Audited Financial Statements of

School District No. 43 (Coquitlam)

June 30, 2016

School District No. 43 (Coquitlam)

June 30, 2016

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MANAGEMENT REPORT

Version: 9044-8298-6315

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 Auditors' 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 J. SHIRRA	2016-09-16
Signature of the Chairperson of the Board of Education	Date Signed
ORIGINAL SIGNED BY P. GARTLAND	2016-09-19
Signature of the Superintendent	Date Signed
ORIGINAL SIGNED BY M. FERRARI	2016-09-16
Signature of the Secretary Treasurer	Date Signed

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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 statements of financial position as at June 30, 2016 and the statements of operations, changes in net debt and cash flows for the year ended June 30, 2016, 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, 2016 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.

KPMG LLP

Chartered Professional Accountants

September 13, 2016
Burnaby, Canada

School District No. 43 (Coquitlam)

Statement of Financial Position
As at June 30, 2016

	2016 Actual	2015 Actual
	$	$
Financial Assets		
Cash and Cash Equivalents	**135,159,793**	89,386,118
Accounts Receivable		
Due from Province - Ministry of Education	**769,732**	2,844,070
Other (Note 3)	**4,651,768**	6,902,647
Portfolio Investments (Note 4)	**11,995,000**	4,995,000
Total Financial Assets	**152,576,293**	104,127,835
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	**30,069,688**	25,397,327
Unearned Revenue (Note 6)	**27,393,091**	22,973,019
Deferred Revenue (Note 7)	**10,828,267**	10,564,077
Deferred Capital Revenue (Note 8)	**338,442,777**	316,469,422
Employee Future Benefits (Note 9)	**53,382,288**	49,756,093
Capital Lease Obligations (Note 10)	**87,438**	658,847
Other Liabilities (Note 5)	**7,066,148**	6,332,093
Total Liabilities	**467,269,697**	432,150,878
Net Financial Assets (Debt)	**(314,693,404)**	(328,023,043)
Non-Financial Assets		
Tangible Capital Assets (Note 11)	**462,611,560**	442,909,297
Prepaid Expenses	**691,056**	365,124
Total Non-Financial Assets	**463,302,616**	443,274,421
Accumulated Surplus (Deficit)	**148,609,212**	115,251,378

Contractual Obligations and Contingencies (Note 16)

Approved by the Board

ORIGINAL SIGNED BY J. SHIRRA — 2016-09-16

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

ORIGINAL SIGNED BY P. GARTLAND — 2016-09-19

Signature of the Superintendent — Date Signed

ORIGINAL SIGNED BY M. FERRARI — 2016-09-16

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, 2016

	2016 Budget (Note 16)	**2016 Actual**	2015 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	270,265,700	**271,062,622**	256,303,548
Other	102,418	**71,789**	121,814
Municipal Grants Spent on Sites			5,160,833
Federal Grants	1,887,000	**2,348,897**	2,166,698
Tuition	27,420,882	**28,727,072**	23,774,067
Other Revenue	10,339,333	**12,547,015**	12,991,407
Rentals and Leases	2,160,809	**2,545,236**	1,985,815
Investment Income	1,200,000	**1,517,339**	1,385,154
Gain (Loss) on Disposal of Tangible Capital Assets	25,111,733	**23,849,061**	2,475,625
Amortization of Deferred Capital Revenue	11,713,000	**11,321,482**	11,323,040
Total Revenue	350,200,875	**353,990,513**	317,688,001
Expenses			
Instruction	270,353,498	**268,590,876**	247,561,707
District Administration	10,070,985	**8,493,658**	9,653,850
Operations and Maintenance	42,427,998	**43,062,792**	43,528,816
Transportation and Housing	475,239	**461,778**	446,910
Debt Services	25,000	**23,575**	44,100
Total Expense	323,352,720	**320,632,679**	301,235,383
Surplus (Deficit) for the year	26,848,155	**33,357,834**	16,452,618
Accumulated Surplus (Deficit) from Operations, beginning of year		**115,251,378**	98,798,760
Accumulated Surplus (Deficit) from Operations, end of year		**148,609,212**	115,251,378

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

School District No. 43 (Coquitlam)

Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2016

	2016 Budget (Note 16)	2016 Actual	2015 Actual
	$	$	$
Surplus (Deficit) for the year	26,848,155	**33,357,834**	16,452,618
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(350,666)	**(32,833,561)**	(31,941,430)
Amortization of Tangible Capital Assets	13,525,000	**13,129,385**	12,797,996
Net carrying value of Tangible Capital Assets disposed of	1,913	**1,913**	1,132
From Deferred Capital Revenue	(22,000,000)		
Total Effect of change in Tangible Capital Assets	(8,823,753)	**(19,702,263)**	(19,142,302)
Acquisition of Prepaid Expenses		**(691,056)**	(365,124)
Use of Prepaid Expenses		**365,124**	490,343
Total Effect of change in Other Non-Financial Assets	-	**(325,932)**	125,219
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	18,024,402	**13,329,639**	(2,564,465)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		**13,329,639**	(2,564,465)
Net Financial Assets (Debt), beginning of year		**(328,023,043)**	(325,458,578)
Net Financial Assets (Debt), end of year		**(314,693,404)**	(328,023,043)

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

School District No. 43 (Coquitlam)

Statement of Cash Flows
Year Ended June 30, 2016

	2016 Actual	2015 Actual
	$	$
Operating Transactions		
Surplus (Deficit) for the year	**33,357,834**	16,452,618
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	**4,325,217**	(925,240)
Inventories for Resale	**-**	23,834
Prepaid Expenses	**(325,932)**	125,219
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	**4,672,361**	(841,051)
Unearned Revenue	**4,420,072**	4,732,012
Deferred Revenue	**264,190**	1,645,553
Employee Future Benefits	**3,626,195**	4,517,070
Other Liabilities	**734,055**	804,729
Amortization of Tangible Capital Assets	**13,129,385**	12,797,996
Amortization of Deferred Capital Revenue	**(11,321,482)**	(11,323,040)
Recognition of Deferred Capital Revenue Spent on Sites		(5,160,833)
Total Operating Transactions	**52,881,895**	22,848,867
Capital Transactions		
Tangible Capital Assets Purchased	**(5,597,737)**	(10,381,926)
Tangible Capital Assets -WIP Purchased	**(27,235,824)**	(21,559,504)
District Portion of Proceeds on Disposal	**1,913**	
Total Capital Transactions	**(32,831,648)**	(31,941,430)
Financing Transactions		
Capital Revenue Received	**33,294,837**	29,360,984
Capital Lease Repayment	**(571,409)**	(550,814)
Total Financing Transactions	**32,723,428**	28,810,170
Investing Transactions		
Investments in Portfolio Investments	**(7,000,000)**	500,000
Total Investing Transactions	**(7,000,000)**	500,000
Net Increase (Decrease) in Cash and Cash Equivalents	**45,773,675**	20,217,607
Cash and Cash Equivalents, beginning of year	**89,386,118**	69,168,511
Cash and Cash Equivalents, end of year	**135,159,793**	89,386,118
Cash and Cash Equivalents, end of year, is made up of:		
Cash	**135,159,793**	89,386,118
	135,159,793	89,386,118

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 four 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 (p).

