

SCHOOL DISTRICT

AUDITED FINANCIAL STATEMENTS

FISCAL YEAR 2005/2006

SCHOOL DISTRICT NUMBER 42	NAME OF SCHOOL DISTRICT Maple Ridge-Pitt Meadows	YEAR 2005/2006
OFFICE LOCATION 22225 Brown Avenue		TELEPHONE NUMBER 604-463-4200
CITY / PROVINCE Maple Ridge, BC		POSTAL CODE V2X 8N6
WEBSITE ADDRESS http://info.sd42.ca/index.html		
NAME OF SUPERINTENDENT John Simpson		NAME OF SECRETARY - TREASURER Don Woytowich

DECLARATION AND SIGNATURES

SCHOOL DISTRICT MANAGEMENT'S RESPONSIBILITY FOR FINANCIAL REPORTING

The financial statements and supporting schedules of The Board of School Trustees of School District No. 42 (Maple Ridge-Pitt Meadows) ("the Board") have been prepared by school district management which has responsibility for their preparation, integrity and objectivity. The 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 financial statements lies with the Board. The Board has reviewed and approved the financial statements.

External Auditors

The Board appoints external auditors to audit the 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 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 Financial Statements of School District No. 42 (Maple Ridge-Pitt Meadows) for the year ended June 30, 2006.

SIGNATURE OF CHAIRPERSON OF THE BOARD OR SCHOOL TRUSTEES Original Signed By	DATE SIGNED Sept 27/06
SIGNATURE OF SUPERINTENDENT Original Signed By	DATE SIGNED Sept 27/06
SIGNATURE OF SECRETARY - TREASURER Original Signed By	DATE SIGNED Sept 27/06

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Auditors' Report

To the Board of School Trustees
School District No. 42 (Maple Ridge – Pitt Meadows)

We have audited the statement of financial position of School District No. 42 (Maple Ridge – Pitt Meadows) as at June 30, 2006 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the 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 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 the Canadian generally accepted accounting principles.

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

Grant Thornton LLP

Chartered Accountants

New Westminster, Canada
August 8, 2006
except as to Note 17, which is as of September 11, 2006

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2006

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
ASSETS					
Current Assets					
Cash	2,985,189	992,970		3,978,159	2,454,399
Short Term Investments	22,151,387	806,013		22,957,400	24,385,391
Accounts Receivable					
Due from Province - Ministry of Education	154,450	716,970		871,420	84,547
Due from Province - Other	6,556,462			6,556,462	80,218
Due from LEA / Direct Funding	31,664			31,664	41,623
Other Receivables (Note 4)	575,778	163,417	742,927	1,482,122	785,121
Interfund Loans		4,232,941	3,790,748		
Inventories	1,797			1,797	3,103
Prepaid Expenses	382,812		54,361	437,173	358,136
	32,839,539	6,912,311	4,588,036	36,316,197	28,192,538
Investments		173,433		173,433	362,666
Equity Investments				0	0
Capital Assets - Net (Note 5)			175,221,849	175,221,849	172,778,468
TOTAL ASSETS	32,839,539	7,085,744	179,809,885	211,711,479	201,333,672
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Bank Overdraft				0	0
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	0
Other	11,151,675	118,907	220,213	11,490,795	6,154,426
Bank Loans				0	0
Interfund Loans	8,023,689				
Other Current Liabilities	800,377		135,338	935,715	1,003,656
	19,975,741	118,907	355,551	12,426,510	7,158,082
Deferred Contributions					
Ministry of Education		3,516,308	(94,083)	3,422,225	3,710,982
Province - Other			1,093,812	1,093,812	901,388
Other	4,016,740	3,450,529	2,810,793	10,278,062	9,314,314
Accrued Employee Future Benefits (Note 7)	4,942,805			4,942,805	4,608,314
Deferred Capital Contributions			129,927,852	129,927,852	139,128,516
Bank Loans				0	0
Capital Lease Obligations (Note 6)			710,911	710,911	0
Other Long Term Liabilities	30,865			30,865	25,567
TOTAL LIABILITIES	28,966,151	7,085,744	134,804,836	162,833,042	164,847,163
Fund Balances					
Invested in Capital Assets			44,447,731	44,447,731	33,649,935
Endowment				0	0
Internally Restricted (Note 10)	2,005,395		557,318	2,562,713	4,379,232
Unrestricted (Note 10)	4,113,272			4,113,272	1,518,573
Unfunded Accrued Employee Future Benefits and Vacation Pay (Note 9)	(2,245,279)			(2,245,279)	(3,061,231)
TOTAL FUND BALANCES	3,873,388	0	45,005,049	48,878,437	36,486,509
TOTAL LIABILITIES AND FUND BALANCES	32,839,539	7,085,744	179,809,885	211,711,479	201,333,672

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2006

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
REVENUE					
Provincial Grants - Ministry of Education	97,658,387	7,381,195		105,039,582	100,445,215
Provincial Grants - Other	7,255,676	1,500		7,257,176	242,452
Federal Grants		17,549		17,549	321,666
Other Revenue	7,528,470	5,323,693	12,691	12,864,854	11,042,921
Rentals and Leases	93,801			93,801	84,325
Investment Income	676,892	210,518	18,482	905,892	528,294
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			4,842,073	4,842,073	4,720,489
Gain (Loss) on Disposal of Capital Assets				0	923,627
	113,213,226	12,934,455	4,873,246	131,020,927	118,308,989
EXPENSE					
Salaries					
Teachers	52,828,279	24,157		52,852,436	50,550,732
Principals and Vice Principals	5,842,578			5,842,578	5,316,891
Educational Assistants	5,380,359	2,415,857		7,796,216	5,909,815
Support Staff	9,143,943	518,533		9,662,476	8,589,456
Other Professionals	2,339,204			2,339,204	1,934,121
Substitutes	3,676,400	52,345		3,728,745	3,357,806
	79,210,763	3,010,892	0	82,221,655	75,658,821
Employee Benefits	16,401,629	410,956		16,812,585	16,210,390
Services and Supplies	13,232,952	5,382,666		18,615,618	15,382,807
Amortization of Capital Assets			5,742,029	5,742,029	5,743,967
Write-off/down of Buildings and Sites				0	0
Lease Interest Expense			44,641	44,641	
	108,845,344	8,804,514	5,786,670	123,436,528	112,995,985
NET REVENUE (EXPENSE)	4,367,882	4,129,941	(913,424)	7,584,399	5,313,004

