



SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

6049

| | | |
|--|---|------------------------------------|
| SCHOOL DISTRICT NUMBER 5 | NAME OF SCHOOL DISTRICT Southeast Kootenay | YEAR 2007-2008 |
| OFFICE LOCATION(S) 940 Industrial Road No. 1, Cranbrook, B.C. V1C 4C6 | | TELEPHONE NUMBER (250) 426-4201 |
| MAILING ADDRESS 940 Industrial Road No. 1 | | |
| CITY Cranbrook | PROVINCE B.C. | POSTAL CODE V1C 4C6 |
| NAME OF SUPERINTENDENT Bill Gook | | TELEPHONE NUMBER (250) 417-2079 |
| NAME OF SECRETARY TREASURER Robert G. Norum | | TELEPHONE NUMBER (250) 417-2054 |

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Statement of Financial Information for the year ended 2007-2008

for School District No. 5 as required under Section 2 of the Financial Information Act.

| | |
|--|---------------------------|
| SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES | DATE SIGNED Dec. 19/08 |
| SIGNATURE OF SUPERINTENDENT | DATE SIGNED Dec. 19/08 |
| SIGNATURE OF SECRETARY TREASURER | DATE SIGNED Dec 19/08 |

**School District
Statement of Financial Information (SOFI)**

School District No. 5 (Southeast Kootenay)

Fiscal Year Ended June 30, 2008

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Documents are arranged in the following order:

1. Approval of Statement of Financial Information
2. Financial Information Act Submission Checklist
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5. Schedule of Debt
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7. Schedule of Remuneration and Expenses including:
 - Statement of Severance Agreements
 - Reconciliation or explanation of differences to Audited Financial Statements
8. Schedule of Payments for the Provision of Goods and Services including:
 - Reconciliation or explanation of differences to Audited Financial Statements

Statement of Financial Information for Year Ended June 30, 2008

Financial Information Act-Submission Checklist

| | | <i>Due Date</i> |
|----|--|---------------------|
| a) | <input checked="" type="checkbox"/> A statement of assets and liabilities (audited financial statements). | <i>September 30</i> |
| b) | <input checked="" type="checkbox"/> An operational statement including, i) a Statement of Income and ii) a Statement of Changes in Financial Position, or, if omitted, an explanation in the Notes to Financial Statements (audited financial statements) | <i>September 30</i> |
| c) | <input checked="" type="checkbox"/> A schedule of debts (audited financial statements). | <i>September 30</i> |
| d) | <input checked="" type="checkbox"/> A schedule of guarantee and indemnity agreements including the names of the entities involved and the amount of money involved. (Note: Nil schedules can be submitted December 31). | <i>September 30</i> |
| e) | A schedule of remuneration and expenses, including: | <i>December 31</i> |
| | <input checked="" type="checkbox"/> i) an alphabetical list of employees earning over \$75,000, the total amount of expenses paid to or on behalf of each employee for the year reported and a consolidated total for employees earning under \$75,000. If the total wages and expenses differs from the audited financial statements, an explanation is required. | |
| | <input checked="" type="checkbox"/> ii) a list by name and position of Board Members with the amount of any salary and expenses paid to or on behalf of the member | |
| | <input checked="" type="checkbox"/> iii) the number of severance agreements started during the fiscal year and the range of months' pay covered by the agreement, in respect of excluded employees. If there are no agreements to report, an explanation is required | |
| f) | <input checked="" type="checkbox"/> An alphabetical list of suppliers receiving over \$25,000 and a consolidated total for those suppliers receiving less than \$25,000. If the total differs from the Audited Financial Statements, an explanation is required. | <i>December 31</i> |
| g) | <input checked="" type="checkbox"/> Approval of Statement of Financial Information. | <i>December 31</i> |
| h) | <input checked="" type="checkbox"/> A management report approved by the Chief Financial Officer | <i>December 31</i> |

School District No. 5 (Southeast Kootenay)

**School District
Statement of Financial Information (SOFI)**

School District No. 5 (Southeast Kootenay)

Fiscal Year Ended June 30, 2008

MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with accounting principles generally accepted for British Columbia school districts as prescribed or permitted by the Ministry of Education and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of School Trustees is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

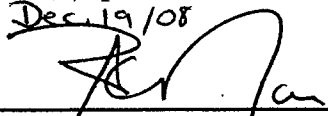
The external auditors, BDO Dunwoody, Chartered Accountants, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements as required by the *School Act*. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of School District No. 5 (Southeast Kootenay)



Bill Gook, Superintendent

Date: Dec 19/08



Robert G. Morum, Secretary Treasurer

Date: Dec 19/08

Prepared as required by *Financial Information Regulation*, Schedule 1, section 9

**SCHOOL DISTRICT
AUDITED FINANCIAL STATEMENTS
FISCAL YEAR 2007/2008**

| | | |
|---|---|----------------------------------|
| SCHOOL DISTRICT NUMBER 05 | NAME OF SCHOOL DISTRICT Southeast Kootenay | YEAR 2007/2008 |
| OFFICE LOCATION 940 Industrial Rd #1 | | TELEPHONE NUMBER 250-426-4201 |
| CITY/PROVINCE Cranbrook, BC | | POSTAL CODE V1C 4C6 |
| WEBSITE ADDRESS http://www.sd5.bc.ca | | |
| NAME OF SUPERINTENDENT Bill Gook | NAME OF SECRETARY - TREASURER Robert G Norum | |

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. 05 (Southeast Kootenay) ("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. 05 (Southeast Kootenay) for the year ended June 30, 2008.

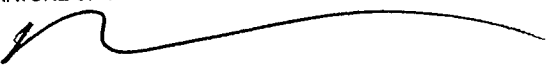
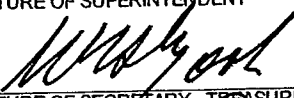
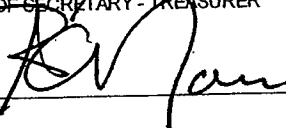
| | |
|---|----------------------------|
| SIGNATURE OF CHAIRPERSON OF THE BOARD OF EDUCATION  | DATE SIGNED Sept 29/08 |
| SIGNATURE OF SUPERINTENDENT  | DATE SIGNED Sept. 29/08 |
| SIGNATURE OF SECRETARY - TREASURER  | DATE SIGNED Sept 29/08 |

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SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2008

Statement 1

| | OPERATING FUND | SPECIAL PURPOSE FUNDS | CAPITAL FUND | TOTAL 2008 | TOTAL 2007 |
|---|-------------------|-----------------------------|-------------------|-------------------|-------------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash and Cash Equivalents | 3,304,331 | 613,400 | | 3,917,731 | 5,613,414 |
| Short Term Investments (Note Note 3) | 10,000,010 | 208,633 | | 10,208,643 | 8,281,358 |
| Accounts Receivable | | | | | |
| Due from Province - Ministry of Education | | | 1,100,000 | 1,100,000 | 921,208 |
| Due from Province - Other | | | | 0 | 0 |
| Due from LEA / Direct Funding | 268,381 | | | 268,381 | 380,991 |
| Other Receivables (Note Note 4) | 303,750 | 10,816 | 126,039 | 440,605 | 404,970 |
| Interfund Loans | | 3,147,886 | 3,797,033 | | |
| Inventories | | | | 0 | 0 |
| Prepaid Expenses | 106,252 | | | 106,252 | 177,622 |
| | 13,982,724 | 3,980,735 | 5,023,072 | 16,041,612 | 15,779,563 |
| Investments | | | | 0 | 0 |
| Equity Investments | | | | 0 | 0 |
| Capital Assets - Net (Note Note 5) | | | 69,836,589 | 69,836,589 | 61,436,640 |
| TOTAL ASSETS | 13,982,724 | 3,980,735 | 74,859,661 | 85,878,201 | 77,216,203 |
| LIABILITIES AND FUND BALANCES | | | | | |
| Current Liabilities | | | | | |
| Bank Overdraft | | | | 0 | 0 |
| Accounts Payable and Accrued Liabilities | | | | | |
| Due to Province - Ministry of Education | | | | 0 | 0 |
| Due to Province - Other | | | | 0 | 0 |
| Other | 539,937 | 11,699 | 667,882 | 1,219,518 | 527,851 |
| Bank Loans | | | | 0 | 0 |
| Interfund Loans | 6,944,919 | | | | |
| Other Current Liabilities | 2,847,726 | | | 2,847,726 | 3,046,133 |
| | 10,332,582 | 11,699 | 667,882 | 4,067,244 | 3,573,984 |
| Deferred Revenue | 196,120 | | | 196,120 | 0 |
| Deferred Contributions | | | | | |
| Ministry of Education | | 2,377,644 | 2,842,989 | 5,220,633 | 4,749,168 |
| Province - Other | | 35,592 | | 35,592 | 34,161 |
| Other | | 1,555,800 | | 1,555,800 | 1,900,466 |
| Accrued Employee Future Benefits (Note Note 7) | 139,416 | | | 139,416 | 148,218 |
| Deferred Capital Contributions | | | 59,092,096 | 59,092,096 | 50,497,986 |
| Bank Loans | | | | 0 | 0 |
| Capital Lease Obligations | | | | 0 | 0 |
| Other Long Term Liabilities | | | | 0 | 0 |
| TOTAL LIABILITIES | 10,668,118 | 3,980,735 | 62,602,967 | 70,306,901 | 60,903,983 |
| Fund Balances | | | | | |
| Invested in Capital Assets | | | 10,744,493 | 10,744,493 | 10,938,654 |
| Endowment | | | | 0 | 0 |
| Internally Restricted | 1,842,682 | | 1,512,201 | 3,354,883 | 3,786,080 |
| Unrestricted | 1,471,924 | | | 1,471,924 | 1,587,486 |
| Unfunded Accrued Employee Future Benefits and Vacation Pay | | | | 0 | 0 |
| TOTAL FUND BALANCES | 3,314,606 | 0 | 12,256,694 | 15,571,300 | 16,312,220 |
| TOTAL LIABILITIES AND FUND BALANCES | 13,982,724 | 3,980,735 | 74,859,661 | 85,878,201 | 77,216,203 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2008

