Audited Financial Statements of

School District No. 43 (Coquitlam)

June 30, 2014

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School District No. 43 (Coquitlam)
June 30, 2014

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School District No. 43 (Coquitlam)

MANAGEMENT REPORT

Version: 3136-2390-9408

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 43 (Coquitlam) have been prepared by management in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and the integrity and objectivity of these statements are management's responsibility. Management is also responsible for all of the notes to the financial statements and schedules, and for ensuring that this information is consistent, where appropriate, with the information contained in the financial statements.

The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 43 (Coquitlam) (called the "Board") is responsible for ensuring that management fulfills its responsibilities for financial reporting and internal control and exercises these responsibilities through the Board. The Board reviews internal financial statements on a monthly basis and externally audited financial statements yearly.

The external auditors, KPMG, conduct an independent examination, in accordance with Canadian generally accepted auditing standards, and express their opinion on the financial statements. The external auditors have full and free access to financial management of School District No. 43 (Coquitlam) and meet when required. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 43 (Coquitlam)

ORIGINAL SIGNED BY M. HYNDES 2014-09-30

Signature of the Chairperson of the Board of Education — Date Signed

ORIGINAL SIGNED BY T. GRANT 2014-09-30

Signature of the Superintendent — Date Signed

ORIGINAL SIGNED BY M. FERRARI 2014-09-30

Signature of the Secretary Treasurer — Date Signed

KPMG LLP
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INDEPENDENT AUDITORS' REPORT

To the Board of Education of the School District No. 43 (Coquitlam)

To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 43 (Coquitlam), which comprise the statement of financial position as at June 30, 2014, the statements of operations, changes in net debt and cash flows for the year ended June 30, 2014, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation of these financial statements in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained in our audit is sufficient and appropriate to provide a basis for our audit opinion.

KPMG

Opinion

In our opinion, the financial statements of School District No. 43 (Coquitlam) as at and for the year ended June 30, 2014 are prepared, in all material respects, in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia, supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2 to the financial statements which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

Other Matters

Our audit was conducted for the purpose of forming an opinion on the financial statements taken as a whole. The current year's supplementary information included in Schedules 1 through 4D is presented for purposes of additional analysis and is not a required part of the financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

KPMG LLP

Chartered Accountants

September 30, 2014
Burnaby, Canada

School District No. 43 (Coquitlam)

Statement of Financial Position

As at June 30, 2014

	2014 Actual	2013 Actual (Recast - Note 21)
	$	$
Financial Assets		
Cash and Cash Equivalents	**14,086,297**	18,439,519
Accounts Receivable		
Due from Province - Ministry of Education	**2,656,485**	4,109,272
Other (Note 3)	**6,164,992**	5,029,064
Portfolio Investments (Note 4)	**60,577,214**	35,711,522
Inventories for Resale	**23,834**	69,514
Total Financial Assets	**83,508,822**	63,358,891
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education (Note 5)	**7,461,128**	-
Other (Note 6)	**18,777,250**	18,650,750
Unearned Revenue (Note 7)	**18,241,007**	13,310,743
Deferred Revenue (Note 8)	**8,923,161**	7,880,871
Deferred Capital Revenue (Note 9)	**303,592,311**	287,609,859
Employee Future Benefits (Note 10)	**45,239,023**	41,897,501
Capital Lease Obligations (Note 11)	**1,209,661**	1,630,688
Other Liabilities (Note 6)	**5,528,496**	5,100,678
Total Liabilities	**408,972,037**	376,081,090
Net Financial Assets (Debt)	**(325,463,215)**	(312,722,199)
Non-Financial Assets		
Tangible Capital Assets (Note 12)	**423,766,995**	404,611,139
Prepaid Expenses	**490,343**	524,558
Total Non-Financial Assets	**424,257,338**	405,135,697
Accumulated Surplus (Deficit)	**98,794,123**	92,413,498

Contractual Obligations and Contingencies (Note 15)

Approved by the Board

ORIGINAL SIGNED BY M. HYNDES 2014-09-30

Date Signed

ORIGINAL SIGNED BY T. GRANT 2014-09-30

Date Signed

ORIGINAL SIGNED BY M. FERRARI 2014-09-30

Signature of the Secretary Treasurer

Date Signed

The accompanying notes are an integral part of these financial statements.

School District No. 43 (Coquitlam)

Statement of Operations
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	256,568,889	**249,702,516**	253,626,810
Other	572,470	**51,072**	51,072
Federal Grants		**395,461**	
Tuition	19,481,504	**19,308,207**	16,811,027
Other Revenue	11,591,158	**11,403,904**	14,595,504
Rentals and Leases	1,628,500	**1,548,085**	1,825,596
Investment Income	600,000	**784,669**	549,832
Amortization of Deferred Capital Revenue	10,252,000	**10,274,618**	9,647,392
Total Revenue	300,694,521	**293,468,532**	297,107,233
Expenses			
Instruction	252,993,453	**237,914,447**	256,667,128
District Administration	8,015,640	**7,923,459**	9,552,285
Operations and Maintenance	40,048,205	**39,996,159**	40,613,819
Transportation and Housing	1,314,595	**1,197,014**	1,391,119
Debt Services	39,770	**56,828**	77,622
Total Expense	302,411,663	**287,087,907**	308,301,973
Surplus (Deficit) for the year	(1,717,142)	**6,380,625**	(11,194,740)
Accumulated Surplus (Deficit) from Operations, beginning of year		**92,413,498**	103,608,238
Accumulated Surplus (Deficit) from Operations, end of year		**98,794,123**	92,413,498

The accompanying notes are an integral part of these financial statements.

School District No. 43 (Coquitlam)

Statement 4

Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$
Surplus (Deficit) for the year	(1,717,142)	**6,380,625**	(11,194,740)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(25,000,000)	**(33,540,797)**	(34,187,118)
Amortization of Tangible Capital Assets	12,128,000	**11,890,376**	11,215,231
Reclassification (Schedule 4A)	-	**2,494,565**	(375,514)
Total Effect of change in Tangible Capital Assets	(12,872,000)	**(19,155,856)**	(23,347,401)
Acquisition of Prepaid Expenses	-	**(490,343)**	(524,558)
Use of Prepaid Expenses	-	**524,558**	657,911
Prior Period Adjustment	-	-	
Total Effect of change in Other Non-Financial Assets	-	**34,215**	133,353
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	(14,589,142)	**(12,741,016)**	(34,408,788)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		**(12,741,016)**	(34,408,788)
Net Financial Assets (Debt), beginning of year		**(312,722,199)**	(278,313,411)
Net Financial Assets (Debt), end of year		**(325,463,215)**	(312,722,199)

The accompanying notes are an integral part of these financial statements.

