

Audited Financial Statements of

School District No. 51 (Boundary)

And Independent Auditors' Report thereon

June 30, 2026

School District No. 51 (Boundary)

June 30, 2026

Table of Contents

Management Report	1
Independent Auditors' Report	2-4
Statement of Financial Position - Statement 1	5
Statement of Operations - Statement 2	6
Statement of Changes in Net Debt - Statement 4	7
Statement of Cash Flows - Statement 5	8
Notes to the Financial Statements	9-29
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1 (Unaudited)	30
Schedule of Operating Operations - Schedule 2 (Unaudited)	31
Schedule 2A - Schedule of Operating Revenue by Source (Unaudited)	32
Schedule 2B - Schedule of Operating Expense by Object (Unaudited)	33
Schedule 2C - Operating Expense by Function, Program and Object (Unaudited)	34
Schedule of Special Purpose Operations - Schedule 3 (Unaudited)	36
Schedule 3A - Changes in Special Purpose Funds and Expense by Object (Unaudited)	37
Schedule of Capital Operations - Schedule 4 (Unaudited)	40
Schedule 4A - Tangible Capital Assets (Unaudited)	41
Schedule 4B - Tangible Capital Assets - Work in Progress (Unaudited)	42
Schedule 4C - Deferred Capital Revenue (Unaudited)	43
Schedule 4D - Changes in Unspent Deferred Capital Revenue (Unaudited)	44

School District No. 51 (Boundary)

MANAGEMENT REPORT

Version: 1925-1179-8196

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 51 (Boundary) 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. 51 (Boundary) (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, BDO Canada 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. 51 (Boundary) 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. 51 (Boundary)

_____ Signature of the Chairperson of the Board of Education	_____ Date Signed
_____ Signature of the Superintendent	_____ Date Signed
_____ Signature of the Secretary Treasurer	_____ Date Signed

Independent Auditor's Report

To the Board of Trustees of School District No. 51 (Boundary)

Opinion

We have audited the financial statements of School District No. 51 (Boundary) (the School District), which comprise the statement of financial position as at June 30, 2026, and the statements of operations, changes in net debt, and cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of the School District as at and for the year ended June 30, 2026 are prepared, in all material respects, in accordance with the accounting requirements of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia (the Act).

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the School District in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to Note 2 to the financial statements which describes the basis of accounting. The financial statements are prepared in order for the School District to meet the reporting requirements of the Act referred to above. Note 2 to the Financial Statements discloses the impact of these differences between such basis of accounting and Canadian public sector accounting standards. Our opinion is not modified in respect of this matter.

Other Matter

We draw attention to the fact that the supplementary information included in Schedule 1 to 4 does not form part of the financial statements. We have not audited or reviewed this supplementary information and, accordingly, we do not express an opinion, a review conclusion or any other form of assurance on this supplementary information.

Other Information

Management is responsible for the other information. The other information, other than the financial statements and our auditor's report thereon, includes the Financial Statement Discussion and Analysis.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

Prior to the date of this auditor's report, we obtained the Financial Statement Discussion and Analysis prepared by management. If, based on the work we have performed on this information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of the financial statements in accordance with the Act, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School District's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the School District, or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School District's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. But not for the purpose of expressing an opinion on the effectiveness of the School District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However future events or conditions may cause the School District to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Chartered Professional Accountants

Kelowna, British Columbia
September 22, 2026

School District No. 51 (Boundary)

Statement of Financial Position
As at June 30, 2026

	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$
Financial Assets		
Cash and Cash Equivalents (Note 3)	5,444,749	5,179,458
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	162,707	149,027
Due from Province - Other	898,450	
Other (Note 4)	535,892	664,213
Total Financial Assets	7,041,798	5,992,698
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	2,982,743	3,003,330
Deferred Revenue (Note 6)	1,576,806	1,342,843
Deferred Capital Revenue (Note 7)	22,631,341	20,988,955
Employee Future Benefits (Note 8)	807,967	552,685
Asset Retirement Obligation (Note 15)	4,700,206	4,700,206
Total Liabilities	32,699,063	30,588,019
Net Debt	(25,657,265)	(24,595,321)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	29,726,031	28,472,116
Prepaid Expenses	142,398	47,196
Total Non-Financial Assets	29,868,429	28,519,312
Accumulated Surplus (Deficit)	4,211,164	3,923,991

Contractual Obligations (Note 13)
Contingent Liabilities (Note 21)

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

School District No. 51 (Boundary)

Statement 2

Statement of Operations
Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	23,758,108	25,201,259	24,275,645
Other	49,260	78,524	64,975
Tuition	24,000	3,434	19,869
Other Revenue	506,000	1,765,226	798,750
Rentals and Leases	50,000	50,968	51,500
Investment Income	123,500	109,382	141,765
Amortization of Deferred Capital Revenue (Note 7)	1,076,432	1,155,360	1,076,531
Total Revenue	<u>25,587,300</u>	<u>28,364,153</u>	<u>26,429,035</u>
Expenses (Note 16)			
Instruction	18,745,155	19,564,696	19,262,031
District Administration	1,589,787	1,722,229	1,512,845
Operations and Maintenance	4,580,431	5,651,772	4,598,629
Transportation and Housing	1,137,255	1,138,283	1,078,664
Debt Services			22
Total Expense	<u>26,052,628</u>	<u>28,076,980</u>	<u>26,452,191</u>
Surplus (Deficit) for the year	<u>(465,328)</u>	<u>287,173</u>	<u>(23,156)</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		3,923,991	3,947,147
Accumulated Surplus (Deficit) from Operations, end of year		<u>4,211,164</u>	<u>3,923,991</u>

