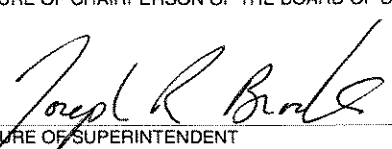

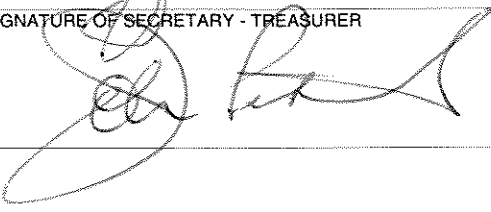


SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2004/2005

SCHOOL DISTRICT NUMBER 46	NAME OF SCHOOL DISTRICT Sunshine Coast	YEAR 2004/2005
OFFICE LOCATION PO Box 220	TELEPHONE NUMBER 604-886-8811	
MAILING ADDRESS		
CITY / PROVINCE Gibsons, BC	POSTAL CODE V0N 1V0	
NAME OF SUPERINTENDENT Stewart Hercus	TELEPHONE NUMBER 604-886-8811	
NAME OF SECRETARY - TREASURER John Pritchard	TELEPHONE NUMBER 604-886-8811	

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements for the School Year 2004/2005 for School District No. 46 (Sunshine Coast)

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES 	DATE SIGNED <i>Sept 13, 2005</i>
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED <i>Sept 15/05</i>
SIGNATURE OF SECRETARY - TREASURER 	DATE SIGNED <i>SEPT 15/05</i>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
2004/2005 AUDITED FINANCIAL STATEMENTS

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Providing personal professional services through White Kennedy Corporation

*Ian S. Kennedy, BA, CA
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*Jeff Duguid, BSc, BCom, CA
Don E. Jones, CA
Marielle J. Brûlé, CA*

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AUDITORS' REPORT TO THE BOARD OF SCHOOL TRUSTEES

To the Board of Trustees of School District No. 46:

We have audited the statement of financial position of The Board of School Trustees of School District No. 46 (Sunshine Coast), as at June 30, 2005, and the statement of revenue and expense, the statement of changes in fund balances, and the statement of cash flows for the year then ended. These financial statements have been prepared to comply with Section 157 of the School Act of the Province of British Columbia. These financial statements are the responsibility of the Board'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 from 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 Board as at June 30, 2005, and the results of its operations for the year then ended in accordance with the basis of accounting described in Note 2 to the financial statements.

Penticton, British Columbia
September 7, 2005

White Kennedy
CHARTERED ACCOUNTANTS

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2005

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
ASSETS					
Current Assets					
Cash	2,633,261	1,713,551		4,346,812	3,324,229
Short Term Investments				0	0
Accounts Receivable					
Due from Province - Ministry of Education				0	0
Due from Province - Other	1,198			1,198	3,716
Due from Canada	141,290			141,290	87,000
Due from Other School Districts				0	0
Due from LEA / Direct Funding				0	0
Other Receivables	482,239			482,239	195,208
Allowance for Doubtful Accounts				0	0
Interfund Loans	86,459				
Inventories				0	0
Prepaid Expenses				0	15,575
	3,344,447	1,713,551	0	4,971,539	3,625,728
Investments				0	0
Equity Investments				0	0
Capital Assets - Net (Note 4)			40,623,804	40,623,804	64,844,922
TOTAL ASSETS	3,344,447	1,713,551	40,623,804	45,595,343	68,470,650
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	856,040			856,040	1,163,377
Bank Loans			418,000	418,000	442,000
Interfund Loans			86,459		
Other Current Liabilities				0	0
	856,040	0	504,459	1,274,040	1,605,377
Deferred Contributions					
Ministry of Education	77,538	1,163,700	16,058	1,257,296	1,725,104
Province - Other				0	0
Other	5,000	549,851		554,851	95,933
Accrued Employee Future Benefits (Note 3a & 7)	1,589,159			1,589,159	223,824
Deferred Capital Contributions			32,363,973	32,363,973	32,827,193
Bank Loans (Note 5)				0	0
Capital Lease Obligations (Note 6)			20,221	20,221	42,736
Other Long Term Liabilities (Note 3b)	433,450			433,450	0
TOTAL LIABILITIES	2,961,187	1,713,551	32,904,711	37,492,990	36,520,167
Fund Balances					
Invested in Capital Assets			7,821,611	7,821,611	31,532,994
Endowment				0	0
Internally Restricted (Note 10 & 12)	887,987		(102,518)	785,469	284,122
Unrestricted (Note 10)	891,077			891,077	133,367
Unfunded Accrued Employee Future Benefits and Vacation Pay (Note 9)	(1,395,804)			(1,395,804)	0
TOTAL FUND BALANCES	383,260	0	7,719,093	8,102,353	31,950,483
TOTAL LIABILITIES AND FUND BALANCES	3,344,447	1,713,551	40,623,804	45,595,343	68,470,650

