



REGULAR MEETING OF THE BOARD OF SCHOOL DISTRICT 10 (Arrow Lakes)

MINUTES

School Board Office

Tuesday, September 29, 2015
7:00 pm

PRESENT

TRUSTEES: L.L. Brekke, J. Struck, Q. De Courcy, R. Butt-Grau

STAFF: T. Taylor, S. Brenna-Smith, M. Grenier

OTHERS: R. McAllister, KPMG and J. McMurray, Valley Voice

1. CALL TO ORDER:

Vice Chair L.L. Brekke called the meeting to order at 7:06 pm.

2. ADOPTION OF AGENDA:

Moved by R. Butt-Grau seconded by Q. De Courcy that the agenda be adopted as amended.

CARRIED

3. ADOPTION OF MINUTES:

Moved by R. Butt-Grau, seconded by Q. De Courcy, that the minutes of the Regular Meeting of August 25, 2015 be adopted as presented.

CARRIED

4. PRESENTATIONS

Nil

5. DISPOSITION OF PREVIOUS PRESENTATIONS

- a) Approval of school growth plans
 - i. Recommendation: That school growth plans be approved as presented June 9th and amended September 29th.



Moved by J. Struck and seconded by R. Butt-Grau that the Board of Education approve the school growth plans as presented June 9, 2015 and amended September 29, 2015.

CARRIED

- b) LESS Network Upgrade: Connectivity at Lucerne
 - i. Clarification of the labour quote as presented at the September 15, 2015 Education Partnership Committee meeting:
 - Travel time is required to be paid as per the collective agreement
 - The electrician in the employ of SD10 is a CUPE member and to contract outside quotes may put the district in a position of grievance
 - ii. A special meeting will be called at a time that all Board Members are present to schedule said meeting.

6. FINANCIAL UPDATE: (S. Brenna-Smith)

- a) Financial statements as presented by Susan Brenna Smith

Moved by R. Butt-Grau and seconded by J. Struck that the Board of Education approve the 2014-2015 financial statements as prepared and presented by S. Brenna-Smith, Director of Finance.

CARRIED

- b) Auditor's report as presented by Rachel McAllister KPMG

Moved by R. Butt-Grau and seconded by J. Struck that the Board of Education approve the 2014-2015 audited financial statements as prepared and presented by KPMG.

CARRIED

R. Butt-Grau called for recess at 8:20pm

R. McAllister left the meeting during recess.

Vice Chair L.L. Brekke reconvened at 8:31pm

7. QUESTIONS REGARDING FINANCIAL

Nil

8. REPORTS

- a) **Chairperson (L.L. Brekke)**
 - i) Report attached



Moved by R. Butt-Grau and seconded by Q. De Courcy that the Board Chair provide written confirmation to the parents/community members who have sent in letters concerning the Network Upgrade proposal, that their letters have been received and reviewed by the Board. This letter will also confirm that no decisions have been made by the Board at this time.

CARRIED

Moved by Q. De Courcy and seconded by J. Struck that Trustee R. Butt-Grau draft a letter on behalf of the Board of Education, to the Canada Customs Agency as relates to the matter of our International Students entry to Canada and present the draft letter for approval at the next Education Partnership Committee meeting.

CARRIED

b) Education Partnership Committee

- i) Report attached.

c) Parent Advisory Council / Trustee Liaison Reports:

- i) Southern Zone (Q. De Courcy)
 - No report
 - Meeting scheduled for 2:00pm, Oct 14, 2015
- ii) Nakusp Elementary School (J. Struck)
 - Earthquake drill scheduled for Oct 15, 2015
 - Parent workshop with Faye Brownlie scheduled to take place 6:30-7:30 pm on October 14, 2015.
 - Christmas concert scheduled for December 16, 2015.
- iii) Lucerne Elementary-Secondary School (L.L. Brekke)
 - No report
 - Meeting scheduled for Wednesday Oct 7, 2015
- iv) Nakusp Secondary School (J. Struck)
 - AGM on September 28; those elected:
 - Chair – Barb Lewis
 - Secretary – Susan Kostuch
 - Vice Chair – Vacant
 - Treasurer – Vacant
 - Hot Soup Program: Still looking for a volunteer coordinator.
 - Next meeting scheduled for October 26, 2015.
- v) District (P. Adam)
 - No report



- vi) CUPE/Board Liaison Meeting (L.L. Brekke)
 - Report attached
- vii) ALTA/Board Liaison Meeting (L.L. Brekke)
 - Report attached
- viii) Student Council/Student Voice Liaison
 - No report
- ix) Occupational Health and Safety Committee
 - No report
- x) Chamber of Commerce
 - Nakusp (P. Adam): No report
 - New Denver/Silverton (R. Butt-Grau): No report
- xi) Community Consultative Group
 - No report
- xii) Strong Start Centres
 - No report
- xiii) Arrow Lakes Aboriginal Educational Advisory Council (L.L. Brekke)
 - Report attached
- d) Branch / BCSTA / BCPSEA
 - i) Branch: Report attached
 - ii) BCSTA: No report
 - iii) BCPSEA: No report
- e) Superintendent/Secretary-Treasurer: (T. Taylor)
 - i. Report attached

9. OLD BUSINESS:

- a) Policy Review Update
 - i) Bylaw 14- Organization of the Board



Q. De Courcy gave notice that at the next meeting he will move to rescind Bylaw 11, adopted February 6, 2007.

Vice Chair, L.L. Brekke confirmed that notice has been given that at the next meeting Q. De Courcy will move to rescind Bylaw 11, adopted February 6, 2007.

Q. De Courcy withdrew the above motion.

ii) Policy 8500 – Policy Development

Recommendation: That the Board of Education accept the revisions to Policy 8500 as prepared and edited by the Policy Review Committee and approve the policy in principle.

Moved by J. Struck and seconded by R. Butt-Grau that the Board of Education approve in principle, Policy 8500, Policy Development.

CARRIED

10. NEW BUSINESS:

a) BC School Sports Application for LESS and NSS

i) Recommendation: That the Board of Education approve Lucerne Elementary Secondary School and Nakusp Secondary School applying as a joint school to the BC Schools Sports Association.

Moved by J. Struck and seconded by R. Butt-Grau that the Board of Education approve the Lucerne Elementary Secondary School application for joint sponsorship of a sport program with Nakusp Secondary School.

CARRIED

b) Clarity and composition

Moved by R. Butt-Gray and seconded by Q. De Courcy that the above agenda item 10. b), be referred to the Policy Committee.

CARRIED

11. NEXT MEETING DATES:

- | | | |
|----|--|---------------------------------|
| a) | Education Partnership Committee Meeting: | October 13, 2015 |
| b) | Regular Meeting of the Board: | October 27, 2015 |
| c) | Board Policy Meeting: | October 28, 2015 – 4:00pm start |



12. QUESTIONS FROM PUBLIC:

J. McMurray requested clarification regarding the surplus noted on the balance sheet in the financial statements.

- S. Brenna-Smith, Director of Finance responded accordingly.

J. McMurray asked for a rational as to why the Fauquier school property is subject to an application for removal from the ALR.

- Intent is to explore potential subdivision
- Liability concerns

13. ADJOURNMENT:

R. Butt-Grau adjourned the meeting at 9:37 pm

P. Adam
Chairperson

T. Taylor
Superintendent/Secretary-Treasurer

SCHOOL GROWTH PLAN

for

NAKUSP SECONDARY SCHOOL

Planning Ahead Committee 2014-2015

Submitted by Ryoko Kobayashi, Vice Principal and Natasha Miles, Principal

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

SCHOOL NAME	Nakusp Secondary School
SCHOOL YEAR	2015 – 2016
APPROVED BY SCHOOL STAFF	April 7, 2015 (draft) October 13th, 2015?
RATIFICATION BY PARENT ADVISORY COUNCIL	April 27, 2015 (draft) September 28th, 2015?
SIGNATURE OF PRINCIPAL DATE October 13th 2015?	 <hr/>

SCHOOL MISSION:

The Mission of Nakusp Secondary School is to have our students graduate with goals and knowledge to move on and succeed with excellence later in life. To accomplish this, we promote teamwork, individual development, and positive relationships through encouragement, challenge, reflection, and celebration in an organized and nurturing environment.

SCHOOL CONTEXT:

- Secondary school, comprised of grades 8 to 12, with approximately 160 students
- Students attend Nakusp Secondary School (NSS) from five rural communities around Upper Arrow Lakes: Nakusp, Burton, Fauquier, Edgewood, Trout Lake, and Summit Lake
- Multi-grading strategies are used throughout electives from Grade 9 to Grade 12
- Enrollment has been steadily decreasing over the last 10 years, yet for 2015-2016 shows a slight increase
- Teachers teach a variety of curricular assignments; many subjects are offered
- A full range of secondary programs are offered through either regular classroom instruction or the Facilitated Learning Centre
- Majority of students graduate with more than the required number of credits
- Flourishing Band programs with regular community and regional performances
- Extensive applied skills programs that emphasize real world skills; many providing opportunities to enter trades post-secondary programs
- Strong academic focus, with consistently high enrollment, completion rates, and further post-secondary study in the sciences
- Cross-curricular projects and field trips
- School canteen that provides food programs to the student community
- Junior Outdoor Education program that emphasizes practical skills relevant to the recreational activities in Arrow Lakes
- Athletics are an integral aspect of the community culture, with community coaches and 17 school teams that regularly travel outside the school district for competition
- Approximately 76% of the student body involved with school team athletics, facilitated by an Athletic Director
- An active Leadership Council who work to create inclusive, entertaining, and celebratory events for the student body

SCHOOL AND DISTRICT CONNECTIONS:

DISTRICT ACHIEVEMENT CONTRACT GOAL STATEMENT 2014 – 2015

GOAL STATEMENT AND OBJECTIVES:

To improve student achievement in Literacy K-12 through the following objectives...

1. To increase the number/percentage of Kindergarten students' readiness to read before Grade 1
2. To increase the number/percentage of children reading at grade level by the end of Grade 3
3. To provide continued support and intervention to ensure students in the intermediate and secondary (Grades 4-12) program read at grade level expectations
4. **To enhance and increase all students' social-emotional learning, Aboriginal learning, and numeracy achievement**
5. To improve Numeracy achievement
6. **To close the gender gap in our achievement results**
7. **To foster personalization of learning including a re-visioning of secondary learning**

REPORTING:

To Students

- on an ongoing basis with a blend of formative and summative assessment strategies
- who are themselves guided through reflection on their own work and engage in self-assessment using Performance Standards
- through 4 report cards that also serve to record progress

To Parents

- through parent-teacher conferences
- through Individual Education Plans
- through report cards and newsletters (in electronic format)

To Community

- through the Parent Advisory Council (PAC)
- through assemblies and newsletters (in paper format)
- through website, Facebook site, blog
- through celebrating achievements in the local newspapers

SCHOOL GROWTH PLAN GOAL STATEMENT 2015 – 2016

GOAL 1:

To facilitate a motivating and dynamic growth environment which engages staff and students to participate in meaningful and experiential learning to develop a place-consciousness and a global perspective that allows students to achieve their potential.

