

Audited Financial Statements of

School District No. 69 (Qualicum)

And Independent Auditors' Report thereon

June 30, 2025

School District No. 69 (Qualicum)

June 30, 2025

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School District No. 69 (Qualicum)

MANAGEMENT REPORT

Version: 8437-7691-5709

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 69 (Qualicum) 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.

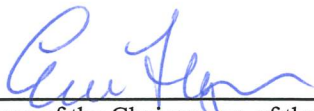
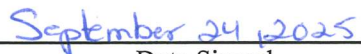
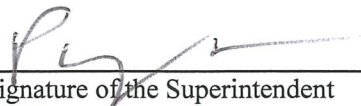
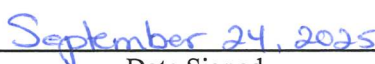
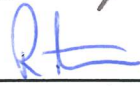
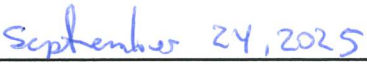
The preparation of financial statements necessarily involves the use of estimates based on management's judgment particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

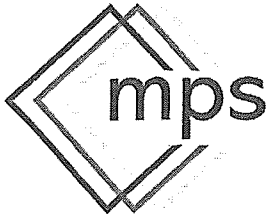
Management is also responsible for implementing and maintaining a system of internal controls to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and reliable financial information is produced.

The Board of Education of School District No. 69 (Qualicum) (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, MPS Chartered Professional Accountants, 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. 69 (Qualicum) and meet when required. The accompanying Independent Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the School District's financial statements.

On behalf of School District No. 69 (Qualicum)

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



MacLean Pazicka Souchuck
Chartered Professional Accountants

Campbell B. MacLean, Ltd.
Stana Pazicka, Inc.
Leanne M. Souchuck, Ltd.

INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 69 (Qualicum), and
To the Minister of Education, Province of British Columbia

Opinion

We have audited the accompanying consolidated financial statements of School District No. 69 (Qualicum), which comprise the statement of financial position as at June 30, 2025, the statements of operations, changes in net debt and cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of School District No. 69 (Qualicum) as at June 30, 2025, and the results of its operations, changes in net debt and cash flows for the year then ended in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Basis of Opinion

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

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the School District's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School District's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the School District to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

MPS

CHARTERED PROFESSIONAL ACCOUNTANTS

Parksville, Canada
September 23, 2025

School District No. 69 (Qualicum)

Statement 1

Statement of Financial Position

As at June 30, 2025

	2025 Actual \$	2024 Actual \$
Financial Assets		
Cash and Cash Equivalents	16,108,693	15,273,784
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	854,987	1,240,226
Other (Note 3)	381,576	432,320
Total Financial Assets	17,345,256	16,946,330
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 4)	4,805,446	5,277,673
Unearned Revenue (Note 5)	2,485,541	2,199,328
Deferred Revenue (Note 6)	917,500	971,594
Deferred Capital Revenue (Note 7)	45,808,683	44,316,226
Employee Future Benefits (Note 8)	6,558,821	6,467,464
Asset Retirement Obligation (Note 18)	2,817,927	2,817,927
Total Liabilities	63,393,918	62,050,212
Net Debt	(46,048,662)	(45,103,882)
Non-Financial Assets		
Tangible Capital Assets (Note 9)	60,387,079	60,148,020
Prepaid Expenses	284,205	164,640
Total Non-Financial Assets	60,671,284	60,312,660
Accumulated Surplus (Deficit) (Note 13)	14,622,622	15,208,778

Contractual Rights (Note 14)

Contingent Liabilities (Note 10)

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. 69 (Qualicum)

Statement 2

Statement of Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	62,893,275	62,996,372	62,164,588
Other	150,000	159,395	159,560
Tuition	3,650,000	3,647,781	3,654,088
Other Revenue	2,115,000	2,192,949	2,105,166
Rentals and Leases	750,000	775,592	745,368
Investment Income	550,000	403,093	603,017
Amortization of Deferred Capital Revenue	2,650,314	2,665,332	2,620,603
Total Revenue	<u>72,758,589</u>	<u>72,840,514</u>	<u>72,052,390</u>
Expenses			
Instruction	55,710,224	56,160,722	54,878,276
District Administration	3,119,726	3,061,320	2,978,142
Operations and Maintenance	11,567,491	11,368,105	11,997,332
Transportation and Housing	2,902,130	2,836,523	2,806,394
Total Expense	<u>73,299,571</u>	<u>73,426,670</u>	<u>72,660,144</u>
Surplus (Deficit) for the year	<u>(540,982)</u>	<u>(586,156)</u>	<u>(607,754)</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		15,208,778	15,816,532
Accumulated Surplus (Deficit) from Operations, end of year		<u>14,622,622</u>	<u>15,208,778</u>

School District No. 69 (Qualicum)