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2006

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
FUND BALANCES, BEGINNING OF YEAR	132,995	0	36,353,514	36,486,509	129,041,489
Changes in Accounting Policies/ Prior Period Adjustments					
Accrued Employee Future Benefits				0	(4,323,275)
Accrued Vacation Pay				0	(649,000)
Accumulated Amortization of Capital Assets			(318,298)	(318,298)	(87,032,218)
Transfer Land Capital Reserve to Deferred Contributions				0	(1,829,655)
Transfer Capital Reserve to Deferred Contributions				0	(94,501)
School-Generated Funds				0	0
Related Entities				0	0
Reclassify WIP			5,041,212	5,041,212	
Transfer WIP to Deferred Capital Cont					(5,041,212)
Correct Amortization of DCC			262,437	262,437	
Correct Disposal of Buildings entry			494,796	494,796	
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	132,995	0	41,833,661	41,966,656	30,071,628
Changes for the Year					
Net Revenue (Expense) for the Year	4,367,882	4,129,941	(913,424)	7,584,399	5,313,004
Interfund Transfers (Note 12)					
Capital Assets Purchased		(2,747,386)	2,747,386	0	0
Local Capital	(674,322)		674,322	0	0
Other	46,833	(1,382,555)	1,335,722	0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases			182,669	182,669	1,232,273
Comprehensive Income (Loss)				0	0
Reallocate Proceeds on Disposals			(855,287)	(855,287)	
Transfer to Deferred Contributions					(130,396)
Net Changes for the Year	3,740,393	0	3,171,388	6,911,781	6,414,881
FUND BALANCES, END OF YEAR	3,873,388	0	45,005,049	48,878,437	36,486,509

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2006

Statement 4.1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
CASH PROVIDED BY (USED FOR)					
OPERATIONS					
Net Revenue (Expense) for the Year	4,367,882	4,129,941	(913,424)	7,584,399	5,313,004
Changes In Non-Cash Working Capital					
Decrease (Increase)					
Accounts Receivable	(6,747,252)	(601,204)	(601,703)	(7,950,159)	797,282
Interfund Loans	(4,221,003)	926,851	3,294,152	0	0
Inventories	1,306			1,306	1,351
Prepaid Expenses	(70,750)		(8,287)	(79,037)	(13,259)
Increase (Decrease)					
Allowance for Doubtful Accounts				0	0
Accounts Payable/Accrued Liabilities	6,873,946	(145,682)	(1,391,744)	5,336,520	(606,673)
Other Current Liabilities	(203,279)		135,338	(67,941)	625,688
Deferred Contributions	482,530	(469,109)		13,421	2,884,415
Accrued Employee Future Benefits	334,491			334,491	4,608,315
Other Long Term Liabilities	5,298		710,911	716,209	(10,667)
Loss (Gain) on Disposal of Capital Assets				0	(923,627)
Items Not Involving Cash					
Amortization of Capital Assets			5,742,029	5,742,029	5,743,967
Amortization of Deferred Capital Contributions			(4,842,073)	(4,842,073)	(4,720,489)
Accounting Change - Accrued EFB				0	(4,323,275)
Accounting Change - Accrued Vacation Pay				0	(649,000)
Write-off/down of Buildings and Sites				0	0
Comprehensive Income (Loss)				0	0
Interfund Transfers	(627,489)	(4,129,941)	4,757,430	0	0
	195,680	(289,144)	6,882,629	6,789,165	8,727,032
FINANCING					
Bank Loan Received				0	0
Bank Loan Paid				0	0
Endowment Contributions				0	0
Increase (Decrease) Deferred Contributions - Capital			853,843	853,843	2,665,418
Proceeds from Disposal of Capital Assets				0	1,859,599
MEd Restricted Portion of Proceeds on Disposal				0	0
Reverse Reallocation in Deferred Contribut			(855,287)	(855,287)	
	0	0	(1,444)	(1,444)	4,525,017
INVESTING					
Capital Assets Purchased - Operating				0	0
Capital Assets Purchased - Special Purpose			(2,747,386)	(2,747,386)	(1,229,418)
Capital Assets Purchased - Local Capital			(1,862,146)	(1,862,146)	(74,857)
Work in Progress - Special Purpose Fund			(1,244,308)	(1,244,308)	(497,058)
Capital Assets Purchased - Capital Leases			(1,027,345)	(1,027,345)	
Transfer to Deferred Contributions					(130,395)
Decrease (Increase) in Investments		189,233		189,233	(10,963)
Decrease (Increase) in Equity Investments				0	0
	0	189,233	(6,881,185)	(6,691,952)	(1,942,691)
Net Increase (Decrease) in Cash	195,680	(99,911)	0	95,769	11,309,358

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2006

Statement 4.2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2006	TOTAL 2005
NET INCREASE (DECREASE) IN CASH	195,680	(99,911)	0	95,769	11,309,358
Net Cash, Beginning of Year	24,940,896	1,898,894	0	26,839,790	15,530,432
Changes in Accounting Policies/ Prior Period Adjustments					
Net Cash, Beginning of Year, as Restated	24,940,896	1,898,894	0	26,839,790	15,530,432
NET CASH, END OF YEAR	25,136,576	1,798,983	0	26,935,559	26,839,790
Cash	2,985,189	992,970		3,978,159	2,454,399
Short Term Investments	22,151,387	806,013		22,957,400	24,385,391
Bank Overdraft				0	0
NET CASH, END OF YEAR	25,136,576	1,798,983	0	26,935,559	26,839,790

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

1. Authority

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. 42 (Maple Ridge-Pitt Meadows)", and operates as "School District No. 42 (Maple Ridge-Pitt Meadows)." 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

Basis of presentation

These financial statements were 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 except as disclosed as a change in accounting policy in Note 3.

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 annual results of each fund, changes 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:

- Operating fund reports assets, liabilities, revenues and expenses for general operations.
- Special purpose funds report assets, liabilities, revenues and expenses for:
 - Contributions restricted in use by the School Act or Ministry of Education.
 - Contributions restricted in use by other external bodies.
 - Endowment funds.
 - Funds collected and used at the school level (i.e., school-generated funds).
 - Controlled and/or related entities.
- 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 No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

2. Summary of significant accounting policies (Continued)

b) Accounts receivable

Accounts receivable are shown net of allowance for doubtful accounts (see Note 3).

c) Inventories

Inventories of supplies and materials held in central stores for resale to other school districts are stated at acquisition cost using the first-in-first-out method.

d) Prepaid expenses

Materials and supplies held in central stores for use within the district are included as a prepaid expense and stated at acquisition cost using the first-in-first-out method.

e) Capital assets

The following criteria apply:

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

Buildings	40 years
Furniture and equipment	10 years
Vehicles	10 years
Computer software	5 years
Computer hardware	5 years

f) 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.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

2. Summary of significant accounting policies (Continued)

g) 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/products are reported as revenue when services are provided or products 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:

- Non-capital contributions for specific purposes are recorded as deferred contributions and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for capital purposes are recorded as deferred contributions until the amount is invested in capital assets.
 - If the capital asset is a site, the amount invested is recorded as a direct increase to net assets invested in capital assets.
 - 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.
 - Donated capital assets are recorded at fair market value and treated as a deferred capital contribution.
- Endowment contributions and matching contributions are reported as direct increases to net assets held as endowment principal.
- 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 recorded as a deferred contribution and recognized as revenue in the year related expenses are incurred.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

2. Summary of significant accounting policies (Continued)

h) Expenditures

Categories of salaries

- Principals, vice-principals, and directors of instruction employed under an administrative officer contract are categorized as principals and vice-principals.
- Superintendents, assistant superintendents, secretary-treasurers, trustees and other employees excluded from union contracts are categorized as other professionals.