OBJECTIVES:

1. To provide opportunities for students to explore and connect to new topics, skills, and situations that involve experiential and/or “hands on” (ie, trade) learning.
2. To provide opportunities for staff to showcase and/or further develop their expertise and/or passion to enhance the school culture, community, and connections with students.
3. To facilitate students’ access to mentorship with staff and with the community, particularly in regard to life and career.
4. To enhance the physical and social environment to foster responsible ownership, pride, and respect for learning.
5. To increase meaningful engagement in local and global issues by participating in projects that further develop comprehension and empathy.

GOAL 2:

To close the gender gap in Math, English and Science in Grade 10 provincially examined courses.

OBJECTIVE:

6. To specifically target boy's achievement in Science, Math and English 8-10 through Universal Design for Learning (UDL) and increased experiential and hands-on learning opportunities

RATIONALE:

GOAL 1

As we move away from the model of goal-setting through a School Planning Council, we have collaborated on a School Growth Plan through a consultation process developed in the Planning Ahead meetings. The Planning Ahead Committee was comprised of the following stakeholders: Principal, Vice Principal, Staff/Teachers, Parents, and Students. Approximately

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

18 participants met a total of five times. We began by looking at educational change, specifically the BC Ed Plan. Then we identified NSS strengths and challenges.

We explored innovative programs in practice around the province to see what changes we might want to see at NSS. We also asked for input from teachers and support staff staff meetings. Additionally, we gained some direction and ideas from a visit to our district by Larry Espe, Superintendent of Careers and Transitions. We also sent out surveys to students and staff on topics ranging from school motto, courses (including “hands on”), to timetabling. The main recommendations by the Planning Ahead Committee were:

- to maintain what we do well;
- to focus on raising school spirit;
- to provide “hands on” learning;
- to offer a broad array of courses;
- and, to begin exploring careers earlier
- the Committee was also concerned about student well-being, self-esteem, morale, and connectedness to the school

School District 10 continued to have one goal for 2014 – 2015 that focused on student achievement in literacy through K-12, and our School Growth Plan should be complementary. While the District focuses on literacy, the NSS goal endeavors to enhance the *conditions* for learning; hence, they are congruent goals. In examining the objectives, the District’s objectives # 4 (social-emotional learning, Aboriginal learning, numeracy achievement), #6 (gender gap), and #7 (personalization and re-visioning) are particularly supported by NSS objectives.

Experiential “hands on” learning is a universal strategy in making learning more meaningful, especially for those students who have special needs or learning styles that the traditional mode of teaching does not address. NSS classrooms are increasingly engaged in project-based learning. For example, Planning 10 will be offered as a course where the classroom and community borders blur, and assignment and service merge. We will continue to offer three senior shop classes and in addition, we are offering a junior mechanics course. In order to explore new topics beyond the courses being offered in classrooms, Independent Directed Studies is available to students as ultimately personalized learning. We will continue to make Aboriginal learning more accessible to all students. And there are opportunities to further explore experiential learning through fieldtrips, guest-presenters, sports, and peer-tutoring.

Students’ learning is enhanced by their connections with their teachers. Also, their teachers are often the window to new topics, ideas, and skills. Hence, it is reasonable to continue to provide opportunities for staff to share their special talents and/or to further develop talents that benefit students. Our plan is to have teachers and students collaborate on student-led Explore Days. Teachers can identify emerging interests of students and help to facilitate their “exploration”. The by-product, once again, is the connection with students.

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

Since the enhancement of the school's social and learning environment is the primary goal for NSS, we are planning to have Advisory Blocks. This will provide the opportunity for students to connect with other students in their grade each week, and to develop informal mentorships with Teacher Advisors so that teachers have a setting to create stronger connections to a group of students outside of the formal classroom. Homerooms will also develop accountability with attendance and communication matters.

Enhancement of the environment also includes making some physical changes, starting with adding more "identity" to the school entrance, hallways, and gym. This may include school colours, sport mascot, new logo, and new motto.

While meaningful engagement is the key to learning, one that addresses real issues is to involve the outside world. Our strategies to enable this include: whole school projects, Leadership Council, buddy-system with international students, and community outreach which includes community speakers.

GOAL 2

An examination of provincial exam marks from 2011-2015 for NSS show a gender gap between Grade 10 boys and girls with the largest difference in English.

Five year average of final %	Math FPC 10	Math AW 10	English 10	Science 10
Boys	66.6	55.3	68.8	67.3
Girls	68.4	60.9	78.2	72
Difference	-1.8	-5.6	-9.4	-4.7

There is also a higher percentage failing both Math 10 courses than any other subject from Grade 10 to 12.

Five year average	Math FPC 10	Math AW10	English 10	Science 10	Socials 11	English 12
% failing	12%	23%	3%	7.9%	1.66%	3.55%
Provincial average	10.9%	10.8%	4.37%	7.6%	3.8%	2.14%

(Please note that District assessments were not collated due to the BCTF strike in 2013-2014 school year and therefore could not inform the Planning Ahead committee in Spring 2015).

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

DATA:

Planning Ahead Team qualitative feedback
 Planning Ahead Student Survey
 Planning Ahead Staff Survey
 Provincial Exam Results 2011-2015

STRATEGIES AND STRUCTURES:

OBJECTIVE #1

To provide opportunities for students to explore and connect to new topics, skills, and situations that involve experiential and/or “hands on” (ie, trade) learning.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Course Selection: Offer a wide array of courses	-Principal	-Timetable -Staff skillset	-September 2015
Collaborative teams in departments to bring “hands-on” into all classrooms	-Principal -Vice Principal	-School budget -Speakers	-September 2015
Selkirk College: Explore partnerships	-Principal -Counselor	-Collaboration of school, college, and district	-Ongoing

OBJECTIVE #2

To provide opportunities for staff to showcase and/or further develop their expertise and/or passion to enhance the school culture, community, and connections with students.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Staff to lead Pro D workshops sharing their expertise	-Principal -Vice Principal -Teachers	-School budget -Workshops	-September 2015 -Ongoing
Health & Career Ed: Presentations	-Principal -Vice Principal -Counselor -Teachers	-School budget -Speakers	-September 2015 -Ongoing
Advisory Block: Time to collaborate	-Teachers -Principal -Vice-Principal	-Timetable -Staff interest -Admin coverage of homeroom	-Ongoing

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

Evolve Explore Days into a broader direction inspiring classroom activities day to day	Teachers Support staff P/VP Community members	\$4000 school budget	October 2015 January 2016
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OBJECTIVE #3

To facilitate students' access to mentorship with staff and with the community, particularly in regard to life and career.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Advisory: Time to connect	-Teachers -Counselor -Student Leaders	-Network of resource people	-Ongoing
Projects: Joint school and community; place-conscious education	-Principal -Vice Principal -Teachers	-Grants -Community linkages	-September 2015 -Ongoing
Planning 10: Re-design delivery	-Vice Principal -Teachers	-Teacher training Community linkages -Fundraising for a cause	-September 2015 -Ongoing
Counseling: Offer programs	-Counselor	-Extra block for Counseling	-September 2015 -Ongoing
Aboriginal Ed: Offer programs and activities, emphasis on place-consciousness	-Aboriginal Ed Support Teacher	-Linkages to Aboriginal resources and people	-Ongoing

OBJECTIVE #4

To enhance the physical and social environment to foster responsible ownership, pride, and respect for learning.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Advisory: Time to connect	-Principal -Vice Principal -Teachers -Student Leaders	-Code of Conduct -News and updates	-Ongoing
Student Voice/Student Council: Plan and	-Principal -Student Leaders	-Fundraising -Student leadership training	-September 2015 -Ongoing

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

implement activities			
Student Lounge: Create an inviting gathering place	-Principal -Vice Principal -Teachers -Students	-School budget -Fundraising	-September 2015 -Ongoing
House Teams: Cross- grade connections	-Athletic Director -Student Leaders	-Time for school- wide activities -School budget	-Ongoing
Continued support and promotion of sport teams	Athletic Director PE department Community coaches	Finance \$12000 Flexibility by teachers to release students	Ongoing

OBJECTIVE #5

To increase meaningful engagement in local and global issues by participating in projects that further develop comprehension and empathy.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Leadership Council: Adopt cause and projects	-Principal -Vice Principal -Student Leaders	-Linkages to organizations	-September 2015 -Ongoing
International Ed: equal emphasis on hosting at home and going abroad	-Vice Principal	-District resources -International students -Linkages to organizations (such as Beijing Summer Camp)	-Ongoing -January 2016
Culture/Travel Club: global education	-Vice Principal -Band teacher	-Liaise with Rotary Interact -Trip to Japan -international band trip	-On-going -Spring Break 2016
All Courses	-Principal -Vice Principal -Teachers	-Linkages to Community	-September 2015 -Ongoing
X Block – mini 'explores' throughout the year over four terms	-P/VP -Teachers -Community members	- finance -community mentors - tea	-start Sept 2015 - weekly

SCHOOL GROWTH PLAN 2015-2016
Nakusp Secondary School

OBJECTIVE #6

To specifically target boy's achievement in Science, Math and English 8-10 through Universal Design for Learning (UDL) and increased experiential and hands-on learning opportunities.

Structure & Strategies	Person(s) Responsible	Resources Needed	Timeline
Provide opportunity for English teachers to co-plan and co-teach lessons with the intent to engage boys further in this subject	PVP Teachers	TToC costs	December 2015 completed
All Math teachers to work with Carole Fullerton on gender gap strategies	Director of Learning PVP Teachers	TToC costs	October 2015 Early 2016
Teachers to attend Leyton Snellert's Collaborating to Engage all Learners and to commit to engaging all learners through UDL pedagogy and experiential learning in classes	Teachers	TToC costs by district District support in EdPlan implementation	Spring 2016
Provide opportunities for Science and Math field trips for boys	Science and Math teachers	TToC costs Field trip costs	Spring 2016

SCHOOL GROWTH PLAN

for

Burton Academy School

Date of Plan: April 23rd 2015

Approved by school staff: April 28th 2015

School Mission

The Mission of Burton Academy School is to provide a project-based learning academy for students in a field that will provide them with entrepreneurial, marketable and employability skills in outdoor pursuits and natural resource industries that reflect the economic needs of the Arrow Lakes community and further afield in British Columbia.

School Context

- Burton Academy School is a new school established in September 2014 based in the old Burton Elementary School which was closed in June 2012
- 13 students were enrolled from Grades 10-12 in September 2014 one day per week and 8 students are enrolled for 2015-2016
- Students attend Burton Academy School (BAS) from five rural communities around Upper Arrow Lakes: Nakusp, Burton, Fauquier, Edgewood, Trout Lake, and Summit Lake.
- All students are cross-enrolled in Nakusp Secondary School
- Program has one teacher shares his expertise in outdoor recreational pursuits and his business acumen in the Outdoor World program
- Students gain eight credits for two courses for graduation more than the required number of credits
- Outdoor World Program incorporates applied skills that emphasize real world and leadership skills providing opportunities to enter trades post-secondary programs, to be certified in GSAR for Search and Rescue teams, certification towards paths to employment plus other college certified courses.
- Outdoor World Program emphasizes leadership and entrepreneurialism
- Strong community support has been received from the Search and Rescue team in Nakusp
- Annual participation at the International Boat Show in Vancouver every January for the last three years in which the program has marketed fishing flashers and promoted Nakusp

School and District Connections

DISTRICT ACHIEVEMENT CONTRACT GOAL STATEMENT 2013-14:

“To improve student achievement in Literacy K-12” through the following objectives:

1. To increase the number/ percentage of Kindergarten students’ readiness to read before Grade One
2. To provide continued support and intervention to ensure students in the intermediate and secondary (Grades 4-12) program read at grade level expectations
3. To enhance and increase all students’ social-emotional learning, Aboriginal learning and numeracy achievement
4. To improve numeracy achievement
5. To close the gender gap in our achievement results
6. To foster personalisation of learning including re-visioning of secondary learning

Reporting

To Students- Students are involved in the assessment and reporting process as they are guided through reflection on their own work and engage in self-assessment. They also engage in peer assessment that is criteria driven. Four formal summative report cards also serve to record progress.