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 9 Employee Future Benefits.

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, 2016 and projected to June 30, 2019. The next valuation will be performed at March 31, 2019 for use at June 30, 2019. 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, 2013 and projected for use at June 30, 2015 and 2016.

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, 2013 and projected for use at June 30, 2015 and 2016.

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) Asset Retirement Obligations

Liabilities are recognized for statutory, contractual or legal obligations associated with the retirement of tangible capital assets when those obligations result from the acquisition, construction, development or normal operation of the assets. The obligations are measured initially at fair value, determined using present value methodology, and the resulting costs capitalized into the carrying amounts of the related tangible capital asset. In subsequent periods, the liability is adjusted for accretion and any changes in the amount or timing of the underlying future cash flows. The capitalized asset retirement cost is amortized on the same basis as the related asset and accretion expense is included in the Statement of Operation.

k) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School district:
    - is directly responsible; or
    - accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

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

l) Tangible Capital Assets

The following criteria apply:

- 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.
- 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 Hardware	5 years

m) 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.

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

n) 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.

o) 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. (See Note 13 – Interfund Transfers and Note 19 – Internally Restricted Surplus).

p) 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.

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.

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

q) Expenditures

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.
- 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.

r) 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.

s) 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.

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

s) Financial Instruments (continued)

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.

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. Interest and dividends attributable to financial instruments are reported 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.

t) Measurement Uncertainty

Preparation of financial statements in accordance with the basis of accounting described in note 2a) 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

	2016	2015
Benefit Deposit Allowances	$2,445,824	$3,863,317
Federal Grants	813,347	1,125,008
GST Input Tax Credit	584,952	703,873
Interest Income	188,690	124,927
Capital due from third parties	244,756	282,000
Other receivables	439,199	868,522
Allowance for doubtful accounts	(65,000)	(65,000)
Total Other Receivables	$4,651,768	$6,902,647

NOTE 4 PORTFOLIO INVESTMENTS

	2016	2015
Guaranteed investment certificates (GIC's)	10,000,000	3,000,000
Bonds	1,995,000	1,995,000
Total Portfolio Investments	$11,995,000	$4,995,000

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	2016	2015
Trade Payables	$14,182,711	$10,574,883
Salary & Benefits Payable	15,886,977	14,822,444
Balance - Accounts Payable & Accrued Liabilities	$30,069,688	$25,397,327
Asset Retirement Obligations	$ 1,682,961	$ 1,178,793
Accrued Vacation Pay	4,839,793	4,464,791
Other	543,394	688,509
Balance - Total Other Liabilities	$ 7,066,148	$ 6,332,093
Total Accounts Payable and Accrued Liabilities	$37,135,836	$31,729,420

NOTE 6 UNEARNED REVENUE

	2016	2015
Balance, beginning of year	$22,973,019	$18,241,007
Tuition fees received	33,147,144	28,506,079
Tuition fees recognized	(28,727,072)	(23,774,067)
Balance, end of year	$27,393,091	$22,973,019

NOTE 7 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.

	2016	2015
Balance, beginning of year	$10,564,077	$8,923,161
Increases:		
Provincial grants	9,068,763	8,139,811
Other	15,102,159	15,081,248
Investment income	17,581	31,376
	24,188,503	23,252,435
Decreases:		
Revenue recognized	(23,924,313)	(21,611,519)
Balance, end of year	$10,828,267	$10,564,077

NOTE 8 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. Detailed information about the changes in deferred capital revenue is included in Schedules 4C and 4D.

	2016	2015
Deferred capital revenue subject to amortization		
Balance, beginning of year	$276,907,402	$235,937,104
Increases:		
Capital additions	4,860,584	4,395,363
Transfer from work in progress	5,251,178	47,897,975
Donated capital assets	-	-
	10,111,762	52,293,338
Decreases:		
Amortization	11,321,482	11,323,040
Net change for the year	(1,209,720)	40,970,298
Balance, end of year	$275,697,682	$276,907,402
Deferred capital revenue - Work in Progress		
Balance, beginning of year	$30,760,580	$57,099,051
Increases: Transfers from deferred capital contributions	27,235,824	21,559,504
Decrease: Transfer to deferred capital contribution subject to amortization	(5,251,178)	(47,897,975)
Net change for the year	21,984,646	(26,338,471)
Balance, end of year	$52,745,226	$30,760,580
Unspent deferred capital revenue	$9,999,869	$8,801,440
Total deferred capital revenue balance, end of year	$338,442,777	$316,469,422

NOTE 9 EMPLOYEE FUTURE BENEFITS

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

	2016	2015
Employee future benefit plans	$ 26,190,016	$ 23,826,475
Non-Teaching pension plan (asset)	(8,164,425)	(5,738,583)
Non-Teaching retirement benefit plan	35,356,697	31,668,200
Total Employee Future Benefits	$ 53,382,288	$ 49,756,093

NOTE 9 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.

	2016	2015
Reconciliation of accrued benefit obligation:		
Accrued benefit obligation – April 1	$27,120,333	$24,241,119
Service cost	2,067,994	1,792,211
Interest cost	634,871	814,907
Benefits payments	(769,388)	(1,312,891)
Actuarial (gain) / loss	(415,384)	1,584,986
Accrued benefit obligation – March 31	$28,638,426	$27,120,333
Reconciliation of Funded Status at End of Fiscal Year:		
Accrued benefit obligation – March 31	$28,638,426	$27,120,333
Funded status – surplus / (deficit)	$(28,638,426)	$(27,120,333)
Employer contributions after measurement date	224,864	276,616
Benefit expense after measurement date	(674,693)	(675,716)
Unamortized net actuarial (gain) / loss	2,898,239	3,692,958
Accrued benefit asset / (liability) – June 30	$(26,190,016)	$(23,826,475)
Reconciliation of change in accrued benefit liability:		
Accrued benefit liability – July 1	$23,826,475	$22,517,181
Net expense for the year	3,081,177	2,871,356
Employer contributions	(492,772)	(1,562,062)
Accrued benefit liability – June 30	$26,190,016	$23,826,475
Components of net benefit expense:		
Service Cost	$2,041,716	$1,861,157
Interest Cost	660,126	769,898
Amortization of net actuarial loss	379,335	240,301
Net benefit expense	$3,081,177	$2,871,356

NOTE 9 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:

	2016		2015	
Discount rate – April 1	2.25%		3.25%	
Discount rate – March 31	2.50%		2.25%	
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	11.1		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 No. 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, 2013 indicated a funding surplus of $2.2 million and a deficit on a solvency basis of $32.9 million.