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2005

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
REVENUE					
Provincial Grants - Ministry of Education	31,585,235	1,856,653		33,441,888	30,339,402
Provincial Grants - Other		230,147		230,147	465,676
Federal Grants	9,026	3,720		12,746	15,476
Other Revenue	406,937	659,292		1,066,229	457,928
Rentals and Leases	6,214			6,214	13,256
Investment Income	84,066			84,066	85,454
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			1,259,185	1,259,185	0
Gain (Loss) on Disposal of Capital Assets				0	0
	<u>32,091,478</u>	<u>2,749,812</u>	<u>1,259,185</u>	<u>36,100,475</u>	<u>31,377,192</u>
EXPENSE					
Salaries					
Teachers	13,098,089			13,098,089	13,387,086
Principals and Vice Principals	1,538,111			1,538,111	1,484,515
Educational Assistants	1,953,271			1,953,271	1,636,554
Support Staff	2,959,040			2,959,040	3,207,819
Other Professionals	764,494			764,494	830,020
Substitutes	1,156,216	4,494		1,160,710	1,197,693
	<u>21,469,221</u>	<u>4,494</u>	<u>0</u>	<u>21,473,715</u>	<u>21,743,687</u>
Employee Benefits	4,689,398			4,689,398	4,501,561
Services and Supplies	3,826,194	1,311,488	23,304	5,160,986	4,266,788
Amortization of Capital Assets			1,393,598	1,393,598	0
Write-off/down of Buildings and Sites				0	0
	<u>29,984,813</u>	<u>1,315,982</u>	<u>1,416,902</u>	<u>32,717,697</u>	<u>30,512,036</u>
NET REVENUE (EXPENSE)	<u>2,106,665</u>	<u>1,433,830</u>	<u>(157,717)</u>	<u>3,382,778</u>	<u>865,156</u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2005

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
FUND BALANCES, BEGINNING OF YEAR	706,129	0	31,244,354	31,950,483	30,984,594
Changes in Accounting Policies /					
Prior Period Adjustments					
Accrued Employee Future Benefits (Note 3)	(1,472,339)			(1,472,339)	0
Accrued Vacation Pay (Note 3)	(433,450)			(433,450)	0
Accumulated Amortization of Capital Assets (Note 3)			(25,324,390)	(25,324,390)	0
Transfer Land Capital Reserve to Deferred Contributions				0	0
Transfer Capital Reserve to Deferred Contributions (Note 3)			(729)	(729)	0
School Generated Funds				0	0
Related Entities				0	0
Deferred Capital Contributions				0	0
Bylaw Capital Over (Under) Spent Beginning of Year				0	0
Ministry of Education Adjustment					(1,051,596)
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	<u>(1,199,660)</u>	<u>0</u>	<u>5,919,235</u>	<u>4,719,575</u>	<u>29,932,998</u>
Changes for the Year					
Net Revenue (Expense) for the Year	2,106,665	1,433,830	(157,717)	3,382,778	865,156
Interfund Transfers					
Capital Assets Purchased (Note 11)	(267,075)	(1,433,830)	1,700,905	0	0
Local Capital (Note 11)	(256,670)		256,670	0	0
Other				0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases				0	0
Amortization of Deferred Capital Contributions					1,152,329
Net Changes for the Year	<u>1,582,920</u>	<u>0</u>	<u>1,799,858</u>	<u>3,382,778</u>	<u>2,017,485</u>
FUND BALANCES, END OF YEAR	<u>383,260</u>	<u>0</u>	<u>7,719,093</u>	<u>8,102,353</u>	<u>31,950,483</u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2005

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	2,106,665	1,433,830	(157,717)	3,382,778	865,156
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(338,803)			(338,803)	(50,527)
Interfund Loans	202,180		(202,180)	0	0
Inventories				0	0
Prepaid Expenses	15,575			15,575	(8,362)
Increase (Decrease)					
Allowance for Doubtful Accounts				0	0
Accounts Payable/Accrued Liabilities	(307,337)			(307,337)	(309,894)
Other Current Liabilities				0	0
Deferred Contributions	33,481	(199,858)		(166,377)	323,032
Accrued Employee Future Benefits	1,798,785			1,798,785	223,824
Other Long Term Liabilities				0	0
Loss (Gain) on Disposal of Capital Assets				0	0
Items Not Involving Cash					
Amortization of Capital Assets			1,393,598	1,393,598	0
Amortization of Deferred Capital Contributions			(1,259,185)	(1,259,185)	0
Accounting Change - Accrued EFB	(1,472,339)			(1,472,339)	0
Accounting Change - Accrued Vacation Pay	(433,450)			(433,450)	0
Write-off/down of Buildings and Sites				0	0
Interfund Transfers	(523,745)	(1,433,830)	1,957,575	0	0
	<u>1,081,012</u>	<u>(199,858)</u>	<u>1,732,091</u>	<u>2,613,245</u>	<u>1,043,229</u>
FINANCING					
Bank Loan Received				0	0
Bank Loan Paid			(24,000)	(24,000)	(24,000)
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			(112,286)	(112,286)	0
Proceeds from Disposal of Capital Assets				0	0
MEd Restricted Portion of Proceeds on Disposal				0	0
Capital Lease Obligation			(22,515)	(22,515)	(28,525)
	<u>0</u>	<u>0</u>	<u>(158,801)</u>	<u>(158,801)</u>	<u>(52,525)</u>
INVESTING					
Capital Assets Purchased - Operating			(267,074)	(267,074)	0
Capital Assets Purchased - Special Purpose			(1,433,831)	(1,433,831)	(216,099)
Capital Assets Purchased - Local Capital				0	0
Decrease (Increase) in Investments				0	0
Decrease (Increase) in Equity Investments				0	0
	<u>0</u>	<u>0</u>	<u>(1,700,905)</u>	<u>(1,700,905)</u>	<u>(216,099)</u>
Net Increase (Decrease) in Cash	<u><u>1,081,012</u></u>	<u><u>(199,858)</u></u>	<u><u>(127,615)</u></u>	<u><u>753,539</u></u>	<u><u>774,605</u></u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2005

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
NET INCREASE (DECREASE) IN CASH	1,081,012	(199,858)	(127,615)	753,539	774,605
Net Cash, Beginning of Year	1,552,249	1,644,365	127,615	3,324,229	2,549,624
Changes in Accounting Policies/ Prior Period Adjustments					
Accounting policy change-School gen. funds		269,044		269,044	
Net Cash, Beginning of Year, as Restated	1,552,249	1,913,409	127,615	3,593,273	2,549,624
NET CASH, END OF YEAR	2,633,261	1,713,551	0	4,346,812	3,324,229
Cash	2,633,261	1,713,551		4,346,812	3,324,229
Short Term Investments				0	0
Bank Overdraft				0	0
NET CASH, END OF YEAR	2,633,261	1,713,551	0	4,346,812	3,324,229

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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 School Trustees of School District No. 46 (Sunshine Coast)", and operates as "School District No. 46 (Sunshine Coast)." A board of school trustees (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 except as disclosed as a change in accounting policy.

