

**School District
Statement of Financial Information (SOFI)
School District No. 8 (Kootenay Lake)**

Fiscal Year Ended June 30, 2005

TABLE OF CONTENTS

Documents are arranged in the following order:

1. Approval of Statement of Financial Information
2. Financial Information Act Submission Checklist
3. Management Report
4. Audited Financial Statements
5. Schedule of Debt
6. Schedule of Guarantee and Indemnity Agreements
7. Schedule of Remuneration and Expenses including:
 - Statement of Severance Agreements
 - Reconciliation or explanation of differences to Audited Financial Statements
8. Schedule of Payments for the Provision of Goods and Services including:
 - Reconciliation or explanation of differences to Audited Financial Statements

SCHOOL DISTRICT STATEMENT OF FINANCIAL INFORMATION (SOFI)

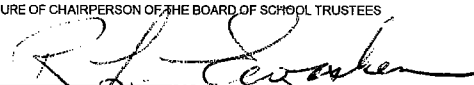
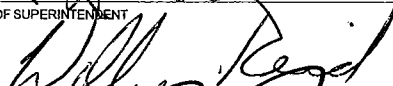

6049

SCHOOL DISTRICT NUMBER 8	NAME OF SCHOOL DISTRICT Kootenay Lake	YEAR 2004/05
OFFICE LOCATION(S) 570 Johnstone Road		TELEPHONE NUMBER 250-352-6681
MAILING ADDRESS 570 Johnstone Road		
CITY Nelson	PROVINCE BC	POSTAL CODE V1L 6J2
NAME OF SUPERINTENDENT William Reid		TELEPHONE NUMBER 250-352-6681
NAME OF SECRETARY TREASURER Bruce Buchannon		TELEPHONE NUMBER 250-352-6681

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Statement of Financial Information for the year ended
2004/05

for School District No. 8 as required under Section 2 of the Financial Information Act.

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES 	DATE SIGNED January 3, 2006
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED January 3, 2006
SIGNATURE OF SECRETARY TREASURER 	DATE SIGNED January 3, 2006

Statement of Financial Information for Year Ended June 30, 2005

Financial Information Act Submission Checklist

	<i>Due Date</i>
a) <input checked="" type="checkbox"/> A statement of assets and liabilities (audited financial statements).	<i>September 30</i>
b) <input checked="" type="checkbox"/> An operational statement including, i) a Statement of Income and ii) a Statement of Changes in Financial Position, or, if omitted, an explanation in the Notes to Financial Statements (audited financial statements)	<i>September 30</i>
c) <input checked="" type="checkbox"/> A schedule of debts (audited financial statements).	<i>September 30</i>
d) <input checked="" type="checkbox"/> A schedule of guarantee and indemnity agreements including the names of the entities involved and the amount of money involved. (Note: Nil schedules can be submitted December 31).	<i>September 30</i>
e) A schedule of remuneration and expenses, including:	<i>December 31</i>
<input checked="" type="checkbox"/> i) an alphabetical list of employees earning over \$75,000, the total amount of expenses paid to or on behalf of each employee for the year reported and a consolidated total for employees earning under \$75,000. If the total wages and expenses differs from the audited financial statements, an explanation is required.	
<input checked="" type="checkbox"/> ii) a list by name and position of Board Members with the amount of any salary and expenses paid to or on behalf of the member	
<input checked="" type="checkbox"/> iii) the number of severance agreements started during the fiscal year and the range of months' pay covered by the agreement, in respect of excluded employees. If there are no agreements to report, an explanation is required	
f) <input checked="" type="checkbox"/> An alphabetical list of suppliers receiving over \$25,000 and a consolidated total for those suppliers receiving less than \$25,000. If the total differs from the Audited Financial Statements, an explanation is required.	<i>December 31</i>
g) <input checked="" type="checkbox"/> Approval of Statement of Financial Information.	<i>December 31</i>
h) <input checked="" type="checkbox"/> A management report approved by the Chief Financial Officer	<i>December 31</i>

