>	<u>10,065,569</u>	<u>10,375,439</u>
EXPENSE			
Salaries			
Teachers	3,607,352	3,618,787	3,607,348
Principals and Vice Principals	812,600	818,333	811,433
Educational Assistants	610,557	600,044	615,941
Support Staff	553,663	611,721	630,129
Other Professionals	598,502	628,075	598,666
Substitutes	206,624	193,937	198,032
	<u>6,389,298</u>	<u>6,470,897</u>	<u>6,461,549</u>
Employee Benefits	1,523,363	1,582,651	1,585,665
Services and Supplies	1,895,928	2,022,787	2,061,171
	<u>9,808,589</u>	<u>10,076,335</u>	<u>10,108,385</u>
NET REVENUE (EXPENSE), FOR THE YEAR	311,590	(10,766)	267,054
INTERFUND TRANSFERS			
Capital Assets Purchased	(75,350)	(338,513)	(187,472)
Other	(151,405)	(26,000)	(167,462)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT)		375,279	
SURPLUS (DEFICIT), FOR THE YEAR	<u>84,835</u>	<u>\$ -</u>	<u>(87,880)</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	553,691		740,781
Changes in Accounting Policies/Prior Period Adjustments			
Interest on capital lease - Note 14			(99,210)
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>553,691</u>		<u>641,571</u>
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>\$ 638,526</u>		<u>\$ 553,691</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	141,668		
Unrestricted	496,858		
	<u>\$ 638,526</u>		

SCHOOL DISTRICT No. 81 (FORT NELSON)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2010

Schedule A2

	2010 ACTUAL	2010 AMENDED ANNUAL BUDGET	2009 ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	\$ 9,501,116	\$ 9,500,567	\$ 9,563,899
Other Ministry of Education Grants			
Pay Equity	79,311	79,310	79,311
Community Links	44,927	7,443	126,812
Ready Set Learn	7,350	7,350	7,500
Literacy			42,307
French Funds	7,926	5,418	19,064
Strong Starts	60,000	60,000	81,000
FSA	4,348	4,348	3,600
Carbon Tax Reimbursement	8,494		1,392
Labour Market Adjustment			79,069
	<u>9,713,472</u>	<u>9,664,436</u>	<u>10,003,954</u>
PROVINCIAL GRANTS - OTHER	<u>126,840</u>	<u>181,505</u>	<u>76,220</u>
FEDERAL GRANTS			
OTHER REVENUE			
Offshore Tuition Fees	22,000	22,000	
Miscellaneous			
Northern Lights College	48,000	48,000	48,000
Other	158,024	111,642	199,600
	<u>228,024</u>	<u>181,642</u>	<u>247,600</u>
RENTALS AND LEASES	<u>46,800</u>	<u>22,986</u>	<u>27,183</u>
INVESTMENT INCOME	<u>5,043</u>	<u>15,000</u>	<u>20,482</u>
TOTAL OPERATING REVENUE	<u>\$ 10,120,179</u>	<u>\$ 10,065,569</u>	<u>\$ 10,375,439</u>

SCHOOL DISTRICT No. 81 (FORT NELSON)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2010

Schedule A3

	2010	2010	2009
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
SALARIES			
Teachers	\$ 3,607,352	\$ 3,618,787	\$ 3,607,348
Principals and Vice Principals	812,600	818,333	811,433
Educational Assistants	610,557	600,044	615,941
Support Staff	553,663	611,721	630,129
Other Professionals	598,502	628,075	598,666
Substitutes	206,624	193,937	198,032
	<u>6,389,298</u>	<u>6,470,897</u>	<u>6,461,549</u>
EMPLOYEE BENEFITS	1,523,363	1,582,651	1,585,665
TOTAL SALARIES AND BENEFITS	<u>7,912,661</u>	<u>8,053,548</u>	<u>8,047,214</u>
SERVICES AND SUPPLIES			
Services	626,799	715,574	621,827
Student Transportation	383,739	383,765	386,774
Professional Development and Travel	54,882	77,085	105,713
Rentals and Leases	62,045	59,685	61,065
Dues and Fees	30,403	18,931	13,710
Insurance	29,992	33,292	28,965
Interest	9,866		22,087
Supplies	367,738	414,151	467,720
Utilities	330,464	320,304	353,310
TOTAL SERVICES AND SUPPLIES	<u>1,895,928</u>	<u>2,022,787</u>	<u>2,061,171</u>
TOTAL OPERATING EXPENSE	<u>\$ 9,808,589</u>	<u>\$ 10,076,335</u>	<u>\$ 10,108,385</u>