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. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

a) Fund Accounting

Fund accounting procedures recognize external restrictions on the use of contributions by governments or other granting agencies, and appropriations or other internal restrictions by the Board. While separate accounts are maintained for each fund, for financial reporting purposes, funds with similar characteristics are grouped together:

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

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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

b) 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 and commences the year following acquisition. Estimated useful life is as follows:

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

c) Capital Leases

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

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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

d) 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. Amortization commences in the year following acquisition.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions and matching contributions are reported as direct increases to net assets held as endowment principal.
- Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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

e) 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.

f) Financial Instruments

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

g) Use of Estimates

Preparation of financial statements 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 impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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

h) Employee Future Benefits

The School District provides certain post-employment benefits including accumulated sick and vacation pay, retirement allowance, and life insurance 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 (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 8.8.

For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 has been adopted for all periods subsequent to July 1, 2004.

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

NOTE 3 CHANGE IN ACCOUNTING POLICY

a) Employee Future Benefits

Effective July 1, 2004, school districts in the Province of British Columbia adopted *CICA Handbook* section 3461 on a retroactive basis. The estimated liability, based on October 2003 school district employee data, was determined from an actuarial study conducted by Mercer Human Resources Consulting. The following adjustment to equity on Statement 3 (Statement of Changes in Fund Balances) was made to adjust the liability to full accrual:

Employee future benefits actuarially estimated as at July 1, 2004	\$	1,472,339
Less: previously accrued in the financial statements		0
Accrual adjustment required as at July 1, 2004	\$	1,472,339

b) Vacation Pay

Vacation pay is recorded on a full accrual basis commencing July 1, 2004. The following adjustment to equity on Statement 3 (Statement of Changes in Fund Balances) was made to adjust the liability to full accrual:

Vacation pay liability as at July 1, 2004	\$	433,450
Less: previously accrued in the financial statements		0
Accrual adjustment required as at July 1, 2004	\$	433,450

c) School-Generated Funds

Funds collected and used at the school level are included in these financial statements. The opening balance of \$269,044 at July 1, 2004 is reported as a deferred contribution in the School-Generated Fund column in the special purpose fund.

Contributions collected during the year are recorded as deferred contributions. These deferred contributions are recognized as revenue in the year in which the related expense is incurred.

d) Amortization of Capital Assets

Amortization of capital assets commenced July 1, 2004. The accumulated amortization as at July 1, 2004 in the amount of \$25,324,390 is reported as an adjustment to the capital fund on Statement 3 (Statement of Changes in Fund Balances).

Assets that are fully amortized, except buildings, are written-off as deemed disposals. The accumulated deemed disposal as at July 1, 2004 in the amount of \$4,832,725 is reported as an adjustment on Schedule C1 (Capital Assets – Capital Fund).

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

e) Reserves

The *School Act* no longer requires the use of “reserves,” thus, externally restricted capital funds are recorded in accordance with Canadian GAAP. The following adjustments have been made in the capital fund on Statement 3 (Statement of Changes in Fund Balances) to transfer the reserve balances as at July 1, 2004 to deferred contributions:

Capital Reserve \$ 729

The Local Capital Reserve is now called Local Capital and remains as internally restricted in the capital fund.

NOTE 4 CAPITAL ASSETS

	2005			2004
	Cost	Accumulated Amortization	Net Book Value	Net Book Value
Sites	\$ 3,019,382	-	\$3,019,382	\$3,010,012
Buildings	57,112,367	\$21,165,721	35,946,646	55,383,826
Furniture & Equipment	1,639,981	411,210	1,228,771	6,045,877
Vehicles	367,207	58,120	309,087	290,600
Computer Software				
Computer Hardware	138,982	19,064	119,918	114,607
	<u>\$62,277,919</u>	<u>\$21,654,115</u>	<u>\$40,623,804</u>	<u>\$64,844,922</u>

NOTE 5 CAPITAL BANK LOANS PAYABLE

The following loans approved under Section 144 of the *School Act* are outstanding:

Approval Date	Year Borrowed	Interest Rate	Term of Years	Amount Borrowed	Amount Paid	Balance O/S
1999	1999	Prime	25	300,000	70,000	230,000
1996	1996	Prime	25	289,000	101,000	188,000
Total				589,000	171,000	418,000

Principal repayments required over each of the next five years are as follows:

2006	\$24,000
2007	24,000
2008	24,000
2009	24,000
2010	24,000

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

NOTE 6 CAPITAL LEASE

WS Leasing Ltd., lease contract: \$20,221

Payable in monthly installments of \$530 including interest at 3.5% per annum. The District has an option to purchase the vehicle for \$12,850 including taxes in November 2006.

The following is a schedule of future minimum lease payments under capital lease, together with the balance of the obligation under capital lease.

Year Ending June 30,

2006	\$6,360
2007	14,970
Less: Interest	<u>1,109</u>
Balance of Obligation	<u>\$20,221</u>

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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 (EARSL) of active employees.