Statement 4

Statement of Changes in Net Debt

Year Ended June 30, 2025

	2025 Budget \$	2025 Actual \$	2024 Actual \$
Surplus (Deficit) for the year	<u>(540,982)</u>	<u>(586,156)</u>	<u>(607,754)</u>
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets		(3,250,073)	(3,821,442)
Amortization of Tangible Capital Assets	2,996,131	3,011,014	2,962,058
Total Effect of change in Tangible Capital Assets	<u>2,996,131</u>	<u>(239,059)</u>	<u>(859,384)</u>
Use of Prepaid Expenses		(284,205)	(164,640)
Acquisition of Supplies Inventory		164,640	226,119
Total Effect of change in Other Non-Financial Assets	<u>-</u>	<u>(119,565)</u>	<u>61,479</u>
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	<u>2,455,149</u>	<u>(944,780)</u>	<u>(1,405,659)</u>
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Debt		<u>(944,780)</u>	<u>(1,405,659)</u>
Net Debt, beginning of year		<u>(45,103,882)</u>	<u>(43,698,223)</u>
Net Debt, end of year		<u><u>(46,048,662)</u></u>	<u><u>(45,103,882)</u></u>

School District No. 69 (Qualicum)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2025

	2025 Actual	2024 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(586,156)	(607,754)
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	435,983	(508,307)
Prepaid Expenses	(119,565)	61,479
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(472,227)	754,701
Unearned Revenue	286,213	196,837
Deferred Revenue	(54,094)	92,924
Employee Future Benefits	91,357	27,927
Amortization of Tangible Capital Assets	3,011,014	2,962,058
Amortization of Deferred Capital Revenue	(2,665,332)	(2,620,603)
Services and Supplies purchased with Bylaw Capital	(525,751)	(1,932,671)
Total Operating Transactions	(598,558)	(1,573,409)
Capital Transactions		
Tangible Capital Assets Purchased	(2,160,248)	(2,981,191)
Tangible Capital Assets -WIP Purchased	(1,089,825)	(840,251)
Total Capital Transactions	(3,250,073)	(3,821,442)
Financing Transactions		
Capital Revenue Received	4,683,540	5,384,670
Total Financing Transactions	4,683,540	5,384,670
Net Increase (Decrease) in Cash and Cash Equivalents	834,909	(10,181)
Cash and Cash Equivalents, beginning of year	15,273,784	15,283,965
Cash and Cash Equivalents, end of year	16,108,693	15,273,784
Cash and Cash Equivalents, end of year, is made up of:		
Cash	16,108,693	15,273,784
	16,108,693	15,273,784

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 1 AUTHORITY AND PURPOSE

The School District, established in 1946, 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. 69 (Qualicum)" and operates as "School District No. 69 (Qualicum)." A board of education ("Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the district, and is principally funded by the Province of British Columbia through the Ministry of Education and Child Care. School District No. 69 (Qualicum) is exempt from federal and provincial corporate income taxes.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

a) Basis of Accounting

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

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

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

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

- Government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and
- Externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

The impacts of this difference on the financial statements of the School District are as follows:

Year ended June 30, 2024 - increase in annual surplus by \$725,447

June 30, 2024 - increase in accumulated surplus and decrease in deferred contributions by \$43,279,859

Year ended June 30, 2025 - increase in annual surplus by \$319,891

June 30, 2025 - increase in accumulated surplus and decrease in deferred contributions by \$43,599,750

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

b) Cash and Cash Equivalents

Cash and cash equivalents include cash and highly liquid securities that are readily convertible to known amounts of cash and that are subject to an insignificant risk of change in value. These cash equivalents generally have a maturity of three months or less at acquisition and are held for the purpose of meeting short-term cash commitments rather than for investing.

c) Accounts Receivable

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

d) Unearned Revenue

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

e) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by the 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 impacts of this policy on these financial statements.

f) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements. The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing. The cumulative unrecognized actuarial gains and losses are amortized over the expected average remaining service lifetime (EARS�) of active employees covered under the plan.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Employee Future Benefits (continued)

The most recent valuation of the obligation was performed at March 31, 2025 and projected to March 31, 2025. The next valuation will be performed at March 31, 2028 for use at June 30, 2028. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

The School District and its employees make contributions to the Teachers' Pension Plan and Municipal Pension Plan. The plans are multi-employer plans where assets and obligations are not separated. The costs are expensed as incurred.

g) Asset Retirement Obligations

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

- 1) There is a legal obligation to incur retirement costs in relation to a tangible capital asset;
- 2) The past transaction or event giving rise to the liability has occurred;
- 3) It is expected that future economic benefits will be given up; and
- 4) A reasonable estimate of the amount can be made.

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

h) 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 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.
- Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written-off.
- Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

h) Tangible Capital Assets (continued)

- 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 and Equipment	10 years
Vehicles	10 years
Computer Hardware	5 years

i) Prepaid Expenses

Amounts for maintenance contracts and other services are included as a prepaid expense and stated at acquisition cost and are charged to expense over the periods expected to benefit from it.

j) Funds and Reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see Note 13 - Accumulated Surplus).

k) Revenue Recognition

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

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred.
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased.
- Contributions restricted for tangible capital asset 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.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

k) Revenue Recognition (continued)

The accounting treatment for restricted contributions is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that meets the criteria for liability recognition in which case the transfer is recognized as revenue over the period that the liability is extinguished. See Note 2(a) for the impacts of this policy on these financial statements.

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

Revenue from transactions with no performance obligations is recognized when the district:

- 1) Has the authority to claim or retain an inflow of economic resources; and
- 2) Identifies a past transaction or event that gives rise to an asset.

