Audited Financial Statements of

School District No. 83 (North Okanagan-Shuswap)

And Independent Auditors' Report thereon

June 30, 2023

School District No. 83 (North Okanagan-Shuswap)

June 30, 2023

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School District No. 83 (North Okanagan-Shuswap)

MANAGEMENT REPORT

Version: 3601-2855-9873

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 83 (North Okanagan-Shuswap) 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. 83 (North Okanagan-Shuswap) (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 LLP, 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. 83 (North Okanagan-Shuswap) 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. 83 (North Okanagan-Shuswap)

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

Signature of the Superintendent | Date Signed

Signature of the Secretary Treasurer | Date Signed

School District No. 83 (North Okanagan-Shuswap)

Statement of Financial Position
As at June 30, 2023

	2023 Actual	2022 Actual (Restated - Note 21)
	$	$
Financial Assets		
Cash and Cash Equivalents (Note 3)	**17,544,091**	16,934,367
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	**223,006**	498,158
Due from First Nations	**464,681**	-
Other (Note 4)	**301,914**	239,437
Total Financial Assets	**18,533,692**	17,671,962
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	**6,894,758**	6,815,555
Unearned Revenue (Note 6)	**261,276**	378,462
Deferred Revenue (Note 7)	**2,777,608**	2,274,859
Deferred Capital Revenue (Note 8)	**65,550,307**	63,845,650
Employee Future Benefits (Note 9)	**4,815,427**	4,713,231
Asset Retirement Obligation (Note 20)	**5,966,400**	5,966,400
Total Liabilities	**86,265,776**	83,994,157
Net Debt	**(67,732,084)**	(66,322,195)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	**90,630,909**	89,158,527
Restricted Assets (Endowments) (Note 13)	**103,937**	103,937
Prepaid Expenses	**97,095**	196,506
Supplies Inventory	**775,911**	503,964
Total Non-Financial Assets	**91,607,852**	89,962,934
Accumulated Surplus (Deficit) (Note 19)	**23,875,768**	23,640,739
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) from Operations	**23,875,768**	23,640,739
Accumulated Remeasurement Gains (Losses)		
	23,875,768	23,640,739

Contractual Obligations (Note 16)

Approved by the Board

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

Signature of the Superintendent — Date Signed

Signature of the Secretary Treasurer — Date Signed

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

School District No. 83 (North Okanagan-Shuswap)

Statement of Operations
Year Ended June 30, 2023

	2023 Budget	**2023 Actual**	2022 Actual (Restated - Note 21)
	$	**$**	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	92,141,939	**91,765,806**	86,674,982
Other	231,250	**205,194**	242,015
Federal Grants			33,962
Tuition	583,800	**602,570**	695,368
Other Revenue	2,829,680	**3,959,003**	3,261,647
Rentals and Leases	118,500	**130,985**	90,533
Investment Income	378,000	**508,132**	129,188
Amortization of Deferred Capital Revenue	3,410,880	**3,437,445**	3,410,880
Total Revenue	99,694,049	**100,609,135**	94,538,575
Expenses			
Instruction	77,766,503	**78,217,397**	73,592,924
District Administration	3,517,173	**3,526,614**	3,482,215
Operations and Maintenance	14,263,346	**13,966,309**	13,915,393
Transportation and Housing	4,692,569	**4,663,786**	4,286,428
Total Expense	100,239,591	**100,374,106**	95,276,960
Surplus (Deficit) for the year	(545,542)	**235,029**	(738,385)
Accumulated Surplus (Deficit) from Operations, beginning of year		**23,640,739**	24,379,124
Accumulated Surplus (Deficit) from Operations, end of year		**23,875,768**	23,640,739

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

School District No. 83 (North Okanagan-Shuswap)

Statement of Changes in Net Debt
Year Ended June 30, 2023

	2023 Budget	**2023 Actual**	2022 Actual (Restated - Note 21)
	$	**$**	$
Surplus (Deficit) for the year	(545,542)	**235,029**	(738,385)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(6,156,433)	**(6,765,745)**	(6,754,397)
Amortization of Tangible Capital Assets	5,247,252	**5,293,363**	5,248,323
Total Effect of change in Tangible Capital Assets	(909,181)	**(1,472,382)**	(1,506,074)
Use of Prepaid Expenses	(190,000)	**(97,095)**	(196,506)
Acquisition of Supplies Inventory	128,000	**196,506**	128,880
Use of Supplies Inventory	(500,000)	**(775,911)**	(503,964)
Acquisition of Other Assets	425,000	**503,964**	424,896
Total Effect of change in Other Non-Financial Assets	(137,000)	**(172,536)**	(146,694)
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	(1,591,723)	**(1,409,889)**	(2,391,153)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		**(1,409,889)**	(2,391,153)
Net Debt, beginning of year		**(66,322,195)**	(63,931,042)
Net Debt, end of year		**(67,732,084)**	(66,322,195)

School District No. 83 (North Okanagan-Shuswap)

Statement of Cash Flows
Year Ended June 30, 2023

	2023 Actual	2022 Actual (Restated - Note 21)
	$	$
Operating Transactions		
Surplus (Deficit) for the year	**235,029**	(738,385)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	**(252,006)**	723,930
Inventories for Resale	**-**	-
Supplies Inventories	**(271,945)**	(79,068)
Prepaid Expenses	**99,411**	(67,626)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	**79,201**	(777,290)
Unearned Revenue	**(117,186)**	(254,024)
Deferred Revenue	**502,749**	249,095
Employee Future Benefits	**102,196**	101,990
Amortization of Tangible Capital Assets	**5,293,363**	5,248,323
Amortization of Deferred Capital Revenue	**(3,437,445)**	(3,410,880)
Total Operating Transactions	**2,233,367**	996,065
Capital Transactions		
Tangible Capital Assets Purchased	**(5,569,835)**	(6,711,928)
Tangible Capital Assets -WIP Purchased	**(1,195,910)**	(42,469)
Non-Capital Amounts Expensed	**(68,472)**	(22,259)
Total Capital Transactions	**(6,834,217)**	(6,776,656)
Financing Transactions		
Capital Revenue Received	**5,210,574**	4,069,821
Total Financing Transactions	**5,210,574**	4,069,821
Net Increase (Decrease) in Cash and Cash Equivalents	**609,724**	(1,710,770)
Cash and Cash Equivalents, beginning of year	**16,934,367**	18,645,137
Cash and Cash Equivalents, end of year	**17,544,091**	16,934,367
Cash and Cash Equivalents, end of year, is made up of:		
Cash	**17,544,091**	16,934,367
	17,544,091	16,934,367

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

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on December 2, 1996 operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 83 (North Okanagan-Shuswap)", and operates as "School District No. 83 (North Okanagan-Shuswap)". A Board of Education ("Board") 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 and Child Care. School District No. 83 (North Okanagan-Shuswap) is exempt from federal and provincial corporate income taxes.