Statement 2

| | OPERATING FUND | SPECIAL PURPOSE FUNDS | CAPITAL FUND | TOTAL 2008 | TOTAL 2007 |
|--|-------------------|-----------------------------|------------------|-------------------|-------------------|
| REVENUE | | | | | |
| Provincial Grants - Ministry of Education | 47,635,052 | 2,257,908 | | 49,892,960 | 50,461,218 |
| Provincial Grants - Other | 48,400 | 73,492 | | 121,892 | 121,911 |
| Federal Grants | | | | 0 | 121,221 |
| Other Revenue | 1,517,500 | 2,125,944 | | 3,643,444 | 2,962,178 |
| Rentals and Leases | 39,851 | | | 39,851 | 43,777 |
| Investment Income | 427,542 | 91,745 | 52,238 | 571,525 | 533,623 |
| Gain (Loss) on Equity Investment | | | | 0 | 0 |
| Amortization of Deferred Capital Contributions | | | 2,144,328 | 2,144,328 | 2,217,909 |
| Gain (Loss) on Disposal of Capital Assets | | | | 0 | 474,442 |
| | <u>49,668,345</u> | <u>4,549,089</u> | <u>2,196,566</u> | <u>56,414,000</u> | <u>56,936,279</u> |
| EXPENSE | | | | | |
| Salaries | | | | | |
| Teachers | 20,344,314 | 20,390 | | 20,364,704 | 20,244,786 |
| Principals and Vice Principals | 3,011,073 | | | 3,011,073 | 2,899,085 |
| Educational Assistants | 2,911,876 | 319,261 | | 3,231,137 | 3,175,641 |
| Support Staff | 4,951,181 | 7,214 | | 4,958,395 | 5,015,788 |
| Other Professionals | 1,568,026 | 69,069 | | 1,637,095 | 1,760,744 |
| Substitutes | 1,820,340 | 1,352 | | 1,821,692 | 1,434,508 |
| | <u>34,606,810</u> | <u>417,286</u> | <u>0</u> | <u>35,024,096</u> | <u>34,530,552</u> |
| Employee Benefits | 7,977,309 | 99,523 | | 8,076,832 | 7,483,753 |
| Services and Supplies | 7,683,223 | 4,032,280 | | 11,715,503 | 11,401,286 |
| Amortization of Capital Assets | | | 2,338,489 | 2,338,489 | 2,456,491 |
| Write-off/down of Buildings and Sites | | | | 0 | 0 |
| | <u>50,267,342</u> | <u>4,549,089</u> | <u>2,338,489</u> | <u>57,154,920</u> | <u>55,872,082</u> |
| NET REVENUE (EXPENSE) | <u>(598,997)</u> | <u>0</u> | <u>(141,923)</u> | <u>(740,920)</u> | <u>1,064,197</u> |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2008

Statement 3

| | OPERATING FUND | SPECIAL PURPOSE FUNDS | CAPITAL FUND | TOTAL 2008 | TOTAL 2007 |
|---|-------------------|-----------------------------|-----------------|---------------|---------------|
| FUND BALANCES, BEGINNING OF YEAR | 4,142,603 | 0 | 12,169,617 | 16,312,220 | 15,248,023 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | | |
| FUND BALANCES, BEGINNING OF YEAR, AS RESTATED | 4,142,603 | 0 | 12,169,617 | 16,312,220 | 15,248,023 |
| Changes for the Year | | | | | |
| Net Revenue (Expense) for the Year | (598,997) | | (141,923) | (740,920) | 1,064,197 |
| Interfund Transfers | | | | 0 | 0 |
| Capital Assets Purchased | | | 229,000 | 0 | 0 |
| Local Capital | (229,000) | | | 0 | 0 |
| Other | | | | 0 | 0 |
| Direct Increases in Fund Balances | | | | 0 | 0 |
| Endowment Contributions | | | | 0 | 0 |
| Site Purchases | | | | 0 | 0 |
| Comprehensive Income (Loss) | | | | 0 | 0 |
| Net Changes for the Year | (827,997) | 0 | 87,077 | (740,920) | 1,064,197 |
| FUND BALANCES, END OF YEAR | 3,314,606 | 0 | 12,256,694 | 15,571,300 | 16,312,220 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2008

Statement 4.1

| | OPERATING FUND | SPECIAL PURPOSE FUNDS | CAPITAL FUND | TOTAL 2008 | TOTAL 2007 |
|--|-------------------|-----------------------------|-----------------|---------------|---------------|
| CASH PROVIDED BY (USED FOR) | | | | | |
| OPERATIONS | | | | | |
| Net Revenue (Expense) for the Year | (598,997) | | (141,923) | (740,920) | 1,064,197 |
| Changes In Non-Cash Working Capital | | | | | |
| Decrease (Increase) | | | | | |
| Accounts Receivable | 111,704 | 36,067 | (249,588) | (101,817) | 2,436,105 |
| Interfund Loans | 1,118,767 | 414,366 | (1,533,133) | 0 | 0 |
| Inventories | | | | 0 | 0 |
| Prepaid Expenses | 71,370 | | | 71,370 | (98,703) |
| Increase (Decrease) | | | | | |
| Accounts Payable/Accrued Liabilities | 78,611 | (53,271) | 666,327 | 691,667 | (311,088) |
| Other Current Liabilities | (198,407) | | | (198,407) | (1,406,308) |
| Deferred Revenue | 196,120 | | | 196,120 | 0 |
| Deferred Contributions | (246,858) | (460,068) | | (706,926) | (905,417) |
| Accrued Employee Future Benefits | (8,802) | | | (8,802) | (27,020) |
| Other Long Term Liabilities | | | | 0 | 0 |
| Loss (Gain) on Disposal of Capital Assets | | | | 0 | (474,442) |
| Items Not Involving Cash | | | | | |
| Amortization of Capital Assets | | | 2,338,489 | 2,338,489 | 2,456,491 |
| Amortization of Deferred Capital Contributions | | | (2,144,328) | (2,144,328) | (2,217,909) |
| Write-off/down of Buildings and Sites | | | | 0 | 0 |
| Comprehensive Income (Loss) | | | | 0 | 0 |
| Interfund Transfers | (229,000) | | 229,000 | 0 | 0 |
| | 294,508 | (62,906) | (835,156) | (603,554) | 515,906 |
| FINANCING | | | | | |
| Bank Loan Received | | | | 0 | 0 |
| Bank Loan Paid | | | | 0 | 0 |
| Endowment Contributions | | | | 0 | 0 |
| Increase (Decrease) Deferred Contributions - Capital | | | 835,156 | 835,156 | 1,587,655 |
| Proceeds from Disposal of Capital Assets | | | | 0 | 516,830 |
| MEd Restricted Portion of Proceeds on Disposal | | | | 0 | 0 |
| | 0 | 0 | 835,156 | 835,156 | 2,104,485 |
| INVESTING | | | | | |
| Capital Assets Purchased - Operating | | | | 0 | 0 |
| Capital Assets Purchased - Special Purpose | | | | 0 | 0 |
| Capital Assets Purchased - Local Capital | | | | 0 | (74,180) |
| Decrease (Increase) in Investments | | | | 0 | 0 |
| Decrease (Increase) in Equity Investments | | | | 0 | 0 |
| | 0 | 0 | 0 | 0 | (74,180) |
| NET INCREASE (DECREASE) IN CASH | 294,508 | (62,906) | 0 | 231,602 | 2,546,211 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2008

Statement 4.2

| | OPERATING FUND | SPECIAL PURPOSE FUNDS | CAPITAL FUND | TOTAL 2008 | TOTAL 2007 |
|---|-------------------|-----------------------------|-----------------|---------------|---------------|
| NET INCREASE (DECREASE) IN CASH | 294,508 | (62,906) | 0 | 231,602 | 2,546,211 |
| Net Cash, Beginning of Year | 13,009,833 | 884,939 | 0 | 13,894,772 | 11,348,561 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | | |
| Net Cash, Beginning of Year, as Restated | 13,009,833 | 884,939 | 0 | 13,894,772 | 11,348,561 |
| NET CASH, END OF YEAR | 13,304,341 | 822,033 | 0 | 14,126,374 | 13,894,772 |
| | | | | | |
| Cash | 3,304,331 | 613,400 | | 3,917,731 | 5,613,414 |
| Cash Equivalents | | | | 0 | 0 |
| Short Term Investments | 10,000,010 | 208,633 | | 10,208,643 | 8,281,358 |
| Bank Overdraft | | | | 0 | 0 |
| NET CASH, END OF YEAR | 13,304,341 | 822,033 | 0 | 14,126,374 | 13,894,772 |

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. 5 (Southeast Kootenay)", and operates as "School District No. 5 (Southeast Kootenay)." 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 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.

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) Accounts Receivable

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

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

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

d) Prepaid Expenses

Materials and supplies held for use within the district are included as a prepaid expense and stated at acquisition cost. Other prepaid expenses include insurance, dues and fees, and licenses.

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 Hardware | 5 years |

f) 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.

g) Expenditures

- Categories of Salaries
 - Principals, Vice Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice Principals.

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

- Superintendents, Assistant Superintendents, Secretary-Treasurers, Directors of Instruction, 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.

h) Financial Instruments

Effective July 1, 2007, the School District adopted the Canadian Institute of Chartered Accountants' new recommendations for the recognition and measurement of financial instruments, changing the way certain financial assets and liabilities of the School District are recorded, presented and disclosed. *CICA 3855 Financial Instruments - Recognition and Measurement* establishes standards for recognizing and measuring financial assets, financial liabilities and derivatives. *CICA 3862 Financial Instruments - Disclosures* and *CICA 3863 Financial Instruments - Disclosures* and *CICA 3863 Financial Instruments - Presentation* discuss the presentation and disclosure of these items. Financial instruments are defined as a contractual right to either receive or deliver cash or another financial instrument to another party.