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

l) Expenditures

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

Categories of Salaries

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

Allocation of Costs

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

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

m) Financial Instruments

A contract establishing a financial instrument creates, at its inception, rights and obligations to receive or deliver economic benefits. The financial assets and financial liabilities portray these rights and obligations in the financial statements. The School District recognizes a financial instrument when it becomes a party to a financial instrument contract. Financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities.

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 instruments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability.

All financial assets, except derivatives, are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations.

n) 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 estimates.

NOTE 3 ACCOUNTS RECEIVABLE - OTHER RECEIVABLES

	2025	2024
Due from Federal Government	\$ 86,934	\$ 105,214
Mount Arrowsmith Teachers Association	30,194	56,125
Little Gnomes Childcare	37,087	37,087
Smith Performance Basketball	11,571	11,571
Parksville Civic & Technology Centre	-	30,093
CUPE Local 3570	47,057	20,012
Other	168,733	172,219
	<u>\$ 381,576</u>	<u>\$ 432,320</u>

NOTE 4 ACCOUNTS PAYABLE AND ACCRUED LIABILITIES - OTHER

	2025	2024
Trades payable	\$ 546,845	\$ 1,210,222
Salaries and benefits payable	3,419,575	3,267,464
Accrued vacation pay	252,965	252,213
Employer health tax payable	296,981	299,632
Other	289,080	248,142
	<u>\$ 4,805,446</u>	<u>\$ 5,277,673</u>

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 5 UNEARNED REVENUE

	2025	2024
Tuition fees	\$ 2,485,541	\$ 2,189,803
Rentals	-	9,525
	<u>\$ 2,485,541</u>	<u>\$ 2,199,328</u>

NOTE 6 DEFERRED REVENUE

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by the Treasury Board, i.e., the stipulations associated with those grants and contributions have not yet been fulfilled. Detailed information about the changes in deferred revenue is included in Schedule 3A.

NOTE 7 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by the Treasury Board. Once spent, the contributions are amortized into revenue over the life of the asset acquired. Detailed information about the changes in deferred capital revenue is included in Schedule 4C and 4D.

NOTE 8 EMPLOYEE FUTURE BENEFITS

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

	2025	2024
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 5,983,729	\$ 6,100,692
Service Cost	440,550	447,830
Interest Cost	258,666	247,824
Benefit Payments	(435,498)	(609,046)
Increase in Obligation due to Plan Amendment	-	-
Actuarial (Gain) Loss	525,141	(203,571)
Accrued Benefit Obligation – March 31	<u>\$ 6,775,588</u>	<u>\$ 5,983,729</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$ 6,775,588	\$ 5,983,729
Market Value of Plan Assets – March 31	-	-
Funded Status – Deficit	(6,775,588)	(5,983,729)
Employer Contributions After Measurement Date	359,367	213,575
Benefits Expense After Measurement Date	(197,194)	(174,805)
Unamortized Net Actuarial (Gain) Loss	54,593	(522,505)
Accrued Benefit Liability – June 30	<u>\$ (6,558,821)</u>	<u>\$ (6,467,464)</u>

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 8 EMPLOYEE FUTURE BENEFITS (continued)

Reconciliation of Change in Accrued Benefit Liability

Accrued Benefit Liability – July 1	\$ 6,467,463	\$ 6,439,537
Net expense for fiscal year	672,648	681,954
Employer Contributions	(581,290)	(654,027)
Accrued Benefit Liability – June 30	\$ 6,558,821	\$ 6,467,464

Components of Net Benefit Expense

Service Cost	\$ 461,242	\$ 446,010
Interest Cost	260,364	250,535
Immediate Recognition of Plan Amendment	-	-
Amortization of Net Actuarial Loss	(48,957)	(14,591)
Net Benefit Expense	\$ 672,648	\$ 681,954

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

	2025	2024
Discount Rate – April 1	4.25%	4.00%
Discount Rate – March 31	4.00%	4.25%
Long Term Salary Growth – April 1	2.50% + seniority	2.50% + seniority
Long Term Salary Growth – March 31	2.50% + seniority	2.50% + seniority
EARSL – March 31	10.9	10.9

NOTE 9 TANGIBLE CAPITAL ASSETS

Net Book Value:

	June 30, 2025	June 30, 2024
Sites	\$ 11,929,778	\$ 11,929,778
Buildings	43,714,420	44,399,641
Buildings – Work in Progress	1,930,076	840,251
Furniture and Equipment	853,382	739,552
Vehicles	1,946,791	2,213,398
Computer Hardware	12,632	25,400
Total	\$ 60,387,079	\$ 60,148,020

June 30, 2025

Cost:	Opening Balance	Additions	Disposals	Transfers (WIP)	Total 2025
Sites	\$ 11,929,778	\$ -	\$ -	\$ -	\$ 11,929,778
Buildings	115,998,234	1,728,221	-	-	117,726,455
Buildings – Work in Progress	840,251	1,089,825	-	-	1,930,076
Furniture and Equipment	1,292,482	249,379	123,357	-	1,418,504
Vehicles	4,401,223	182,648	-	-	4,583,871
Computer Hardware	63,839	-	-	-	63,839
Total	\$ 134,525,807	\$ 3,250,073	\$ 123,357	\$ -	\$ 137,652,523

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 9 TANGIBLE CAPITAL ASSETS (continued)

Accumulated Amortization:	Opening Balance	Additions	Disposals	Total 2025
Buildings	\$ 71,598,593	\$ 2,413,442	\$ -	\$ 74,012,035
Furniture and Equipment	552,930	135,549	123,357	565,122
Vehicles	2,187,825	449,255	-	2,637,080
Computer Hardware	38,439	12,768	-	51,207
Total	\$ 74,377,787	\$ 3,011,014	\$ 123,357	\$ 77,265,444

Buildings – Work in Progress (WIP) having a value of \$1,930,076 (2024: \$840,251) have not been amortized. Amortization of these assets will commence when the asset is put into service.