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 and has had a significant financial, market and social dislocating impact worldwide. The ongoing impact of the pandemic presents uncertainty over future cash flows, may have a significant impact on future operations including decreases in revenue, impairment of receivables, reduction in investment income and delays in completing capital project work. As the situation is dynamic and the ultimate duration and magnitude of the impact are not known, an estimate of the future financial effect on the School District is not practicable at this time.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the School District are prepared by management in accordance with the basis of accounting described below. Significant accounting policies of the School District are as follows:

a) Basis of Accounting

These financial statements have been prepared in accordance with Section 23.1 of the *Budget Transparency and Accountability Act of the Province of British Columbia*. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in Notes 2(f), 2(g) and 2(o).

In November 2011, Treasury Board provided a directive through Restricted Contributions Regulation 198/2011 providing direction for the reporting of restricted contributions whether they are received or receivable by the School District before or after this regulation was in effect.

As noted in notes 2(f), 2(g) and 2(o), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense.

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

a) Basis of Accounting (Continued)

As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require 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.

The impact of this difference on the financial statements of the School District is as follows:

Year-ended June 30, 2022 – decrease in annual surplus by $632,682
June 30, 2022 – increase in accumulated surplus and decrease in deferred contributions by $63,845,650
Year-ended June 30, 2023 – decrease in annual surplus by $1,704,657
June 30, 2023 – increase in accumulated surplus and decrease in deferred contributions by $65,550,307

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 in the bank and deposits in the Provincial Ministry of Finance Central Deposit Program 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.

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

d) Accounts Receivable

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

e) Unearned Revenue

Unearned revenue includes rental or lease of facilities and 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 courses, services, or products are provided.

f) Deferred 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(o).

g) Deferred Capital Revenue

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. See note 2 (a) for the impact of this policy on these financial statements.

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

h) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits 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. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The 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 rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

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

The most recent valuation of the obligation was performed at March 31, 2022. The next valuation will be performed at March 31, 2025 for use at June 30, 2025. 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 and its employees make contributions to the Teachers' Pension Plan and Municipal Pension Plan. The plans are multi-employer plans where assets and obligations are not separated. The costs are expensed as incurred.

i) Asset Retirement Obligations

A liability is recognized when, as at the financial reporting date:

(a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
(b) the past transaction or event giving rise to the liability has occurred;
(c) it is expected that future economic benefits will be given up; and
(d) a reasonable estimate of the amount can be made.

The liability for the removal of asbestos and other hazardous material in several of the buildings owned by the School District has been initially recognized using the modified retroactive method. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The resulting costs have been capitalized into the carrying amount of tangible capital assets and are being amortized on the same basis as the related tangible capital asset (see note 2 k)). Assumptions used in the calculations are reviewed annually.

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

j) 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.

k) 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.

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

k) Tangible Capital Assets (continued)

- 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 Software	5 years
Computer Hardware	5 years

l) Prepaid Expenses

Payments for insurance, subscriptions, membership and maintenance contracts for use within the School District are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

m) Supplies Inventory

Inventory includes transportation, custodial and operations supplies on hand and is recorded at the lower of historical cost and replacement cost.

n) 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 14 – Interfund Transfers). *Funds and reserves are disclosed on Schedule 2, 3 and 4.*

o) Revenue Recognition

Revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues, the amounts are considered to be collectible and can be reasonably estimated.

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

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

o) Revenue Recognition (Continued)

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. See note 2(a) for the impact of this policy on these financial statements.

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.

p) Expenditures

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

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

p) Expenditures (Continued)

Categories of Salaries

- Principals and Vice-Principals employed under a Principals and Vice-Principals contract are categorized as Principals and Vice-Principals.
- Superintendent, Secretary-Treasurer, Directors, Managers, 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.

q) 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 financial assets on the Statement of Financial Position.

r) School Generated Funds

Funds collected and used at the school level are included in these financial statements and reported under a special purpose fund.

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

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, accounts payable and accrued liabilities, and other liabilities. 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. 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 re-measurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of re-measurement 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.

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

u) Future Changes in Accounting Policies

PS 3400 Revenue issued November 2018 establishes standards on how to account for and report on revenue and is effective July 1, 2023. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions".

Revenue from transactions with performance obligations should be recognized when (or as) the School District satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district:
(a) has the authority to claim or retain an inflow of economic resources; and
(b) identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District’s financial results.

NOTE 3 CASH AND CASH EQUIVALENTS

The School District has an unutilized demand loan credit facility agreement with the Royal Bank of Canada, dated September 7, 2010, in the amount of $ 1,000,000 at Royal Bank Prime rate.

NOTE 4 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2023	2022
Due from Federal Government	**$ 23,902**	$ 36,913
Other	**278,012**	202,524
	$ 301,914	$ 239,437

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2023	2022
Trade payables	**$ 1,509,577**	$ 5,507,974
Salaries and benefits payable	**4,916,403**	908,210
Accrued vacation pay	**468,778**	399,371
	$ 6,894,758	$ 6,815,555

NOTE 6 UNEARNED REVENUE

		2023		2022
Balance, beginning of year	**$**	**378,462**	$	632,486
Changes for the year:				
Increase:				
Tuition fees collected		**458,939**		329,251
Donation		**-**		-
		458,939		329,251
Decrease:				
Tuition fees recognized		**550,410**		540,200
Donation recognized		**25,715**		43,075
		576,125		583,275
Net changes for the year		**(117,186)**		(254,024)
Balance, end of year	**$**	**261,276**	$	378,462

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. Detailed information about the change in deferred revenue is included in Schedule 3A.

	2023	2022
Balance, beginning of year	**$ 2,274,859**	$ 2,025,764
Changes for the year:		
Increase:		
Provincial Grants - Ministry of Education and Child Care	**10,382,666**	8,755,542
Other	**2,352,175**	1,901,446
Investment Income	**13,229**	12,149
	12,748,070	10,669,137
Decrease:		
Transfers to Revenue	**12,245,321**	10,420,042
Recovered	**-**	-
	12,245,321	10,420,042
Net changes for the year	**502,749**	249,095
Balance, end of year	**$ 2,777,608**	$ 2,274,859

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 Schedule 4C and 4D.