Allocation of costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to regular 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 identification of program.

i) Financial instruments

Financial instruments consist of cash, accounts receivable, accounts payable, 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.

j) 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 those estimates.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

2. Summary of significant accounting policies (Continued)

k) Controlled and related entities

The School District Development Association is 50% owned by the School District, and as such, is a significantly-influenced not-for-profit organization. Note disclosure is required only.

The School District has an economic interest in the Ridge Meadows Educational Foundation. Note disclosure is the only required reporting.

The School District has a controlled profit-orientated entity, the School District No. 42 Business Company. The company is 100% owned by the School District and is inactive.

l) Employee future benefits

The School District provides certain post-employment benefits including accumulated sick and vacation pay and retirement allowance, for certain employees pursuant to certain contracts and union 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 and using management's best estimate of expected salary escalation, termination and retirement rates and mortality. The discount rate used to measure obligations is based on 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 (EARS�) of active employees covered under the plan. The EARS� for employees of the School District is 11.4 years.

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

3. Prior period adjustments

Subsequent to the adoption of new accounting policies in the prior year, certain balances related to the adoption of new accounting policies have been reclassified and recorded as prior period adjustments to the opening balances of the current accounts.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

4. Accounts receivable - other receivables	2006	2005
Due from Federal government	\$ 273,484	\$ 297,516
Due from other school districts	-	1,792
Other - due from municipal government	239,217	-
Interest receivable	193,338	22,409
Due from litigation	503,724	141,224
Other	272,359	322,180
	<u>\$ 1,482,122</u>	<u>\$ 785,121</u>

5. Capital assets		2006		2005	
	Cost	Accumulated amortization	Net book value		Net book value
Sites	\$ 25,488,605	\$ -	\$ 25,488,605	\$	24,855,898
Buildings	211,679,776	69,332,918	142,346,858		136,451,406
Furniture and equipment	8,935,583	2,922,618	6,012,965		4,843,188
Vehicles	114,694	6,772	107,922		50,271
Computer software	486,317	5,403	480,914		27,016
Computer hardware	1,550,698	766,113	784,585		843,984
	<u>\$ 248,255,673</u>	<u>\$ 73,033,824</u>	<u>\$ 175,221,849</u>	<u>\$</u>	<u>167,071,763</u>

6. Capital leases

The following is an analysis of furniture and equipment under capital lease:

	2006	2005
Furniture and equipment (cost)	\$ 1,027,345	\$ -
Accumulated amortization	-	-
	<u>\$ 1,027,345</u>	<u>\$ -</u>

The equipment under the capital lease is amortized on a straight-line basis over its economic life of 10 years.

The following is a schedule of future minimum lease payments under several capital leases which expire at various dates up to the year 2012, together with the balance of the obligation under capital leases.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

6. Capital leases (Continued)

2007	\$	226,400
2008		226,400
2009		226,400
2010		218,341
2011		118,561
2012		118,561
Total minimum lease payments		1,134,663
Amount representing interest at 11%		(288,414)
Balance of the obligation		846,249
Payable in 2007		(135,338)
Long-term obligation	\$	710,911

7. Employee future benefits

The accrued benefit obligation for employee future benefits is not funded as funding is provided when the 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 portion of these benefits that have not been provided for is identified as Unfunded Accrued Employee Future Benefits and Vacation Pay on Statement 1 (Statement of Financial Position).

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

	2006	2005
Reconciliation of accrued benefit obligation		
Accrued benefit obligation - April 1 (2005: July 1)	\$ 4,770,333	\$ 4,393,829
Service cost	408,505	388,775
Interest cost	277,172	267,519
Benefit payments	(340,808)	(387,178)
Actuarial loss	150,552	107,388
Accrued benefit obligation - March 31	\$ 5,265,754	\$ 4,770,333
Reconciliation of funded status		
Accrued benefit obligation - March 31	\$ 5,265,754	\$ 4,770,333
Employer contributions after measurement date	(65,009)	(54,631)
Unamortized net actuarial gain	(257,940)	(107,388)
Accrued benefit liability - June 30	\$ 4,942,805	\$ 4,608,314

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

7. Employee future benefits (Continued)

	2006	2005
Components of net benefit expense		
Service cost	\$ 408,505	\$ 388,775
Interest cost	277,172	267,519
Net benefit expense	<u>\$ 685,677</u>	<u>\$ 656,294</u>

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

	2006	2005
Assumptions		
Discount rate - April 1 (2005: July 1)	5.50%	5.75%
Discount rate - March 31	5.25%	5.50%
Salary growth - April 1 (2005: July 1)	3.25% + seniority	3.25% + seniority
Salary growth - March 31	3.25% + seniority	3.25% + seniority
EARSL	11.4 years	11.4 years

8. 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 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 47,000 active members from school districts, and approximately 21,000 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 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. The actuary does not attribute portions of the unfunded liability to individual employers. The School District paid \$7,563,292 for employer contributions to these plans in the year ended June 30, 2006.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

9. Unfunded accrued employee future benefits and vacation pay

School districts not fully funded

Implementation of GAAP on July 1, 2005 required full accrual for employee future benefits and vacation pay. On Statement 1 (Statement of Financial Position), the resulting adjustment to equity was segregated in the Fund Balance section as Unfunded Accrued Employee Future Benefits and Vacation Pay.

The Ministry of Education provided funding to be used to reduce this unfunded liability. Once the unfunded liability is eliminated, this funding can be used at the discretion of the Board. It is planned that the unfunded liability will be eliminated in 3 years.

Unfunded accrued employee future benefits, as at July 1, 2005	\$ 2,412,231
Unfunded vacation pay, as at July 1, 2005	649,000
Total unfunded liability, as at July 1, 2005	3,061,231
Reductions during the year	815,952
Unfunded liability, as at June 30, 2006	\$ 2,245,279

10. Operating fund balance, end of year

Internally restricted (appropriated) by Board for:

School based surplus	\$ 358,604
Personal professional development	109,212
Aboriginal education	106,101
Special projects	1,431,478
Subtotal internally restricted	2,005,395
Unrestricted operating surplus	4,113,272
Total available for future operations	\$ 6,118,667

11. Controlled and related entities

The School District has an economic interest in the Ridge Meadows Educational Foundation. The Foundation receives charitable donations, including endowment funds, and forwards the funds to the School District for scholarships, bursaries, and educational programs.