School District No. 43 (Coquitlam)

Statement of Cash Flows
Year Ended June 30, 2014

	2014 Actual	2013 Actual (Recast - Note 21)
	$	$
Operating Transactions		
Surplus (Deficit) for the year	**6,380,625**	(11,194,740)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	**316,859**	(1,544,811)
Inventories for Resale	**45,680**	(40,161)
Prepaid Expenses	**34,215**	133,353
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	**7,587,628**	2,642,788
Unearned Revenue	**4,930,264**	3,619,027
Deferred Revenue	**1,042,290**	(724,291)
Employee Future Benefits	**3,341,522**	2,415,822
Other Liabilities	**2,830,070**	1,968,466
Amortization of Tangible Capital Assets	**11,890,376**	11,215,231
Amortization of Deferred Capital Revenue	**(10,274,618)**	(9,647,392)
Total Operating Transactions	**28,124,911**	(1,156,708)
Capital Transactions		
Tangible Capital Assets Purchased	**(4,194,236)**	(4,435,593)
Tangible Capital Assets -WIP Purchased	**(28,773,524)**	(27,824,275)
Total Capital Transactions	**(32,967,760)**	(32,259,868)
Financing Transactions		
Capital Revenue Received	**26,055,069**	37,179,159
Capital Lease Repayment	**(699,750)**	(548,168)
Total Financing Transactions	**25,355,319**	36,630,991
Investing Transactions		
Investments in Portfolio Investments	**(24,865,692)**	(8,426,527)
Total Investing Transactions	**(24,865,692)**	(8,426,527)
Net Increase (Decrease) in Cash and Cash Equivalents	**(4,353,222)**	(5,212,112)
Cash and Cash Equivalents, beginning of year	**18,439,519**	23,651,631
Cash and Cash Equivalents, end of year	**14,086,297**	18,439,519
Cash and Cash Equivalents, end of year, is made up of:		
Cash	**14,086,297**	18,439,519
	14,086,297	18,439,519

The accompanying notes are an integral part of these financial statements.

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on July 1, 1946 operates under the authority of the *School Act of British Columbia* as a corporation under the name of "The Board of Education of School District No. 43 (Coquitlam)", and operates as "School District No. 43 (Coquitlam)". A board of education ("Board") which is 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. School District No. 43 (Coquitlam) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

a) Basis of Accounting

The financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia* supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections effective their first fiscal year commencing after January 1, 2012.

Regulation 198/2011 requires that restricted contributions received or receivable for acquiring or developing a depreciable tangible capital asset or contributions in the form of a depreciable tangible capital asset are to be deferred and recognized in revenue at the same rate that amortization of the related tangible capital asset is recorded.

For British Columbia tax-payer supported organizations, these contributions include government transfers and externally restricted contributions.

The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian public sector accounting standards which requires that

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

b) Basis of Consolidation

These financial statements reflect the assets, liabilities, revenues, and expenses of the reporting entity, which is comprised of all controlled entities. Inter-departmental balances and organizational transactions have been eliminated.

The School District does not control any significant external entities and accordingly no entities have been consolidated with the financial statements.

The School District does not administer any trust activities on behalf of external parties.

c) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

d) Accounts Receivable

Accounts receivable are measured at amortized cost and shown net of allowance for doubtful accounts.

e) Inventories for Resale

Inventories for resale include cafeteria materials and supplies and are measured at lower of cost and net realizable value. Net realizable value is the expected selling price in the ordinary course of business.

f) Portfolio Investments

The School District has investments in GIC's and bonds that have a maturity of greater than 3 months at the time of acquisition. GIC's and bonds not quoted in an active market are reported at amortized cost.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations.

g) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for services or products to be delivered in a future period. Revenue will be recognized in that future period when the services or products are provided.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

h) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. When restrictions are met, deferred revenue is recognized as revenue in the fiscal year in a manner consistent with the circumstances and evidence used to support the initial recognition of the contributions received as a liability as detailed in Note 2 (n).

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the statement of operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished.

i) Employee Future Benefits

i. Post-employment benefits

The School District provides certain post-employment benefits including accumulated sick leave, accumulated vacation pay, overtime, death benefits, early retirement, and severance/retirement allowances for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rated 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 the cost of borrowing except as per the election described in note 2.

The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan.

The most recent actuarial valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. 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.

The School District provides for non-teaching employees a defined benefit plan, including health, dental and MSP premiums during retirement. An actuarial valuation is conducted every three years. The most recent valuation of the obligation was performed at December 31, 2011 and projected for use at June 30, 2013 and 2014.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

ii. Pension Plans

The School District provides a defined benefit pension plan for non-teaching employees. An actuarial valuation is conducted every three years. The most recent valuation of the obligation was performed at December 31, 2011 and projected for use at June 30, 2013 and 2014.

The School district and its employees make contributions to the Teachers' Pension Plan (a multi-employer plan where assets and obligations are not separated). The costs are expensed as incurred. The School district and its employees make contributions to the Non-Teaching Pension Plan of School District 43, (Coquitlam). Assets and obligations are separated and costs are accrued.

j) Tangible Capital Assets

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

j) Tangible Capital Assets *(continued)*

- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

k) Capital Leases

Leases that, from the point of view of the lessee, transfer substantially all the benefits and risks incident to ownership of the property to the School District are considered capital leases. These are accounted for as an asset and an obligation. Capital lease obligations are recorded at the present value of the minimum lease payments excluding executor costs, e.g., insurance, maintenance costs, etc. The discount rate used to determine the present value of the lease payments is the lower of the School District's rate for incremental borrowing or the interest rate implicit in the lease. All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

l) Prepaid Expenses

Materials, supplies and services held for use by the School District in the following fiscal year are included as a prepaid expense and stated at acquisition cost. Such items are charged to expense over the periods expected to benefit from it.

m) Funds and Reserves

Certain amounts, as approved by the Board are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved.

n) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions including authorization by the transferring government.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

Revenue Recognition *(continued)*

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets.

Donated tangible capital assets other than sites are recorded at fair market value and amortized over the useful life of the assets. Donated sites are recorded as revenue at fair market value when received or receivable.

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

o) Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

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 related programs.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

n) Expenses *(continued)*

- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

o) Endowment Contributions

Endowment contributions are reported as revenue on the Statement of Operations when received. Investment income earned on endowment principal is recorded as deferred revenue if it meets the definition of a liability and is recognized as revenue in the year related expenses (disbursements) are incurred. If the investment income earned does not meet the definition of a liability, it is recognized as revenue in the year it is earned. Endowment assets are reported as restricted non-financial assets on the Statement of Financial Position.

p) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract.

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities, and capital lease obligations.

All financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition and amortized using the effective interest rate method. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

Interest and dividends attributable to financial instruments are reported in the statement of operations. Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations.

All financial assets except derivatives are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(Continued)*

q) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 3a) requires management to make estimates and assumptions that impact reported amounts of 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, liabilities for contaminated sites, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2014	2013
Other receivables	$5,750,492	$4,600,560
Allowance for doubtful accounts	(65,000)	(65,000)
Capital due from third parties	479,500	493,504
Total Other Receivables	$6,164,992	$5,029,064

NOTE 4 PORTFOLIO INVESTMENTS

	2014	2013
Investments in the cost and amortized cost category:		
Certificate of Deposit (Ministry of Finance)	$ 55,082,214	$24,000,000
Guaranteed investment certificates (GIC's)	3,500,000	7,716,522
Bonds	1,995,000	3,995,000
Total Portfolio Investments	$60,577,214	$35,711,522

NOTE 5 PAYABLE TO MINISTRY OF EDUCATION

The $7,461,128 in Accounts Payable and Accrued Liabilities – Due to Province and Ministry of Education relates to operating grants payable to the Province for savings in salaries and benefits due to job action, strike and lockouts in June 2014.

NOTE 6 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2014	2013
Trade Payables	$8,844,273	$4,404,657
Salary & Benefits Payable	9,932,977	14,246,093
Balance - Accounts Payable & Accrued Liabilities	18,777,250	$18,650,750
Asset Retirement Obligations	$673,815	$ 673,815
Accrued Vacation Pay	4,414,663	3,877,683
Other	440,018	549,180
Balance - Total Other Liabilities	$5,528,496	$5,100,678
Total Accounts Payable and Accrued Liabilities	$24,305,746	$23,751,428

NOTE 7 UNEARNED REVENUE

	2014	2013
Balance, beginning of year	$13,310,743	$9,691,716
Tuition fees received	24,238,471	20,430,054
Tuition fees recognized	(19,308,207)	(16,811,027)
Balance, end of year	$18,241,007	$13,310,743

NOTE 8 DEFERRED REVENUE

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled.

