### SCHOOL DISTRICT

### AUDITED CONSOLIDATED FINANCIAL STATEMENTS FISCAL YEAR 2005/2006

SCHOOL DISTRICT NUMBER	NAME OF SCHOOL DISTRICT		YEAR
22	Vernon		2005/2006
OFFICE LOCATION			TELEPHONE NUMBER
1401-15th St			250-542-3331
CITY / PROVINCE			POSTAL CODE
Vernon, BC			V1T 8S8
WEBSITE ADDRESS			
http://www.sd22.bc.ca			
NAME OF SUPERINTENDENT		NAME OF SECRETARY - TREASURER	
Robert Peacock Randall F Hoffman			

### **DECLARATION AND SIGNATURES**

### SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The consolidated financial statements and supporting schedules of The Board of School Trustees of School District No. 22 (Vernon) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The consolidated financial statements and schedules, including notes, have been prepared in accordance with generally accepted accounting principles for not-for-profit organizations.

In fulfilling its reporting responsibilities, management has maintained internal control systems and procedures designed to provide reasonable assurance that the school district's assets are safeguarded, that transactions are executed in accordance with appropriate authorization and that the accounting records may be relied upon to properly reflect the school district's transactions. The effectiveness of the control systems is supported by the selection and training of qualified personnel, an organizational structure that provides an appropriate division of responsibility and a strong budgetary system of control.

### The Board's Responsibility

The ultimate responsibility for the consolidated financial statements lies with the Board. The Board has reviewed and approved the consolidated financial statements.

### **External Auditors**

The Board appoints external auditors to audit the consolidated financial statements. The external auditors have full and free access to school district records, and present their report to the Board.

### Declaration of Management and Board Chairperson

To the best of our knowledge and belief, these consolidated financial statements and supporting schedules reflect, in all material respects, the financial position, revenue and expense and cash flows for the year in accordance with generally accepted accounting principles for not-for-profit organizations.

We, the undersigned, certify that the attached is a correct and true copy of the Audited Consolidated Financial Statements of School District No. 22 (Vernon) for the year ended June 30, 2006.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES	DATE SIGNED
Ilm Turanski	Sept 19/06
SIGNATURE OF SUPPRINTENDENT /	DATE SIGNED
K Klawck	Sept 19/06
SIGNATURE OF SECRETARY - TREASURER	DATE SIGNED
TON ffor N	Sept. 19/06

Printed: September 19, 2006 10:8:28 Version: 4881-1948-2864

### SCHOOL DISTRICT NO. 22 (Vernon) 2005/2006 AUDITED CONSOLIDATED FINANCIAL STATEMENTS

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KPMG LLP Chartered Accountants 3rd Floor 3205 - 32nd Street Vernon BC V1T 9A2 Canada Telephone (250) 503-5300 Fax (250) 545-6440 Internet www.kpmg.ca

### **AUDITORS' REPORT**

To the Board of School Trustees of School District No. 22 (Vernon)

We have audited the consolidated statement of financial position of School District No. 22 (Vernon) as at June 30, 2006 and the consolidated statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These consolidated financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these consolidated financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the consolidated financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the School District as at June 30, 2006, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Our audit was conducted for the purpose of forming an opinion on the basic consolidated financial statements of the School District taken as a whole. The current year's supplementary information included in Schedules A1 through C5 is presented for purposes of additional analysis. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic consolidated financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic consolidated financial statements taken as a whole.

**Chartered Accountants** 

KPM6 Let

Vernon, Canada

July 28, 2006

### SCHOOL DISTRICT NO. 22 (Vernon) CONSOLIDATED STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2006

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
ASSETS					
Current Assets					
Cash	9,360,135	1,572,454	97,881	11,030,470	7,860,387
Short Term Investments				0	0
Accounts Receivable		4			
Due from Province - Ministry of Education	128,844	511,139	521,801	1,161,784	28,325
Due from Province - Other	3,614,787			3,614,787	0
Due from LEA / Direct Funding				0	318,798
Other Receivables	278,437	10,836		289,273	332,740
Interfund Loans	496,322				
Inventories				0	0
Prepaid Expenses	47,742	3,927		51,669	39,825
	13,926,267	2,098,356	619,682	16,147,983	8,580,075
Investments				0	0
Equity Investments				0	0
Capital Assets - Net		162,714	71,408,088	71,570,802	73,132,938
TOTAL ASSETS —	13,926,267	2,261,070	72,027,770	87,718,785	81,713,013
LIABILITIES AND FUND BALANCES					
Current Liabilities			•		
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities		•			
Due to Province - Ministry of Education	14,111			14,111	285,282
Due to Province - Other	·			0	0
Other	615,197	15,304		630,501	610,585
Bank Loans	• •	•		0	0
Interfund Loans			496,322		
Other Current Liabilities	8,208,375			8,208,375	3,184,176
	8,837,683	15,304	496,322	8,852,987	4,080,043
Deferred Contributions	0,00.,000	, 0,00	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Ministry of Education		1,021,034	98,323	1,119,357	745,373
Province - Other		.,,	55,522	0	0
Other	217,350	1,050,474		1,267,824	1,235,460
Accrued Employee Future Benefits	2,311,532	.,,		2,311,532	2,270,946
Deferred Capital Contributions	_,_,,,,		57,064,171	57,064,171	58,966,187
Bank Loans			, .	0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities		160,000		160,000	160,000
TOTAL LIABILITIES	11,366,565	2,246,812	57,658,816	70,775,871	67,458,009
Fund Balances	,				
Invested in Capital Assets			14,343,917	14,343,917	14,004,037
Endowment			11,010,017	0	0
Internally Restricted	2,276,122	14,258	25,037	2,315,417	1,958,734
•	283,580	14,200	20,007	283,580	4,532
Unrestricted Unfunded Accrued Employee Future Benefits	203,000			200,000	7,002
and Vacation Pay				0	(1,712,299)
TOTAL FUND BALANCES	2,559,702	14,258	14,368,954	16,942,914	14,255,004
<del></del>					
TOTAL LIABILITIES AND FUND BALANCE	<b>S</b> 13,926,267	2,261,070	72,027,770	87,718,785	81,713,013

### SCHOOL DISTRICT NO. 22 (Vernon) CONSOLIDATED STATEMENT OF REVENUE AND EXPENSE YEAR ENDED JUNE 30, 2006

_	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
REVENUE					
Provincial Grants - Ministry of Education	62,795,722	1,730,177		64,525,899	64,250,229
Provincial Grants - Other	3,925,756			3,925,756	60,526
Federal Grants	167,714	34,698		202,412	177,365
Other Revenue	2,830,583	2,683,574		5,514,157	4,621,284
Rentals and Leases	65,434			65,434	52,286
Investment Income	307,350	50,716	815	358,881	192,532
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,423,817	2,423,817	2,519,053
Gain (Loss) on Disposal of Capital Assets				0	0
	70,092,559	4,499,165	2,424,632	77,016,356	71,873,275
EXPENSE					
Salaries	20.000.110	405.550		00 455 074	00 440 440
Teachers	30,020,119	135,552		30,155,671	29,443,416
Principals and Vice Principals	4,223,298			4,223,298	3,597,771
Educational Assistants	2,874,624			2,874,624	2,216,803
Support Staff	8,157,909	282,995		8,440,904	7,710,510
Other Professionals	1,047,457	2.212		1,047,457	890,258
Substitutes	2,216,285	8,649		2,224,934 48,966,888	1,807,018 45,665,776
E 1 B 6	48,539,692	427,196	0		
Employee Benefits	10,112,831	71,316		10,184,147	10,129,140
Services and Supplies	8,425,039	4,008,881	0.740.404	12,433,920	11,250,266
Amortization of Capital Assets			2,743,491	2,743,491	2,878,587
Write-off/down of Buildings and Sites	07.077.500	4 507 000	0.740.404	0	0
-	67,077,562	4,507,393	2,743,491	74,328,446	69,923,769
NET REVENUE (EXPENSE)	3,014,997	(8,228)	(318,859)	2,687,910	1,949,506

### SCHOOL DISTRICT NO. 22 (Vernon) CONSOLIDATED STATEMENT OF CHANGES IN FUND BALANCES YEAR ENDED JUNE 30, 2006

, -	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
FUND BALANCES, BEGINNING OF YEAR	198,163	28,582	14,028,259	14,255,004	69,693,968
Changes in Accounting Policies/					
Prior Period Adjustments					(0.405.000)
Accrued Employee Future Benefits				0	(2,135,020)
Accrued Vacation Pay				0 0	(760,095)
Accumulated Amortization of Capital Assets				. 0	(54,375,570) 0
Transfer Land Capital Reserve to Deferred Con				0	(93,186)
Transfer Capital Reserve to Deferred Contribution School-Generated Funds	ons			0	(33,100)
Related Entities				0	(4,880)
Bylaw Capital Error Correction				ŭ	(19,719)
Bylaw Capital Entil Correction					(,)
FUND BALANCES, BEGINNING OF YEAR,	198,163	28,582	14,028,259	14,255,004	12,305,498
AS RESTATED			***		
Changes for the Year					
Net Revenue (Expense) for the Year	3,014,997	(8,228)	(318,859)	2,687,910	1,949,506
Interfund Transfers					
Capital Assets Purchased	(653,458)	(6,096)	659,554	0	0
Local Capital				0	0
Other				0	0
Direct Increases in Fund Balances				0	0
Endowment Contributions				0	0
Site Purchases				•	0
Comprehensive Income (Loss)				0	U
Net Changes for the Year	2,361,539	(14,324)	340,695	2,687,910	1,949,506
FUND BALANCES, END OF YEAR	2,559,702	14,258	14,368,954	16,942,914	14,255,004