To Parents- through report cards, parent-teacher conferences and newsletters

To Community- through the NSS PAC, assemblies, BAS website, newsletters, and celebrating achievement in the local newspapers with articles written by students

School Goal 2015-2016

To encourage a motivating and dynamic growth environment which engages staff and students to participate in meaningful and experiential learning to develop both a place-consciousness and a global perspective.

Objectives

- 1. To provide opportunities for students to explore and connect to new topics, skills and situations that involve experiential learning**
- 2. To provide opportunities for staff to further develop their expertise and interests to enhance school culture, community and connections with students**
- 3. To facilitate students' access to mentorship with staff and with community, particularly in regard to life and career**
- 4. To support diverse learners who enroll in the Outdoor Education Program in their successful graduation from NSS in Grade 12**

Rationale

For 2014-15 School District 10 continues to have one goal focusing on student achievement in literacy through K-12. Therefore our school growth plan must contain one goal in the same area. BAS's program relates to Objective 6 by fostering personalization of learning including a re-visioning of secondary learning. BAS was established in September 2014 recognizing that the Outdoor Education program had grown beyond the science classroom at NSS and that by having direct access to a school site that provided a unique indoor and outdoor learning environment this would allow students to learn outside the traditional 5x8 timetable.

Fostering the personalization of learning (its promotion and encouragement) requires a dissolving of assumptions that school and learning centers are merely content delivery and completion of tasks driven. The process of dissolving these assumptions involves stepping out into an unknown arena to ask questions and to remove the rigid confines of a secondary timetable. Students engage in their learning in a more fluid, dynamic way when they have a day

to spend in one environment. They experience that one curriculum course has connections and is interwoven with another without realizing that specific learning objectives are being covered. This manner of teaching and learning adheres to the principals of the BC Ed Plan with its cross-curricular competencies. Working with these new IRP's with reduced PLO's that are based on large integrated concepts provides an opportunity to redesign our timetable and/or rethink how we design courses. Incorporating project based learning in cross-curricular opportunities allows for real, meaningful learning.

In the early spring of 2015, the NSS staff, parent and student body engaged in an extensive 'Planning Ahead' process of examining what was working well in the school, identifying areas of growth and examining how education research is influencing the ways in which schools create learning opportunities. The Outdoor Education program was recognized through this process as an essential aspect of the experiences that NSS were provided access to. The annual district survey in March 2015 found that 67% of the respondents valued Outdoor Education as a program. In June 2015 all Grade 12 students enrolled in the program graduated from NSS.

DATA

End of year summative report cards

Tracking graduation rate of students who have studied Outdoor Education

Outdoor Education SD10 Films of Innovation sd10.bc.ca/category/video/page/2/

STRATEGIES

Strategies and Structures	Person(s) Responsible	Resources	Timeline
Start to track grad rates from 2013	Principal	Graduation records	September 2015
24 students to enroll in 2015-2016	Principal & teacher	Course selection handbooks /presentations to students	Spring 2015
Students to select entrepreneurial projects	Teacher	Community collaboration	Fall 2015
Attendance at the International Boat Show in Vancouver promoting new products	Teacher	School budget and fundraising	January 2016

Audited Financial Statements of

School District No. 10 (Arrow Lakes)

June 30, 2015

School District No. 10 (Arrow Lakes)

June 30, 2015

Table of Contents

Management Report	1
Independent Auditors' Report	2-3
Statement of Financial Position - Statement 1	4
Statement of Operations - Statement 2	5
Statement of Changes in Net Financial Assets (Debt) - Statement 4	6
Statement of Cash Flows - Statement 5	7
Notes to the Financial Statements	8-23
Schedule of Changes in Accumulated Surplus (Deficit) by Fund - Schedule 1	24
Schedule of Operating Operations - Schedule 2	25
Schedule 2A - Schedule of Operating Revenue by Source	26
Schedule 2B - Schedule of Operating Expense by Object	27
Schedule 2C - Operating Expense by Function, Program and Object	28
Schedule of Special Purpose Operations - Schedule 3	30
Schedule 3A - Changes in Special Purpose Funds and Expense by Object	31
Schedule of Capital Operations - Schedule 4	33
Schedule 4A - Tangible Capital Assets	34
Schedule 4C - Deferred Capital Revenue	35
Schedule 4D - Changes in Unspent Deferred Capital Revenue	36

School District No. 10 (Arrow Lakes)

MANAGEMENT REPORT

DRAFT

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 10 (Arrow Lakes) 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. 10 (Arrow Lakes) (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', KPMG LLP, 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. 10 (Arrow Lakes) 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. 10 (Arrow Lakes)

DRAFT	
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. 10 (Arrow Lakes)

Statement 1

Statement of Financial Position

As at June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Financial Assets		
Cash and Cash Equivalents	1,195,273	1,249,245
Accounts Receivable		
Other (Note 3)	103,869	114,850
Portfolio Investments (Note 4)	2,077,037	2,050,299
Total Financial Assets	3,376,179	3,414,394
Liabilities		
Accounts Payable and Accrued Liabilities		
Due to Province - Ministry of Education	-	158,537
Other (Note 5)	684,615	571,622
Unearned Revenue (Note 6)	13,000	12,000
Deferred Revenue (Note 7)	249,794	214,161
Deferred Capital Revenue (Note 8)	5,013,207	5,051,003
Employee Future Benefits (Note 9)	165,606	142,692
Total Liabilities	6,126,222	6,150,015
Net Financial Assets (Debt)	(2,750,043)	(2,735,621)
Non-Financial Assets		
Tangible Capital Assets (Note 10)	7,914,872	8,040,321
Prepaid Expenses	43,647	33,557
Total Non-Financial Assets	7,958,519	8,073,878
Accumulated Surplus (Deficit) (Note 16)	5,208,476	5,338,257

Contractual Obligations and Contingencies (Note 18)

Approved by the Board

Signature of the Chairperson of the Board of Education

Date Signed

Signature of the Superintendent

Date Signed

Signature of the Secretary Treasurer

Date Signed

School District No. 10 (Arrow Lakes)

Statement 2

Statement of Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	7,512,660	7,563,499	7,504,829
Tuition	36,000	33,945	24,000
Other Revenue	230,315	187,057	253,221
Rentals and Leases	6,000	5,610	1,150
Investment Income	50,002	55,718	48,818
Amortization of Deferred Capital Revenue	336,848	336,848	356,188
Total Revenue	<u>8,171,825</u>	<u>8,182,677</u>	<u>8,188,206</u>
Expenses (Note 15)			
Instruction	6,131,574	5,670,717	5,439,847
District Administration	730,272	704,665	612,364
Operations and Maintenance	1,610,639	1,601,961	1,574,217
Transportation and Housing	376,240	335,115	355,921
Total Expense	<u>8,848,725</u>	<u>8,312,458</u>	<u>7,982,349</u>
Surplus (Deficit) for the year	<u>(676,900)</u>	<u>(129,781)</u>	<u>205,857</u>
Accumulated Surplus (Deficit) from Operations, beginning of year		5,338,257	5,132,400
Accumulated Surplus (Deficit) from Operations, end of year		<u><u>5,208,476</u></u>	<u><u>5,338,257</u></u>

School District No. 10 (Arrow Lakes)

Statement 4

Statement of Changes in Net Financial Assets (Debt)

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Surplus (Deficit) for the year	(676,900)	(129,781)	205,857
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(65,183)	(362,076)	(339,382)
Amortization of Tangible Capital Assets	487,525	487,525	512,195
Total Effect of change in Tangible Capital Assets	422,342	125,449	172,813
Acquisition of Prepaid Expenses		(10,090)	(4,524)
Total Effect of change in Other Non-Financial Assets	-	(10,090)	(4,524)
(Increase) Decrease in Net Financial Assets (Debt), before Net Remeasurement Gains (Losses)	(254,558)	(14,422)	374,146
Net Remeasurement Gains (Losses)			
(Increase) Decrease in Net Financial Assets (Debt)		(14,422)	374,146
Net Financial Assets (Debt), beginning of year		(2,735,621)	(3,109,767)
Net Financial Assets (Debt), end of year		(2,750,043)	(2,735,621)

School District No. 10 (Arrow Lakes)

Statement 5

Statement of Cash Flows

Year Ended June 30, 2015

	2015 Actual	2014 Actual
	\$	\$
Operating Transactions		
Surplus (Deficit) for the year	(129,781)	205,857
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	10,981	4,220
Prepaid Expenses	(10,090)	(4,524)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	(45,544)	24,243
Unearned Revenue	1,000	12,000
Deferred Revenue	35,633	(28,310)
Employee Future Benefits	22,914	18,201
Amortization of Tangible Capital Assets	487,525	512,195
Amortization of Deferred Capital Revenue	(336,848)	(356,188)
Total Operating Transactions	35,790	387,694
Capital Transactions		
Tangible Capital Assets Purchased	(362,076)	(339,382)
Total Capital Transactions	(362,076)	(339,382)
Financing Transactions		
Capital Revenue Received	299,052	241,056
Total Financing Transactions	299,052	241,056
Investing Transactions		
Investments in Portfolio Investments	(26,738)	(237,161)
Total Investing Transactions	(26,738)	(237,161)
Net Increase (Decrease) in Cash and Cash Equivalents	(53,972)	52,207
Cash and Cash Equivalents, beginning of year	1,249,245	1,197,038
Cash and Cash Equivalents, end of year	1,195,273	1,249,245
Cash and Cash Equivalents, end of year, is made up of:		
Cash	1,195,273	1,249,245
	1,195,273	1,249,245

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 1 Authority and Purpose

The School District operates under authority of the *School Act* of British Columbia as a corporation under the name of "The Board of Education of School District No. 10 (Arrow Lakes)", and operates as "School District No. 10 (Arrow Lakes)." 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. School District No. 10 (Arrow Lakes) 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

The financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia supplemented by Regulations 257/2010 and 198/2011 issued by the Province of British Columbia Treasury Board. The Budget Transparency and Accountability Act requires that the financial statements be prepared in accordance with the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada, or if the Treasury Board makes a regulation, the set of standards and guidelines that comprise generally accepted accounting principles for senior governments in Canada as modified by the alternate standard or guideline or part thereof adopted in the regulation.

Regulation 257/2010 requires all tax-payer supported organizations in the Schools, Universities, Colleges and Hospitals sectors to adopt Canadian public sector accounting standards without any PS4200 elections effective their first fiscal year commencing after January 1, 2012.