	2014	2013
Balance, beginning of year	$7,880,871	$8,609,469
Increases:		
Provincial grants	6,777,982	6,636,530
Other	8,351,560	11,447,402
Investment income	20,793	43,923
	15,150,335	18,127,855
Revenue recognized	14,108,045	18,856,453
Balance, end of year	$8,923,161	$7,880,871

NOTE 9 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2014	2013
Deferred capital revenue subject to amortization		
Balance, beginning of year	$241,815,485	$222,220,527
Increases:		
Capital additions	4,194,236	4,435,593
Transfer from work in progress	-	24,673,414
Donated capital assets	202,001	133,343
	4,396,237	29,242,350
Decreases:		
Amortization	10,274,618	9,647,392
Net change for the year	(5,878,381)	19,594,958
Balance, end of year	$235,937,104	$241,815,485
Deferred capital revenue - Work in Progress		
Balance, beginning of year	$28,325,527	$25,174,666
Increases: Transfers from deferred contributions	28,773,524	27,824,275
Decrease: Transfer to DCC subject to amortization	-	24,673,414
Net change for the year	28,773,524	3,150,861
Balance, end of year	$57,099,051	$28,325,527
Unspent deferred capital revenue	$10,556,156	$17,468,847
Total deferred capital revenue balance, end of year	**$303,592,311**	**$287,609,859**

NOTE 10 EMPLOYEE FUTURE BENEFITS

Employee future benefit plan obligations consist of three plans as summarized.

	2014	2013
Employee future benefit plans	$ 22,517,181	$ 21,219,553
Non-Teaching pension plan (asset)	(5,944,000)	(5,139,000)
Non-Teaching retirement benefit plan	28,665,843	25,816,948
Total Employee Future Benefits	$ 45,239,024	$ 41,897,501

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

a) Employee Future Benefit Plans

Benefits include vested sick leave, early retirement incentive retirement/severance, vacation, overtime and death benefits. Funding is provided when the benefits are paid and accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

	June 30, 2014	(Recast) June 30, 2013
Reconciliation of accrued benefit obligation:		
Accrued benefit obligation – April 1	$24,545,649	$20,620,282
Service cost	1,799,879	1,530,891
Interest cost	755,133	901,132
Benefits payments	(1,854,345)	(1,457,292)
Actuarial (gain) / loss	(1,005,197)	2,950,636
Accrued benefit obligation – March 31	$24,241,119	$24,545,649
Reconciliation of Funded Status at End of Fiscal Year:		
Accrued benefit obligation – March 31	$24,241,119	$24,545,649
Funded status – surplus / (deficit)	$(24,241,119)	$(24,545,649)
Employer contributions after measurement date	27,445	282,903
Benefit expense after measurement date	(651,780)	(638,753)
Unamortized net actuarial (gain) / loss	2,348,273	3,681,946
Accrued benefit asset / (liability) – June 30	$(22,517,181)	$(21,219,553)
Reconciliation of change in accrued benefit liability:		
Accrued benefit liability – July 1	$21,219,553	$19,686,672
Recognize benefit expense April 1-June 30, 2012	-	608,006
Accrued benefit liability – July 1 (restated)	$21,219,553	$20,294,678
Net expense for the year	2,896,515	2,532,419
Employer contributions July 1 – March 31	(1,571,442)	(1,324,641)
Employer contributions April 1 – June 30	(27,445)	(282,903)
Accrued benefit liability – June 30	$22,517,181	$21,219,553

Components of net benefit expense:	June 30, 2014	June 30, 2013
Service Cost	$1,797,962	$1,598,138
Interest Cost	770,077	864,632
Amortization of net actuarial loss	328,476	69,649
Net benefit expense	$2,896,515	$2,532,419

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

a) Employee Future Benefit Plans *(continued)*

The significant actuarial assumptions adopted for measuring the School District's accrued benefit obligations other than in respect of certain post-retirement benefits for non-teaching employees are:

	June 30, 2014		June 30, 2013	
Discount rate – April 1	3.00%		4.25%	
Discount rate – March 31	3.25%		3.00%	
Long term salary growth – April 1	2.50%	+ seniority	2.50%	+ seniority
Long term salary growth – March 31	2.50%	+ seniority	2.50%	+ seniority
EARSL – March 31	11.4		11.4	

b) Non-Teaching Pension Plan

The School District sponsors a defined benefit pension plan available to all non-teaching employees, the Retirement Plan for Non-Teaching Employees of School District #43 (Coquitlam). An actuarial valuation of the Retirement Plan for Non-Teaching Employees is conducted every 3 years. The actuarial valuation performed as at December 31, 2011 indicated a funding surplus of $3.4 million and a deficit on a solvency basis of $44.7 million. The School District is in the process of addressing the solvency deficiency and related requirements.

	June 30, 2014	June 30, 2013
Change in benefit obligation:		
Accrued benefit obligation – Beginning of Year	$121,659,000	$121,557,000
Service Cost	5,305,000	5,708,000
Interest Cost	7,297,000	6,702,000
Benefit payments	(5,405,000)	(5,105,000)
Actuarial Gains	11,281,000	(7,203,000)
Accrued benefit obligation – End of Year	$140,137,000	$121,659,000
Accrued benefit obligation – March 31st	$(140,137,000)	$(121,659,000)
Market value of plan assets – March 31st	144,822,000	130,014,000
Funded status – Surplus / (Deficit)	$4,685,000	$8,355,000
Funded status – Surplus / (Deficit)	$4,685,000	$8,355,000
Net change in 2nd Quarter 2014 expenses	(17,000)	-
Unamortized net actuarial (gain) / loss	1,276,000	(3,216,000)
Accrued benefit asset / (liability) – June 30th	$5,944,000	$5,139,000

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

b) Non-Teaching Pension Plan *(continued)*

Current service cost – net of employee's contributions	$2,801,000	$3,229,000
Interest cost	7,297,000	6,702,000
Actual return on plan assets	(7,800,000)	(7,289,000)
Actuarial (gains) / losses	(258,000)	501,000
Defined benefit costs recognized	$2,040,000	$3,143,000

Change in plan assets:		
Market value – beginning of year	$130,014,452	$121,009,452
Actual return on plan assets	14,846,548	8,057,000
Employer's contributions	2,931,000	3,574,000
Employee's contributions	2,435,000	2,479,000
Benefits paid	(5,405,000)	(5,105,000)
Market value – end of year	$144,822,000	$130,014,452

Plan assets at end of year consist of:		
Equity securities	59%	56%
Debt securities	40%	44%
Real estate	1%	0%
	100%	100%

Discount Rate	6.00%	6.00%
Expected long-term rate of return on plan assets	5.75%	6.00%
EARSL	10.5 years	10.5 years

c) Post-Retirement Health and Dental Benefits (Non-Pension Benefits)

In addition to the Retirement for Non-Teaching Employees, there is also a non-pension benefits obligation that represents the Board's share of premiums payable in respect of current and future retirees for the Medical Services Plan, Extended Health Benefits and Dental Benefits for non-teaching staff only. As at June 30, 2014 no funds have been internally designated to fund this liability.

Effective September 1, 2014 the Board's share of premium obligations will change for all current and future retirees from a 50% contribution to a 40% contribution.

