

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

REGULAR BOARD MEETING

REVISED AGENDA

MEETING DATE: 2014-09-18

TIME: 7:00 p.m.

MEETING PLACE: Eaglequest
7778 152nd Street, Surrey
Grandview Room

1. CALL TO ORDER

- (a) "O Canada" – *recording by Frost Road Elementary Grade 3 Students*
- (b) Approval of Agenda

2. DELEGATIONS

- (a) Dr. K. Sekhon, Chimney Hill Elementary Parents re: Punjabi Language Program

3. ACTION ITEMS

- (a) Adoption of Minutes of Regular Board Meeting Held 2014-06-19
- (b) Schedule of Board Meeting Dates - 2015
- (c) Financial Statements for the Year Ended 2014-06-30
- (d) Capital Project Funding Agreement Adams Road Elementary (Site #153) Addition
- (e) Capital Project Funding Agreement Rosemary Heights Elementary (Site #189) Addition
- (f) Capital Project Funding Agreement Morgan Elementary (Site #188) Addition
- (g) Capital Project Funding Agreement Clayton North Secondary (Site #215) New School
- (h) Capital Project Bylaw No. 115265-2 Clayton North Secondary (Site #215) New School
- (i) Recommended Architect Appointments – Adams Road Elementary, Site #153; Rosemary Heights Elementary, Site #189; Morgan Elementary, Site #188

REGULAR BOARD MEETING
AGENDA

MEETING DATE: 2014-06-19

TIME: 7:00 p.m.

MEETING PLACE: **Eaglequest**
7778 152nd Street, Surrey
Grandview Room

4. INFORMATION & PROPOSALS

- (a) Trustee Reports
- (b) Progress Report - Active Capital Projects
- (c) Board's Role in Bargaining (*verbal*)
- (d) Update Long Range Facility Plan (*verbal*)
- (e) Incoming Correspondence

5. FUTURE BUSINESS

- (a) Items for Future Discussion
- (b) Future Meetings

6. QUESTION PERIOD

An informal question period of up to 30 minutes will be provided immediately following the conclusion of the meeting.

7. ADJOURNMENT

Mission Statement

"We engage our students in developing the knowledge, skills and attitudes necessary to build a healthy, democratic and diverse society."

**BOARD OF EDUCATION
Of
SCHOOL DISTRICT NO. 36 (SURREY)
Schedule 1 (b)
of the
ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: APPROVAL OF AGENDA OF REGULAR BOARD MEETING

IT IS RECOMMENDED:

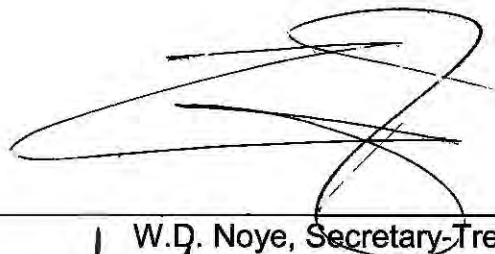
THAT the agenda of the Regular Board meeting be approved as circulated.

Enclosures:

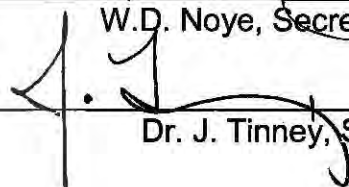


Submitted by:

Approved by:



W.D. Noye, Secretary-Treasurer



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
Of
SCHOOL DISTRICT NO. 36 (SURREY)
Schedule 3 (a)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

**TOPIC: ADOPTION OF MINUTES OF REGULAR BOARD MEETING
HELD 2014-06-19**

IT IS RECOMMENDED:

THAT the Minutes of the Regular Board meeting held 2014-06-19 be adopted as circulated.

Enclosures:

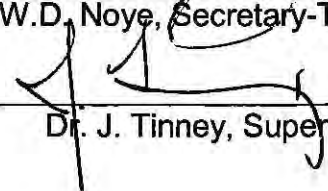
X

Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

MINUTES OF A REGULAR MEETING OF THE BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 36 (SURREY) HELD IN THE BOARDROOM AT 14225 56th AVENUE, SURREY ON THURSDAY, JUNE 19th, 2014 at 7:00 P.M.

IN ATTENDANCE

Trustees

S. Wilson, Chairperson
L. Larsen, Vice Chairperson
T. Allen
C. Dobie
L. McNally
R. Masi

Staff

Dr. J. Tinney, Superintendent
W. Noye, Secretary-Treasurer
R. Ryan, Deputy Superintendent
K. Botsford, Executive Assistant

Absent

P. Glass

[1] CALL TO ORDER

Chairperson Wilson called the meeting to order at 7:00 p.m.

Presenters & Staff:

In addition to the Table Officers named above, the following staff were in attendance at the meeting:

Simon Ayres, Associate Director, Fiscal Management Services; Patti Dundas, Assistant Secretary-Treasurer; Jennifer Janzen, Administrative Assistant; Doug Strachan, Manager, Communication Services.

(a) "O Canada"

Trustees, Administration and the audience sang "O Canada" accompanied by a recording by David L. Brankin Elementary K-7 Students.

(b) Approval of Agenda of Regular Board Meeting

Trustee Allen requested that the agenda be amended to exclude schedule 4 (a); Trustee Reports.

It was moved by Trustee Allen seconded by Trustee Larsen:

THAT the agenda of the Regular Board Meeting be amended to exclude item 4 (a) Trustee reports.

CARRIED.

Cont'd...

[2] **DELEGATIONS**

No items.

[3] **ACTION ITEMS**

(a) **Adoption of Minutes of Regular Board Meeting Held 2014-06-05**

It was moved by Trustee Dobie, seconded by Trustee McNally:

THAT the Minutes of the Regular Board meeting held 2014-06-05 be approved as circulated.

CARRIED

(b) **Report of the 2014-2015 Budget Committee**

Trustee Allen, Chair of the 2014/2015 Budget Committee presented the report to Trustees.

Annual Budget Bylaw No. 1 (Teachers)

Pecuniary Interest

Trustees Larsen and Masi declared a pecuniary interest with reference to the Annual Budget Bylaw No. 1 (Teachers) and did not participate in discussions or voting on this matter.

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT all decisions taken by the 2014/2015 Budget Committee during its deliberations regarding Teacher costs totaling \$377,988,482 and summarized in this report, be approved by the Board for implementation.

CARRIED (Abstained: Trustees Larsen and Masi)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 1 (Teachers) be given three (3) readings at this meeting.

CARRIED (Abstained: Trustees Larsen and Masi)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 1 (Teachers) be approved as read a first time.
CARRIED (Abstained: Trustees Larsen and Masi)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 1 (Teachers) be approved as read a second time.
CARRIED (Abstained: Trustees Larsen and Masi)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 1 (Teachers) be approved as read a third time and finally adopted.
CARRIED (Abstained: Trustee Larsen and Masi)

Annual Budget Bylaw No. 2 (Unionized Support Staff)

Pecuniary Interest

Trustee Dobie declared a pecuniary interest with reference to the Annual Budget Bylaw No. 2 (Unionized Support Staff) and did not participate in discussions or voting on this matter.

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT all decisions taken by the 2014/2015 Budget Committee during its deliberations regarding Unionized Support Staff costs totaling \$132,796,477 and summarized in this report, be approved by the Board for implementation.
CARRIED (Abstained: Trustee Dobie)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 2 (Unionized Support Staff) be given three (3) readings at this meeting.
CARRIED (Abstained: Trustee Dobie)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 2 (Unionized Support Staff) be approved as read a first time.
CARRIED (Abstained: Trustee Dobie)

It was moved by Trustee Larsen seconded by Trustee Allen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 2 (Unionized Support Staff) be approved as read a second time.

CARRIED (Abstained: Trustee Dobie)

It was moved by Trustee Larsen, seconded by Trustee Allen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 2 (Unionized Support Staff) be approved as read a third time and finally adopted.

CARRIED (Abstained: Trustee Dobie)

Annual Budget Bylaw No. 3 (Other)

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT all decisions taken by the 2014/2015 Budget Committee during its deliberations regarding all Other costs totaling \$161,926,021 and summarized in this report, be approved by the Board for implementation.

CARRIED

It was moved by Trustee Allen, seconded by Trustee Larsen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 3 (Other) be given three (3) readings at this meeting.

CARRIED

It was moved by Trustee Allen, seconded by Trustee Larsen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 3 (Other) be approved as read a first time.

CARRIED

It was moved by Trustee Dobie, seconded by Trustee Larsen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 3 (Other) be approved as read a second time.

CARRIED

It was moved by Trustee Dobie, seconded by Trustee Larsen:

THAT the attached School District No. 36 (Surrey) 2014/2015 Annual Budget Bylaw No. 3 (Other) be approved as read a third time and finally adopted.

CARRIED

(c) Bylaw #234, Re: 2014 Trustee Election Procedures – City of Surrey

Wayne Noye, Secretary-Treasurer, provided Trustees with information regarding the November 2014 Trustee Elections. Historically, the City of Surrey conducts the election of six (6) Trustees on behalf of the Board.

It was moved by Trustee McNally, seconded by Trustee Dobie:

THAT Bylaw # 234, Re: 2014 Trustee Election Procedures – City of Surrey be given three (3) readings at this meeting.

CARRIED

It was moved by Trustee Allen, seconded by Trustee Larsen:

THAT Bylaw # 234, Re: 2014 Trustee Election Procedures – City of Surrey be approved as read a first time.

CARRIED

It was moved by Trustee Dobie, seconded by Trustee Larsen:

THAT Bylaw # 234, Re: 2014 Trustee Election Procedures – City of Surrey be approved as read a second time.

CARRIED

It was moved by Trustee Masi, seconded by Trustee Allen:

THAT Bylaw # 234, Re: 2014 Trustee Election Procedures – City of Surrey be approved as read a third time and finally adopted.

CARRIED

(d) Bylaw #235, Re: 2014 Trustee Election Procedures – City of White Rock

Wayne Noye, Secretary-Treasurer, provided Trustees with information regarding the November 2014 Trustee Elections. Historically, the City of White Rock conducts the election of one (1) Trustee on behalf of the Board.

It was moved by Trustee McNally, seconded by Trustee Allen:

THAT Bylaw # 235, Re: 2014 Trustee Election Procedures – City of White Rock be given three (3) readings at this meeting.

CARRIED

It was moved by Trustee Larsen, seconded by Trustee Dobie:

THAT Bylaw # 235, Re: 2014 Trustee Election Procedures – City of White Rock be approved as read a first time.

CARRIED

It was moved by Trustee Allen, seconded by Trustee McNally:

THAT Bylaw # 235, Re: 2014 Trustee Election Procedures – City of White Rock be approved as read a second time.

CARRIED

It was moved by Trustee Larsen, seconded by Trustee Masi:

THAT Bylaw # 235, Re: 2014 Trustee Election Procedures – City of White Rock be approved as read a third time and finally adopted.

CARRIED

(e) Achievement Contract 2014/2015

It was moved by Trustee Larsen, seconded by Trustee Dobie:

THAT the Board approve the Achievement Contract for 2014/2015 for submission to the Ministry of Education by 2014-07-15.

CARRIED

(f) Trustees' Honorarium

It was moved by Trustee Larsen, seconded by Trustee McNally:

THAT the Board set the Trustee honorarium base rate at \$30,800, effective 2014-07-01 and the Chairperson and Vice Chairperson honorariums be applied in accordance with Policy #2920 – *Trustees' Honorarium* and its Regulation.

CARRIED (Opposed: Trustee C. Dobie)

[4] **INFORMATION & PROPOSALS**

(a) **Trustee Reports**

No reports were received as per the amended agenda.

(b) **Report on Business Development Financial Activity for the Six Months Ended 2013-12-31**

Trustees received a report on the Business development financial activity for the six (6) months ended 2013-12-31.

(c) **Long Range District Facility and Education Plan**

Trustees received the long range district facility and education plan.

(d) **Incoming Correspondence**

There were no correspondence items requiring Trustees' attention.

[5] **FUTURE BUSINESS**

(a) **Items for Future Discussion**

There were no items noted for future discussion.

(b) **Future Meetings**

Trustees made note of future meetings outlined on the agenda administrative memorandum schedule.