### SCHOOL DISTRICT NO. 22 (Vernon) CONSOLIDATED STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2006

DATE NOT NOTE OF COMMENT   CASE   C		OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
Net Revenue (Expense) for the Year   3,014,997   (8,228)   (318,859)   2,687,910   1,949,506   Changes in Nen-Cash Working Capital	CASH PROVIDED BY (USED FOR)					
Changes in Non-Cash Working Capital	OPERATIONS					
Decrease (Increase)	Net Revenue (Expense) for the Year	3,014,997	(8,228)	(318,859)	2,687,910	1,949,506
Accounts Receivable	Changes In Non-Cash Working Capital					
Interfund Loans	Decrease (Increase)					
Inventories   (8,267)   (3,577)   (1,844)   38,177   (1,844)   38,177   (1,844)   38,177   (1,844)   (1,	Accounts Receivable	(3,352,005)	(512,175)	(521,801)	(4,385,981)	(322,012)
Propaid Expenses   (8,267)   (3,577)   (11,844)   38,177	Interfund Loans	(520,987)		520,987	0	0
Increase (Decrease)	Inventories				0	0
Allowance for Doubtful Accounts	Prepaid Expenses	(8,267)	(3,577)		(11,844)	38,177
Accounts Payable/Accrued Liabilities (244,668) (6,587) (251,255) 462,437 Other Current Liabilities 5,024,199 5,024,199 5,024,199 627,752 Deferred Contributions 128,375 274,912 403,287 (414,430) Accrued Employee Future Benefits 40,586 40,586 40,586 2,270,946 Other Long Term Liabilities 0 0 0 0 Loss (Gain) on Disposal of Capital Assets 1 2,743,491 2,743,491 2,878,587 Amortization of Capital Assets 2 2,743,491 2,743,491 2,878,587 Amortization of Capital Assets 2 2,743,491 2,743,491 2,878,587 Amortization of Deferred Capital Contributions 2 2,743,491 2,743,491 2,878,587 Accounting Change - Accrued EFB 0 2,743,491 2,743,491 2,878,587 Accounting Change - Accrued Wacation Pay 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Increase (Decrease)					
Other Current Liabilities	Allowance for Doubtful Accounts				0	0
Deferred Contributions   128,375   274,912   403,287   (414,430)	Accounts Payable/Accrued Liabilities	(244,668)	(6,587)		(251,255)	462,437
Accrued Employee Future Benefits   40,586   2,270,946   Other Long Term Liabilities   0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Other Current Liabilities	5,024,199			5,024,199	827,752
Other Long Term Liabilities         0         0           Loss (Gain) on Disposal of Capital Assets         0         0           Iterms Not Involving Cash         2,743,491         2,743,	Deferred Contributions	128,375	274,912		403,287	(414,430)
Loss (Gain) on Disposal of Capital Assets   0 0 0	Accrued Employee Future Benefits	40,586			40,586	2,270,946
Items Not Involving Cash	Other Long Term Liabilities				0	0
Amortization of Capital Assets Amortization of Deferred Capital Contributions Accounting Change - Accrued EFB Accounting Change - Accrued Vacation Pay Write-oft/down of Buildings and Sites Comprehensive Income (Loss) Interfund Transfers (653,458)  Bank Loan Received Bank Loan Received Bank Loan Paid Endowment Contributions Increase (Decrease) Deferred Contributions - Capital Assets Long Term Debt  Capital Assets Purchased - Operating Capital Assets Purchased - Special Purpose Capital Assets Purchased - Local Capital Capital Assets Purchased - Related Entity Decrease (Increase) in Equity Investments  0 0 0 659,554 (2,423,817) (3,05) (659,554) (3,05)	Loss (Gain) on Disposal of Capital Assets				0	0
Amortization of Deferred Capital Contributions (2,423,817) (2,423,817) (2,519,053) Accounting Change - Accrued EFB 0 (2,135,020) Accounting Change - Accrued Vacation Pay 0 (760,095) Writte-off/down of Buildings and Sites 0 0 0 Comprehensive Income (Loss) Interfund Transfers (653,458) (6,096) 659,554 0 0 0 Bank Loan Received 0 0 0 Bank Loan Received 0 0 0 Bank Loan Paid 0 0 0 Bank Loan Paid 0 0 0 Endowment Contributions 0 0 0 Increase (Decrease) Deferred Contributions - Capital 1 3,061 3,061 (14,502) Proceeds from Disposal of Capital Assets 0 0 0 MEd Restricted Portion of Proceeds on Disposal Long Term Debt 0 0 0 3,061 3,061 145,498  INVESTING  Capital Assets Purchased - Operating (653,458) (653,458) (653,458) Capital Assets Purchased - Local Capital Capital Special Purpose (6,096) (6,096) (11,935) Capital Assets Purchased - Related Entity Decrease (Increase) in Equity Investments 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Items Not Involving Cash					
Accounting Change - Accrued EFB	Amortization of Capital Assets			2,743,491	2,743,491	2,878,587
Accounting Change - Accrued Vacation Pay   0 (760,095)	Amortization of Deferred Capital Contribution	ns		(2,423,817)	(2,423,817)	(2,519,053)
Write-off/down of Buildings and Sites   0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0 0	Accounting Change - Accrued EFB				0	(2,135,020)
Comprehensive Income (Loss)   (653,458)   (6,096)   659,554   0   0   0   0   0   0   0   0   0	Accounting Change - Accrued Vacation Pay				0	(760,095)
Interfund Transfers   (653,458)   (6,096)   659,554   0   0   0   0   0   0   0   0   0	Write-off/down of Buildings and Sites				0	0
Section   Contribution   Contributions   Capital   Assets Purchased - Operating   Capital   Assets Purchased - Special Purpose   Capital   Assets Purchased - Related Entity   Decrease (Increase) in Equity Investments   Out   O	Comprehensive Income (Loss)				0	0
FINANCING	Interfund Transfers	(653,458)	(6,096)	659,554	0	
Bank Loan Received         0         0           Bank Loan Paid         0         0           Endowment Contributions         0         0           Increase (Decrease) Deferred Contributions - Capital         3,061         3,061         (14,502)           Proceeds from Disposal of Capital Assets         0         0         0           MEd Restricted Portion of Proceeds on Disposal         0         0         0         0           Long Term Debt         0         0         3,061         3,061         145,498           INVESTING           Capital Assets Purchased - Operating         (653,458)         (653,458)         (286,103)           Capital Assets Purchased - Special Purpose         (6,096)         (6,096)         (11,935)           Capital Assets Purchased - Local Capital         0         0         0           Capital Assets Purchased - Related Entity         (162,714)         0         0           Decrease (Increase) in Investments         0         0         0           Decrease (Increase) in Equity Investments         0         0         (659,554)         (659,554)         (460,752)		3,428,772	(261,751)	659,555	3,826,576	2,276,795
Bank Loan Paid   0 0 0   0   0   0   0   0   0   0	FINANCING					
Endowment Contributions 0 0 0 Increase (Decrease) Deferred Contributions - Capital 3,061 3,061 (14,502) Proceeds from Disposal of Capital Assets 0 0 0 MEd Restricted Portion of Proceeds on Disposal 0 0 0 0 Long Term Debt 160,000    O	Bank Loan Received				0	0
Increase (Decrease) Deferred Contributions - Capital   3,061   3,061   (14,502)	Bank Loan Paid				0	0
Proceeds from Disposal of Capital Assets Proceeds from Disposal of Capital Assets  MEd Restricted Portion of Proceeds on Disposal Long Term Debt  0 0 3,061 3,061 145,498  INVESTING  Capital Assets Purchased - Operating Capital Assets Purchased - Special Purpose Capital Assets Purchased - Local Capital Capital Assets Purchased - Local Capital Capital Assets Purchased - Related Entity Decrease (Increase) in Investments Decrease (Increase) in Equity Investments  0 0 0 659,554) (659,554)	Endowment Contributions				0	0
Proceeds from Disposal of Capital Assets   0   0   0   0   0   0   0   0   0	Increase (Decrease) Deferred Contributions - Ca	pital		3,061	3,061	(14,502)
Term Debt   160,000   160,000   160,000   160,000   175,498   160,000   175,498   17					0	0
NVESTING	MEd Restricted Portion of Proceeds on Disposal		•		0	0
INVESTING	Long Term Debt					160,000
Capital Assets Purchased - Operating       (653,458)       (286,103)         Capital Assets Purchased - Special Purpose       (6,096)       (6,096)       (11,935)         Capital Assets Purchased - Local Capital       0       0         Capital Assets Purchased - Related Entity       (162,714)         Decrease (Increase) in Investments       0       0         Decrease (Increase) in Equity Investments       0       0         0       0       (659,554)       (659,554)       (460,752)	-	0	0	3,061	3,061	145,498
Capital Assets Purchased - Operating         (653,458)         (286,103)           Capital Assets Purchased - Special Purpose         (6,096)         (6,096)         (11,935)           Capital Assets Purchased - Local Capital         0         0           Capital Assets Purchased - Related Entity         (162,714)           Decrease (Increase) in Investments         0         0           Decrease (Increase) in Equity Investments         0         0           0         0         (659,554)         (659,554)         (460,752)	INVESTING -					
Capital Assets Purchased - Special Purpose       (6,096)       (6,096)       (11,935)         Capital Assets Purchased - Local Capital       0       0         Capial Assets Purchased - Related Entity       (162,714)         Decrease (Increase) in Investments       0       0         Decrease (Increase) in Equity Investments       0       0         0       0       (659,554)       (659,554)       (460,752)				(653,458)	(653,458)	(286,103)
Capital Assets Purchased - Local Capital       0       0         Capial Assets Purchased - Related Entity       (162,714)         Decrease (Increase) in Investments       0       0         Decrease (Increase) in Equity Investments       0       0         0       0       (659,554)       (659,554)				(6,096)	(6,096)	(11,935)
Capial Assets Purchased - Related Entity         (162,714)           Decrease (Increase) in Investments         0         0           Decrease (Increase) in Equity Investments         0         0         0           0         0         (659,554)         (659,554)         (460,752)	•				0	0
Decrease (Increase) in Investments  Decrease (Increase) in Equity Investments  0 0 0 0 0 0 (659,554) (669,554) (460,752)	•					(162,714)
Decrease (Increase) in Equity Investments 0 0 0 0 0 (659,554) (659,554) (460,752)	·				0	0
0 0 (659,554) (659,554) (460,752)					0	0
1001 541		0	0	(659,554)	(659,554)	(460,752)
Net increase (Decrease) in Cash 5,426,772 (201,751) 5,502 5,176,005 1,507,677	Net Increase (Decrease) in Cash	3,428,772	(261,751)	3,062	3,170,083	1,961,541