During the current year, the School District received \$25,500 from the Foundation for programs and awards.

The School District has a controlled profit-orientated entity, the School District No. 42 Business Company. The company was established to operate for profit programs which will provide extra funding to the School District. The company is currently inactive.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

12. Interfund transfers

Interfund transfers between the operating, special purpose and capital funds are reported on Statement 3 (Statement of Changes in Fund Balances). For the year ended June 30, 2006, transfers were as follows:

- \$120,891 from operating to special purchase funds to reclassify federal French program
- \$1,244,308 from special purpose funds to capital funds for work in progress
- \$259,138 from special purpose funds to operating (\$167,724) and to capital \$(91,414) for purchases.

13. 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.

14. Commitments

Capital projects

The School District is committed to capital expenditures to construct new facilities and upgrade current facilities. The outstanding capital commitments at year-end are \$397,132.

Leases

The School District rents property and equipment under several operating leases, which expire at various dates up to the year 2010. Scheduled payments in the next four years are approximately as follows:

2007	\$	508,000
2008		503,000
2009		452,000
2010		72,000

15. 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 January 25, 2006.

School District No. 42 (Maple Ridge – Pitt Meadows)

Notes to the Financial Statements

June 30, 2006

16. Provincial government grants

During the year, the School District recorded Operating grants and related payroll and benefit expenditures totaling \$ 6,000,000, as incentive payments for its employees relating to contract settlements.

During the year, teachers engaged in job action that resulted in closure of the School District's schools. As a result the Ministry of Education reduced the School District's Operating Grant funding by \$ 3,444,000 to reflect the School District's estimated salary and benefit savings. The savings were then redistributed in the form of one-time grants of which the School District received \$ 1,969,000.

17. Subsequent event

The School District was notified on September 11, 2006 that the collective agreement with the British Columbia Teachers' Federation (BCTF) had been ratified. The School District had included \$ 4,218,000 in its incentive accrual relating to the ratification of this agreement.

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)

Schedule A1

**OPERATING FUND
SURPLUS (DEFICIT)
YEAR ENDED JUNE 30, 2006**

	2006	2006	2005
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
REVENUE			
Provincial Grants - Ministry of Education	97,658,387	97,139,783	96,305,416
Provincial Grants - Other	7,255,676	766,151	242,452
Federal Grants	0	0	321,666
Other Revenue	7,528,470	7,533,653	6,304,154
Rentals and Leases	93,801	66,000	84,325
Investment Income	676,892	450,000	378,897
	<u>113,213,226</u>	<u>105,955,587</u>	<u>103,636,910</u>
EXPENSE			
Salaries			
Teachers	52,828,279	49,575,422	50,550,732
Principals and Vice Principals	5,842,578	5,533,683	5,316,891
Educational Assistants	5,380,359	4,900,688	4,896,685
Support Staff	9,143,943	8,437,621	8,322,322
Other Professionals	2,339,204	2,289,351	1,934,121
Substitutes	3,676,400	3,828,077	3,342,400
	<u>79,210,763</u>	<u>74,564,842</u>	<u>74,363,151</u>
Employee Benefits	16,401,629	16,251,644	16,064,544
Services and Supplies	13,232,952	15,760,699	10,576,504
	<u>108,845,344</u>	<u>106,577,185</u>	<u>101,004,199</u>
NET REVENUE (EXPENSE), FOR THE YEAR	4,367,882	(621,598)	2,632,711
INTERFUND TRANSFERS			
Capital Assets Purchased	0	(350,000)	0
Local Capital	(674,322)	(723,315)	(678,137)
Other	46,833	175,000	985,150
OTHER ADJUSTMENTS TO OPERATING FUND BALANCE			
Reduce Unfunded Employee Future Benefits and Vacation Pay	(815,952)	(815,953)	(1,911,044)
Comprehensive Income (Loss)	0	0	0
BUDGETED ALLOCATION OF SURPLUS (DEFICIT)		3,194,226	
SURPLUS (DEFICIT), FOR THE YEAR	<u>2,924,441</u>	<u>858,360</u>	<u>1,028,680</u>
SURPLUS (DEFICIT), BEGINNING OF YEAR	3,194,226		2,165,546
Changes in Accounting Policies/ Prior Period Adjustments			
SURPLUS (DEFICIT), BEGINNING OF YEAR, AS RESTATED	<u>3,194,226</u>		<u>2,165,546</u>
SURPLUS (DEFICIT), END OF YEAR			
(Section 156 (12) of School Act)	<u>6,118,667</u>		<u>3,194,226</u>
SURPLUS (DEFICIT), END OF YEAR			
Internally Restricted	2,005,395		
Unrestricted	4,113,272		
	<u>6,118,667</u>		

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
OPERATING FUND
COMPARATIVE SCHEDULE OF REVENUE BY SOURCE
YEAR ENDED JUNE 30, 2006

Schedule A2

	2006	2006	2005
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
PROVINCIAL GRANTS - MINISTRY OF EDUCATION			
Operating Grant, Ministry of Education	98,292,809	98,036,648	94,850,042
Other Ministry of Education Grants			
GAAP Implementation Funding	906,846	906,846	906,846
A - LEA RECOVERY	(380,788)	(407,398)	(407,398)
B - WORK-STOPPAGE ADJUSTMENT	(3,443,928)	(3,443,928)	
C - ONE-TIME LEARNING RESOURCES GRANT	1,449,904	1,449,904	
D - ONE-TIME CLASS-SIZE & COMPOS. GRANT	519,571	519,571	
E - ENROLMENT AUDIT ADJUSTMENT	34,281	34,281	40,906
F - LEARNING RESOURCES CREDIT	14,384	14,384	233,316
G - MISC / DISTRICT REVIEW / SEMESTER	265,308	29,475	681,704
	<u>97,658,387</u>	<u>97,139,783</u>	<u>96,305,416</u>
PROVINCIAL GRANTS - OTHER	<u>7,255,676</u>	<u>766,151</u>	<u>242,452</u>
FEDERAL GRANTS	<u>0</u>	<u>0</u>	<u>321,666</u>
OTHER REVENUE			
Other School District/Education Authorities	0	3,765	3,154
Summer School Fees	145,998	145,998	102,220
Continuing Education	338,455	490,000	278,542
Offshore Tuition Fees	6,253,502	6,084,387	5,142,212
LEA/Direct Funding from First Nations	380,788	407,398	408,281
Miscellaneous			
A - REVENUE GENERATION	162,493	241,800	168,562
D - CENTRAL STORES	920	1,500	966
F - MISCELLANEOUS	246,314	158,805	200,217
	<u>7,528,470</u>	<u>7,533,653</u>	<u>6,304,154</u>
RENTALS AND LEASES	<u>93,801</u>	<u>66,000</u>	<u>84,325</u>
INVESTMENT INCOME	<u>676,892</u>	<u>450,000</u>	<u>378,897</u>
TOTAL OPERATING REVENUE	<u><u>113,213,226</u></u>	<u><u>105,955,587</u></u>	<u><u>103,636,910</u></u>