School District Number & Name **8 (Kootenay Lake)**

**School District
Statement of Financial Information (SOFI)**

School District No. 8 (Kootenay Lake)

Fiscal Year Ended June 30, 2005

MANAGEMENT REPORT

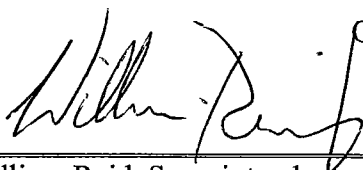
The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with accounting principles generally accepted for British Columbia school districts as prescribed or permitted by the Ministry of Education and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Board of School Trustees is responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

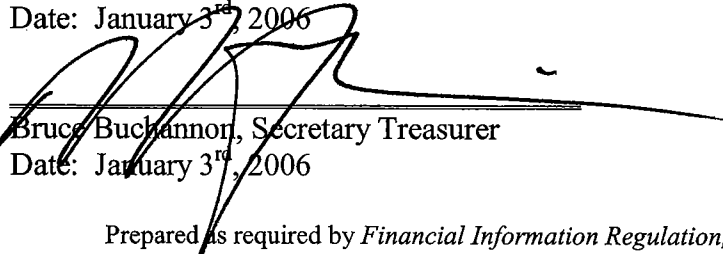
The external auditors, Berg Naqvi Lehmann, Chartered Accountants, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements as required by the *School Act*. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the board's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of School District



William Reid, Superintendent

Date: January 3rd, 2006



Bruce Buchannon, Secretary Treasurer

Date: January 3rd, 2006


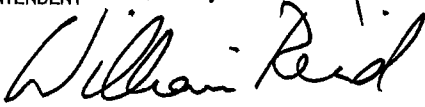
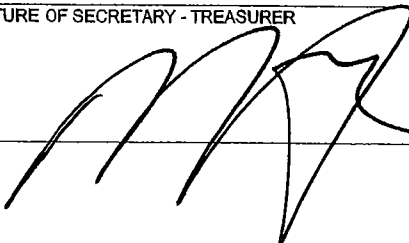
Prepared as required by *Financial Information Regulation*, Schedule 1, section 9

SCHOOL DISTRICT AUDITED FINANCIAL STATEMENTS FISCAL YEAR 2004/2005

SCHOOL DISTRICT NUMBER 08	NAME OF SCHOOL DISTRICT Kootenay Lake	YEAR 2004/2005
OFFICE LOCATION 570 Johnstone Road		TELEPHONE NUMBER 250-352-6681
MAILING ADDRESS		
CITY / PROVINCE Nelson, BC		POSTAL CODE V1L 6J2
NAME OF SUPERINTENDENT William Reid		TELEPHONE NUMBER 250-505-7037
NAME OF SECRETARY - TREASURER Bruce Buchannon		TELEPHONE NUMBER 250-505-7039

DECLARATION AND SIGNATURES

We, the undersigned, certify that the attached is a correct and true copy of the Audited Financial Statements for the School Year 2004/2005 for School District No. 08 (Kootenay Lake)

SIGNATURE OF CHAIRPERSON OF THE BOARD OF SCHOOL TRUSTEES 	DATE SIGNED SEP 20 2005
SIGNATURE OF SUPERINTENDENT 	DATE SIGNED SEP 20 2005
SIGNATURE OF SECRETARY - TREASURER 	DATE SIGNED SEP 20 2005

SCHOOL DISTRICT NO. 08 (Kootenay Lake)
2004/2005 AUDITED FINANCIAL STATEMENTS

TABLE OF CONTENTS

AUDITORS' REPORT

FINANCIAL STATEMENTS

Statement of Financial Position	Statement 1
Statement of Revenue and Expense	Statement 2
Statement of Changes in Fund Balances	Statement 3
Statement of Cash Flows	Statement 4