School District No. 51 (Boundary)

Statement 4

Statement of Changes in Net Debt
Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Surplus (Deficit) for the year	<u>(465,328)</u>	<u>287,173</u>	<u>(23,156)</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(2,545,654)	(3,111,147)	(2,462,735)
Amortization of Tangible Capital Assets	1,855,260	1,857,232	1,759,979
Total Effect of change in Tangible Capital Assets	<u>(690,394)</u>	<u>(1,253,915)</u>	<u>(702,756)</u>
Acquisition of Prepaid Expenses		195,580	55,834
Use of Prepaid Expenses		(290,782)	(59,504)
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(95,202)</u>	<u>(3,670)</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>(1,155,722)</u>	<u>(1,061,944)</u>	<u>(729,582)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		(1,061,944)	(729,582)
Net Debt, beginning of year		(24,595,321)	(23,865,739)
Net Debt, end of year		<u>(25,657,265)</u>	<u>(24,595,321)</u>

School District No. 51 (Boundary)

Statement of Cash Flows
Year Ended June 30, 2026

	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	287,173	(23,156)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(783,810)	(349,912)
Prepaid Expenses	(19,363)	(3,670)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(20,586)	536,942
Deferred Revenue	233,963	301,062
Employee Future Benefits	255,281	77,743
Asset Retirement Obligations	-	-
Amortization of Tangible Capital Assets	1,857,232	1,759,979
Amortization of Deferred Capital Revenue	(1,155,360)	(1,076,531)
Fully Amortized Assets Previously Included in Prepaids	(75,839)	-
Total Operating Transactions	578,691	1,222,457
Capital Transactions		
Tangible Capital Assets Purchased	(2,465,506)	(2,272,908)
Tangible Capital Assets -WIP Purchased	(645,641)	(189,827)
Total Capital Transactions	(3,111,147)	(2,462,735)
Financing Transactions		
Capital Revenue Received	3,735,351	1,865,845
District Entered	-	(12,778)
Total Financing Transactions	3,735,351	1,853,067
Investing Transactions		
Restoration Costs Related to Flood Damage	(937,604)	-
Total Investing Transactions	(937,604)	-
Net Increase (Decrease) in Cash and Cash Equivalents	265,291	612,789
Cash and Cash Equivalents, beginning of year	5,179,458	4,566,669
Cash and Cash Equivalents, end of year	5,444,749	5,179,458
Cash and Cash Equivalents, end of year, is made up of:		
Cash	5,331,389	5,057,091
Cash Equivalents	113,360	122,367
	5,444,749	5,179,458

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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. 51 (Boundary)", and operates as "School District No. 51 (Boundary)." 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. 51 (Boundary) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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(e) and 2(m).

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(e) and 2(m), 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.

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.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

a) Basis of Accounting (cont'd)

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

Year-ended June 30, 2025 – increase in annual surplus by \$789,314
June 30, 2025 – increase in accumulated surplus and decrease in deferred contributions by \$20,819,658

Year-ended June 30, 2026 – increase in annual surplus by \$2,586,164
June 30, 2025 – increase in accumulated surplus and decrease in deferred contributions by \$22,455,871

b) Cash and Cash Equivalents

Cash and cash equivalents include cash balances and term deposits 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.

c) Accounts Receivable

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

d) Unearned Revenue

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

e) Deferred Revenue and Deferred Capital Revenue

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

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

e) Deferred Revenue and Deferred Capital Revenue (cont'd)

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.

f) 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, 2025 and projected to March 31, 2028. The next valuation will be performed at March 31, 2028 for use at June 30, 2028. 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.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

g) 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(i)). Assumptions used in the calculations are reviewed annually.

h) 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.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

i) Tangible Capital Assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.
- The cost, less residual value, of tangible capital assets (excluding sites), is amortized on a straight-line basis over the estimated useful life of the asset. It is management's responsibility to determine the appropriate useful lives for tangible capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

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

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

j) Capital Leases

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

All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

k) Prepaid Expenses

Prepaid licenses for software, annual association fees and insurance are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

l) 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 11 – Interfund Transfers and Note 17 – Internally Restricted Surplus). Funds and reserves are disclosed on Schedules 2, 3 and 4.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

m) 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 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 from transactions with performance obligations is recognized when (or as) the performance obligation is satisfied (by providing the promised goods or services to a payor).

Revenue from transactions with no performance obligations is recognized when the 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.

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.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

n) Expenditures

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed. Interest expense includes interest paid on capital lease and is included in *Services*.

Categories of Salaries

- Principals, Vice-Principals, and Directors of Instruction employed under an administrative officer contract are categorized as Principals and Vice-Principals.
- Superintendents, Assistant Superintendents, Secretary-Treasurers, Trustees and other employees excluded from union contracts are categorized as Other Professionals.

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and Indigenous 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.

o) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, bank overdraft, accounts payable and accrued liabilities.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition and amortized using the effective interest rate method. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

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

o) Financial Instruments (cont'd)

Unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. Interest and dividends attributable to financial instruments are reported in the statement of operations. There are no measurement gains or losses during the periods presented; therefore, no statement of remeasurement gains or losses is included in these financial statements.