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
OPERATING FUND
COMPARATIVE SCHEDULE OF EXPENSE BY OBJECT
YEAR ENDED JUNE 30, 2006

Schedule A3

	2006	2006	2005
	ACTUAL	AMENDED ANNUAL BUDGET	ACTUAL
SALARIES			
Teachers	52,828,279	49,575,422	50,550,732
Principals and Vice Principals	5,842,578	5,533,683	5,316,891
Educational Assistants	5,380,359	4,900,688	4,896,685
Support Staff	9,143,943	8,437,621	8,322,322
Other Professionals	2,339,204	2,289,351	1,934,121
Substitutes	3,676,400	3,828,077	3,342,400
	79,210,763	74,564,842	74,363,151
EMPLOYEE BENEFITS	16,401,629	16,251,644	16,064,544
Total Salaries and Benefits	95,612,392	90,816,486	90,427,695
SERVICES AND SUPPLIES			
Services	4,240,461	4,392,365	3,097,508
Student Transportation	1,117,147	1,339,424	1,204,616
Professional Development and Travel	574,913	780,290	524,824
Rentals and Leases	310,433	495,798	370,497
Dues and Fees	79,409	81,413	76,182
Insurance	472,547	436,747	499,053
Interest	0	0	0
Supplies	4,518,643	5,968,391	3,153,700
Bad Debts	0	0	0
Utilities	1,919,399	2,266,271	1,650,124
Total Services and Supplies	13,232,952	15,760,699	10,576,504
TOTAL OPERATING EXPENSE	108,845,344	106,577,185	101,004,199

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
OPERATING FUND
EXPENSE BY FUNCTION AND PROGRAM
YEAR ENDED JUNE 30, 2006

Schedule A4.1

	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	37,919,315	1,678,010	99,871	618,970		2,258,106	42,574,272
1.03 Career Programs	2,352,755		373,724			137,094	2,863,573
1.07 Library Services	920,991			33,589		45,847	1,000,427
1.08 Counselling	1,341,072			235		85,334	1,426,641
1.10 Special Education	7,416,885	147,245	4,562,019	702,727		739,163	13,568,039
1.30 English as a Second Language	1,126,592					56,251	1,182,843
1.31 Aboriginal Education	201,136	91,775	329,462	25,863		6,873	655,109
1.41 School Administration		3,599,086		2,121,292		108,986	5,829,364
1.60 Summer School	67,702	9,500		6,517		17,877	101,596
1.61 Continuing Education	154,756	17,315	15,283	41,782	112,687		341,823
1.62 Off Shore Students	1,327,075	93,950		130,480	157,788	27,738	1,737,031
1.64 Other							0
1.65 Conseil Scolaire Francophone							0
Total Function 1	52,828,279	5,636,881	5,380,359	3,681,455	270,475	3,483,269	71,280,718
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration		205,697		137,874	592,597	14,644	950,812
4.40 School District Governance					102,995		102,995
4.41 Business Administration				474,196	954,391	12,235	1,440,822
4.65 Conseil Scolaire Francophone							0
Total Function 4	0	205,697	0	612,070	1,649,983	26,879	2,494,629
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration				195,131	362,445	3,013	560,589
5.50 Maintenance Operations				4,351,858		163,239	4,515,097
5.52 Maintenance of Grounds				303,429			303,429
5.56 Utilities							0
5.65 Conseil Scolaire Francophone							0
Total Function 5	0	0	0	4,850,418	362,445	166,252	5,379,115
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration					56,301		56,301
7.65 Conseil Scolaire Francophone							0
7.70 Student Transportation							0
7.73 Housing							0
Total Function 7	0	0	0	0	56,301	0	56,301
9 DEBT SERVICES (OPERATING)							
9.92 Interest on Bank Loans							0
9.94 Interest on Temporary Borrowing							0
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	52,828,279	5,842,578	5,380,359	9,143,943	2,339,204	3,676,400	79,210,763

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
OPERATING FUND
EXPENSE BY FUNCTION AND PROGRAM
YEAR ENDED JUNE 30, 2006

Schedule A4.2

	TOTAL SALARIES	EMPLOYEE BENEFITS	TOTAL SALARIES AND BENEFITS	SERVICES AND SUPPLIES	2006 ACTUAL	2006 AMENDED ANNUAL BUDGET	2005 ACTUAL
1 INSTRUCTION							
1.02 Regular Instruction	42,574,272	8,370,029	50,944,301	3,404,243	54,348,544	53,423,667	50,791,833
1.03 Career Programs	2,863,573	583,253	3,446,826	493,891	3,940,717	3,342,325	3,093,969
1.07 Library Services	1,000,427	200,356	1,200,783	290,890	1,491,673	1,434,730	1,233,821
1.08 Counselling	1,426,641	281,239	1,707,880	49,172	1,757,052	1,640,681	1,625,406
1.10 Special Education	13,568,039	3,052,277	16,620,316	277,296	16,897,612	15,722,822	16,806,228
1.30 English as a Second Language	1,182,843	234,705	1,417,548	16,628	1,434,176	1,338,963	887,463
1.31 Aboriginal Education	655,109	131,701	786,810	107,220	894,030	1,003,431	891,516
1.41 School Administration	5,829,364	1,331,115	7,160,479	284,065	7,444,544	7,101,753	6,943,163
1.60 Summer School	101,596	14,443	116,039	20,438	136,477	192,972	102,325
1.61 Continuing Education	341,823	55,561	397,384	253,360	650,744	805,595	844,327
1.62 Off Shore Students	1,737,031	363,129	2,100,160	2,025,095	4,125,255	3,912,173	3,644,279
1.64 Other	0		0	24,506	24,506	244,050	114,213
1.65 Conseil Scolaire Francophone	0		0		0	0	0
Total Function 1	71,280,718	14,617,808	85,898,526	7,246,804	93,145,330	90,163,162	86,978,543
4 DISTRICT ADMINISTRATION							
4.11 Educational Administration	950,812	252,144	1,202,956	64,018	1,266,974	1,299,245	897,769
4.40 School District Governance	102,995	1,593	104,588	169,668	274,256	280,764	209,084
4.41 Business Administration	1,440,822	385,100	1,825,922	585,742	2,411,664	2,422,749	1,958,868
4.65 Conseil Scolaire Francophone	0		0		0	0	0
Total Function 4	2,494,629	638,837	3,133,466	819,428	3,952,894	4,002,758	3,065,721
5 OPERATIONS AND MAINTENANCE							
5.41 Operations and Maintenance Administration	560,589	121,431	682,020	352,184	1,034,204	1,145,858	1,030,775
5.50 Maintenance Operations	4,515,097	950,845	5,465,942	1,684,018	7,149,960	7,118,320	6,555,658
5.52 Maintenance of Grounds	303,429	63,011	366,440	174,852	541,292	568,026	547,807
5.56 Utilities	0		0	1,919,399	1,919,399	2,266,271	1,650,123
5.65 Conseil Scolaire Francophone	0		0		0	0	0
Total Function 5	5,379,115	1,135,287	6,514,402	4,130,453	10,644,855	11,098,475	9,784,363
7 TRANSPORTATION AND HOUSING							
7.41 Transportation and Housing Administration	56,301	9,697	65,998	3,248	69,246	79,631	107,043
7.65 Conseil Scolaire Francophone	0		0		0	0	0
7.70 Student Transportation	0		0	1,033,019	1,033,019	1,233,159	1,068,529
7.73 Housing	0		0		0	0	0
Total Function 7	56,301	9,697	65,998	1,036,267	1,102,265	1,312,790	1,175,572
9 DEBT SERVICES (OPERATING)							
9.92 Interest on Bank Loans				0	0	0	0
9.94 Interest on Temporary Borrowing				0	0	0	0
Total Function 9	0	0	0	0	0	0	0
TOTAL FUNCTIONS 1 - 9	79,210,763	16,401,629	95,612,392	13,232,952	108,845,344	106,577,185	101,004,199