**SCHOOL DISTRICT No. 81 (FORT NELSON)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2010**

Schedule A4.1

	TEACHERS SALARIES	PRINCIPALS & VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION							
1.02 Regular Instruction	2,708,915	219,664	254,510	23,836	39,958	163,703	3,410,586
1.03 Career Programs	115,963	9,885				4,030	129,878
1.07 Library Services	125,096		83,351			4,493	212,940
1.08 Counselling	218,727	9,810				(98)	228,439
1.10 Special Education	434,698	54,660	7,926	340,155		28,463	865,922
1.31 Aboriginal Education	1,530	11,499		189,672		6,013	207,184
1.41 School Administration	2,423	472,584					474,114
1.65 Conseil Scolaire Francophone							2,423
Total Function 1	3,607,352	778,102	345,787	553,663	39,958	206,624	5,531,486
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration			11,889		81,324		93,213
4.40 School District Governance					48,101		48,101
4.41 Business Administration		34,498	60,380		273,002		367,880
Total Function 4		34,498	72,269		402,427		509,194
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration			7,832		123,889		131,721
5.50 Maintenance Operations			171,842				171,842
Total Function 5			179,674		123,889		303,563
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration					32,228		32,228
7.70 Student Transportation			12,827				12,827
Total Function 7			12,827		32,228		45,055
9 DEBT SERVICES (OPERATING)							
Total Function 9							
TOTAL FUNCTIONS 1 - 9	\$ 3,607,352	\$ 812,600	\$ 610,557	\$ 553,663	\$ 598,502	\$ 206,624	\$ 6,385,298

**SCHOOL DISTRICT No. 81 (FORT NELSON)
OPERATING FUND
EXPENSE BY FUNCTION, PROGRAM AND OBJECT
YEAR ENDED JUNE 30, 2010**

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2010 ACTUAL	2010		2009 ACTUAL
						AMENDED ANNUAL BUDGET	ACTUAL	
1 INSTRUCTION								
1.02 Regular Instruction	\$ 3,410,586	\$ 882,823	\$ 4,293,409	\$ 279,001	\$ 4,572,410	\$ 4,654,165	\$ 4,530,805	
1.03 Career Programs	129,878	27,236	157,114	-	157,114	152,248	144,907	
1.07 Library Services	212,940	49,144	262,084	18,102	280,186	292,520	306,276	
1.08 Counselling	228,439	39,190	267,629	573	268,202	274,793	249,406	
1.10 Special Education	865,922	200,104	1,066,026	103,349	1,169,375	1,337,194	1,259,028	
1.31 Aboriginal Education	207,184	54,155	261,339	1,225	262,564	260,158	240,042	
1.41 School Administration	474,114	93,852	567,966	16,478	584,444	591,023	567,818	
1.65 Conseil Scolaire Francophone	2,423	788	3,211	-	3,211	-	18,212	
Total Function 1	5,531,486	1,347,292	6,878,778	418,728	7,297,506	7,562,101	7,516,494	
4 DISTRICT ADMINISTRATION								
4.11 Educational Administration	93,213	26,929	120,142	42,172	162,314	138,496	172,341	
4.40 School District Governance	48,101	811	48,912	25,056	73,968	93,417	83,812	
4.41 Business Administration	367,880	77,614	445,494	90,969	536,463	557,657	494,990	
Total Function 4	509,194	105,354	614,548	158,217	772,765	789,570	751,143	
5 OPERATIONS AND MAINTENANCE								
5.41 Operations and Maintenance Administration	131,721	23,150	154,871	16,824	171,695	172,192	206,010	
5.50 Maintenance Operations	171,842	36,353	208,195	554,741	762,936	760,096	784,270	
5.52 Maintenance of Grounds	-	-	-	3,863	3,863	5,250	9,913	
5.56 Utilities	-	-	-	328,307	328,307	319,904	352,826	
Total Function 5	303,563	59,503	363,066	903,735	1,266,801	1,257,442	1,353,019	
7 TRANSPORTATION AND HOUSING								
7.41 Transportation and Housing Administration	32,228	6,327	38,555	-	38,555	44,536	34,194	
7.65 Conseil Scolaire Francophone	-	-	-	-	-	422,686	420,831	
7.70 Student Transportation	12,827	4,887	17,714	395,105	412,819	-	-	
7.73 Housing	-	-	-	10,277	10,277	-	10,617	
Total Function 7	45,055	11,214	56,269	405,382	461,651	467,222	465,642	
9 DEBT SERVICES (OPERATING)								
9.82 Interest on Bank Loans	-	-	-	9,866	9,866	-	22,087	
Total Function 9	-	-	-	9,866	9,866	-	22,087	
TOTAL FUNCTIONS 1 - 9	\$ 6,389,298	\$ 1,523,363	\$ 7,912,661	\$ 1,895,928	\$ 9,808,589	\$ 10,076,335	\$ 10,108,385	