Solvency funding relief was prospectively provided by the Province through an Order in Council (OIC) dated October 23, 2014. The OIC did not address the pre-OIC period in which an estimated $18.1 million of special payments would have been due resulting from the December 31, 2011 valuation, a further $8 million resulting from the December 31, 2013 valuation, and nominal interest of $1.7 million for a total of $27.8 million. The School District has obtained from a Canadian financial institution an unsecured letter of credit in the maximum amount of $30 million to meet this obligation. On this basis no provision has been recorded for solvency special payments.

The School District continues to pursue a permanent solution to sustainable pension plan benefits for its non-teaching plan eligible employees by addressing solvency special payment requirements prior to the expiry in October 2017 of the OIC and Letter of Credit.

	2016	2015
Reconciliation of accrued benefit obligation:		
Accrued benefit obligation – Beginning of Year	$140,770,000	$140,137,000
Service Cost	5,806,000	5,425,000
Interest Cost	8,048,000	8,021,000
Benefit payments	(7,049,000)	(6,709,000)
Actuarial (gains)/losses	(0)	(6,104,000)
Accrued benefit obligation – End of Year	$147,205,000	$140,770,000
Reconciliation of Funded Status at end of Fiscal Year:		
Accrued benefit obligation – March 31st	$(147,205,000)	$(140,770,000)
Market value of plan assets – March 31st	156,334,000	161,933,000
Funded status – Surplus / (Deficit)	$9,129,000	$ 21,163,000

NOTE 9 EMPLOYEE FUTURE BENEFITS *(continued)*

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

	2016	2015
Funded status – Surplus / (Deficit)	$9,129,000	$21,163,000
Net change in 2nd Quarter expenses	451,000	295,000
Unamortized net actuarial (gain) / loss	(1,415,575)	(15,719,417)
Accrued benefit asset / (liability) – June 30th	$8,164,425	$5,738,583
Current service cost – net of employee's contributions	$3,614,000	$3,529,000
Interest cost	8,048,000	8,021,000
Actual return on plan assets	(9,264,000)	(8,283,000)
Actuarial (gains) / losses	(1,501,000)	145,000
Defined benefit costs recognized	$897,000	$3,412,000
Change in plan assets:		
Market value – beginning of year	$161,933,000	$144,822,000
Actual return on plan assets	(3,943,000)	18,641,000
Employer's contributions	3,709,000	3,103,000
Employee's contributions	2,054,000	2,076,000
Benefits paid	(7,419,000)	(6,709,000)
Market value – end of year	$156,334,000	$161,933,000
Plan assets at end of year consist of:		
Equity securities	48%	51%
Debt securities	35%	35%
Mortgages	5%	4%
Real estate	12%	10%
	100%	100%
Discount Rate	5.75%	5.75%
Expected long-term rate of return on plan assets	5.75%	5.75%
EARSL	10.0 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 benefit 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, 2016 no funds have been internally designated to fund this liability.

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

NOTE 9 EMPLOYEE FUTURE BENEFITS *(continued)*

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

	2016	2015
Reconciliation of accrued benefit obligation:		
Accrued benefit obligation – April 1st	$44,903,000	$32,943,843
Service Cost	1,613,000	1,850,157
Interest Cost	1,022,000	1,015,000
Benefit payments	(564,000)	(599,000)
Actuarial (gains)/losses	340,000	9,693,000
Accrued benefit obligation – March 31st	$47,314,000	$44,903,000
Reconciliation of Funded Status at end of Fiscal Year:		
Accrued benefit obligation – March 31st	$(47,314,000)	$(44,903,000)
Funded status – Surplus / (Deficit)	$(47,314,000)	$(44,903,000)
Funded status – Surplus / (Deficit)	$(47,314,000)	$(44,903,000)
Net change in 2nd Qtr. expenses	(510,000)	(442,000)
Unamortized net actuarial (gain) / loss	12,467,303	13,676,800
Accrued benefit asset / (liability) – June 30th	$(35,356,697)	$(31,668,200)
Current service cost – net of employee's contributions	$1,693,000	$1,850,157
Interest cost	1,022,000	1,014,000
Amortize actuarial (gains) / losses	1,549,000	580,000
Defined benefit costs recognized	$4,264,000	$3,444,157

	2016	2015
Discount Rate	2.50%	2.25%
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	4.0% for one year
Dental	4.0% for one year	3.5% for one year
Extended Health	8.0% per year for three years then grading down to 5.0% in 0.5% decrements.	7.0% per year for three years then grading down to 5.0% in 0.5% decrements.
Estimated annual claim cost		
MSP Premium costs – couple	$1,632	$1,566
MSP Premium costs - single	$900	$864
Extended Health – couple	$1,564	$1,392
Extended Health - single	$783	$697
Dental – couple	$859	$790
Dental – single	$428	$394
EARSL	10.0 years	10.0 years

NOTE 9 EMPLOYEE FUTURE BENEFITS *(continued)*

d) BC Teachers Pension Plan

The School District and its employees contribute to the Teachers' Pension Plan, jointly trusteed pension plan. The board of trustees for this plan representing plan members and employers are responsible for administering the pension plan including investing assets and administrating benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits are based on a formula. As December 31, 2014, the Teachers' Pension Plan has about 45,000 active members from School Districts, and approximately 35,000 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 actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate is then adjusted to the extent there is amortization of any funding deficit.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2014 indicated a $449 million surplus for basic pension benefits on a going concern basis.

School District 43 (Coquitlam) paid $21,453,009 (2015 - $20,167,951) for employer contributions to this plan in the year ended June 30, 2016.

The next valuation for the Teachers' Pension Plan will be as at December 31, 2017 with results available in 2018.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan record accrued liabilities and accrued assets for the plan in aggregate, resulting in no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plans.

e) Unfunded Accrued Employee Future Benefits

In reference to notes 9a and 9c, it is planned that the unfunded liability for accrued employee future benefits upon adoption of accrual accounting and PSA standards will be eliminated no later than 2034.