NOTES TO FINANCIAL STATEMENTS

SCHEDULES

Operating Fund	
Surplus (Deficit)	Schedule A1
Comparative Schedule of Revenue by Source	Schedule A2
Comparative Schedule of Expense by Object	Schedule A3
Expense by Function and Program	Schedule A4
Changes in Deferred Contributions	Schedule A5
Special Purpose Funds	
Summary of Changes	Schedule B1
Changes in Ministry of Education Special Purpose Funds	Schedule B2
Changes in Other Trust Funds	Schedule B3
Capital Fund	
Capital Assets	Schedule C1
Deferred Capital Contributions	Schedule C2
Changes in Deferred Contributions	Schedule C3
Changes in Fund Balances	Schedule C4

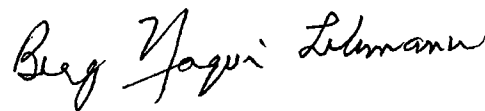
AUDITOR'S REPORT

To the Board of School Trustees
of School District No. 8 (Kootenay Lake)
Nelson, B.C.

We have audited the statement of financial position of School District No. 8 (Kootenay Lake) as at June 30, 2005 and the statements of revenue and expense, changes in fund balances and cash flows for the year then ended. These financial statements are the responsibility of the School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of School District No. 8 (Kootenay Lake) as at June 30, 2005 and the results of its operations and its cash flows for the year then ended in accordance with generally accepted accounting principles.



Chartered Accountants

Nelson, B.C.

September 12, 2005

SCHOOL DISTRICT NO. 08 (Kootenay Lake)
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2005

Statement 1

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
ASSETS					
Current Assets					
Cash		1,316,259		1,316,259	225,203
Short Term Investments		163,087		163,087	161,883
Accounts Receivable					
Due from Province - Ministry of Education				0	0
Due from Province - Other				0	0
Due from Canada	98,774			98,774	79,183
Due from Other School Districts				0	0
Due from LEA / Direct Funding				0	0
Other Receivables	128,566	16,584		145,150	186,933
Allowance for Doubtful Accounts				0	0
Interfund Loans		140,010	444,021		
Inventories		67,603		67,603	70,955
Prepaid Expenses	81,026			81,026	82,129
	308,366	1,703,543	444,021	1,871,899	806,286
Investments				0	0
Equity Investments				0	0
Capital Assets - Net			67,670,429	67,670,429	125,060,193
TOTAL ASSETS	308,366	1,703,543	68,114,450	69,542,328	125,866,479
LIABILITIES AND FUND BALANCES					
Current Liabilities					
Bank Overdraft	993,888			993,888	2,016,338
Accounts Payable and Accrued Liabilities					
Due to Province - Ministry of Education				0	0
Due to Province - Other				0	0
Other	431,755	41,886		473,641	1,059,037
Bank Loans				0	0
Interfund Loans	584,031				
Other Current Liabilities	828,445			828,445	744,559
	2,838,119	41,886	0	2,295,974	3,819,934
Deferred Contributions					
Ministry of Education		120,925	444,021	564,946	510,611
Province - Other				0	0
Other	28,170	1,540,732		1,568,902	397,812
Accrued Employee Future Benefits	1,523,330			1,523,330	0
Deferred Capital Contributions			56,092,802	56,092,802	58,556,849
Bank Loans				0	0
Capital Lease Obligations				0	0
Other Long Term Liabilities				0	0
TOTAL LIABILITIES	4,389,619	1,703,543	56,536,823	62,045,954	63,285,206
Fund Balances					
Invested in Capital Assets			11,577,627	11,577,627	66,503,345
Endowment				0	0
Internally Restricted				0	3,088
Unrestricted	(3,344,333)			(3,344,333)	(3,925,160)
Unfunded Accrued Employee Future Benefits and Vacation Pay	(736,920)			(736,920)	0
TOTAL FUND BALANCES	(4,081,253)	0	11,577,627	7,496,374	62,581,273
TOTAL LIABILITIES AND FUND BALANCES	308,366	1,703,543	68,114,450	69,542,328	125,866,479