Regulation 198/2011 requires that restricted contributions received or receivable for acquiring or developing a depreciable tangible capital asset or contributions in the form of a depreciable tangible capital asset are to be deferred and recognized in revenue at the same rate that amortization of the related tangible capital asset is recorded. For British Columbia tax-payer supported organizations, these contributions include government transfers and externally restricted contributions.

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 2 **Summary of Significant Accounting Policies** *(Continued)*

The accounting policy requirements under Regulation 198/2011 are significantly different from the requirements of Canadian public sector accounting standards which requires 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.

As a result, revenue recognized in the statement of operations and certain related deferred capital revenue would be recorded differently under Canadian Public Sector Accounting Standards.

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 an allowance for doubtful accounts.

d) Portfolio Investments

The School District has investments in term deposits that have a maturity of greater than three months at the time of acquisition. Detailed information regarding portfolio investments is disclosed in Note 4.

e) Unearned Revenue

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

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 2 **Summary of Significant Accounting Policies** *(Continued)*

f) Deferred Revenue and Deferred Capital Revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in 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. (Note 2 a))

g) Employee Future Benefits

The School District provides certain post-employment benefits including vested and non-vested benefits for certain employees pursuant to certain contracts and union agreements.

The School District accrues its obligations and related costs including both vested and non-vested benefits under employee future benefit plans. Benefits include vested sick leave, accumulating non-vested sick leave, early retirement, retirement/severance, vacation, overtime and death benefits. The benefits cost is actuarially determined using the projected unit credit method pro-rated on service and using management's best estimate of expected salary escalation, termination rates, retirement rates and mortality. The discount rate used to measure obligations is based on the cost of borrowing.

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

The most recent valuation of the obligation was performed at March 31, 2013 and projected to June 30, 2016. The next valuation will be performed at March 31, 2016 for use at June 30, 2016. For the purposes of determining the financial position of the plans and the employee future benefit costs, a measurement date of March 31 was adopted for all periods subsequent to July 1, 2004.

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

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 2 **Summary of Significant Accounting Policies** (*Continued*)

h) Tangible Capital Assets

Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisition, design, construction, development, improvement or betterment of the assets. Cost also includes overhead directly attributable to construction as well as interest costs that are directly attributable to the acquisition or construction of the asset.

Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value. Transfers of capital assets from related parties are recorded at carrying value.

Work-in-progress is recorded as an acquisition to the applicable asset class at substantial completion.

Tangible capital assets are written down to residual value when conditions indicate they no longer contribute to the ability of the School District to provide services or when the value of future economic benefits associated with the sites and buildings are less than their net book value.

Works of art, historic assets and other intangible assets are not recorded as assets in these financial statements.

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. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful life is as follows:

Buildings	40 years
Furniture & Equipment	10 years
Vehicles	10 years
Computer Software	5 years
Computer Hardware	5 years

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 2 **Summary of Significant Accounting Policies** *(Continued)*

i) Prepaid Expenses

Payments for insurance, water & sewer, garbage and licenses are included as a prepaid expense and recorded 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 (Note 16).

k) Revenue Recognition

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

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

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

- Non-capital contributions for specific purposes are recorded as deferred revenue and recognized as revenue in the year related expenses are incurred,
- Contributions restricted for site acquisitions are recorded as revenue when the sites are purchased, and
- Contributions restricted for tangible capital assets acquisitions other than sites are recorded as deferred capital revenue and amortized over the useful life of the related assets (Note 2 a)).

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. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 2 Summary of Significant Accounting Policies (*Continued*)

k) Revenue Recognition (*Continued*)

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

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

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

Allocation of Costs

- Operating expenses are reported by function, program, and object. Whenever possible, expenditures are determined by actual identification. Additional costs pertaining to specific instructional programs, such as special and aboriginal education, are allocated to these programs. All other costs are allocated to 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. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

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, portfolio investments, and accounts payable and accrued liabilities. Portfolio investments include GICs, term deposits and bonds that have a maturity of greater than 3 months at the time of acquisition.

Except for portfolio investments in equity instruments quoted in an active market that are recorded at fair value, all financial assets and liabilities are recorded at cost or amortized cost and the associated transaction costs are added to the carrying value of these investments upon initial recognition. Transaction costs are incremental costs directly attributable to the acquisition or issue of a financial asset or a financial liability. Interest and dividends attributable to financial instruments are reported in the statement of operations. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

For financial instruments recorded at fair value, unrealized gains and losses from changes in the fair value of financial instruments are recognized in the statement of remeasurement gains and losses. Upon settlement, the cumulative gain or loss is reclassified from the statement of remeasurement gains and losses and recognized in the statement of operations. For the year ended June 30, 2015 the School District did not have any financial instruments recorded at fair value. Accordingly, a statement of remeasurement gains and losses has not been presented.

All financial assets are tested annually for impairment. When financial assets are impaired, impairment losses are recorded in the statement of operations. A write-down of a portfolio investment to reflect a loss in value is not reversed for a subsequent increase in value.

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

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 3 Accounts Receivable – Other Receivables

	2015	2014
Due from Federal Government	\$ 24,490	\$ 22,321
Other	79,379	92,529
	<u>\$ 103,869</u>	<u>\$ 114,850</u>

Note 4 Portfolio Investments

	2015	2014
Investments in the cost and amortized cost category:		
Term deposits	<u>\$ 2,077,037</u>	<u>\$ 2,050,299</u>

Note 5 Accounts Payable and Accrued Liabilities - Other

	2015	2014
Trade payables	\$ 136,731	\$ 100,768
Salaries and benefits payable	459,583	350,795
Accrued vacation pay	88,301	67,723
Other	-	52,336
	<u>\$ 684,615</u>	<u>\$ 571,622</u>

Note 6 Unearned Revenue

	2015	2014
Balance, beginning of year	\$ 12,000	\$ -
Increase: Tuition fees	34,945	36,000
Decrease: Tuition fees	(33,945)	(24,000)
Balance, end of year	<u>\$ 13,000</u>	<u>\$ 12,000</u>

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 7 Deferred Revenue

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in 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 8 Deferred Capital Revenue

Deferred capital revenue includes grants and contributions received that are restricted by the contributor for the acquisition of tangible capital assets that meet the description of a restricted contribution in 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 Schedules 4C and 4D.

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 has provided for the payment of these benefits.

	2015	2014
Reconciliation of Accrued Benefit Obligation		
Accrued Benefit Obligation – April 1	\$ 172,767	\$ 169,667
Service Cost	13,878	13,904
Interest Cost	5,863	5,312
Benefit Payments	(1,982)	(7,244)
Actuarial Loss (Gain)	2,666	(8,872)
Accrued Benefit Obligation – March 31	<u>\$ 193,192</u>	<u>\$ 172,767</u>
Reconciliation of Funded Status at End of Fiscal Year		
Accrued Benefit Obligation – March 31	\$ 193,192	\$ 172,767
Market Value of Plan Assets – March 31	-	-
Funded Status – (Deficit)	(193,192)	(172,767)
Employer Contributions After Measurement Date	33	-
Benefits Expense After Measurement Date	(5,094)	(4,935)
Unamortized Net Actuarial Loss	32,647	35,010
Accrued Benefit Asset (Liability) – June 30	<u>\$ (165,606)</u>	<u>\$ (142,692)</u>

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 9 Employee Future Benefits (Continued)

	2015	2014
Reconciliation of Change in Accrued Benefit Liability		
Accrued Benefit Liability – July 1	\$ 142,692	\$ 124,491
Net expense for Fiscal Year	24,929	25,445
Employer Contributions	(2,015)	(7,244)
Accrued Benefit Liability – June 30	<u>\$ 165,606</u>	<u>\$ 142,692</u>
Components of Net Benefit Expense		
Service Cost	\$ 14,372	\$ 13,897
Interest Cost	5,528	5,450
Amortization of Net Actuarial (Gain)/Loss	5,029	6,098
Net Benefit Expense (Income)	<u>\$ 24,929</u>	<u>\$ 25,445</u>

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

Discount Rate – April 1	3.25%	3.00%
Discount Rate – March 31	2.25%	3.25%
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	8.3 years	8.3 years

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 10 Tangible Capital Assets**Net Book Value:**

	Net Book Value 2015	Net Book Value 2014
Sites	\$ 362,514	\$ 362,514
Buildings	6,815,771	6,797,753
Furniture & Equipment	194,679	229,389
Vehicles	473,732	583,628
Computer Software	2,269	4,536
Computer Hardware	65,907	62,501
Total	\$ 7,914,872	\$ 8,040,321

June 30, 2015

	Opening Cost	Additions	Disposals	Total 2015
Sites	\$ 362,514	\$ -	\$ -	\$ 362,514
Buildings	16,022,920	338,279	-	16,361,199
Furniture & Equipment	347,104	-	35,476	311,628
Vehicles	1,098,960	-	14,122	1,084,838
Computer Software	11,337	-	-	11,337
Computer Hardware	101,957	23,797	18,281	107,473
Total	\$17,944,792	\$ 362,076	\$ 67,879	\$18,238,989

	Opening Accumulated Amortization	Additions	Disposals	Total 2015
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	9,225,167	320,261	-	9,545,428
Furniture & Equipment	117,715	34,710	35,476	116,949
Vehicles	515,332	109,896	14,122	611,106
Computer Software	6,801	2,267	-	9,068
Computer Hardware	39,456	20,391	18,281	41,566
Total	\$9,904,471	\$487,525	\$ 67,879	\$10,324,117

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 10 Tangible Capital Assets (Continued)**June 30, 2014**

	Opening Cost	Additions	Disposals	Total 2014
Sites	\$ 362,514	\$ -	\$ -	\$ 362,514
Buildings	15,745,753	277,167	-	16,022,920
Furniture & Equipment	330,318	16,786	-	347,104
Vehicles	1,275,588	45,429	222,057	1,098,960
Computer Software	11,337	-	-	11,337
Computer Hardware	164,896	-	62,939	101,957
Total	\$17,890,406	\$339,382	\$284,996	\$17,944,792

	Opening Accumulated Amortization	Additions	Disposals	Total 2014
Sites	\$ -	\$ -	\$ -	\$ -
Buildings	8,908,809	316,358	-	9,225,167
Furniture & Equipment	84,683	33,032	-	117,715
Vehicles	609,830	127,559	222,057	515,332
Computer Software	4,534	2,267	-	6,801
Computer Hardware	69,416	32,979	62,939	39,456
Total	\$9,677,272	\$512,195	\$284,996	\$ 9,904,471

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 11 Employee Pension Plans

The District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan, jointly trustee pension Plans. The board of trustees for these plans represents plan members and employers and is responsible for the management of the pension plan including investment of the assets and administration of benefits. The pension plans are multi-employer contributory pension plans. Basic pension benefits provided are based on a formula. The Teachers' Pension Plan has about 45,000 active members from school districts, and approximately 32,000 retired members from school districts. The Municipal Pension Plan has about 179,000 active members, of which approximately 24,000 are from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and the adequacy of plan funding. The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2011 indicated an \$855 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2014. The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2012 indicated a \$1,370 million funding deficit for basic pension benefits. The next valuation will be as at December 31, 2015. Defined contribution plan accounting is applied to the plan as the plan exposes the participating entities to actuarial risks associated with the current and former employees of other entities, with the result that there is no consistent and reliable basis for allocating the obligation, plan assets and cost to individual entities participating in the plan.