Unfunded liability, as at July 1, 2015	$ 24,992,117
Reductions during the year	1,752,229
Unfunded liability, as at June 30, 2016	$ 23,239,888

NOTE 10 CAPITAL LEASE OBLIGATIONS

The School District leases several assets under capital leases. The leases expire on various dates through 2016 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:	2016	2015
2015-16	0	593,846
2016-17	78,597	78,597
2017-18	6,199	6,199
2018-19	5,427	5,427
Total minimum lease payments	$90,223	$684,041
Less interest at the average implicit interest rate of 3.15%	$2,785	$25,914
Net present value of lease obligations	$87,438	$658,847

Total interest on leases for the year was $23,575 (2015: $44,099).

NOTE 11 TANGIBLE CAPITAL ASSETS

Net Book Value:	Net Book Value 2016	Net Book Value 2015
Sites	$112,509,227	$112,511,140
Buildings	346,009,396	325,574,930
Furniture & Equipment	2,437,440	3,015,556
Vehicles	414,696	414,142
Computer Hardware	1,240,801	1,393,529
	$462,611,560	$442,909,297

June 30, 2016

Costs:	Balance at June 30, 2015	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2016
Sites	$112,511,140	$ -	$ 1,913	$ -	$112,509,227
Buildings	500,950,067	4,860,584	-	5,122,991	510,933,642
Furniture & Equipment	8,480,696	149,228	142,411	128,187	8,615,700
Vehicles	1,413,946	149,419	611,306	-	952,060
Computer Hardware	2,736,908	438,505	93,636	-	3,081,777
	$626,092,757	$5,597,737	$849,266	$5,251,178	$636,092,406
Work in progress	30,760,580	21,984,646	-		52,745,226
	$656,853,337	27,582,383	849,266	5,251,178	688,837,632

NOTE 11 TANGIBLE CAPITAL ASSETS *(continued)*

Accumulated Amortization:	Balance at June 30, 2015	Additions	Disposals	Balance at June 30, 2016
Buildings	$206,135,717	11,533,755	-	217,669,472
Furniture & Equipment	5,465,140	855,531	142,411	6,178,260
Vehicles	999,804	148,866	611,306	537,364
Computer Hardware	1,343,379	591,233	93,636	1,840,976
	$213,944,040	13,129,385	847,353	226,226,072

June 30, 2015

Costs:	Balance at June 30, 2014	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2015
Sites	$107,351,439	$ 5,160,833	$ 1,132	$ -	$112,511,140
Buildings	449,605,107	4,395,363	-	46,949,597	500,950,067
Furniture & Equipment	9,154,215	-	1,621,897	948,378	8,480,696
Vehicles	1,290,880	228,910	105,844	-	1,413,946
Computer Software	61,196	-	61,196	-	-
Computer Hardware	2,928,036	596,820	787,948	-	2,736,908
	$570,390,873	$10,381,926	$2,578,017	47,897,975	$626,092,757
Work in progress	28,325,527	21,559,504	-	(47,897,975)	30,760,580
	$627,489,924	$31,941,430	$2,578,017	-	$656,853,337

Accumulated Amortization:	Balance at July 1, 2014	Additions	Disposals	Balance at June 30, 2015
Buildings	$195,086,383	11,049,334	-	$206,135,717
Furniture & Equipment	6,124,196	962,841	1,621,897	5,465,140
Vehicles	965,115	140,533	105,844	999,804
Computer Software	61,196	-	61,196	-
Computer Hardware	1,486,039	645,288	787,948	1,343,379
	$203,722,929	$12,797,996	$2,576,885	$213,944,040

Included in Capital Assets is equipment under Capital Lease with a cost of $3,217,002 (2015 - $3,325,123) and accumulated amortization of $2,231,108 (2015 - $2,240,259).

NOTE 12 DISPOSAL OF SITES AND BUILDINGS

During the year the School District disposed of 8.19 acres of surplus land at Coronation Park Elementary School for $25,155,555. The 8.19 acres of property is made up of 36 lots of which 30 lots were given to the School District and 6 lots were purchased for $1,913 directly by the School Board. A net gain of $24,659,442 was recorded of which $23,253,854 (94.3%) was recorded in local capital reserve and $1,405,588 (5.7%) was recorded in restricted capital.

NOTE 13 INTERFUND TRANSFERS

Interfund transfers between the operating and capital funds for the year ended June 30, 2016 were $568,581 (2015 – $1,365,000) 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 CONTRACTUAL OBLIGATIONS 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, 2016 are $76,598,060 (2015 - $47,183,296). 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	2017	2018	2019	2020	Thereafter	Total
Banting	$ 1,133,807	$ 6,519,921	$11,000,000	$2,000,000	-	$20,653,728
Summit	250,000	-	-	-	-	250,000
Smiling Creek	8,934,050	8,996,000	-	-	-	17,930,050
Centennial	9,201,565	7,340,599	-	-	-	16,542,164
Glen	1,199,644	1,000,000	-	-	-	2,199,644
Blakeburn	1,800,000	75,349	-	-	-	1,875,349
Moody Middle	15,547,125	1,600,000	-	-	-	17,147,125
Total:	$ 38,066,191	25,531,869	11,000,000	2,000,000	-	$ 76,598,060

The School District has no significant operating leases.

The collective agreement between the School District and the Coquitlam Teachers' Association allows teachers to elect to be paid over 12 months. As at June 30, 2016 the amount held by the School District and included in cash and accounts payable was $6,109,485 (2015 - $5,713,022).

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) In 2014, the School District was served notice for additional costs pertaining to the Pitt River Middle School Replacement construction project. It is the opinion of management that this claim is without merit and any final determination of this claim will not have a material effect on the financial position or operations of the School District.

NOTE 16 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget bylaw on February 23, 2016.

	Original (Preliminary) Budget April 2015	Amended Budget February 2016	Change
Revenue			
Provincial Grants			
Ministry of Education	265,723,974	270,265,700	4,541,726
Other	42,560	102,418	59,858
Federal Grants	2,143,822	1,887,000	(256,822)
Tuition	20,927,187	27,420,882	6,493,695
Other Revenue	10,222,709	10,439,333	216,624
Rentals and Leases	1,927,684	2,160,809	233,125
Investment Income	900,000	1,100,000	200,000
Gain on Disposal of Tangible Asset	0	25,111,733	25,111,733
Amortization of Deferred Capital Revenue	12,300,000	11,713,000	(587,000)
Total Revenue	314,187,936	350,200,875	36,012,939
Expenses			
Instruction	260,433,405	270,353,498	9,920,093
District Administration	9,161,265	10,070,985	909,720
Operations and Maintenance	42,972,336	42,427,998	(544,338)
Transportation and Housing	628,838	475,239	(153,599)
Debt Services	45,000	25,000	(20,000)
Total Expense	313,240,844	323,352,720	10,111,876
Retirement of Deficit	(947,092)	(1,450,422)	(503,330)
Reduction of Unfunded Employee Future Benefits	0	(500,000)	(500,000)
Budgeted Surplus (Deficit) for the Year	-	0	0
Capital Fund Surplus (Deficit)	0	24,897,733	24,897,733
Budgeted Surplus (Deficit) for the year	0	24,897,733	24,897,733

Changes between the preliminary budget and the amended budget primarily result from: a) student enrolment and composition and the resulting grant revenue and staffing requirements; b) increased international education student enrolment, corresponding tuition revenues, and resulting staffing requirements; and c) recognition of the gain of a land sale (Note 13).