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

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

p) 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 3 CASH AND CASH EQUIVALENTS

Included in cash and cash equivalents are funds in the amount of \$606,083 (2025 – \$574,872), restricted and paid out to teachers who contribute to and take part in the District's self-funded summer savings plan.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 4 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	2026	2025
GST – Public Service Bodies rebate	\$ 90,553	\$ 67,179
City of Grand Forks	65,000	73,055
CUPE	36,105	21,414
BCTF receivable	3,434	6,270
BDTA receivable	4,668	21,249
School-based funds	50,864	26,880
Insurance claim	32,854	328,045
Association of School Transportation Services of BC	221,149	-
Miscellaneous receivables	31,265	120,121
	\$ 535,892	\$ 664,213

NOTE 5 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES – OTHER

	2026	2025
Trade payables	\$ 1,115,434	\$ 2,077,338
Salaries and benefits payable	1,134,299	235,473
Accrued vacation pay	75,227	73,835
Teacher 12-month pay accrual	657,783	616,684
	\$ 2,982,743	\$ 3,003,330

Included in Trade Payables is \$424,526 (2025 - \$411,244) related to the tennis courts at GFSS and various professional development funds.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 6 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 changes in deferred revenue is included in Schedule 3A.

	2026	2025
Balance, beginning of year	\$ 1,342,843	\$ 1,041,781
Add: Restricted grants	3,922,519	3,652,173
Less: Allocated to revenue	(3,653,935)	(3,351,111)
Less: Recovered	(34,621)	-
Balance, end of year	<u>\$ 1,576,806</u>	<u>\$ 1,342,843</u>

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 7 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.

	2026	2025
Deferred capital revenue - Spent		
Balance, beginning of year	\$ 20,819,658	\$ 20,038,109
Increase:		
Capital additions	2,791,573	1,858,080
Decrease:		
Amortization	(1,155,360)	(1,076,531)
Net increase for the year	1,636,213	781,549
Balance, end of year	\$ 22,455,871	\$ 20,819,658
 Deferred capital revenue - Unspent		
Balance, beginning of year	\$ 169,297	\$ 161,532
Increase:		
Provincial grants: Ministry of Education and Child Care	2,548,238	1,858,080
Other grants	243,335	-
Investment income	6,173	7,765
School Protection Plan	937,605	-
Decrease:		
Transfer to deferred capital revenue - spent	2,791,573	1,858,080
Restoration Costs Related to Flood Damage	937,605	-
Net increase for the year	6,173	7,765
Balance, end of year	\$ 175,470	\$ 169,297
	\$ 22,631,341	\$ 20,988,955

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	2026	2025
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 1,616,330	\$ 442,191
Service Cost	132,477	42,912
Interest Cost	67,140	19,683
Benefit Payments	(38,579)	(9,155)
Increase (Decrease) in obligation due to Plan Amendment	-	-
Actuarial (Gain) Loss	(166,860)	1,120,699
Accrued Benefit Obligation – March 31	<u>\$ 1,610,508</u>	<u>\$ 1,616,330</u>

Reconciliation of Funded Status at End of Fiscal Year

Accrued Benefit Obligation – March 31	\$ 1,610,508	\$ 1,616,330
Market Value of Plan Assets – March 31	-	-
Funded Status – Surplus (Deficit)	1,610,508	1,616,330
Employer Contributions After Measurement Date	6,512	5,799
Benefits Expense After Measurement Date	(50,443)	(49,904)
Unamortized Net Actuarial (Gain) Loss	846,471	1,107,750
Accrued Benefit Asset (Liability) – June 30	<u>\$ (807,967)</u>	<u>\$ (552,685)</u>

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability – July 1	\$ 552,685	\$ 474,943
Net expense for Fiscal Year	294,575	92,696
Employer Contributions	(39,292)	(14,954)
Accrued Benefit Liability – June 30	<u>\$ 807,967</u>	<u>\$ 552,685</u>

Components of Net Benefit Expense

Service Cost	\$ 130,959	\$ 65,303
Interest Cost	69,197	31,547
Immediate Recognition of Plan Amendment	-	-
Amortization of Net Actuarial (Gain)/Loss	94,419	(4,154)
Net Benefit Expense (Income)	<u>\$ 294,575</u>	<u>\$ 92,696</u>

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 8 EMPLOYEE FUTURE BENEFITS *(Continued)*

	2026	2025
The significant actuarial assumptions adopted for measuring the School District's accrued benefit obligations are:		
Discount Rate – April 1	4.00%	4.25%
Discount Rate – March 31	4.50%	4.00%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	11.2	11.2

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value:

	Net Book Value 2026	Net Book Value 2025
Sites	\$ 2,129,384	\$ 2,129,384
Buildings	23,773,496	22,995,071
Work in Progress	645,641	189,827
Furniture & Equipment	927,139	814,203
Vehicles	1,375,964	1,196,834
Computer Software	110,841	93,221
Computer Hardware	763,566	1,053,576
Total	\$ 29,726,031	\$ 28,472,116

June 30, 2026

	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2026
Sites	2,129,384	-	-	-	2,129,384
Buildings	56,421,762	1,707,503	-	184,945	58,314,210
Work in Progress	189,827	645,641	-	(189,827)	645,641
Furniture & Equipment	1,444,489	259,358	(127,147)	4,882	1,581,582
Vehicles	1,877,132	386,151	-	-	2,263,283
Computer Software	137,848	51,308	-	-	189,156
Computer Hardware	1,835,768	61,186	(210,872)	-	1,686,082
Total	64,036,210	3,111,147	(338,019)	-	66,809,338