The School District utilizes various financial instruments. 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 and the carrying amounts approximate fair values.

The School District classifies its financial instruments into one of the following categories based on the purpose for which the asset was acquired. The School District's accounting policy for each category is as follows:

Held-for-trading

Any financial instrument whose fair value can be reliably measured may be designated as held-for-trading on initial recognition or adoption of this new standard. The School District has designated short term investments as held-for trading. These financial instruments are carried on the balance sheet at fair value and net gains and losses arising from changes in fair value, determined by published price quotations in an active market, are recognized immediately in income. Transaction costs related to these instruments are recognized as expense on the settlement date.

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

Loans and receivables

These assets result from the delivery of cash or other assets by a lender to a borrower in return for a promise to repay on a specified date or dates, or on demand. They arise principally through the provision of goods and services to customers but also incorporate other types of contractual monetary assets. The School District has designated accounts receivable as loans and receivables. These instruments are initially recognized at fair value and subsequently carried at amortized cost, using the effective interest rate method, less any provision for impairment.

Other financial liabilities

Other financial liabilities include all financial liabilities other than those classified as held-for-trading and is comprised of accounts payable. These liabilities are initially recognized at fair value and subsequently carried at amortized cost using the effective interest rate method.

i) 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.

j) Employee Future Benefits

The School District provides certain post-employment benefits including vacation pay and retirement allowances 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 7.9 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.

NOTE 3 SHORT TERM INVESTMENTS

Short term investments consist of Guaranteed Investment Certificates that bear interest at 3.8% and mature within the next fiscal period.

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

NOTE 4 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

| | 2008 | 2007 |
|-----------------------------|-----------|-----------|
| Due from Federal Government | \$296,884 | \$281,587 |
| Other | 143,721 | 123,383 |
| | \$440,605 | \$404,970 |

NOTE 5 CAPITAL ASSETS

| | Cost | 2008 Accumulated Amortization | Net Book Value | 2007 Net Book Value |
|-----------------------|---------------|-------------------------------------|-------------------|---------------------------|
| Sites | \$ 6,002,977 | \$ 0 | \$ 6,002,977 | \$ 6,002,977 |
| Buildings | 110,775,985 | 48,832,599 | 61,943,386 | 53,452,161 |
| Furniture & Equipment | 1,225,208 | 824,545 | 400,663 | 533,290 |
| Vehicles | 2,514,036 | 1,073,837 | 1,440,199 | 1,369,383 |
| Computer Hardware | 86,958 | 37,594 | 49,364 | 78,829 |
| | \$120,605,164 | \$50,768,575 | \$69,836,589 | \$61,436,640 |

NOTE 6 DEFERRED CONTRIBUTIONS

The nature and amount of changes in deferred contribution balances are disclosed in accordance with *CICA Handbook* section 4410.53-.54.

NOTE 7 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 (EARS�) of active employees.

| | 2008 | 2007 |
|---|------------|------------|
| Reconciliation of Accrued Benefit Obligation | | |
| Accrued Benefit Obligation – April 1 | \$ 148,521 | \$ 155,948 |
| Service Cost | 8,160 | 9,626 |
| Interest Cost | 6,956 | 8,189 |
| Benefit Payments | (23,918) | (44,349) |
| Actuarial (Gain)/Loss | (14,270) | 19,107 |
| | | |

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

Reconciliation of Funded Status at End of Fiscal Year

| | | |
|---|--------------------|--------------------|
| Accrued Benefit Obligation – March 31 | \$ 125,449 | \$ 148,521 |
| Market Value of Plan Assets – March 31 | 0 | 0 |
| Funded Status - Surplus/(Deficit) | (125,449) | (148,521) |
| Employer Contributions After Measurement Date | 0 | 0 |
| Unamortized Net Actuarial (Gain)/Loss | (13,967) | 303 |
| Accrued Benefit Asset/(Liability) – June 30 | <u>\$(139,416)</u> | <u>\$(148,218)</u> |

Components of Net Benefit Expense

| | | |
|---|------------------|------------------|
| Service Cost | \$ 8,160 | \$ 9,626 |
| Interest Cost | 6,956 | 8,189 |
| Amortization of Net Actuarial (Gain)/Loss | 0 | (486) |
| Net Benefit Expense (Income) | <u>\$ 15,116</u> | <u>\$ 17,329</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 | 7.9 | 7.9 |

NOTE 8 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. School District No. 5 (Southeast Kootenay) paid \$3,920,054 for employer contributions to these plans in the year ended June 30, 2008.

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

NOTE 9 OPERATING FUND BALANCE, END OF YEAR

Internally Restricted (appropriated) by Board for:

| | |
|--|--------------|
| Subtotal Internally Restricted (see below) | \$ 1,842,682 |
| Unrestricted Operating Surplus (Deficit) | \$ 1,471,924 |
| Total Available for Future Operations | \$ 3,314,606 |

| Appropriations 2007-2008 | <u>2007/2008</u> | <u>2006/2007</u> |
|------------------------------------|--------------------|--------------------|
| Summary | | |
| Admin Pro-D | \$ 67,594 | \$ 87,589 |
| Aboriginal Education | 47,324 | 52,335 |
| Special Education | | |
| District | 188,641 | 254,594 |
| Schools | 39,303 | 93,199 |
| | 227,944 | 347,793 |
| Schools | | |
| Operating | (49,138) | 119,876 |
| Learning Resources | 73,476 | 50,393 |
| Growth Plans | 6,301 | 36,593 |
| | 30,639 | 206,862 |
| Operating Projects (see below) | 1,018,056 | 1,611,199 |
| Educations Project Accounts | | 15,000 |
| Resource Centre | 7,848 | 5,623 |
| School Fees/Art | | 39,716 |
| School Telephone Systems | 26,000 | |
| SDS Server | 24,000 | |
| Fernie Board Office Rental Upgrade | 26,000 | |
| Move Sr. Alt Program | 10,000 | |
| Move Jr. Alt Program | 8,000 | |
| Move Resource Centre | 110,000 | |
| Move Sparwood Secondary School | 60,000 | |
| Move MVES/FJMES | 30,000 | |
| Playground Allocation | 45,000 | |
| School Photocopier Agreement | 39,277 | |
| District Office Upgrade | 15,000 | |
| | \$ 380,277 | \$ 126,525 |
| Proceeds Sale of Capital Assets | 50,000 | |
| Funds Allocated to Next Year | | 62,475 |
| | \$1,842,682 | \$2,555,117 |

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

Appropriations
Operating Projects
2007-2008

| | 2007-2008 | 2006-2007 |
|---------------------------------|--------------|--------------|
| 424 Legacies Now MBSS | \$ 10,336 | \$ 6,992 |
| 425 Legacies Now RMES | 7,000 | |
| 450 Hockey School | | (516) |
| 452 Ready Set Learn | 30,689 | 43,899 |
| 453 Literacy Innovation | | 17,246 |
| 458 Connected Learners Online | 497 | 2,481 |
| 459 Mountain Adventure | | (3,242) |
| 500 MOE School Grant | 5,000 | 5,326 |
| 501 Rural Tech Program | 2,500 | |
| Community Connections | 75,766 | 9,675 |
| 530 MOE District Grant | 4,303 | 4,303 |
| 531 Literacy Innovation 06/07 | 7,182 | 25,901 |
| 532 BCeSIS Implementation | 4,970 | 51,251 |
| 534 Enrolment Recalculation | 605,690 | 408,468 |
| 537 Literacy Innovation 07/08 | 34,913 | 58,989 |
| 538 BCSTA Early Learning Grant | 40,767 | 162,927 |
| 539 Strong Start Centre 06/07 | | 29,692 |
| 540 Summer School | | 31,562 |
| 541 Strong Start Centre 07/08 | | 50,000 |
| 542 Crystal Methamphetamine | 2,040 | 9,000 |
| 543 Social Justice Draft Course | 1,127 | 2,000 |
| 544 Tobacco Reduction Grant | 1,303 | 2,067 |
| 545 Literacy Innovation 08/09 | 51,538 | |
| 555 Reserve Allocation | 84,702 | 363,537 |
| 556 School Closure/Transition | | 241,498 |
| 617 Ed Change Elementary | 14,552 | 23,451 |
| 618 Ed Change Secondary | 13,707 | 28,477 |
| 621 Ace-It Training | (7,109) | 4,343 |
| 622 Roots of Empathy | 7,451 | 2,312 |
| 805 Art Starts in Schools | 174 | 341 |
| 807 One to One Reading | 266 | 462 |
| 830 Elementary Band | 8,734 | 13,980 |
| 833 Grad Committee | | 4,656 |
| 834 Intermediate Committee | | 2,915 |
| 836 Delt Fund | 4,913 | 400 |
| 914 Cupe Pro-D Trust | 5,045 | 6,806 |
| | \$ 1,018,056 | \$ 1,611,199 |

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2008

NOTE 10 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:

- \$229,000 from Operating Fund to Capital Fund

NOTE 11 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 12 CONTRACTUAL OBLIGATIONS

On November 3, 2006, School District No. 5 (Southeast Kootenay) entered into an agreement with Vector Projects Group Ltd. in the amount of \$15,473,447 for the construction of Sparwood Secondary School. As at June 30, 2008, the balance of the contract remaining, including all holdbacks and deficiencies, was \$2,658,633 which is expected to be completed and paid in the next fiscal period.

NOTE 13 BUDGET FIGURES

Budget figures included in the financial statement schedules are not audited. They were approved by the Board through the adoption of an amended annual budget on February 12, 2008.