	2023	2022
Balance, deferred capital revenue, subject to amortization, beginning of year	**$ 63,845,650**	$ 63,208,968
Changes for the year:		
Increase:		
Deferred Capital Revenue Bylaw – Ministry of Education and Child Care	**5,142,102**	4,047,562
Decrease:		
Amortization of Deferred Capital Revenue	**3,437,445**	3,410,880
Net Changes for the Year	**1,704,657**	636,682
Deferred Capital Revenue, end of year	**$ 65,550,307**	$ 63,845,650

NOTE 9 EMPLOYEE FUTURE BENEFITS

Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance 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.

	2023	2022
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	**$ 3,938,669**	$ 4,071,510
Service Cost	**334,607**	374,698
Interest Cost	**127,490**	104,811
Benefit Payments	**(257,408)**	(209,914)
Actuarial Gain	**(457,878)**	(402,436)
Accrued Benefit Obligation – March 31	**$ 3,685,480**	$ 3,938,669
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	**$ 3,685,480**	$ 3,938,669
Market Value of Plan Assets - March 31	**0**	0
Funded Status – Deficit	**(3,685,480)**	(3,938,669)
Employer Contributions After Measurement Date	**63,923**	122,407
Benefits Expense After Measurement Date	**(119,769)**	(115,524)
Unamortized Net Actuarial (Gain)/Loss	**(1,074,101)**	(781,444)
Accrued Benefit Liability - June 30	**$ (4,815,427)**	$ (4,713,231)
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability - July 1	**$ 4,713,231**	$ 4,611,241
Net Expense for Fiscal Year	**301,120**	378,615
Employer Contributions	**(198,924)**	(276,625)
Accrued Benefit Liability - June 30	**$ 4,815,427**	$ 4,713,231
Components of Net Benefit Expense		
Service Cost	**$ 332,903**	$ 364,675
Interest Cost	**133,440**	110,481
Amortization of Net Actuarial (Gain)/Loss	**(165,222)**	(96,541
Net Benefit Expense	**$ 301,120**	$ 378,615

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

NOTE 9 EMPLOYEE FUTURE BENEFITS *(Continued)*

	2023		2022	
Discount Rate - April 1	**3.25%**		2.50%	
Discount Rate - March 31	**4.00%**		3.25%	
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	**9.7**		9.7	

NOTE 10 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2023	Net Book Value 2022
Sites	**$ 5,840,721**	$ 5,840,721
Buildings	**77,202,473**	75,799,393
Furniture & Equipment	**3,263,531**	3,371,331
Vehicles	**2,653,212**	2,473,343
Computer Software	**102,920**	42,686
Computer Hardware	**1,568,052**	1,631,053
Total	**$ 90,630,909**	$ 89,158,527

June 30, 2023

Cost:	Balance at July 1, 2022	Additions	Disposals	Transfers	**Balance at June 30, 2023**
Sites	$ 5,840,721	-	-	-	**$ 5,840,721**
Buildings	173,863,973	3,685,958	316,462	1,195,910	**178,429,379**
Furniture & Equipment	6,470,947	536,281	596,557	-	**6,410,671**
Vehicles	5,141,438	692,335	725,891	-	**5,107,882**
Computer Software	217,833	96,406	170,357	-	**143,882**
Computer Hardware	3,258,182	558,855	856,659	-	**2,960,378**
Total	$ 194,793,094	$ 5,569,835	$ 2,665,926	$ 1,195,910	**$ 198,892,913**

TANGIBLE CAPITAL ASSETS *(Continued)*

Accumulated Amortization	Balance at July 1, 2022	Additions	Disposals	**Balance at June 30, 2023**
Sites	$ -	-	-	**$ -**
Buildings	98,064,580	3,478,788	316,462	**101,226,906**
Furniture & Equipment	3,099,616	644,081	596,557	**3,147,140**
Vehicles	2,668,095	512,466	725,891	**2,454,670**
Computer Software	175,147	36,172	170,357	**40,962**
Computer Hardware	1,627,129	621,856	856,659	**1,392,326**
Total	$ 105,634,567	$ 5,293,363	$ 2,665,926	**$ 108,262,004**

June 30, 2022

Cost:	Balance at July 1, 2021	ARO (see Note 21)	Additions	Disposals	Transfers	**Balance at June 30, 2022**
Sites	$ 5,840,721	-	-	-	-	**$ 5,840,721**
Buildings	162,852,253	5,966,400	5,002,851	-	42,469	**173,863,973**
Furniture & Equipment	6,284,848	-	859,162	673,063	-	**6,470,947**
Vehicles	5,726,616	-	49,847	635,025	-	**5,141,438**
Computer Software	391,998	-	10,633	184,798	-	**217,833**
Computer Hardware	2,871,929	-	789,435	403,182	-	**3,258,182**
Total	$ 183,968,365	5,966,400	$ 6,711,928	$ 1,896,068	$ 42,469	**$ 194,793,094**

Accumulated Amortization	Balance at July 1, 2021	ARO (see Note 21)	Additions	Disposals	**Balance at June 30, 2022**
Sites	$ -		-	-	**$ -**
Buildings	88,710,296	5,962,219	3,392,065	-	**98,064,580**
Furniture & Equipment	3,134,889		637,790	673,063	**3,099,616**
Vehicles	2,759,717		543,403	635,025	**2,668,095**
Computer Software	298,962		60,983	184,798	**175,147**
Computer Hardware	1,417,300		613,011	403,182	**1,627,129**
Total	$ 96,321,164	5,962,219	$5,247,252	$1,896,068	**$ 105,634,567**

Buildings – work in progress having a value of $1,238,379 (2022: $42,469) have not been amortized. Amortization of these assets will commence when the asset is put into service.

NOTE 11 WRITE-DOWN AND WRITE-OFF OF SITES AND BUILDINGS

Durning the year the demolition of the gymnasium at Pleasant Valley Secondary School due to the ongoing replacement resulted in a write-off of $316,462. This amount is based on the estimated value of construction when the school was constructed in 1973.

NOTE 12 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trusteed pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2022, the Teachers' Pension Plan has about 51,000 active members and approximately 41,000 retired members. As of December 31, 2022, the Municipal Pension Plan has about 240,000 active members, including approximately 30,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. 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 plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2020, indicated a $1,584 million surplus for basic pension benefits on a going concern basis.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2021, indicated a $3,761 million funding surplus for basic pension benefits on a going concern basis.

The School District paid $6,684,803 for employer contributions to the plans for the year ended June 30, 2023 (2022: $6,400,413).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2023. The next valuation for the Municipal Pension Plan will be as at December 31, 2024, with results available in 2025.