### SCHOOL DISTRICT NO. 22 (Vernon) CONSOLIDATED STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2006

_	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
NET INCREASE (DECREASE) IN CASH	3,428,772	(261,751)	3,062	3,170,083	1,961,541
Net Cash, Beginning of Year	5,931,363	1,834,205	94,819	7,860,387	5,185,124
Changes in Accounting Policies/ Prior Period Adjustments School Based fund opening Balance Related Entity Opening Balance					718,602 (4,880)
Net Cash, Beginning of Year, as Restated	5,931,363	1,834,205	94,819	7,860,387	5,898,846
NET CASH, END OF YEAR	9,360,135	1,572,454	97,881	11,030,470	7,860,387
Cash Short Term Investments Bank Overdraft	9,360,135	1,572,454	97,881	11,030,470 0 0	7,860,387 0 0
NET CASH, END OF YEAR	9,360,135	1,572,454	97,881	11,030,470	7,860,387

SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### 1) AUTHORITY AND PURPOSE

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of School Trustees of School District No.22 (Vernon)", and operates as "School District #22 (Vernon)". A board of school trustees (Board) elected for a three-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education.

### 2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES AND REPORTING PRACTICES

These financial statements have been prepared in accordance with Canadian Generally Accepted Accounting Principles (GAAP) for not-for-profit organizations. These principles are consistent with those used in prior years.

The deferral method of accounting for contributions, which includes government grants, is used. Results are reported in the operating fund, special purpose funds, and capital fund. Revenues and expenses are recorded on a gross and accrual basis.

Statement 2 (Statement of Revenue and Expense), Statement 3, (Statement of Changes In Fund Balances) and Statement 4, (Statement of Cash Flows) present the annual results of each fund, the change in fund balances and cash flows for the year. Statement 1 (Statement of Financial Position) presents the assets, liabilities and fund balances. Interfund transfers and loans are recognized in each fund and eliminated in the consolidated totals.

### a) Fund Accounting

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

- i) Operating fund reports assets, liabilities, revenue and expense for general operations.
- ii) Special Purpose fund reports assets, liabilities, revenue and expense for:
  - (1) Contributions restricted in use by the School Act or Ministry of Education.
  - (2) Contributions restricted in use by other external bodies.
  - (3) Endowment funds.
  - (4) Funds collected and used at the school level (School Generated Funds).
  - (5) Controlled and/or related entities.
- iii) Capital fund reports assets, liabilities, revenues and expenses for capital. Contributions of other funds used for capital purposes are transferred to the capital fund.

### SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### b) Capital Assets

The following criteria apply:

- i) Capital assets acquired or constructed are recorded at cost. Donated capital assets are recorded at their fair market value on the date of donation.
- ii) Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- iii) Sites and buildings that no longer contribute to the ability of the district to provide services are written down to residual value.
- iv) Buildings that are demolished or destroyed are written off.
- v) Amortization is recorded on a straight-line basis over the estimated useful life of the asset. Estimated useful life is as follows:

(1)	Buildings	40 years
(2)	Furniture and Equipment	10 years
(3)	Vehicles	10 years
(4)	Computer Software	5 years
(5)	Computer Hardware	5 years

### c) Capital Leases

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

### d) Revenue Recognition

Unrestricted operating government grants, are recognized as revenue when received. Such grants, if contributed for a future period, are deferred and reported as deferred contributions until that future period. Other unrestricted revenue, including tuition fees and sales of services and products are reported as revenue when services are provided or products are delivered.

Externally restricted contributions, grants and donations are reported as revenue depending on the nature of restrictions imposed on the use of the funds by the contributors:

- i) Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- ii) Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
  - (1) If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
  - (2) If the capital asset is not a site, the amount invested is recorded as a deferred capital contribution and amortized over the useful life of the asset. Amortization commences in the year following acquisition.
  - (3) Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- iii) Endowment contributions and matching contributions are reported as direct increases to net assets held as endowment principal.

### NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (CONTINUED)

### SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

iv) Investment income earned on endowment principal is recognized as a direct increase to net assets (endowment) to the extent required or agreed by donors. The remaining investment income earned on endowment principal is recognized as a deferred contribution and recognized as revenue in the year related expenses are incurred.

### e) Expenditures

- i) Categories of Salaries
  - (1) Principals, Vice Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice Principals.
  - (2) Superintendents, Assistant Superintendents, Secretary Treasurers, Trustees and any other employees excluded from union contract are categorized as Other Professionals.

### ii) Allocation of costs

- (1) Operating expenses are reported by function, program, and object. Whenever possible expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to regular programs.
- (2) 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.
- (3) Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- (4) Supplies and services are allocated based on actual identification of program.

### f) Financial Instruments

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

### g) Use of Estimates

Preparation of financial statements requires management to make estimates and assumptions that impact reported amounts for assets and liabilities at the date of the financial statements, and revenues and expenses during the reporting periods. Significant areas requiring the use of management estimates relate to the impairment of assets, rates for amortization and estimated employee future benefits. Actual results could differ from these estimates.

### h) Controlled Entity

554210 B.C. Ltd. is wholly owned by the School District. The investment in 554210 B. C. Ltd. is reported in the special purpose fund and accounted for using the consolidation method.

SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### i) Employee Future Benefits

The School District provides certain post-employment benefits including vacation pay, death benefits and retirement allowances for certain employees pursuant to contracts and collective agreements.

The School District accrues its obligations and related costs under employee future benefit plans. The future benefits cost is actuarially determined using the projected unit credit method pro-rata on service, using a best estimate of expected salary escalation, termination, retirement rates and mortality. The discount rate used to measure obligations is based on market rates at the measurement date.

The excess of cumulative unrecognized actuarial gains (losses) over 10 percent of the accrued benefit obligation is amortized over the expected average remaining service lifetime (EARSL) of active employees covered under the plan. The EARSL for employees of the School District is 12.3.

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

### 3) ACCOUNTS RECEIVABLE - OTHER RECEIVABLES

	2006	2005
Due from Federal Government Due from Other School Districts Other Receivables	\$ 56,902 792 231,579	\$ 70,947 0 261,793
	<u>\$ 289,273</u>	<u>\$ 332,740</u>

### 4) CAPITAL ASSETS

	•	2006		2005
	Cost	Accumulated Amortization	Net Book Value	Net Book <u>Value</u>
Sites Buildings Furniture and Equipment Vehicles Computer Software Computer Hardware	\$ 8,819,960 101,791,595 2,160,347 2,085,802 43,327 693,928	\$ 41,704,212 1,303,225 809,141 0 207,579	\$ 8,819,960 60,087,383 857,122 1,276,661 43,327 486,349	\$ 8,819,960 62,330,821 884,529 925,918 0 171,710
	<u>\$115,594,959</u>	<u>\$ 44,024,157</u>	<u>\$71,570,802</u>	<u>\$73,132,938</u>

### SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### 5) EMPLOYEE FUTURE BENEFITS

The accrued benefit obligation for employee future benefits is not funded as funding is provided when benefits are paid. Accordingly, there are no plan assets. Although no plan assets are uniquely identified, the School District has provided for the payment of these benefits.

The period of amortization is equal to the expected average remaining service lifetime (EARSL) of active employees.

				2006		2005
Recon	ciliation of Accrued Benefit Obligation					
	Accrued Benefit Obligation – April 1 (2005 – July 1) Service Cost Interest Cost Benefit Payments April 1 to March 31 (2005 – July 1 – March 31) Actuarial Gain Accrued Benefit Obligation – March 31			,248,024 162,326 127,625 (240,343) 96,913 ,394,545	(	135,020 155,037 126,595 145,706) (22,922) 248,024
a)	Reconciliation of Funded Status at End of Fiscal Year					
	Accrued Benefit Obligation – March 31 Market Value of Plan Assets – March 31 Funded Status – (Deficit) Employer Contributions After Measurement Date - April 1 to June 3 Unamortized Net Actuarial (Gain)/Loss Accrued Benefit Liability - June 30	30	(2	,394,545 0 ,394,545) 9,022 73,991 2,311,532)	(2	,248,024 0 2,248,024) 0 (22,922) 2,270,946)
b)	Components of Net Benefit Expense					
	Service Cost Interest Cost Amortization of Net Actuarial Gain Net Benefit Expense		\$ <u>\$</u>	162,326 127,625 0 289,951	\$	155,037 126,595 0 281,632
c)	Assumptions					
	Discount Rate – Beginning of Period Discount Rate – End of Period Salary Growth – Beginning of Period Salary Growth – End of Period EARSL		) ) + §	seniority seniority		

### SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### 6) UNFUNDED ACCRUED EMPLOYEE FUTURE BENEFITS AND VACATION PAY

The Ministry of Education provided funding to be used to reduce the unfunded liability. Once the unfunded liability is eliminated, this funding can be used at the discretion of the Board.