School District No, 10 (Arrow Lakes) paid \$604,424 for employer contributions to these plans in the year ended June 30, 2015.

Note 12 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.

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 13 Budget Figures

Budget figures included in the financial statements were approved by the Board through the adoption of an amended annual budget on February 25, 2015. Changes made from the original approved budget on June 10, 2014, reflect minor adjustments in revenues and expenses.

	2015 Annual Budget	Adjustments	2015 Amended Budget
Revenues:			
Provincial Grants – Ministry of Education	\$ 7,583,210	\$ (63,507)	\$ 7,519,703
Tuition	24,000	12,000	36,000
Other Revenue	205,600	17,672	223,272
Rentals and Leases	2,000	4,000	6,000
Investment Income	30,001	20,001	50,002
Amortization of Deferred Capital Revenue	336,848	-	336,848
Total Revenue	8,181,659	(9,834)	8,171,825
Expenses:			
Instruction	6,151,752	(20,178)	6,131,574
District Administration	699,032	31,240	730,272
Operations and Maintenance	1,603,329	7,310	1,610,639
Transportation and Housing	377,287	(1,047)	376,240
Total Expenses	8,831,400	17,325	8,848,725
Surplus (Deficit) for the year	\$ (649,741)	\$ (27,159)	\$ (676,900)

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 14 Asset Retirement Obligation

Legal liabilities may exist for the removal/disposal of asbestos in schools that will undergo major renovations or demolition. The fair value of the liability for asbestos removal or disposal will be recognized in the period in which it is incurred. As at June 30, 2015 the liability is not reasonably determinable.

Note 15 Expense By Object

	2015	2014
Salaries and benefits	\$ 6,231,134	\$ 5,830,572
Services and supplies	1,593,799	1,639,582
Amortization	487,525	512,195
	<u>\$ 8,312,458</u>	<u>\$ 7,982,349</u>

Note 16 Internally Restricted Surplus – Operating Fund

Internally Restricted (appropriated) by Board for:

Utilities, Equipment & Capital Projects	\$ 695,000	
Emergency	250,000	
Strategic Planning/School Reconfiguration	240,000	
Professional Learning	180,000	
Comprehensive Capital Plan	50,000	
Board Scholarship	33,150	
Subtotal Internally Restricted	<u>1,448,150</u>	1,448,150

Unrestricted Operating Surplus	365,164
Total Available for Future Operations	<u>\$ 1,813,314</u>

Note 17 Economic Dependence

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

School District No. 10 (Arrow Lakes)

Notes to Financial Statements

Year Ended June 30, 2015

Note 18 Risk Management

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

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

a) Credit risk:

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

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

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

b) Market risk :

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. Market risk is comprised of currency risk and interest rate risk.

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the foreign exchange rates. It is management's opinion that the School District is not exposed to significant currency risk, as amounts held and purchases made in foreign currency are insignificant.

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market interest rates. The School District is exposed to interest rate risk through its investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in term deposits that have a maturity date of no more than 3 years.

c) Liquidity risk

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

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

Risk Management and insurance services for all School Districts in British Columbia are provided by the Risk Management Branch of the Ministry of Finance.

School District No. 10 (Arrow Lakes)

Schedule 1

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2015

	Operating Fund	Special Purpose Fund	Capital Fund	2015 Actual	2014 Actual
	\$	\$	\$	\$	\$
Accumulated Surplus (Deficit), beginning of year	1,863,389		3,474,868	5,338,257	5,132,400
Changes for the year					
Surplus (Deficit) for the year	(26,278)	45,327	(148,830)	(129,781)	205,857
Interfund Transfers					
Tangible Capital Assets Purchased	(23,797)	(45,327)	69,124	-	
Net Changes for the year	(50,075)	-	(79,706)	(129,781)	205,857
Accumulated Surplus (Deficit), end of year - Statement 2	1,813,314	-	3,395,162	5,208,476	5,338,257

School District No. 10 (Arrow Lakes)

Schedule 2

Schedule of Operating Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	7,109,012	7,149,979	7,168,936
Tuition	36,000	33,945	24,000
Other Revenue	30,315	26,562	37,005
Rentals and Leases	6,000	5,610	1,150
Investment Income	50,000	53,727	47,038
Total Revenue	<u>7,231,327</u>	<u>7,269,823</u>	<u>7,278,129</u>
Expenses			
Instruction	5,573,109	5,141,885	4,929,108
District Administration	730,272	704,665	612,364
Operations and Maintenance	1,123,114	1,114,436	1,062,022
Transportation and Housing	376,240	335,115	355,921
Total Expense	<u>7,802,735</u>	<u>7,296,101</u>	<u>6,959,415</u>
Operating Surplus (Deficit) for the year	<u>(571,408)</u>	<u>(26,278)</u>	<u>318,714</u>
Budgeted Appropriation (Retirement) of Surplus (Deficit)	<u>591,408</u>		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(20,000)	(23,797)	(62,215)
Total Net Transfers	<u>(20,000)</u>	<u>(23,797)</u>	<u>(62,215)</u>
Total Operating Surplus (Deficit), for the year	<u>-</u>	<u>(50,075)</u>	<u>256,499</u>
Operating Surplus (Deficit), beginning of year		1,863,389	1,606,890
Operating Surplus (Deficit), end of year		<u>1,813,314</u>	<u>1,863,389</u>
Operating Surplus (Deficit), end of year			
Internally Restricted		1,448,150	1,248,150
Unrestricted		365,164	615,239
Total Operating Surplus (Deficit), end of year		<u>1,813,314</u>	<u>1,863,389</u>

School District No. 10 (Arrow Lakes)

Schedule 2A

Schedule of Operating Revenue by Source

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Provincial Grants - Ministry of Education			
Operating Grant, Ministry of Education	7,172,005	7,166,920	7,283,444
Strike Savings Recovery	(206,788)	(181,303)	(171,695)
Other Ministry of Education Grants			
Labour Settlement Funding	98,887	98,887	
Pay Equity	40,560	40,560	40,560
Foundation Skills Assessment	4,348	4,348	4,348
Carbon Tax	-	11,119	10,202
Education Guarantee	-	2,631	2,077
Skills Training Access	-	5,000	-
Teacher Benefit Levelling Up	-	1,817	-
Total Provincial Grants - Ministry of Education	7,109,012	7,149,979	7,168,936
Tuition			
Offshore Tuition Fees	36,000	33,945	24,000
Total Tuition	36,000	33,945	24,000
Other Revenues			
Other School District/Education Authorities	2,400	2,400	-
Miscellaneous			
ArtStart Grants	18,672	20,212	18,375
Donations	-	1,750	10,700
Growing Innovations	2,200	2,200	3,000
Miscellaneous	7,043	-	4,930
Total Other Revenue	30,315	26,562	37,005
Rentals and Leases	6,000	5,610	1,150
Investment Income	50,000	53,727	47,038
Total Operating Revenue	7,231,327	7,269,823	7,278,129

School District No. 10 (Arrow Lakes)

Schedule 2B

Schedule of Operating Expense by Object

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Salaries			
Teachers	2,509,265	2,392,024	2,260,931
Principals and Vice Principals	593,568	553,675	559,258
Educational Assistants	387,587	369,329	348,373
Support Staff	746,268	725,638	741,487
Other Professionals	406,525	439,657	293,248
Substitutes	325,918	261,191	280,964
Total Salaries	4,969,131	4,741,514	4,484,261
Employee Benefits	1,260,097	1,198,914	1,102,952
Total Salaries and Benefits	6,229,228	5,940,428	5,587,213
Services and Supplies			
Services	511,871	456,151	433,963
Student Transportation	4,000	3,659	2,396
Professional Development and Travel	224,938	157,463	155,543
Rentals and Leases	350	367	277
Dues and Fees	14,500	22,874	14,583
Insurance	40,500	28,746	12,053
Supplies	526,748	479,231	496,944
Utilities	250,600	207,182	256,443
Total Services and Supplies	1,573,507	1,355,673	1,372,202
Total Operating Expense	7,802,735	7,296,101	6,959,415

School District No. 10 (Arrow Lakes)

Schedule 2C

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	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	2,187,866	233,746		89,445	21,092	175,314	2,707,463
1.03 Career Programs							-
1.07 Library Services				37,169			37,169
1.08 Counselling	20,626						20,626
1.10 Special Education	148,495	35,139	369,329			24,846	577,809
1.31 Aboriginal Education	33,983	5,798					39,781
1.41 School Administration		230,349		63,527			293,876
1.62 Off Shore Students	1,054	37,453					38,507
1.64 Other							-
Total Function 1	2,392,024	542,485	369,329	190,141	21,092	200,160	3,715,231
4 District Administration							
4.11 Educational Administration		11,190			171,345		182,535
4.40 School District Governance					41,577		41,577
4.41 Business Administration					110,932		110,932
Total Function 4	-	11,190	-	-	323,854	-	335,044
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration					71,903		71,903
5.50 Maintenance Operations				386,591	21,503	32,037	440,131
5.52 Maintenance of Grounds				18,189			18,189
5.56 Utilities							-
Total Function 5	-	-	-	404,780	93,406	32,037	530,223
7 Transportation and Housing							
7.41 Transportation and Housing Administration					1,305		1,305
7.70 Student Transportation				130,717		28,994	159,711
7.73 Housing							-
Total Function 7	-	-	-	130,717	1,305	28,994	161,016
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	2,392,024	553,675	369,329	725,638	439,657	261,191	4,741,514

School District No. 10 (Arrow Lakes)

Schedule 2C

Operating Expense by Function, Program and Object

Year Ended June 30, 2015

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2015 Actual	2015 Budget (Note 13)	2014 Actual
	\$	\$	\$	\$	\$	\$	\$
1 Instruction							
1.02 Regular Instruction	2,707,463	706,950	3,414,413	271,428	3,685,841	3,975,705	3,519,002
1.03 Career Programs	-		-	1,758	1,758	3,400	-
1.07 Library Services	37,169	8,390	45,559	11,076	56,635	65,857	56,836
1.08 Counselling	20,626	6,123	26,749	890	27,639	28,915	42,446
1.10 Special Education	577,809	153,399	731,208	86,954	818,162	909,377	810,303
1.31 Aboriginal Education	39,781	11,950	51,731	31,789	83,520	83,520	85,839
1.41 School Administration	293,876	73,719	367,595	19,570	387,165	411,815	396,111
1.62 Off Shore Students	38,507	9,931	48,438	20,943	69,381	73,615	
1.64 Other	-		-	11,784	11,784	20,905	18,571
Total Function 1	3,715,231	970,462	4,685,693	456,192	5,141,885	5,573,109	4,929,108
4 District Administration							
4.11 Educational Administration	182,535	38,978	221,513	29,613	251,126	336,720	259,057
4.40 School District Governance	41,577	944	42,521	39,979	82,500	112,150	81,865
4.41 Business Administration	110,932	28,850	139,782	231,257	371,039	281,402	271,442
Total Function 4	335,044	68,772	403,816	300,849	704,665	730,272	612,364
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	71,903	16,509	88,412	15,820	104,232	108,350	102,301
5.50 Maintenance Operations	440,131	102,105	542,236	222,847	765,083	725,303	662,096
5.52 Maintenance of Grounds	18,189	5,329	23,518	14,421	37,939	38,861	41,182
5.56 Utilities	-		-	207,182	207,182	250,600	256,443
Total Function 5	530,223	123,943	654,166	460,270	1,114,436	1,123,114	1,062,022
7 Transportation and Housing							
7.41 Transportation and Housing Administration	1,305	284	1,589		1,589	1,750	2,097
7.70 Student Transportation	159,711	35,453	195,164		195,164	374,490	353,824
7.73 Housing	-		-	138,362	138,362		
Total Function 7	161,016	35,737	196,753	138,362	335,115	376,240	355,921
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	4,741,514	1,198,914	5,940,428	1,355,673	7,296,101	7,802,735	6,959,415