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 9 TANGIBLE CAPITAL ASSETS*(Continued)*

	Opening Accumulated Amortization	Annual Amortization	Disposals	Total 2026
Sites	-	-	-	-
Buildings	33,426,691	1,114,023	-	34,540,714
Furniture & Equipment	630,286	151,304	(127,147)	654,443
Vehicles	680,298	207,021	-	887,319
Computer Software	44,627	33,688	-	78,315
Computer Hardware	782,192	351,196	(210,872)	922,516
Total	35,564,094	1,857,232	(338,019)	37,083,307

June 30, 2025

	Opening Cost	Additions	Disposals	Transfers (WIP)	Total 2025
Sites	2,129,384	-	-	-	2,129,384
Buildings	54,934,105	1,427,761	-	59,896	56,421,762
Work in Progress	59,896	189,827	-	(59,896)	189,827
Furniture & Equipment	1,536,814	8,261	(100,586)	-	1,444,489
Vehicles	1,522,232	421,291	(66,391)	-	1,877,132
Computer Software	51,400	86,448	-	-	137,848
Computer Hardware	1,613,862	329,147	(107,241)	-	1,835,768
Total	61,847,693	2,462,735	(274,218)	-	64,036,210

	Opening Accumulated Amortization	Annual Amortization	Disposals	Total 2025
Sites	-	-	-	-
Buildings	32,349,632	1,077,059	-	33,426,691
Furniture & Equipment	581,807	149,065	(100,586)	630,286
Vehicles	576,721	169,968	(66,391)	680,298
Computer Software	25,702	18,925	-	44,627
Computer Hardware	544,471	344,962	(107,241)	782,192
Total	34,078,333	1,759,979	(274,218)	35,564,094

Work in progress having a value of \$645,641 (2025 - \$189,827) have not been amortized. Amortization of these assets will commence when the asset is put into service.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 10 EMPLOYEE PENSION PLANS

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trustee pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the plans, including investment of assets and administration of benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2024, the Teachers' Pension Plan has about 51,000 active members and approximately 42,000 retired members. As of December 31, 2024, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 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, 2023, indicated a \$4,572 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 \$1,640,250 for employer contributions to the plans for the year ended June 30, 2026 (2025: \$1,611,517).

The next valuation for the Teachers' Pension Plan will be as at December 31, 2026. The last valuation for the Municipal Pension Plan was December 31, 2024.

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 11 INTERFUND TRANSFERS

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2026, were as follows:

- Operating funds transferred to local capital - \$425,000 (2025 - \$287,800)
- Tangible capital assets purchased from special purpose funds - \$52,689 (2025 - \$140,824)
- Tangible capital assets purchased from operating funds - \$37,101 (2025 - \$28,946)

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 12 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 13 CONTRACTUAL OBLIGATIONS

The School District has entered into a number of multiple-year contracts for the delivery of services and the construction of tangible capital assets. These contractual obligations will become liabilities in the future when the terms of the contracts are met. Disclosure relates to the unperformed portion of the contracts. Total contractual obligations to be satisfied in 2026 are \$958,257 (2025 - \$406,525).

NOTE 14 BUDGET FIGURES

Budget figures included in the financial statements were approved by the Board through the adoption of an annual budget on June 24, 2025. While PSAS requires the presentation of the originally planned budget, an amended budget based on more accurate enrollment numbers was approved by the Board and filed with the Ministry of Education and Child Care on February 24, 2026. Significant changes between the original and amended budget are as follows:

	Original Budget	Amended Budget	Change
Revenue			
Provincial Grants MECC	\$ 23,758,108	\$ 24,635,505	\$ 877,397
Amortization of deferred capital revenue	1,076,432	1,156,325	79,893
Other	752,760	901,640	148,880
	<u>\$ 25,587,300</u>	<u>\$ 26,693,470</u>	<u>\$ 1,106,170</u>
Expenses			
Instruction	\$ 18,745,155	\$ 19,397,536	\$ 652,381
District Administration	1,589,787	1,636,345	46,558
Operations and Maintenance	4,580,431	4,624,995	44,564
Transportation and Housing	1,137,255	1,128,653	(8,062)
	<u>\$ 26,052,628</u>	<u>\$ 26,787,529</u>	<u>\$ 735,441</u>

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 15 ASSET RETIREMENT OBLIGATION

Legal liabilities exist for the removal and disposal of asbestos 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. The obligation was 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, 2025	\$ 4,700,206
Settlements during the year	<u>-</u>
Asset Retirement Obligation, closing balance	<u><u>\$ 4,700,206</u></u>

NOTE 16 EXPENSE BY OBJECT

	2026	2025
Salaries and benefits	\$ 21,725,993	\$ 21,134,444
Services and supplies	4,493,755	3,557,746
Interest	-	22
Amortization	1,857,232	1,759,979
	<u><u>\$ 28,076,980</u></u>	<u><u>\$ 26,452,191</u></u>

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 17 INTERNALLY RESTRICTED SURPLUS – OPERATING FUND

	2026	2025
Schools and other programs	\$ 76,075	\$ 61,654
Playground equipment, Beaverdell Elementary	-	5,000
Speech services	-	2,359
Auditorium Trust	22,932	21,602
Community Network	37,941	95,964
Facility upgrades	205,287	118,013
Child Care/Before-and-After-School program	-	21,269
Indigenous Education Council Grant	213,300	100,639
 Total Internally Restricted	 555,535	 426,500
Unrestricted	767,507	581,031
 Total available for future operations	 \$ 1,323,042	 \$ 1,007,531

NOTE 18 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 19 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.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 19 RISK MANAGEMENT *(Continued)*

The School District is exposed to credit risk in the event of non-performance by a debtor. 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.