Unfunded liability, as at July 1, 2005 Reductions during the year \$ 1,712,299 (1,712,299)

Unfunded Liability, as at June 30, 2006

\$ 0

### 7) 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 represent plan members and employers and are responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are defined. The Teachers' Pension Plan has about 45,000 active members from school districts and approximately 23,000 retired members from school districts. The Municipal Plan has about 130,000 active members, of which approximately 20,000 are from school districts.

Every three years an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent valuation of the Teachers' Plan as at December 31, 2002 indicated a \$382 million unfunded liability for basic pension benefits. The next valuation will be as at December 31, 2005 with results available in late 2006. The most recent valuation for the Municipal Pension Plan as at December 31, 2003, indicated an unfunded liability of \$789 million for basic pension benefits. The next valuation will be as at December 31, 2006 with results available in 2007. School District #22 (Vernon) paid \$4,339,745 for employer contributions to these plans in the year ended June 30, 2006 (\$4,324,755 for the year ended June 30, 2005).

### 8) OPERATING FUND BALANCE, END OF YEAR

Internally Restricted (appropriated) by Board for:

<ul><li>i. 2006/2007 budget</li><li>ii. Aboriginal Education</li><li>iii. School and Department Programs</li></ul>	\$ 2,1	66,327 69,944 39,851
Subtotal Internally Restricted Unrestricted Operating Surplus Total Available for Future Operations		276,122 283,580 559,702

### 9) CONTROLLED ENTITY

The School District wholly owns a subsidiary company, 554210 B.C. Ltd, holding the woodlot used in the district forestry program. The assets, liabilities and transactions have been consolidated in the financial statements of the School District.

SCHOOL DISTRICT #22 (VERNON)

YEAR ENDED JUNE 30, 2006

### 10) RELATED PARTY TRANSACTIONS

The School District is related through common ownership to all Province of British Columbia ministries, agencies, school districts, health authorities, colleges, universities, and crown corporations. Transactions with these entities, unless disclosed separately, are generally considered to be in the normal course of operations and are recorded at the exchange amount.

### 11) COMMITMENTS

The School District has committed to a one year operating lease agreement for an alternate school location. The lease agreement expires in 2007. Future minimum lease payments are as follows:

2006/2007

\$24,521

### 12) 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 7, 2006.

### 13) ECONOMIC DEPENDENCE

Operations of the School District are dependent on continued funding from the Ministry of Education and various governmental agencies to carry out its programs. These financial statements have been prepared in accordance with Canadian GAAP for not-for-profit organization. This contemplates continuation of the School District as a "going concern"

### SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED SURPLUS (DEFICIT) YEAR ENDED JUNE 30, 2006

NETURE   N		2006	2006 AMENDED ANNUAL	2005
Provincial Grants - Ministry of Education   62,795,722   62,425,795   61,515,545   Provincial Grants - Other   3,925,756   31,008   50,555   Federal Grants   167,714   151,734   147,656   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   151,735   152,256   179,77,439   180,000   155,435   70,092,559   64,441,073   63,907,735   152,455   179,092,559   64,441,073   63,907,735   154,415   167,		ACTUAL		ACTUAL
Provincial Grants - Ministry of Education   62,795,722   62,425,795   61,515,545   Provincial Grants - Other   3,925,756   31,008   50,555   Federal Grants   167,714   151,734   147,656   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   147,656   167,714   151,734   151,735   152,256   179,77,439   180,000   155,435   70,092,559   64,441,073   63,907,735   152,455   179,092,559   64,441,073   63,907,735   154,415   167,	DEVENUE			
Provincial Grants - Other         3,925,756         31,008         59,335           Federal Grants         167,714         151,734         147,685           Other Revenue         2,830,563         1,516,590         1,577,489           Rentals and Leases         65,434         30,000         52,286           Investment Income         97,355         64,441,073         63,907,733           EXPENSE         Teachers         30,020,119         27,884,504         29,255,121           Teachers         30,020,119         27,884,504         29,255,121           Principals and Vice Principals         4,222,298         4,279,032         3,597,771           Educational Assistants         2,974,624         2,502,873         2,216,803           Support Staff         1,107,457         851,459         820,321           Substitutes         2,216,285         1,895,915         1,796,128           Employee Benefits         10,112,831         10,113,4781         10,012,248           Services and Supplies         4,853,959,92         44,820,033         45,01,585           Services and Supplies         6,653,458         0         0         0           INTERFUND TRANSFERS         Captial Assets Purchased         (653,458)         0		62 795 722	62.425.795	61.515.545
Federal Grants				
Other Revenue   2,830,583   1,616,536   1,977,489   Rentals and Leases   65,434   30,000   52,285   16,285   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   155,436   160,000   160,000   155,436   160,000   160,0				
Investment Income   307,350   180,000   155,435   70,092,559   64,441,073   63,907,735   63,90		2,830,583	1,616,536	1,977,449
No. 1992,559   64,441,073   63,907,733	Rentals and Leases	65,434	36,000	52,286
Salaries   Salaries   Teachers   30,020,119   27,884,504   29,255,121   27,802,100   27,804,504   29,255,121   20,276,122   20,277,712   20,276,202   3,597,771   20,276,203   2,276,022   3,277,771   20,277,712   20,277,712   20,277,712   20,277,712   20,277,713	Investment Income	307,350	180,000	155,435
Salaries   1		70,092,559	64,441,073	63,907,733
Teachers	EXPENSE			
Principals and Vice Principals				
Educational Assistants	Teachers	30,020,119	27,884,504	29,255,121
Support Staff	Principals and Vice Principals	4,223,298	4,279,032	3,597,771
Other Professionals	Educational Assistants	2,874,624	2,502,873	2,216,803
Substitutes	Support Staff	8,157,909	7,409,280	7,315,443
Employee Benefits	Other Professionals	1,047,457	· ·	
Employee Benefits   10,112,831   10,134,781   10,012,948   8,425,039   9,102,861   7,164,179   67,077,562   64,060,705   62,178,712   7,164,179   7,	Substitutes	2,216,285		1,796,126
Services and Supplies         8,425,039         9,102,861         7,164,179           NET REVENUE (EXPENSE), FOR THE YEAR         3,014,997         380,368         1,729,021           INTERFUND TRANSFERS         Capital Assets Purchased         (653,458)         0         (286,103)           Local Capital Other         0         0         0         0           Other         0         0         534,034           OTHER ADJUSTMENTS TO OPERATING FUND BALANCE Reduce Unfunded Employee Future Benefits and Vacation Pay         (1,712,299)         (564,406)         (1,182,816)           Comprehensive Income (Loss)         0         0         0         0           BUDGETED ALLOCATION OF SURPLUS (DEFICIT)         184,038         184,038         1,116,326           SURPLUS (DEFICIT), FOR THE YEAR         649,240         0         794,136           Changes in Accounting Policies/Prior Period Adjustments         1,910,462         1,116,326           SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED         1,910,462         1,116,326           SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)         2,559,702         1,910,462           SURPLUS (DEFICIT), END OF YEAR (Internally Restricted Unrestricted         2,276,122         2,276,122		48,539,692	44,823,063	45,001,585
NET REVENUE (EXPENSE), FOR THE YEAR	Employee Benefits	10,112,831	10,134,781	10,012,948
NET REVENUE (EXPENSE), FOR THE YEAR   3,014,997   380,368   1,729,021	Services and Supplies	8,425,039	9,102,861	7,164,179
INTERFUND TRANSFERS		67,077,562	64,060,705	62,178,712
Capital Assets Purchased   (653,458)   0   (286,103)	NET REVENUE (EXPENSE), FOR THE YEAR	3,014,997	380,368	1,729,021
Local Capital   0	INTERFUND TRANSFERS			
Other 0 0 0 534,034  OTHER ADJUSTMENTS TO OPERATING FUND BALANCE Reduce Unfunded Employee Future Benefits (1,712,299) (564,406) (1,182,816) and Vacation Pay Comprehensive Income (Loss) 0 0 0 0  BUDGETED ALLOCATION OF SURPLUS (DEFICIT) 184,038  SURPLUS (DEFICIT), FOR THE YEAR 649,240 0 794,136  SURPLUS (DEFICIT), BEGINNING OF YEAR 1,910,462 1,116,326  Changes in Accounting Policies/ Prior Period Adjustments SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED 1,910,462 1,116,326  SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act) 2,559,702 1,910,462  SURPLUS (DEFICIT), END OF YEAR Internally Restricted 2,276,122 Unrestricted 2,276,122 Unrestricted 2,283,580	Capital Assets Purchased	(653,458)	0	(286,103)
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE Reduce Unfunded Employee Future Benefits	Local Capital	0	0	0
Reduce Unfunded Employee Future Benefits and Vacation Pay Comprehensive Income (Loss)	Other	0	0	534,034
And Vacation Pay Comprehensive Income (Loss)  BUDGETED ALLOCATION OF SURPLUS (DEFICIT)  SURPLUS (DEFICIT), FOR THE YEAR  649,240  0 794,136  SURPLUS (DEFICIT), BEGINNING OF YEAR 1,910,462  Changes in Accounting Policies/ Prior Period Adjustments SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED  SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)  SURPLUS (DEFICIT), END OF YEAR Internally Restricted Unrestricted  2,276,122 Unrestricted	OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
Comprehensive Income (Loss)   0   0   0   0	Reduce Unfunded Employee Future Benefits	(1,712,299)	(564,406)	(1,182,816)
BUDGETED ALLOCATION OF SURPLUS (DEFICIT)  SURPLUS (DEFICIT), FOR THE YEAR  649,240  0 794,136  SURPLUS (DEFICIT), BEGINNING OF YEAR  1,910,462  1,116,326  Changes in Accounting Policies/ Prior Period Adjustments SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED  1,910,462  1,116,326  SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)  2,559,702  1,910,462  SURPLUS (DEFICIT), END OF YEAR Internally Restricted Unrestricted  2,276,122 Unrestricted	and Vacation Pay			
SURPLUS (DEFICIT), FOR THE YEAR       649,240       0       794,136         SURPLUS (DEFICIT), BEGINNING OF YEAR       1,910,462       1,116,326         Changes in Accounting Policies/Prior Period Adjustments       3       1,910,462       1,116,326         SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED       1,910,462       1,116,326         SURPLUS (DEFICIT), END OF YEAR       2,559,702       1,910,462         SURPLUS (DEFICIT), END OF YEAR       2,276,122         Internally Restricted       2,276,122         Unrestricted       283,580	Comprehensive Income (Loss)	0	0	0
SURPLUS (DEFICIT), BEGINNING OF YEAR  Changes in Accounting Policies/ Prior Period Adjustments  SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED  SURPLUS (DEFICIT), END OF YEAR  (Section 156 (12) of School Act)  SURPLUS (DEFICIT), END OF YEAR  Internally Restricted  Unrestricted  1,910,462  1,910,462  1,910,462	BUDGETED ALLOCATION OF SURPLUS (DEFICIT)		184,038	
Changes in Accounting Policies/ Prior Period Adjustments SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED  SURPLUS (DEFICIT), END OF YEAR (Section 156 (12) of School Act)  SURPLUS (DEFICIT), END OF YEAR Internally Restricted Unrestricted  2,276,122 Unrestricted  283,580	SURPLUS (DEFICIT), FOR THE YEAR	649,240	0	794,136
Prior Period Adjustments  SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED 1,910,462 1,116,326  SURPLUS (DEFICIT), END OF YEAR  (Section 156 (12) of School Act) 2,559,702 1,910,462  SURPLUS (DEFICIT), END OF YEAR  Internally Restricted 2,276,122  Unrestricted 283,580	SURPLUS (DEFICIT), BEGINNING OF YEAR	1,910,462		1,116,326
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED         1,910,462         1,116,326           SURPLUS (DEFICIT), END OF YEAR         2,559,702         1,910,462           SURPLUS (DEFICIT), END OF YEAR         2,276,122         1,910,462           Internally Restricted         2,276,122         283,580	•			
SURPLUS (DEFICIT), END OF YEAR       2,559,702       1,910,462         SURPLUS (DEFICIT), END OF YEAR          Internally Restricted       2,276,122         Unrestricted       283,580	•	1 910 462	_	1,116.326
(Section 156 (12) of School Act)         2,559,702         1,910,462           SURPLUS (DEFICIT), END OF YEAR            Internally Restricted         2,276,122           Unrestricted         283,580	SUMPLUS (BEHIOT), BEGINNING OF TEAH, ACTUE	7,010,102	_	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
SURPLUS (DEFICIT), END OF YEAR  Internally Restricted 2,276,122 Unrestricted 283,580	SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted 2,276,122 Unrestricted 283,580	(Section 156 (12) of School Act)	2,559,702	_	1,910,462
Internally Restricted 2,276,122 Unrestricted 283,580	SURPLUS (DEFICIT), END OF YEAR			
		2,276,122		
2,559,702	Unrestricted	283,580		
		2,559,702		

### SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED COMPARATIVE SCHEDULE OF REVENUE BY SOURCE YEAR ENDED JUNE 30, 2006

	•		
	2006	2006 AMENDED ANNUAL	2005
	ACTUAL	BUDGET	ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	63,312,384	63,206,093	61,074,958
Other Ministry of Education Grants			
GAAP Implementation Funding	564,406	564,406	805,144
Reduction for Local Education Agreements	(1,328,164)	(1,328,164)	(1,328,164)
Pay Equity Grant	85,865	85,865	85,865
Community Links	563,000	563,000	563,000
Strike Savings Recovery	(1,884,480)	(1,884,480)	
Special Purpose Funding - Job Action	1,242,075	1,219,075	154,203
TOC April to June Costs	84,619		79,224
Miscellaneous Grants	156,017		81,315
	62,795,722	62,425,795	61,515,545
PROVINCIAL GRANTS - OTHER	3,925,756	31,008	59,353
FEDERAL GRANTS	167,714	151,734	147,665
OTHER REVENUE			
Other School District/Education Authorities	0	0	0
Summer School Fees	11,925	0	12,985
Continuing Education	0	0	0
Offshore Tuition Fees	415,225	300,000	119,670
LEA/Direct Funding from First Nations	1,279,591	1,261,756	1,328,164
Miscellaneous	•		
Cafeteria Revenue	215,084		238,474
Donations	171,750		125,867
Fees	30,163		17,835
Interior Health	56,554	54,780	56,231
Miscellaneous	179,502		78,223
Writedown of Contingent Liability	470,789		
,	2,830,583	1,616,536	1,977,449
RENTALS AND LEASES	65,434	36,000	52,286
INVESTMENT INCOME	307,350	180,000	155,435
TOTAL OPERATING REVENUE	70,092,559	64,441,073	63,907,733

### SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT YEAR ENDED JUNE 30, 2006

	2006	2006 AMENDED ANNUAL	2005
	ACTUAL	BUDGET	ACTUAL
SALARIES			
Teachers	30,020,119	27,884,504	29,255,121
Principals and Vice Principals	4,223,298	4,279,032	3,597,771
Educational Assistants	2,874,624	2,502,873	2,216,803
Support Staff	8,157,909	7,409,280	7,315,443
Other Professionals	1,047,457	851,459	820,321
Substitutes	2,216,285	1,895,915	1,796,126
•	48,539,692	44,823,063	45,001,585
EMPLOYEE BENEFITS	10,112,831	10,134,781	10,012,948
Total Salaries and Benefits	58,652,523	54,957,844	55,014,533
SERVICES AND SUPPLIES			
Services	1,769,667	1,432,285	1,466,181
Student Transportation	42,796	63,420	39,181
Professional Development and Travel	335,001	412,606	331,765
Rentals and Leases	111,106	152,357	136,183
Dues and Fees	201,262	179,142	155,003
Insurance	177,075	226,453	181,474
Interest	0	0	0
Supplies	4,340,497	4,983,769	3,489,112
Bad Debts	0	0	0
Utilities	1,447,635	1,652,829	1,365,280
Total Services and Supplies	8,425,039	9,102,861	7,164,179
TOTAL OPERATING EXPENSE	67,077,562	64,060,705	62,178,712

### SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED EXPENSE BY FUNCTION AND PROGRAM YEAR ENDED JUNE 30, 2006

	TEACHERS SALARIES	PRINCIPALS AND VICE PRINCIPALS SALARIES	EDUCATIONAL ASSISTANTS SALARIES	SUPPORT STAFF SALARIES	OTHER PROFESSIONALS SALARIES	SUBSTITUTES SALARIES	TOTAL SALARIES
1 INSTRUCTION		10 to		:			
1.02 Regular Instruction	24,723,067	116,789		473,038	38	1,519,834	27,403,850
1.03 Career Programs	269,947	36,182	***************************************	14,275	75	8,707	329,111
1.07 Library Services	489,612	81,471		273,487	π	20,723	865,293
1.08 Counselling	941,686	103,473				34,579	1,079,738
1.10 Special Education	3,290,262	172,101	2,594,821	389,852	25	219,860	6,666,896
1,30 English as a Second Language	159,528					2,909	162,437
1.31 Aboriginal Education	61,242	87,176	238,599	287,485	35	17,208	691,710
1.41 School Administration		2,862,886		1,500,907	77.	130,704	4,494,497
1.60 Summer School	679'L						7,679
1.61 Continuing Education		***************************************			A THE TAXABLE PROPERTY OF TAXABLE		0
1.62 Off Shore Students	43,819	39,898		40,873	73		124,590
1.64 Other	31,184		41,204	39,049	63		111,437
1.65 Conseil Scolaire Francophone							0
Total Function 1	30,018,026	4,071,098	2,874,624	3,018,966	0 99	1,954,524	41,937,238
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	2,093	24,203	el della (compressione production) della compressione della compressio	76,918	392,635	62,740	558,589
4.40 School District Governance	***************************************				73,728		73,728
4.41 Business Administration		127,997		427,122	22 263,571	490	819,180
4.65 Conseil Scolaire Francophone		***************************************					0
Total Function 4	2,093	152,200	0	504,040	40 729,934	63,230	1,451,497
C ODED ATIONS AND MAINTENANISE						A	
				100 00	177 000		063 740
5.41 Operations and Maintenance Administration		***************************************		100,00		C FO OF F	216,112
5.50 Maintenance Operations				7,+00,0	200	0.0,010	מיני,טסוי,ט
5.52 Maintenance of Grounds	distanting commission of the state of the st			702,181	07	665.	909,181
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
Total Function 5	0	0	0	3,264,744	238,771	149,012	3,652,527
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration				39,034	34 78,752	126	117,912
7.65 Conseil Scolaire Francophone		***************************************	***************************************		***************************************		0
Ŧ				1,331,125		49,393	1,380,518
7.73 Housing							0
Total Function 7	0	0	0	1,370,159	59 78,752	49,519	1,498,430
9 DERT SERVICES (OPERATING)						:	
9.92 Interest on Bank Loans	energia de la constante de la				- And the second		0
9.94 Interest on Temporary Borrowing	NAME OF THE PARTY			.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,			0
Total Function 9	0	0	0	c	0	0	0
nongroup and and account of the contraction of the							
TOTAL FUNCTIONS 1 - 9	30,020,119	4,223,298	2,874,624	8,157,909	1,047,457	2,216,285	48,539,692