June 30, 2024

Cost:	Opening Balance	Additions	Disposals	Transfers (WIP)	Total 2024
Sites	\$ 11,929,778	\$ -	\$ -	\$ -	\$ 11,929,778
Buildings	113,916,433	2,081,801	-	-	115,998,234
Buildings – Work in Progress	-	840,251	-	-	840,251
Furniture and Equipment	1,213,812	241,717	163,047	-	1,292,482
Vehicles	4,491,426	647,254	737,457	-	4,401,223
Computer Hardware	53,420	10,419	-	-	63,839
Total	\$ 131,604,869	\$ 3,821,442	\$ 900,504	\$ -	\$134,525,807

Accumulated Amortization:	Opening Balance	Additions	Disposals	Total 2024
Buildings	\$ 69,218,208	\$ 2,380,385	\$ -	\$ 71,598,593
Furniture and Equipment	590,662	125,315	163,047	552,930
Vehicles	2,480,650	444,632	737,457	2,187,825
Computer Hardware	26,713	11,726	-	38,439
Total	\$ 72,316,233	\$ 2,962,058	\$ 900,504	\$ 74,377,787

NOTE 10 CONTINGENT LIABILITIES

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

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 boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investment of assets and administration of benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 11 EMPLOYEE PENSION PLANS (continued)

As at December 31, 2024, the Teachers' Pension Plan has about 51,000 active members and approximately 42,000 retired members. As of December 31, 2024, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 from School Districts. Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2023 indicated a \$4,572 million surplus for basic pension benefits on a going concern basis.

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

The School District paid \$4,931,009 for employer contributions to these plans in the year ended June 30, 2025 (2024 - \$4,698,894).

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

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

NOTE 12 EXPENSE BY OBJECT

	2025	2024
Salaries and benefits	\$ 59,970,467	\$ 57,694,088
Services and supplies	10,445,189	12,003,998
Amortization	3,011,014	2,962,058
	<u>\$ 73,426,670</u>	<u>\$ 72,660,144</u>

NOTE 13 ACCUMULATED SURPLUS

Accumulated surplus consists of:

	2025	2024
Invested in tangible capital assets	\$ 13,922,443	\$ 14,003,275
Local capital surplus	-	-
Total capital surplus	13,922,443	14,003,275
Operating surplus	700,179	1,205,503
	<u>\$ 14,622,622</u>	<u>\$ 15,208,778</u>

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 13 ACCUMULATED SURPLUS (continued)

Interfund transfers between the operating, special purpose and capital funds for the year ended June 30, 2025, were as follows:

- Capital assets were purchased with Operating funds (\$264,850).

The operating surplus has been internally restricted (appropriated) for:

	2025	2024
School budgets	\$ 5,247	\$ 49,597
Capital maintenance	-	53,214
Software	-	90,234
Indigenous education	63,560	104,931
Appropriated for future years' operating budget	631,372	907,527
Internally restricted	700,179	1,205,503
Unrestricted operating surplus	-	-
Total operating surplus	<u>\$ 700,179</u>	<u>\$ 1,205,503</u>

NOTE 14 CONTRACTUAL RIGHTS

Contractual rights are rights to economic resources arising from contracts or agreements that will result in revenues and assets in the future. The School District's contractual rights arise because of contracts entered into for the rental of facilities. The following summarizes the contractual rights of the School District for future assets:

	2026	2027	2028	2029	2030	Thereafter
Future rental revenue	<u>\$ 198,627</u>	<u>\$ 184,490</u>	<u>\$ 105,049</u>	<u>\$ 105,049</u>	<u>\$ 105,049</u>	<u>\$ 210,098</u>

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 BUDGET FIGURES

The budget figures included in the financial statements are not audited. The budget figures data presented in these financial statements is based upon the 2024/25 amended annual budget adopted by the Board on February 25, 2025. The following chart compares the original annual budget bylaw approved April 29, 2024 to the amended annual budget bylaw reported in these financial statements.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 16 BUDGET FIGURES (continued)

	2025 Amended Annual Budget	2025 Annual Budget
Revenues		
Provincial Grants		
Ministry of Education	\$ 62,893,275	\$ 62,641,128
Other Provincial Revenues	2,800,314	2,781,359
Tuition	3,650,000	3,900,000
Other Revenue	2,115,000	1,485,000
Rentals and Leases	750,000	750,000
Investment Income	550,000	600,000
Total Revenue	72,758,589	72,157,487
Expenses		
Instruction	\$ 55,710,224	\$ 55,004,452
District Administration	3,119,726	2,997,381
Operations and Maintenance	11,567,491	11,205,865
Transportation and Housing	2,902,130	2,789,577
Total Expenses	73,299,571	71,997,275
Net Revenue (Expense)	(540,982)	160,212
Budgeted Allocation of Surplus	195,165	-
Budgeted Surplus (Deficit) for the year	\$ (345,817)	\$ 160,212