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

c) Post-Retirement Health and Dental Benefits (Non-Pension Benefits) *(continued)*

	June 30, 2014	June 30, 2013
Change in benefit obligation:		
Accrued benefit obligation – April 1st	$33,389,948	$30,348,000
Service Cost	883,895	317,948
Interest Cost	1,429,000	1,450,000
Benefit payments	(660,000)	(461,000)
Actuarial (Gains) / Losses	(2,099,000)	1,735,000
Accrued benefit obligation – March 31st	$32,943,843	$33,389,948
Accrued benefit obligation – March 31st	$(32,943,843)	$(33,389,948)
Funded status – Surplus / (Deficit)	$(32,943,843)	$(33,389,948)
Funded status – Surplus / (Deficit)	$(32,943,843)	$(33,389,948)
Net change in 2nd Qtr 2014 expenses	(416,000)	
Unamortized net actuarial (gain) / loss	4,694,000	7,573,000
Accrued benefit asset / (liability) – June 30th	$(28,665,843)	$(25,816,948)
Current service cost – net of employee's contributions	$883,895	$317,948
Interest cost	1,429,000	1,450,000
Amortize actuarial (gains) / losses	780,000	615,000
Defined benefit costs recognized	$3,092,895	$2,382,948

	June 30, 2014	June 30, 2013
Discount Rate	3.00%	4.20%
Expected long-term rate of return on plan assets	N/A	N/A
Rate of compensation increase	2.5%	2.5%
MSP	4.0% for one year	3.0% for one year
Dental	3.5% for one year	3.5% for one year
Extended Health	7.0% per year for three years then grading down to 5.0% in 0.5% increments.	7.0% initially grading down to 5.0% over two years
Estimated annual claim cost		
MSP Premium costs – couple	$1,506	$1,446
MSP Premium costs - single	$831	$798
Extended Health – couple	$1,658	$1,817
Extended Health - single	$784	$909
Dental – couple	$888	$944
Dental – single	$443	$472
EARSL	10.5 years	10.5 years

NOTE 10 EMPLOYEE FUTURE BENEFITS *(continued)*

d) BC Teachers Pension Plan

The School District and its employees contribute to the Teachers' Pension Plan, jointly trusteed pension Plans. The board of trustees for this plan represents plan members and employers and is responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plan is a multi-employer contributory pension plan. Basic pension benefits provided are based on a formula. The Teachers' Pension Plan has about 45,000 active members from School Districts, and approximately 32,000 retired members 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 actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an $855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available in 2015. Defined contribution plan accounting is applied to the plan as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan.

School District 43 (Coquitlam) paid $20,117,357 (2013 - $19,474,261) for employer contributions to this plan in the year ended June 30, 2014.

NOTE 11 CAPITAL LEASE OBLIGATIONS

The School District leases several assets under capital leases. The leases expire on various dates through 2015 to 2019. All capital leases provide for a transfer of ownership of the asset to the School District through a bargain purchase option, or after the last lease payment has been made. The interest rates implicit in the leases vary from 3.31% to 5.00%. The School District has certain other leasing agreements with third parties; assets under these other agreements and respective liabilities are not material.

Total future minimum lease payments are as follows:	2014	2013
2013-14	-	691,434
2014-15	595,556	524,051
2015-16	593,075	524,570
2016-17	78,019	6,515
2017-18	5,875	-
2018-19	5,327	-
Total minimum lease payments	$1,277,852	$1,743,570
Less interest at the average implicit interest rate of 3.591%	$68,191	$112,882
Net present value of lease obligations	$1,209,661	$1,630,688

Total interest on leases for the year was $77,621 (2013: $61,043).

NOTE 12 TANGIBLE CAPITAL ASSETS

Costs:	Balance at July 1, 2013	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2014
Sites	$107,351,439	$ -	$ -	$ -	$107,351,439
Buildings	447,905,436	4,194,236	-	(2,494,565)	449,605,107
Furniture & Equipment	9,467,661	294,313	607,759	-	9,154,215
Vehicles	1,391,768	26,179	127,067	-	1,290,880
Computer Software	191,820	-	130,624	-	61,196
Computer Hardware	2,901,318	252,545	225,827	-	2,928,036
	$569,209,442	$4,767,273	$1,091,277	(2,494,565)	$570,390,873
Work in progress	28,325,527	28,773,524	-	-	57,099,051
	$597,534,969	$33,540,797	$1,091,277	(2,494,565)	$627,489,924

Accumulated Amortization:	Balance at July 1, 2013	Additions	Disposals	Balance at June 30, 2014
Buildings	$184,908,621	10,177,762	-	$195,086,383
Furniture & Equipment	5,771,465	960,490	607,759	6,124,196
Vehicles	951,696	140,486	127,067	965,115
Computer Software	185,701	6,119	130,624	61,196
Computer Hardware	1,106,347	605,519	225,827	1,486,039
	$192,923,830	$11,890,376	$1,091,277	$203,722,929

Costs:	Balance at July 1, 2012	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2013
Sites	$107,351,439	$ -	$ -	$ -	$107,351,439
Buildings	418,908,149	28,997,287	-	-	447,905,436
Furniture & Equipment	9,942,403	245,063	719,805	-	9,467,661
Vehicles	1,391,768	-	-	-	1,391,768
Computer Software	191,820	-	-	-	191,820
Computer Hardware	1,190,405	1,793,907	82,994	-	2,901,318
	$538,975,984	$31,036,257	$802,799	$ -	$569,209,442
Work in progress	25,174,666	27,824,275		(24,673,414)	28,325,527
	$564,150,650	$58,860,532	$802,799	(24,673,414)	$597,534,969

NOTE 12 TANGIBLE CAPITAL ASSETS *(continued)*

Accumulated Amortization:	Balance at July 1, 2012	Additions	Disposals	Balance at June 30, 2013
Buildings	$175,166,861	9,741,760	-	184,908,621
Furniture & Equipment	5,523,116	968,154	719,805	5,771,465
Vehicles	722,824	228,872	-	951,696
Computer Software	147,337	38,364	-	185,701
Computer Hardware	951,260	238,081	82,994	1,106,347
	$182,511,398	$11,215,231	$2,621,319	$192,923,830

Net Book Value:	Net Book Value at June 30, 2014	Net Book Value at June 30, 2013
Sites	$107,351,439	$107,351,439
Buildings	311,617,775	291,322,342
Furniture & Equipment	3,030,019	3,696,196
Vehicles	325,765	440,072
Computer Software	0	6,119
Computer Hardware	1,441,997	1,794,971
	$423,766,995	$404,611,139

Included in Capital Assets is equipment under Capital Lease with a cost of $ $5,233,861 (2013 - $5,085,763) and accumulated amortization of $890,345 (2013 - $681,174).

Contributed tangible capital assets - additions to equipment include the following contributed tangible capital assets:

	2014	2013
Playground Equipment	$294,313	$133,343

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating and capital funds for the year ended June 30, 2014 were 264,257 (2013 – 250,752) related to capital leases.

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

NOTE 15 COMMITMENTS AND CONTINGENCIES

a) The School District has committed to capital expenditures to construct new facilities and upgrade current facilities. The outstanding capital commitments as at June 30, 2014 are $46,658,395 (2013 - $27,499,887). These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts.

Funding approval for these committed projects has been received from the Ministry of Education, the expenditures will be funded from available Capital Funds, and the proceeds of new capital funding will be provided by the Ministry.

Contractual Obligation	2015	2016	2017	2018	2019	There after
Pitt River	$ 557,303	$ -	$ -	$ -	$ -	$ -
Moody Middle	230,790	164,852	-	-	-	-
Eagle Mountain	3,105,450	-	-	-	-	-
Centennial	9,600,000	12,000,000	12,000,000	8,000,000	1,000,000	-
	$13,493,543	$ 12,164,852	$ 12,000,000	$8,000,000	$ 1,000,000	$ -

The School District has no significant operating leases.