School District No. 10 (Arrow Lakes)

Schedule 3

Schedule of Special Purpose Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual	2014 Actual
	\$	\$	\$
Revenues			
Provincial Grants			
Ministry of Education	403,648	413,520	335,893
Other Revenue	200,000	160,495	216,216
Investment Income		144	159
Total Revenue	<u>603,648</u>	<u>574,159</u>	<u>552,268</u>
Expenses			
Instruction	558,465	528,832	510,739
Total Expense	<u>558,465</u>	<u>528,832</u>	<u>510,739</u>
Special Purpose Surplus (Deficit) for the year	<u>45,183</u>	<u>45,327</u>	<u>41,529</u>
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(45,183)	(45,327)	(41,529)
Total Net Transfers	<u>(45,183)</u>	<u>(45,327)</u>	<u>(41,529)</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. 10 (Arrow Lakes)

Changes in Special Purpose Funds and Expense by Object
Year Ended June 30, 2015

Schedule 3A

	Annual Facility Grant	Learning Improvement Fund	Special Education Equipment	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	Community- LINK	Service Delivery Transformation
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Deferred Revenue, beginning of year	1,602	7,529		141,676	54,455	8,899	-		
Add: Restricted Grants									
Provincial Grants - Ministry of Education	43,581	144,733	1,037		96,000	12,250	7,043	104,696	25,000
Other				175,308					
Investment Income	144								
	43,725	144,733	1,037	175,308	96,000	12,250	7,043	104,696	25,000
Less: Allocated to Revenue	45,327	139,042	147	160,495	104,294	13,115	7,043	104,696	-
Deferred Revenue, end of year	-	13,220	890	156,489	46,161	8,034	-	-	25,000
Revenues									
Provincial Grants - Ministry of Education	45,183	139,042	147		104,294	13,115	7,043	104,696	-
Other Revenue				160,495					
Investment Income	144								
	45,327	139,042	147	160,495	104,294	13,115	7,043	104,696	-
Expenses									
Salaries									
Teachers		67,892					5,502	39,594	
Educational Assistants		22,347			59,888			22,751	
	-	90,239	-	-	59,888	-	5,502	62,345	-
Employee Benefits		24,865			16,040		1,541	16,626	
Services and Supplies		23,938	147	160,495	28,366	13,115		25,725	
	-	139,042	147	160,495	104,294	13,115	7,043	104,696	-
Net Revenue (Expense) before Interfund Transfers	45,327	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(45,327)								
	(45,327)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 10 (Arrow Lakes)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2015

Schedule 3A

	TOTAL
	\$
Deferred Revenue, beginning of year	214,161
Add: Restricted Grants	
Provincial Grants - Ministry of Education	434,340
Other	175,308
Investment Income	144
	<u>609,792</u>
Less: Allocated to Revenue	<u>574,159</u>
Deferred Revenue, end of year	<u>249,794</u>
Revenues	
Provincial Grants - Ministry of Education	413,520
Other Revenue	160,495
Investment Income	144
	<u>574,159</u>
Expenses	
Salaries	
Teachers	112,988
Educational Assistants	104,986
	<u>217,974</u>
Employee Benefits	59,072
Services and Supplies	251,786
	<u>528,832</u>
Net Revenue (Expense) before Interfund Transfers	<u>45,327</u>
Interfund Transfers	
Tangible Capital Assets Purchased	(45,327)
	<u>(45,327)</u>
Net Revenue (Expense)	<u>-</u>

School District No. 10 (Arrow Lakes)

Schedule 4

Schedule of Capital Operations

Year Ended June 30, 2015

	2015 Budget (Note 13)	2015 Actual			2014 Actual
		Invested in Tangible Capital Assets	Local Capital	Fund Balance	
	\$	\$	\$	\$	\$
Revenues					
Provincial Grants					
Investment Income	2		1,847	1,847	1,621
Amortization of Deferred Capital Revenue	336,848	336,848		336,848	356,188
Total Revenue	336,850	336,848	1,847	338,695	357,809
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	487,525	487,525		487,525	512,195
Total Expense	487,525	487,525	-	487,525	512,195
Capital Surplus (Deficit) for the year	(150,675)	(150,677)	1,847	(148,830)	(154,386)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	65,183	69,124		69,124	103,744
Total Net Transfers	65,183	69,124	-	69,124	103,744
Total Capital Surplus (Deficit) for the year	(85,492)	(81,553)	1,847	(79,706)	(50,642)
Capital Surplus (Deficit), beginning of year		3,396,937	77,931	3,474,868	3,525,510
Capital Surplus (Deficit), end of year		3,315,384	79,778	3,395,162	3,474,868

School District No. 10 (Arrow Lakes)

Schedule 4A

Tangible Capital Assets

Year Ended June 30, 2015

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	\$	\$	\$	\$	\$	\$	\$
Cost, beginning of year	362,514	16,022,920	347,104	1,098,960	11,337	101,957	17,944,792
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw		261,347					261,347
Deferred Capital Revenue - Other		31,605					31,605
Operating Fund						23,797	23,797
Special Purpose Funds		45,327					45,327
	-	338,279	-	-	-	23,797	362,076
Decrease:							
Deemed Disposals			35,476	14,122		18,281	67,879
	-	-	35,476	14,122	-	18,281	67,879
Cost, end of year	362,514	16,361,199	311,628	1,084,838	11,337	107,473	18,238,989
Work in Progress, end of year							-
Cost and Work in Progress, end of year	362,514	16,361,199	311,628	1,084,838	11,337	107,473	18,238,989
Accumulated Amortization, beginning of year		9,225,167	117,715	515,332	6,801	39,456	9,904,471
Changes for the Year							
Increase: Amortization for the Year		320,261	34,710	109,896	2,267	20,391	487,525
Decrease:							
Deemed Disposals			35,476	14,122		18,281	67,879
			35,476	14,122	-	18,281	67,879
Accumulated Amortization, end of year		9,545,428	116,949	611,106	9,068	41,566	10,324,117
Tangible Capital Assets - Net	362,514	6,815,771	194,679	473,732	2,269	65,907	7,914,872

School District No. 10 (Arrow Lakes)

Schedule 4C

Deferred Capital Revenue

Year Ended June 30, 2015

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	\$	\$	\$	\$
Deferred Capital Revenue, beginning of year	4,788,341			4,788,341
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	261,347		31,605	292,952
	261,347	-	31,605	292,952
Decrease:				
Amortization of Deferred Capital Revenue	336,848			336,848
	336,848	-	-	336,848
Net Changes for the Year	(75,501)	-	31,605	(43,896)
Deferred Capital Revenue, end of year	4,712,840	-	31,605	4,744,445
Work in Progress, beginning of year				-
Changes for the Year				
Net Changes for the Year	-	-	-	-
Work in Progress, end of year	-	-	-	-
Total Deferred Capital Revenue, end of year	4,712,840	-	31,605	4,744,445

School District No. 10 (Arrow Lakes)

Changes in Unspent Deferred Capital Revenue

Year Ended June 30, 2015

Schedule 4D

	Bylaw Capital	MEd Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	\$	\$	\$	\$	\$	\$
Balance, beginning of year	5,349	257,313				262,662
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education	261,347					261,347
Other					31,605	31,605
Investment Income		6,100				6,100
	261,347	6,100	-	-	31,605	299,052
Decrease:						
Transferred to DCR - Capital Additions	261,347				31,605	292,952
	261,347	-	-	-	31,605	292,952
Net Changes for the Year	-	6,100	-	-	-	6,100
Balance, end of year	5,349	263,413	-	-	-	268,762



School District No. 10 (Arrow Lakes)

Audit Findings Report
For year ended June 30, 2015

September 29, 2015

kpmg.ca



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Table of Contents

Executive summary	3
Executive summary	4
Audit results	5
Audit adjustments and differences	6
Appendices	7
Appendix 1: Required communications	
Appendix 2: Draft Auditors report	
Appendix 3: Management representation letter	
Appendix 4: Engagement letter	
Appendix 5: Current developments	

At KPMG, we are **passionate** about earning your **trust**. We take deep **personal accountability**, individually and as a team, to deliver **exceptional service and value** in all our dealings with you.

At the end of the day, we measure our success from the **only perspective that matters – yours.**

Executive summary

Purpose of this report *

The purpose of this Audit Findings Report is to assist you, as a member of the Board of Education, in your review of the results of our audit of the financial statements of School District No.10 (the "District") as at and for the year ended June 30, 2015.

Materiality

We determine materiality in order to plan and perform the audit and to evaluate the effects of identified misstatements on the audit and of any uncorrected misstatements on the financial statements. For the current period, we have determined a materiality of \$200,000.

Audit risks and results

As part of our audit planning, we identified significant financial reporting risks that, by their nature, require special audit consideration. By focusing on these risks, we established an overall audit strategy and effectively targeted our audit procedures. We are satisfied that our audit work has appropriately dealt with the risks.

Critical accounting estimates

Overall, we are satisfied with the reasonability of critical accounting estimates disclosed in note 2(n) to the financial statements, including, amortization of tangible capital assets, estimates for contingent liabilities and estimates for employee future benefits.

Significant accounting policies and practices

On July 1, 2014, the District adopted Public Sector Accounting Standard 3260 *Liability for Contaminated Sites*. The standard was applied on a retroactive basis to July 1, 2013 and did not result in any adjustments to financial liabilities, tangible capital assets or accumulated surplus. See page 6 for discussion of this matter.

There have been no other changes to significant accounting policies and practices to bring to your attention.

* This Audit Findings Report should not be used for any other purpose or by anyone other than the Board of Education. KPMG shall have no responsibility or liability for loss or damages or claims, if any, to or by any third party as this Audit Findings Report has not been prepared for, and is not intended for, and should not be used by, any third party or for any other purpose.

Executive summary

Independence

As required by professional standards, we have considered all relationships between KPMG and the District that may have a bearing on independence. We confirm that we are independent with respect to the District within the meaning of the relevant rules and related interpretations prescribed by the relevant professional bodies in Canada and any applicable legislation or regulation from July 1, 2014 up to the date of this report.

Finalizing the audit

As of September 29, 2015, we have completed the audit of the financial statements, with the exception of certain remaining procedures, which include amongst others:

- completing our discussions with the Board
- obtaining evidence of Board's approval of the financial statements
- obtaining the signed management representation letter

In addition to our audit report on the District's financial statements, we will be completing other reporting to the Office of the Auditor General for the purposes of their reliance on our audit opinion in the audit of the summary financial statements of the Province

Audit adjustments and differences

Consistent with previous years, we identified a misstatement that remains uncorrected relating to the timing difference on amortization of tangible capital assets and deferred capital contributions, where figures are provided by the Ministry of Education's amortization tool. Refer to Appendix 2 for Management's representation letter which includes a summary of the uncorrected audit misstatement.