[6] **QUESTION PERIOD**

An informal question period of up to 30 minutes will be provided immediately following the conclusion of the meeting.

[7] **ADJOURNMENT**

It was moved by Trustee McNally, seconded by Trustee Allen:

THAT the Regular meeting of the Board be adjourned at 8:00 p.m.
CARRIED

S. Wilson
Chairperson

W. Noye
Secretary-Treasurer

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3 (b)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: SCHEDULE OF BOARD MEETING DATES - 2015

Policy #2400 – *School Board Meetings and Trustee In-Service Sessions* sets the schedule for Regular Board meetings.

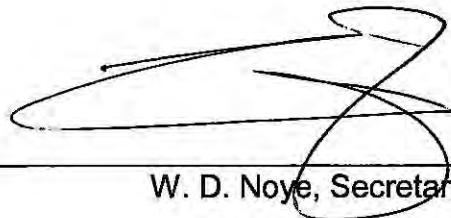
RECOMMENDATION:

THAT the Board approve the 2015 schedule of Board meetings as presented and the meeting scheduled in August 2015 be held only if the Chairperson determines there is a need for the meeting.

Enclosures:

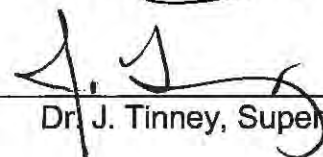


Submitted by:

A handwritten signature in black ink, appearing to be 'W. D. Noye'.

W. D. Noye, Secretary-Treasurer

Approved by:

A handwritten signature in black ink, appearing to be 'Dr. J. Tinney'.

Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

2015 BOARD MEETING DATES

NOTE: Board meetings will be held in the main boardroom at the District Education Centre, 14033 – 92nd Avenue, Surrey, BC, commencing at **7:00 p.m.** The public is welcome to attend Regular meetings.

Please refer to the district website for further information: www.surreyschools.ca

Thursday, January 15

Thursday, February 12

Thursday, March 5

Thursday, April 23

Thursday, May 14

Thursday, June 4

Thursday, June 18

Thursday, August 27 (*)

Thursday, September 17

Thursday, October 22

Thursday, November 12

Thursday, December 10

* If necessary

Draft: 2014-07-07

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3 (c)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: FINANCIAL STATEMENTS FOR THE YEAR ENDED 2014-06-30

FINANCIAL STATEMENTS

The attached financial statements were prepared by staff for submission under Section 157 of the *School Act* prescribed below:

"Section 157 - Financial Statements

(1) The board must cause to be prepared each fiscal year by the secretary treasurer or other person authorized by it, financial statements of the school district respecting the preceding fiscal year.

(2) The financial statements required under subsection (1) must be prepared on or before September 15 of each year, in accordance with

(a) subject to paragraph (b), generally accepted accounting principles, and

(b) the directions of the minister.

(3) The financial statements may include separate statements of special activities of the board so long as the items of account of a controlling nature appear in the statements referred to in subsection (2).

(4) The financial statements referred to in subsection (2) must be signed by the chair of the board and the secretary treasurer, and must be published for distribution to the public before December 31 together with the auditor's report submitted to the board under section 161 (1) (d).

(5) The secretary treasurer must, not later than September 30 in each year, forward to the minister a copy of the financial statements together with the auditor's report.

As Secretary-Treasurer, I have reviewed and discussed with staff the preparation and presentation of the 2014 Financial Statements. I have reviewed with our external auditors their findings and management report on the financial procedures and controls used by the school district to manage its financial affairs. My review finds the school district's financial affairs to be in order and compliant with the requirements of the *School Act*.

The contents of the Financial Statements will be addressed by Simon Ayres, Associate Director, Fiscal Management Services who will respond to any Trustees' questions. All statements have been completed in accordance with Section 157 of the *School Act* and generally accepted accounting principles (GAAP) relevant for not-for-profit organizations. The Ministry of Education will receive a full set of the official statements as will anyone else who requests a copy. A full set will also be available at the Board Office for examination during normal business hours and on the District web site.

FINANCIAL STATEMENT PRESENTATION

In February 2014, the Board adopted the 2013/2014 Amended Annual Budget. The school district has finished the year with an unrestricted surplus of \$1,287,717. These funds will be used in the 2014/2015 year to support the Board's goals and objectives.

As contemplated and permitted under the *School Act*, the Board has approved the appropriation of \$22,073,876 from the 2014-06-30 operating fund balance to be used to offset specific program costs in the 2014/2015 fiscal year. The details concerning the application of the internally restricted funds are contained in the notes that accompany the financial statements.

The *School Act*, Section 106.4 Targeted Grant, provides the Minister of Education with the discretion to provide direction to Boards regarding minimum spending levels. The cost of delivering the Aboriginal Education Program was \$555,744 less than target and these funds have been internally restricted for use in the next year.

Over the past twelve months, the Board has dealt with the challenge of managing the budget balancing process, while directing funds to the classroom, infrastructure and maintaining a high level of service and quality in its programs.

The Board continues to work hard on setting program priorities within the available funding.

MEETING DATE: 2014-09-18

PAGE: 3

SCHEDULE: 3(c)

TOPIC: **FINANCIAL STATEMENTS FOR THE YEAR ENDED 2014-06-30**

IT IS RECOMMENDED:

THAT the Financial Statements for the fiscal year ended 2014-06-30 be accepted subject to receiving the Auditor's report for the fiscal year ended 2014-06-30; and


THAT the Auditor's report for the fiscal year ended 2014-06-30 be formally presented to the Board at a future meeting; and

THAT the Financial Statements be submitted to the Ministry of Education.

Enclosures:

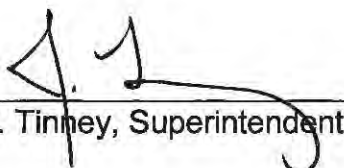
☒ X

Submitted by:



W. D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

WDN/kb

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3 (c)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

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(2) The financial statements required under subsection (1) must be prepared on or before September 15 of each year, in accordance with

(a) subject to paragraph (b), generally accepted accounting principles, and

(b) the directions of the minister.

(3) The financial statements may include separate statements of special activities of the board so long as the items of account of a controlling nature appear in the statements referred to in subsection (2).

(4) The financial statements referred to in subsection (2) must be signed by the chair of the board and the secretary treasurer, and must be published for distribution to the public before December 31 together with the auditor's report submitted to the board under section 161 (1) (d).

(5) The secretary treasurer must, not later than September 30 in each year, forward to the minister a copy of the financial statements together with the auditor's report.

As Secretary-Treasurer, I have reviewed and discussed with staff the preparation and presentation of the 2014 Financial Statements. I have reviewed with our external auditors their findings and management report on the financial procedures and controls used by the school district to manage its financial affairs. My review finds the school district's financial affairs to be in order and compliant with the requirements of the *School Act*.

The contents of the Financial Statements will be addressed by Simon Ayres, Associate Director, Fiscal Management Services who will respond to any Trustees' questions. All statements have been completed in accordance with Section 157 of the *School Act* and generally accepted accounting principles (GAAP) relevant for not-for-profit organizations. The Ministry of Education will receive a full set of the official statements as will anyone else who requests a copy. A full set will also be available at the Board Office for examination during normal business hours and on the District web site.

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As contemplated and permitted under the *School Act*, the Board has approved the appropriation of \$22,073,876 from the 2014-06-30 operating fund balance to be used to offset specific program costs in the 2014/2015 fiscal year. The details concerning the application of the internally restricted funds are contained in the notes that accompany the financial statements.

The *School Act*, Section 106.4 *Targeted Grant*, provides the Minister of Education with the discretion to provide direction to Boards regarding minimum spending levels. The cost of delivering the Aboriginal Education Program was \$555,744 less than target and these funds have been internally restricted for use in the next year.

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The Board continues to work hard on setting program priorities within the available funding.

MEETING DATE: 2014-09-18

PAGE: 3

SCHEDULE: 3(c)

TOPIC: FINANCIAL STATEMENTS FOR THE YEAR ENDED 2014-06-30

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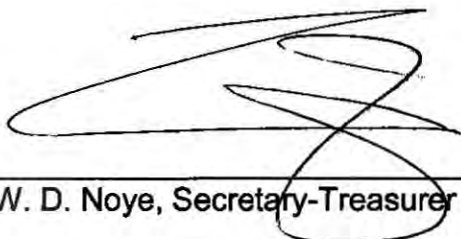
THAT the Auditor's report for the fiscal year ended 2014-06-30 be formally presented to the Board at a future meeting; and

THAT the Financial Statements be submitted to the Ministry of Education.

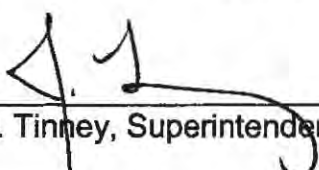
Enclosures:

☒

Submitted by:


W. D. Noye, Secretary-Treasurer

Approved by:


Dr. J. Tinney, Superintendent

WDN/kb



Surrey Schools
LEADERSHIP IN LEARNING

DRAFT

**Financial Statements
School District No. 36 (Surrey)
June 30, 2014**

School District No. 36 (Surrey)

June 30, 2014

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School District No. 36 (Surrey)

MANAGEMENT REPORT

Version: 7709-6963-4980

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 36 (Surrey) 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. 36 (Surrey) (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, Office of the Auditor General, 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. 36 (Surrey) and meet when required. Their accompanying Independent Auditor's 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. 36 (Surrey)

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. 36 (Surrey)

Statement of Financial Position

As at June 30, 2014

Statement 1

	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$
Financial Assets		
Cash and Cash Equivalents	137,572,325	120,278,884
Accounts Receivable		
Due from Province - Ministry of Education	5,139,381	3,223,076
Due from Province - Other		70,392
Other (Note 4)	2,751,015	2,865,876
Portfolio Investments (Note 5)	33,456,449	33,394,017
Total Financial Assets	178,919,170	159,832,245
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Other	17,213,291	
Other	7,659,142	14,630,895
Unearned Revenue (Note 6)	10,185,046	8,990,140
Deferred Revenue (Note 7)	6,375,880	6,688,601
Deferred Capital Revenue (Note 8)	556,272,733	529,329,665
Employee Future Benefits (Note 9)	16,991,683	17,218,491
Other Liabilities (Note 10,18)	34,520,420	42,781,913
Total Liabilities	649,218,195	619,639,705
Net Financial Assets (Debt)	(470,299,025)	(459,807,460)
Non-Financial Assets		
Tangible Capital Assets (Note 12)	924,781,777	904,439,814
Prepaid Expenses	1,343,698	1,329,494
Total Non-Financial Assets	926,125,475	905,769,308
Accumulated Surplus (Deficit)	455,826,450	445,961,848
Contractual Obligations and Contingencies (Note 10, 18)		
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. 36 (Surrey)Statement of Operations
Year Ended June 30, 2014

Statement 2

	2014 Budget (Note 22)	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	592,742,694	573,829,051	620,218,106
Other	2,775,267	2,792,275	3,020,647
Municipal Grants Spent on Sites			19,165,820
Federal Grants	254,162	267,469	627,928
Tuition	11,507,700	11,660,045	10,211,172
Other Revenue	17,204,825	20,117,255	19,943,535
Rentals and Leases	1,783,500	2,054,787	2,021,094
Investment Income	1,708,000	1,556,733	1,727,623
Gain (Loss) on Disposal of Tangible Capital Assets	(89,000)	(89,436)	(58,481)
Amortization of Deferred Capital Revenue	20,707,000	21,011,415	20,429,217
Total Revenue	648,594,148	633,199,594	697,306,661
Expenses (Note 20)			
Instruction	516,595,017	516,595,017	530,924,953
District Administration	13,018,882	11,934,556	11,639,293
Operations and Maintenance	93,275,337	90,032,710	90,288,848
Transportation and Housing	5,370,637	4,772,709	4,919,914
Total Expense	628,259,853	623,334,992	637,773,008
Surplus (Deficit) for the year	(23,237,090)	9,864,602	59,533,653
Accumulated Surplus (Deficit) from Operations, beginning of year		445,961,848	386,428,195
Accumulated Surplus (Deficit) from Operations, end of year		455,826,450	445,961,848

School District No. 36 (Surrey)
Statement of Changes in Net Financial Assets (Debt)
Year Ended June 30, 2014