The collective agreement between the School District and the Coquitlam Teachers' Association allows teachers to be paid over 12 months. As at June 30, 2014 the amount held by the School District and included in cash and accounts payable was $5,433,954 (2013 - $5,591,203).

b) Ongoing legal proceedings: In the ordinary course of operations, the School District has legal proceedings brought against it and provisions have been included in liabilities where appropriate. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

c) Class action lawsuit: In 2011, the School District was served a writ of summons in a class action lawsuit involving 25 other school districts throughout the Province, seeking recovery of tuition fees paid for summer school courses in prior fiscal periods. The parties have concluded and fully implemented a settlement agreement with no liability to the School District. .

NOTE 16 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of the amended annual budget on February 25, 2014. While PSAB financial reporting requires the District's Annual (Preliminary) Budget (adopted by the Board on June 4, 2013) to be used as the comparator, an Amended Budget based upon revised enrolment information was filed per legislation with the Ministry of Education on February 28, 2014 to reflect more current estimates.

	Original (Preliminary) Budget	Amended Budget	Change
	June 2013	February 2014	
Revenue			
Provincial Grants			
Ministry of Education	255,192,371	256,568,889	1,376,518
Other	572,470	572,470	0
Tuition	18,427,649	19,481,504	1,053,855
Other Revenue	12,294,332	11,591,158	(703,174)
Rentals and Leases	1,765,000	1,628,500	(136,500)
Investment Income	550,000	600,000	50,000
Amortization of Deferred Capital Revenue	9,177,489	10,252,000	1,074,511
Total Revenue	297,979,311	300,694,521	2,715,210
Expenses			
Instruction	250,203,582	252,993,453	2,789,871
District Administration	8,524,608	8,015,640	(508,968)
Operations and Maintenance	40,206,318	40,048,205	(158,113)
Transportation and Housing	1,346,939	1,314,595	(32,344)
Debt Services	39,770	39,770	0
Total Expense	300,321,217	302,411,663	2,090,446
Budgeted Surplus (Deficit) for the Year	(2,341,906)	(1,717,142)	624,764
Capital Fund Surplus (Deficit)	(2,341,906)	(1,717,142)	624,764
Budgeted Surplus (Deficit) for the year	(2,341,906)	(1,717,142)	624,764

NOTE 17 ENVIRONMENTAL OBLIGATION

As at June 30, 2014 there is a liability of $673,815 (2013 - $673,815) related to environmental obligations. The associated environmental costs relate to the betterment of schools and are capitalized as part of the carrying value of the long-lived asset and subsequently amortized over the asset's useful life. This amount is considered to approximate fair value of the liability as the School District is expected to complete the upgrades to the related schools within the next three year. There may be additional environmental costs that cannot be estimated at this point in time.

NOTE 18 EXPENSE BY OBJECT

	2014	2013
Salaries and benefits	$242,906,384	$258,787,089
Services and supplies	31,402,509	28,268,906
Amortization	11,890,376	11,215,231
	$286,199,269	$308,271,226

NOTE 19 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

The School District attributes a portion of the accumulated surplus to an internal operating fund and internally restricts a portion of the balance. The detail of the restricted operating surplus is as follows:

Educational Programing	$ 2,014,445
Aboriginal education targeted funds	182,221
School fund balances and commitments	1,668,250
Collective agreement requirements	693,487
Information technology initiatives	548,228
Financial provisions	417,030
Total Internally Restricted Items	$5,523,661

NOTE 20 ECONOMIC DEPENDENCE

The 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 on a going concern basis.

NOTE 21 PRIOR PERIOD ADJUSTMENTS

In prior years the school district reported annual Employee Future Benefit Plan (EFB) expense equal to the 12 months ended March 31 expenses as determined by the actuary rather than the 12 months ended June 30. An adjustment was made to increase the EFB liability to include benefit expenses incurred after the early measurement date of March 31 (see Note 10). The June 30, 2013 EFB liability increased by $638,753 representing the EFB expenses April 1 to June 30, 2013. The opening deficit as at July 1, 2012 was increases by $608,006 representing the April 1 – June 30, 2012 EFB expenses. The deficit for the year ended June 30, 2013 was increased by $30,747 representing the April 1-June 30 2013 EFB minus the April 1 – June 30, 2012 EFB expense.

NOTE 22 RISK MANAGEMENT

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk.

The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

NOTE 22 RISK MANAGEMENT *(continued)*

(a) Credit risk:
Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash, amounts receivable and investments.
The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and therefore, are collectible. It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and portfolio investments as they are placed in recognized British Columbia institutions and the School District invests solely in guaranteed investment certificates, term deposits, and bonds.

(b) Market risk:
Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in guaranteed investment certificates, term deposits, and bonds that have a maturity date of no more than 5 years.

(c) Liquidity risk

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

School District No. 43 (Coquitlam)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2014

	Operating Fund	Special Purpose Fund	Capital Fund	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$	$	$
Accumulated Surplus (Deficit), beginning of year	(37,489,354)		129,902,852	**92,413,498**	104,211,937
Prior Period Adjustments					(603,699)
Accumulated Surplus (Deficit), beginning of year, as restated	**(37,489,354)**	-	**129,902,852**	92,413,498	103,608,238
Changes for the year					
Surplus (Deficit) for the year	6,199,036		181,589	**6,380,625**	(11,194,740)
Interfund Transfers					
Other	(264,257)		264,257	-	
Net Changes for the year	**5,934,779**	-	**445,846**	6,380,625	**(11,194,740)**
Accumulated Surplus (Deficit), end of year - Statement 2	**(31,554,575)**	-	**130,348,698**	**98,794,123**	92,413,498

School District No. 43 (Coquitlam)

Schedule 2 (Unaudited)

Schedule of Operating Operations
Year Ended June 30, 2014

	2014 Budget (Note 16)	**2014 Actual**	2013 Actual (Recast - Note 21)
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	250,567,180	**243,185,562**	246,614,569
Other	51,070	**51,072**	51,072
Tuition	19,481,504	**19,308,207**	16,811,027
Other Revenue	2,231,357	**2,241,607**	2,104,394
Rentals and Leases	1,628,500	**1,548,085**	1,825,596
Investment Income	600,000	**783,818**	548,562
Total Revenue	274,559,611	**267,118,351**	267,955,220
Expenses			
Instruction	237,535,004	**225,082,205**	239,434,041
District Administration	7,925,640	**7,923,459**	9,552,285
Operations and Maintenance	27,585,744	**26,716,637**	25,586,261
Transportation and Housing	1,314,595	**1,197,014**	1,391,119
Total Expense	274,360,983	**260,919,315**	275,963,706
Operating Surplus (Deficit) for the year	198,628	**6,199,036**	(8,008,486)
Net Transfers (to) from other funds			
Other	(198,628)	**(264,257)**	(250,752)
Total Net Transfers	(198,628)	**(264,257)**	(250,752)
Total Operating Surplus (Deficit), for the year	-	**5,934,779**	(8,259,238)
Operating Surplus (Deficit), beginning of year		**(37,489,354)**	(28,626,417)
Prior Period Adjustments			
April - June 2012 EFB Expense Restatement			(608,006)
Prior Period Adjustments			4,307
Operating Surplus (Deficit), beginning of year, as restated		**(37,489,354)**	(29,230,116)
Operating Surplus (Deficit), end of year		**(31,554,575)**	(37,489,354)
Operating Surplus (Deficit), end of year			
Internally Restricted		**5,523,661**	-
Unrestricted		**(10,261,247)**	(10,672,365)
Unfunded Accrued Employee Future Benefits		**(26,816,989)**	(26,816,989)
Total Operating Surplus (Deficit), end of year		**(31,554,575)**	(37,489,354)