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
OPERATING FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2006

Schedule A5

BALANCE, BEGINNING OF YEAR	3,534,210
Changes in Accounting Policies/ Prior Period Adjustments	

BALANCE, BEGINNING OF YEAR, AS RESTATED	<u>3,534,210</u>
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Changes for the Year

Increase:

Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Other Revenue	7,026,577
	<u>7,026,577</u>

Decrease:

Allocated to Revenue	
Provincial Grants - Ministry of Education	0
Provincial Grants - Other	0
Federal Grants	0
Other Revenue	6,544,047
Rentals and Leases	0
Investment Income	0
	<u>6,544,047</u>

Net Changes for the Year	<u>482,530</u>
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BALANCE, END OF YEAR	<u><u>4,016,740</u></u>
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SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
SPECIAL PURPOSE FUNDS
SUMMARY OF CHANGES
YEAR ENDED JUNE 30, 2006

Schedule B1

	MINISTRY OF EDUCATION DESIGNATED	OTHER	SCHOOL GENERATED FUNDS	RELATED ENTITIES	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	3,908,590	1,607,968	1,919,388	0	7,435,946
Add: Contributions Received					
Provincial Grants - Ministry of Education	3,713,909	2,549,935			6,263,844
Provincial Grants - Other		1,500			1,500
Federal Grants		191,530			191,530
Other Revenue	5,422	493,383	4,445,681		4,944,486
Rentals and Leases					0
Investment Income	115,625	106,941			222,566
Teachers' Deductions		856,717			856,717
	3,834,956	4,200,006	4,445,681	0	12,480,643
Less: Allocated to Revenue	4,227,238	4,187,778	4,519,439		12,934,455
Recovered					0
Teachers' Payments		15,297			15,297
DEFERRED CONTRIBUTIONS, END OF YEAR	3,516,308	1,604,899	1,845,630	0	6,966,837
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	4,106,191	3,275,004			7,381,195
Provincial Grants - Other		1,500			1,500
Federal Grants		17,549			17,549
Other Revenue	5,422	798,832	4,519,439		5,323,693
Rentals and Leases					0
Investment Income	115,625	94,893			210,518
Gain (Loss) on Equity Investment					0
	4,227,238	4,187,778	4,519,439	0	12,934,455
EXPENSE					
Salaries					
Teachers		24,157			24,157
Principals and Vice Principals					0
Educational Assistants		2,415,857			2,415,857
Support Staff	198,038	320,495			518,533
Other Professionals					0
Substitutes	1,239	51,106			52,345
	199,277	2,811,615	0	0	3,010,892
Employee Benefits	38,168	372,788			410,956
Services and Supplies	206,515	915,850	4,260,301		5,382,666
	443,960	4,100,253	4,260,301	0	8,804,514
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	3,783,278	87,525	259,138	0	4,129,941
INTERFUND TRANSFERS					
Capital Assets Purchased	(2,538,970)	(208,416)			(2,747,386)
Other	(1,244,308)	120,891	(259,138)		(1,382,555)
	(3,783,278)	(87,525)	(259,138)	0	(4,129,941)
NET REVENUE (EXPENSE)	0	0	0	0	0

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
SPECIAL PURPOSE FUNDS
CHANGES IN MINISTRY OF EDUCATION DESIGNATED SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2006

Schedule B2

	207 Annual Facility Grant	231 Aboriginal Education Technology	250 Special Education Equipment	301 Transport for Deaf & Hard of Hearing	TOTAL
DEFERRED CONTRIBUTIONS					
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	3,841,602	5,691	55,625	5,672	3,908,590
Add: Contributions Received					
Provincial Grants - Ministry of Education	3,682,828		31,081		3,713,909
Provincial Grants - Other					0
Federal Grants					0
Other Revenue	5,422				5,422
Rentals and Leases					0
Investment Income	113,848		1,777		115,625
	3,802,098		32,858		3,834,956
Less: Allocated to Revenue	4,194,115	3,929	29,194		4,227,238
Recovered					0
DEFERRED CONTRIBUTIONS, END OF YEAR	3,449,585	1,762	59,289	5,672	3,516,308
REVENUE AND EXPENSE					
REVENUE					
Provincial Grants - Ministry of Education	4,074,845	3,929	27,417		4,106,191
Provincial Grants - Other					0
Federal Grants					0
Other Revenue	5,422				5,422
Rentals and Leases					0
Investment Income	113,848		1,777		115,625
	4,194,115	3,929	29,194		4,227,238
EXPENSE					
Salaries					
Teachers					0
Principals and Vice Principals					0
Educational Assistants					0
Support Staff	198,038				198,038
Other Professionals					0
Substitutes		1,239			1,239
	198,038	1,239			199,277
Employee Benefits	37,965	203			38,168
Services and Supplies	182,565	2,487	21,463		206,515
	418,568	3,929	21,463		443,960
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	3,775,547		7,731		3,783,278
INTERFUND TRANSFERS					
Capital Assets Purchased	(2,531,239)		(7,731)		(2,538,970)
Other	(1,244,308)				(1,244,308)
	(3,775,547)		(7,731)		(3,783,278)
NET REVENUE (EXPENSE)					0