NOTE 14 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 15 COMPARATIVE FIGURES

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

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2008

Schedule A1

| | 2008 | 2008 AMENDED ANNUAL BUDGET | 2007 |
|---|------------|-------------------------------------|------------|
| | ACTUAL | ACTUAL | ACTUAL |
| REVENUE | | | |
| Provincial Grants - Ministry of Education | 47,635,052 | 47,161,855 | 47,735,478 |
| Provincial Grants - Other | 48,400 | 0 | 0 |
| Federal Grants | 0 | 0 | 0 |
| Other Revenue | 1,517,500 | 1,261,954 | 1,256,213 |
| Rentals and Leases | 39,851 | 22,400 | 43,777 |
| Investment Income | 427,542 | 155,000 | 314,526 |
| | 49,668,345 | 48,601,209 | 49,349,994 |
| EXPENSE | | | |
| Salaries | | | |
| Teachers | 20,344,314 | 21,097,464 | 20,219,012 |
| Principals and Vice Principals | 3,011,073 | 2,897,309 | 2,899,085 |
| Educational Assistants | 2,911,876 | 3,008,049 | 2,905,650 |
| Support Staff | 4,951,181 | 5,132,709 | 4,998,640 |
| Other Professionals | 1,568,026 | 1,641,213 | 1,700,862 |
| Substitutes | 1,820,340 | 1,979,300 | 1,432,989 |
| | 34,606,810 | 35,756,044 | 34,156,238 |
| Employee Benefits | 7,977,309 | 8,266,586 | 7,409,240 |
| Services and Supplies | 7,683,223 | 8,492,182 | 7,015,579 |
| | 50,267,342 | 52,514,812 | 48,581,057 |
| NET REVENUE (EXPENSE), FOR THE YEAR | (598,997) | (3,913,603) | 768,937 |
| INTERFUND TRANSFERS | | | |
| Capital Assets Purchased | 0 | 0 | 0 |
| Local Capital | (229,000) | (229,000) | (534,000) |
| Other | 0 | 0 | 0 |
| OTHER ADJUSTMENTS TO OPERATING FUND BALANCE | | | |
| Reduce Unfunded Employee Future Benefits and Vacation Pay | 0 | 0 | 0 |
| Comprehensive Income (Loss) | 0 | 0 | 0 |
| BUDGETED ALLOCATION (RETIREMENT) OF SURPLUS (DEFICIT) | | 4,142,603 | |
| SURPLUS (DEFICIT), FOR THE YEAR | (827,997) | 0 | 234,937 |
| SURPLUS (DEFICIT), BEGINNING OF YEAR | 4,142,603 | | 3,907,666 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | |
| SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED | 4,142,603 | | 3,907,666 |
| SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act) | 3,314,606 | | 4,142,603 |
| SURPLUS (DEFICIT), END OF YEAR | | | |
| Internally Restricted | 1,842,682 | | |
| Unrestricted | 1,471,924 | | |
| | 3,314,606 | | |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2008

Schedule A2

| | 2008 | 2008 AMENDED ANNUAL BUDGET | 2007 |
|--|-------------------|-------------------------------------|-------------------|
| | ACTUAL | | ACTUAL |
| PROVINCIAL GRANTS - MINISTRY OF EDUCATION | | | |
| Operating Grant, Ministry of Education | 47,291,948 | 47,056,593 | 44,938,365 |
| INAC Recovery | (263,966) | (351,909) | (351,909) |
| Other Ministry of Education Grants | | | |
| GAAP Implementation Funding | | | 371,590 |
| Pay Equity | 457,171 | 457,171 | 457,171 |
| Other MOE Grants | 149,899 | 0 | 2,320,261 |
| | <u>47,635,052</u> | <u>47,161,855</u> | <u>47,735,478</u> |
| PROVINCIAL GRANTS - OTHER | 48,400 | 0 | 0 |
| FEDERAL GRANTS | 0 | 0 | 0 |
| OTHER REVENUE | | | |
| 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 | 867,068 | 764,700 | 719,107 |
| LEA/Direct Funding from First Nations | 263,966 | 351,909 | 351,909 |
| Miscellaneous | | | |
| Miscellaneous | 386,466 | 145,345 | 185,197 |
| | <u>1,517,500</u> | <u>1,261,954</u> | <u>1,256,213</u> |
| RENTALS AND LEASES | 39,851 | 22,400 | 43,777 |
| INVESTMENT INCOME | 427,542 | 155,000 | 314,526 |
| TOTAL OPERATING REVENUE | <u>49,668,345</u> | <u>48,601,209</u> | <u>49,349,994</u> |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2008

Schedule A3

| | 2008 | 2008 AMENDED ANNUAL BUDGET | 2007 |
|-------------------------------------|-------------------|-------------------------------------|-------------------|
| | ACTUAL | | ACTUAL |
| SALARIES | | | |
| Teachers | 20,344,314 | 21,097,464 | 20,219,012 |
| Principals and Vice Principals | 3,011,073 | 2,897,309 | 2,899,085 |
| Educational Assistants | 2,911,876 | 3,008,049 | 2,905,650 |
| Support Staff | 4,951,181 | 5,132,709 | 4,998,640 |
| Other Professionals | 1,568,026 | 1,641,213 | 1,700,862 |
| Substitutes | 1,820,340 | 1,979,300 | 1,432,989 |
| | <u>34,606,810</u> | <u>35,756,044</u> | <u>34,156,238</u> |
| | 7,977,309 | 8,266,586 | 7,409,240 |
| EMPLOYEE BENEFITS | | | |
| Total Salaries and Benefits | <u>42,584,119</u> | <u>44,022,630</u> | <u>41,565,478</u> |
| SERVICES AND SUPPLIES | | | |
| Services | 2,369,012 | 2,472,263 | 1,826,405 |
| Student Transportation | 105,377 | 52,277 | 80,323 |
| Professional Development and Travel | 618,037 | 755,427 | 650,907 |
| Rentals and Leases | 49,537 | 40,380 | 34,286 |
| Dues and Fees | 70,650 | 70,700 | 65,497 |
| Insurance | 153,121 | 163,711 | 155,713 |
| Interest | 0 | 0 | 0 |
| Supplies | 3,044,563 | 3,614,424 | 2,942,408 |
| Bad Debts | 0 | 0 | 0 |
| Utilities | 1,272,926 | 1,323,000 | 1,260,040 |
| Total Services and Supplies | <u>7,683,223</u> | <u>8,492,182</u> | <u>7,015,579</u> |
| TOTAL OPERATING EXPENSE | <u>50,267,342</u> | <u>52,514,812</u> | <u>48,581,057</u> |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 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 |
|--|-------------------|---|---------------------------------|------------------------|------------------------------|----------------------|-------------------|
| 1 INSTRUCTION | | | | | | | |
| 1.02 Regular Instruction | 16,873,230 | 1,174,430 | | 210,883 | 182,216 | 1,204,956 | 19,645,455 |
| 1.03 Career Programs | 67,966 | | | | 4,252 | | 72,218 |
| 1.07 Library Services | 522,863 | | | 87,243 | | 37,948 | 643,054 |
| 1.08 Counselling | 535,989 | | | | | 27,582 | 563,571 |
| 1.10 Special Education | 2,282,839 | | 2,578,837 | | 327,915 | 328,025 | 5,332,941 |
| 1.30 English as a Second Language | 23,242 | | | | | 24,006 | 47,248 |
| 1.31 Aboriginal Education | | 51,012 | 320,097 | | 50,051 | 139 | 421,299 |
| 1.41 School Administration | | 1,656,198 | | 852,768 | | 44,625 | 2,563,589 |
| 1.60 Summer School | 32,073 | | | | | 4,228 | 36,301 |
| 1.81 Continuing Education | | | | | | | 0 |
| 1.82 Off Shore Students | 16,312 | 93,339 | 13,242 | | 65,957 | 1,470 | 190,360 |
| 1.84 Other | | | | | | | 0 |
| 1.85 Conseil Scolaire Francophone | | | | | | | 0 |
| Total Function 1 | 20,344,314 | 2,984,979 | 2,911,876 | 1,165,717 | 626,179 | 1,677,971 | 29,711,036 |
| 4 DISTRICT ADMINISTRATION | | | | | | | |
| 4.11 Educational Administration | | | | | 220,671 | | 220,671 |
| 4.40 School District Governance | | | | | 130,233 | | 130,233 |
| 4.47 Business Administration | | | | 304,886 | 352,528 | 31,051 | 688,265 |
| 4.65 Conseil Scolaire Francophone | | | | | | | 0 |
| Total Function 4 | 0 | 0 | 0 | 304,886 | 703,432 | 31,051 | 1,039,169 |
| 5 OPERATIONS AND MAINTENANCE | | | | | | | |
| 5.41 Operations and Maintenance Administration | | 26,094 | | 48,860 | 199,955 | | 274,909 |
| 5.50 Maintenance Operations | | | | 2,474,069 | | 80,481 | 2,554,550 |
| 5.52 Maintenance of Grounds | | | | 131,570 | | | 131,570 |
| 5.56 Utilities | | | | | | | 0 |
| 5.65 Conseil Scolaire Francophone | | | | | | | 0 |
| Total Function 5 | 0 | 26,094 | 0 | 2,654,519 | 199,955 | 80,481 | 2,961,059 |
| 7 TRANSPORTATION AND HOUSING | | | | | | | |
| 7.41 Transportation and Housing Administration | | | | 8,843 | 38,460 | 3,298 | 50,601 |
| 7.65 Conseil Scolaire Francophone | | | | | | | 0 |
| 7.70 Student Transportation | | | | 87,416 | | 27,529 | 844,945 |
| 7.73 Housing | | | | | | | 0 |
| Total Function 7 | 0 | 0 | 0 | 826,256 | 38,460 | 30,827 | 895,546 |
| 9 DEBT SERVICES (OPERATING) | | | | | | | |
| 9.92 Interest on Bank Loans | | | | | | | 0 |
| 9.94 Interest on Temporary Borrowing | | | | | | | 0 |
| Total Function 9 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL FUNCTIONS 1 - 9 | 20,344,314 | 3,011,073 | 2,911,876 | 4,951,181 | 1,566,026 | 1,820,340 | 34,608,810 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 OPERATING FUND
 EXPENSE BY FUNCTION AND PROGRAM
 YEAR ENDED JUNE 30, 2008