School District No. 43 (Coquitlam)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	248,448,390	**241,140,518**	244,020,151
AANDC/LEA Recovery	-	**(10,346)**	-
Other Ministry of Education Grants			
Education Guarantee	1,300,000	**1,047,963**	1,609,782
Pay Equity	706,353	**706,353**	706,353
Teacher Quality	-	-	10,000
Skills Assessment - FSA Monitoring	37,437	**37,437**	32,437
Carbon Tax Reimbursement	-	**263,637**	235,846
Holdback	75,000	-	-
Total Provincial Grants - Ministry of Education	250,567,180	**243,185,562**	246,614,569
Provincial Grants - Other	51,070	**51,072**	51,072
Tuition			
Continuing Education	2,232,000	**1,969,812**	2,779,845
Offshore Tuition Fees	17,249,504	**17,338,395**	14,031,182
Total Tuition	19,481,504	**19,308,207**	16,811,027
Other Revenues			
LEA/Direct Funding from First Nations	-	**10,346**	-
Miscellaneous			
Cafeteria Revenue	1,700,000	**1,675,159**	1,750,154
Miscellaneous	531,357	**556,102**	354,240
Total Other Revenue	2,231,357	**2,241,607**	2,104,394
Rentals and Leases	1,628,500	**1,548,085**	1,825,596
Investment Income	600,000	**783,818**	548,562
Total Operating Revenue	274,559,611	**267,118,351**	267,955,220

School District No. 43 (Coquitlam)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$
Salaries			
Teachers	132,309,211	**123,012,648**	135,304,902
Principals and Vice Principals	11,466,922	**11,505,167**	12,064,205
Educational Assistants	12,980,730	**13,046,055**	13,338,558
Support Staff	22,140,080	**22,441,951**	22,701,560
Other Professionals	3,713,424	**3,715,147**	4,229,846
Substitutes	9,091,156	**8,277,139**	8,717,521
Total Salaries	191,701,523	**181,998,107**	196,356,592
Employee Benefits	58,603,538	**55,015,132**	56,521,488
Total Salaries and Benefits	250,305,061	**237,013,239**	252,878,080
Services and Supplies			
Services	4,903,476	**4,892,928**	2,984,944
Student Transportation	1,271,138	**1,153,973**	1,337,481
Professional Development and Travel	1,889,936	**1,224,219**	1,753,938
Rentals and Leases	333,263	**349,784**	292,320
Dues and Fees	1,384,209	**1,540,040**	1,485,979
Insurance	1,344,130	**1,422,466**	1,283,039
Supplies	7,622,045	**7,978,309**	8,764,793
Utilities	5,307,725	**5,344,357**	5,183,132
Total Services and Supplies	24,055,922	**23,906,076**	23,085,626
Total Operating Expense	274,360,983	**260,919,315**	275,963,706

School District No. 43 (Coquitlam)
Operating Expense by Function, Program and Object

Year Ended June 30, 2014

	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	87,908,325	2,136,848	949,191	4,907,524	60,923	4,307,286	**100,270,097**
1.03 Career Programs	154,124	-	33,061	-	-	8,972	**196,157**
1.07 Library Services	2,694,221	-	385,098	-	-	144,895	**3,224,214**
1.08 Counselling	3,497,781	-	-	-	-	160,628	**3,658,409**
1.10 Special Education	16,308,509	4,982	11,126,909	103,419	-	1,280,128	**28,823,947**
1.30 English Language Learning	3,593,078	-	-	-	-	165,005	**3,758,083**
1.31 Aboriginal Education	360,593	106,791	418,890	52,937	-	13,507	**952,718**
1.41 School Administration	-	8,611,613	-	2,365,357	-	365,448	**11,342,418**
1.60 Summer School	857,730	-	-	55,008	-	57,750	**970,488**
1.61 Continuing Education	2,133,791	192,177	-	545,014	89,588	73,982	**3,034,552**
1.62 Off Shore Students	5,308,287	129,994	82,008	241,715	179,791	237,195	**6,178,990**
1.64 Other	196,209	101,671	50,898	662,015	-	193,228	**1,204,021**
Total Function 1	**123,012,648**	**11,284,076**	**13,046,055**	**8,932,989**	**330,302**	**7,008,024**	**163,614,094**
4 District Administration							
4.11 Educational Administration	-	-	-	83,136	938,847	8,804	**1,030,787**
4.40 School District Governance	-	-	-	-	368,843	-	**368,843**
4.41 Business Administration	-	118,566	-	1,440,221	1,558,383	79,218	**3,196,388**
Total Function 4	**-**	**118,566**	**-**	**1,523,357**	**2,866,073**	**88,022**	**4,596,018**
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	-	-	-	313,507	299,631	20,570	**633,708**
5.50 Maintenance Operations	-	102,525	-	10,913,951	196,874	1,054,871	**12,268,221**
5.52 Maintenance of Grounds	-	-	-	746,908	-	105,178	**852,086**
5.56 Utilities	-	-	-	-	-	-	**-**
Total Function 5	**-**	**102,525**	**-**	**11,974,366**	**496,505**	**1,180,619**	**13,754,015**
7 Transportation and Housing							
7.41 Transportation and Housing Administration	-	-	-	11,239	22,267	-	**33,506**
7.70 Student Transportation	-	-	-	-	-	474	**474**
Total Function 7	**-**	**-**	**-**	**11,239**	**22,267**	**474**	**33,980**
9 Debt Services							
Total Function 9	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Functions 1 - 9	**123,012,648**	**11,505,167**	**13,046,055**	**22,441,951**	**3,715,147**	**8,277,139**	**181,998,107**

School District No. 43 (Coquitlam)

Operating Expense by Function, Program and Object

Year Ended June 30, 2014

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2014 Actual	2014 Budget (Note 16)	2013 Actual (Recast - Note 21)
	$	$	$	$	$	$	$
1 Instruction							
1.02 Regular Instruction	100,270,097	30,485,923	130,756,020	4,158,799	134,914,819	143,173,725	143,294,666
1.03 Career Programs	196,157	63,834	259,991	(5,550)	254,441	339,957	392,836
1.07 Library Services	3,224,214	1,020,504	4,244,718	321,479	4,566,197	4,890,315	4,918,380
1.08 Counselling	3,658,409	1,109,302	4,767,711	641	4,768,352	5,213,332	5,348,522
1.10 Special Education	28,823,947	9,218,665	38,042,612	276,797	38,319,409	40,353,215	41,282,078
1.30 English Language Learning	3,758,083	1,139,566	4,897,649	10,528	4,908,177	5,408,835	5,704,200
1.31 Aboriginal Education	952,718	216,293	1,169,011	243,788	1,412,799	1,623,368	1,474,121
1.41 School Administration	11,342,418	3,861,192	15,203,610	748,547	15,952,157	15,857,614	15,186,876
1.60 Summer School	970,488	153,828	1,124,316	26,373	1,150,689	1,138,700	978,039
1.61 Continuing Education	3,034,552	639,003	3,673,555	752,969	4,426,524	4,717,500	4,789,298
1.62 Off Shore Students	6,178,990	1,680,438	7,859,428	3,899,459	11,758,887	12,187,906	13,177,071
1.64 Other	1,204,021	252,662	1,456,683	1,193,071	2,649,754	2,630,537	2,887,954
Total Function 1	163,614,094	49,841,210	213,455,304	11,626,901	225,082,205	237,535,004	239,434,041
4 District Administration							
4.11 Educational Administration	1,030,787	227,687	1,258,474	265,907	1,524,381	1,438,231	2,011,174
4.40 School District Governance	368,843	10,679	379,522	116,420	495,942	520,059	609,792
4.41 Business Administration	3,196,388	876,055	4,072,443	1,830,693	5,903,136	5,967,350	6,931,319
Total Function 4	4,596,018	1,114,421	5,710,439	2,213,020	7,923,459	7,925,640	9,552,285
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	633,708	115,127	748,835	531,189	1,280,024	1,421,913	1,522,311
5.50 Maintenance Operations	12,268,221	3,682,192	15,950,413	1,798,200	17,748,613	18,792,760	16,976,772
5.52 Maintenance of Grounds	852,086	253,121	1,105,207	898,861	2,004,068	2,112,071	1,991,847
5.56 Utilities	-	-	-	5,683,932	5,683,932	5,259,000	5,095,331
Total Function 5	13,754,015	4,050,440	17,804,455	8,912,182	26,716,637	27,585,744	25,586,261
7 Transportation and Housing							
7.41 Transportation and Housing Administration	33,506	-	33,506	-	33,506	32,742	32,238
7.70 Student Transportation	474	9,061	9,535	1,153,973	1,163,508	1,281,853	1,358,881
Total Function 7	33,980	9,061	43,041	1,153,973	1,197,014	1,314,595	1,391,119
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	181,998,107	55,015,132	237,013,239	23,906,076	260,919,315	274,360,983	275,963,706