**SCHOOL DISTRICT No. 81 (FORT NELSON)
 OPERATING FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2010**

Schedule A5

BALANCE, BEGINNING OF YEAR	\$	40,279
Changes for the Year		
Increase:		-
Decrease:		
Allocated to Revenue		36,632
Other Revenue		36,632
		(36,632)
Net Changes for the Year		(36,632)
BALANCE, END OF YEAR	\$	3,647

**SCHOOL DISTRICT No. 81 (FORT NELSON)
SPECIAL PURPOSE FUNDS
SUMMARY OF CHANGES
YEAR ENDED JUNE 30, 2010**

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 20,360	\$ 9,750	\$ 75,739	\$ -	\$ 105,849
Add: Contributions Received	1,258	-	-	-	1,258
Provincial Grants - Ministry of Education	154,690	-	-	-	154,690
Provincial Grants - Other	-	8,500	239,988	-	248,488
Other	155,948	8,500	239,988	-	404,436
Less: Allocated to Revenue	154,690	1,000	222,550	-	378,240
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 21,618	\$ 17,250	\$ 93,177	\$ -	\$ 132,045
REVENUE AND EXPENSE					
REVENUE	\$ 154,690	-	-	\$ -	\$ 154,690
Provincial Grants - Ministry of Education	-	1,000	222,550	-	223,550
Other Revenue	154,690	1,000	222,550	-	378,240
EXPENSE	-	-	-	-	-
Salaries	-	-	-	-	-
Services and Supplies	-	1,000	222,550	-	223,550
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	154,690	-	-	-	154,690
INTERFUND TRANSFERS	(154,690)	-	-	-	(154,690)
Other	(154,690)	-	-	-	(154,690)
NET REVENUE (EXPENSE)	\$ -	\$ -	\$ -	\$ -	\$ -

**SCHOOL DISTRICT No. 81 (FORT NELSON)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2010**

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	TOTAL
DEFERRED CONTRIBUTIONS				
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR				
Add: Contributions Received		\$ 16,218	\$ 4,142	\$ 20,360
Provincial Grants - Ministry of Education			1,258	1,258
Provincial Grants - Other	154,690			154,690
	154,690		1,258	155,948
Less: Allocated to Revenue				154,690
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ -	\$ 16,218	\$ 5,400	\$ 21,618
REVENUE AND EXPENSE				
REVENUE				
Provincial Grants - Ministry of Education	154,690			154,690
	154,690			154,690
EXPENSE				
Salaries				
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	154,690			154,690
INTERFUND TRANSFERS				
Other				(154,690)
	(154,690)			(154,690)
NET REVENUE (EXPENSE)	\$ -			\$ -

**SCHOOL DISTRICT No. 81 (FORT NELSON)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2010**

Schedule B3

	Bursary	TOTAL
DEFERRED CONTRIBUTIONS		
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	\$ 9,750	\$ 9,750
Add: Contributions Received		
Other	8,500	8,500
	8,500	8,500
Less: Allocated to Revenue		
DEFERRED CONTRIBUTIONS, END OF YEAR	\$ 17,250	\$ 17,250
REVENUE AND EXPENSE		
REVENUE		
Other Revenue	1,000	1,000
	1,000	1,000
EXPENSE		
Salaries		
Services and Supplies	1,000	1,000
	1,000	1,000
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS		
INTERFUND TRANSFERS		
NET REVENUE (EXPENSE)	\$ -	\$ -