No other audit misstatements were noted.

Audit results

Area of focus	Our significant findings from the audit
September Strike Savings	<ul style="list-style-type: none"> Teacher job action commenced in May 2014, continued in September 2014 and resulted in the District repaying a portion of the operating grant to the Ministry related to teacher salary savings. Management reported strike savings of \$181,303 repayable to the Ministry in the 2015 financial statements. We have assessed the reasonability of the amount recorded for strike savings and noted no significant issues. Specifically we performed the following procedures: <ul style="list-style-type: none"> We determined whether calculations were prepared in a consistent manner to those reported and repaid in June 2014 and consistent with Ministry directions. For the June calculation, the District was permitted to retain 20% of the strike savings, however in the September calculation, the District was only permitted to keep directly attributable costs. We agreed payroll savings reported to the Ministry to employee payroll calculations for the period. We assessed whether a consistent benefit rate was applied between June and September and verified the accuracy of the calculation. We obtained an understanding of significant deductions from strike savings and agreed them to supporting calculations/documentation where applicable. We inspected evidence of the Ministry's acknowledgement of receipt of strike savings reporting and agreed the repayment to operating grant transfers and funding confirmation.
Liability for Contaminated Sites	<ul style="list-style-type: none"> In fiscal 2015, the Public Sector Standards Board introduced a new standard requiring public sector entities to recognize liabilities for contaminated sites that are not in productive use. In situations where contamination exceeds an environmental standard and the District accepts responsibility for remediation, a liability for costs to be incurred is recognized. Management provided KPMG with its assessment of the applicability of the standard to the District. A definition of productive use was determined by management. Based on this, no properties were identified as not in productive use KPMG reviewed management's assessment process and concur with management's assessment.

Audit adjustments and differences

Adjustments and differences identified during the audit have been categorized as Corrected "adjustments" or Uncorrected "differences." These include disclosure adjustments and differences.

Corrected adjustments

We have not identified misstatements that were corrected in the financial statements. Minor presentation and disclosure adjustments were recommended and adjusted, which is routine as part of the audit process.

Uncorrected adjustments

June 30, 2015	Surplus	Financial Position		
Description of difference	(Decrease) Increase	Assets (Decrease) Increase	Liabilities (Decrease) Increase	Accumulated Surplus (Decrease) Increase
Operating and Special Purpose Funds:				
No uncorrected adjustments	-	-	-	-
Capital Fund:				
Amortization of capital assets and deferred capital revenue not recognized through use of Ministry of Education amortization tool	(2,913)	(128,235)	(61,623)	(63,699)

We identified a misstatement that remains uncorrected relating to the timing difference on amortization of tangible capital assets and deferred capital contributions, where figures are provided by the Ministry of Education's amortization tool. The net impact of the timing difference is a \$63.7k overstatement of capital fund accumulated surplus and \$2.9k overstatement of annual surplus.

Appendices

Appendix 1: Required communications

Appendix 2: Draft Auditors report

Appendix 3: Management representation letter

Appendix 4: Engagement letter

Appendix 5: Current developments

Appendix 1: Required communications

In accordance with professional standards, there are a number of communications that are required during the course of and upon completion of our audit. These include:

- **Audit findings report** – summarizing the key finding and results of our audit
- **Auditors' report** – the conclusion of our audit is set out in our draft auditors' report attached to the draft financial statements.
- **Management representation letter** – a copy of the management representation letter received for the audit is included as a part of this appendix
- **Engagement letter** – a copy of the engagement letter received is included as part of this appendix



KPMG LLP
200 – 3200 Richter Street
Kelowna, BC
V1W 5K9

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Fax (250) 763-0044
www.kpmg.ca

INDEPENDENT AUDITORS' REPORT

To the Board of Education of School District No. 10 (Arrow Lakes), and
To the Minister of Education, Province of British Columbia

We have audited the accompanying financial statements of School District No. 10 (Arrow Lakes), which comprise the statement of financial position as at June 30, 2015, the statement of operations, changes in net financial assets (debt) and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation 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.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements of School District No. 10 (Arrow Lakes) as at and for the year ended June 30, 2015 are prepared, in all material respects, in accordance with the financial reporting provisions of Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia.

Emphasis of Matter

Without modifying our opinion, we draw attention to Note 2(a) to the financial statements, which describes the basis of accounting and the significant differences between such basis of accounting and Canadian public sector accounting standards.

Other Matter

Our audit was made for the purpose of forming an opinion on the financial statements taken as a whole. The supplementary information included in Schedules 1 to 4 are presented for purposes of additional analysis and is not a required part of the financial statements. Such information has been subjected to the auditing procedures applied in the audit of the financial statements and, in our opinion, is fairly stated in all material respects in relation to the financial statements taken as a whole.

Chartered Professional Accountants

September 29, 2015

Kelowna, Canada

SCHOOL DISTRICT NO. 10 (ARROW LAKES)
98 SIXTH AVENUE NW
NAKUSP, BC V0G 1R0

KPMG LLP
200-3200 Richter Street
Kelowna, BC V1W 5K9
Canada

September 29, 2015

Ladies and Gentlemen:

We are writing at your request to confirm our understanding that your audit was for the purpose of expressing an opinion on the financial statements (hereinafter referred to as "financial statements") of School District No. 10 (Arrow Lakes) ("the Entity") as at and for the period ended June 30, 2015.

We confirm that the representations we make in this letter are in accordance with the definitions as set out in **Attachment I** to this letter.

We confirm that, to the best of our knowledge and belief, having made such inquiries as we considered necessary for the purpose of appropriately informing ourselves:

GENERAL:

- 1) We have fulfilled our responsibilities, as set out in the terms of the engagement letter dated June 11, 2015, for:
 - a) the preparation and fair presentation of the financial statements and believe that these financial statements have been prepared and present fairly in accordance with the relevant financial reporting framework
 - b) providing you with all relevant information, such as all financial records and related data and complete minutes of meetings, or summaries of actions of recent meetings for which minutes have not yet been prepared, of shareholders, board of directors and committees of the board of directors that may affect the financial statements, and access to such relevant information
 - c) such internal control as management determined is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error
 - d) ensuring that all transactions have been recorded in the accounting records and are reflected in the financial statements

INTERNAL CONTROL OVER FINANCIAL REPORTING:

- 2) We have communicated to you all deficiencies in the design and implementation or maintenance of internal control over financial reporting of which management is aware.

FRAUD & NON-COMPLIANCE WITH LAWS AND REGULATIONS:

- 3) We have disclosed to you:
- a) the results of our assessment of the risk that the financial statements may be materially misstated as a result of fraud
 - b) all information in relation to fraud or suspected fraud that we are aware of and that affects the Entity and involves: management, employees who have significant roles in internal control, or others, where the fraud could have a material effect on the financial statements
 - c) all information in relation to allegations of fraud, or suspected fraud, affecting the Entity's financial statements, communicated by employees, former employees, regulators, or others
 - d) all known instances of non-compliance or suspected non-compliance with laws and regulations, including all aspects of contractual agreements, whose effects should be considered when preparing financial statements
 - e) all known actual or possible litigation and claims whose effects should be considered when preparing the financial statements

COMMITMENTS AND CONTINGENCIES:

- 4) There are no:
- a) other liabilities that are required to be recognized and no other contingent assets or contingent liabilities that are required to be disclosed in the financial statements in accordance with the relevant financial reporting framework., including liabilities or contingent liabilities arising from illegal acts or possible illegal acts, or possible violations of human rights legislation
 - b) Other environmental matters that may have an impact on the financial statements

SUBSEQUENT EVENTS:

- 5) All events subsequent to the date of the financial statements and for which the relevant financial reporting framework requires adjustment or disclosure in the financial statements have been adjusted or disclosed.

RELATED PARTIES:

- 6) We have disclosed to you the identity of the Entity's related parties and all the related party relationships and transactions / balances of which we are aware and all related party relationships and transactions / balances have been appropriately accounted for and disclosed in accordance with the relevant financial reporting framework.

EMPLOYEE FUTURE BENEFITS:

- 7) The employee future benefits costs and obligations have been determined, accounted for, and disclosed in accordance with the financial reporting framework.
- 8) All arrangements (contractual and otherwise) by which programs have been established to provide employee benefits have been disclosed to you and included in the determination of employee future benefits costs and obligations.
- 9) The discount rate used to determine the accrued employee future benefit obligation was determined by reference to market interest rates at the measured date on high-quality debt instruments with cash flows that match the timing and amount of expected benefit payments; or inherent in the amount at which the accrued benefit obligation could be settled.
- 10) The source data and plan provisions provided to the actuary for preparation of the actuarial valuation are accurate and complete.

ESTIMATES:

- 11) Measurement methods and significant assumptions used by us in making accounting estimates, including those measured at fair value, are reasonable

NON-SEC REGISTRANTS OR NON-REPORTING ISSUERS:

- 12) We confirm that the Entity is not a Canadian reporting issuer (as defined under any applicable Canadian securities act) and is not a United States Securities and Exchange Commission ("SEC") Issuer (as defined by the Sarbanes-Oxley Act of 2002). We also confirm that the financial statements of the Entity will not be included in the consolidated financial statements of a Canadian reporting issuer audited by KPMG or an SEC Issuer audited by any member of the KPMG organization.

MISSTATEMENTS:

- 13) The effects of the uncorrected misstatements in **Attachment II** are immaterial, both individually and in the aggregate, to the financial statements as a whole.

Yours very truly,

SCHOOL DISTRICT NO. 10 (ARROW LAKES)

By: Ms. Susan Brenna-Smith, Director of Finance

Attachment I – Definitions

MATERIALITY

Certain representations in this letter are described as being limited to matters that are material. Misstatements, including omissions, are considered to be material if they, individually or in the aggregate, could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements. Judgments about materiality are made in light of surrounding circumstances, and are affected by the size or nature of a misstatement, or a combination of both.

FRAUD & ERROR

Fraudulent financial reporting involves intentional misstatements including omissions of amounts or disclosures in financial statements to deceive financial statement users.

Misappropriation of assets involves the theft of an entity's assets. It is often accompanied by false or misleading records or documents in order to conceal the fact that the assets are missing or have been pledged without proper authorization.

An error is an unintentional misstatement in financial statements, including the omission of an amount or a disclosure.

RELATED PARTIES

In accordance with Canadian accounting standards for the public sector (PSAB) *related party* is defined as:

- Related parties exist when one party has the ability to exercise, directly or indirectly, control, joint control or significant influence over the other. Two or more parties are related when they are subject to common control, joint control, or common influence. Related parties also include management and immediate family members.

In accordance with Canadian accounting standards for the public sector (PSAB) a *related party transaction* is defined as:

- A related party transaction is a transfer of economic resources or obligations between related parties, or the provision of services by one party to a related party regardless of whether any consideration is exchanged. The parties to the transaction are related prior to the transaction. When the relationship arises as a result of the transaction, the transaction is not one between related parties.