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 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 2025 related to credit, market or liquidity risks.

NOTE 20 COMPARATIVE FIGURES

Comparative figures have been adjusted to conform to changes in the current year presentation.

SCHOOL DISTRICT NO. 51 (BOUNDARY)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2026

NOTE 21 CONTINGENT LIABILITIES

The School District is routinely involved in various legal matters that may give rise to future liabilities. The outcome of these actions is not determinable as at June 30, 2026, and accordingly, no provision has been made in these financial statements for any liability that may result. Any losses arising from these actions will be recorded in the year in which the related litigation is settled.

NOTE 22 RECAST

During the year, the District identified fully amortized assets that had previously been included in prepaid expenses in the prior year. A prior-year adjustment of \$75,839 was recorded, and the prior-year figures have been recast accordingly.

School District No. 51 (Boundary)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2026

	Operating Fund	Special Purpose Fund	Capital Fund	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	931,692		2,992,299	3,923,991	4,022,986
Prior Period Adjustments					(75,839)
Accumulated Surplus (Deficit), beginning of year, as restated	931,692	-	2,992,299	3,923,991	3,947,147
Changes for the year					
Surplus (Deficit) for the year	853,451	52,689	(618,967)	287,173	(23,156)
Interfund Transfers					
Tangible Capital Assets Purchased	(37,101)	(52,689)	89,790	-	
Local Capital	(425,000)		425,000	-	
Net Changes for the year	391,350	-	(104,177)	287,173	(23,156)
Accumulated Surplus (Deficit), end of year - Statement 2	1,323,042	-	2,888,122	4,211,164	3,923,991

School District No. 51 (Boundary)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	21,220,585	22,109,415	21,549,971
Other	49,260	78,524	64,975
Tuition	24,000	3,434	19,869
Other Revenue	81,000	1,122,109	174,571
Rentals and Leases	50,000	50,968	51,500
Investment Income	120,000	107,503	136,490
Total Revenue	<u>21,544,845</u>	<u>23,471,953</u>	<u>21,997,376</u>
Expenses			
Instruction	16,008,525	16,259,774	16,240,232
District Administration	1,502,265	1,540,272	1,425,158
Operations and Maintenance	2,818,938	3,887,194	2,907,817
Transportation and Housing	930,117	931,262	908,696
Total Expense	<u>21,259,845</u>	<u>22,618,502</u>	<u>21,481,903</u>
Operating Surplus (Deficit) for the year	<u>285,000</u>	<u>853,451</u>	<u>515,473</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(70,000)	(37,101)	(28,946)
Local Capital	(215,000)	(425,000)	(275,000)
Other			(12,800)
Total Net Transfers	<u>(285,000)</u>	<u>(462,101)</u>	<u>(316,746)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>391,350</u>	<u>198,727</u>
Operating Surplus (Deficit), beginning of year		931,692	808,804
Prior Period Adjustments			
Fully Amortized Assets Previously Included in Prepaids			(75,839)
Operating Surplus (Deficit), beginning of year, as restated		<u>931,692</u>	<u>732,965</u>
Operating Surplus (Deficit), end of year		<u>1,323,042</u>	<u>931,692</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		555,535	426,500
Unrestricted		767,507	505,192
Total Operating Surplus (Deficit), end of year		<u>1,323,042</u>	<u>931,692</u>

School District No. 51 (Boundary)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	20,906,186	21,799,312	21,038,095
Other Ministry of Education and Child Care Grants			
Pay Equity	105,245	105,245	105,245
Student Transportation Fund	153,588	153,588	153,588
Support Staff Benefits Grant			4,576
Foundation Skills Assessment (FSA) Scorer Grant	7,506	7,506	7,506
Child Care Funding			9,654
Labour Settlement Funding			187,542
NGN Self-Provisioned Site Grants	48,060	43,764	43,765
Total Provincial Grants - Ministry of Education and Child Care	21,220,585	22,109,415	21,549,971
Provincial Grants - Other	49,260	78,524	64,975
Tuition			
International and Out of Province Students	24,000	3,434	19,869
Total Tuition	24,000	3,434	19,869
Other Revenues			
Miscellaneous			
ArtStarts	6,000		6,000
Child Care - Parent Fees		14,531	11,615
City of Grand Forks	65,000	65,000	65,000
Miscellaneous	10,000	1,042,578	91,956
Total Other Revenue	81,000	1,122,109	174,571
Rentals and Leases	50,000	50,968	51,500
Investment Income	120,000	107,503	136,490
Total Operating Revenue	21,544,845	23,471,953	21,997,376