Statement 4

	2014 Budget (Note 22)	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Surplus (Deficit) for the year	(23,237,090)	9,864,602	59,533,653
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(40,772,112)	(50,372,980)	(98,391,924)
Amortization of Tangible Capital Assets	29,406,000	29,936,909	28,837,684
Net carrying value of Tangible Capital Assets disposed of		94,108	89,389
Total Effect of change in Tangible Capital Assets	(11,366,112)	(20,341,963)	(69,464,851)
Acquisition of Prepaid Expenses		(1,343,698)	(1,329,494)
Use of Prepaid Expenses		1,329,494	1,019,103
Total Effect of change in Other Non-Financial Assets	-	(14,204)	(310,391)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	(33,603,202)	(10,491,565)	(10,241,589)
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		(10,491,565)	(10,241,589)
Net Financial Assets (Debt), beginning of year		(459,807,460)	(449,565,871)
Net Financial Assets (Debt), end of year		(470,299,025)	(459,807,460)

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School District No. 36 (Surrey)

Statement 5

Statement of Cash Flows
Year Ended June 30, 2014

	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	9,864,602	59,533,653
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	(1,731,052)	1,438,422
Prepaid Expenses	(14,204)	(310,391)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	10,241,538	3,260,938
Unearned Revenue	1,194,906	1,570,358
Deferred Revenue	(312,721)	(347,425)
Employee Future Benefits	(226,808)	51,636
Other Liabilities	(8,261,493)	1,391,823
Loss (Gain) on Disposal of Tangible Capital Assets	89,436	58,481
Amortization of Tangible Capital Assets	29,936,909	28,837,684
Amortization of Deferred Capital Revenue	(21,011,415)	(20,429,217)
Recognition of Deferred Capital Revenue Spent on Sites	(2,831,786)	(55,484,356)
District Portion of Proceeds on Disposal	4,672	
Total Operating Transactions	16,942,584	19,571,606
Capital Transactions		
Tangible Capital Assets Purchased	(46,107,364)	(73,131,791)
Tangible Capital Assets -WIP Purchased	(4,265,616)	(25,260,133)
Total Capital Transactions	(50,372,980)	(98,391,924)
Financing Transactions		
Capital Revenue Received	50,786,269	73,197,247
Total Financing Transactions	50,786,269	73,197,247
Investing Transactions		
Investments in Portfolio Investments	(62,432)	(9,149,394)
Total Investing Transactions	(62,432)	(9,149,394)
Net Increase (Decrease) in Cash and Cash Equivalents	17,293,441	(14,772,465)
Cash and Cash Equivalents, beginning of year	120,278,884	135,051,349
Cash and Cash Equivalents, end of year	137,572,325	120,278,884
Cash and Cash Equivalents, end of year, is composed of:		
Cash	137,572,325	120,278,884
	137,572,325	120,278,884

School District No. 36 (Surrey)

Notes to Financial Statements

Year Ended June 30, 2014

NOTE 1 AUTHORITY AND PURPOSE

The School District operates under authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 36 (Surrey)", and operates as "School District No. 36 (Surrey)". A board of education ("the Board") is elected for a three-year term and governs the School District. The School District provides educational programs to students enrolled in its schools in the cities of Surrey and White Rock, and is principally funded by the Province of British Columbia through the Ministry of Education. School District No. 36 (Surrey) 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(f) and 3(k).

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 is in effect.

As noted in notes 2 (f) and 2 (k), Section 23.1 of the *Budget Transparency and Accountability Act* and its related regulations require the School District to recognize non-capital restricted contributions into revenue in the fiscal period in which the restriction the contribution is subject to is met and 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. Canadian public sector accounting standards would require these contributions, if they are government transfers, to be recognized into revenue immediately when received unless they contain a stipulation that meets the definition of a liability. The impact of these differences on the financial statements of the School District is as follows:

Year-ended June 30, 2013 – decrease in annual surplus by \$3,094,659
June 30, 2013 - increase in accumulated surplus by \$517,123,387, a decrease in deferred revenue by \$3,580,358 and a decrease in deferred capital revenue by \$513,543,029.

Year-ended June 30, 2014 – increase in annual surplus by \$26,630,347
June 30, 2014 – increase in accumulated surplus by \$532,180,995, a decrease in deferred revenue by \$3,649,044 and a decrease in deferred capital revenue by \$528,531,951.

b) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand balances on deposit in financial institutions 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 shown net of allowance for doubtful accounts. (See Note 4)

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

d) Portfolio Investments

The School District has investments in GIC's, term deposits and bonds, that either have no maturity dates or have a maturity of greater than 3 months at the time of acquisition. GIC's, term deposits, bonds and other investments not quoted in an active market are reported at cost or amortized cost.

The School District did not include a statement of re-measurement gains and losses as there were no re-measurement transactions to report.

Impairment is defined as a loss in value of a portfolio investment that is other than a temporary decline and is included in the Statement of Operations. The loss is not reversed if there is a subsequent increase in value.

Detailed information regarding portfolio investments is disclosed in Note 5.

e) 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.

f) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes both government transfers and other 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(k).

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.

g) 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.

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

g) Employee Future Benefits (cont'd)

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

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. 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.

h) 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 and are charged to expense over the periods expected to benefit.

i) Funds and Reserves

Certain amounts, as approved by the Board are set aside in an 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 Notes 14 – Interfund Transfers and Note 23 – Internally Restricted – Operating Fund).

j) 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.
- 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. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

k) Revenue Recognition

Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues. All revenues are recorded on an accrual basis, except when the accruals cannot be determined with a reasonable degree of certainty or when their estimation is impracticable.

Contributions received or where eligibility criteria have been met are recognized as revenue except where the contribution meets the criteria for deferral as described below. Eligibility criteria are the criteria that the School District has to meet in order to receive the contributions including authorization by the transferring government.

For contributions subject to a legislative or contractual stipulation or restriction as to their use, revenue is recognized as follows:

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets and 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 that are government transfers is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See note 2 (a) for the impact of this policy on these financial statements.

Revenue related to fees or services received in advance of the fee being earned or the service is performed is deferred and recognized when the fee is earned or service performed.

Investment income is reported in the period earned. When required by the funding party or related Act, investment income earned on deferred revenue is added to the deferred revenue balance.

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

l) Expenditures

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

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to related programs.
- Actual salaries of personnel assigned to two or more functions or programs are allocated based on the time spent in each function and program. School-based clerical salaries are allocated to school administration and partially to other programs to which they may be assigned. Principals and Vice-Principals salaries are allocated to school administration and may be partially allocated to other programs to recognize their other responsibilities.
- Employee benefits and allowances are allocated to the same programs, and in the same proportions, as the individual's salary.
- Supplies and services are allocated based on actual program identification.

m) 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, rates for amortization and estimated employee future benefits. Actual results could differ from those estimated.

n) Financial Instruments

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

Financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities, and other liabilities. The School District does not have any derivatives.

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. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability. Interest and dividends attributable to financial instruments are reported in the statement of operations.

All financial assets 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.

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 3 PRIOR PERIOD ADJUSTMENT

In prior years school districts reported annual Employee Future Benefit (EFB) expense equal to the 12 months ended March 31 expenses as determined by the actuary rather than the 12 months ended June 30. An adjustment was made to increase the Employee Future Benefit (EFB) liability to include benefits expense incurred after the early measurement date of March 31 (see Note 9). The June 30, 2013 EFB liability increased by \$380,803 representing the EFB expenses April 1 to June 30, 2013. The opening surplus as at July 1, 2012 was decreased by \$411,865 representing the April 1 – June 2012 EFB expenses. The surplus for the year ended June 30, 2013 was decreased by \$380,803 representing the April 1 – June 2013 EFB expense minus the April 1 – June 2012 EFB expense.

NOTE 4 ACCOUNTS RECEIVABLE – OTHER

	June 30, 2014	June 30, 2013
Due from Federal Government	\$ 345,170	\$ 684,952
Trade accounts receivable	969,551	460,369
Interest receivable	197,423	270,794
Payroll accounts receivable	92,923	60,602
Other accounts receivable	206,970	247,499
School site acquisition charges	938,978	1,141,660
	<u>\$ 2,751,015</u>	<u>\$ 2,865,876</u>

NOTE 5 PORTFOLIO INVESTMENTS

Investments consist of bank GIC, bank corporate, provincial and federal bonds.

	June 30, 2014			June 30, 2013		
	Effective Fair Value Yield	Cost	Fair Value	Effective Fair Value Yield	Cost	Fair Value
Bank term investments	1.91%	\$ 6,621,909	\$ 6,621,735	2.00%	\$ 2,000,000	\$ 2,000,000
Fixed income securities						
Bank corporate	3.94%	\$ 4,042,045	\$ 14,088,800	3.28%	\$ 9,134,267	\$ 8,879,979
Federal bonds	3.22%	9,487,880	9,262,829	3.26%	16,367,046	15,770,426
Provincial bonds	4.02%	3,307,615	3,476,374	4.66%	5,892,704	5,874,621
Total Portfolio Investments		<u>\$ 33,456,449</u>	<u>\$ 33,449,738</u>		<u>\$ 33,394,017</u>	<u>\$ 32,525,026</u>

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 6 UNEARNED REVENUE

Unearned revenue as at June 30th, 2014

	Balance, June 30, 2013	Increases to Unearned Revenue	Revenue recognized in the period	Balance, June 30, 2014
	\$	\$	\$	\$
Tuition Fees	8,963,858	12,848,841	(11,660,044)	10,152,655
Investment Income	0	1,815,615	(1,815,615)	0
Rental/Lease of Facilities	26,282	2,060,896	(2,054,787)	32,391
Total	8,990,140	16,725,352	(15,530,446)	10,185,046

Unearned revenue as at June 30th, 2013

	Balance, June 30, 2012	Increases to Unearned Revenue	Revenue recognized in the period	Balance, June 30, 2013
	\$	\$	\$	\$
Tuition Fees	7,310,274	11,863,756	(10,211,172)	8,963,858
Investment Income	0	1,668,812	(1,727,623)	0
Rental/Lease of Facilities	49,500	1,997,679	(2,021,094)	26,282
Total	7,419,782	15,530,247	(13,959,889)	8,990,140

NOTE 7 DEFERRED REVENUE

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contribution Regulation 198/2011 issued by Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled.

Deferred Revenue as at June 30th, 2014

	Balance, June 30, 2013	Contributions received	Revenue recognized in the period	Balance, June 30, 2014
	\$	\$	\$	\$
Provincial Grants - Ministry of Education	2,081,345	13,983,666	(13,609,221)	2,455,790
Provincial Grants - Other	123,591	20,000	(104,219)	39,372
Federal Grants	254,163	5,042	(259,205)	0
Other	4,229,502	15,939,388	(16,288,172)	3,880,718
Investment Income	0	9,019	(9,019)	0
Total	6,688,601	29,957,115	(30,269,836)	6,375,880

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 7 DEFERRED REVENUE (Continued)

Deferred Revenue as at June 30th, 2013

	Balance, June 30, 2012	Contributions received	Revenue recognized in the period	Balance, June 30, 2013
	\$	\$	\$	\$
Provincial Grants - Ministry of Education	1,865,726	15,765,159	(15,549,540)	2,081,345
Provincial Grants - Other	239,317	0	(115,726)	123,591
Federal Grants	176,490	633,831	(556,158)	254,163
Other	4,754,493	15,956,757	(16,481,748)	4,229,502
Investment Income	0	8,063	(8,063)	0
Total	7,036,026	32,263,810	(32,711,235)	6,688,601

NOTE 8 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired.

	2014 \$	2013 \$
Deferred Capital Revenue, (includes Work in progress, beginning of year, July 1st.	529,329,665	532,076,899
Increases:		
Provincial Grants - MOE	38,325,818	61,392,294
Local Government Site Fees	2,683,658	2,181,684
Investment Income	278,293	218,255
Sale of Capital Asset	9,498,500	9,405,014
	<u>50,786,269</u>	<u>73,197,247</u>
Decreases:		
Transfers to revenue - site purchases	2,831,786	55,484,356
Amortization of Deferred Capital Revenue	21,011,415	20,429,217
Revenue Recognized on Disposal of Building	0	30,908
	<u>23,843,201</u>	<u>75,944,481</u>
Net Change for the year	26,943,068	(2,747,234)
Deferred Capital Revenue (includes Work in progress), end of year, June 30th.	<u>556,272,733</u>	<u>529,329,665</u>

Work in progress amount as of June 30, 2014 was \$4,265,616 (June 30, 2013: \$30,679,322).