Version: 7568-4368-0114

## SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED EXPENSE BY FUNCTION AND PROGRAM YEAR ENDED JUNE 30, 2006

	TOTAL	EMPLOYEE	TOTAL SALARIES AND RENEETS	SERVICES AND SLIPPLIES	2006 ACTIIAI	2006 AMENDED ANNUAL BLIDGET	2005 ACTUAL
	SALADIES	פנוענו	בוויי	200			
1 INSTRUCTION							
1.02 Regular Instruction	27,403,850	5,605,463	33,009,313	2,746,851	35,756,164	33,617,941	34,131,727
1.03 Career Programs	329,111	67,446	396,557	62,510	459,067	456,237	212,237
1.07 Library Services	865,293	198,578	1,063,871	98,885	1,162,756	1,328,465	1,235,031
1.08 Counselling	1,079,738	224,111	1,303,849	7,467	1,311,316	1,327,823	1,335,056
1,10 Special Education	968'999'9	1,357,430	8,024,326	732,397	8,756,723	8,462,558	7,650,282
1.30 English as a Second Language	162,437	33,258	195,695	1,684	197,379	197,596	217,224
1.31 Aboriginal Education	691,710	143,875	835,585	90,023	925,608	961,200	874,936
1.41 School Administration	4,494,497	1,085,603	5,580,100	160,144	5,740,244	5,593,850	5,056,100
1.60 Summer School	679'2	1,473	9,152	1,683	10,835	0	12,603
1.61 Continuing Education	0		0	-	0	0	0
1.62 Off Shore Students	124,590	19,090	143,680	201,062	344,742	267,394	188,137
1.64 Other	111,437	21,220	132,657	355,965	488,622	157,177	507,289
1.65 Conseil Scolaire Francophone	0		0	The second secon	0	0	0
Total Function 1	41,937,238	8,757,547	50,694,785	4,458,671	55,153,456	52,370,241	51,420,622
4 DISTRICT ADMINISTRATION		and the state of t					
4 1 Editorional Administration	558,589	99,203	657,792	127,698	785,490	590,828	666,809
4.11 Lacoalto la North Barano	73,728	748	74,476	105,660	180,136	167,258	153,024
4.1 Business Administration	819,180	183,695	1,002,875	486,387	1,489,262	1,313,776	1,189,749
4.65 Conseil Scolaire Francophone	0		0		0	0	0
Total Function 4	1,451,497	283,646	1,735,143	719,745	2,454,888	2,071,862	1,952,172
5 OPERATIONS AND MAINTENANCE				***************************************			***************************************
5.41 Operations and Maintenance Administration	277,572	67,985	345,557	105,740	451,297	369,078	357,419
5.50 Maintenance Operations	3,183,349	623,383	3,806,732	. 983,579	4,790,311	4	4,392,647
5.52 Maintenance of Grounds	191,606	43,424	235,030	227,553	462,583		507,850
5.56 Utilities	0		0	1,447,635	1,447,635	1,652,829	1,365,280
5.65 Consell Scolaire Francophone	0		0		0	0	0
Total Function 5	3,652,527	734,792	4,387,319	2,764,507	7,151,826	7,331,981	6,623,196
7 TRANSPORTATION AND HOUSING	***************************************						
7.41 Transportation and Housing Administration	117,912	26,278	144,190	8,502	152,692	150,920	144,162
7.65 Conseil Scolaire Francophone	0		0		0	0	0
7.70 Student Transportation	1,380,518	310,568	1,691,086	473,614	2,164,700	2,135,701	2,038,560
7.73 Housing	0		0			0	0
Total Function 7	1,498,430	336,846	1,835,276	482,116	2,317,392	2,286,621	2,182,722
9 DEBT SERVICES (OPERATING)			and the second s				-
9.92 Interest on Bank Loans	MANAGARA (CO) PARAGARA (MANAGARA) PARAGARAN (MANAGARA) PARAGARAN (MANAGARAN MANAGARAN			0	0	0	0
9.94 Interest on Temporary Borrowing	MANAGEMENT OF THE PROPERTY OF			0	0		
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	48,539,692	10,112,831	58,652,523	8,425,039	67,077,562	64,060,705	62,178,712

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### SCHOOL DISTRICT NO. 22 (Vernon) OPERATING FUND CONSOLIDATED CHANGES IN DEFERRED CONTRIBUTIONS YEAR ENDED JUNE 30, 2006

BALANCE, BEGINNING OF YEAR Changes in Accounting Policies/ Prior Period Adjustments	88,975
BALANCE, BEGINNING OF YEAR, AS RESTATED	88,975
Changes for the Year	
Increase:	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Other Revenue	0
deferred Tuition	217,350
	217,350
w.c	
Decrease:	
Allocated to Revenue	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Federal Grants	0
Other Revenue	0
Rentals and Leases	0
Investment Income	0
Deferred Tuition	88,975
	88,975
Net Changes for the Year	128,375
BALANCE, END OF YEAR	217,350

### SCHOOL DISTRICT NO. 22 (Vernon) SPECIAL PURPOSE FUNDS CONSOLIDATED SUMMARY OF CHANGES YEAR ENDED JUNE 30, 2006

Schedule B1

	MINISTRY				
	OF EDUCATION DESIGNATED	ОТНЕВ	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	650,111	409,075	737,410	0	1,796,596
Add: Contributions Received			•••		
Provincial Grants - Ministry of Education	2,097,915		3,000		2,100,915
Provincial Grants - Other				-	0
Federal Grants		29,567			29,567
Other Revenue			1,983,707		1,983,707
Rentals and Leases					o
Investment Income	12,411	9,535	28,127		50,073
Donations		112,604	410,213		522,817
	2,110,326	151,706	2,425,047	0	4,687,079
Less: Allocated to Revenue	1,739,403	. 236,156	2,436,608		4,412,167
Recovered					0
DEFERRED CONTRIBUTIONS, END OF YEAR	1,021,034	324,625	725,849	0	2,071,508
DEVENIE AND EXPENSE				***************************************	***************************************
Provincial Grants - Ministry of Education	1,127,177	***************************************	3,000		1,730,177
				***************************************	0
Federal Grants		34,698	The second of th		34,698
Other Revenue		191,923	2,405,481	86,170	2,683,574
Rentals and Leases					0
Investment Income	12,226	9,535	28,127	828	50,716
Gain (Loss) on Equity Investment					0
and the contraction of the contr	1,739,403	236,156	2,436,608	866'98	4,499,165
EXPENSE	***************************************				
Salaries					
Teachers	135,552				135,552
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	282,995				282,995
Other Professionals				:	0
Substitutes			8,649		8,649
	418,547	0	8,649	0	427,196
Employee Benefits	66'69	***************************************	1,317		71,316
Services and Supplies	1,250,857	236,156		101,322	4,008,881
nderdösstösstösstöstötötötötötötötötötötötöt	1,739,403	236,156	2,430,512	101,322	4,507,393
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	ERS 0	0	960'9	(14,324)	(8,228)
INTERFUND TRANSFERS					
Capital Assets Purchased			(960'9)		(960'9)
Other					0
	0	0	(6,09		(960'9)
NET REVENUE (EXPENSE)	0		0	(14,324)	(14,324)
TOPIC CONTROL OF THE PROPERTY					

# SCHOOL DISTRICT NO. 22 (Vernon) SPECIAL PURPOSE FUNDS CONSOLIDATED CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS YEAR ENDED JUNE 30, 2006