NOTE 17 ENVIRONMENTAL OBLIGATIONS

As at June 30, 2016 there is a liability of $1,682,961 (2015 - $1,178,793) 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 major maintenance cycle of three to five years. There may be additional environmental costs that cannot be estimated at this point in time.

NOTE 18 EXPENSE BY OBJECT

	2016	2015
Salaries and benefits	$264,550,915	$248,244,381
Services and supplies	42,928,804	40,148,906
Amortization	13,129,385	12,797,996
Debt Servicing	23,575	44,100
Total	$320,632,679	$301,235,383

NOTE 19 INTERNALLY RESTRICTED SURPLUS

a) 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	$7,171,000
Facilities and maintenance provisions	1,000,000
School fund balance commitments	2,041,597
Financial and administrative provisions	1,150,967
Total Internally Restricted Items	$11,363,564

b) Capital Fund

The School District internally restricts a portion of its capital surplus in the local capital reserve account for future capital requirements including facility additions, capital improvements, and other capital infrastructure requirements. At June 30, 2016, $24,180,000 was restricted (2015 - $0).

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 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.

(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. Cash and cash equivalents consist of term deposits held with a chartered bank and the Provincial Central Deposit Program.

(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.

NOTE 21 RISK MANAGEMENT *(continued)*

(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.

Note 22 COMPARATIVE INFORMATION

Certain comparative information has been reclassified to conform with the financial statement presentation adopted for the current year.

School District No. 43 (Coquitlam)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2016

	Operating Fund	Special Purpose Fund	Capital Fund	2016 Actual	2015 Actual
	$	$	$	$	$
Accumulated Surplus (Deficit), beginning of year	(24,473,860)		139,725,238	**115,251,378**	98,798,760
Changes for the year					
Surplus (Deficit) for the year	11,420,982		21,936,852	**33,357,834**	16,452,618
Interfund Transfers					
Tangible Capital Assets Purchased	(737,153)		737,153	-	
Other	(568,581)		568,581	-	
Net Changes for the year	**10,115,248**	-	**23,242,586**	**33,357,834**	**16,452,618**
Accumulated Surplus (Deficit), end of year - Statement 2	**(14,358,612)**	-	**162,967,824**	**148,609,212**	115,251,378

School District No. 43 (Coquitlam)

Schedule of Operating Operations
Year Ended June 30, 2016

	2016 Budget (Note 16)	**2016 Actual**	2015 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	260,956,517	**261,484,800**	248,354,077
Other	42,560	**51,072**	42,560
Tuition	27,420,882	**28,727,072**	23,774,067
Other Revenue	442,734	**570,138**	1,580,173
Rentals and Leases	1,582,875	**1,660,507**	1,066,689
Investment Income	1,100,000	**1,183,254**	1,212,756
Total Revenue	291,545,568	**293,676,843**	276,030,322
Expenses			
Instruction	250,437,489	**245,903,193**	226,396,208
District Administration	10,070,985	**8,493,658**	9,653,850
Operations and Maintenance	27,666,367	**27,397,232**	30,222,446
Transportation and Housing	475,239	**461,778**	446,910
Total Expense	288,650,080	**282,255,861**	266,719,414
Operating Surplus (Deficit) for the year	2,895,488	**11,420,982**	9,310,908
Budgeted Appropriation (Retirement) of Surplus (Deficit)	(1,449,822)		
Budgeted Reduction of Unfunded Accrued Employee Future Benefits	(500,000)		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(350,666)	**(737,153)**	(825,730)
Local Capital			(814,186)
Other	(595,000)	**(568,581)**	(594,914)
Total Net Transfers	(945,666)	**(1,305,734)**	(2,234,830)
Total Operating Surplus (Deficit), for the year	-	**10,115,248**	7,076,078
Operating Surplus (Deficit), beginning of year		**(24,473,860)**	(31,549,938)
Operating Surplus (Deficit), end of year		**(14,358,612)**	(24,473,860)
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 19)		**11,363,564**	7,498,530
Unrestricted		**(2,482,288)**	(6,980,273)
Unfunded Accrued Employee Future Benefits (Note 9)		**(23,239,888)**	(24,992,117)
Total Operating Surplus (Deficit), end of year		**(14,358,612)**	(24,473,860)

School District No. 43 (Coquitlam)

Schedule of Operating Revenue by Source
Year Ended June 30, 2016

	2016 Budget (Note 16)	**2016 Actual**	2015 Actual
	$	$	$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	258,959,910	**259,318,957**	249,658,624
Strike Savings Recovery			(9,031,170)
Other Ministry of Education Grants			
Labour Settlement Funding			5,165,451
Pay Equity	706,353	**706,353**	706,353
Economic Stability Dividend		**233,186**	
Education Guarantee	1,002,367	**1,073,261**	1,581,093
Skills Assessment - FSA Monitoring	32,437	**32,437**	32,437
Carbon Tax Reimbursement	200,000		241,289
Social Media Grant	7,500	**7,500**	
Curriculum Implementation Grant	47,950	**47,950**	
Shoulder Tapper's Grant		**25,000**	
PLNet Recovery Funding		**40,156**	
Total Provincial Grants - Ministry of Education	260,956,517	**261,484,800**	248,354,077
Provincial Grants - Other	42,560	**51,072**	42,560
Tuition			
Continuing Education	1,156,311	**1,128,265**	802,651
Offshore Tuition Fees	26,264,571	**27,598,807**	22,971,416
Total Tuition	27,420,882	**28,727,072**	23,774,067
Other Revenues			
Miscellaneous			
Cafeteria Revenue			910,094
Miscellaneous	442,734	**570,138**	670,079
Total Other Revenue	442,734	**570,138**	1,580,173
Rentals and Leases	1,582,875	**1,660,507**	1,066,689
Investment Income	1,100,000	**1,183,254**	1,212,756
Total Operating Revenue	291,545,568	**293,676,843**	276,030,322

School District No. 43 (Coquitlam)