NOTE 17 ECONOMIC DEPENDENCE

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

NOTE 18 ASSET RETIREMENT OBLIGATION

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

Asset Retirement Obligation, July 1, 2024	\$ 2,817,927
Settlements during the year	-
Asset Retirement Obligation, closing balance	<u>\$ 2,817,927</u>

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 19 RISK MANAGEMENT

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

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

a) Credit risk:

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

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

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed in recognized British Columbia institutions and the School District invests solely in the Central Deposit Program with the Ministry of Finance.

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 foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in the Central Deposit Program with the Ministry of Finance.

c) Liquidity risk:

Liquidity risk is the risk that the School District will not be able to meet its financial obligations as they become due.

The School District manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing activities to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the School District's reputation.

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance. There have been no changes to risk exposure from 2024 related to credit, market or liquidity risks.

SCHOOL DISTRICT NO. 69 (QUALICUM)
NOTES TO FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2025

NOTE 20 SUBSEQUENT EVENT

The School District has entered into an agreement with the Regional District of Nanaimo (RDN) for the sale of the former French Creek School site for \$1,300,000. The sale is subject to the RDN conducting a public referendum for the financing of the purchase, which is expected to occur in the fall of 2025.

School District No. 69 (Qualicum)

Schedule 1

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2025

	Operating Fund	Special Purpose Fund	Capital Fund	2025 Actual	2024 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	1,205,503		14,003,275	15,208,778	15,816,532
Changes for the year					
Surplus (Deficit) for the year	(240,474)		(345,682)	(586,156)	(607,754)
Interfund Transfers	(264,850)		264,850	-	
Tangible Capital Assets Purchased	(505,324)	-	(80,832)	(586,156)	(607,754)
Net Changes for the year	700,179	-	13,922,443	14,622,622	15,208,778
Accumulated Surplus (Deficit), end of year - Statement 2					

School District No. 69 (Qualicum)

Schedule 2

Schedule of Operating Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	54,714,020	54,848,896	53,388,833
Other	150,000	159,395	159,560
Tuition	3,650,000	3,647,781	3,654,088
Other Revenue	385,000	381,921	402,684
Rentals and Leases	750,000	775,592	745,368
Investment Income	550,000	403,093	594,397
Total Revenue	60,199,020	60,216,678	58,944,930
Expenses			
Instruction	46,886,633	47,064,153	46,655,966
District Administration	3,119,726	3,061,320	2,978,142
Operations and Maintenance	8,062,099	8,081,212	7,347,852
Transportation and Housing	2,325,727	2,250,467	2,237,889
Total Expense	60,394,185	60,457,152	59,219,849
Operating Surplus (Deficit) for the year	(195,165)	(240,474)	(274,919)
Budgeted Appropriation (Retirement) of Surplus (Deficit)	195,165		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased		(264,850)	(153,762)
Total Net Transfers	-	(264,850)	(153,762)
Total Operating Surplus (Deficit), for the year	-	(505,324)	(428,681)
Operating Surplus (Deficit), beginning of year		1,205,503	1,634,184
Operating Surplus (Deficit), end of year		700,179	1,205,503
Operating Surplus (Deficit), end of year			
Internally Restricted (Note 13)		700,179	1,205,503
Total Operating Surplus (Deficit), end of year		700,179	1,205,503

School District No. 69 (Qualicum)

Schedule 2A

Schedule of Operating Revenue by Source

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	52,732,827	52,706,919	50,907,621
Other Ministry of Education and Child Care Grants			
Pay Equity	936,176	936,176	936,176
Funding for Graduated Adults		5,335	9,290
Student Transportation Fund	426,341	426,341	426,341
Support Staff Benefits Grant	70,000	70,329	70,329
FSA Scorer Grant		8,187	8,187
Child Care Funding		67,001	31,507
Labour Settlement Funding	548,676	495,995	851,904
Integrated Child and Youth Team		63,205	147,478
Indigenous Education Council Funding		69,408	
Total Provincial Grants - Ministry of Education and Child Care	54,714,020	54,848,896	53,388,833
Provincial Grants - Other	150,000	159,395	159,560
Tuition			
International and Out of Province Students	3,650,000	3,647,781	3,654,088
Total Tuition	3,650,000	3,647,781	3,654,088
Other Revenues			
Miscellaneous			
Transportation Revenue	100,000	90,972	49,000
Miscellaneous	110,000	101,322	216,802
Child Care Revenue	175,000	175,564	122,773
Pcard Dividend		14,063	14,109
Total Other Revenue	385,000	381,921	402,684
Rentals and Leases	750,000	775,592	745,368
Investment Income	550,000	403,093	594,397
Total Operating Revenue	60,199,020	60,216,678	58,944,930

School District No. 69 (Qualicum)