S. BEGINNING OF YEAR   S68.846   S315.595   20.097.51		207 Annual Facility Grant	231 Aboriginal Education Technology	Special Education Equipment	Special Special Education Technology	TOTAL
SE BEGINNING OF VEAR   SS68.86   SS68.86   SS6.86   SS6.87   SS6					The state of the s	
Ministry of Education 1,767,214 15,382 2,087,91  Other 10,0042 1,119 7,40 510 1,724,1024  Si, END OF YEAR 886,594 38,894 71,706 341,610 1,727,107  Thiopals 1,0042 824 7,40 510 1,723,40 1,738,41  Findopals 2,0042 824 7,40 810 1,723,40 1,738,41  Findopals 2,0042 824 7,40 810 1,723,40 1,738,40		569,849	33,639	20,362	26,261	650,111
Milistry of Education 1,767,214 15322 315,358 2,097,31	Add: Contributions Received				-	
Diter 10042 1,119 740 510 1241  1,777,256 1,119 740 510 1241  1,381,601 954 14,748 342,120 1,723,44  1,381,501 1,381,601 954 14,748 342,120 1,722,130  E AND EXPENSE 1,381,501 954 740 510 1,723,47  I 1,381,501 954 740 510 1,723,47  Phinopals 267,140 1,381,601 954 14,748 161,773 1,586,88  BEFORE INTERFUND TRANSFERS 1,381,601 954 14,748 342,120 1,738,48  BEFORE INTERFUND TRANSFERS 1,381,601 954 14,748 342,120 1,738,48  BEFORE INTERFUND TRANSFERS 1,381,601 954 14,748 342,120 1,738,48  Before		1,767,214		15,352	315,349	2,097,915
10.042 1,119 740 510 12.47  1,777,245 1,119 740 510,289 2,110,284 1,778 40	i			-		0
1.10.042 1,119 740 510.02 1,241  1.1381,601 834 14,748 34,1510 1,729,103  EAND EXPENSE 1,381,601 834 14,748 34,1510 1,729,103  EAND EXPENSE 1,381,601 834 740 510,272,103  Interpretation 1,371,559 1,381,501 1,739,103  Interpretation 1,371,559 1,381,501 1,381,503  Interpretation 1,371,609 1,372,100 1,372,10	Federal Grants					O
SS, END OF YEAR 1,119 740 510 1241  SS, END OF YEAR 56564 33824 14746 342,120 1,729,40  SS, END OF YEAR 56564 33824 14746 342,120 1,727,17  Try of Education 1,371,559 344,510 1,727,17  Try of Education 1,371,559 344,510 1,727,17  Try of Education 1,371,559 344 14746 342,120 1,729,40  SS, SS, SS, SS, SS, SS, SS, SS, SS, SS	Other Revenue					0
1,177,256 1,119 740 510 12.41  15,81,601 934 14,746 342,120 1,729,40  15,81,601 33,824 14,746 342,120 1,729,40  E AND EXPENSE  ETAND EXPENSE  Try of Education 1,371,559 1,100,002 834 14,746 342,120 1,727,17  Try of Education 1,371,559 1,100,002 834 14,746 342,120 1,727,17  Try of Education 1,371,559 1,100,002 834 14,748 342,120 1,729,40  S 287,140 15,81,601 834 14,748 161,173 1,280,40  Try of Education 1,381,601 834 14,748 161,173 1,739,40  BEFORE INTERPUND TRANSFERS 1,381,601 834 14,784 342,120 1,739,44  BEFORE INTERPUND TRANSFERS 1,381,601 834 14,784 18,342,120 1,739,44  BEFORE INTERPUND TRANSFERS 1,381,601 834,120 1,739,44  BEFORE INTERPUND TRANSFERS 1,381,601 834,120 1,739,44  BEFORE INTERPUND TRANSFERS 1,381,601 834,120 1,739,44  BEFORE INTERPUND TRANSFERS 1,381,601 834,130,401 834,139,44  BEFORE INTERPUND TRANSFERS 1,381,601 834,130,44  BEFORE INTERPUN	Rentals and Leases	4				0
1,777,256 1,119 16,022 315,899 2,110,22 16,5HD OF YEAR 565,504 35,824 14,748 342,120 1,722,13 E AND EXPENSE 1,321,559 1,1321,259 1,132,130 ETY OF Education 1,371,559 1,132,130 In the cipal of the	Investment income	10,042	1,119	740	510	12,411
NS, END OF YEAR 1,381,401 985,904 14,744 342,120 1,727,17  E AND EXPENSE 10,042 8934 7,40 510 1,727,17  Principals 1971,402 8934 14,748 342,120 1,738,42  B FFORE INTERFUND TRANSFERS 1,381,601 8934 14,748 342,120 1,738,43		1,777,256	1,119	16,092	315,859	2,110,326
1,271,1559 33,8241 21,706 1,021,03 E AND EXPENSE 341,510 1,722,17 Incipals 10,042 834 740 510 1,722,17 Principals 267,140 534 14,748 342,120 1,738,40 S 267,140 1,738,501 1,738,40 S 267,140 1,738,501 1,738,40 Incipals 15,136,501 1,738,40 Incipals 161,173 1,250,40 Incipals 161,173 1,2	se: Alocated to Bayania	1.381.601	934	14.748	342.120	1.739.403
NS, END OF YEAR B66,504; 33,824 21,706 1,021,031  E AND EXPENSE 1,0242 534 740 510 1,727,17  Tr of Education 1,371,559 1,0242 534 740 510 1,722,17  Principals 1,038,501 534 740 510 1,739,40  Principals 115,635 282,38 14,748 151,407 418,55 282,98 1,4748 151,407 418,55 282,98 1,4748 151,173 1,230,48 151,173 1,230,48 1,739,44 14,748 151,173 1,230,						0
E AND EXPENSE     14,008     341,610     1,727,17       fr     10,042     934     740     510     1727,17       Frincipais     1,081,601     834     14,748     342,120     1,728,42       Frincipais       In Ser, 140     E87,140     15,655     185,652     136,652     136,652       In Ser, 140     E87,140     1,674,002     834     14,748     14,748     14,748     14,748     14,748     14,739,48       BEFORE INTERFUND TRANSFERS     1,381,601     534     14,748     342,120     1,739,48		965,504	33,824	21,706		1,021,034
Ity of Education 1,371,559 14,006 341,610 1,727,17 r r r r r r r r r r r r r r r r r r r			The state of the s	The state of the s		
try of Education 1,371,559 14,008 341,510 1,727,17  r  r  r  r  r  r  r  r  r  r  r  r  r		***************************************		***************************************		***************************************
Principalis  Principalis  Principalis  BEFORE INTERPLIND TRANSFERS  10,042  934  14,748  342,120  1,789,40  1,381,601  834  14,748  342,120  1,789,40  1,381,601  834  14,748  11,713  1,280,88  1,381,601  934  14,748  11,739,40  11,789,40  934  14,748  11,739,41  17,89,40  934  14,748  11,739,41  17,89,41  934  14,748  11,739,41  17,89,43		1,371,559		14,008	341,610	1,727,177
Principals Principals ants  267,140  Sas 740  10,042  10,043					Desk Mest Markey	0
Principalis 10,042 934 740 510 12,22 135,55 138,55	Federal Grants				***************************************	0
Principals  Principals  Principals  antis  267,140  267,140  267,140  3634  14,748  151,607  1151,607  1151,607  1151,607  11,034,002  3634  14,748  11,734  11,734,1739,47  342,120  11,739,48  364  14,748  342,120  11,739,48  366,88  366,88  367  368,88	Other Revenue					0
10,042   934   740   510   12,22	Rentals and Leases					0
Principals ants  Principals ants  267,140  BEFORE INTERFUND TRANSFERS  ad  1,381,601  934  14,748  934  14,748  942,120  1,739,40  1,739,40  934  14,748  942,120  1,739,40  943  944,59  954  14,748  942,120  1,739,40  958  958  958  958  958  958  958  95	Investment Income	10,042	934	740	510	12,226
ants ants  267,140  s  EPFORE INTERFUND TRANSFERS  304  1,739,44  305,552  115,407  118,555  282,36  14,748  14,748  14,748  342,120  1,739,44  342,120  343,120  344,120  345,120  346  346  347,120  347  347  348  348  348  348  348  348		1,381,601	934	14,748	342,120	1,739,403
ants sants 267,140  S  BEFORE INTERFUND TRANSFERS  301  1-1014,002  302  1-1014,002  303  1-10173  1-1014,002  303  1-10173  1-10173  304  305  306  307  308  308  308  308  308  308  308	XPENSE		-			
Principals ants ants ants  287,140  834  14,748  BEFORE INTERFUND TRANSFERS  342,120  343,120  343,120  344,748  342,120  1,739,48  342,120  345,120  346,739  347,120  347,739  347,739  347,739  347,730  347,730  348  348  348  348  348  348  348  3	Salaries					The second secon
### Principals  ### 267,140  ###.56  #	Teachers Teachers				135,552	135,552
## 15,407   15,855   282,95      267,140	Principals and Vice Principals	migrosofth of manned construction for the form of the form of the form				0
S 282,95 S 267,140 151,407 418,55 40,459 69,38 1,074,002 934 14,748 161,173 1,250,08 1,381,601 934 14,748 342,120 1,739,48 342,120 1,739,48 342,120 1,739,48	Educational Assistants				conficent dead of the control of the	0
BEFORE INTERFUND TRANSFERS 1,739,418,56  934 14,748 161,173 1,280,08  934 14,748 161,173 1,280,08  934 14,748 342,120 1,739,41  934 14,748 342,120 1,739,41	Support Staff	267,140			15,855	282,995
267,140 267,140 1151,407 418,55 40,459 934 14,748 161,173 1,250,08 1,074,002 934 14,748 161,173 1,250,08 1,381,601 934 14,748 342,120 1,739,47	Other Professionals					0
267,140	Substitutes		7		AND THE PROPERTY OF THE PROPER	0
### 40,459		267,140			151,407	418,547
1,074,002 934 14,748 161,179 1,250,88  BEFORE INTERFUND TRANSFERS 1,381,601 934 14,748 342,120 1,739,4	Employee Benefits	40,459			:	666'69
1,381,601 934 14,748 342,120 1,739,40	Services and Supplies	1,074,002	934	14,748		1,250,857
BEFORE INTERFUND TRANSFERS	nderitaministikan di inderitaministikan di diraktikan di d	1,381,601	934	14,748		1,739,403
<b>pe</b>	IET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFER	S				0
90	VIERFUND TRANSFERS		***************************************	***************************************		***************************************
	Capital Assets Purchased					0
	minoraminiminiminiminiminiminiminiminiminimin				AND THE PROPERTY OF THE PROPER	C
	OTICI					
	ict Devenire (Exbense)					0