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2006

Schedule B3

	401 YES FOUNDATION	601 COMMUNITY LINK	603 PAY EQUITY	604 ABORIGINAL ED. FRIENDS WORKING TOGETHER	605 READY, SET, LEARN	606 LITERACY INITIATIVE	609 12 MONTH PAY PROGRAM	610 FEDERAL FRENCH PROGRAM
DEFERRED CONTRIBUTIONS								
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	463,308	91,226	854,682	44,814	32,918	121,020		
Add: Contributions Received								
Provincial Grants - Ministry of Education		494,000	1,874,966	11,000	55,000	114,969		
Provincial Grants - Other		1,500						
Federal Grants								191,530
Other Revenue	416,504	13,104		63,775				
Rentals and Leases								
Investment Income	57,415	3,401	18,968	2,351	1,895	5,582	12,047	5,282
Teachers' Deductions							856,717	
	473,919	512,005	1,893,934	77,126	56,895	120,551	868,764	196,812
Less: Allocated to Revenue	813,731	494,380	2,733,006	42,762	27,482	53,586		22,831
Recovered								
Teachers' Payments							15,297	
DEFERRED CONTRIBUTIONS, END OF YEAR	123,496	108,851	15,610	79,178	62,331	187,985	853,467	173,981
REVENUE AND EXPENSE								
REVENUE								
Provincial Grants - Ministry of Education		476,375	2,714,038	11,000	25,587	48,004		
Provincial Grants - Other		1,500						
Federal Grants								17,549
Other Revenue	756,316	13,104		29,412				
Rentals and Leases								
Investment Income	57,415	3,401	18,968	2,350	1,895	5,582		5,282
	813,731	494,380	2,733,006	42,762	27,482	53,586		22,831
EXPENSE								
Salaries								
Teachers								24,157
Principals and Vice Principals								
Educational Assistants		362,766	2,053,091					
Support Staff		166	320,329					
Other Professionals								
Substitutes					11,457	31,818		7,831
		362,932	2,373,420		11,457	31,818		31,988
Employee Benefits		3,994	359,586		2,417	726		6,065
Services and Supplies	605,315	127,454		42,762	13,608	21,042		105,669
	605,315	494,380	2,733,006	42,762	27,482	53,586		143,722
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	208,416							(120,891)
INTERFUND TRANSFERS								
Capital Assets Purchased	(208,416)							
Other								120,891
	(208,416)							120,891
NET REVENUE (EXPENSE)								

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
SPECIAL PURPOSE FUNDS
CHANGES IN OTHER SPECIAL PURPOSE FUNDS
YEAR ENDED JUNE 30, 2006

Schedule B3

	TOTAL
DEFERRED CONTRIBUTIONS	
DEFERRED CONTRIBUTIONS, BEGINNING OF YEAR	1,607,968
Add: Contributions Received	
Provincial Grants - Ministry of Education	2,549,935
Provincial Grants - Other	1,500
Federal Grants	191,530
Other Revenue	493,383
Rentals and Leases	0
Investment Income	106,941
Teachers' Deductions	856,717
	4,200,006
Less: Allocated to Revenue	4,187,778
Recovered	0
Teachers' Payments	15,297
DEFERRED CONTRIBUTIONS, END OF YEAR	1,604,899
REVENUE AND EXPENSE	
REVENUE	
Provincial Grants - Ministry of Education	3,275,004
Provincial Grants - Other	1,500
Federal Grants	17,549
Other Revenue	798,832
Rentals and Leases	0
Investment Income	94,893
	4,187,778
EXPENSE	
Salaries	
Teachers	24,157
Principals and Vice Principals	0
Educational Assistants	2,415,857
Support Staff	320,495
Other Professionals	0
Substitutes	51,106
	2,811,615
Employee Benefits	372,788
Services and Supplies	915,850
	4,100,253
NET REVENUE (EXPENSE) BEFORE INTERFUND TRANSFERS	87,525
INTERFUND TRANSFERS	
Capital Assets Purchased	(208,416)
Other	120,891
	(87,525)
NET REVENUE (EXPENSE)	0

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
CAPITAL FUND
CAPITAL ASSETS
YEAR ENDED JUNE 30, 2006

Schedule C1

	SITES	BUILDINGS	FURNITURE AND EQUIPMENT	VEHICLES	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
COST, BEGINNING OF YEAR	24,854,818	197,013,142	7,428,575	50,271	27,016	2,220,162	231,593,984
Changes in Accounting Policy/ Prior Period Adjustments							
Corrercrt 04/05 Disposals		(688,750)					(688,750)
COST, BEGINNING OF YEAR, AS RESTATED	24,854,818	196,324,392	7,428,575	50,271	27,016	2,220,162	230,905,234
Changes for the Year							
Increase:							
Purchases from:							
Deferred Contributions - Bylaw	1,568	170,208	471,153			147,561	790,490
Deferred Contributions - Other	181,101						181,101
Operating Fund							0
Special Purpose Funds	451,118	2,177,631	7,765	25,310		85,562	2,747,386
Local Capital		625,000	568,440	39,113	459,301	170,292	1,862,146
Capital Leases			1,027,345				1,027,345
Transferred from Work in Progress		12,226,409					12,226,409
	633,787	15,199,248	2,074,703	64,423	459,301	403,415	18,834,877
Decrease:							
Disposed of							0
Deemed Disposals			567,695			1,072,879	1,640,574
Written-off/down During Year							0
	0	0	567,695	0	0	1,072,879	1,640,574
COST, END OF YEAR	25,488,605	211,523,640	8,935,583	114,694	486,317	1,550,698	248,099,537
WORK IN PROGRESS, END OF YEAR		156,136					156,136
COST AND WORK IN PROGRESS, END OF YEAR	25,488,605	211,679,776	8,935,583	114,694	486,317	1,550,698	248,255,673
ACCUMULATED AMORTIZATION, BEGINNING OF YEAR		65,836,052	2,585,387	0	0	1,376,178	69,797,617
Changes in Accounting Policies/ Prior Period Adjustments							
District Entered		(1,047,844)	162,069	1,745		18,782	(865,248)
BALANCE, BEGINNING OF YEAR, AS RESTATED	0	64,788,208	2,747,456	1,745	0	1,394,960	68,932,369
Changes for the Year							
Increase: Amortization for the Year		4,544,710	742,857	5,027	5,403	444,032	5,742,029
Decrease:							
Disposed of							0
Deemed Disposals			567,695			1,072,879	1,640,574
Written-off During Year							0
	0	0	567,695	0	0	1,072,879	1,640,574
ACCUMULATED AMORTIZATION, END OF YEAR	0	69,332,918	2,922,618	6,772	5,403	766,113	73,033,824
CAPITAL ASSETS - NET	25,488,605	142,346,858	6,012,965	107,922	480,914	784,585	175,221,849

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
CAPITAL FUND
CAPITAL ASSETS - WORK IN PROGRESS
YEAR ENDED JUNE 30, 2006

