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

June 30, 2021

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

MANAGEMENT REPORT

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 42 (Maple Ridge-Pitt Meadows) 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 udget

On behalf of School District No. 42 (Maple Ridge-Pitt Meadows)

Signature of the Chairperson of the Board of Education

Signature of the Superintendent

Signature of the Secretary Treasurer Date Signed

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

Statement of Financial Position

As at June 30, 2021

	2021 Actual	2020 Actual (Recast - Note 23)
	$	$
Financial Assets		
Cash and Cash Equivalents	**48,020,388**	43,910,198
Accounts Receivable		
Due from Province - Ministry of Education	**381,638**	931,401
Due from Province - Other	**89,000**	410,453
Due from First Nations		72,093
Other (Note 3)	**654,258**	924,243
Portfolio Investments (Note 4)	**232,530**	253,034
Total Financial Assets	**49,377,814**	46,501,422
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	**53,508**	
Other (Note 5)	**18,758,884**	15,673,659
Unearned Revenue (Note 6)	**4,871,428**	2,944,396
Deferred Revenue (Note 7)	**1,564,941**	1,384,583
Deferred Capital Revenue (Note 8)	**143,349,485**	147,181,484
Employee Future Benefits (Note 9)	**8,991,842**	8,837,660
Total Liabilities	**177,590,088**	176,021,782
Net Debt	**(128,212,274)**	(129,520,360)
Non-Financial Assets		
Tangible Capital Assets (Note 11)	**222,458,682**	223,748,138
Prepaid Expenses	**1,404,751**	512,066
Total Non-Financial Assets	**223,863,433**	224,260,204
Accumulated Surplus (Deficit) (Note 16)	**95,651,159**	94,739,844
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) from Operations	**95,620,186**	94,739,844
Accumulated Remeasurement Gains (Losses)	**30,973**	
	95,651,159	94,739,844

Contractual Obligations (Note 21)

Contractual Rights (Note 22)

Measurement Uncertainty (Note 2o)

Contingent Liabilities (Note 15)

Approved by the Board

Original signed by Korleen Carreras	September 22, 2021
Signature of the Chairperson of the Board of Education	Date Signed
Original signed by Harry Dhillon	September 22, 2021
Signature of the Superintendent	Date Signed
Original signed by Flavia Coughlan	September 22, 2021
Signature of the Secretary Treasurer	Date Signed

	2021 Budget (Note 14)	**2021 Actual**	2020 Actual (Recast - Note 23)

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

Statement of Remeasurement Gains and Losses

Year Ended June 30, 2021

	2021 Actual	2020 Actual (Recast - Note 23)
	$	$
Unrealized Gains (Losses) attributable to:		
Portfolio Investments	**30,973**	
Net Remeasurement Gains (Losses) for the year	**30,973**	-
Accumulated Remeasurement Gains (Losses) at end of year	**30,973**	-

The accompanying notes are an integral part of these financial statements.

	2021 Budget (Note 14) $	**2021 Actual** **$**	2020 Actual (Recast - Note 23) $	
Surplus (Deficit) for the year	(6,109,745)	**880,342**	12,643,918	
Effect of change in Tangible Capital Assets	**4 620 G[60 502498]T()-[3984 439736**			**4 620 G**
Acquisition of Tangible Capital Assets	(12,323,379)	**(9,397,816)**	(29,858,739)	
Amortization of Tangible Capital Assets	10,667,266	**10,550,040**	10,132,355	
Net carrying value of Tangible Capital Assets disposed of		**137,232**		
Total Effect of change in Tangible Capital Assets	(1,656,113)	**1,289,456**	(19,726,384)	
Acquisition of Prepaid Expenses		**(1,532,933)**	(724,067)	
Use of Prepaid Expenses		**640,248**	616,102	
Total Effect of change in Other Non-Financial Assets	-	**(892,685)**	(107,965)	

	2021 Actual	2020 Actual (Recast - Note 23)
	$	$
Operating Transactions		
Surplus (Deficit) for the year	**880,342**	12,643,918
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	**1,213,294**	4,242,081
Prepaid Expenses	**(892,685)**	(107,965)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	**3,138,733**	(4,875,080)
Unearned Revenue	**1,927,031**	(2,284,395)
Deferred Revenue	**180,358**	(996,729)
Employee Future Benefits	**154,182**	523,924
Amortization of Tangible Capital Assets	**10,550,040**	10,132,355
Amortization of Deferred Capital Revenue	**(6,460,355)**	(6,003,712)
Recognition of Deferred Capital Revenue Spent on Sites		

NOTE 1 AUTHORITY AND PURPOSE

The School District, established on April 12, 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. 42 (Maple Ridge – Pitt Meadows)", and operates as "School District No. 42 (Maple Ridge – Pitt Meadows)." 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 School District and is principally funded by the Province of British Co Tw 8.63vh (h)-0.7eadhd4 Pc(a)8.1 (t)-10.9 (o