| | TOTAL SALARIES | EMPLOYEE BENEFITS | TOTAL SALARIES AND BENEFITS | SERVICES AND SUPPLIES | 2008 ACTUAL | 2008 AMENDED ANNUAL BUDGET | 2007 ACTUAL |
|--|-------------------|-------------------|-----------------------------|-----------------------|-------------------|----------------------------|-------------------|
| 1 INSTRUCTION | | | | | | | |
| 1.02 Regular Instruction | 19,645,455 | 4,465,995 | 24,110,850 | 3,350,500 | 27,461,350 | 28,894,515 | 28,139,910 |
| 1.03 Career Programs | 72,218 | 16,081 | 88,299 | 101,052 | 189,351 | 193,362 | 176,124 |
| 1.07 Library Services | 648,054 | 140,460 | 788,514 | 86,408 | 874,922 | 906,731 | 827,826 |
| 1.08 Counselling | 553,571 | 123,592 | 677,163 | 4,970 | 682,133 | 682,270 | 700,976 |
| 1.10 Special Education | 5,532,941 | 1,371,560 | 6,904,501 | 181,044 | 7,085,545 | 7,033,093 | 7,033,093 |
| 1.30 English as a Second Language | 47,248 | 9,549 | 56,797 | 1,146 | 57,943 | 54,000 | 19,131 |
| 1.31 Aboriginal Education | 421,259 | 117,714 | 539,013 | 65,581 | 604,594 | 651,918 | 596,489 |
| 1.41 School Administration | 2,563,589 | 610,542 | 3,174,131 | 11,083 | 3,185,214 | 3,202,815 | 3,202,276 |
| 1.60 Summer School | 36,301 | 6,168 | 42,469 | 9,926 | 52,395 | 97,562 | 25,438 |
| 1.61 Continuing Education | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 1.62 Off Shore Students | 190,360 | 33,612 | 223,972 | 461,023 | 684,995 | 637,748 | 667,841 |
| 1.64 Other | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 1.65 Conseil Scolaire Francophone | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Function 1 | 29,711,036 | 6,894,673 | 36,605,709 | 4,272,733 | 40,878,442 | 42,634,410 | 39,369,108 |
| 4 DISTRICT ADMINISTRATION | | | | | | | |
| 4.11 Educational Administration | 220,671 | 46,305 | 266,976 | 56,261 | 323,267 | 352,198 | 398,810 |
| 4.40 School District Governance | 130,233 | 3,188 | 133,371 | 114,808 | 248,177 | 212,528 | 274,427 |
| 4.41 Business Administration | 698,265 | 136,504 | 834,769 | 421,136 | 1,245,905 | 1,350,257 | 1,034,371 |
| 4.65 Conseil Scolaire Francophone | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Function 4 | 1,038,169 | 185,947 | 1,225,116 | 592,203 | 1,817,349 | 1,914,983 | 1,707,609 |
| 5 OPERATIONS AND MAINTENANCE | | | | | | | |
| 5.41 Operations and Maintenance Administration | 274,909 | 50,250 | 325,159 | 77,861 | 413,020 | 421,943 | 397,984 |
| 5.50 Maintenance Operations | 2,564,580 | 868,614 | 3,433,194 | 850,079 | 3,993,273 | 4,233,950 | 3,941,060 |
| 5.52 Maintenance of Grounds | 131,570 | 23,475 | 155,045 | 158,444 | 313,469 | 325,186 | 280,604 |
| 5.56 Utilities | 0 | 0 | 0 | 1,272,924 | 1,272,924 | 1,323,000 | 1,260,040 |
| 5.65 Conseil Scolaire Francophone | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Function 5 | 2,961,059 | 672,339 | 3,633,398 | 2,359,308 | 5,992,706 | 6,303,679 | 5,879,698 |
| 7 TRANSPORTATION AND HOUSING | | | | | | | |
| 7.41 Transportation and Housing Administration | 50,801 | 11,366 | 62,167 | 8,263 | 70,220 | 99,484 | 74,227 |
| 7.65 Conseil Scolaire Francophone | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| 7.70 Student Transportation | 844,945 | 212,994 | 1,057,939 | 450,886 | 1,508,625 | 1,562,256 | 1,530,428 |
| 7.73 Housing | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Total Function 7 | 895,746 | 224,350 | 1,119,896 | 459,149 | 1,578,845 | 1,661,740 | 1,604,655 |
| 9 DEBT SERVICES (OPERATING) | | | | | | | |
| 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 |
| Total Function 9 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| TOTAL FUNCTIONS 1 - 9 | 34,606,810 | 7,977,309 | 42,584,119 | 7,863,223 | 50,267,342 | 52,514,812 | 46,561,057 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 OPERATING FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2008

Schedule A5

| | |
|---|------------------|
| BALANCE, BEGINNING OF YEAR | 246,858 |
| | |
| Changes in Accounting Policies/ Prior Period Adjustments | |
| | |
| BALANCE, BEGINNING OF YEAR, AS RESTATED | <u>246,858</u> |
| | |
| Changes for the Year | |
| Increase: | |
| Provincial Grants - Ministry of Education | 0 |
| Provincial Grants - Other | 0 |
| Other Revenue | 0 |
| | <u>0</u> |
| | |
| Decrease: | |
| Allocated to Revenue | |
| Provincial Grants - Ministry of Education | 0 |
| Provincial Grants - Other | 0 |
| Federal Grants | 0 |
| Other Revenue | 246,858 |
| Investment Income | 0 |
| | <u>246,858</u> |
| | |
| Net Changes for the Year | <u>(246,858)</u> |
| | |
| BALANCE, END OF YEAR | <u><u>0</u></u> |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2008

| | MINISTRY OF EDUCATION DESIGNATED | OTHER | SCHOOL GENERATED FUNDS | RELATED ENTITIES | TOTAL |
|---|----------------------------------|------------------|------------------------|------------------|------------------|
| DEFERRED CONTRIBUTIONS | | | | | |
| DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR | | | | | 4,429,104 |
| Add: Contributions Received | 2,741,335 | 1,084,179 | 603,990 | 0 | 4,429,104 |
| Provincial Grants - Ministry of Education | 1,376,187 | 472,933 | | | 1,849,120 |
| Provincial Grants - Other | | 74,923 | | | 74,923 |
| Federal Grants | | (4,914) | 2,078,207 | | 2,073,293 |
| Other | 66,244 | 25,501 | | | 91,745 |
| Investment Income | (100,294) | 100,284 | | | 0 |
| District Entered | 1,342,187 | 688,877 | 2,078,207 | 0 | 4,089,021 |
| Less: Allocated to Revenue | 1,807,923 | 672,769 | 2,068,397 | | 4,548,089 |
| Recovered | | | | | 0 |
| DEFERRED CONTRIBUTIONS, END OF YEAR | 2,275,549 | 1,080,087 | 613,400 | 0 | 3,969,036 |
| REVENUE AND EXPENSE | | | | | |
| REVENUE | | | | | |
| Provincial Grants - Ministry of Education | 1,741,679 | 516,228 | | | 2,257,908 |
| Provincial Grants - Other | | 73,492 | | | 73,492 |
| Federal Grants | | | 2,068,397 | | 2,068,397 |
| Other Revenue | | 57,547 | | | 57,547 |
| Rentals and Leases | | | | | 0 |
| Investment Income | 66,244 | 25,501 | | | 91,745 |
| Gain (Loss) on Equity Investment | | | | | 0 |
| | 1,807,923 | 672,769 | 2,068,397 | 0 | 4,549,089 |
| EXPENSE | | | | | |
| Salaries | | | | | 20,390 |
| Teachers | | 20,390 | | | 20,390 |
| Principals and Vice Principals | | | | | 0 |
| Educational Assistants | | 319,261 | | | 319,261 |
| Support Staff | | 7,214 | | | 7,214 |
| Other Professionals | | 69,069 | | | 69,069 |
| Substitutes | | 1,352 | | | 1,352 |
| Employee Benefits | 0 | 417,286 | 0 | 0 | 417,286 |
| Services and Supplies | 1,807,923 | 155,960 | 2,068,397 | | 4,032,280 |
| | 1,807,923 | 672,769 | 2,068,397 | 0 | 4,549,089 |
| NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS | 0 | 0 | 0 | 0 | 0 |
| INTERFUND TRANSFERS | | | | | |
| Capital Assets Purchased | | | | | 0 |
| Other | 0 | 0 | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 | 0 |
| NET REVENUE (EXPENSE) | 0 | 0 | 0 | 0 | 0 |

**SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2008**

| | 207 Annual Facility Grant | 250 Special Education Equipment | Community Link | TOTAL |
|---|------------------------------------|--|-------------------|-----------|
| DEFERRED CONTRIBUTIONS | | | | |
| DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR | | | | 2,741,335 |
| Add: Contributions Received | 2,615,273 | 25,768 | 100,294 | |
| Provincial Grants - Ministry of Education | 1,363,362 | 12,825 | | 1,376,187 |
| Provincial Grants - Other | | | | 0 |
| Federal Grants | | | | 0 |
| Other | | | | 0 |
| Investment Income | 66,244 | | | 66,244 |
| Transfer to Schedule B3 | | | (100,294) | (100,294) |
| | 1,429,606 | 12,825 | (100,294) | 1,342,137 |
| Less: Allocated to Revenue | | | | |
| Recovered | 1,779,153 | 28,770 | | 1,807,923 |
| | 2,658,726 | 9,823 | 0 | 2,715,549 |
| DEFERRED CONTRIBUTIONS, END OF YEAR | | | | |
| REVENUE AND EXPENSE | | | | |
| REVENUE | | | | |
| Provincial Grants - Ministry of Education | 1,712,909 | 28,770 | | 1,741,679 |
| Provincial Grants - Other | | | | 0 |
| Federal Grants | | | | 0 |
| Other Revenue | | | | 0 |
| Investment Income | 66,244 | | | 66,244 |
| | 1,779,153 | 28,770 | 0 | 1,807,923 |
| EXPENSE | | | | |
| Salaries | | | | |
| Teachers | | | | 0 |
| Principals and Vice Principals | | | | 0 |
| Educational Assistants | | | | 0 |
| Support Staff | | | | 0 |
| Other Professionals | | | | 0 |
| Substitutes | | | | 0 |
| Employee Benefits | 0 | 0 | 0 | 0 |
| Services and Supplies | 1,779,153 | 28,770 | | 1,807,923 |
| | 1,779,153 | 28,770 | 0 | 1,807,923 |
| NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS | 0 | 0 | 0 | 0 |
| INTERFUND TRANSFERS | | | | |
| Capital Assets Purchased | | | | 0 |
| Other | 0 | 0 | 0 | 0 |
| | 0 | 0 | 0 | 0 |
| NET REVENUE (EXPENSE) | | | | |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2008

Schedule B3

| | HERITAGE FAIR | KET CITY THEATRE | DSL P | MCF PROGRAMS | ETHNOBOTANY WALKS | SCHOLARSHIPS | Federal French | Community Link |
|--|---------------|------------------|----------|--------------|-------------------|--------------|----------------|----------------|
| DEFERRED CONTRIBUTIONS | | | | | | | | |
| DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR | 4,066 | 23,427 | 281,349 | 34,161 | 555 | 703,579 | 37,042 | 0 |
| Add: Contributions Received | | | | | | | | |
| Provincial Grants - Ministry of Education | | | | 74,923 | | | 143,047 | 323,886 |
| Provincial Grants - Other | | | | | | | | |
| Federal Grants | | 12,001 | (72,715) | | 6,345 | 34,498 | 14,897 | |
| Other | | | | | | 25,501 | | |
| Investment Income | | | | | | | | |
| Transfer from Schedule B2 | 0 | 12,001 | (72,715) | 74,923 | 6,345 | 59,999 | 157,944 | 100,294 |
| Less: Allocated to Revenue Recovered | 4,066 | 8,764 | | 73,492 | 2,245 | 61,131 | 145,448 | 377,623 |
| DEFERRED CONTRIBUTIONS, END OF YEAR | 0 | 28,664 | 208,634 | 35,592 | 4,855 | 702,447 | 49,538 | 52,557 |
| REVENUE AND EXPENSE | | | | | | | | |
| REVENUE | | | | | | | | |
| Provincial Grants - Ministry of Education | | | | | | | 139,606 | 377,623 |
| Provincial Grants - Other | | | | 73,492 | | | | |
| Federal Grants | | | | | | | | |
| Other Revenue | 4,066 | 8,764 | | | 2,245 | 35,630 | 6,842 | |
| Investment Income | 4,066 | 8,764 | 0 | 73,492 | 2,245 | 25,501 | 145,448 | 377,623 |
| EXPENSE | | | | | | | | |
| Salaries | | | | | | | 20,390 | |
| Teachers | | | | | | | | |
| Principals and Vice Principals | | | | | | | | |
| Educational Assistants | | | | | | | | |
| Support Staff | | | | | | | | |
| Other Professionals | | | | 52,381 | | | | 250,668 |
| Substitutes | | | | | | | | 7,214 |
| Employee Benefits | 0 | 0 | 0 | 52,381 | 0 | 0 | 90,052 | 1,069 |
| Services and Supplies | 4,066 | 8,764 | | 12,256 | | | 15,923 | 274,253 |
| NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS | 4,066 | 8,764 | 0 | 8,255 | 2,245 | 61,131 | 39,473 | 71,344 |
| INTERFUND TRANSFERS | | | | | | | | |
| Capital Assets Purchased | 0 | 0 | 0 | 73,492 | 2,245 | 61,131 | 145,448 | 377,623 |
| Other | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| NET REVENUE (EXPENSE) | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2008

| | TOTAL |
|--|-----------|
| DEFERRED CONTRIBUTIONS | |
| DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR | 1,084,179 |
| Add: Contributions Received | |
| Provincial Grants - Ministry of Education | 472,933 |
| Provincial Grants - Other | 74,923 |
| Federal Grants | 0 |
| Other | (4,974) |
| Investment Income | 25,501 |
| Transfer from Schedule B2 | 100,294 |
| | 688,677 |
| Less: Allocated to Revenue | 672,769 |
| Recovered | 0 |
| DEFERRED CONTRIBUTIONS, END OF YEAR | 1,080,087 |
| REVENUE AND EXPENSE | |
| REVENUE | |
| Provincial Grants - Ministry of Education | 516,229 |
| Provincial Grants - Other | 73,492 |
| Federal Grants | 0 |
| Other Revenue | 57,547 |
| Investment Income | 25,501 |
| | 672,769 |
| EXPENSE | |
| Salaries | 20,390 |
| Teachers | 0 |
| Principals and Vice Principals | 319,281 |
| Educational Assistants | 7,214 |
| Support Staff | 69,069 |
| Other Professionals | 1,352 |
| Substitutes | 417,296 |
| Employee Benefits | 99,523 |
| Services and Supplies | 155,960 |
| | 672,769 |
| NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS | 0 |
| INTERFUND TRANSFERS | |
| Capital Assets Purchased | 0 |
| Other | 0 |
| | 0 |
| NET REVENUE (EXPENSE) | 0 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 CAPITAL FUND
 CAPITAL ASSETS
 YEAR ENDED JUNE 30, 2008

| | SITES | BUILDINGS | FURNITURE AND EQUIPMENT | VEHICLES | COMPUTER SOFTWARE | COMPUTER HARDWARE | TOTAL |
|---|-----------|-------------|-------------------------|-----------|-------------------|-------------------|-------------|
| COST, BEGINNING OF YEAR | 6,002,977 | 97,031,277 | 1,365,477 | 2,402,008 | 0 | 147,326 | 106,949,065 |
| Changes in Accounting Policy/ Prior Period Adjustments | | | | | | | |
| COST, BEGINNING OF YEAR, AS RESTATED | 6,002,977 | 97,031,277 | 1,365,477 | 2,402,008 | 0 | 147,326 | 106,949,065 |
| Changes for the Year | | | | | | | |
| Increase: | | | | | | | |
| Purchases from: | | | | | | | |
| Deferred Contributions - Bylaw | | 12,872 | 3,921 | 311,017 | | | 327,810 |
| Deferred Contributions - Other | | | | | | | 0 |
| Operating Fund | | | | | | | 0 |
| Special Purpose Funds | | | | | | | 0 |
| Local Capital | | | | | | | 0 |
| Transferred from Work in Progress | 0 | 12,872 | 3,921 | 311,017 | 0 | 0 | 327,810 |
| Decrease: | | | | | | | |
| Disposed of | | | | | | | 0 |
| Deemed Disposals | | | 144,150 | 198,989 | | 60,368 | 403,547 |
| Written-off/Down During Year | | | | | | | 0 |
| COST, END OF YEAR | 6,002,977 | 97,044,149 | 1,225,208 | 2,514,036 | 0 | 60,368 | 106,873,328 |
| WORK IN PROGRESS, END OF YEAR | | 13,731,836 | | | | 86,958 | 13,731,836 |
| COST AND WORK IN PROGRESS, END OF YEAR | 6,002,977 | 110,775,985 | 1,225,208 | 2,514,036 | 0 | 86,958 | 120,605,164 |
| ACCUMULATED AMORTIZATION, BEGINNING OF YEAR | 0 | 46,900,324 | 832,187 | 1,032,625 | 0 | 66,497 | 48,833,633 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | | | | |
| BALANCE, BEGINNING OF YEAR, AS RESTATED | 0 | 46,900,324 | 832,187 | 1,032,625 | 0 | 66,497 | 48,833,633 |
| Changes for the Year | | | | | | | |
| Increase: Amortization for the Year | | 1,932,275 | 136,548 | 240,201 | | 28,465 | 2,338,489 |
| Decrease: | | | | | | | |
| Disposed of | | | | | | | 0 |
| Deemed Disposals | | | 144,150 | 198,989 | | 60,368 | 403,547 |
| Written-off/Down During Year | | | | | | | 0 |
| ACCUMULATED AMORTIZATION, END OF YEAR | 0 | 48,832,599 | 824,545 | 1,073,837 | 0 | 37,594 | 50,768,575 |
| CAPITAL ASSETS - NET | 6,002,977 | 61,943,386 | 400,663 | 1,440,199 | 0 | 49,364 | 69,836,589 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2008