School District No. 51 (Boundary)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Salaries			
Teachers	7,187,480	7,705,327	7,354,764
Principals and Vice Principals	1,493,529	1,397,283	1,512,580
Educational Assistants	1,432,093	1,609,154	1,527,757
Support Staff	2,798,967	2,949,077	2,991,019
Other Professionals	988,913	1,047,202	864,597
Substitutes	979,834	759,719	935,977
Total Salaries	14,880,816	15,467,762	15,186,694
Employee Benefits	3,715,122	3,687,577	3,659,543
Total Salaries and Benefits	18,595,938	19,155,339	18,846,237
Services and Supplies			
Services	816,980	807,477	918,390
Student Transportation	133,545	106,116	118,560
Professional Development and Travel	242,637	211,648	223,864
Dues and Fees	44,210	42,568	43,197
Insurance	72,650	73,168	66,630
Supplies	811,885	1,718,173	722,612
Utilities	542,000	504,013	542,413
Total Services and Supplies	2,663,907	3,463,163	2,635,666
Total Operating Expense	21,259,845	22,618,502	21,481,903

School District No. 51 (Boundary)

Operating Expense by Function, Program and Object
Year Ended June 30, 2026

	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	6,151,546	100,545	2,468	123,796	55,615	580,705	7,014,675
1.03 Career Programs	76,174						76,174
1.07 Library Services	111,461			30,820		3,270	145,551
1.08 Counselling	150,278						150,278
1.10 Special Education	1,075,501	193,093	1,533,549	152,458	73,255	76,231	3,104,087
1.30 English Language Learning	48,827						48,827
1.31 Indigenous Education	91,540	13,389	73,137	227,840		7,890	413,796
1.41 School Administration		990,724		407,971		28,937	1,427,632
1.64 Other						3,920	3,920
Total Function 1	7,705,327	1,297,751	1,609,154	942,885	128,870	700,953	12,384,940
4 District Administration							
4.11 Educational Administration		99,532		52,106	234,319		385,957
4.40 School District Governance					110,398		110,398
4.41 Business Administration				193,071	259,967		453,038
Total Function 4	-	99,532	-	245,177	604,684	-	949,393
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				16,433	110,948		127,381
5.50 Maintenance Operations				1,224,066	91,752	33,783	1,349,601
5.52 Maintenance of Grounds				86,766		1,522	88,288
5.56 Utilities							-
Total Function 5	-	-	-	1,327,265	202,700	35,305	1,565,270
7 Transportation and Housing							
7.41 Transportation and Housing Administration				15,537	110,948		126,485
7.70 Student Transportation				418,213		23,461	441,674
Total Function 7	-	-	-	433,750	110,948	23,461	568,159
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	7,705,327	1,397,283	1,609,154	2,949,077	1,047,202	759,719	15,467,762

School District No. 51 (Boundary)
Operating Expense by Function, Program and Object
Year Ended June 30, 2026

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2026 Actual	2026 Budget	2025 Actual (Recast - Note 22)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	7,014,675	1,682,038	8,696,713	595,319	9,292,032	9,213,912	9,236,487
1.03 Career Programs	76,174	19,193	95,367	1,607	96,974	108,138	114,076
1.07 Library Services	145,551	34,673	180,224	12,477	192,701	213,420	232,693
1.08 Counselling	150,278	40,243	190,521	45,894	236,415	233,535	193,818
1.10 Special Education	3,104,087	785,278	3,889,365	57,543	3,946,908	3,786,439	3,955,624
1.30 English Language Learning	48,827	11,010	59,837	2,482	62,319		
1.31 Indigenous Education	413,796	105,208	519,004	63,284	582,288	628,290	675,772
1.41 School Administration	1,427,632	336,533	1,764,165	78,197	1,842,362	1,816,391	1,817,079
1.64 Other	3,920	853	4,773	3,002	7,775	8,400	14,683
Total Function 1	12,384,940	3,015,029	15,399,969	859,805	16,259,774	16,008,525	16,240,232
4 District Administration							
4.11 Educational Administration	385,957	73,428	459,385	41,880	501,265	459,369	458,556
4.40 School District Governance	110,398	7,264	117,662	37,555	155,217	270,694	177,926
4.41 Business Administration	453,038	102,666	555,704	328,086	883,790	772,202	788,676
Total Function 4	949,393	183,358	1,132,751	407,521	1,540,272	1,502,265	1,425,158
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	127,381	28,470	155,851	63,071	218,922	193,260	193,987
5.50 Maintenance Operations	1,349,601	303,535	1,653,136	1,350,028	3,003,164	1,907,230	1,966,633
5.52 Maintenance of Grounds	88,288	27,053	115,341	31,048	146,389	156,448	191,195
5.56 Utilities	-	-	-	518,719	518,719	562,000	556,002
Total Function 5	1,565,270	359,058	1,924,328	1,962,866	3,887,194	2,818,938	2,907,817
7 Transportation and Housing							
7.41 Transportation and Housing Administration	126,485	27,194	153,679	1,617	155,296	134,945	122,804
7.70 Student Transportation	441,674	102,938	544,612	231,354	775,966	795,172	785,892
Total Function 7	568,159	130,132	698,291	232,971	931,262	930,117	908,696
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	15,467,762	3,687,577	19,155,339	3,463,163	22,618,502	21,259,845	21,481,903

School District No. 51 (Boundary)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations
Year Ended June 30, 2026