Schedule 2B

Schedule of Operating Expense by Object

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
Salaries			
Teachers	22,563,124	22,553,994	22,122,209
Principals and Vice Principals	4,172,367	4,235,710	3,928,685
Educational Assistants	3,535,273	3,809,864	3,834,299
Support Staff	6,636,221	6,820,342	6,360,590
Other Professionals	2,147,576	2,139,889	1,823,117
Substitutes	2,443,045	2,135,592	2,506,986
Total Salaries	41,497,606	41,695,391	40,575,886
Employee Benefits	11,317,884	11,414,548	10,897,287
Total Salaries and Benefits	52,815,490	53,109,939	51,473,173
Services and Supplies			
Services	3,517,047	3,126,143	3,209,035
Professional Development and Travel	391,500	447,660	486,093
Rentals and Leases	30,000	20,213	22,082
Dues and Fees	68,000	98,562	97,175
Insurance	230,000	215,093	197,473
Supplies	2,186,148	2,408,638	2,700,172
Utilities	1,156,000	1,030,904	1,034,646
Total Services and Supplies	7,578,695	7,347,213	7,746,676
Total Operating Expense	60,394,185	60,457,152	59,219,849

School District No. 69 (Qualicum)

Operating Expense by Function, Program and Object

Year Ended June 30, 2025

Schedule 2C

	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	18,201,144	920,644		36,251		1,330,045	20,488,084
1.03 Career Programs	139,838			48,524			188,362
1.07 Library Services	679,134	41,393		252,457		952	973,936
1.08 Counselling	830,595						830,595
1.10 Inclusive Education	2,187,295	160,893	3,184,943	44,953	149,400	352,778	6,080,262
1.20 Early Learning and Child Care			142,278				142,278
1.30 English Language Learning	148,825						148,825
1.31 Indigenous Education	67,972	144,882	482,643	18,286			713,783
1.41 School Administration		2,462,154		1,209,447		33,826	3,705,427
1.62 International and Out of Province Students	299,191	323,012		111,695	179,947		913,845
1.64 Other							-
Total Function 1	22,553,994	4,052,978	3,809,864	1,721,613	329,347	1,717,601	34,185,397
4 District Administration							
4.11 Educational Administration		182,732		21,078	509,694		713,504
4.40 School District Governance					133,173		133,173
4.41 Business Administration				409,320	767,616	1,373	1,178,309
Total Function 4	-	182,732	-	430,398	1,410,483	1,373	2,024,986
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				65,466	321,138		386,604
5.50 Maintenance Operations				3,146,243		277,513	3,423,756
5.52 Maintenance of Grounds				304,363			304,363
5.56 Utilities							-
Total Function 5	-	-	-	3,516,072	321,138	277,513	4,114,723
7 Transportation and Housing							
7.41 Transportation and Housing Administration				68,841	78,921		147,762
7.70 Student Transportation				1,083,418		139,105	1,222,523
7.73 Housing							-
Total Function 7	-	-	-	1,152,259	78,921	139,105	1,370,285
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	22,553,994	4,235,710	3,809,864	6,820,342	2,139,889	2,135,592	41,695,391

School District No. 69 (Qualicum)
Operating Expense by Function, Program and Object
Year Ended June 30, 2025

Schedule 2C

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2025 Actual	2025 Budget	2024 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	20,488,084	5,570,837	26,058,921	756,151	26,815,072	26,793,557	26,566,028
1.03 Career Programs	188,362	49,699	238,061	387,006	625,067	549,954	558,286
1.07 Library Services	973,936	268,429	1,242,365	22,819	1,265,184	1,268,252	1,144,821
1.08 Counselling	830,595	229,740	1,060,335		1,060,335	1,188,423	1,342,820
1.10 Inclusive Education	6,080,262	1,872,873	7,953,135	77,126	8,030,261	7,792,951	8,413,553
1.20 Early Learning and Child Care	142,278	38,974	181,252		181,252	114,132	84,203
1.30 English Language Learning	148,825	42,367	191,192		191,192	188,996	182,725
1.31 Indigenous Education	713,783	191,764	905,547	128,230	1,033,777	1,096,510	825,308
1.41 School Administration	3,705,427	1,001,349	4,706,776	73,363	4,780,139	4,766,208	4,337,899
1.62 International and Out of Province Students	913,845	238,934	1,152,779	1,929,095	3,081,874	3,127,650	3,144,683
1.64 Other	-	-	-	-	-	-	55,640
Total Function 1	34,185,397	9,504,966	43,690,363	3,373,790	47,064,153	46,886,633	46,655,966
4 District Administration							
4.11 Educational Administration	713,504	166,798	880,302	79,024	959,326	952,186	917,145
4.40 School District Governance	133,173	9,894	143,067	96,243	239,310	253,955	237,107
4.41 Business Administration	1,178,309	284,205	1,462,514	400,170	1,862,684	1,913,585	1,823,890
Total Function 4	2,024,986	460,897	2,485,883	575,437	3,061,320	3,119,726	2,978,142
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	386,604	94,068	480,672	287,087	767,759	766,886	467,541
5.50 Maintenance Operations	3,423,756	876,156	4,299,912	1,291,619	5,591,531	5,621,013	5,404,506
5.52 Maintenance of Grounds	304,363	78,416	382,779	184,599	567,378	463,200	307,059
5.56 Utilities	-	-	-	1,154,544	1,154,544	1,211,000	1,168,746
Total Function 5	4,114,723	1,048,640	5,163,363	2,917,849	8,081,212	8,062,099	7,347,852
7 Transportation and Housing							
7.41 Transportation and Housing Administration	147,762	37,442	185,204	145,112	330,316	274,722	229,518
7.70 Student Transportation	1,222,523	362,603	1,585,126	283,756	1,868,882	2,011,005	1,947,105
7.73 Housing	-	-	-	51,269	51,269	40,000	61,266
Total Function 7	1,370,285	400,045	1,770,330	480,137	2,250,467	2,325,727	2,237,889
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	41,695,391	11,414,548	53,109,939	7,347,213	60,457,152	60,394,185	59,219,849