Reconciliation of Accrued Benefit Obligation	
Accrued Benefit Obligation – Beginning of Period	\$1,472,339
Service Cost	108,729
Interest Cost	87,037
Benefit Payments	<62,523>
Actuarial (Gain)/Loss	<66,344>
Accrued Benefit Obligation – End of Period	<u>\$1,539,238</u>

Reconciliation of Funded Status at End of Fiscal Year	
Accrued Benefit Obligation - End of Period	\$1,539,238
Market Value of Plan Assets - End of Period	0
Funded Status - Surplus/(Deficit)	<u><1,539,238></u>
Employer Contributions After Measurement Date	16,423
Unamortized Net Actuarial (Gain)/Loss	<66,344>
Accrued Benefit Asset/(Liability)	<u><\$1,589,159></u>

Components of Net Benefit Expense	
Service Cost	\$108,729
Interest Cost	87,037
Amortization of Net Actuarial (Gain)/Loss	0
Net Benefit Expense (Income)	<u>\$195,766</u>

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

Discount Rate – Beginning of Period	5.75%
Discount Rate – End of Period	5.50%
Salary Growth – Beginning of Period	3.25% + seniority
Salary Growth – End of Period	3.25% + seniority
EARSL	8.8%

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

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 47,000 active members from school districts, and approximately 21,000 retired members from school districts. The Municipal Plan has about 130,000 active members, of which approximately 20,000 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, 2002 indicated a \$382 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2005 with results available in 2006. The most recent valuation for the Municipal Pension Plan as at December 31, 2003 indicated an unfunded liability of \$789 million for basic pension benefits. The next valuation will be as at December 31, 2006 with results available in 2007. The actuary does not attribute portions of the unfunded liability to individual employers. School District No. 46 (Sunshine Coast) paid \$2,122,070.24 for employer contributions to these plans in the year ended June 30, 2005.

NOTE 9 UNFUNDED ACCRUED EMPLOYEE FUTURE BENEFITS AND VACATION PAY

(a) School Districts Not Fully Funded

Implementation of GAAP on July 1, 2004 required full accrual for employee future benefits and vacation pay. On Statement 1 (Statement of Financial Position), the resulting adjustment to equity was segregated in the Fund Balance section as Unfunded Accrued Employee Future Benefits and Vacation Pay.

The Ministry of Education provided funding to be used to reduce this unfunded liability. Once the unfunded liability is eliminated, this funding can be used at the discretion of the Board. It is planned that the unfunded liability will be eliminated in 6 years.

Unfunded accrued employee future benefits, as at July 1, 2004	\$	1,472,339
Unfunded vacation pay, as at July 1, 2004		433,450
 Total unfunded liability, as at July 1, 2004	 \$	 1,905,789
Reductions during the year		<509,985>
 Unfunded liability, as at June 30, 2005	 \$	 1,395,804

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

NOTE 10 OPERATING FUND BALANCE, END OF YEAR

Internally Restricted (appropriated) by Board for:	
Contractual Obligations	\$268,686
School Surpluses	<u>406,064</u>
Other	<u>213,237</u>
Subtotal Internally Restricted	887,987
Unrestricted Operating Surplus (Deficit)	891,077
Total Available for Future Operations	<u><u>\$1,779,064</u></u>

NOTE 11 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, 2005, transfers were as follows:

Capital Asset Purchase:	
Purchase of computers and other equipment	\$190,468
Purchase of vehicles	<u>76,607</u>
	<u>\$267,075</u>
Local Capital:	
Paydown of local capital deficit	180,500
Paydown of capital debt	<u>76,170</u>
	<u>\$256,670</u>

NOTE 12 CAPITAL RESERVE DEFICIT

The Local Capital Account came to be in a deficit when the Board undertook two capital projects without approval or funding in place. The School District is required to retire this deficit through payments from operating fund.

The School District received consent from the Ministry of Education to incur a Capital Reserve Deficit of \$766,288. The amount of the deficit has been reduced by \$658,148 over the last four years.

One final payment of \$108,140 is required to be paid in the 2005/2006 fiscal year to retire the deficit.

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

NOTE 13 COMMITMENTS

The future minimum lease payments for office equipment are as follows:

	Equipment
2006	93,000
2007	93,000
2008	93,000
2009	93,000
2010	93,000

NOTE 14 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 15 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 16 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 8, 2005.

NOTE 17 CONTINGENT LIABILITY

There is one outstanding legal action against the School District for negligence brought on by parents of children who were allegedly abused by a former employee of the School District. The outcome of this dispute and possible amounts of loss cannot be determined. The School District's insurer is involved in the legal process, and is expected to provide coverage in this case.

School District No. 46 (Sunshine Coast)
NOTES TO FINANCIAL STATEMENTS
June 30, 2005

NOTE 18 COMPARATIVE AMOUNTS

The 2004 comparative figures have not been restated for the changes in accounting policy described in Note 3.

Amortization of Deferred Capital Contributions has been moved from Statement 3 (Statement of Changes in Fund Balances) to Statement 2 (Statement of Revenue and Expense). The 2004 comparative figure related to this item has also been moved.