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 9 EMPLOYEE FUTURE BENEFITS

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

	June 30, 2014	June 30, 2013 (Restated)
	\$	\$
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	19,595,088	16,330,971
Service Cost	952,854	960,794
Interest Cost	100,358	686,665
Benefit Payments	(1,125,723)	(1,421,051)
Actuarial (Gain) Loss	(1,121,682)	3,037,709
Accrued Benefit Obligation – March 31	<u>17,818,895</u>	<u>19,595,088</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation - March 31	17,818,895	19,595,088
Market Value of Plan Assets - March 31	0	0
Funded Status - Surplus (Deficit)	(17,818,895)	(19,595,088)
Employer Contributions After Measurement Date	76,220	263,170
Benefits Expense After Measurement Date	(381,988)	(380,803)
Unamortized Net Actuarial (Gain) Loss	1,132,980	2,494,230
Accrued Benefit Asset (Liability) - June 30	<u>(16,991,683)</u>	<u>(17,218,491)</u>
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability (Asset) - July 1	17,218,491	16,786,052
Recognize Benefit Expense April 1 - June 30, 2012	0	411,865
Accrued Benefit Liability (Asset) - July 1 (restated)	17,218,491	17,197,917
Net Expense for Fiscal Year	1,761,965	1,553,202
Employer Contributions	(1,988,773)	(1,532,628)
Accrued Benefit Liability (Asset) - June 30	<u>16,991,683</u>	<u>17,218,491</u>
Components of Net Benefit Expense		
Service Cost	954,055	958,809
Interest Cost	570,342	657,588
Amortization of Net Actuarial (Gain)/Loss	237,568	(63,195)
Net Benefit Expense (Income)	<u>1,761,965</u>	<u>1,553,202</u>

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 9 EMPLOYEE FUTURE BENEFITS *(Continued)*

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

	2014	2013
Discount Rate – April 1	3.00%	4.25%
Discount Rate – March 31	3.25%	3.00%
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	10.1 years	10.1 years

NOTE 10 OTHER LIABILITIES

Vacation pay and banked overtime are recognized as an expense at the time the entitlement is earned through service.

	June 30, 2014	June 30, 2013
		\$
Salaries and Benefits Payable	27,924,699	36,164,157
Accrued Vacation Pay	6,595,721	6,617,756
	34,520,420	42,781,913

School District No. 36 (Surrey)

Notes to Financial Statements

Year Ended June 30, 2014

NOTE 11 EMPLOYEE PENSION PLANS

The school district and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension plans. The board of trustees for these plans represents plan members and employers and is 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 based on a formula. Defined contribution plan accounting is applied to the plans as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan. The School District's employer contributions to these plans in the fiscal year ended June 30, 2014 were \$55,781,598, (2013: \$53,616,613).

Teachers' Pension Plan

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 actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014 with results available in 2015.

The Teachers' Pension Plan has about 45,300 active members from school districts, and approximately 32,100 retired members from school districts and 12,200 inactive members.

Teacher Pension Plan is determined on a formula based on contribution rates as a percentage of salary. The following rates were used for 2014 and 2013 fiscal year.

	Employer
On salary equal to or less than Year's Maximum Pensionable Earnings (YMPE)	14.63%
On salary equal to or greater than Year's Maximum Pensionable Earnings (YMPE)	16.13%

YMPE for 2014 set at \$52,500.

YMPE for 2013 set at \$50,100.

Municipal Pension Plan

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015 with results available in 2016.

The Municipal Pension Plan has about 178,000 active members, of which approximately 23,000 are from school districts.

Municipal Pension Plan is determined on a formula based on contribution rate of 9.31% of salary for 2014 (2013: 9.28%).

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 12 TANGIBLE CAPITAL ASSETS

June 30, 2014	Land	Building	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	2014 Total
	\$	\$	\$	\$	\$	\$	\$
Cost							
Beginning of year	256,625,371	979,582,506	34,061,906	6,302,227	2,750,798	8,654,338	1,287,977,146
Additions	3,490,385	41,714,001	3,622,999	24,960	850,165	360,470	50,372,980
Disposals	(89,436)	(981,982)					(1,071,418)
Deemed Disposals			(2,317,508)	(115,866)	(500,948)	(1,074,965)	(4,009,287)
Write Downs	0	0	0	0	0	0	0
Closing Balance	260,026,320	1,020,314,525	35,367,397	6,521,321	3,100,015	7,939,843	1,333,269,421
Accumulated Amortization							
Beginning Balance		359,917,066	15,453,809	3,040,377	1,654,542	3,471,538	383,537,332
Amortization		23,300,506	1,337,341	646,971	822,600	1,579,491	29,936,909
Disposals		(977,310)					(977,310)
Deemed Disposals			(2,317,508)	(115,866)	(500,948)	(1,074,965)	(4,009,287)
Write Downs		0	0	0	0	0	0
Closing Balance		382,240,262	16,720,642	3,571,482	1,976,194	3,976,064	408,487,644
Net Book Value	260,026,320	638,074,263	18,646,755	2,949,839	1,123,821	3,963,779	924,781,777

Cost at June 30th, 2014, includes work in progress on Building for \$4,265,616.

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 12 TANGIBLE CAPITAL ASSETS (Continued)

June 30, 2013	Land \$	Building \$	Furniture and Equipment \$	Vehicles \$	Computer Software \$	Computer Hardware \$	2013 Total \$
Cost							
Beginning of year	200,603,045	939,532,554	34,271,642	5,594,389	2,270,366	7,672,222	1,189,944,718
Additions	56,080,807	41,074,659	3,228,291	723,451	835,057	1,848,848	103,811,113
Disposals	(58,481)	(1,024,707)					(1,083,188)
Deemed Disposals			(3,438,027)	(36,113)	(354,625)	(866,732)	(4,695,497)
Write Downs	0	0	0	0	0	0	0
Closing Balance	256,625,371	979,582,506	34,061,906	6,302,227	2,750,798	8,654,338	1,287,977,146
Accumulated Amortization							
Beginning Balance		338,515,331	15,303,257	2,479,828	1,284,164	2,806,364	360,388,944
Amortization		22,395,534	1,579	596,662	725,003	1,531,906	28,837,684
Disposals		(993,799)					(993,799)
Deemed Disposals			(3,438,027)	(36,113)	(354,625)	(866,732)	(4,695,497)
Write Downs			0	0	0	0	0
Closing Balance		359,917,066	15,451,809	3,040,377	1,654,542	3,471,538	383,537,332
Net Book Value	256,625,371	619,665,440	18,608,097	3,261,850	1,096,256	5,182,800	904,439,814

Cost at June 30th, 2013, includes work in progress on Building for \$30,679,322.

School District No. 36 (Surrey)

Notes to Financial Statements

Year Ended June 30, 2014

NOTE 13 DISPOSAL OF SITES AND BUILDINGS

The School District sold the old site of Sunnyside Elementary on March 31, 2014. The school was acquired in 1947 at an original cost \$89,436.33. The sale price was \$9,500,000. Of the proceeds \$9,498,500 were allocated to Ministry of Education Restricted Capital within Deferred Capital Revenue.

NOTE 14 INTERFUND TRANSFERS

The School District manages their accounts using three different funds – operating, special purpose and capital. Transfers between funds during the current year are as follows:

- Transfers of \$969,487 (2013: \$2,578,203) from the operating fund and \$349,546 (2013: \$340,423) from the special purpose fund, totalling \$1,319,033 (2013: \$2,918,626) to the capital fund, were made to purchase capital assets;
- Transfers of \$9,971,009 (2013: \$18,918,700) from the operating fund to the capital fund's local capital were made for the purchase of furniture and equipment, vehicles and other infrastructure upgrades.

NOTE 15 RELATED PARTY TRANSACTIONS

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

NOTE 16 CONTRACTUAL OBLIGATIONS

The School District has a total of \$15,150,488 (2013: \$16,355,283) of contractual obligations at year end related to the construction or renovation of buildings, which are funded from deferred capital revenues of Ministry of Education Bylaw capital, Restricted Capital, Land Capital and Local Capital Reserve funds. Disclosure relates to the unperformed portion of the contracts.

Contractual Commitment	Amount	Estimated Completion Date
Resource Education Centre - CCDC Contract	\$8,476,489	August 2015
J.T Brown Seismic Upgrade - CCDC Contract	1,767,840	December 2015
Old Yale Road Mechanical Upgrade - CCDC Contract	693,742	December 2014
K.B. Woodward Mechanical Upgrade - CCDC Contract	652,064	December 2014
Summer Painting - CCDC Contracts	618,227	October 2014
Summer Site Improvements - Purchase Orders	500,673	October 2014
M.B. Sanford Roofing Upgrade - CCDC Contract	395,721	September 2014
Holly Mechanical Upgrade - CCDC Contract	327,863	December 2014
Serpentine Heights Roofing Upgrade - CCDC Contract	313,253	September 2014
Summer Facility Upgrades - Purchase Orders	310,100	October 2014
David Brankin Mechanical Upgrade - CCDC Contract	251,876	December 2014
Summer Mechanical Upgrades - Purchase Orders	248,569	October 2014
Sullivan Heights Mechanical Upgrade - CCDC Contract	181,350	December 2014
Guildford Park Roofing Upgrade - CCDC Contract	149,758	September 2014
Elgin Park Electrical - CCDC Contract	117,193	October 2014
Summer Electrical Upgrades - Purchase Orders	104,598	October 2014
Sullivan Roofing Upgrade - CCDC Contract	102,179	September 2014
Summer Roofing Upgrades - Purchase Orders	66,833	September 2014
	<u>\$15,278,328</u>	

School District No. 36 (Surrey)

Notes to Financial Statements

Year Ended June 30, 2014

NOTE 17 OPERATING LEASE OBLIGATIONS

The School District has operating lease agreements for facilities that require payments over the next four fiscal years ending June 30 as follows:

2015	\$ 1,069,010
2016	625,757
2017	334,502
2018	207,674

NOTE 18 CONTINGENCIES

In the ordinary course of operations, the School District has legal proceedings brought against it and provisions have been included in liabilities where appropriate. It is the opinion of management that final determination of these claims will not have a material effect on the financial position or operations of the School District.

The School District has recorded a liability to reflect a condition of a Provincial Framework Agreement that has been reached with support staff unions. The condition states support staff will be compensated for lost wages resulting from not crossing lawful picket lines established by the British Columbia Teachers Federation (BCTF), provided that the agreement is ratified at the local level by November 30, 2014. The value of this liability as at June 30th, 2014 is \$5,386,395

NOTE 19 ASSET RETIREMENT OBLIGATION

Legal liabilities may exist for the removal or disposal of asbestos in schools that will undergo major renovations or demolition. The value of the liability for asbestos removal or disposal will be recognized in the period in which a reasonable estimate of fair value can be made. As at June 30, 2014 the liability is not reasonably determinable.

NOTE 20 EXPENSE BY OBJECT

	2014	2013
Salaries and Benefits	\$ 522,323,587	\$ 535,299,605
Services and Supplies	71,074,496	73,635,719
Amortization	29,936,909	28,837,684
Total	\$ 623,334,992	\$ 637,773,008

NOTE 21 ECONOMIC DEPENDENCE

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

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 22 BUDGET FIGURES

Budget figures included in the financial statements are the School District's amended annual budget adopted by the Board of Education on February 13th, 2014 and reflect more current estimates on student FTE, revenues and expenditures.