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

NOTE 13 RESTRICTED ASSETS - ENDOWMENT FUNDS

Donors have placed restrictions on their contributions to the endowment funds of the School District. One restriction is that the original contribution should not be spent. Another potential restriction is that any investment income of the endowment fund that is required to offset the eroding effect of inflation or preserve the original value of the endowment should also not be spent.

Name of Endowment	2022	Contributions	**2023**
North Okanagan-Shuswap Endowment Fund	$ 65,837	$ -	**$ 65,837**
Muriel Barnard Memorial Bursary Trust	20,000	-	**20,000**
Tyson Henderson Memorial Bursary Trust	18,100	-	**18,100**
Total	$ 103,937	$ -	**$ 103,937**

NOTE 14 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2023, were as follows:

- $ 1,053,423 (2022 - $1,748,292) was transferred from the operating fund to the capital fund for the purchase of capital assets;
- $ 289,421 (2022 - $514,782) was transferred from special purpose funds to the capital fund for the purchase of capital assets;
- $ 678,207 (2022 - $557,900) was transferred from the operating fund to local capital.

NOTE 15 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 16 CONTRACTUAL OBLIGATIONS AND CONTINGENCIES

The School District has entered into a number of contracts related to capital projects with a remaining cost of approximately $1,017,792.

The School District, in conducting its usual business activities, is involved in various legal claims and litigation. In the event any unsettled claims are successful, management believes that such claims are not expected to have a material or adverse effect on the School District's financial position.

NOTE 17 BUDGET FIGURES

Budget figures included in the financial statements are not audited. They were approved by the Board through the adoption of an amended annual budget on February 21, 2023. The original annual budget was adopted on June 21, 2022. The original and amended budgets are presented below.

	2023 Amended Annual Budget	2023 Original Annual Budget
Revenues		
Provincial Grants		
Ministry of Education and Child Care	**$ 92,141,939**	$ 84,585,509
Other	**231,250**	200,750
Tuition	**583,800**	690,710
Other Revenue	**2,829,680**	2,643,118
Rentals and Leases	**118,500**	90,000
Investment Income	**378,000**	153,500
Amortization of Deferred Capital Revenue	**3,410,880**	3,333,980
Total Revenue	**$ 99,694,049**	$ 91,697,567
Expenses		
Instruction	**$77,766,503**	$71,419,426
District Administration	**3,517,173**	3,389,457
Operations and Maintenance	**14,263,346**	13,537,120
Transportation and Housing	**4,692,569**	4,586,849
Total Expense	**$ 100,239,591**	$ 92,932,852
Net Expense	**545,542**	1,235,285
Budgeted Allocation of Surplus	**637,626**	836,687
Budgeted Surplus (Deficit), for the year	**$ 92,084**	$ (398,598)

NOTE 18 EXPENSE BY OBJECT

	2023	2022
Salaries and benefits	**$ 83,395,261**	$ 78,595,340
Services and supplies	**11,685,482**	11,433,297
Amortization	**5,293,363**	5,248,323
	$ 100,374,106	$ 95,276,960

NOTE 19 ACCUMULATED SURPLUS

The School District has established a number of funds to demonstrate compliance with legislation and to reflect the School District’s intentions to undertake certain future activities.

The Operating Fund accounts for the School District’s operating grants and other operating revenues. Legislation requires that the School District present a balanced budget for the Operating Fund, whereby budgeted expenditure does not exceed the total of budgeted revenue and any surplus in the operating fund carried forward from previous years.

The Capital Fund accounts for the School District’s investment in its existing capital infrastructure, including the existing buildings, furniture, vehicles, computers, and equipment. It also reflects intentions to make future capital asset purchases.

The Special Purpose Funds account for grants and contributions received which are directed by agreement with a third party towards specific activities.

	2023	2022
Operating Fund		
Internally Restricted:		
School Budget Balances	**$ 242,936**	$ 613,628
Career Program	**30,600**	54,265
Indigenous Education Targeted Commitment	**184,413**	39,174
Various Outstanding Projects	**21,448**	19,650
Integrated Child and Youth Funding 2023/24	**175,508**	-
Union Commitments	**200,451**	-
Total Internally Restricted	**$ 855,356**	$ 726,717
Unrestricted Operating Surplus	**343,747**	491,622
Total Operating Surplus	**$ 1,199,103**	$ 1,218,339

NOTE 19 ACCUMULATED SURPLUS *(Continued)*

Special Purpose Funds	**$**	**103,937**	$	103,937
Capital Fund				
Invested in tangible capital assets	**$**	**19,729,365**	$	19,961,640
Local Capital		**2,843,363**		2,356,823
	$	**22,572,728**	$	22,318,463
Total Accumulated Surplus	**$**	**23,875,768**	$	23,640,739

NOTE 20 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos, lead containing pipe and paints and other environmentally hazardous materials within some district owned buildings that will undergo major renovations or demolition in the future. A reasonable estimate of the fair value of the obligation has been recognized using the modified retroactive approach as at July 1, 2022 (see Note 21 – Prior Period Adjustment – Change in Accounting Policy). The obligation has been measured at current cost as the timing of future cash flows cannot be reasonably determined. These costs have been capitalized as part of the assets' carrying value and are amortized over the assets' estimated useful lives.

Asset Retirement Obligation, July 1, 2022 (see Note 21)	$	5,966,400
Settlements during the year		-
Asset Retirement Obligation, closing balance	$	5,966,400

NOTE 21 PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY

On July 1, 2022 the School District adopted Canadian public sector accounting standard PS 3280 Asset Retirement Obligations. This new standard addresses the recognition, measurement, presentation and disclosure of legal obligations associated with the retirement of certain tangible capital assets such as asbestos removal in buildings that will undergo major renovation or demolition in the future (see Note 20). This standard was adopted using the modified retroactive approach.

On July 1, 2022 the School District recognized an asset retirement obligation relating to several owned buildings that contain asbestos and other hazardous materials [lead paint and pipes]. The liability has been measured at current cost as the timing and amounts of future cash flows cannot be estimated. The associated costs have been reported as an increase to the carrying value of the associated tangible capital assets. Accumulated amortization has been recorded from the later of, the date of acquisition of the related asset or April 1, 1988 (effective date of the *Hazardous Waste Regulation (April 1, 1988) – Part 6 – Management of Specific Hazardous Wastes*).