Schedule C2

	BUILDINGS	FURNITURE AND EQUIPMENT	COMPUTER SOFTWARE	COMPUTER HARDWARE	TOTAL
WORK IN PROGRESS, BEGINNING OF YEAR	10,982,101	0	0	0	10,982,101
Changes in Accounting Policy/ Prior Period Adjustments					
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	10,982,101	0	0	0	10,982,101
Changes for the Year					
Increase:					
Deferred Contributions - Bylaw	156,136				156,136
Deferred Contributions - Other					0
Operating Fund					0
Special Purpose Funds	1,244,308				1,244,308
Local Capital					0
	1,400,444	0	0	0	1,400,444
Decrease:					
Transferred to Capital Assets	12,226,409				12,226,409
	12,226,409	0	0	0	12,226,409
Net Changes for the Year	(10,825,965)	0	0	0	(10,825,965)
WORK IN PROGRESS, END OF YEAR	156,136	0	0	0	156,136

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
CAPITAL FUND
DEFERRED CAPITAL CONTRIBUTIONS
YEAR ENDED JUNE 30, 2006

Schedule C3

	BYLAW CAPITAL (NET)	OTHER PROVINCIAL (NET)	OTHER CAPITAL (NET)	TOTAL CAPITAL
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR	127,774,461	371,954	0	128,146,415
Changes in Accounting Policies/ Prior Period Adjustments				
Reclassify WIP from Investment in Cap Asst	(4,439,764)	(371,954)		(4,811,718)
Correct Amortization of Deferred Capital Cont	(262,437)			(262,437)
DEFERRED CAPITAL CONTRIBUTIONS, BEGINNING OF YEAR, AS RESTATED	123,072,260	0	0	123,072,260
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Capital Additions	788,922			788,922
Transferred from Work in Progress	10,752,607			10,752,607
Transferred from Bylaw		1,050,000		1,050,000
	11,541,529	1,050,000	0	12,591,529
Decrease:				
Amortization of Deferred Capital Contributions	4,815,823	26,250		4,842,073
Revenue Recognized on Disposal of Buildings				0
Revenue Recognized on Write-off/down of Buildings				0
Transfer to other Provincial	1,050,000			1,050,000
	5,865,823	26,250	0	5,892,073
Net Changes for the Year	5,675,706	1,023,750	0	6,699,456
DEFERRED CAPITAL CONTRIBUTIONS, END OF YEAR	128,747,966	1,023,750	0	129,771,716
WORK IN PROGRESS, BEGINNING OF YEAR	10,752,607	229,494	0	10,982,101
Changes in Accounting Policies/ Prior Period Adjustments				
Reclassify WIP from Inv in Capital Assets		(229,494)		(229,494)
WORK IN PROGRESS, BEGINNING OF YEAR, AS RESTATED	10,752,607	0	0	10,752,607
Changes for the Year				
Increase:				
Transferred from Deferred Contributions - Work in Progress	156,136			156,136
	156,136	0	0	156,136
Decrease:				
Transferred to Deferred Capital Contributions	10,752,607			10,752,607
	10,752,607	0	0	10,752,607
Net Changes for the Year	(10,596,471)	0	0	(10,596,471)
WORK IN PROGRESS, END OF YEAR	156,136	0	0	156,136
DEFERRED CAPITAL CONTRIBUTIONS AND WORK IN PROGRESS, END OF YEAR	128,904,102	1,023,750	0	129,927,852

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)
CAPITAL FUND
CHANGES IN DEFERRED CONTRIBUTIONS
YEAR ENDED JUNE 30, 2006

Schedule C4

	BYLAW CAPITAL	MINISTRY OF EDUCATION RESTRICTED CAPITAL	OTHER PROVINCIAL CAPITAL	LAND CAPITAL	OTHER CAPITAL	TOTAL
BALANCE, BEGINNING OF YEAR	(197,457)	901,388	0	2,252,748	0	2,956,679
Changes in Accounting Policies/ Prior Period Adjustments						
BALANCE, BEGINNING OF YEAR, AS RESTATED	(197,457)	901,388	0	2,252,748	0	2,956,679
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education						0
Provincial Grants - Other				418,198		418,198
Other						0
Investment Income		27,251		81,731		108,982
MEd Restricted Portion of Proceeds on Disposal						0
Court Settlement Proceeds		362,500				362,500
Municipality Contribution to SRT Field					239,217	239,217
Transfer from Restricted Capital	1,050,000					1,050,000
Reallocate proceeds on Disposal		855,287				855,287
	1,050,000	1,245,038	0	499,929	239,217	3,034,184
Decrease:						
Transferred to DCC - Capital Additions	788,922					788,922
Transferred to DCC - Work in Progress	156,136					156,136
Transferred to Invested in Capital Assets - Site Purchases	1,568				181,101	182,669
Legal expenses		2,614				2,614
Transfer to bylaw		1,050,000				1,050,000
	946,626	1,052,614	0	0	181,101	2,180,341
Net Changes for the Year	103,374	192,424	0	499,929	58,116	853,843
BALANCE, END OF YEAR	(94,083)	1,093,812	0	2,752,677	58,116	3,810,522

SCHOOL DISTRICT NO. 42 (Maple Ridge-Pitt Meadows)

Schedule C5

**CAPITAL FUND
CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2006**

	INVESTMENT IN CAPITAL	LOCAL CAPITAL	FUND BALANCE
BALANCE, BEGINNING OF YEAR	33,649,935	2,703,579	36,353,514
Changes in Accounting Policies/ Prior Period Adjustments			
Correction to Disposal of Buildings Entry	494,796		494,796
Correct Prior Year Amortization Expense	(318,298)		(318,298)
Reclassify WIP	5,041,212		5,041,212
Correct Amortization of Deferred Capital Cont.	262,437		262,437
BALANCE, BEGINNING OF YEAR, AS RESTATED	39,130,082	2,703,579	41,833,661
Changes for the Year			
Investment Income		18,482	18,482
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	4,842,073		4,842,073
Capital Assets Purchased from Local Capital	1,862,146	(1,862,146)	0
Interfund Transfers - Capital Assets Purchased	2,747,386		2,747,386
Interfund Transfers - Capital Assets WIP	1,244,308		1,244,308
Interfund Transfers - Local Capital		674,322	674,322
Amortization of Capital Assets	(5,742,029)		(5,742,029)
Transferred to Invested in Capital Assets			
- Site Purchases	182,669		182,669
Capital Lease Interest Expense	(44,641)		(44,641)
Capital Lease Principal Payment	225,737	(225,737)	
Misc Revenue		12,691	12,691
Interfund Transfers - Others		91,414	91,414
Reallocate Proceeds on Disposal		(855,287)	(855,287)
Net Changes for the Year	5,317,649	(2,146,261)	3,171,388
BALANCE, END OF YEAR	44,447,731	557,318	45,005,049