	2026 Budget	2026 Actual	2025 Actual (Recast - Note 22)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	2,537,523	3,091,844	2,725,674
Other Revenue	425,000	562,091	624,179
Investment Income			1,258
Total Revenue	<u>2,962,523</u>	<u>3,653,935</u>	<u>3,351,111</u>
Expenses			
Instruction	2,736,630	3,304,922	3,021,799
District Administration	87,522	181,957	87,687
Operations and Maintenance	113,371	114,367	100,801
Total Expense	<u>2,937,523</u>	<u>3,601,246</u>	<u>3,210,287</u>
Special Purpose Surplus (Deficit) for the year	<u>25,000</u>	<u>52,689</u>	<u>140,824</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(25,000)	(52,689)	(140,824)
Total Net Transfers	<u>(25,000)</u>	<u>(52,689)</u>	<u>(140,824)</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 51 (Boundary)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Annual Facility Grant	Learning Improvement Fund	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		6,857	473,045	1,538		12,489			
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	113,371	72,269		136,000	14,700	12,690	172,818	29,487	1,538,888
Other			517,751						
Investment Income	996								
	114,367	72,269	517,751	136,000	14,700	12,690	172,818	29,487	1,538,888
Less: Allocated to Revenue	114,367	72,380	447,090	137,537	14,700	4,166	172,818	29,487	1,538,888
Recovered									
Deferred Revenue, end of year	-	6,746	543,706	1	-	21,013	-	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	114,367	72,380		137,537	14,700	4,166	172,818	29,487	1,538,888
Other Revenue			447,090						
	114,367	72,380	447,090	137,537	14,700	4,166	172,818	29,487	1,538,888
Expenses									
Salaries									
Teachers							57,531		1,217,744
Principals and Vice Principals									
Educational Assistants		56,150							
Support Staff				97,241	1,480		80,541		
Substitutes					8,960			19,453	
	-	56,150	-	97,241	10,440	-	138,072	19,453	1,217,744
Employee Benefits		16,230		29,688	2,240		34,746	3,889	321,144
Services and Supplies	114,367		447,090	10,608	2,020	4,166		6,145	
	114,367	72,380	447,090	137,537	14,700	4,166	172,818	29,487	1,538,888
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 51 (Boundary)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	Classroom Enhancement Fund - Remedies	Mental Health in Schools	Seamless Day Kindergarten	Early Childhood Education (ECE) Dual Credit Program	Student & Family Affordability (SFAF)	JUST B4	Early Care & Learning (ECL)	Feeding Futures Fund	Professional Learning Grant
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	34,621		10,788	32,751	76,841	74,944	202,767	156,104	247,553
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	95,753	57,000	55,400			73,719	525,000	350,000	
Other									
Investment Income									
	95,753	57,000	55,400	-	-	73,719	525,000	350,000	-
Less: Allocated to Revenue	95,753	46,936	66,188	16,698	65,142	6,530	193,775	425,478	107,699
Recovered	34,621								
Deferred Revenue, end of year	-	10,064	-	16,053	11,699	142,133	533,992	80,626	139,854
Revenues									
Provincial Grants - Ministry of Education and Child Care	95,753	46,936	66,188		65,142	6,530	193,775	425,478	107,699
Other Revenue				16,698					
	95,753	46,936	66,188	16,698	65,142	6,530	193,775	425,478	107,699
Expenses									
Salaries									
Teachers				13,129					518
Principals and Vice Principals							149,420		62,699
Educational Assistants				536				83,310	
Support Staff			54,986			5,777	8,640	35,481	
Substitutes	57,548	1,796							25,067
	57,548	1,796	54,986	13,665	-	5,777	158,060	118,791	88,284
Employee Benefits	8,409	327	10,732	3,033		753	35,182	21,433	14,415
Services and Supplies	29,796	44,813	470		65,142		533	232,565	5,000
	95,753	46,936	66,188	16,698	65,142	6,530	193,775	372,789	107,699
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	52,689	-
Interfund Transfers									
Tangible Capital Assets Purchased								(52,689)	
	-	-	-	-	-	-	-	(52,689)	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 51 (Boundary)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2026

	National School Food Program	UBC Rural Innovation	Boundary Watershed Management	Healthy Schools Coordinator	DASH BC ASAAI	Comolik SFU Grant	TOTAL
	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year		2,545	10,000				1,342,843
Add: Restricted Grants							
Provincial Grants - Ministry of Education and Child Care	59,150						3,306,245
Other				30,527	57,000	10,000	615,278
Investment Income							996
	59,150	-	-	30,527	57,000	10,000	3,922,519
Less: Allocated to Revenue	-	334	2,276	30,527	57,000	8,166	3,653,935
Recovered							34,621
Deferred Revenue, end of year	59,150	2,211	7,724	-	-	1,834	1,576,806
Revenues							
Provincial Grants - Ministry of Education and Child Care							3,091,844
Other Revenue		334	2,276	30,527	57,000	8,166	562,091
	-	334	2,276	30,527	57,000	8,166	3,653,935
Expenses							
Salaries							
Teachers							1,288,922
Principals and Vice Principals							212,119
Educational Assistants							139,996
Support Staff				25,016			309,162
Substitutes							112,824
	-	-	-	25,016	-	-	2,063,023
Employee Benefits				5,410			507,631
Services and Supplies		334	2,276	101	57,000	8,166	1,030,592
	-	334	2,276	30,527	57,000	8,166	3,601,246
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	52,689
Interfund Transfers							
Tangible Capital Assets Purchased							(52,689)
	-	-	-	-	-	-	(52,689)
Net Revenue (Expense)	-	-	-	-	-	-	-

School District No. 51 (Boundary)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2026