Schedule of Operating Expense by Object
Year Ended June 30, 2016

	2016 Budget (Note 16)	2016 Actual	2015 Actual
	$	$	$
Salaries			
Teachers	137,407,777	**135,745,712**	124,303,361
Principals and Vice Principals	12,092,586	**12,103,981**	11,773,255
Educational Assistants	13,969,429	**12,978,783**	12,213,003
Support Staff	22,532,236	**22,178,628**	21,978,056
Other Professionals	4,450,320	**4,718,830**	4,052,558
Substitutes	9,179,287	**8,883,127**	8,796,955
Total Salaries	199,631,635	**196,609,061**	183,117,188
Employee Benefits	61,363,291	**58,097,236**	56,448,792
Total Salaries and Benefits	260,994,926	**254,706,297**	239,565,980
Services and Supplies			
Services	6,685,319	**8,113,786**	6,523,772
Student Transportation	431,138	**418,206**	397,406
Professional Development and Travel	1,910,800	**1,640,273**	1,380,096
Rentals and Leases	98,616	**207,015**	303,509
Dues and Fees	1,679,145	**1,912,883**	1,735,120
Insurance	2,211,245	**2,076,414**	1,688,908
Supplies	9,155,832	**8,443,185**	10,419,481
Utilities	5,483,059	**4,737,802**	4,705,142
Total Services and Supplies	27,655,154	**27,549,564**	27,153,434
Total Operating Expense	288,650,080	**282,255,861**	266,719,414

School District No. 43 (Coquitlam)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

	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	97,588,226	2,251,251	164,596	4,089,679	62,932	4,855,159	**109,011,843**
1.03 Career Programs	106,401	-	40,213	-	-	7,023	**153,637**
1.07 Library Services	77,049	-	317,860	-	-	21,132	**416,041**
1.08 Counselling	4,234,044	-	-	-	-	201,477	**4,435,521**
1.10 Special Education	18,174,509	130,905	11,891,178	139,849	-	1,625,072	**31,961,513**
1.30 English Language Learning	4,017,572	-	-	-	-	191,143	**4,208,715**
1.31 Aboriginal Education	415,683	105,235	424,917	121,531	-	4,117	**1,071,483**
1.41 School Administration	-	9,052,171	-	2,856,573	-	424,961	**12,333,705**
1.60 Summer School	981,281	-	-	41,822	-	49,049	**1,072,152**
1.61 Continuing Education	1,636,495	211,274	-	475,041	85,613	135,511	**2,543,934**
1.62 Offshore Students	8,348,596	125,177	88,471	256,262	274,586	424,067	**9,517,159**
1.64 Other	165,856	105,136	51,548	35,570	-	-	**358,110**
Total Function 1	**135,745,712**	**11,981,149**	**12,978,783**	**8,016,327**	**423,131**	**7,938,711**	**177,083,813**
4 District Administration							
4.11 Educational Administration	-	-	-	82,378	821,110	5,157	**908,645**
4.40 School District Governance	-	-	-	-	390,008	-	**390,008**
4.41 Business Administration	-	122,832	-	1,624,737	2,108,842	112,236	**3,968,647**
Total Function 4	**-**	**122,832**	**-**	**1,707,115**	**3,319,960**	**117,393**	**5,267,300**
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	-	-	-	339,002	750,696	36,821	**1,126,519**
5.50 Maintenance Operations	-		-	11,300,789	202,027	682,695	**12,185,511**
5.52 Maintenance of Grounds	-	-	-	804,838	-	107,020	**911,858**
5.56 Utilities	-	-	-	-	-	-	**-**
Total Function 5	**-**	**-**	**-**	**12,444,629**	**952,723**	**826,536**	**14,223,888**
7 Transportation and Housing							
7.41 Transportation and Housing Administration	-	-	-	10,557	23,016	487	**34,060**
7.70 Student Transportation	-	-	-	-	-	-	**-**
Total Function 7	**-**	**-**	**-**	**10,557**	**23,016**	**487**	**34,060**
9 Debt Services							
Total Function 9	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Functions 1 - 9	**135,745,712**	**12,103,981**	**12,978,783**	**22,178,628**	**4,718,830**	**8,883,127**	**196,609,061**

School District No. 43 (Coquitlam)

Operating Expense by Function, Program and Object

Year Ended June 30, 2016

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2016 Actual	2016 Budget (Note 16)	2015 Actual
	$	$	$	$	$	$	$
1 Instruction							
1.02 Regular Instruction	**109,011,843**	31,957,331	**140,969,174**	5,454,443	**146,423,617**	149,420,429	136,959,056
1.03 Career Programs	**153,637**	45,533	**199,170**	70,579	**269,749**	249,977	119,442
1.07 Library Services	**416,041**	129,277	**545,318**	345,122	**890,440**	902,752	1,762,759
1.08 Counselling	**4,435,521**	1,347,234	**5,782,755**	38	**5,782,793**	5,862,797	5,270,405
1.10 Special Education	**31,961,513**	10,077,986	**42,039,499**	449,659	**42,489,158**	44,307,499	38,734,105
1.30 English Language Learning	**4,208,715**	1,278,355	**5,487,070**	77,912	**5,564,982**	5,643,774	5,073,042
1.31 Aboriginal Education	**1,071,483**	249,303	**1,320,786**	277,430	**1,598,216**	1,529,583	1,601,916
1.41 School Administration	**12,333,705**	5,033,601	**17,367,306**	1,656,137	**19,023,443**	18,579,565	17,338,466
1.60 Summer School	**1,072,152**	187,378	**1,259,530**	37,461	**1,296,991**	1,332,121	79,805
1.61 Continuing Education	**2,543,934**	574,234	**3,118,168**	786,170	**3,904,338**	4,031,370	3,772,109
1.62 Offshore Students	**9,517,159**	2,831,113	**12,348,272**	5,633,782	**17,982,054**	17,821,727	14,175,607
1.64 Other	**358,110**	76,122	**434,232**	243,180	**677,412**	755,895	1,509,496
Total Function 1	**177,083,813**	**53,787,467**	**230,871,280**	**15,031,913**	**245,903,193**	250,437,489	226,396,208
4 District Administration							
4.11 Educational Administration	**908,645**	240,474	**1,149,119**	213,182	**1,362,301**	1,398,369	1,497,331
4.40 School District Governance	**390,008**	6,593	**396,601**	127,528	**524,129**	520,836	634,544
4.41 Business Administration	**3,968,647**	795,660	**4,764,307**	1,842,921	**6,607,228**	8,151,780	7,521,975
Total Function 4	**5,267,300**	**1,042,727**	**6,310,027**	**2,183,631**	**8,493,658**	10,070,985	9,653,850
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	**1,126,519**	190,216	**1,316,735**	743,913	**2,060,648**	1,815,787	1,591,066
5.50 Maintenance Operations	**12,185,511**	2,854,085	**15,039,596**	3,522,782	**18,562,378**	18,112,438	21,410,062
5.52 Maintenance of Grounds	**911,858**	186,838	**1,098,696**	871,975	**1,970,671**	2,111,757	2,342,352
5.56 Utilities	-	26,391	**26,391**	4,777,144	**4,803,535**	5,626,385	4,878,966
Total Function 5	**14,223,888**	**3,257,530**	**17,481,418**	**9,915,814**	**27,397,232**	27,666,367	30,222,446
7 Transportation and Housing							
7.41 Transportation and Housing Administration	**34,060**	9,512	**43,572**	-	**43,572**	44,101	48,909
7.70 Student Transportation	-	-	-	418,206	**418,206**	431,138	398,001
Total Function 7	**34,060**	**9,512**	**43,572**	**418,206**	**461,778**	475,239	446,910
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	**196,609,061**	**58,097,236**	**254,706,297**	**27,549,564**	**282,255,861**	288,650,080	266,719,414