	Original Budget \$	Amended Budget \$	Change \$
Statement 2			
Revenue			
Provincial Grants			
Ministry of Education	621,645,377	592,742,694	(28,902,683)
Other	2,662,746	2,775,267	112,521
Municipal Grants Spent on Sites	-	-	-
Federal Grants	-	254,162	254,162
Tuition	9,921,235	11,507,700	1,586,471
Other Revenues	16,330,255	17,204,825	874,570
Rental and Leases	1,783,500	1,783,500	-
Investment Income	1,500,507	1,708,000	207,493
Gain (Loss) on Disposal of Tangible Capital Assets	-	(89,000)	(89,000)
Amortization of Deferred Capital Revenue	20,517,000	20,707,000	190,000
Total Revenue	674,384,114	648,594,148	(25,816,866)
Expenses			
Instruction	546,114,562	560,169,199	13,474,637
District Administration	12,597,681	13,016,082	418,401
Operations and Maintenance	93,038,365	93,275,320	236,955
Transportation and Housing	5,912,169	5,370,637	(541,532)
Total Expense	658,242,777	671,831,238	13,588,461
Net Revenue	16,168,237	(23,237,090)	(39,405,327)
Budgeted Allocation of Surplus (Deficit)	12,360,971	20,022,402	7,661,431
Budgeted Surplus (Deficit) for the Year	28,529,208	(3,214,688)	(31,743,896)
Statement 4			
Surplus (Deficit) for the year	16,168,237	(23,237,090)	(39,405,327)
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(51,085,230)	(40,772,112)	10,313,118
Amortization of Tangible Capital Assets	29,012,000	29,406,000	394,000
Net carrying value of Tangible Capital Assets disposed of	-	-	-
Total Effects of change in Tangible Assets	(22,073,230)	(11,366,112)	10,707,118
(Increase) Decrease in Net Financial Assets (Debt) before Net Remeasurment Gains (Losses)	(5,904,993)	(34,603,202)	(28,698,209)

School District No. 36 (Surrey)
Notes to Financial Statements
Year Ended June 30, 2014

NOTE 22 BUDGET FIGURES (Continued)

Statement 2

The significant changes between the original budget and amended were:

Revenues:

- Ministry Grants – Amended to reflect actual approved Capital Revenue draws
- Tuition – International student tuition higher than originally projected
- Other revenues - Contributions received in support of Community school programs
- Gain on Disposal of Tangible Capital Assets – Sale of asset never materialized

Expenses:

- Instruction – Recognition of Board approved use of internally restricted funds from 2013
- Operations and Maintenance – Recognition of Board approved use of internally restricted funds from 2013

Budgeted Allocation of Surplus – Actual 2013 year end Surplus greater than anticipated

Statement 4

The significant changes between original budget and amended were:

- Subsequent approvals from Ministry of Education to draw on Deferred Capital revenues

NOTE 23 INTERNALLY RESTRICTED – OPERATING FUND

The School District attributes a portion of the accumulated surplus to an internal operating fund and internally restricts a portion of the balance. The detail of the operating surplus is as follows:

2014/2015 Operating Budget	\$ 10,567,706
Education Administration	5,125,500
Technology	2,373,714
Net School Operating Surplus	1,360,225
Aboriginal Education Targeted Fund	555,744
Learning Resources	905,943
Instructional and Safe Schools Initiative	694,249
Food Services	326,300
Business Development	117,809
Physical Plant	21,686
Risk Management	25,000
Total Internally Restricted Items	\$ 22,073,876

School District No. 36 (Surrey)

Notes to Financial Statements

Year Ended June 30, 2014

NOTE 24 RISK MANAGEMENT

The School District has exposure to the following risks from its use of financial instruments: credit risk, market risk and liquidity risk.

The Board ensures that the School District has identified its risks and ensures that management monitors and controls them.

a) **Credit risk:**

Credit risk is the risk of financial loss to an institution if a customer or counterparty to a financial instrument fails to meet its contractual obligations. Such risks arise principally from certain financial assets held consisting of cash, amounts receivable and investments.

The School District is exposed to credit risk in the event of non-performance by a borrower. This risk is mitigated as most amounts receivable are due from the Province and are collectible.

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

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. The investment objectives are on protecting investments rather than the potential for superior returns. The school district has very low tolerance for risk with investments and prefers a low degree of price volatility.

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.

School District No. 36 (Surrey)

Schedule 1 (Unaudited)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2014

	Operating Fund	Special Purpose Fund	Capital Fund	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	19,641,599		426,320,249	445,961,848	386,808,998
Prior Period Adjustments					(380,803)
Accumulated Surplus (Deficit), beginning of year, as restated	<u>19,641,599</u>	<u>-</u>	<u>426,320,249</u>	<u>445,961,848</u>	<u>386,428,195</u>
Changes for the year					
Surplus (Deficit) for the year	14,660,490	349,546	(5,145,434)	9,864,602	59,533,653
Interfund Transfers					
Tangible Capital Assets Purchased	(969,487)	(349,546)	1,319,033	-	
Local Capital	(9,971,009)		9,971,009	-	
Net Changes for the year	<u>19,994</u>	<u>-</u>	<u>6,144,608</u>	<u>9,864,602</u>	<u>59,533,653</u>
Accumulated Surplus (Deficit), end of year - Statement 2	<u>19,661,593</u>	<u>-</u>	<u>432,464,857</u>	<u>455,826,450</u>	<u>445,961,848</u>

School District No. 36 (Surrey)

Schedule 2 (Unaudited)

Schedule of Operating Operations

Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	574,667,885	557,388,044	567,849,361
Other	2,691,048	2,688,056	2,904,921
Federal Grants		8,264	71,770
Tuition	11,507,700	11,660,045	10,211,172
Other Revenue	2,536,825	3,427,336	3,291,157
Rentals and Leases	1,783,500	2,054,787	2,021,094
Investment Income	1,200,000	911,751	1,294,201
Total Revenue	594,386,958	578,138,283	587,643,676
Expenses			
Instruction	530,282,603	487,669,697	501,143,106
District Administration	13,016,082	11,934,556	11,639,293
Operations and Maintenance	63,878,101	59,100,831	58,862,199
Transportation and Housing	370,637	4,772,709	4,919,914
Total Expense	607,547,423	563,477,793	576,564,512
Operating Surplus (Deficit) for the year	(17,458,465)	14,660,490	11,079,164
Budgeted Appropriation (Retirement) of Surplus (Deficit)	20,022,402		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(812,737)	(969,487)	(2,578,203)
Local Capital	(1,751,200)	(9,971,009)	(18,918,700)
Total Net Transfers	(2,563,937)	(10,940,496)	(21,496,903)
Total Operating Surplus (Deficit), for the year	-	3,719,994	(10,417,739)
Operating Surplus (Deficit), beginning of year		19,641,599	30,440,141
Prior Period Adjustments			
April - June 2012 EFB Expense Restatement			(380,803)
Operating Surplus (Deficit), beginning of year as restated		19,641,599	30,059,338
Operating Surplus (Deficit), end of year		23,361,593	19,641,599
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 23)		22,073,876	17,774,580
Unrestricted		1,287,717	1,867,019
Total Operating Surplus (Deficit), end of year		23,361,593	19,641,599

School District No. 36 (Surrey)

Schedule 2A (Unaudited)

Schedule of Operating Revenue by Source

Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	567,830,368	547,867,092	557,150,274
AANDC/LEA Recovery	(82,260)	(82,260)	(73,017)
Other Ministry of Education Grants			
Pay Equity	6,861,222	6,861,224	6,861,222
Graduated Adult Ed		2,158,098	3,820,096
Carbon Tax Reimbursement		508,173	-
Other Miscellaneous	58,555	75,717	90,786
Total Provincial Grants - Ministry of Education	574,667,885	557,388,044	567,849,361
Provincial Grants - Other	2,691,048	2,688,056	2,904,921
Federal Grants	-	8,264	71,770
Tuition			
Summer School Fees	138,500	138,500	97,029
Continuing Education	1,414,200	1,416,974	1,174,735
Offshore Tuition Fees	9,100,000	10,104,571	8,939,408
Total Tuition	11,500,000	11,660,045	10,211,172
Other Revenues			
LEA/Direct Funding from First Nations	82,260	72,552	73,017
Miscellaneous			
Teaching Kitchen	838,000	798,241	855,152
Energy Management	347,801	185,363	319,618
Other Miscellaneous	928,264	2,030,680	1,709,574
Worksafe BC	340,500	340,500	333,796
Total Other Revenue	2,536,825	3,427,336	3,291,157
Rentals and Leases	1,783,500	2,054,787	2,021,094
Investment Income	1,200,000	911,751	1,294,201
Total Operating Revenue	594,386,958	578,138,283	587,643,676

School District No. 36 (Surrey)

Schedule 2B (Unaudited)

Schedule of Operating Expense by Object
Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Salaries			
Teachers	288,560,684	267,200,760	285,794,901
Principals and Vice Principals	25,302,864	25,430,578	25,274,090
Educational Assistants	48,409,582	45,677,172	42,220,897
Support Staff	49,797,415	47,920,878	47,641,678
Other Professionals	8,332,239	8,308,704	7,916,560
Substitutes	20,116,284	17,171,163	17,478,405
Total Salaries	440,519,068	411,709,255	426,326,531
Employee Benefits	105,686,330	99,942,988	97,738,445
Total Salaries and Benefits	546,205,398	511,652,243	524,064,976
Services and Supplies			
Services	13,822,782	11,905,142	12,707,226
Student Transportation	4,675,084	4,027,610	4,247,275
Professional Development and Travel	1,095,012	1,808,951	1,846,367
Rentals and Leases	2,148,875	2,050,483	1,833,364
Dues and Fees	1,692,201	1,678,175	1,554,754
Insurance	1,512,094	1,506,263	1,521,393
Supplies	29,517,268	18,907,238	19,447,440
Utilities	10,658,373	9,941,688	9,341,717
Total Services and Supplies	65,640,025	51,825,550	52,499,536
Total Operating Expense	611,845,423	563,477,793	576,564,512

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School District No. 36 (Surrey)

Operating Expense by Function, Program and Object

Year Ended June 30, 2014

Schedule 2C (Unaudited)

	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	204,089,106	3,636,328	1,301	5,562,854	669,880	8,779,336	222,738,805
1.03 Career Programs	2,742,311	100,720		1,202,389		132,560	4,177,980
1.07 Library Services	5,691,746			593,982	76,628	231,624	6,593,980
1.08 Counselling	6,538,691	167,071				271,251	6,977,013
1.10 Special Education	31,729,502	1,584,566	42,439,075	405,901		5,144,535	81,303,579
1.30 English Language Learning	10,652,356		427,617			445,528	11,525,501
1.31 Aboriginal Education	672,944	117,100	1,725,883	90,043		29,671	2,635,641
1.41 School Administration		18,820,177		799,908		646,247	30,766,332
1.60 Summer School	1,433,081	180,206	2,345	10,619			1,796,351
1.61 Continuing Education	366,850	102,412		18,309			652,571
1.62 Off Shore Students	2,738,825	243,692	24,880	692,877	259,150	131,573	4,091,003
1.64 Other	286,110		103,758	126,328	158,350		1,608,548
Total Function 1	266,941,522	24,952,272	45,558,713	20,338,216	1,164,008	15,812,325	374,867,304
4 District Administration							
4.11 Educational Administration	136,652			139,813	1,565,491	974	1,842,930
4.40 School District Governance	500			96,200	332,291		428,991
4.41 Business Administration	28,057	478,306		2,475,160	2,790,809	37,581	5,809,913
Total Function 4	165,209	478,306	-	2,711,173	4,688,591	38,555	8,081,834
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	92,403		18,211	1,034,603	1,335,111	18,192	2,498,520
5.50 Maintenance Operations	1,626			21,520,296	895,095	1,288,499	23,705,516
5.52 Maintenance of Grounds				1,897,698	87,578	13,592	1,998,868
5.56 Utilities							-
Total Function 5	94,029	-	18,211	24,452,597	2,317,784	1,320,283	28,202,904
7 Transportation and Housing							
7.41 Transportation and Housing Administration				91,006	138,321		229,327
7.70 Student Transportation				327,886			327,886
Total Function 7	-	-	-	418,892	138,321	-	557,213
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	267,200,760	25,430,578	45,677,172	47,920,878	8,308,704	17,171,163	411,709,255

School District No. 36 (Surrey)

Operating Expense by Function, Program and Object

Year Ended June 30, 2014

Schedule 2C (Unaudited)