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2005

Schedule A1

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	31,585,235	31,167,109	29,947,980
Provincial Grants - Other	0	0	215,760
Federal Grants	9,026	8,961	15,476
Other Revenue	406,937	379,610	439,068
Rentals and Leases	6,214	15,000	13,256
Investment Income	84,066	55,000	84,725
	<u>32,091,478</u>	<u>31,625,680</u>	<u>30,716,265</u>
EXPENSE			
Salaries			
Teachers	13,098,089	13,336,000	13,387,086
Principals and Vice Principals	1,538,111	1,589,690	1,484,515
Educational Assistants	1,953,271	1,907,228	1,636,554
Support Staff	2,959,040	3,227,697	3,194,934
Other Professionals	764,494	790,151	830,020
Substitutes	1,156,216	1,404,532	1,197,693
	<u>21,469,221</u>	<u>22,255,298</u>	<u>21,730,802</u>
Employee Benefits	4,689,398	4,645,523	4,501,561
Services and Supplies	3,826,194	4,663,268	3,812,099
	<u>29,984,813</u>	<u>31,564,089</u>	<u>30,044,462</u>
NET REVENUE (EXPENSE), FOR THE YEAR	2,106,665	61,591	671,803
INTERFUND TRANSFERS			
Capital Assets Purchased	(267,075)	0	0
Local Capital	(256,670)	(228,500)	(260,500)
Other	0	0	0
REDUCTION OF UNFUNDED LIABILITY			
Employee Future Benefits and Vacation Pay	(509,985)	(409,750)	
BUDGETED ALLOCATION OF SURPLUS (DEFICIT)		576,659	
SURPLUS (DEFICIT), FOR THE YEAR	<u>1,072,935</u>	<u>0</u>	<u>411,303</u>
SURPLUS (DEFICIT) BEGINNING OF YEAR	706,129		294,826
Changes in Accounting Policies/ Prior Period Adjustments			
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>706,129</u>	<u>0</u>	<u>294,826</u>
SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)	<u>1,779,064</u>	<u>0</u>	<u>706,129</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	887,987		
Unrestricted	891,077		
	<u>1,779,064</u>		

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2005

Schedule A2

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	30,425,821	30,405,294	29,658,973
Other Ministry of Education Grants			
GAAP Implementation	328,737	223,824	
Pay Equity	484,159	292,251	232,195
Leases			56,812
Community Link	232,000	230,333	
Job Security and Wrapup	3,200	15,407	
Textbook/Computer/Superintendent grants	102,261		
Literacy innovation	9,057		
	<u>31,585,235</u>	<u>31,167,109</u>	<u>29,947,980</u>
PROVINCIAL GRANTS - OTHER	0	0	215,760
FEDERAL GRANTS	9,026	8,961	15,476
OTHER REVENUE			
Other School District/Education Authorities	227,258	225,000	155,880
Summer School Fees	0	0	0
Continuing Education	0	0	0
Offshore Tuition Fees	107,530	100,000	206,500
LEA/Direct Funding from First Nations	0	0	0
Miscellaneous			
Cafeteria Revenue	45,365	48,000	51,252
Vancouver Foundation		6,610	
Miscellaneous	26,784		25,436
	<u>406,937</u>	<u>379,610</u>	<u>439,068</u>
RENTALS AND LEASES	6,214	15,000	13,256
INVESTMENT INCOME	84,066	55,000	84,725
TOTAL OPERATING REVENUE	<u><u>32,091,478</u></u>	<u><u>31,625,680</u></u>	<u><u>30,716,265</u></u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2005

Schedule A3

	2005	2005 AMENDED ANNUAL BUDGET	2004
	ACTUAL		ACTUAL
SALARIES			
Teachers	13,098,089	13,336,000	13,387,086
Principals and Vice Principals	1,538,111	1,589,690	1,484,515
Educational Assistants	1,953,271	1,907,228	1,636,554
Support Staff	2,959,040	3,227,697	3,194,934
Other Professionals	764,494	790,151	830,020
Substitutes	1,156,216	1,404,532	1,197,693
	<u>21,469,221</u>	<u>22,255,298</u>	<u>21,730,802</u>
EMPLOYEE BENEFITS			
	4,689,398	4,645,523	4,501,561
Total Salaries and Benefits	<u>26,158,619</u>	<u>26,900,821</u>	<u>26,232,363</u>
SERVICES AND SUPPLIES			
Services	319,070	302,053	349,878
Student Transportation	969,235	1,007,635	1,052,051
Professional Development and Travel	77,772	106,147	98,470
Rentals and Leases	56,329	96,000	98,113
Dues and Fees	38,178	40,000	39,720
Insurance	63,876	128,444	56,011
Interest	0	0	906
Supplies	1,638,626	2,364,834	1,511,397
Bad Debts	0	0	0
Utilities	663,108	618,155	605,553
Total Services and Supplies	<u>3,826,194</u>	<u>4,663,268</u>	<u>3,812,099</u>
TOTAL OPERATING EXPENSE	<u>29,984,813</u>	<u>31,564,089</u>	<u>30,044,462</u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 OPERATING FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2005

Schedule A5

BALANCE, BEGINNING OF YEAR	49,057	
Changes in Accounting Policies / Prior Period Adjustments		
BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>49,057</u>	
Changes for the Year		
Increase:		
Provincial Grants - Ministry of Education	591,747	
Provincial Grants - Other	0	
Other Revenue	0	
International student fees	57,880	
	<u>649,627</u>	
Decrease:		
Allocated to Revenue		
Provincial Grants - Ministry of Education	529,616	
Provincial Grants - Other	0	
Federal Grants	0	
Other Revenue	0	
Rentals and Leases	0	
Investment Income	0	
International student fees	86,530	
	<u>616,146</u>	
Net Changes for the Year	<u>33,481</u>	
BALANCE, END OF YEAR	<u><u>82,538</u></u>	