NOTE 21 PRIOR PERIOD ADJUSTMENT – CHANGE IN ACCOUNTING POLICY *(Continued)*

The impact of the prior period adjustment on the June 30, 2022 comparative amounts is as follows:

	Increase (Decrease)
Asset Retirement Obligation (liability)	$ 5,966,400
Tangible Capital Assets – cost	5,966,400
Tangible Capital Assets – accumulated amortization	5,962,219
Operations & Maintenance Expense – Asset amortization (2022)	1,071
Accumulated Surplus – Invested in Capital Assets	$ (5,961,148)

NOTE 22 ECONOMIC DEPENDENCE

The operations of the School District are dependent on continued funding from the Ministry of Education and Child Care and various governmental agencies to carry out its programs. These financial statements have been prepared on a going concern basis.

NOTE 23 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 are collectible.

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the School District invests solely in term deposits and guaranteed investment certificates.

NOTE 23 RISK MANAGEMENT *(Continued)*

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 term deposits and guaranteed investment certificates that have a maturity date of no more than 3 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. There have been no changes to risk exposure from 2022 related to credit, market or liquidity risks.

School District No. 83 (North Okanagan-Shuswap)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2023

	Operating Fund	Special Purpose Fund	Capital Fund	2023 Actual	2022 Actual (Restated - Note 21)
	$	$	$	$	$
Accumulated Surplus (Deficit), beginning of year	1,218,339	103,937	22,318,463	**23,640,739**	30,340,272
Prior Period Adjustments					(5,961,148)
Accumulated Surplus (Deficit), beginning of year, as restated	**1,218,339**	**103,937**	**22,318,463**	**23,640,739**	24,379,124
Changes for the year					
Surplus (Deficit) for the year	1,712,394	289,421	(1,766,786)	**235,029**	(738,385)
Interfund Transfers					
Tangible Capital Assets Purchased	(1,053,423)	(289,421)	1,342,844	**-**	
Local Capital	(678,207)		678,207	**-**	
Net Changes for the year	**(19,236)**	**-**	**254,265**	**235,029**	**(738,385)**
Accumulated Surplus (Deficit), end of year - Statement 2	**1,199,103**	**103,937**	**22,572,728**	**23,875,768**	23,640,739

School District No. 83 (North Okanagan-Shuswap)

Schedule of Operating Operations
Year Ended June 30, 2023

	2023 Budget	2023 Actual	2022 Actual (Restated - Note 21)
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	81,639,432	**81,806,567**	77,958,654
Other	231,250	**205,194**	242,015
Federal Grants			33,962
Tuition	583,800	**602,570**	695,368
Other Revenue	1,222,930	**1,611,483**	1,540,183
Rentals and Leases	118,500	**130,985**	90,533
Investment Income	300,000	**411,966**	109,734
Total Revenue	84,095,912	**84,768,765**	80,670,449
Expenses			
Instruction	66,050,204	**66,365,567**	63,721,321
District Administration	3,511,173	**3,519,580**	3,477,706
Operations and Maintenance	9,537,879	**9,268,428**	9,350,278
Transportation and Housing	3,904,741	**3,902,796**	3,551,813
Total Expense	83,003,997	**83,056,371**	80,101,118
Operating Surplus (Deficit) for the year	1,091,915	**1,712,394**	569,331
Budgeted Appropriation (Retirement) of Surplus (Deficit)	637,626		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,660,291)	**(1,053,423)**	(1,748,292)
Local Capital	(21,500)	**(678,207)**	(557,900)
Other	(47,750)		
Total Net Transfers	(1,729,541)	**(1,731,630)**	(2,306,192)
Total Operating Surplus (Deficit), for the year	-	**(19,236)**	(1,736,861)
Operating Surplus (Deficit), beginning of year		**1,218,339**	2,955,200
Operating Surplus (Deficit), end of year		**1,199,103**	1,218,339
Operating Surplus (Deficit), end of year			
Internally Restricted		**855,356**	726,717
Unrestricted		**343,747**	491,622
Total Operating Surplus (Deficit), end of year		**1,199,103**	1,218,339

School District No. 83 (North Okanagan-Shuswap)

Schedule of Operating Revenue by Source
Year Ended June 30, 2023

	2023 Budget	**2023 Actual**	2022 Actual (Restated - Note 21)
	$	**$**	$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	78,476,995	**78,468,306**	77,762,971
ISC/LEA Recovery	(1,118,964)	**(1,192,008)**	(1,118,964)
Other Ministry of Education and Child Care Grants			
Pay Equity	641,286	**641,286**	641,286
Funding for Graduated Adults	2,000	**3,145**	3,144
Student Transportation Fund	561,925	**561,925**	561,925
Support Staff Benefits Grant	64,233	**66,101**	64,233
FSA Scorer Grant	12,964	**12,964**	12,964
Child Care Funding	8,090	**3,441**	
Early Learning Framework (ELF) Implementation	987	**987**	2,625
Labour Settlement Funding	2,961,446	**3,036,442**	
NGN Self-Provisioning	28,470	**28,470**	28,470
ICY	-	**175,508**	-
Total Provincial Grants - Ministry of Education and Child Care	81,639,432	**81,806,567**	77,958,654
Provincial Grants - Other	231,250	**205,194**	242,015
Federal Grants			33,962
Tuition			
International and Out of Province Students	583,800	**602,570**	695,368
Total Tuition	583,800	**602,570**	695,368
Other Revenues			
Other School District/Education Authorities	20,466	**-**	13,307
Funding from First Nations	1,118,964	**1,192,008**	1,118,964
Miscellaneous			
Miscellaneous	77,400	**223,743**	234,215
Sale of Assets	6,100	**20,263**	6,722
Insurance Claim Proceeds		**175,469**	166,975
Total Other Revenue	1,222,930	**1,611,483**	1,540,183
Rentals and Leases	118,500	**130,985**	90,533
Investment Income	300,000	**411,966**	109,734
Total Operating Revenue	84,095,912	**84,768,765**	80,670,449

School District No. 83 (North Okanagan-Shuswap)