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2014 Actual	2014 Budget	2013 Actual (Recast - Note 3)
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	222,738,805	54,064,621	276,803,426	9,966,939	286,770,365	317,279,802	301,451,220
1.03 Career Programs	4,177,980	1,038,467	5,216,447	1,215,889	6,432,336	7,227,696	6,612,911
1.07 Library Services	6,593,980	1,606,295	8,200,275	3,869,416	12,069,691	13,720,012	13,034,644
1.08 Counselling	6,977,013	1,726,774	8,703,787		8,703,787	9,345,019	9,253,691
1.10 Special Education	81,303,579	20,611,408	101,914,987	168,225	103,083,212	108,506,300	100,432,794
1.30 English Language Learning	11,525,501	2,857,611	14,383,112		14,383,112	15,516,772	15,024,163
1.31 Aboriginal Education	2,635,641	623,804	3,259,445	342,712	3,602,157	4,159,410	3,768,835
1.41 School Administration	30,766,332	7,302,931	38,069,263	286,213	39,355,476	40,155,758	38,750,124
1.60 Summer School	1,796,351	352,164	2,148,515	1,665	2,373,180	2,392,416	2,164,041
1.61 Continuing Education	652,571	94,767	747,338	54,907	1,297,235	1,469,209	1,424,780
1.62 Off Shore Students	4,091,003	954,918	5,045,921	2,252,898	7,298,819	8,012,726	6,968,379
1.64 Other	1,608,548	345,914	1,954,462	345,865	2,300,327	2,497,483	2,257,524
Total Function 1	374,867,304	91,579,674	466,446,978	21,222,719	487,669,697	530,282,603	501,143,106
4 District Administration							
4.11 Educational Administration	1,842,930	417,900	2,260,830	363,259	2,624,161	2,877,199	2,730,102
4.40 School District Governance	428,991	44,900	473,891	207,152	681,052	765,910	783,054
4.41 Business Administration	5,809,913	1,211,454	7,021,367	1,607,976	8,629,343	9,372,973	8,126,137
Total Function 4	8,081,834	1,674,335	9,756,169	2,178,387	11,934,556	13,016,082	11,639,293
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	2,498,526	436,840	2,935,329	2,778,558	5,713,887	6,346,613	5,681,884
5.50 Maintenance Operations	23,705,516	5,654,674	29,360,190	10,704,805	40,064,995	42,470,706	40,502,039
5.52 Maintenance of Grounds	3,998,000	472,938	2,471,806	907,957	3,379,763	3,690,409	3,326,564
5.56 Utilities			-	9,942,186	9,942,186	10,668,373	9,351,712
Total Function 5	28,202,904	6,564,421	34,767,325	24,333,506	59,100,831	63,176,101	58,862,199
7 Transportation and Housing							
7.41 Transportation and Housing Administration	2,121,100	45,219	274,546	2,282	276,828	303,056	269,364
7.70 Student Transportation	3,246,366	79,339	407,225	4,088,656	4,495,881	5,067,581	4,650,550
Total Function 7	557,213	124,558	681,771	4,090,938	4,772,709	5,370,637	4,919,914
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	411,709,255	99,942,988	511,652,243	51,825,550	563,477,793	611,845,423	576,564,512

School District No. 36 (Surrey)

Schedule 3 (Unaudited)

Schedule of Special Purpose Operations

Year Ended June 30, 2014

	2014 Budget	2014 Actual	2013 Actual (Recast - Note 3)
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	15,974,809	13,609,221	15,549,540
Other	84,219	104,219	115,726
Federal Grants	254,162	259,205	556,158
Other Revenue	14,668,000	16,288,172	16,481,748
Investment Income	8,000	9,019	8,063
Total Revenue	30,989,190	30,269,836	32,711,235
Expenses			
Instruction	29,886,596	28,925,320	29,781,847
Operations and Maintenance	693,219	994,970	2,588,965
Total Expense	30,579,815	29,920,290	32,370,812
Special Purpose Surplus (Deficit) for the year	409,375	349,546	340,423
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(409,375)	(349,546)	(340,423)
Total Net Transfers	(409,375)	(349,546)	(340,423)
Total Special Purpose Surplus (Deficit) for the year	-	-	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year			

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School District No. 36 (Surrey)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2014

Schedule 3A (Unaudited)

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	Scholarships and Bursaries	School Generated Funds	Strong Start	Ready, Set, Learn	Adolescent Psychiatric Unit	School Meals
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	-	-	62,425		2,944,432	83,907	181,845		520
District Entered				515,991					
Deferred Revenue, beginning of year, as restated	-	-	62,425	515,991	2,944,432	83,907	181,845	-	520
Add: Restricted Grants									
Provincial Grants - Ministry of Education	994,811	6,957,359	84,711			738,500	247,450	134,072	2,009,560
Provincial Grants - Other									
Federal Grants				301,096	13,829,236				250,310
Other				8,860					
Investment Income	159								
	994,970	6,957,359	84,711	309,956	13,829,236	738,500	247,450	134,072	2,259,870
Less: Allocated to Revenue	994,970	6,642,247	101,391	319,191	13,998,232	778,407	398,146	133,473	2,260,390
Deferred Revenue, end of year	-	315,112	45,745	7,756	2,831,004	44,000	31,149	599	-
Revenues									
Provincial Grants - Ministry of Education	994,811	6,642,247	101,391			778,407	398,146	133,473	2,010,080
Provincial Grants - Other									
Federal Grants				301,096	13,829,236				250,310
Other Revenue				8,860					
Investment Income	159								
	994,970	6,642,247	101,391	319,156	13,998,232	778,407	398,146	133,473	2,260,390
Expenses									
Salaries									
Teachers		3,940,411					166,989	78,348	
Educational Assistants		1,111,223					19,778	17,062	
Support Staff	60,449	1,572				482,651	14,297		387,170
Other Professionals						70,339			70,098
Substitutes		14,705				14,705			53,526
	60,449	5,538,711				567,695	201,064	95,410	510,794
Employee Benefits	11,159	1,238,711				153,926	9,018	23,712	121,590
Services and Supplies	94,991	10,572	101,391	319,191	13,998,232	56,786	188,064	14,351	1,628,006
	166,599	11,827,247	101,391	319,191	13,998,232	778,407	398,146	133,473	2,260,390
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 36 (Surrey)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2014

Schedule 3A (Unaudited)

	Adolescent Day Treatment Program	Daughters & Sisters P.L.E.A. Program	Waypoint Substance House	French	Literacy Innovation	Community Link Community Schools	Intensive Core French	Community Link Innecity Schools	Diverse Youth Gang Prevention
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year			14,074	133,342	266,472	915,614	6,400	416,747	84,219
District Entered									
Deferred Revenue, beginning of year, as restated	-	-	14,074	133,342	266,472	915,614	6,400	416,747	84,219
Add: Restricted Grants									
Provincial Grants - Ministry of Education	268,573	110,904	78,085	508,310		1,722,782	38,750	89,799	
Provincial Grants - Other						20,000			
Federal Grants									
Other				716		727,673			
Investment Income									
	268,573	110,904	78,085	509,026	-	2,470,455	38,750	89,799	-
Less: Allocated to Revenue	262,433	110,904	69,975	471,790	35,748	2,137,878	13,730	196,597	84,219
Deferred Revenue, end of year	6,140	-	22,184	136,556	24	1,248,191	31,420	309,949	-
Revenues									
Provincial Grants - Ministry of Education	262,433	110,904	69,975	471,790	35,748	1,390,205	13,730	196,597	
Provincial Grants - Other						20,000			84,219
Federal Grants									
Other Revenue				716		727,673			
Investment Income									
	262,433	110,904	69,975	471,790	35,748	2,137,878	13,730	196,597	84,219
Expenses									
Salaries									
Teachers	158,355	79,904	24,411	114,908	31,792	19,832	6,422	72,562	
Educational Assistants	19,212					402			
Support Staff				568		991,716			48,450
Other Professionals						274,995			
Substitutes	14,420	1,775							
	191,987	81,679	51,941	115,476	31,792	1,286,945	6,422	72,562	48,450
Employee Benefits	46,284	18,904	8,777	10,723		278,084		10,590	11,964
Services and Supplies	1,844	11,164	9,257	345,591	3,956	572,849	7,308	113,445	23,805
	2,433	9,04	69,975	471,790	35,748	2,137,878	13,730	196,597	84,219
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 36 (Surrey)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2014

Schedule 3A (Unaudited)

	Donations	PAC Contributions	Wraparound	SAME Project	Coyote Creek BEP	TOTAL
	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	1,065,326	219,740	60,185	193,978	39,375	6,688,601
District Entered	(515,991)					
Deferred Revenue, beginning of year, as restated	549,335	219,740	60,185	193,978	39,375	6,688,601
Add: Restricted Grants						
Provincial Grants - Ministry of Education						13,983,666
Provincial Grants - Other						20,000
Federal Grants				5,042		5,042
Other	440,288	390,069				15,939,388
Investment Income						9,019
	440,288	390,069	-	5,042	-	29,957,115
Less: Allocated to Revenue	540,288	460,622	60,185	199,020	-	30,269,836
Deferred Revenue, end of year	449,335	149,187	-	-	39,375	6,375,880
Revenues						
Provincial Grants - Ministry of Education						13,609,221
Provincial Grants - Other						104,219
Federal Grants			60,185	1,020		259,205
Other Revenue	540,288	460,622				16,288,172
Investment Income						9,019
	540,288	460,622	60,185	199,020	-	30,269,836
Expenses						
Salaries						
Teachers	11,514					4,704,947
Educational Assistants						1,227,677
Support Staff				1,294		2,015,247
Other Professionals						415,432
Substitutes				123		344,495
	11,514		80	1,417	-	8,707,798
Employee Benefits			15	6		1,963,546
Services and Supplies	4,120	205,244	60,090	197,597		19,248,946
	4,120	205,244	60,185	199,020	-	29,920,290
Net Revenue (Expense) before Interfund Transfers	58	2,578	-	-	-	349,546
Interfund Transfers						
Tangible Capital Assets Purchased	(94,168)	(255,378)				(349,546)
	(94,168)	(255,378)	-	-	-	(349,546)
Net Revenue (Expense)	-	-	-	-	-	-

School District No. 36 (Surrey)

Schedule 4 (Unaudited)

Schedule of Capital Operations

Year Ended June 30, 2014

	2014 Budget	2014 Actual			2013 Actual (Recast - Note 3)
	\$	Invested in Tangible Capital Assets \$	Local Capital \$	Fund Balance \$	\$
Revenues					
Provincial Grants					
Ministry of Education	2,100,000	2,831,786		2,831,786	36,819,205
Municipal Grants Spent on Sites					19,165,820
Other Revenue			401,747	401,747	170,630
Investment Income	500,000		635,963	635,963	425,359
Gain (Loss) on Disposal of Tangible Capital Assets	(89,000)	(89,436)		(89,436)	(58,481)
Amortization of Deferred Capital Revenue	20,707,000	21,011,415		21,011,415	20,429,217
Total Revenue	23,218,000	23,753,765	1,037,710	24,791,475	76,951,750
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	29,406,000	29,936,909		29,936,909	28,837,684
Total Expense	29,406,000	29,936,909	-	29,936,909	28,837,684
Capital Surplus (Deficit) for the year	(6,188,000)	(6,183,144)	1,037,710	(5,145,434)	48,114,066
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	1,222,112	1,319,033		1,319,033	2,918,626
Local Capital	1,751,200		11,009	9,971,009	18,918,700
Total Net Transfers	2,973,312	1,319,033	9,981,009	11,290,042	21,837,326
Other Adjustments to Fund Balances					
District Portion of Proceeds on Disposal		(4,672)	4,672	-	
Tangible Capital Assets Purchased from Local Capital		802,187	(7,202,187)	-	
Tangible Capital Assets WIP Purchased from Local Capital		3,419,637	(3,019,637)	-	
Total Other Adjustments to Fund Balances		3,217,152	(10,217,152)	-	
Total Capital Surplus (Deficit) for the year	(3,214,688)	5,353,041	791,567	6,144,608	69,951,392
Capital Surplus (Deficit), beginning of year		390,896,786	35,423,463	426,320,249	356,368,857
Capital Surplus (Deficit), end of year		396,249,827	36,215,030	432,464,857	426,320,249

School District No. 36 (Surrey)

Tangible Capital Assets

Year Ended June 30, 2014

Schedule 4A (Unaudited)