School District No. 43 (Coquitlam)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual	2013 Actual (Recast - Note 21)
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	6,001,709	**6,516,954**	7,012,241
Other	521,400		
Federal Grants	-	**395,461**	-
Other Revenue	9,359,801	**7,194,779**	11,842,942
Investment Income	-	**851**	1,270
Total Revenue	15,882,910	**14,108,045**	18,856,453
Expenses			
Instruction	15,458,449	**12,832,242**	17,233,087
District Administration	90,000	-	-
Operations and Maintenance	334,461	**1,275,803**	1,623,366
Total Expense	15,882,910	**14,108,045**	18,856,453
Special Purpose Surplus (Deficit) for the year	-	-	-
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		-	-

School District No. 43 (Coquitlam)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2014

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community-LINK
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	-	-	94,192	560,038	4,067,301	199,650	-	61,279	48,819
Prior period adjustment - transfer to Operating Fund	-	-	-	-	-	-	-	-	-
Deferred Revenue, beginning of year, as restated	-	-	94,192	560,038	4,067,301	199,650	-	61,279	48,819
Add: Restricted Grants									
Provincial Grants - Ministry of Education	1,275,220	3,141,071	27,820	-	-	416,000	110,250	392,505	1,415,180
Federal Grants	-	-	-	-	-	-	-	-	-
Other	-	-	-	11,042	6,157,342	-	-	-	47,313
Investment Income	583	50	234	-	-	561	36	290	-
	1,275,803	3,141,121	28,054	11,042	6,157,342	416,561	110,286	392,795	1,462,493
Less: Allocated to Revenue	1,275,803	2,902,973	29,081	22,571	5,449,997	366,642	81,610	283,028	1,477,860
Due to Ministry of Education	-	119,695	-	-	-	-	-	-	-
Deferred Revenue, end of year	-	118,453	93,165	548,509	4,774,646	249,569	28,676	171,046	33,452
Revenues									
Provincial Grants - Ministry of Education	1,275,220	2,902,973	29,081	-	-	366,642	81,610	283,028	1,477,860
Federal Grants	-	-	-	-	-	-	-	-	-
Other Revenue	-	-	-	22,571	5,449,997	-	-	-	-
Investment Income	583	-	-	-	-	-	-	-	-
	1,275,803	2,902,973	29,081	22,571	5,449,997	366,642	81,610	283,028	1,477,860
Expenses									
Salaries									
Teachers	-	1,776,350	-	-	-	-	47,580	38,064	105,702
Principals and Vice Principals	-	-	-	-	-	-	-	-	-
Educational Assistants	-	290,409	-	-	-	-	-	-	732,173
Support Staff	-	-	-	-	-	230,328	-	-	208,937
Other Professionals	-	-	-	-	-	-	-	-	-
Substitutes	-	-	-	-	-	-	-	-	-
	-	2,066,759	-	-	-	230,328	47,580	38,064	1,046,812
Employee Benefits	-	660,703	-	-	-	53,615	557	8,803	273,091
Services and Supplies	1,275,803	175,511	29,081	22,571	5,449,997	82,699	33,473	236,161	157,957
	1,275,803	2,902,973	29,081	22,571	5,449,997	366,642	81,610	283,028	1,477,860
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 43 (Coquitlam)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2014

	Day Treatment	Sundry Programs	Staff Development	Sick Leave Trust	Contractual Reserve	Apprenticeship Program	Settlement Workers	My Neighborhood My Future	ELSA
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	679	140,888	233,931	50,807	1,529,346	444,413	453,835	-	-
Prior period adjustment - transfer to Operating Fund	-	(23,791)	(330)	-	-	-	19,814	-	-
Deferred Revenue, beginning of year, as restated	679	117,097	233,601	50,807	1,529,346	444,413	473,649	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education	119,631	-	-	-	-	-	-	-	-
Federal Grants	-	-	-	-	-	-	-	-	395,461
Other	-	112,001	61,052	241,800	289,624	292,075	542,406	201,444	-
Investment Income	26	-	-	268	18,745	-	-	-	-
	119,657	112,001	61,052	242,068	308,369	292,075	542,406	201,444	395,461
Less: Allocated to Revenue	100,540	177,001	83,521	279,524	-	320,739	710,843	150,851	395,461
Due to Ministry of Education	-	-	-	-	-	-	-	-	-
Deferred Revenue, end of year	19,796	52,097	211,132	13,351	1,837,715	415,749	305,212	50,593	-
Revenues									
Provincial Grants - Ministry of Education	100,540	-	-	-	-	-	-	-	-
Federal Grants	-	-	-	-	-	-	-	-	395,461
Other Revenue	-	177,001	83,521	279,256	-	320,739	710,843	150,851	-
Investment Income	-	-	-	268	-	-	-	-	-
	100,540	177,001	83,521	279,524	-	320,739	710,843	150,851	395,461
Expenses									
Salaries									
Teachers	77,539	94,141	-	-	-	141,559	-	-	152,767
Principals and Vice Principals	-	-	-	-	-	-	51,000	-	5,720
Educational Assistants	-	-	-	-	-	-	-	-	25,811
Support Staff	-	12,203	-	275,675	-	-	381,861	-	-
Other Professionals	-	-	-	-	-	-	-	-	2,620
Substitutes	-	-	-	-	-	-	-	-	15,269
	77,539	106,344	-	275,675	-	141,559	432,861	-	202,187
Employee Benefits	20,513	1,820	-	-	-	20,840	122,435	-	65,060
Services and Supplies	2,488	68,837	83,521	3,849	-	158,340	155,547	150,851	128,214
	100,540	177,001	83,521	279,524	-	320,739	710,843	150,851	395,461
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 43 (Coquitlam)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2014