School District No. 43 (Coquitlam)

Schedule of Special Purpose Operations
Year Ended June 30, 2016

	2016 Budget (Note 16)	**2016 Actual**	2015 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education	9,309,183	**9,577,822**	7,949,471
Other	59,858	**20,717**	79,254
Federal Grants	1,887,000	**2,348,897**	2,166,698
Other Revenue	9,896,599	**11,976,877**	11,411,234
Investment Income			225
Total Revenue	21,152,640	**23,924,313**	21,606,882
Expenses			
Instruction	19,916,009	**22,687,683**	21,165,499
Operations and Maintenance	1,236,631	**1,236,630**	441,383
Total Expense	21,152,640	**23,924,313**	21,606,882
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, 2016

	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	-	-	85,008	572,910	5,548,461	284,251	48,732	291,180	599
Add: Restricted Grants									
Provincial Grants - Ministry of Education	1,236,630	5,355,425	9,116	-	-	416,000	110,250	380,672	1,426,643
Federal Grants	-	-	-	-	-	-	-	-	-
Other	-	-	-	22,415	11,876,968	-	-	-	46,648
Investment Income	-	-	-	-	-	550	-	-	-
	1,236,630	5,355,425	9,116	22,415	11,876,968	416,550	110,250	380,672	1,473,291
Less: Allocated to Revenue	1,236,630	5,355,425	74,486	23,700	11,167,703	673,506	127,271	559,189	1,472,312
Deferred Revenue, end of year	-	-	**19,638**	**571,625**	**6,257,726**	**27,295**	**31,711**	**112,663**	**1,578**
Revenues									
Provincial Grants - Ministry of Education	1,236,630	5,355,425	74,486			673,506	127,271	559,189	1,426,643
Provincial Grants - Other									
Federal Grants									
Other Revenue				23,700	11,167,703				45,669
	1,236,630	5,355,425	74,486	23,700	11,167,703	673,506	127,271	559,189	1,472,312
Expenses									
Salaries									
Teachers		3,148,852				47,017	51,005	94,031	141,654
Principals and Vice Principals									
Educational Assistants		803,877							702,127
Support Staff						279,251			213,213
Other Professionals									
Substitutes									
	-	3,952,729	-	-	-	326,268	51,005	94,031	1,056,994
Employee Benefits		1,398,419				214,204	32,523	24,680	358,441
Services and Supplies	1,236,630	4,277	74,486	23,700	11,167,703	133,034	43,743	440,478	56,877
	1,236,630	5,355,425	74,486	23,700	11,167,703	673,506	127,271	559,189	1,472,312
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, 2016

	Service Delivery Transformation	Day Treatment	Sundry Programs	Staff Development	Sick Leave Trust	Contractual Reserve	Apprenticeship Program	Settlement Workers (Prov)	ELSA/LINC
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	194,996	325	247,482	214,483	136,067	2,145,997	533,728	259,858	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education	-	124,347	-	-	-	-	-	9,680	-
Federal Grants	-	-	-	-	-	-	-	-	1,651,513
Other	-	-	67,223	54,763	233,556	224,624	227,065	-	-
Investment Income	-	-	-	-	625	16,406	-	-	-
	-	124,347	67,223	54,763	234,181	241,030	227,065	9,680	1,651,513
Less: Allocated to Revenue	-	124,672	102,921	60,527	71,725	58,663	445,969	20,717	1,651,513
Deferred Revenue, end of year	**194,996**	**-**	**211,784**	**208,719**	**298,523**	**2,328,364**	**314,824**	**248,821**	**-**
Revenues									
Provincial Grants - Ministry of Education		124,672							
Provincial Grants - Other								20,717	
Federal Grants									1,651,513
Other Revenue			102,921	60,527	71,725	58,663	445,969		
	-	124,672	102,921	60,527	71,725	58,663	445,969	20,717	1,651,513
Expenses									
Salaries									
Teachers		85,934					206,334		715,909
Principals and Vice Principals									30,318
Educational Assistants									
Support Staff					71,030				157,583
Other Professionals			36,559						8,248
Substitutes									23,712
	-	85,934	36,559	-	71,030	-	206,334	-	935,770
Employee Benefits		30,313	6,309				58,371		243,323
Services and Supplies		8,425	60,053	60,527	695	58,663	181,264	20,717	472,420
	-	124,672	102,921	60,527	71,725	58,663	445,969	20,717	1,651,513
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, 2016

	Settlement Workers (Fed)	TOTAL
	$	$
Deferred Revenue, beginning of year	-	10,564,077
Add: Restricted Grants		
Provincial Grants - Ministry of Education	-	9,068,763
Federal Grants	697,384	2,348,897
Other	-	12,753,262
Investment Income	-	17,581
	697,384	24,188,503
Less: Allocated to Revenue	697,384	23,924,313
Deferred Revenue, end of year	-	**10,828,267**
Revenues		
Provincial Grants - Ministry of Education		9,577,822
Provincial Grants - Other		20,717
Federal Grants	697,384	2,348,897
Other Revenue		11,976,877
	697,384	23,924,313
Expenses		
Salaries		
Teachers		4,490,736
Principals and Vice Principals	52,492	82,810
Educational Assistants		1,506,004
Support Staff	475,118	1,196,195
Other Professionals	2,915	47,722
Substitutes		23,712
	530,525	7,347,179
Employee Benefits	130,856	2,497,439
Services and Supplies	36,003	14,079,695
	697,384	23,924,313
Net Revenue (Expense) before Interfund Transfers	-	-
Interfund Transfers		
	-	-
Net Revenue (Expense)	-	-

School District No. 43 (Coquitlam)