Schedule C3

| | BYLAW CAPITAL (NET) | OTHER PROVINCIAL (NET) | OTHER CAPITAL (NET) | TOTAL CAPITAL |
|---|---------------------------|------------------------------|---------------------------|------------------|
| DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR | 47,176,778 | 0 | 0 | 47,176,778 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | |
| DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED | 47,176,778 | 0 | 0 | 47,176,778 |
| Changes for the Year | | | | |
| Increase: | | | | |
| Transferred from Deferred Contributions - Capital Additions | 327,810 | | | 327,810 |
| Transferred from Work in Progress | | | | 0 |
| | 327,810 | 0 | 0 | 327,810 |
| Decrease: | | | | |
| Amortization of Deferred Capital Contributions | 2,144,328 | | | 2,144,328 |
| Revenue Recognized on Disposal of Buildings | | | | 0 |
| Revenue Recognized on Write-off/down of Buildings | | | | 0 |
| | 2,144,328 | 0 | 0 | 2,144,328 |
| Net Changes for the Year | (1,816,518) | 0 | 0 | (1,816,518) |
| DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR | 45,360,260 | 0 | 0 | 45,360,260 |
| WORK IN PROGRESS, BEGINNING OF YEAR | 3,321,208 | 0 | 0 | 3,321,208 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | |
| WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED | 3,321,208 | 0 | 0 | 3,321,208 |
| Changes for the Year | | | | |
| Increase: | | | | |
| Transferred from Deferred Contributions - Work in Progress | 10,410,628 | | | 10,410,628 |
| | 10,410,628 | 0 | 0 | 10,410,628 |
| Decrease: | | | | |
| Transferred to Deferred Capital Contributions | | | | 0 |
| | 0 | 0 | 0 | 0 |
| Net Changes for the Year | 10,410,628 | 0 | 0 | 10,410,628 |
| WORK IN PROGRESS, END OF YEAR | 13,731,836 | 0 | 0 | 13,731,836 |
| TOTAL DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR | 59,092,096 | 0 | 0 | 59,092,096 |

SCHOOL DISTRICT NO. 05 (Southeast Kootenay)
 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 | 190,647 | 1,817,186 | 0 | 0 | 0 | 2,007,833 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | | | | |
| BALANCE, BEGINNING OF YEAR, AS RESTATED | 190,647 | 1,817,186 | 0 | 0 | 0 | 2,007,833 |
| Changes for the Year | | | | | | |
| Increase: | | | | | | |
| Provincial Grants - Ministry of Education | | 11,505,366 | | | | 11,505,366 |
| Provincial Grants - Other | | | | | | 0 |
| Other | | | | | | 0 |
| Investment Income | | 68,228 | | | | 68,228 |
| MEd Restricted Portion of Proceeds on Disposal | | | | | | 0 |
| | 11,505,366 | 68,228 | 0 | 0 | 0 | 11,573,594 |
| Decrease: | | | | | | |
| Transferred to DCC - Capital Additions | 327,810 | | | | | 327,810 |
| Transferred to DCC - Work in Progress | 10,410,628 | | | | | 10,410,628 |
| Transferred to Invested in Capital Assets - Site Purchases | | | | | | 0 |
| | 10,738,438 | 0 | 0 | 0 | 0 | 10,738,438 |
| Net Changes for the Year | 766,928 | 68,228 | 0 | 0 | 0 | 835,156 |
| BALANCE, END OF YEAR | 557,575 | 1,885,414 | 0 | 0 | 0 | 2,842,989 |

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

| | INVESTED IN CAPITAL ASSETS | LOCAL CAPITAL | FUND BALANCE |
|---|-------------------------------------|-------------------------|--------------------------|
| BALANCE, BEGINNING OF YEAR | 10,938,654 | 1,230,963 | 12,169,617 |
| Changes in Accounting Policies/ Prior Period Adjustments | | | |
| BALANCE, BEGINNING OF YEAR, AS RESTATED | <u>10,938,654</u> | <u>1,230,963</u> | <u>12,169,617</u> |
| Changes for the Year | | | |
| Investment Income | | 52,238 | 52,238 |
| 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 | 2,144,328 | | 2,144,328 |
| Capital Assets Purchased from Local Capital | | | 0 |
| Interfund Transfers - Capital Assets Purchased | | | 0 |
| Interfund Transfers - Capital Assets WIP | | | 0 |
| Interfund Transfers - Local Capital | | 229,000 | 229,000 |
| Amortization of Capital Assets | (2,338,489) | | (2,338,489) |
| Transferred to Invested in Capital Assets | | | 0 |
| -- Site Purchases | | | 0 |
| Net Changes for the Year | <u>(194,161)</u> | <u>281,238</u> | <u>87,077</u> |
| BALANCE, END OF YEAR | <u><u>10,744,493</u></u> | <u><u>1,512,201</u></u> | <u><u>12,256,694</u></u> |

**School District
Statement of Financial Information (SOFI)**

School District No. 5 (Southeast Kootenay)

Fiscal Year Ended June 30, 2008

SCHEDULE OF DEBT

Information on all long term debt is included in the School District Audited Financial Statements.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

**School District
Statement of Financial Information (SOFI)**

School District No. 5 (Southeast Kootenay)

Fiscal Year Ended June 30, 2008

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

School District No. 5 (Southeast Kootenay) has not given any guarantee or indemnity under the Guarantees and Indemnities Regulation.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 5

| NAME | POSITION | REMUNERATION | EXPENSE |
|----------------------------------|----------|--------------|-----------|
| ELECTED OFFICIALS : | | | |
| Bellina, Beverley | | 14,175.24 | 1,270.39 |
| Casey, Patricia | | 14,175.24 | 617.90 |
| Damstrom, Shaun | | 14,175.24 | 1,383.05 |
| Ellis, Chris | | 14,175.24 | 374.70 |
| Meek, Heather | | 14,175.24 | 3,264.40 |
| Mildenberger, Corey | | 14,175.24 | 1,098.90 |
| Nielson, Keith H. | | 17,031.36 | |
| Rodgers, Roberta | | 13,975.32 | |
| Walkley, Jack R. | | 14,427.24 | 2,191.50 |
| TOTAL ELECTED OFFICIALS | | 130,485.36 | 10,200.84 |
| DETAILED EMPLOYEES > 75,000.00 : | | | |
| Ambrose, Petra | | 78,197.32 | |
| Andersen, Lezley | | 78,676.41 | |
| Aston, Greg | | 93,188.64 | 1,511.10 |
| Basarab, Ronald | | 78,172.41 | 126.72 |
| Bellerby, Margaret | | 76,161.48 | |
| Biafore, Michael | | 78,172.41 | |
| Bruderlein, Alexandra | | 78,494.35 | |
| Casault, Diane | | 98,301.72 | 2,304.86 |
| Catherall, Chris | | 91,788.99 | 1,750.00 |
| Chala, Christine | | 79,733.96 | |
| Chala, Douglas | | 79,800.74 | |
| Chechotko, Tami | | 78,207.18 | |
| Colonello, Lilio | | 97,937.52 | 4,199.47 |
| Colonello, Trudy | | 93,245.58 | 3,092.26 |
| Conrad, Brian H. | | 79,086.32 | 1,033.40 |
| De Grandpre, Sylvie | | 75,638.76 | 4,729.79 |
| Dobie, Glenn | | 113,336.99 | 6,692.03 |
| Durand, Elizabeth | | 78,226.33 | 268.80 |
| Empson-Richardson, Debra | | 97,064.02 | |
| Fairbairn, Stephen | | 86,572.52 | |
| Fenwick, Dawn | | 78,172.41 | 133.46 |
| Fisher, Diane L. | | 78,820.41 | |
| Gill, Glen H. | | 78,820.41 | |
| Glover, Brian | | 79,794.92 | |
| Gonsalvez, Betty | | 77,524.41 | 884.00 |
| Gonsalvez, Louise | | 75,457.81 | 251.52 |
| Gonsalvez, Ralph | | 93,931.32 | 4,942.43 |
| Gook, William | | 126,288.62 | 6,403.33 |
| Hamagami, Brian K. | | 79,522.33 | 96.00 |
| Harkess, P. Garth | | 79,478.16 | |
| Hill, Julie P. | | 83,042.84 | |
| Hogg, Douglas | | 96,011.04 | 7,550.56 |
| Hogg, Wendy E. | | 82,279.68 | 1,439.34 |

YEAR ENDED JUNE 30,2008

| NAME | POSITION | REMUNERATION | EXPENSE |
|-------------------------|----------|--------------|----------|
| Holt, Scott | | 75,638.76 | 3,500.00 |
| Johns, Chris | | 77,042.82 | |
| Johnson, William | | 78,204.12 | 2,839.63 |
| Kennedy, Debra L | | 78,172.41 | 1,735.10 |
| Kielpinski, Christopher | | 84,338.42 | 459.94 |
| Kirkham, Terry | | 79,270.80 | 2,541.13 |
| Kitt, Raymond | | 88,703.64 | 747.10 |
| Knudsgaard, Elaine J. | | 78,909.14 | 484.00 |
| Langin, Marianne | | 77,705.32 | |
| Le Grandeur, Jo-Anna | | 79,478.16 | |
| Lightfoot, Steven | | 97,462.32 | 4,152.30 |
| Lindsay-Tadey, Maggie | | 78,820.41 | 1,030.63 |
| Ludwar, Jason | | 85,107.60 | 2,062.85 |
| Maudie, Brenda | | 95,081.76 | 6,933.41 |
| McDermid, Neil | | 79,093.69 | 1,446.19 |
| McGale, Shirley | | 93,188.64 | 3,459.66 |
| McLeod, Pam | | 78,809.95 | 517.01 |
| McPhee, E. Douglas | | 95,867.04 | 5,359.55 |
| Minto, Adele | | 75,846.21 | 3,325.90 |
| Mitchell, Doug | | 97,462.32 | 3,245.00 |
| Molnar, Terry | | 92,540.64 | 3,238.57 |
| Noakes, Kathleen | | 77,524.41 | 192.00 |
| Noble, Daniel | | 78,676.41 | 727.80 |
| Norman, Allyster | | 78,476.79 | |
| Norum, Robert G. | | 121,380.56 | 4,567.95 |
| Olsen, Christin V. | | 78,550.80 | 241.36 |
| Olson, Christine | | 79,697.53 | |
| Pidgeon, Gail | | 78,766.33 | |
| Piros, Thomas | | 78,820.41 | 1,153.99 |
| Place, Cheryl | | 76,925.55 | |
| Quick, Terry W. | | 78,820.41 | |
| Regular, Keith | | 79,522.33 | |
| Reid, Russell W. | | 97,630.67 | |
| Reimer, Brent | | 97,106.18 | 1,300.11 |
| Robertson, Ross | | 78,676.41 | |
| Robinson, Karin | | 78,172.41 | |
| Rogers, Annette | | 77,367.70 | 81.95 |
| Rogers, G. Stephen | | 92,530.01 | 559.83 |
| Ross, Martin | | 95,698.48 | 5,778.23 |
| Ruesch, Ursula | | 77,524.41 | |
| Russchen, Julie | | 78,146.83 | |
| Salken, Constance | | 75,555.68 | |
| Sartorel, Michelle | | 77,700.32 | 880.92 |
| Saville, Miriam | | 78,676.41 | |
| Sinclair, Lorie | | 78,820.41 | |
| Smith, Kathleen | | 78,676.41 | |
| Smith, Robert | | 93,044.64 | 2,264.94 |
| Sopko, Frank | | 78,204.12 | 5,139.16 |
| Standing, David | | 85,251.60 | 1,655.00 |