SCHOOL DISTRICT NO. 08 (Kootenay Lake)
STATEMENT OF REVENUE AND EXPENSE
YEAR ENDED JUNE 30, 2005

Statement 2

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
REVENUE					
Provincial Grants - Ministry of Education	45,652,384	2,299,042		47,951,426	47,005,556
Provincial Grants - Other	542,875	25,815		568,690	465,092
Federal Grants		103,806		103,806	106,169
Other Revenue	1,463,357	2,050,245		3,513,602	1,324,267
Rentals and Leases	28,590			28,590	4,941
Investment Income	12,236	7,551		19,787	69,050
Gain (Loss) on Equity Investment				0	0
Amortization of Deferred Capital Contributions			2,616,146	2,616,146	2,531,641
Gain (Loss) on Disposal of Capital Assets			19,772	19,772	0
	<u>47,699,442</u>	<u>4,486,459</u>	<u>2,635,918</u>	<u>54,821,819</u>	<u>51,506,716</u>
EXPENSE					
Salaries					
Teachers	19,095,194	745,874		19,841,068	20,962,075
Principals and Vice Principals	2,667,421	198,752		2,866,173	2,892,757
Educational Assistants	2,300,315	37,967		2,338,282	2,806,545
Support Staff	5,692,692	907,622		6,600,314	7,200,018
Other Professionals	1,485,054	98,380		1,583,434	1,465,616
Substitutes	1,462,013	14,591		1,476,604	1,721,018
	<u>32,702,689</u>	<u>2,003,186</u>	<u>0</u>	<u>34,705,875</u>	<u>37,048,029</u>
Employee Benefits	6,885,059	455,374		7,340,433	8,047,234
Services and Supplies	5,583,012	3,250,013		8,833,025	7,417,246
Amortization of Capital Assets			2,989,609	2,989,609	0
Write-off/down of Buildings and Sites				0	0
	<u>45,170,760</u>	<u>5,708,573</u>	<u>2,989,609</u>	<u>53,868,942</u>	<u>52,512,509</u>
NET REVENUE (EXPENSE)	<u>2,528,682</u>	<u>(1,222,114)</u>	<u>(353,691)</u>	<u>952,877</u>	<u>(1,005,793)</u>

SCHOOL DISTRICT NO. 08 (Kootenay Lake)
STATEMENT OF CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2005

Statement 3

	OPERATING FUND	SPECIAL PURPOSE FUNDS	CAPITAL FUND	TOTAL 2005	TOTAL 2004
FUND BALANCES, BEGINNING OF YEAR	(3,925,160)	0	66,506,433	62,581,273	62,699,962
Changes in Accounting Policies /					
Prior Period Adjustments					
Accrued Employee Future Benefits	(1,052,299)			(1,052,299)	0
Accrued Vacation Pay	(444,991)			(444,991)	0
Accumulated Amortization of Capital Assets			(54,896,089)	(54,896,089)	0
Transfer Land Capital Reserve to Deferred Contributions				0	0
Transfer Capital Reserve to Deferred Contributions			(3,088)	(3,088)	0
School Generated Funds				0	0
Related Entities				0	0
Deferred Capital Contributions				0	0
Bylaw Capital Over (Under) Spent Beginning of Year				0	0
Prior Period Adjustment - Voided Cheque	137			137	281,140
District Entered					605,964
FUND BALANCES, BEGINNING OF YEAR, AS RESTATED	(5,422,313)	0	11,607,256	6,184,943	63,587,066
Changes for the Year					
Net Revenue (Expense) for the Year	2,528,682	(1,222,114)	(353,691)	952,877	(1,005,793)
Interfund Transfers					
Capital Assets Purchased				0	0
Local Capital	34,492		(34,492)	0	0
Other	(1,222,114)	1,222,114		0	0
Direct Increases in Fund Balances					
Endowment Contributions				0	0
Site Purchases			358,554	358,554	0
Net Changes for the Year	1,341,060	0	(29,629)	1,311,431	(1,005,793)
FUND BALANCES, END OF YEAR	(4,081,253)	0	11,577,627	7,496,374	62,581,273