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2005

Schedule C2

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	32,827,193	0	0	32,827,193
Changes in Accounting Policies/ Prior Period Adjustments				
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	<u>32,827,193</u>	<u>0</u>	<u>0</u>	<u>32,827,193</u>
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Capital Additions	795,965			795,965
Transferred from Work in Progress				0
	<u>795,965</u>	<u>0</u>	<u>0</u>	<u>795,965</u>
Decrease:				
Amortization of Deferred Capital Contributions	1,259,185			1,259,185
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
	<u>1,259,185</u>	<u>0</u>	<u>0</u>	<u>1,259,185</u>
Net Changes for the Year	<u>(463,220)</u>	<u>0</u>	<u>0</u>	<u>(463,220)</u>
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	<u>32,363,973</u>	<u>0</u>	<u>0</u>	<u>32,363,973</u>
WORK IN PROGRESS, BEGINNING OF YEAR	0	0	0	0
Changes in Accounting Policies/ Prior Period Adjustments				
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Changes for the Year				
Increase				
Transferred from Deferred Contributions - Work in Progress				0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Decrease				
Transferred to Deferred Capital Contributions				0
	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net Changes for the Year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
WORK IN PROGRESS, END OF YEAR	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
DEFERRED CAPITAL CONTRIBUTIONS AND WORK IN PROGRESS, END OF YEAR	<u>32,363,973</u>	<u>0</u>	<u>0</u>	<u>32,363,973</u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 OPERATING FUND
 EXPENSE BY FUNCTION AND PROGRAM
 YEAR ENDED JUNE 30, 2005

	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	10,679,853	375,641	24,155	249,294		1,130,372	12,459,315
1.03 Career Programs	62,440						62,440
1.07 Library Services	274,736			206,842			481,578
1.08 Counselling	314,010			60,807			374,817
1.10 Special Education	1,498,560	76,503	1,837,613	21,083	43,470	25,844	3,503,073
1.30 English as a Second Language	18,730						18,730
1.31 Aboriginal Education	249,760	85,075	61,956	489,436	12,749		396,791
1.41 School Administration		944,678					1,446,865
1.60 Summer School							0
1.61 Continuing Education		17,221					17,221
1.62 Off Shore Students			29,547				29,547
1.64 Other							0
1.65 Conseil Scolaire Francophone		1,499,118	1,953,271	1,027,464	58,219	1,156,216	18,790,377
Total Function 1	13,098,089	1,499,118	1,953,271	1,027,464	58,219	1,156,216	18,790,377
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration		36,993		9,895	163,638		212,726
4.40 School District Governance				10,949	72,122		83,071
4.41 Business Administration				90,925	375,333		466,258
4.65 Conseil Scolaire Francophone							0
Total Function 4	0	36,993	0	111,769	611,293	0	762,055
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				40,722	74,777		115,499
5.50 Maintenance Operations				1,672,006			1,672,006
5.52 Maintenance of Grounds				88,700			88,700
5.56 Utilities							0
5.65 Conseil Scolaire Francophone				1,801,428	74,777	0	1,876,205
Total Function 5	0	0	0	1,801,428	74,777	0	1,876,205
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration					22,205		22,205
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation				18,379			18,379
7.73 Housing							0
Total Function 7	0	0	0	18,379	22,205	0	40,584
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	13,098,089	1,538,111	1,953,271	2,959,040	764,494	1,156,216	21,469,221

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 OPERATING FUND
 EXPENSE BY FUNCTION AND PROGRAM
 YEAR ENDED JUNE 30, 2005

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2005 ACTUAL	2005 AMENDED ANNUAL BUDGET	2004 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	12,459,315	2,515,687	14,975,002	956,264	15,933,266	15,595,918	16,052,209
1.03 Career Programs	62,440	14,400	76,840	6,912	83,752	77,040	207,126
1.07 Library Services	481,578	106,945	588,523	39,885	628,408	583,110	588,240
1.08 Counselling	374,817	84,028	458,845	1,009	459,854	480,843	448,636
1.10 Special Education	3,503,073	965,017	4,468,090	89,129	4,577,219	6,371,021	4,598,243
1.30 English as a Second Language	18,730	4,308	23,038	405	23,443	154,202	16,162
1.31 Aboriginal Education	396,791	72,979	469,770	27,050	496,820	623,978	489,840
1.41 School Administration	1,446,865	289,868	1,736,733	120,248	1,856,981	1,600,111	1,590,764
1.60 Summer School	0	0	0	0	0	0	0
1.61 Continuing Education	0	0	0	0	0	500	0
1.62 Off Shore Students	17,221	3,275	20,496	174	20,670	50,928	32,904
1.64 Other	29,547	10,335	39,882	21,668	61,550	78,000	82,448
1.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 1	18,790,377	4,086,842	22,877,219	1,284,744	24,141,963	25,615,651	24,106,572
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	212,726	44,961	257,687	12,379	270,066	265,821	272,202
4.40 School District Governance	83,071	83,071	166,142	52,753	135,824	136,891	112,077
4.41 Business Administration	466,268	89,559	555,817	145,057	700,874	745,997	771,277
4.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 4	762,055	134,520	896,575	210,199	1,106,764	1,148,709	1,155,556
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	115,489	21,177	136,676	87,302	223,978	262,063	216,313
5.50 Maintenance Operations	1,672,006	416,297	2,088,303	581,859	2,670,162	2,659,373	2,685,076
5.52 Maintenance of Grounds	88,700	20,430	109,130	51,202	160,332	204,416	176,374
5.56 Utilities	0	0	0	663,108	663,108	618,155	605,553
5.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
Total Function 5	1,876,205	457,904	2,334,109	1,383,471	3,717,580	3,744,007	3,683,316
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	22,205	4,067	26,272	26,272	26,272	24,415	41,895
7.65 Conseil Scolaire Francophone	0	0	0	0	0	0	0
7.70 Student Transportation	18,379	6,065	24,444	967,790	992,234	1,001,307	1,057,123
7.73 Housing	40,584	10,132	50,716	967,790	1,018,506	1,055,722	1,099,018
Total Function 7	81,168	20,264	101,432	967,790	1,018,506	1,057,444	1,148,036
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	21,469,221	4,689,398	26,158,619	3,826,194	29,984,813	31,564,069	30,044,462