YEAR ENDED JUNE 30,2008

| NAME | POSITION | REMUNERATION | EXPENSE |
|--------------------------------------|----------|---------------|--------------|
| Stefano, Anna | | 77,524.41 | |
| Stuart, Cynthia M. | | 96,807.29 | 3,019.74 |
| Taylor, Darrell J. | | 79,478.16 | |
| Tichauer, Jason | | 88,458.12 | 1,939.34 |
| Toyota, Gary R. | | 89,788.01 | 2,600.00 |
| Turner, Wendy | | 78,676.41 | |
| Van Camp, Mark E. | | 78,512.79 | |
| Verbeurgt, Darcy M. | | 76,052.04 | 2,402.00 |
| Vording, Monica | | 93,188.64 | 481.64 |
| Voysey, Dawn | | 83,575.68 | |
| walker, Bill | | 79,488.27 | 104.64 |
| walkley, Thomas | | 89,493.28 | 474.70 |
| wilson, Stewart | | 78,820.41 | |
| TOTAL DETAILED EMPLOYEES > 75,000.00 | | 8,001,699.91 | 130,052.34 |
| TOTAL EMPLOYEES <= 75,000.00 | | 26,340,335.53 | 123,392.31 |
| TOTAL | | 34,472,520.80 | 263,645.49 |
| TOTAL EMPLOYER PREMIUM FOR CPP/EI | | | 1,687,536.69 |

**School District
Statement of Financial Information (SOFI)**

School District No. 5 (Southeast Kootenay)

Fiscal Year Ended June 30, 2008

STATEMENT OF SEVERANCE AGREEMENTS

There was one severance agreement made between School District No. 5 (Southeast Kootenay) and its non-unionized employees during fiscal year 2007/2008.

This agreement represented 18 months' compensation.

Prepared as required by *Financial Information Regulation*, Schedule 1, subsection 6(7)

YEAR ENDED JUNE 30, 2008

VENDOR NAME

EXPENSE

DETAILED VENDORS > 25,000.00 :

| | |
|-------------------------------------|--------------|
| A & B ROOFING | 36,341.04 |
| ACKLANDS - GRAINGER | 45,889.88 |
| APPLE CANADA, INC. T4001 | 400,908.26 |
| BC HYDRO | 482,605.19 |
| BC SCHOOL TRUSTEES ASSOC | 39,521.20 |
| BEL PAR INDUSTRIES LTD | 51,278.49 |
| BELL CANADA | 104,391.18 |
| BORDER HOLDINGS LTD | 1,260,715.34 |
| BREATHE EASY DUCT CLEANING LTD | 62,492.85 |
| CFTA | 112,500.00 |
| COAST PAPER | 40,870.25 |
| COLLEGE OF THE ROCKIES (CRANBROOK) | 57,800.26 |
| COMMISSIONER OF MUNICIPAL SUPERANN | 740,235.00 |
| COMMISSIONER TEACHERS' PENSION PLAN | 3,204,138.00 |
| CORPORATION OF THE CITY OF FERNIE | 27,006.81 |
| DELL CANADA INC | 37,531.78 |
| DISTRICT OF SPARWOOD | 44,786.66 |
| EECOL ELECTRIC LTD | 30,993.65 |
| ELK VALLEY CONTRACTING | 55,612.35 |
| GPI OUTDOOR DESIGNS INC | 117,471.66 |
| GRAYHAWK INDUSTRIES LTD | 355,418.58 |
| GREAT WEST LIFE ASSURANCE CO | 64,811.00 |
| GROUPHEALTH GLOBAL BENEFIT | 968,332.00 |
| HARRIS & COMPANY | 71,555.24 |
| HERITAGE ROOFING | 139,775.84 |
| IKON OFFICE SOLUTIONS | 33,099.48 |
| INTERIOR HEALTH (KAMLOOPS) | 30,037.50 |
| IOS FINANCIAL (COPIER CONTRACT) | 142,367.71 |
| JEPSON PETROLEUM LTD | 266,269.71 |
| KBC TOOLS INC | 27,670.84 |
| KEY CITY THEATRE | 28,250.00 |
| KOOTENAY INS. SERVICES LTD | 84,946.80 |
| MATRIX PLANNING ASSOCIATES | 31,211.88 |
| MCDONELL QUIRING NEUMANN | 213,830.01 |
| MCGRAW HILL RYERSON LIMITED | 44,087.27 |
| MINISTER OF FINANCE | 184,512.00 |
| MITECH BUSINESS SYSTEMS | 35,679.01 |
| MORNEAU SOBECO | 65,990.55 |
| MURRAY'S OFFICE STOP | 108,136.60 |
| NELSON EDUCATION LTD | 30,971.19 |
| PEARSON CANADA INC T46254 | 45,338.92 |
| PEBT IN TRUST | 507,374.18 |
| POINTS WEST AUDIO VISUAL LTD | 43,607.46 |
| REVENUE SERVICES OF BC | 35,476.42 |
| SDS SOFTWARE INC | 46,104.32 |
| SHANAHAN'S BUILDING SPECIALTIES LTD | 46,848.79 |
| SILVER MOON ENTERPRISE | 25,507.05 |

| VENDOR NAME | EXPENSE |
|---|---------------|
| ----- | ----- |
| SOUTHEAST DISPOSAL | 32,663.81 |
| SOUTHEAST MAINTENANCE | 26,651.00 |
| SPARWOOD HUSKY | 25,307.87 |
| SPORTFACTOR INC | 51,539.16 |
| STAPLES BUSINESS DEPOT | 26,870.40 |
| TELUS COMMUNICATIONS (BC) INC | 130,486.51 |
| TELUS MOBILITY | 38,760.89 |
| TERASEN GAS INC | 721,821.16 |
| THOMAS BUS OF BC | 287,195.44 |
| UNISOURCE CANADA INC | 27,118.85 |
| VECTOR PROJECTS GROUP LTD | 9,726,025.45 |
| WESCLEAN EQUIP & CLEANING SUPPLIES | 40,415.29 |
| WESTERN CAMPUS RESOURCES | 33,584.58 |
| WIEBE FOREST ENGINEERING LTD | 34,792.50 |
| WOLSELEY MECHANICAL GROUP | 32,793.96 |
| WOOD WYANT INC | 118,198.45 |
| WORKERS' COMPENSATION BOARD | 206,609.77 |
| | ----- |
| TOTAL DETAILED VENDORS > 25,000.00 | 22,191,135.29 |
| | |
| TOTAL VENDORS <= 25,000.00 | 174,136.44 |
| | |
| | ===== |
| TOTAL PAYMENTS FOR THE GOODS AND SERVICES | 22,365,271.73 |

YEAR ENDED JUNE 30,2008

SCHEDULED PAYMENTS

| | |
|---------------------------------|---------------|
| REMUNERATION | 34,472,520.80 |
| EMPLOYEE EXPENSES | 263,645.49 |
| EMPLOYER CPP/EI | 1,687,536.69 |
| PAYMENTS FOR GOODS AND SERVICES | 22,365,271.73 |
| TOTAL SCHEDULED PAYMENTS | 58,788,974.71 |

RECONCILIATION ITEMS

NONCASH ITEMS:

| | |
|---------------------------|------------|
| ACCTS PAY/PAYROLL ACCRUAL | 219,518.00 |
| PREPAIDS | 91,427.01- |

PAYMENTS INCLUDED:

| | |
|------------------|-------------|
| TAXABLE BENEFITS | 705,349.11- |
|------------------|-------------|

OTHER:

| | |
|---------------------------|-------------|
| THIRD PARTY RECOVERIES | 13,552.32- |
| GST REBATES | 693,760.40- |
| EMPLOYEE COMP BUY PLAN | 31,276.69- |
| DEFERRED SALARY LEAVE | 171,644.55- |
| DIRECT DEBIT BANK CHARGES | 2,636.97 |
| EXTENDED LV BENEFIT PMTS | 14,723.42- |
| DISABILITY/ADV/WAGE REPMT | 9,606.61- |
| WCB REIMBURSEMENTS | 65,680.67- |
| INSURANCE REFUNDS | 13,136.41- |
| OTHER CASH/ACCRUAL DIFFS | 46,052.49- |

| | |
|----------------------------|---------------|
| TOTAL RECONCILIATION ITEMS | 1,634,054.71- |
|----------------------------|---------------|

FINANCIAL STATEMENT EXPENDITURES

| | |
|--|---------------|
| OPERATING FUND | 50,267,342.00 |
| TRUST FUND | 4,549,089.00 |
| CAPITAL FUND | 2,338,489.00 |
| TOTAL FINANCIAL STATEMENT EXPENDITURES | 57,154,920.00 |

BALANCE

0.00