The COVID-19 outbreak was declared a pandemic by the World Health Organization in March 2020 an significant financial, market and social dislocating impact worldwide. Under direction of the Provincia all schools in the School District suspended in-class instruction in March 2020 and the School District remain to continue to support students and families in a variety of ways. Parents were given the choice to send t back to school on a gradual and part-time basis beginning June 1, 2020 and full-time beginning September with new health and safety guidelines. The ongoing impact of the pandemic presents uncertainty ove flows, may have a significant impact on future operations including decreases in revenue, impairmen reduction in investment income, increased custodial costs and delays in completing capital project wo As de A ( )(c)0.-0.7 (6 (o)2u)0 0 3F 0 (t)-7.9 (r)arho A5t o The Section requires that the financial statements prepared in accordance with Canadian public sector accounting standards except in regard to the accoun government transfers as set out in Notes 2(s) and 2(t). In November 2011, Treasury Board provided a through Restricted Contributions Regulation 198/2011 providing direction for the reporting of contributions whether they are received or receivable by the School District before or after this regul effe Financial instruments b)

A contract establishing a financial instrument creates, at its inception, rights and obligations to r economic benefits. The financial assets and financial liabilities portray these rights and obligation statements. The School District recognizes a financial instrument when it becomes a party to a finan contract.

SCHOOL DISTRICT No. 42 (Maple Ridge –

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5 0 0 i

f) Unearned Revenue

Unearned revenue includes tuition fees received for courses to be delivered in future periods and receipt of proceeds for sale of the provincial licence for technology fees (see Note 15).

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j) Prepaid Expenses

Memberships and dues, software licenses, dental premium holidays, property taxes, utilities, maintenance agreements and other payments paid in advance are included as prepaid expense. Prepaid expenses are stated at acquisition cost and are expensed over the periods it is expected to benefit from it.

k) Internally Restricted Reserves

The Board of Education is responsible for ensuring the School District is protected financially from extraordinary circumstances that would negatively impact school district operations and the education of students. To discharge this responsibility, the Board has established a contingency reserve from available operating surplus, which will be used to mitigate any negative impact such circumstances might cause.

By Board policy a contingency reserve of at least 1% and not exceeding 3% of budgeted operating expenditures shall be maintained ($1,565,162 to $4,695,487). The current balance of 2021 $848,669 ($2,238,669 local capital and $610,000 operating) equates to 1.82% of budgeted operating expenditures

l) Revenue Recognition

All revenues are recorded on an accrual basis in the period in which the transactions or events occurred that gave rise to the revenues and when 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 yea

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

p) Future Changes in Accounting Policies (Continued)

Revenue from transactions with performance obligations should be recognized when (or as) the School District satisfies a performance obligation by providing the promised goods or services to a payor.

Revenue from transactions with no performance obligations should be recognized when a school district:

- has the authority to claim or retain an inflow of economic resources; and
- identifies a past transaction or event that gives rise to an asset.

This standard may be applied retroactively or prospectively. Management is in the process of assessing the impact of adopting this standard on the School District's financial results

NOTE 3 ACCOUNTS RECEIVABLE – OTHER RECEIVABLES

	June 30, 2021	June 30, 2020
Due from the Federal Government	$ 120,492	$ 110,628
Due from the City of Maple Ridge	203,901	516,445
Trade receivables	217,613	242,421
Tuition receivable	6,178	18,326
Other receivables	106,074	36,423
Total Accounts Receivable - Other Receivables	$ 654,258	$ 924,243

NOTE 4 PORTFOLIO INVESTMENTS

	June 30, 2021	June 30, 2020
Cost and Amortized Cost		
Term deposits	$ 50,000	$ 100,000
	50,000	100,000
Fair Value		
Core Bond Fund	85,812	74,877
Canadian Equity Fund	49,214	38,732
U. S. Equity Fund	24,161	19,713
International Pooled Fund	23,343	19,712
	182,530	153,034
Total Portfolio Investments	$ 232,530	

SCHOOL DISTRICT No. 42 (Maple Ridge

NOTE8 DEFERRED CAPITAL REVENUE

Deferred capital revenue includes grants and contributions received that are restricted by the contribu2 (i ( )Tj ET(N

NOTE 9 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 provides for the payment of these benefits when they become due.

	June 30, 2021	June 30, 2020
Reconciliation of Accrued Benefit Obligation		
Accrued benefit obligation – April 1	$ 8,364,076	$ 8,279,943
Service cost	664,135	630,407
Interest cost	195,317	211,400
Benefit payments	(664,231)	(475,698)
Actuarial gain	(182,254)	(281,976)
Accrued benefit obligation – March 31	$ 8,377,043	$ 8,364,076
Reconciliation of Funded Status at End of Fiscal Year		
Accrued benefit obligation – March 31	$ 8,377,043	$ 8,364,076
Funded status		

NOTE 10 DEBT

The School District has an approved line of credit of $6.5 million with interest at the banks' prime rate plus 0.25%. The available borrowing consists of $2.5 million of line of credit and $4.0 million of additional funds for meeting current operating and debt service expenditures. As of June 30, 2021, the School District had nil borrowings (2020: $nil) under these facilities.

NOTE 11 TANGIBLE CAPITAL ASSETS

June 30, 2021

Cost:	Balance at July 1, 2020	Additions	Disposals	Transfers (WIP)	Balance at June 30, 2021
Sites	$ 41,361,162	$ 192,121			$ 41,553,283
Buildings	319,290,640	2,158,799		4,163,705	325,613,144
Buildings – work in progress	1,584,789	3,925,789		(4,163,705)	1,346,873
Furniture & equipment	13,773,028	1,448,246	(1,624,112)		13,597,162
Vehicles	1,369,916				

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

j) Prepaid Expenses

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