Schedule of Operating Expense by Object

Year Ended June 30, 2023

	2023 Budget	**2023 Actual**	2022 Actual (Restated - Note 21)
	$	**$**	$
Salaries			
Teachers	33,589,537	**34,062,272**	32,954,551
Principals and Vice Principals	5,240,116	**5,336,759**	5,440,698
Educational Assistants	6,924,614	**6,439,683**	6,038,306
Support Staff	8,083,495	**7,686,432**	7,322,143
Other Professionals	2,946,650	**2,992,281**	2,298,498
Substitutes	2,937,901	**3,582,007**	3,366,476
Total Salaries	59,722,313	**60,099,434**	57,420,672
Employee Benefits	14,668,169	**14,423,102**	13,613,510
Total Salaries and Benefits	74,390,482	**74,522,536**	71,034,182
Services and Supplies			
Services	2,408,137	**2,710,805**	2,670,311
Student Transportation	4,500	**3,232**	3,396
Professional Development and Travel	680,256	**621,594**	490,629
Rentals and Leases	36,400	**32,468**	34,892
Dues and Fees	112,020	**106,850**	296,840
Insurance	283,855	**233,799**	195,861
Interest	-	**-**	-
Supplies	3,525,347	**2,858,035**	3,426,030
Utilities	1,563,000	**1,967,052**	1,948,977
Total Services and Supplies	8,613,515	**8,533,835**	9,066,936
Total Operating Expense	83,003,997	**83,056,371**	80,101,118

School District No. 83 (North Okanagan-Shuswap)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	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	25,994,744	830,527		276,552		2,355,335	**29,457,158**
1.03 Career Programs	537,897			90,323	74,267	4,047	**706,534**
1.07 Library Services	773,272	36,531		63,595			**873,398**
1.08 Counselling	1,315,870						**1,315,870**
1.10 Special Education	4,945,072	136,321	5,893,651	50,535	326,506	745,599	**12,097,684**
1.20 Early Learning and Child Care			37,455				**37,455**
1.30 English Language Learning	65,538						**65,538**
1.31 Indigenous Education	429,879	114,389	508,577	69,413	213,304	21,405	**1,356,967**
1.41 School Administration		4,044,784		1,400,109		128,387	**5,573,280**
1.62 International and Out of Province Students		27,806		22	128,277		**156,105**
Total Function 1	**34,062,272**	**5,190,358**	**6,439,683**	**1,950,549**	**742,354**	**3,254,773**	**51,639,989**
4 District Administration							
4.11 Educational Administration		146,401		30,336	682,582		**859,319**
4.20 Early Learning and Child Care				3,462	29,086		**32,548**
4.40 School District Governance					79,268		**79,268**
4.41 Business Administration				335,188	915,908	29,914	**1,281,010**
Total Function 4	**-**	**146,401**	**-**	**368,986**	**1,706,844**	**29,914**	**2,252,145**
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				59,515	249,785		**309,300**
5.50 Maintenance Operations				3,295,970	195,716	216,795	**3,708,481**
5.52 Maintenance of Grounds				201,427			**201,427**
5.56 Utilities							**-**
Total Function 5	**-**	**-**	**-**	**3,556,912**	**445,501**	**216,795**	**4,219,208**
7 Transportation and Housing							
7.41 Transportation and Housing Administration				114,637	97,582		**212,219**
7.70 Student Transportation				1,695,348		80,525	**1,775,873**
Total Function 7	**-**	**-**	**-**	**1,809,985**	**97,582**	**80,525**	**1,988,092**
9 Debt Services							
Total Function 9	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Functions 1 - 9	**34,062,272**	**5,336,759**	**6,439,683**	**7,686,432**	**2,992,281**	**3,582,007**	**60,099,434**

School District No. 83 (North Okanagan-Shuswap)

Operating Expense by Function, Program and Object

Year Ended June 30, 2023

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2023 Actual	2023 Budget	2022 Actual (Restated - Note 21)
	$	$	$	$	$	$	$
1 Instruction							
1.02 Regular Instruction	**29,457,158**	7,251,081	**36,708,239**	1,216,763	**37,925,002**	37,675,155	37,504,107
1.03 Career Programs	**706,534**	164,691	**871,225**	143,915	**1,015,140**	949,063	710,084
1.07 Library Services	**873,398**	196,441	**1,069,839**	102,239	**1,172,078**	1,151,383	1,076,340
1.08 Counselling	**1,315,870**	288,951	**1,604,821**	554	**1,605,375**	1,473,406	1,675,648
1.10 Special Education	**12,097,684**	2,985,941	**15,083,625**	137,766	**15,221,391**	15,341,560	13,704,485
1.20 Early Learning and Child Care	**37,455**	10,110	**47,565**		**47,565**		
1.30 English Language Learning	**65,538**	13,706	**79,244**	4,838	**84,082**	37,253	95,549
1.31 Indigenous Education	**1,356,967**	330,627	**1,687,594**	153,153	**1,840,747**	2,034,152	2,033,789
1.41 School Administration	**5,573,280**	1,238,665	**6,811,945**	131,754	**6,943,699**	6,838,366	6,469,862
1.62 International and Out of Province Students	**156,105**	33,375	**189,480**	321,008	**510,488**	549,866	451,457
Total Function 1	**51,639,989**	**12,513,588**	**64,153,577**	**2,211,990**	**66,365,567**	66,050,204	63,721,321
4 District Administration							
4.11 Educational Administration	**859,319**	161,831	**1,021,150**	142,648	**1,163,798**	1,062,802	1,116,197
4.20 Early Learning and Child Care	**32,548**	7,062	**39,610**		**39,610**		
4.40 School District Governance	**79,268**	5,124	**84,392**	82,063	**166,455**	177,991	154,670
4.41 Business Administration	**1,281,010**	294,305	**1,575,315**	574,402	**2,149,717**	2,270,380	2,206,839
Total Function 4	**2,252,145**	**468,322**	**2,720,467**	**799,113**	**3,519,580**	3,511,173	3,477,706
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	**309,300**	65,136	**374,436**	160,805	**535,241**	543,315	481,807
5.50 Maintenance Operations	**3,708,481**	849,238	**4,557,719**	1,276,977	**5,834,696**	6,644,308	6,056,899
5.52 Maintenance of Grounds	**201,427**	45,851	**247,278**	418,496	**665,774**	546,256	693,331
5.56 Utilities	**-**		**-**	2,232,717	**2,232,717**	1,804,000	2,118,241
Total Function 5	**4,219,208**	**960,225**	**5,179,433**	**4,088,995**	**9,268,428**	9,537,879	9,350,278
7 Transportation and Housing							
7.41 Transportation and Housing Administration	**212,219**	50,303	**262,522**	16,973	**279,495**	283,170	277,776
7.70 Student Transportation	**1,775,873**	430,664	**2,206,537**	1,416,764	**3,623,301**	3,621,571	3,274,037
Total Function 7	**1,988,092**	**480,967**	**2,469,059**	**1,433,737**	**3,902,796**	3,904,741	3,551,813
9 Debt Services							
Total Function 9	**-**	**-**	**-**	**-**	**-**	-	-
Total Functions 1 - 9	**60,099,434**	**14,423,102**	**74,522,536**	**8,533,835**	**83,056,371**	83,003,997	80,101,118