Version: B2.1; 0852-8604-8493/B2.2; 4303-8135-2362

# SCHOOL DISTRICT NO. 22 (Vernon) SPECIAL PURPOSE FUNDS CONSOLIDATED CHANGES IN OTHER SPECIAL PURPOSE FUNDS YEAR ENDED JUNE 30, 2006

Schedule B3

DEFERRED CONTRIBUTIONS  DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR  Add: Contributions Received  Provincial Grants - Ministry of Education  Provincial Grants - Other  Federal Grants  Other Payanus			***************************************	THE REAL PROPERTY AND ADDRESS OF THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN COLUMN T
Add: Contributions Received Provincial Grants - Ministry of Education Provincial Grants - Other Federal Grants	377 780	6.131	25 164	409 075
Provincial Grants - Ministry of Education Provincial Grants - Other Federal Grants		5		
Provincial Grants - Other Federal Grants Other Beaman	***************************************			0
Federal Grants				0
Ather Devices and the properties of the properti			29,567	29,567
Cities Develled	***************************************		***************************************	0
Rentals and Leases				0
investment Income	8,330	388	817	9,535
Donations	103,824	8,030	750	112,604
	112,154	8,418	31,134	151,706
Less: Allocated to Revenue	191,578	690'6	35,515	236,156
Recovered				0
DEFERRED CONTRIBUTIONS, END OF YEAR	298,356	5,486	20,783	324,625
REVENIE AND EXPENSE				HATTI PARTITION OF THE
REVENUE				
Provincial Grants - Ministry of Education				0
Provincial Grants - Other				0
Federal Grants			34,698	34,698
Other Revenue	183,248	8,675		191,923
Rentals and Leases	***************************************			0
Investment Income	8,330	388		9,535
	191,578	690'6	35,515	236,156
EXPENSE				
Salaries	Total designation of the second secon			
Teachers	TO THE COURT OF THE PERSON OF			0
Principals and Vice Principals				0
Educational Assistants	***************************************		***************************************	0
Support Staff				0
Other Professionals				0
Substitutes				0
				0
Employee Benefits				0
Services and Supplies	191,578	690'6	35,515	236,156
	191,578	9,063		236,156
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	S			0
INTERFUND TRANSFERS		THE PERSON NAME OF THE PERSON NAME OF		
Capital Assets Purchased				0
Other			e de la constitución de la const	0
AND THE PROPERTY OF THE PROPER				C
NET REVENUE (EXPENSE)				

### SCHOOL DISTRICT NO. 22 (Vernon) CAPITAL FUND CONSOLIDATED CAPITAL ASSETS YEAR ENDED JUNE 30, 2006

Schedule C1

	SITES 8,657,246	BUILDINGS 101,791,595	AND AND EQUIPMENT 2,224,303	VEHICLES 1,961,519	COMPUTER SOFTWARE	COMPUTER HARDWARE 407,353	TOTAL 115,042,016
Changes in Accounting Policy/							
Prior Period Adjustments							
COST, BEGINNING OF YEAR, AS RESTATED	8,657,246	101,791,595	2,224,303	1,961,519	0	407,353	115,042,016
Changes for the Year							
Increase;			Control of the state of the sta				
Purchases from:		***************************************		***************************************			
Deferred Contributions - Bylaw				521,801			521,801
Deferred Contributions - Other		NOTICE PROGRAMMENT HAND COMMENT AND COMMEN	Meeting a second and a second a				0
Operating Fund			188,927	25,094	43,327	396,110	653,458
Special Purpose Funds			960'9				960'9
Local Capital						THE THE PERSON NAMED IN COLUMN TWO IS NOT THE PERSON NAMED IN COLUMN TWO IS NAMED IN COLUMN	0
Transferred from Work in Progress					***************************************		0
	0	0	195,023	546,895	43,327	396,110	1,181,355
Decrease:							
Disposed of		And the contract of the contra					0
Deemed Disposals			***************************************	***************************************	***************************************		0
Written-off/down During Year			258,979	422,612		109,535	791,126
	0	0	258,979	422,612	0	109,535	791,126
COST, END OF YEAR	8,657,246	101,791,595	2,160,347	2,085,802	43,327	693,928	115,432,245
WORK IN PROGRESS, END OF YEAR	9 657 246	101 201 505	TAG 021 C	000 300 0	-00 01	•	0
COST AND WORK IN PROGRESS, END OF TEAR	a,037,240	GRC, 187, 101	2,150,347	2,085,802	43,327	826'869	115,432,245
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR		39,460,774	1,339,774	1,035,601	0	235,643	42,071,792
Changes in Accounting Policies/						***************************************	
Prior Period Adjustments							
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	39,460,774	1,339,774	1,035,601	0	235,643	42,071,792
Changes for the Year							
Increase: Amortization for the Year		2,243,438	222,430	196,152		81,471	2,743,491
Decrease:							
Disposed of							0
Deemed Disposals			258,979	422,612		109,535	791,126
Written-off During Year						***************************************	0
	0	0	258,979	422,612		109,535	791,126
ACCUMULATED AMORTIZATION, END OF YEAR	0	41,704,212	1,303,225	809,141	0	207,579	44,024,157
CAPITAL ASSETS - NET	8,657,246	60,087,383	857,122	1,276,661	43.327	486.349	71 408 088

Schedule C2

WORK IN PROGRESS, BEGINNING OF YEAR Changes in Accounting Policy/ Prior Period Adjustments WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:

Deferred Contributions - Bylaw

Deferred Contributions - Other

Operating Fund Special Purpose Funds Local Capital

Transferred to Capital Assets Decrease:

Net Changes for the Year WORK IN PROGRESS, END OF YEAR

	0	0	0000	0 0	
TOTAL					
COMPUTER HARDWARE	0	0		0	0 0
COMPUTER SOFTWARE	0	0		0	0 0
FURNITURE AND EQUIPMENT	0	0		0	000
BUILDINGS		0		0	0 0

### SCHOOL DISTRICT NO. 22 (Vernon) CAPITAL FUND CONSOLIDATED DEFERRED CAPITAL CONTRIBUTIONS YEAR ENDED JUNE 30, 2006

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR Changes in Accounting Policies/ Prior Period Adjustments	58,966,187	0	0	58,966,187
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	58,966,187	0	0	58,966,187
Changes for the Year Increase:				
Transferred from Deferred Contributions - Capital Additions Transferred from Work in Progress	521,801			521,801 0
	521,801	0	0	521,801
Decrease: Amortization of Deferred Capital Contributions Revenue Recognized on Disposal of Buildings Revenue Recognized on Write-off/down of Buildings	2,423,817			2,423,817 0 0
	2,423,817	0	0	2,423,817
Net Changes for the Year	(1,902,016)	0	0	(1,902,016)
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	57,064,171	0	0	57,064,171
WORK IN PROGRESS, BEGINNING OF YEAR Changes in Accounting Policies/ Prior Period Adjustments	0	0	0	0
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	0	0	0	0
Changes for the Year Increase:				
Transferred from Deferred Contributions - Work in Progress				0
_	0	0	0	0
Decrease: Transferred to Deferred Capital Contributions				0
-	0	0	0	0
Net Changes for the Year	0	0	0	0
WORK IN PROGRESS, END OF YEAR	0	0	0	0
DEFERRED CAPITAL CONTRIBUTIONS AND				
WORK IN PROGRESS, END OF YEAR	57,064,171	0	0	57,064,171

### SCHOOL DISTRICT NO. 22 (Vernon) CAPITAL FUND CONSOLIDATED CHANGES IN DEFERRED CONTRIBUTIONS YEAR ENDED JUNE 30, 2006

Schedule C4

TOTAL	95,262	95,262	521,801 0	3,061	524,862	521,801
OTHER CAPITAL	0	0			0	
LAND CAPITAL C	O	0			0	
	•	0			0	
	95,262	95,262		3,061	3,061	
	Q	0	521,801		521,801	521,801

BALANCE, BEGINNING OF YEAR, AS RESTATED

Changes for the Year

Increase:

BALANCE, BEGINNING OF YEAR

Changes in Accounting Policies/ Prior Period Adjustments

Net Changes for the Year

MEd Restricted Portion of Proceeds on Disposal

Investment Income

Other

Provincial Grants - Ministry of Education

Provincial Grants - Other

Transferred to Invested in Capital Assets - Site Purchases

Transferred to DCC - Capital Additions Transferred to DCC - Work in Progress

Decrease:

521,801 3,061

0

0

3,061

### SCHOOL DISTRICT NO. 22 (Vernon) CAPITAL FUND CONSOLIDATED CHANGES IN FUND BALANCES YEAR ENDED JUNE 30, 2006

	INVESTMENT IN CAPITAL	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	14,004,037	24,222	14,028,259
Changes in Accounting Policies/			
Prior Period Adjustments			
BALANCE, BEGINNING OF YEAR, AS RESTATED	14,004,037	24,222	14,028,259
Changes for the Year			
Investment Income	•	815	815
Comprehensive Income (Loss)			0
Gain (Loss) on Disposal of Capital Assets			0
District Portion of Proceeds on Disposal			0
Write-off/down of Buildings and Sites			0
Amortization of Deferred Capital Contributions	2,423,817		2,423,817
Capital Assets Purchased from Local Capital			0
Interfund Transfers - Capital Assets Purchased	659,554		659,554
Interfund Transfers - Capital Assets WIP			0
Interfund Transfers - Local Capital			0
Amortization of Capital Assets	(2,743,491)		(2,743,491)
Transferred to Invested in Capital Assets			
- Site Purchases			0
Net Changes for the Year	339,880	815	340,695
BALANCE, END OF YEAR	14,343,917	25,037	14,368,954