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 SPECIAL PURPOSE FUNDS
 SUMMARY OF CHANGES
 YEAR ENDED JUNE 30, 2005

	MINISTRY OF EDUCATION SPECIAL PURPOSE FUNDS	OTHER SPECIAL PURPOSE FUNDS	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR (Note 3)	1,547,475	96,890	289,044	0	1,913,409
Add: Contributions Received					
Provincial Grants - Ministry of Education	1,461,598	247,000			1,708,598
Provincial Grants - Other					0
Federal Grants		18,702			18,702
Other Revenue			806,080		806,080
Rentals and Leases	15,000	1,574			16,574
Investment Income	1,476,598	287,276	806,080	0	2,549,954
Less: Allocated to Revenue Recovered	1,960,373	260,265	629,174		2,749,812
DEFERRED CONTRIBUTIONS, END OF YEAR	<u>1,163,700</u>	<u>103,901</u>	<u>445,950</u>	<u>0</u>	<u>1,713,551</u>
REVENUE					
Provincial Grants - Ministry of Education	1,856,653				1,856,653
Provincial Grants - Other		230,147			230,147
Federal Grants	3,720				3,720
Other Revenue		30,118	629,174		659,292
Rentals and Leases					0
Investment Income					0
Gain (Loss) on Equity Investment	1,860,373	260,265	629,174	0	2,749,812
EXPENSE					
Salaries					0
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff					0
Other Professionals		4,494			4,494
Substitutes		4,494			4,494
Employee Benefits	0	4,494	0	0	4,494
Services and Supplies	426,543	255,771	629,174		1,311,488
	426,543	260,265	629,174	0	1,315,982
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	<u>1,433,830</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,433,830</u>
INTERFUND TRANSFERS					
Capital Assets Purchased	(1,433,830)				(1,433,830)
Other		0	0	0	0
NET REVENUE (EXPENSE)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

**SCHOOL DISTRICT NO. 46 (Sunshine Coast)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2005**

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	295 One Time GAAP Grant	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR					1,547,475
Add: Contributions Received	1,449,784	75,463	22,248		
Provincial Grants - Ministry of Education	1,448,596		13,002		1,461,598
Provincial Grants - Other					0
Federal Grants					0
Other Revenue					0
Rentals and Leases	15,000				15,000
Investment Income	1,463,596		13,002		1,476,598
Less: Allocated to Revenue Recovered	1,856,653	3,720			1,860,373
DEFERRED CONTRIBUTIONS, END OF YEAR	<u>1,056,707</u>	<u>71,743</u>	<u>35,250</u>		<u>1,163,700</u>
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	1,856,653				1,856,653
Provincial Grants - Other					0
Federal Grants		3,720			3,720
Other Revenue					0
Rentals and Leases					0
Investment Income					0
	<u>1,856,653</u>	<u>3,720</u>			<u>1,860,373</u>
EXPENSE					
Salaries					
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff					0
Other Professionals					0
Substitutes					0
Employee Benefits					0
Services and Supplies	422,823	3,720			426,543
	<u>422,823</u>	<u>3,720</u>			<u>426,543</u>
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	<u>1,433,830</u>				<u>1,433,830</u>
INTERFUND TRANSFERS					
Capital Assets Purchased	(1,433,830)				(1,433,830)
Other					0
	<u>(1,433,830)</u>				<u>(1,433,830)</u>
NET REVENUE (EXPENSE)					<u>0</u>

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 SPECIAL PURPOSE FUNDS
 CHANGES IN OTHER SPECIAL PURPOSE FUNDS
 YEAR ENDED JUNE 30, 2005

	Scholarships and Bursaries	Suicide Prevention	Community Schools	Ready Set Learn	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	83,127	12,806	957		96,890
Add: Contributions Received					
Provincial Grants - Ministry of Education			220,000	27,000	247,000
Provincial Grants - Other					0
Federal Grants	13,737	4,965			18,702
Other Revenue	1,421	153			1,574
Rentals and Leases	15,158	5,118	220,000	27,000	267,276
Investment Income					
Less: Allocated to Revenue	19,500	10,618	220,000	10,147	260,265
Recovered	78,785	7,306	957	16,853	103,901
DEFERRED CONTRIBUTIONS, END OF YEAR					
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education			220,000	10,147	230,147
Provincial Grants - Other					0
Federal Grants	19,500	10,618			30,118
Other Revenue					0
Rentals and Leases					0
Investment Income	19,500	10,618	220,000	10,147	260,265
EXPENSE					
Salaries					0
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff					0
Other Professionals				4,494	4,494
Substitutes				4,494	4,494
Employee Benefits					0
Services and Supplies	19,500	10,618	220,000	5,653	255,771
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	19,500	10,618	220,000	10,147	260,265
INTERFUND TRANSFERS					
Capital Assets Purchased					0
Other					0
NET REVENUE (EXPENSE)					0