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	256,625,371	948,903,184	34,061,906	6,302,227	2,750,798	8,654,338	1,257,297,824
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	2,813,733	32,279,107	1,010,675	5,372		293,789	36,402,676
Deferred Capital Revenue - Other	18,053	1,165,415					1,183,468
Operating Fund			52,643		850,165	66,681	969,487
Special Purpose Funds	343,116						349,546
Local Capital	315,483	4,003,863	2,555,253	329,588			7,202,187
Transferred from Work in Progress		30,679,322					30,679,322
	3,490,385	68,127,707	3,622,999	34,960	850,165	360,470	76,786,686
Decrease:							
Disposed of	89,436	981,982					1,071,418
Deemed Disposals			117,508	115,866	500,948	1,074,965	4,009,287
	89,436	981,982	117,508	115,866	500,948	1,074,965	5,080,705
Cost, end of year	260,026,320	1,016,085,905	35,367,397	6,521,321	3,100,015	7,939,843	1,329,003,805
Work in Progress, end of year		4,265,616					4,265,616
Cost and Work in Progress, end of year	260,026,320	1,020,314,521	35,367,397	6,521,321	3,100,015	7,939,843	1,333,269,421
Accumulated Amortization, beginning of year		3,917,061	15,453,809	3,040,377	1,654,542	3,471,538	383,537,332
Changes for the Year							
Increase: Amortization for the Year			3,587,341	646,971	822,600	1,579,491	29,936,909
Decrease:							
Disposed of		977,310					977,310
Deemed Disposals			2,317,508	115,866	500,948	1,074,965	4,009,287
		977,310	2,317,508	115,866	500,948	1,074,965	4,986,597
Accumulated Amortization, end of year		382,240,262	16,723,642	3,571,482	1,976,194	3,976,064	408,487,644
Tangible Capital Assets - Net	260,026,320	638,074,263	18,643,755	2,949,839	1,123,821	3,963,779	924,781,777

School District No. 36 (Surrey)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2014

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	30,679,322				30,679,322
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	926,417				926,417
Deferred Capital Revenue - Other	319,562				319,562
Local Capital	3,019,637				3,019,637
	4,265,616	-	-	-	4,265,616
Decrease:					
Transferred to Tangible Capital Assets	30,679,322				30,679,322
	30,679,322	-	-	-	30,679,322
Net Changes for the Year	(26,413,706)	-	-	-	(26,413,706)
Work in Progress, end of year	4,265,616	-	-	-	4,265,616

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School District No. 36 (Surrey)

Schedule 4C (Unaudited)

Deferred Capital Revenue

Year Ended June 30, 2014

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	476,101,086	6,762,621		482,863,707
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	33,588,943	1,165,415		34,754,358
Transferred from Work in Progress	28,285,097	2,394,225		30,679,322
	61,874,040	3,559,640	-	65,433,680
Decrease:				
Amortization of Deferred Capital Revenue	20,660,997	350,418		21,011,415
	20,660,997	350,418	-	21,011,415
Net Changes for the Year	41,213,043	3,209,222	-	44,422,265
Deferred Capital Revenue, end of year	517,314,129	9,971,843	-	527,285,972
Work in Progress, beginning of year	28,285,097	2,394,225		30,679,322
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	926,417	319,562		1,245,979
	926,417	319,562	-	1,245,979
Decrease				
Transferred to Deferred Capital Revenue	28,285,097	2,394,225		30,679,322
	28,285,097	2,394,225	-	30,679,322
Net Changes for the Year	(27,358,680)	(2,074,663)	-	(29,433,343)
Work in Progress, end of year	926,417	319,562	-	1,245,979
Total Deferred Capital Revenue, end of year	518,240,546	10,291,405	-	528,531,951

School District No. 36 (Surrey)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2014

Schedule 4D (Unaudited)

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	5,621,635	9,099,078		1,065,923		15,786,636
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	38,325,818					38,325,818
Investment Income		222,210		56,083		278,293
Sale of Capital Assets		9,498,500				9,498,500
Local Government Site Fees				2,683,658		2,683,658
	38,325,818	9,720,710	-	2,739,741	-	50,786,269
Decrease:						
Transferred to DCR - Capital Additions	33,588,943	1,65,415				34,754,358
Transferred to DCR - Work in Progress	926,417	319,562				1,245,979
Transferred to Revenue - Site Purchases	2,813,733	18,000				2,831,786
	37,329,093	1,992,977	-	-	-	38,832,123
Net Changes for the Year	996,725	8,217,693	-	2,739,741	-	11,954,146
Balance, end of year	6,618,360	17,316,771	-	3,805,664	-	27,740,782

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3(d)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
ADAMS ROAD ELEMENTARY (SITE #153) ADDITION**

On 2014-08-28, the Minister of Education announced approval of an addition to Adams Road Elementary (Site #153). The addition will increase capacity by 40 Full Day Kindergarten and 200 Grade 1-7 student spaces.

This new space project was submitted as a high priority in the Board of Education of School District No. 36 (Surrey) 2013 - 2017 Five Year Capital Plan.

Prior to formal approval of the project, the Ministry of Education requires that the school district prepare a Project Definition Report (PDR) identifying rationale, scope, budget and schedule of the project.

The PDR has been completed and approved by the Ministry of Education. The Board is now required to ratify submission of the Capital Project Funding Agreement for the completion of the project. The adoption of the recommended motion below will bind the Board to a sum of:

\$ 5,636,880	Restricted Capital Funds
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<u>\$ 5,636,880</u>	Total Capital Project
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The Board is to complete the project within the above approved funding.

MEETING DATE: 2014-09-18

Page 2

SCHEDULE: 3(d)

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
ADAMS ROAD ELEMENTARY (SITE #153) ADDITION**

IT IS RECOMMENDED:

THAT the Board, subject to government approval, ratify the Capital Project Funding Agreement in the sum of:

\$ 5,636,880 Restricted Capital Funds


\$ 5,636,880 Total Capital Project

for design and construction of a (ten) 10 classroom addition to Adams Road Elementary (Site #153).

Enclosures:

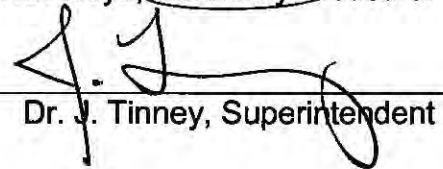


Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3(e)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
ROSEMARY HEIGHTS ELEMENTARY (SITE #189) ADDITION**

On 2014-08-28, the Minister of Education announced approval of an addition to Rosemary Heights Elementary (Site #189). The addition will increase capacity by 40 Full Day Kindergarten student spaces.

This new space project was submitted as a high priority in the Board of Education of School District No. 36 (Surrey) 2013 - 2017 Five Year Capital Plan.

Prior to formal approval of the project, the Ministry of Education requires that the school district prepare a Project Definition Report (PDR) identifying rationale, scope, budget and schedule of the project.

The PDR has been completed and approved by the Ministry of Education. The Board is now required to ratify submission of the Capital Project Funding Agreement for the completion of the project. The adoption of the recommended motion below will bind the Board to a sum of:

\$ 1,490,359	Restricted Capital Funds
--------------	--------------------------

<u>\$ 1,490,359</u>	Total Capital Project
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The Board is to complete the project within the above approved funding.

MEETING DATE: 2014-09-18

Page 2

SCHEDULE: 3(e)

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
ROSEMARY HEIGHTS ELEMENTARY (SITE #189) ADDITION**

IT IS RECOMMENDED:

THAT the Board, subject to government approval, ratify the Capital Project Funding Agreement in the sum of:

\$ 1,490,359 Restricted Capital Funds

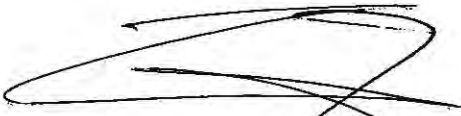
\$ 1,490,359 Total Capital Project

for design and construction of a two (2) classroom addition to Rosemary Heights Elementary (Site #189).

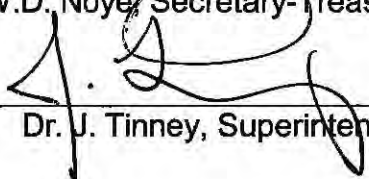
Enclosures:



Submitted by: _____


W.D. Noye, Secretary-Treasurer

Approved by: _____


Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3(f)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
MORGAN ELEMENTARY (SITE #188) ADDITION**

On 2014-08-28, the Minister of Education announced approval of an addition to Morgan Elementary (Site #188). The addition will increase capacity by 40 Full Day Kindergarten and 50 Grade 1-7 student spaces.

Prior to formal approval of the project, the Ministry of Education requires that the school district prepare a Project Definition Report (PDR) identifying rationale, scope, budget and schedule of the project.

The PDR has been completed and approved by the Ministry of Education. The Board is now required to ratify submission of the Capital Project Funding Agreement for the completion of the project. The adoption of the recommended motion below will bind the Board to a sum of:

\$ 2,327,600	Restricted Capital Funds
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<u>\$ 2,327,600</u>	Total Capital Project
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The Board is to complete the project within the above approved funding.

MEETING DATE: 2014-09-18

Page 2

SCHEDULE: 3(f)

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
MORGAN ELEMENTARY (SITE #188) ADDITION**

IT IS RECOMMENDED:

THAT the Board, subject to government approval, ratify the Capital Project Funding Agreement in the sum of:

\$ 2,327,600 Restricted Capital Funds

\$ 2,327,600 Total Capital Project

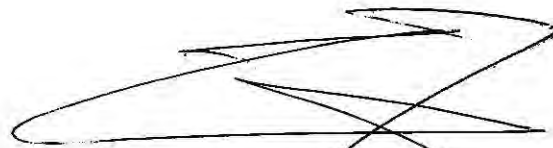
for design and construction of a four (4) classroom addition to Morgan Elementary (Site #188).

Enclosures:

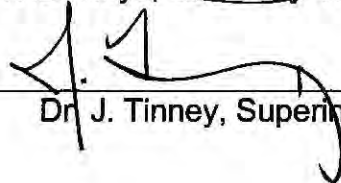


Submitted by:

Approved by:



W.D. Noye, Secretary/Treasurer



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3(g)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

**TOPIC: CAPITAL PROJECT FUNDING AGREEMENT
CLAYTON NORTH SECONDARY (SITE #215) NEW SCHOOL**

On 2013-02-15, Minister of Education announced support for a new secondary school in the Clayton area – Clayton North Secondary (Site #215). On 2014-08-28, the Minister of Education announced approval of a new school at Clayton North Secondary (Site #215). The new school will have a capacity of 1500 student spaces.

This new space project was submitted as the highest priority in the Board of Education of School District No. 36 (Surrey) 2012 - 2016 Five Year Capital Plan.

Prior to formal approval of the project, the Ministry of Education requires that the school district prepare a Project Definition Report (PDR) identifying rationale, scope, budget and schedule of the project.

The PDR has been completed and approved by the Ministry of Education. The Board is now required to ratify submission of the Capital Project Funding Agreement for the completion of the project. The adoption of the recommended motion below will bind the Board to a sum of:

\$ 45,600,000	Capital Project Funding from Province
\$ 4,945,161	Restricted Capital Fund
\$ 4,625,689	Local Capital Fund
<u>\$ 55,170,850</u>	Total Capital Project

The Board is to complete the project within the above approved funding.

MEETING DATE: 2014-09-18

Page 2

SCHEDULE: 3(g)

TOPIC: **CAPITAL PROJECT FUNDING AGREEMENT
CLAYTON NORTH SECONDARY (SITE #215) NEW SCHOOL**

IT IS RECOMMENDED:

THAT the Board, subject to government approval, ratify the Capital Project Funding Agreement in the sum of:

\$ 45,600,000 Capital Project Funding from Province

\$ 4,945,161 Restricted Capital Fund

\$ 4,625,689 Local Capital Fund

\$ 55,170,850 Total Capital Project

for design and construction of a 1500 capacity secondary school at Clayton North Secondary (Site #215).