	2026 Budget	2026 Actual			2025 Actual (Recast - Note 22)
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Other Revenue			81,026	81,026	
Investment Income	3,500		1,879	1,879	4,017
Amortization of Deferred Capital Revenue	1,076,432	1,155,360		1,155,360	1,076,531
Total Revenue	<u>1,079,932</u>	<u>1,155,360</u>	<u>82,905</u>	<u>1,238,265</u>	<u>1,080,548</u>
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	1,648,122	1,650,211		1,650,211	1,590,011
Transportation and Housing	207,138	207,021		207,021	169,968
Debt Services					
Capital Lease Interest				-	22
Total Expense	<u>1,855,260</u>	<u>1,857,232</u>	<u>-</u>	<u>1,857,232</u>	<u>1,760,001</u>
Capital Surplus (Deficit) for the year	<u>(775,328)</u>	<u>(701,872)</u>	<u>82,905</u>	<u>(618,967)</u>	<u>(679,453)</u>
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	95,000	89,790		89,790	169,770
Tangible Capital Assets - Work in Progress				-	-
Local Capital	215,000		425,000	425,000	275,000
Capital Lease Payment				-	12,800
Total Net Transfers	<u>310,000</u>	<u>89,790</u>	<u>425,000</u>	<u>514,790</u>	<u>457,570</u>
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		229,784	(229,784)	-	
Total Other Adjustments to Fund Balances		<u>229,784</u>	<u>(229,784)</u>	<u>-</u>	
Total Capital Surplus (Deficit) for the year	<u>(465,328)</u>	<u>(382,298)</u>	<u>278,121</u>	<u>(104,177)</u>	<u>(221,883)</u>
Capital Surplus (Deficit), beginning of year		2,978,145	14,154	2,992,299	3,214,182
Capital Surplus (Deficit), end of year		<u>2,595,847</u>	<u>292,275</u>	<u>2,888,122</u>	<u>2,992,299</u>

School District No. 51 (Boundary)

Schedule 4A (Unaudited)

Tangible Capital Assets
Year Ended June 30, 2026

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	2,129,384	56,421,762	1,444,489	1,877,132	137,848	1,835,768	63,846,383
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,707,503	195,117	243,312			2,145,932
Operating Fund			11,552			25,549	37,101
Special Purpose Funds			52,689				52,689
Local Capital				142,839	51,308	35,637	229,784
Transferred from Work in Progress		184,945	4,882				189,827
	-	1,892,448	264,240	386,151	51,308	61,186	2,655,333
Decrease:							
Deemed Disposals			127,147			210,872	338,019
	-	-	127,147	-	-	210,872	338,019
Cost, end of year	2,129,384	58,314,210	1,581,582	2,263,283	189,156	1,686,082	66,163,697
Work in Progress, end of year		645,641					645,641
Cost and Work in Progress, end of year	2,129,384	58,959,851	1,581,582	2,263,283	189,156	1,686,082	66,809,338
Accumulated Amortization, beginning of year		33,426,691	630,286	680,298	44,627	782,192	35,564,094
Changes for the Year							
Amortization for the Year		1,114,023	151,304	207,021	33,688	351,196	1,857,232
		1,114,023	151,304	207,021	33,688	351,196	1,857,232
Deemed Disposals			127,147			210,872	338,019
Written-off During Year							-
District Entered							-
		-	127,147	-	-	210,872	338,019
Accumulated Amortization, end of year		34,540,714	654,443	887,319	78,315	922,516	37,083,307
Tangible Capital Assets - Net	2,129,384	24,419,137	927,139	1,375,964	110,841	763,566	29,726,031

School District No. 51 (Boundary)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2026

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	184,945	4,882			189,827
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	402,306				402,306
Deferred Capital Revenue - Other	243,335				243,335
	645,641	-	-	-	645,641
Decrease:					
Transferred to Tangible Capital Assets	184,945	4,882			189,827
	184,945	4,882	-	-	189,827
Net Changes for the Year	460,696	(4,882)	-	-	455,814
Work in Progress, end of year	645,641	-	-	-	645,641

School District No. 51 (Boundary)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2026

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	20,518,485	32,329	79,017	20,629,831
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	2,145,932			2,145,932
Transferred from Work in Progress	189,827			189,827
	2,335,759	-	-	2,335,759
Decrease:				
Amortization of Deferred Capital Revenue	1,133,402	12,243	9,715	1,155,360
	1,133,402	12,243	9,715	1,155,360
Net Changes for the Year	1,202,357	(12,243)	(9,715)	1,180,399
Deferred Capital Revenue, end of year	21,720,842	20,086	69,302	21,810,230
Work in Progress, beginning of year	189,827			189,827
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	402,306		243,335	645,641
	402,306	-	243,335	645,641
Decrease				
Transferred to Deferred Capital Revenue	189,827			189,827
	189,827	-	-	189,827
Net Changes for the Year	212,479	-	243,335	455,814
Work in Progress, end of year	402,306	-	243,335	645,641
Total Deferred Capital Revenue, end of year	22,123,148	20,086	312,637	22,455,871

School District No. 51 (Boundary)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2026

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year		169,297				169,297
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,548,238					2,548,238
Other					243,335	243,335
Investment Income		6,173				6,173
School Protection Plan			937,605			937,605
	2,548,238	6,173	937,605	-	243,335	3,735,351
Decrease:						
Transferred to DCR - Capital Additions	2,145,932					2,145,932
Transferred to DCR - Work in Progress	402,306				243,335	645,641
Restoration Costs Related to Flood Damage			937,605			937,605
	2,548,238	-	937,605	-	243,335	3,729,178
Net Changes for the Year	-	6,173	-	-	-	6,173
Balance, end of year	-	175,470	-	-	-	175,470