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
CAPITAL FUND
CAPITAL ASSETS
YEAR ENDED JUNE 30, 2005

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	3,010,012	55,393,826	6,045,877	290,600	0	114,607	64,844,922
Changes in Accounting Policy / Prior Period Adjustments			(4,787,761)			(44,964)	(4,832,725)
COST, BEGINNING OF YEAR, AS RESTATED	3,010,012	55,393,826	1,258,116	290,600	0	69,643	60,012,197
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw	9,370	229,358	557,237				795,965
Deferred Contributions - Other							0
Operating Fund		65,352	11,000	76,607		114,115	267,074
Special Purpose Funds		1,433,831					1,433,831
Local Capital							0
Transferred from Work in Progress							0
Capital Leases	9,370	1,728,541	568,237	76,607	0	114,115	2,496,870
Decrease:							
Disposed Of			186,372			44,776	231,148
Deemed Disposals							0
Written-off/down During Year	0	0	186,372	0	0	44,776	231,148
COST, END OF YEAR	3,019,382	57,112,367	1,639,981	367,207	0	138,982	62,277,919
WORK IN PROGRESS, END OF YEAR	3,019,382	57,112,367	1,639,981	367,207	0	138,982	62,277,919
COST AND WORK IN PROGRESS, END OF YEAR	6,038,764	114,224,734	3,279,962	734,414	0	277,964	124,556,839
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR	0	0	0	0	0	0	0
Change in Accounting Policies/							
Prior Period Adjustments		19,940,924	5,259,531	29,060		94,875	25,324,390
Accumulated Amortization (Note 2d)			(4,787,761)			(44,964)	(4,832,725)
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	19,940,924	471,770	29,060	0	49,911	20,491,665
Deemed Disposals							
Changes for the Year							
Increase: Amortization for the Year		1,224,797	125,812	29,060		13,929	1,393,598
Decrease:							
Disposed of			186,372				0
Deemed Disposals							0
Written-off During Year	0	0	186,372	0	0	44,776	231,148
ACCUMULATED AMORTIZATION, END OF YEAR	0	21,165,721	411,210	58,120	0	19,064	21,854,115
CAPITAL ASSETS - NET	3,019,382	35,946,646	1,228,771	309,087	0	119,918	40,623,804

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 CAPITAL FUND
 CHANGES IN DEFERRED CONTRIBUTIONS
 YEAR ENDED JUNE 30, 2005

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	127,615	0	0	0	0	127,615
Changes in Accounting Policies / Prior Period Adjustments						729
Transfer from Reserves		729				729
BALANCE, BEGINNING OF YEAR, AS RESTATED	127,615	729	0	0	0	128,344
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	668,350					668,350
Provincial Grants - Other	0					0
Other	0					0
Investment Income		15,329				15,329
MEd Restricted Portion of Proceeds on Disposal		15,329				15,329
Decrease:						
Transferred to DCC - Capital Additions	795,965					795,965
Transferred to DCC - Work in Progress	0					0
Transferred to Net Assets - Site Purchases	0					0
Net Changes for the Year	(127,615)	15,329	0	0	0	(112,286)
BALANCE, END OF YEAR	0	15,058	0	0	0	15,058

BALANCE, BEGINNING OF YEAR

Changes in Accounting Policies /
 Prior Period Adjustments
 Transfer from Reserves

BALANCE, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:
 Provincial Grants - Ministry of Education
 Provincial Grants - Other
 Other
 Investment Income
 MEd Restricted Portion of Proceeds on Disposal

Decrease:
 Transferred to DCC - Capital Additions
 Transferred to DCC - Work in Progress
 Transferred to Net Assets - Site Purchases

Net Changes for the Year

BALANCE, END OF YEAR

SCHOOL DISTRICT NO. 46 (Sunshine Coast)
 CAPITAL FUND
 CHANGES IN FUND BALANCES
 YEAR ENDED JUNE 30, 2005

	FUND BALANCE	INVESTED IN CAPITAL ASSETS	LOCAL CAPITAL	CAPITAL RESERVE	LAND CAPITAL RESERVE	TOTAL
BALANCE, BEGINNING OF YEAR	31,244,354	31,532,394	(289,369)	729	0	(288,640)
Changes in Accounting Policies/ Prior Period Adjustments	(25,324,390)	(25,324,390)				0
Accumulated Amortization of Capital Assets	(729)			(729)		(729)
Transfer Land Capital Reserve to Deferred Contributions						0
Transfer Capital Reserve to Deferred Contributions						(729)
BALANCE, BEGINNING OF YEAR, AS RESTATED	5,919,235	6,208,004	(289,369)	0	0	(289,369)
Changes for the Year						
Investment Income						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	1,259,185	1,259,185				0
Capital Assets Purchased from Local Capital						0
Interfund Transfers - Capital Assets Purchased	1,700,905	1,700,905				0
Interfund Transfers - Local Capital	(1,393,598)	(1,393,598)				0
Amortization of Capital Assets						0
Transferred to Net Assets - Site Purchases	256,670		256,670			256,670
Transfer from operating		46,515	(46,515)			(46,515)
Principal repayment	(23,304)		(23,304)			(23,304)
Interest on debt	1,799,858		186,851			186,851
Net Changes for the Year		1,613,007		0	0	186,851
BALANCE, END OF YEAR	7,719,093	7,821,611	(102,518)	0	0	(102,518)

BALANCE, BEGINNING OF YEAR

**Changes in Accounting Policies/
Prior Period Adjustments**

Accumulated Amortization of Capital Assets

Transfer Land Capital Reserve to Deferred Contributions

Transfer Capital Reserve to Deferred Contributions

BALANCE, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Investment Income

Gain (Loss) on Disposal of Capital Assets

District Portion of Proceeds on Disposal

Write-off/down of Buildings and Sites

Amortization of Deferred Capital Contributions

Capital Assets Purchased from Local Capital

Interfund Transfers - Capital Assets Purchased

Interfund Transfers - Local Capital

Amortization of Capital Assets

Transferred to Net Assets - Site Purchases

Transfer from operating

Principal repayment

Interest on debt

Net Changes for the Year

BALANCE, END OF YEAR