Enclosures:

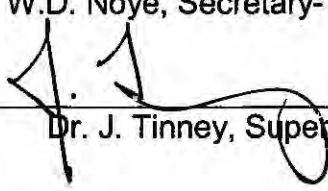


Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3(h)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: **CAPITAL PROJECT BYLAW NO. 115265-2
CLAYTON NORTH SECONDARY (SITE #215) NEW SCHOOL**

The Ministry of Education has approved an increase in the maximum allocation to the district's Capital Plan in the amount of \$45,600,000 as follows:

<u>Project No.</u>	<u>Project Description</u>	<u>Amount</u>
115265-2	Capital Project Funding from Province	\$ 45,600,000
	Restricted Capital Fund	\$ 4,945,161
	Local Capital Fund	\$ 4,625,689
	Total Capital Project	<u>\$ 55,170,850</u>

IT IS RECOMMENDED:

THAT Capital Project Bylaw No. 115265-2 be given three (3) readings at this meeting (vote must be unanimous).

BYLAW RECOMMENDATION:

1. THAT Capital Project Bylaw No. 115265-2 be approved as read a first time.
2. THAT Capital Project Bylaw No. 115265-2 be approved as read a second time.

MEETING DATE: 2014-09-18

Page 2

SCHEDULE: 3(h)

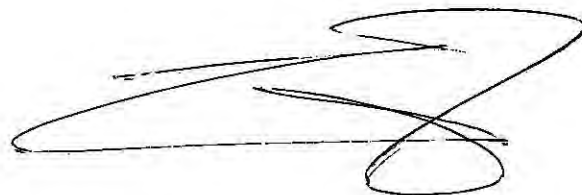
TOPIC: **CAPITAL PROJECT BYLAW NO. 115265-2
CLAYTON NORTH SECONDARY (SITE #215) NEW SCHOOL**

3. THAT Capital Project Bylaw No. 115265-2 be approved as read a third time and finally adopted.

Enclosures:

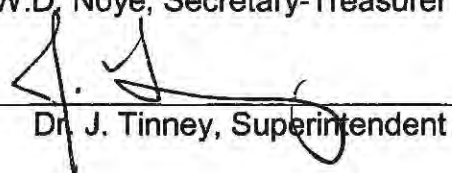


Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

CAPITAL AMENDMENT BYLAW NO. 115265 -2
CLAYTON NORTH SECONDARY (SITE #215) NEW SCHOOL

A BYLAW by the Board of Education of School District No. 36 (Surrey) (hereinafter called the "Board") to amend a Capital Project of the Board pursuant to Sections 143 (3) and 144 (1) of the *School Act*, R.S.B.C. 1996, c. 412 as amended from time to time (called the "Act").

WHEREAS by Capital Bylaw No. 115265 the Board adopted capital bylaw specifying a total maximum allocation of \$10,520,613.

AND WHEREAS the Minister of Education has approved an additional maximum allocation of \$45,600,000 for Project No. 115265-2 to the capital plan.

NOW THEREFORE the Board enacts as follows:

1. The Capital Amendment Bylaw of the Board specifying a total maximum allocation of \$56,120,613 is hereby adopted.
2. This Bylaw may be cited as School District No. 36 (Surrey) Capital Amendment Bylaw No. 115265-2.

READ A FIRST TIME THE 18TH DAY OF SEPTEMBER, 2014;

READ A SECOND TIME THE 18TH DAY OF SEPTEMBER, 2014;

READ A THIRD TIME, PASSED AND ADOPTED THE 18TH DAY OF SEPTEMBER, 2014;

CORPORATE SEAL

Board Chair

Secretary-Treasurer

I HEREBY CERTIFY this to be a true and original School District No. 36 (Surrey) Capital Amendment Bylaw No. 115265-2 adopted by the Board the 18th day of September, 2014.

Secretary-Treasurer

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 3 (i)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: **RECOMMENDED ARCHITECT APPOINTMENTS
ADAMS ROAD ELEMENTARY – SITE #153
ROSEMARY HEIGHTS ELEMENTARY – SITE #189
MORGAN ELEMENTARY – SITE #188**

On 2014-08-28 the Minister of Education announced that School District No. 36 (Surrey) will receive funding for a new secondary school and additions to three (3) elementary schools. Clayton North Secondary was given ministry support on 2013-02-15, with KMBR Architects Planners Inc. appointed Project Architects by the Surrey Board of Education on 2013-02-28. The following recommended firms are on the school district list of qualified architectural firms.

IT IS RECOMMENDED:

THAT the firm of KMBR Architects Planners Inc. be appointed Project Architect and the Board's signing officers be authorized to execute client/architect agreements with the firm for a proposed addition to Adams Road Elementary – Site #153;

THAT the firm of Craven Huston Powers Architects be appointed Project Architect and the Board's signing officers be authorized to execute client/architect agreements with the firm for a proposed addition to Rosemary Heights Elementary – Site #189; and

THAT the firm of Craven Huston Powers Architects be appointed Project Architect and the Board's signing officers be authorized to execute client/architect agreements with the firm for a proposed addition to Morgan Elementary – Site #188.

Enclosures:

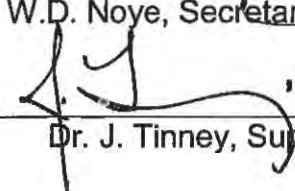


Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
of
SCHOOL DISTRICT NO. 36 (SURREY)**

**Schedule 4(b)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

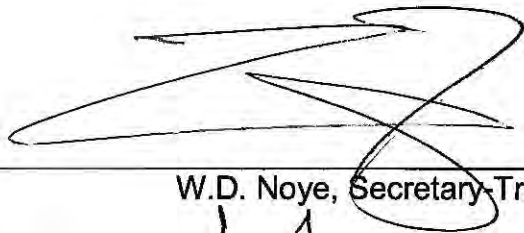
TOPIC: **PROGRESS REPORT – ACTIVE CAPITAL PROJECTS**

The attached report is submitted in accordance with Board direction given on 1992-02-27.

Enclosures:

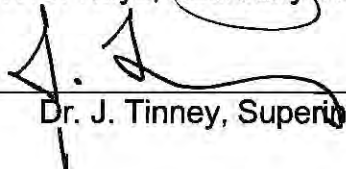


Submitted by:



W.D. Noye, Secretary-Treasurer

Approved by:



Dr. J. Tinney, Superintendent

BOARD OF EDUCATION OF SCHOOL DISTRICT NO. 36 (SURREY)

PROGRESS REPORT - ACTIVE CAPITAL PROJECTS

As of September 18, 2014

Please note that the completion/occupancy dates showing are target dates, based on known circumstances. These dates may well change if they prove to be unrealistic.

Site #001 – Hjorth Road Elementary *(Seismic Upgrade)*

- Planning Funds were approved by the Ministry of Education in 2005/2006 to determine viability of a structural seismic upgrade;
- 2007-01-09 Bush, Bohlman & Partners appointed Prime Consultant;
- 2007-09-18 Covered Play Area – Completed.

Site #034 – J.T. Brown Elementary *(Seismic Upgrade)*

- 2007-11-05 Bush, Bohlman & Partners appointed Prime Consultant;
- 2013-06-25 Seismic Project Identification Report (SPIR) approved by Ministry of Education;
- 2013-10-15 Project Definition Report (PDR) submitted to Ministry of Education;
- 2013-11-14 Board approved Capital Project Funding Agreement (CPFA);
- 2013-12-20 Ministry of Education approved CPFA
- 2014-05-13 Bid closing date;
- 2014-06-05 Board approved contract award to Olivit Construction Ltd.;
- 2015-07-31 Anticipated Completion.

Site #059 – Riverdale Elementary *(Seismic Upgrade)*

- Planning Funds were approved by the Ministry of Education in 2005/2006 to determine viability of a structural seismic upgrade;
- 2007-01-09 Bush, Bohlman & Partners appointed Prime Consultant;
- 2007-09-18 Covered Play Area – Completed;
- Ministry mandated Feasibility Study completed.

Site #140 – Martha Jane Norris Elementary *(Addition)*

- Planning Funds were approved in the 2003/2006 Capital Plan for an addition to increase capacity from 80K + 425 to 80K + 550 student spaces in year 2 (2004-05);
- Phase I of a 2 phase Ministry mandated Feasibility Study underway;
- 2004-08-24 the Board approved an amendment to the Ministry 2004-2008 Five Year Capital Plan approving that the funding year for the addition to Chimney Hill Elementary (from year three 2006/2007 to year one 2004/2005) and the funding year for the addition to Martha Jane Norris (from year one 2004/2005 to year three 2006/2007) be changed.

Cont'd...

Site #153 Adams Road Elementary (Addition)

- 2013-02-14 Board appointed KMBR Architects & Planners to prepare a Project Definition Report (PDR).
- 2014-08-28 BC Government announced funding.

Site #177 Grandview Heights Area Secondary (New School)

- 2013-02-14 Board appointed Craven Huston Powers Architects to prepare a Project Definition Report (PDR).

Site #187 Resource and Education Centre (New Facility)

- 2013-10-10 Board appointed Craven Huston Powers Architects as Project Architect;
- 2013-11-14 Board approved sketch plans;
- 2014-02-20 Bid closing date;
- 2014-02-27 Board approved contract award to Olivit Construction Ltd.
- 2015-08-29 Anticipated completion.

Site #188 Morgan Elementary (Addition)

- 2014-08-28 BC Government announced funding.

Site #189 Rosemary Heights Elementary (Addition)

- 2013-02-14 Board appointed Grant + Sinclair Architects to prepare a Project Definition Report (PDR);
- 2014-08-28 BC Government announced funding.

Site #215 Clayton North Area Secondary (New School)

- 2013-02-14 Board approved KMBR Architects & Planners to prepare a Project Definition Report (PDR);
- 2013-02-15 BC Government announced project support;
- 2013-02-28 Board appointed KMBR Architects & Planners as Project Architect.;
- 2014-08-28 BC Government announced funding.

**BOARD OF EDUCATION
Of
SCHOOL DISTRICT NO. 36 (SURREY)
Schedule 4 (e)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: **2014-09-18**

TOPIC: **INCOMING CORRESPONDENCE**

CATEGORY #3
(Requiring Board action)

NUMBER	FROM	SUBJECT
No items.		

**BOARD OF EDUCATION
Of
SCHOOL DISTRICT NO. 36 (SURREY)
Schedule 5 (a)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: 2014-09-18

TOPIC: ITEMS FOR FUTURE DISCUSSION

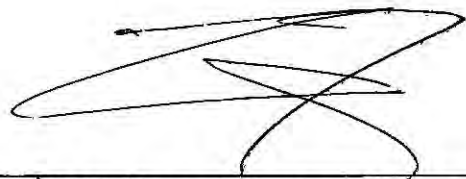
No items.

Enclosures:

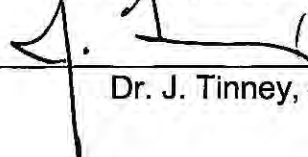


Submitted by:

Approved by:



W.D. Noye, Secretary-Treasurer



Dr. J. Tinney, Superintendent

**BOARD OF EDUCATION
Of
SCHOOL DISTRICT NO. 36 (SURREY)
Schedule 5 (b)
of the**

**ADMINISTRATIVE MEMORANDUM
(Regular)**

MEETING DATE: **2014-09-18**

TOPIC: **FUTURE MEETINGS**

DATE	TIME	PLACE	EVENT
Thursday, October 9, 2014	7:00 pm	District Ed. Centre	Regular Board
Thursday, October 23, 2014	7:00 pm	District Ed. Centre	Regular Board
Thursday, November 6, 2014	7:00 pm	District Ed. Centre	Regular Board
Thursday, December 11 (**)	7:00 pm	District Ed. Centre	Regular Board
Thursday, December 18	7:00 pm	District Ed. Centre	Regular Board

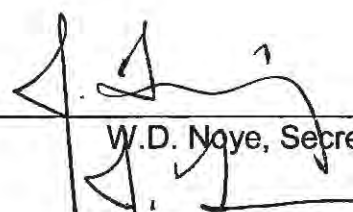
** Inaugural

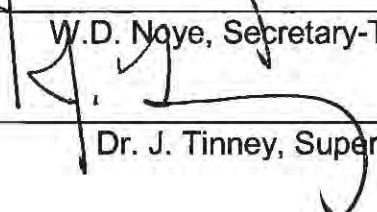
Enclosures:

☐

Submitted by:

Approved by:


W.D. Noye, Secretary-Treasurer


Dr. J. Tinney, Superintendent