	TOTAL
	$
Deferred Revenue, beginning of year	7,885,178
Prior period adjustment - transfer to Operating Fund	(4,307)
Deferred Revenue, beginning of year, as restated	7,880,871
Add: Restricted Grants	
Provincial Grants - Ministry of Education	6,897,677
Federal Grants	395,461
Other	7,956,099
Investment Income	20,793
	15,270,030
Less: Allocated to Revenue	14,108,045
Due to Ministry of Education	119,695
Deferred Revenue, end of year	**8,923,161**
Revenues	
Provincial Grants - Ministry of Education	6,516,954
Federal Grants	395,461
Other Revenue	7,194,779
Investment Income	851
	14,108,045
Expenses	
Salaries	
Teachers	2,433,702
Principals and Vice Principals	56,720
Educational Assistants	1,048,393
Support Staff	1,109,004
Other Professionals	2,620
Substitutes	15,269
	4,665,708
Employee Benefits	1,227,437
Services and Supplies	8,214,900
	14,108,045
Net Revenue (Expense) before Interfund Transfers	-
Interfund Transfers	
	-
Net Revenue (Expense)	-

School District No. 43 (Coquitlam)

Schedule 4 (Unaudited)

Schedule of Capital Operations
Year Ended June 30, 2014

	2014 Budget (Note 16)	2014 Actual Invested in Tangible Capital Assets	2014 Actual Local Capital	2014 Actual Fund Balance	2013 Actual (Recast - Note 21)
	$	$	$	$	$
Revenues					
Provincial Grants					
Other Revenue	-	699,750	1,267,768	1,967,518	648,168
Amortization of Deferred Capital Revenue	10,252,000	10,274,618		10,274,618	9,647,392
Total Revenue	10,252,000	10,974,368	1,267,768	12,242,136	10,295,560
Expenses					
Operations and Maintenance	-	-	113,343	113,343	2,188,961
Amortization of Tangible Capital Assets					
Operations and Maintenance	12,128,000	11,890,376		11,890,376	11,215,231
Debt services					
Capital Lease Interest	39,770		56,828	56,828	77,622
Total Expense	12,167,770	11,890,376	170,171	12,060,547	13,481,814
Capital Surplus (Deficit) for the year	(1,915,770)	(916,008)	1,097,597	181,589	(3,186,254)
Net Transfers (to) from other funds					
Capital Lease Payment	198,628		264,257	264,257	250,752
Total Net Transfers	198,628	-	264,257	264,257	250,752
Other Adjustments to Fund Balances					
Principal Payment					
Capital Lease		260,613	(260,613)	-	
Total Other Adjustments to Fund Balances		260,613	(260,613)	-	
Total Capital Surplus (Deficit) for the year	(1,717,142)	(655,395)	1,101,241	445,846	(2,935,502)
Capital Surplus (Deficit), beginning of year		131,725,947	(1,823,095)	129,902,852	132,838,354
Capital Surplus (Deficit), end of year		131,070,552	(721,854)	130,348,698	129,902,852

School District No. 43 (Coquitlam)
Tangible Capital Assets
Year Ended June 30, 2014

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	$	$	$	$	$	$	$
Cost, beginning of year	107,351,439	447,905,436	9,467,661	1,391,768	191,820	2,901,318	**569,209,442**
Prior Period Adjustments							
Asset over-capitalized in prior year	-	(2,494,565)	-	-	-	-	**(2,494,565)**
Cost, beginning of year, as restated	107,351,439	445,410,871	9,467,661	1,391,768	191,820	2,901,318	**566,714,877**
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	-	4,194,236	-	-	-	-	**4,194,236**
Donated	-	-	294,313	-	-	-	**294,313**
Capital Leases	-	-	-	26,179	-	252,545	**278,724**
	-	4,194,236	294,313	26,179	-	252,545	**4,767,273**
Decrease:							
Deemed Disposals			607,759	127,067	130,624	225,827	**1,091,277**
	-	-	607,759	127,067	130,624	225,827	**1,091,277**
Cost, end of year	107,351,439	449,605,107	9,154,215	1,290,880	61,196	2,928,036	**570,390,873**
Work in Progress, end of year		57,099,051					**57,099,051**
Cost and Work in Progress, end of year	107,351,439	506,704,158	9,154,215	1,290,880	61,196	2,928,036	**627,489,924**
Accumulated Amortization, beginning of year		184,908,621	5,771,465	951,696	185,701	1,106,347	**192,923,830**
Changes for the Year							
Increase: Amortization for the Year		10,177,762	960,490	140,486	6,119	605,519	**11,890,376**
Decrease:							
Deemed Disposals			607,759	127,067	130,624	225,827	**1,091,277**
		-	607,759	127,067	130,624	225,827	**1,091,277**
Accumulated Amortization, end of year		195,086,383	6,124,196	965,115	61,196	1,486,039	**203,722,929**
Tangible Capital Assets - Net	**107,351,439**	**311,617,775**	**3,030,019**	**325,765**	-	**1,441,997**	**423,766,995**

School District No. 43 (Coquitlam)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2014

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	$	$	$	$	$
Work in Progress, beginning of year	28,325,527	-	-	-	**28,325,527**
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	28,725,217	-	-	-	**28,725,217**
Deferred Capital Revenue - Other	48,307	-	-	-	**48,307**
	28,773,524	-	-	-	**28,773,524**
Net Changes for the Year	28,773,524	-	-	-	**28,773,524**
Work in Progress, end of year	**57,099,051**	-	-	-	**57,099,051**

School District No. 43 (Coquitlam)

Schedule 4C (Unaudited)

Deferred Capital Revenue
Year Ended June 30, 2014

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	$	$	$	$
Deferred Capital Revenue, beginning of year	243,540,595	-	133,343	**243,673,938**
Prior Period Adjustments				
Prior Period Reclassification	(1,858,453)	-	-	**(1,858,453)**
Deferred Capital Revenue, beginning of year, as restated	241,682,142	-	133,343	**241,815,485**
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	4,194,236	-	-	**4,194,236**
Donated Capital Assets	-	-	202,001	**202,001**
	4,194,236	-	202,001	**4,396,237**
Decrease:				
Amortization of Deferred Capital Revenue	10,251,218	-	23,400	**10,274,618**
	10,251,218	-	23,400	**10,274,618**
Net Changes for the Year	(6,056,982)	-	178,601	**(5,878,381)**
Deferred Capital Revenue, end of year	235,625,160	-	311,944	**235,937,104**
Work in Progress, beginning of year	26,467,074	-	-	**26,467,074**
Prior Period Adjustments				
Prior Period Reclassification	1,858,453	-	-	**1,858,453**
Work in Progress, beginning of year, as restated	28,325,527	-	-	**28,325,527**
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	28,725,217	48,307	-	**28,773,524**
	28,725,217	48,307	-	**28,773,524**
Net Changes for the Year	28,725,217	48,307	-	**28,773,524**
Work in Progress, end of year	57,050,744	48,307	-	**57,099,051**
Total Deferred Capital Revenue, end of year	**292,675,904**	**48,307**	**311,944**	**293,036,155**

School District No. 43 (Coquitlam)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2014

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	$	$	$	$	$	$
Balance, beginning of year	6,398,390	4,537,968	-	6,532,489	-	17,468,847
Prior Period Adjustments						
Prior Period Adjustment	(2,730,115)	2,730,115				-
Balance, beginning of year, as restated	3,668,275	7,268,083	-	6,532,489	-	17,468,847
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	24,790,033					24,790,033
Other		-		1,186,912	-	1,186,912
Investment Income	19,409	26,115	-	32,600	-	78,124
	24,809,442	26,115	-	1,219,512	-	26,055,069
Decrease:						
Transferred to DCR - Capital Additions	4,194,236	-	-		-	4,194,236
Transferred to DCR - Work in Progress	28,725,217	48,307	-		-	28,773,524
	32,919,453	48,307	-	-	-	32,967,760
Net Changes for the Year	(8,110,011)	(22,192)	-	1,219,512	-	(6,912,691)
Balance, end of year	(4,441,736)	7,245,891	-	7,752,001	-	10,556,156