**SCHOOL DISTRICT No. 81 (FORT NELSON)
CAPITAL FUND
CAPITAL ASSETS
YEAR ENDED JUNE 30, 2010**

Schedule C-1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	\$ 1,175,101	\$ 20,340,157	\$ 623,449	\$ 110,692	\$ 38,488	\$ 491,732	\$ 22,779,619
Changes for the Year							
Increase:							
Purchases from:							
Operating Fund		24,869	49,583		898	-	75,350
		24,869	49,583		898	-	75,350
Decrease:							
Deemed Disposals			23,176		15,069	42,058	80,303
			23,176		15,069	42,058	80,303
COST, END OF YEAR	1,175,101	20,365,026	649,856	110,692	24,317	449,674	22,774,666
WORK IN PROGRESS, END OF YEAR							
COST AND WORK IN PROGRESS, END OF YEAR	\$ 1,175,101	\$ 20,365,026	\$ 649,856	\$ 110,692	\$ 24,317	\$ 449,674	\$ 22,774,666
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR							
Changes for the Year							
Increase: Amortization for the Year							
		398,254	62,345	11,069	7,877	98,346	577,891
Decrease:							
Deemed Disposals			23,176		15,069	42,058	80,303
			23,176		15,069	42,058	80,303
ACCUMULATED AMORTIZATION, END OF YEAR	\$ -	\$ 9,257,764	\$ 252,737	\$ 29,234	\$ 17,725	\$ 156,100	\$ 9,713,560
CAPITAL ASSETS - NET	\$ 1,175,101	\$ 10,709,008	\$ 357,950	\$ 70,389	\$ 13,764	\$ 237,286	\$ 12,563,518

SCHOOL DISTRICT No. 81 (FORT NELSON)
CAPITAL FUND
CAPITAL ASSETS - WORK IN PROGRESS
YEAR ENDED JUNE 30, 2010

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR					\$ -
Changes for the Year					
Increase	-	-	-	-	-
Decrease	-	-	-	-	-
Net Charges for the Year	-	-	-	-	-
WORK IN PROGRESS, END OF YEAR	-	-	-	-	-

WORK IN PROGRESS, BEGINNING OF YEAR

Changes for the Year
Increase

Decrease

Net Charges for the Year

WORK IN PROGRESS, END OF YEAR

**SCHOOL DISTRICT No. 81 (FORT NELSON)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2010**

Schedule C3

	BYLAW CAPITAL	OTHER PROVINCIAL	OTHER CAPITAL	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	\$ 5,577,719			\$ 5,577,719
Changes for the Year				
Increase	-	-	-	-
Decrease				
Amortization of Deferred Capital Contributions	258,425			258,425
	258,425	-	-	258,425
Net Changes for the Year	(258,425)	-	-	(258,425)
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	\$ 5,319,294	\$ -	\$ -	\$ 5,319,294
WORK IN PROGRESS, BEGINNING OF YEAR				\$ -
Changes for the Year				
Increase	-	-	-	-
Decrease	-	-	-	-
Net Changes for the Year	-	-	-	-
WORK IN PROGRESS, END OF YEAR	\$ -	\$ -	\$ -	\$ -
TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	\$ 5,319,294	\$ -	\$ -	\$ 5,319,294

SCHOOL DISTRICT No. 81 (FORT NELSON)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2010

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
\$	- \$	- \$	- \$	- \$	- \$	- \$
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
	-	-	-	-	-	-
\$	- \$	- \$	- \$	- \$	- \$	- \$

BALANCE, BEGINNING OF YEAR

Changes for the Year

Increase:

Decrease:

Net Changes for the Year

BALANCE, END OF YEAR

SCHOOL DISTRICT No. 81 (FORT NELSON)
CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2010

Schedule C5

	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	\$ 5,353,063		\$ 5,353,063
Changes for the Year			
Amortization of Deferred Capital Contributions	258,425		258,425
Interfund Transfers - Capital Assets Purchased	75,350		75,350
Amortization of Capital Assets	(577,891)		(577,891)
Capital lease principal payments	420,675		420,675
Reduction in capital cash applied against capital lease	(259,507)		(259,507)
Capital lease interest payments		(144,927)	(144,927)
Transfer from Operation		144,927	144,927
Net Changes for the Year	(82,948)	-	(82,948)
BALANCE, END OF YEAR	\$ 5,270,115	\$ -	\$ 5,270,115