Schedule of Capital Operations
Year Ended June 30, 2016

	2016 Budget (Note 16)	2016 Actual Invested in Tangible Capital Assets	2016 Actual Local Capital	2016 Actual Fund Balance	2015 Actual
	$	$	$	$	$
Revenues					
Provincial Grants					
Municipal Grants Spent on Sites				-	5,160,833
Rentals and Leases	577,934		884,729	884,729	919,126
Investment Income	100,000		334,085	334,085	172,173
Gain (Loss) on Disposal of Tangible Capital Assets	25,111,733	23,849,061		23,849,061	2,475,625
Amortization of Deferred Capital Revenue	11,713,000	11,321,482		11,321,482	11,323,040
Total Revenue	37,502,667	35,170,543	1,218,814	36,389,357	20,050,797
Expenses					
Operations and Maintenance		-	1,299,545	1,299,545	66,991
Amortization of Tangible Capital Assets					
Operations and Maintenance	13,525,000	13,129,385		13,129,385	12,797,996
Debt Services					
Capital Lease Interest	25,000		23,575	23,575	44,100
Total Expense	13,550,000	13,129,385	1,323,120	14,452,505	12,909,087
Capital Surplus (Deficit) for the year	23,952,667	22,041,158	(104,306)	21,936,852	7,141,710
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	350,666	737,153		737,153	825,730
Local Capital				-	814,186
Capital Lease Payment	595,000		568,581	568,581	594,914
Total Net Transfers	945,666	737,153	568,581	1,305,734	2,234,830
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(23,849,061)	23,849,061	-	
Principal Payment					
Capital Lease		568,581	(568,581)	-	
Total Other Adjustments to Fund Balances		(23,280,480)	23,280,480	-	
Total Capital Surplus (Deficit) for the year	24,898,333	(502,169)	23,744,755	23,242,586	9,376,540
Capital Surplus (Deficit), beginning of year		136,177,073	3,548,165	139,725,238	130,348,698
Capital Surplus (Deficit), end of year		135,674,904	27,292,920	162,967,824	139,725,238

School District No. 43 (Coquitlam)

Tangible Capital Assets

Year Ended June 30, 2016

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	$	$	$	$	$	$	$
Cost, beginning of year	112,511,140	500,950,067	8,480,696	1,413,946	-	2,736,908	**626,092,757**
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		4,860,584					**4,860,584**
Operating Fund			149,228	149,420		438,505	**737,153**
Transferred from Work in Progress		5,122,991	128,187				**5,251,178**
	-	9,983,575	277,415	149,420	-	438,505	**10,848,915**
Decrease:							
Disposed of	1,913						**1,913**
Deemed Disposals			142,411	611,306		93,636	**847,353**
	1,913	-	142,411	611,306	-	93,636	**849,266**
Cost, end of year	112,509,227	510,933,642	8,615,700	952,060	-	3,081,777	**636,092,406**
Work in Progress, end of year		52,745,226					**52,745,226**
Cost and Work in Progress, end of year	112,509,227	563,678,868	8,615,700	952,060	-	3,081,777	**688,837,632**
Accumulated Amortization, beginning of year		206,135,717	5,465,140	999,804	-	1,343,379	**213,944,040**
Changes for the Year							
Increase: Amortization for the Year		11,533,755	855,531	148,866		591,233	**13,129,385**
Decrease:							
Deemed Disposals			142,411	611,306		93,636	**847,353**
		-	142,411	611,306	-	93,636	**847,353**
Accumulated Amortization, end of year		217,669,472	6,178,260	537,364	-	1,840,976	**226,226,072**
Tangible Capital Assets - Net	**112,509,227**	**346,009,396**	**2,437,440**	**414,696**	-	**1,240,801**	**462,611,560**

School District No. 43 (Coquitlam)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2016

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	$	$	$	$	$
Work in Progress, beginning of year	30,760,580	-	-	-	**30,760,580**
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	24,752,947	128,187	-	-	**24,881,134**
Deferred Capital Revenue - Other	2,354,690	-	-	-	**2,354,690**
	27,107,637	128,187	-	-	**27,235,824**
Decrease:					
Transferred to Tangible Capital Assets	5,122,991	128,187	-	-	**5,251,178**
	5,122,991	128,187	-	-	**5,251,178**
Net Changes for the Year	21,984,646	-	-	-	**21,984,646**
Work in Progress, end of year	**52,745,226**	-	-	-	**52,745,226**

School District No. 43 (Coquitlam)

Schedule 4C (Unaudited)

Deferred Capital Revenue
Year Ended June 30, 2016

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	$	$	$	$
Deferred Capital Revenue, beginning of year	276,628,958	-	278,444	**276,907,402**
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	4,860,584			**4,860,584**
Transferred from Work in Progress	3,927,239	1,323,939		**5,251,178**
	8,787,823	1,323,939	-	**10,111,762**
Decrease:				
Amortization of Deferred Capital Revenue	11,221,517	66,465	33,500	**11,321,482**
	11,221,517	66,465	33,500	**11,321,482**
Net Changes for the Year	(2,433,694)	1,257,474	(33,500)	**(1,209,720)**
Deferred Capital Revenue, end of year	274,195,264	1,257,474	244,944	**275,697,682**
Work in Progress, beginning of year	28,980,922	1,779,658	-	**30,760,580**
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	24,881,134	1,360,477	994,213	**27,235,824**
	24,881,134	1,360,477	994,213	**27,235,824**
Decrease				
Transferred to Deferred Capital Revenue	3,927,239	1,323,939	-	**5,251,178**
	3,927,239	1,323,939	-	**5,251,178**
Net Changes for the Year	20,953,895	36,538	994,213	**21,984,646**
Work in Progress, end of year	49,934,817	1,816,196	994,213	**52,745,226**
Total Deferred Capital Revenue, end of year	**324,130,081**	**3,073,670**	**1,239,157**	**328,442,908**

School District No. 43 (Coquitlam)
Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2016

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	$	$	$	$	$	$
Balance, beginning of year	-	5,531,193	-	3,270,247	-	**8,801,440**
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	29,741,718					**29,741,718**
Other				995,730		**995,730**
Investment Income		95,611		61,977		**157,588**
MEd Restricted Portion of Proceeds on Disposal		1,405,588				**1,405,588**
Transfer from Local Capital					994,213	**994,213**
	29,741,718	1,501,199	-	1,057,707	994,213	**33,294,837**
Decrease:						
Transferred to DCR - Capital Additions	4,860,584					**4,860,584**
Transferred to DCR - Work in Progress	24,881,134	1,360,477			994,213	**27,235,824**
	29,741,718	1,360,477	-	-	994,213	**32,096,408**
Net Changes for the Year	-	140,722	-	1,057,707	-	**1,198,429**
Balance, end of year	-	**5,671,915**	-	**4,327,954**	-	**9,999,869**