School District No. 69 (Qualicum)

Schedule 3

Schedule of Special Purpose Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual	2024 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	7,429,255	7,621,725	6,843,084
Other Revenue	1,730,000	1,811,028	1,702,482
Total Revenue	<u>9,159,255</u>	<u>9,432,753</u>	<u>8,545,566</u>
Expenses			
Instruction	8,823,591	9,096,569	8,222,310
Operations and Maintenance	199,383	199,383	199,383
Transportation and Housing	136,281	136,801	123,873
Total Expense	<u>9,159,255</u>	<u>9,432,753</u>	<u>8,545,566</u>
Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Total Special Purpose Surplus (Deficit) for the year	<u>-</u>	<u>-</u>	<u>-</u>
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		<u>-</u>	<u>-</u>

School District No. 69 (Qualicum)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2025

Deferred Revenue, beginning of year

Add: Restricted Grants
Provincial Grants - Ministry of Education and Child Care
Other

Less: Allocated to Revenue

Deferred Revenue, end of year

Revenues

Provincial Grants - Ministry of Education and Child Care
Other Revenue

Expenses

Salaries
Teachers
Principals and Vice Principals
Educational Assistants
Support Staff

Employee Benefits
Services and Supplies

Net Revenue (Expense) before Interfund Transfers

Interfund Transfers

Net Revenue (Expense)

Annual Facility Grant	Learning Improvement Fund	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing
\$	\$	\$	\$	\$	\$	\$	\$	\$
-	18,364	731,446	-	-	7,756	-	-	-
199,383	188,432	1,739,359	96,000	22,050	125,734	442,357	456,281	4,568,269
199,383	188,432	1,739,359	96,000	22,050	125,734	442,357	456,281	4,568,269
199,383	169,292	1,811,028	96,000	22,050	126,168	442,357	456,281	4,568,269
-	37,504	659,777	-	-	7,322	-	-	-
199,383	169,292	1,811,028	96,000	22,050	126,168	442,357	456,281	4,568,269
199,383	169,292	1,811,028	96,000	22,050	126,168	442,357	456,281	4,568,269
147,517	131,240	-	-	-	39,917	26,983	238,988	3,568,960
147,517	131,240	-	-	-	39,917	373,417	359,276	3,568,960
34,897	38,052	1,811,028	96,000	22,050	10,777	68,940	97,005	999,309
16,969	169,292	1,811,028	96,000	22,050	75,474	442,357	456,281	4,568,269
199,383	169,292	1,811,028	96,000	22,050	126,168	442,357	456,281	4,568,269
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-

School District No. 69 (Qualicum)
Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2025

Deferred Revenue, beginning of year											
Add:	Restricted Grants										
	Provincial Grants - Ministry of Education and Child Care										
	Other										
Less: Allocated to Revenue											
Deferred Revenue, end of year											
Revenues											
	Provincial Grants - Ministry of Education and Child Care										
	Other Revenue										
Expenses											
	Salaries										
	Teachers										
	Principals and Vice Principals										
	Educational Assistants										
	Support Staff										
	Employee Benefits										
	Services and Supplies										
Net Revenue (Expense) before Interfund Transfers											
Interfund Transfers											
Net Revenue (Expense)											

	Feeding Futures Fund	Health Career Grants	Professional Learning Grant	WEX Enhancement	National School Food Program	TOTAL
	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	32,026	-	-	-	-	971,594
Add: Restricted Grants						
Provincial Grants - Ministry of Education and Child Care	517,809	25,000	238,867	50,000	98,789	7,639,300
Other						1,739,359
	517,809	25,000	238,867	50,000	98,789	9,378,659
Less: Allocated to Revenue	549,835	25,000	140,610	15,736	33,593	9,432,753
Deferred Revenue, end of year	-	-	98,257	34,264	65,196	917,500
Revenues						
Provincial Grants - Ministry of Education and Child Care	549,835	25,000	140,610	15,736	33,593	7,621,725
Other Revenue						1,811,028
	549,835	25,000	140,610	15,736	33,593	9,432,753
Expenses						
Salaries						
Teachers						3,868,930
Principals and Vice Principals	68,611		105,862	10,549		204,122
Educational Assistants						716,662
Support Staff	211,202					678,258
	279,813	-	105,862	10,549	-	5,467,972
Employee Benefits	58,211			3,187		1,392,556
Services and Supplies	211,811	25,000	34,748	2,000	33,593	2,572,225
	549,835	25,000	140,610	15,736	33,593	9,432,753
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-

School District No. 69 (Qualicum)