School District No. 83 (North Okanagan-Shuswap)

Schedule of Special Purpose Operations
Year Ended June 30, 2023

	2023 Budget	**2023 Actual**	2022 Actual (Restated - Note 21)
	$	**$**	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	10,457,507	**9,890,767**	8,694,069
Other Revenue	1,606,750	**2,347,520**	1,721,464
Investment Income	6,000	**7,034**	4,509
Total Revenue	12,070,257	**12,245,321**	10,420,042
Expenses			
Instruction	11,716,299	**11,851,830**	9,871,603
District Administration	6,000	**7,034**	4,509
Operations and Maintenance	167,830	**77,034**	29,148
Transportation and Housing	53,213	**20,002**	-
Total Expense	11,943,342	**11,955,900**	9,905,260
Special Purpose Surplus (Deficit) for the year	126,915	**289,421**	514,782
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(174,665)	**(289,421)**	(514,782)
Other	47,750		
Total Net Transfers	(126,915)	**(289,421)**	(514,782)
Total Special Purpose Surplus (Deficit) for the year	-	**-**	-
Special Purpose Surplus (Deficit), beginning of year		**103,937**	103,937
Special Purpose Surplus (Deficit), end of year		**103,937**	103,937
Special Purpose Surplus (Deficit), end of year			
Endowment Contributions		**103,937**	103,937
Total Special Purpose Surplus (Deficit), end of year		**103,937**	103,937

School District No. 83 (North Okanagan-Shuswap)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2023

	Annual Facility Grant	Learning Improvement Fund	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year			21,857	2,122,268	19,169	12,675		60,602	
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	342,495	272,536			192,000	41,650	185,523	343,590	330,574
Other				2,352,175					
Investment Income			13,229						
	342,495	272,536	13,229	2,352,175	192,000	41,650	185,523	343,590	330,574
Less: Allocated to Revenue	342,495	249,061	7,034	2,347,520	211,169	33,908	167,831	342,932	330,574
Deferred Revenue, end of year	**-**	**23,475**	**28,052**	**2,126,923**	**-**	**20,417**	**17,692**	**61,260**	**-**
Revenues									
Provincial Grants - Ministry of Education and Child Care	342,495	249,061			211,169	33,908	167,831	342,932	330,574
Other Revenue				2,347,520					
Investment Income			7,034						
	342,495	249,061	7,034	2,347,520	211,169	33,908	167,831	342,932	330,574
Expenses									
Salaries									
Teachers									
Principals and Vice Principals					859	859	40,998		
Educational Assistants		197,364			151,823		34,835	158,722	
Support Staff							387	48,874	
Substitutes							6,933		275,533
	-	197,364	-	-	152,682	859	83,153	207,596	275,533
Employee Benefits		51,697			38,866	152	17,323	51,390	55,041
Services and Supplies	77,034		7,034	2,347,520	18,248	32,897	55,778	82,993	
	77,034	249,061	7,034	2,347,520	209,796	33,908	156,254	341,979	330,574
Net Revenue (Expense) before Interfund Transfers	265,461	-	-	-	1,373	-	11,577	953	-
Interfund Transfers									
Tangible Capital Assets Purchased	(265,461)				(1,373)		(11,577)	(953)	
	(265,461)	-	-	-	(1,373)	-	(11,577)	(953)	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 83 (North Okanagan-Shuswap)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2023

	Classroom Enhancement Fund - Staffing	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children	Seamless Day Kindergarten	Student & Family Affordability	JUST B4	SEY2KT (Early Years to Kindergarten)
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year			38,288						
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	6,016,505	1,538,620	14,925	52,000	6,750	55,400	771,098	25,000	19,000
Other									
Investment Income									
	6,016,505	1,538,620	14,925	52,000	6,750	55,400	771,098	25,000	19,000
Less: Allocated to Revenue	6,016,505	1,538,620	20,002	52,000	6,125	55,400	365,448	10,356	7,087
Deferred Revenue, end of year	**-**	**-**	**33,211**	**-**	**625**	**-**	**405,650**	**14,644**	**11,913**
Revenues									
Provincial Grants - Ministry of Education and Child Care	6,016,505	1,538,620	20,002	52,000	6,125	55,400	365,448	10,356	7,087
Other Revenue									
Investment Income									
	6,016,505	1,538,620	20,002	52,000	6,125	55,400	365,448	10,356	7,087
Expenses									
Salaries									
Teachers	4,828,429	742,058							
Principals and Vice Principals		69,079							
Educational Assistants						37,364		31	
Support Staff			3,907			2,891			
Substitutes		495,917		1,447	4,078				
	4,828,429	1,307,054	3,907	1,447	4,078	40,255	-	31	-
Employee Benefits	1,188,076	215,092	89	153	655	10,773		1	
Services and Supplies		16,474	16,006	50,400	1,392	3,371	365,448	1,268	7,087
	6,016,505	1,538,620	20,002	52,000	6,125	54,399	365,448	1,300	7,087
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	1,001	-	9,056	-
Interfund Transfers									
Tangible Capital Assets Purchased						(1,001)		(9,056)	
	-	-	-	-	-	(1,001)	-	(9,056)	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 83 (North Okanagan-Shuswap)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2023

	ECL (Early Care & Learning)	TOTAL
	$	$
Deferred Revenue, beginning of year		2,274,859
Add: Restricted Grants		
Provincial Grants - Ministry of Education and Child Care	175,000	10,382,666
Other		2,352,175
Investment Income		13,229
	175,000	12,748,070
Less: Allocated to Revenue	141,254	12,245,321
Deferred Revenue, end of year	**33,746**	**2,777,608**
Revenues		
Provincial Grants - Ministry of Education and Child Care	141,254	9,890,767
Other Revenue		2,347,520
Investment Income		7,034
	141,254	12,245,321
Expenses		
Salaries		
Teachers		5,570,487
Principals and Vice Principals	89,043	200,838
Educational Assistants	23,976	604,115
Support Staff		56,059
Substitutes		783,908
	113,019	7,215,407
Employee Benefits	28,010	1,657,318
Services and Supplies	225	3,083,175
	141,254	11,955,900
Net Revenue (Expense) before Interfund Transfers	-	289,421
Interfund Transfers		
Tangible Capital Assets Purchased		(289,421)
	-	(289,421)
Net Revenue (Expense)	-	-

School District No. 83 (North Okanagan-Shuswap)