Schedule 4

Schedule of Capital Operations

Year Ended June 30, 2025

	2025 Budget	2025 Actual			2024 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Ministry of Education and Child Care	750,000	525,751		525,751	1,932,671
Investment Income				-	8,620
Amortization of Deferred Capital Revenue	2,650,314	2,665,332		2,665,332	2,620,603
Total Revenue	<u>3,400,314</u>	<u>3,191,083</u>	-	<u>3,191,083</u>	<u>4,561,894</u>
Expenses					
Operations and Maintenance	750,000	525,751		525,751	1,932,671
Amortization of Tangible Capital Assets					
Operations and Maintenance	2,556,009	2,561,759		2,561,759	2,517,426
Transportation and Housing	440,122	449,255		449,255	444,632
Total Expense	<u>3,746,131</u>	<u>3,536,765</u>	-	<u>3,536,765</u>	<u>4,894,729</u>
Capital Surplus (Deficit) for the year	<u>(345,817)</u>	<u>(345,682)</u>	-	<u>(345,682)</u>	<u>(332,835)</u>
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased		264,850		264,850	153,762
Total Net Transfers	<u>-</u>	<u>264,850</u>	-	<u>264,850</u>	<u>153,762</u>
Total Capital Surplus (Deficit) for the year	<u>(345,817)</u>	<u>(80,832)</u>	-	<u>(80,832)</u>	<u>(179,073)</u>
Capital Surplus (Deficit), beginning of year		14,003,275		14,003,275	14,182,348
Capital Surplus (Deficit), end of year		<u>13,922,443</u>	-	<u>13,922,443</u>	<u>14,003,275</u>

School District No. 69 (Qualicum)

Tangible Capital Assets

Year Ended June 30, 2025

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	11,929,778	115,998,234	1,292,482	4,401,223	-	63,839	133,685,556
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		1,682,984	212,414				1,895,398
Operating Fund		45,237	36,965	182,648			264,850
	-	1,728,221	249,379	182,648	-	-	2,160,248
Decrease:							
Deemed Disposals			123,357				123,357
	-	-	123,357	-	-	-	123,357
Cost, end of year	11,929,778	117,726,455	1,418,504	4,583,871	-	63,839	135,722,447
Work in Progress, end of year		1,930,076					1,930,076
Cost and Work in Progress, end of year	11,929,778	119,656,531	1,418,504	4,583,871	-	63,839	137,652,523
Accumulated Amortization, beginning of year		71,598,593	552,930	2,187,825		38,439	74,377,787
Changes for the Year		2,413,442	135,549	449,255		12,768	3,011,014
Increase: Amortization for the Year							
Decrease:							
Deemed Disposals			123,357				123,357
	-	-	123,357	-	-	-	123,357
	74,012,035	565,122	2,637,080	-	51,207	-	77,265,444
Accumulated Amortization, end of year							
	11,929,778	45,644,496	853,382	1,946,791	-	12,632	60,387,079
Tangible Capital Assets - Net							

School District No. 69 (Qualicum)

Schedule 4B

Tangible Capital Assets - Work in Progress

Year Ended June 30, 2025

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$
Work in Progress, beginning of year	840,251				840,251
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	278,840				278,840
Deferred Capital Revenue - Other	810,985				810,985
	1,089,825	-	-	-	1,089,825
Net Changes for the Year	1,089,825	-	-	-	1,089,825
Work in Progress, end of year	1,930,076	-	-	-	1,930,076

School District No. 69 (Qualicum)

Schedule 4C

Deferred Capital Revenue

Year Ended June 30, 2025

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	40,232,337	2,326,617	14,287	42,573,241
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	1,895,398			1,895,398
	1,895,398	-	-	1,895,398
Decrease:				
Amortization of Deferred Capital Revenue	2,581,919	75,826	7,587	2,665,332
	2,581,919	75,826	7,587	2,665,332
Net Changes for the Year	(686,521)	(75,826)	(7,587)	(769,934)
Deferred Capital Revenue, end of year	39,545,816	2,250,791	6,700	41,803,307
Work in Progress, beginning of year			706,618	706,618
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	278,840	21,450	789,535	1,089,825
	278,840	21,450	789,535	1,089,825
Net Changes for the Year	278,840	21,450	789,535	1,089,825
Work in Progress, end of year	278,840	21,450	1,496,153	1,796,443
Total Deferred Capital Revenue, end of year	39,824,656	2,272,241	1,502,853	43,599,750

School District No. 69 (Qualicum)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2025

Schedule 4D

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	-	15,984	-	230,992	789,391	1,036,367
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	2,699,989					2,699,989
Provincial Grants - Other			1,974,840			1,974,840
Other					144	144
Investment Income				8,567		8,567
	2,699,989	-	1,974,840	8,567	144	4,683,540
Decrease:						
Transferred to DCR - Capital Additions	1,895,398					1,895,398
Transferred to DCR - Work in Progress	278,840		21,450		789,535	1,089,825
Purchase of Services and Supplies	525,751					525,751
	2,699,989	-	21,450	-	789,535	3,510,974
Net Changes for the Year	-	-	1,953,390	8,567	(789,391)	1,172,566
Balance, end of year	-	15,984	1,953,390	239,559	-	2,208,933