Schedule of Capital Operations
Year Ended June 30, 2023

	2023 Budget	2023 Actual Invested in Tangible Capital Assets	2023 Actual Local Capital	2023 Actual Fund Balance	2022 Actual (Restated - Note 21)
	$	$	$	$	$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	45,000	**68,472**		**68,472**	22,259
Investment Income	72,000		**89,132**	**89,132**	14,945
Amortization of Deferred Capital Revenue	3,410,880	**3,437,445**		**3,437,445**	3,410,880
Total Revenue	3,527,880	**3,505,917**	**89,132**	**3,595,049**	3,448,084
Expenses					
Operations and Maintenance	45,000	**68,472**		**68,472**	22,259
Amortization of Tangible Capital Assets					
Operations and Maintenance	4,512,637	**4,552,375**		**4,552,375**	4,513,708
Transportation and Housing	734,615	**740,988**		**740,988**	734,615
Total Expense	5,292,252	**5,361,835**	**-**	**5,361,835**	5,270,582
Capital Surplus (Deficit) for the year	(1,764,372)	**(1,855,918)**	**89,132**	**(1,766,786)**	(1,822,498)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	1,834,956	**1,342,844**		**1,342,844**	2,263,074
Local Capital	21,500		**678,207**	**678,207**	557,900
Total Net Transfers	1,856,456	**1,342,844**	**678,207**	**2,021,051**	2,820,974
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		**280,799**	**(280,799)**	**-**	
Total Other Adjustments to Fund Balances		**280,799**	**(280,799)**	**-**	
Total Capital Surplus (Deficit) for the year	92,084	**(232,275)**	**486,540**	**254,265**	998,476
Capital Surplus (Deficit), beginning of year		**19,961,640**	**2,356,823**	**22,318,463**	27,281,135
Prior Period Adjustments					
To Recognize Asset Retirement Obligation					(5,961,148)
Capital Surplus (Deficit), beginning of year, as restated		**19,961,640**	**2,356,823**	**22,318,463**	21,319,987
Capital Surplus (Deficit), end of year		**19,729,365**	**2,843,363**	**22,572,728**	22,318,463

School District No. 83 (North Okanagan-Shuswap)

Tangible Capital Assets
Year Ended June 30, 2023

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	$	$	$	$	$	$	$
Cost, beginning of year	5,840,721	167,855,104	6,470,947	5,141,438	217,833	3,258,182	**188,784,225**
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		5,966,400					**5,966,400**
Cost, beginning of year, as restated	5,840,721	173,821,504	6,470,947	5,141,438	217,833	3,258,182	**194,750,625**
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		3,342,048	19,369	584,775			**3,946,192**
Operating Fund		40,320	360,087	69,881	35,243	547,892	**1,053,423**
Special Purpose Funds		265,460	12,998			10,963	**289,421**
Local Capital		38,130	143,827	37,679	61,163		**280,799**
	-	3,685,958	536,281	692,335	96,406	558,855	**5,569,835**
Decrease:							
Deemed Disposals			596,557	725,891	170,357	856,659	**2,349,464**
Written-off/down During Year		316,462					**316,462**
	-	316,462	596,557	725,891	170,357	856,659	**2,665,926**
Cost, end of year	5,840,721	177,191,000	6,410,671	5,107,882	143,882	2,960,378	**197,654,534**
Work in Progress, end of year		1,238,379					**1,238,379**
Cost and Work in Progress, end of year	5,840,721	178,429,379	6,410,671	5,107,882	143,882	2,960,378	**198,892,913**
Accumulated Amortization, beginning of year		92,102,361	3,099,616	2,668,095	175,147	1,627,129	**99,672,348**
Prior Period Adjustments							
To Recognize Asset Retirement Obligation		5,962,219					**5,962,219**
Accumulated Amortization, beginning of year, as restated		98,064,580	3,099,616	2,668,095	175,147	1,627,129	**105,634,567**
Changes for the Year							
Increase: Amortization for the Year		3,478,788	644,081	512,466	36,172	621,856	**5,293,363**
Decrease:							
Deemed Disposals			596,557	725,891	170,357	856,659	**2,349,464**
Written-off During Year		316,462					**316,462**
		316,462	596,557	725,891	170,357	856,659	**2,665,926**
Accumulated Amortization, end of year		101,226,906	3,147,140	2,454,670	40,962	1,392,326	**108,262,004**
Tangible Capital Assets - Net	**5,840,721**	**77,202,473**	**3,263,531**	**2,653,212**	**102,920**	**1,568,052**	**90,630,909**

School District No. 83 (North Okanagan-Shuswap)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2023

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	$	$	$	$	$
Work in Progress, beginning of year	42,469				**42,469**
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	1,195,910				**1,195,910**
	1,195,910	-	-	-	**1,195,910**
Net Changes for the Year	1,195,910	-	-	-	**1,195,910**
Work in Progress, end of year	**1,238,379**	**-**	**-**	**-**	**1,238,379**

School District No. 83 (North Okanagan-Shuswap)

Deferred Capital Revenue
Year Ended June 30, 2023

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	$	$	$	$
Deferred Capital Revenue, beginning of year	62,815,819	363,447	8,750	**63,188,016**
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	3,946,192			**3,946,192**
	3,946,192	-	-	**3,946,192**
Decrease:				
Amortization of Deferred Capital Revenue	3,389,092	44,853	3,500	**3,437,445**
	3,389,092	44,853	3,500	**3,437,445**
Net Changes for the Year	557,100	(44,853)	(3,500)	**508,747**
Deferred Capital Revenue, end of year	63,372,919	318,594	5,250	**63,696,763**
Work in Progress, beginning of year	42,469			**42,469**
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	1,195,910			**1,195,910**
	1,195,910	-	-	**1,195,910**
Net Changes for the Year	1,195,910	-	-	**1,195,910**
Work in Progress, end of year	1,238,379	-	-	**1,238,379**
Total Deferred Capital Revenue, end of year	**64,611,298**	**318,594**	**5,250**	**64,935,142**

School District No. 83 (North Okanagan-Shuswap)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2023

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	$	$	$	$	$	$
Balance, beginning of year		615,165				**615,165**
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	5,210,574					**5,210,574**
	5,210,574	-	-	-	-	**5,210,574**
Decrease:						
Transferred to DCR - Capital Additions	3,946,192					**3,946,192**
Transferred to DCR - Work in Progress	1,195,910					**1,195,910**
Non-Captial Amoumts Expensed	68,472					**68,472**
	5,210,574	-	-	-	-	**5,210,574**
Net Changes for the Year	-	-	-	-	-	**-**
Balance, end of year	**-**	**615,165**	**-**	**-**	**-**	**615,165**