Attachment II – Audit Misstatements

Corrected adjustments

We have not identified misstatements that were corrected in the financial statements. Minor presentation and disclosure adjustments were recommended and adjusted, which is routine as part of the audit process.

Uncorrected adjustments

As at and year ended June 30, 2015	Surplus	Financial Position		
Description of difference	(Decrease) Increase	Assets (Decrease) Increase	Liabilities (Decrease) Increase	Accumulated Surplus (Decrease) Increase
Operating and Special Purpose Funds:				
No uncorrected adjustments	-	-	-	-
Capital Fund:				
Amortization of capital assets and deferred capital revenue not recognized through use of Ministry of Education amortization tool	(2,913)	(128,235)	(61,623)	(63,699)



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PRIVATE & CONFIDENTIAL

Ms. Terry Taylor
Secretary-Treasurer and Superintendent of
Schools
School District No. 10 (Arrow Lakes)
98 Sixth Avenue NW
Nakusp, BC V0G 1R0

June 11, 2015

Dear Terry:

The purpose of this letter is to outline the terms of our engagement to audit the financial statements of School District No. 10 (Arrow Lakes) (the "Entity"), commencing for the period ending June 30, 2015.

This letter supersedes our previous letter to the Entity dated June 1, 2014. The terms of the engagement outlined in this letter will continue in effect from period to period, unless amended or terminated in writing. The attached Terms and Conditions form an integral part of the terms of this engagement and are incorporated herein by reference (collectively the "Engagement Letter").

FINANCIAL REPORTING FRAMEWORK FOR THE FINANCIAL STATEMENTS

The financial statements will be prepared and presented in accordance with Canadian public sector accounting standards (hereinafter referred to as the "financial reporting framework").

The financial statements will include an adequate description of the financial reporting framework.

MANAGEMENT'S RESPONSIBILITIES FOR THE FINANCIAL STATEMENTS

Management acknowledges and understands that they are responsible for:

- (a) the preparation and fair presentation of the financial statements in accordance with the financial reporting framework referred to above
- (b) ensuring that all transactions have been recorded and are reflected in the financial statements
- (c) 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. Management also acknowledges and understands that they are responsible for the design, implementation and maintenance of internal control to prevent and detect fraud
- (d) providing us with access to all information of which management is aware that is relevant to the preparation of the financial statements such as records, documentation and other matters
- (e) providing us with additional information that we may request from management for the purpose of the audit
- (f) providing us with unrestricted access to persons within the Entity from whom we determine it necessary to obtain audit evidence



- (g) providing us with written representations required to be obtained under professional standards and written representations that we determine are necessary. Management also acknowledges and understands that professional standards require that we disclaim an audit opinion when management does not provide certain written representations required

An audit does not relieve management or those charged with governance of their responsibilities.

AUDITORS' RESPONSIBILITIES REGARDING THE AUDIT OF THE FINANCIAL STATEMENTS

Our function as auditors of the Entity is:

- to express an opinion on whether the Entity's financial statements, prepared by management with the oversight of those charged with governance, are, in all material respects, in accordance with the financial reporting framework referred to above
- to report on the financial statements

We will conduct the audit of the Entity's financial statements in accordance with Canadian generally accepted auditing standards and relevant ethical requirements, including those pertaining to independence (hereinafter referred to as applicable "professional standards").

We will plan and perform the audit to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error. Accordingly, we will, among other things:

- identify and assess risks of material misstatement, whether due to fraud or error, based on an understanding of the Entity and its environment, including the Entity's internal control. In making those risk assessments, we consider internal control relevant to the Entity's preparation of the financial statements 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 Entity's internal control
- obtain sufficient appropriate audit evidence about whether material misstatements exist, through designing and implementing appropriate responses to the assessed risks
- form an opinion on the Entity's financial statements based on conclusions drawn from the audit evidence obtained
- communicate matters required by professional standards, to the extent that such matters come to our attention, to the appropriate level of management, those charged with governance and/or the board of directors. The form (oral or in writing) and the timing will depend on the importance of the matter and the requirements under professional standards

AUDITORS' DELIVERABLES

The expected form and content of our audit report(s) is provided in Appendix - Expected Form of Report. However, there may be circumstances in which a report may differ from its expected form and content.



In addition, if we become aware of information that relates to the financial statements after we have issued our audit report, but which was not known to us at the date of our audit report, and which is of such a nature and from such a source that we would have investigated that information had it come to our attention during the course of our audit, we will, as soon as practicable: (1) communicate such an occurrence to the audit committee; and (2) undertake an investigation to determine whether the information is reliable and whether the facts existed at the date of our audit report. Further, management agrees that in conducting that investigation, we will have the full cooperation of the Entity's personnel. If the subsequently discovered information is found to be of such a nature that: (a) our audit report would have been affected if the information had been known as of the date of our audit report; and (b) we believe that the audit report is currently being relied-upon or is likely to be relied upon by someone who would attach importance to the information, appropriate steps will be taken by KPMG and expected by the Entity to prevent further reliance on our audit report. Such steps include, but may not be limited to, appropriate disclosures by the Entity of the newly discovered facts and the impact to the financial statements.

INCOME TAX COMPLIANCE AND ADVISORY SERVICES

This letter details the general tax advisory services to be provided to the Entity for the year ended / calendar year / taxation year / and in the future ended June 30, 2015 and in the future. If there are tax services to be delivered outside the scope of those described in this letter, we will require a separate engagement letter for those services.

We will perform the following services under the terms of this engagement:

General tax advisory services

Our tax advice generally falls under one of the following situations:

1. On an ongoing basis, we will provide advisory services of a general nature relating to various income, capital, payroll and indirect tax matters as they arise. This type of service generally arises on a periodic basis as a result of preliminary inquiries made by you. In rendering these services, it is important to recognize that the advice provided is dependent on the detail of the information provided and the environment in which it is rendered. When professional judgment suggests written confirmation of the facts and advice is necessary, we will draft the appropriate correspondence to ensure the appropriate standard of care is met by all parties.
2. Periodically, you will seek detailed advice from us in connection with a specific transaction or undertaking you are contemplating. In such a situation, our advice will be based on the information provided to us. It is the responsibility of the Entity to ensure we are provided with all the information necessary in order for us to render the advice sought. Our tax advice will most likely be communicated to you, or your designate, in writing.

Advice delivered outside the scope described in this letter will require a separate engagement letter. In addition, after providing the advice referred to herein, we will not be responsible for updating such advice to take into account any subsequent changes in law or administrative practice unless specifically provided for under the terms of this engagement.

Our tax advisory services, both written and oral, will be based on the facts and assumptions submitted to us. We will not independently verify this information. Inaccuracy or incompleteness of the information



could have a material effect on our conclusions.

Our advice will be limited to the conclusions specifically set forth in our reporting letter and KPMG will not express an opinion with respect to any other federal, provincial or foreign tax or legal aspect of the transactions described therein. It should be noted that the Canada Revenue Agency and/or the relevant provincial tax authority and/or any other governmental tax authority (collectively a Tax or Revenue Authority) could take a different position with respect to these transactions, in which case it may be necessary for you to defend this position on appeal from an assessment or litigate the dispute before the courts, including one or more appellate courts, in order for our conclusions to prevail. If a settlement were reached with a Tax or Revenue Authority or if such appeal and litigation were not, or were not entirely, successful, the result would likely be different from the views we express in our reporting letter. Unless expressly provided for, KPMG's services do not include representing Client in the event of a challenge by a Tax or Revenue Authority or litigation before any court.

FEES

Appendix - Fees for Professional Services to this letter lists our fees for professional services to be performed under this Engagement Letter.

* * * * *

We are available to provide a wide range of services beyond those outlined above. Additional services are subject to separate terms and arrangements.

We are proud to serve the Entity and we appreciate your confidence in our work. We shall be pleased to discuss this letter with you at any time. If the arrangements outlined are in accordance with the Entity's requirements and if the above terms are acceptable to the Entity, please sign this letter in the space provided and return it to us.



School District No. 10 (Arrow Lakes)
June 11, 2015

Yours very truly,

David Bond, CA, CBV
Partner responsible for the engagement and its performance, and for the report that is issued on behalf of
KPMG LLP, and who, where required, has the appropriate authority from a professional, legal or
regulatory body.
(250) 979-7154

Enclosure

The terms of the engagement for School District No. 10 (Arrow Lakes) set out are as agreed:

Terry Taylor, Secretary-Treasurer and Superintendent of Schools

Date



APPENDIX - FEES FOR PROFESSIONAL SERVICES

The Entity and KPMG agree to a fee based on actual hours incurred at mutually agreed-upon rates. The estimated fee for the services described in this letter are as follows:

The Entity and KPMG agree to a fee based on actual hours incurred at mutually agreed-upon rates. The estimated fee for the services described in this letter are as follows: \$-. Circumstances encountered during the performance of these services that warrant additional time or expense could cause us to be unable to deliver them within the above estimates. We will endeavor to notify you of any such circumstances as they are assessed.

Circumstances encountered during the performance of these services that warrant additional time or expense could cause us to be unable to deliver them within the above estimates. We will endeavor to notify you of any such circumstances as they are assessed.

Our fees for this engagement will be based on the complexity of the issues and the time required of the individuals who will be performing the services, and will be billed, as the work progresses, at the following standard rates:

Staff Member	Amount
July 15, 2015	\$ 4,500
August 22, 2015	10,000
September 1, 2015	1,000
Total fees	\$ 15,500

Routine administration expenses, such as long distance telephone calls, photocopies, fax charges, printing, postage, delivery, and secretarial time will be charged on the basis of a percentage of our professional costs. Out-of-pocket costs such as travel will be charged as incurred.

All invoices are due upon receipt. Accounts unpaid 30 days after receipt will bear interest at 12.683% per annum, calculated and compounded monthly. Goods and Services Tax (GST) will be computed and shown separately on our invoices, together with our firm's GST registration number, so that you will have the information required to claim input tax credits and input tax refunds, if applicable.



APPENDIX - EXPECTED FORM OF REPORT

INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of School District No. 10 (Arrow Lakes) and To the Minister of Education,
Province of British Columbia

We have audited the accompanying financial statements of School District No. 10 (Arrow Lakes), which comprise the statement of financial position as at June 30, 2015, the statements of operations, changes in net debt and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, 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.

Auditors' Responsibility

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 comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of School District No. 10 (Arrow Lakes) as at June 30, 2015, and its results of operations and the changes in its net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.



TERMS AND CONDITIONS FOR ASSURANCE ENGAGEMENTS

The Terms and Conditions are an integral part of the accompanying engagement letter from KPMG that identifies the engagement to which they relate (and collectively form the "Engagement Letter"). The Engagement Letter supersedes all written or oral representations on this matter.

1. SEVERABILITY.

If any of the provisions of this Engagement Letter are determined to be invalid or unenforceable, the remaining provisions shall remain in effect and be binding on the parties to the fullest extent permitted by law.

2. GOVERNING LAW.

This Engagement Letter shall be subject to and governed by the laws of the province where KPMG's principal office performing this engagement is located (without regard to such province's rules on conflicts of law) and all disputes arising hereunder or related thereto shall be subject to the exclusive jurisdiction of the courts of such province of Canada.

3. LLP STATUS.

KPMG LLP is a registered limited liability Partnership ("LLP") established under the laws of the Province of Ontario and, where applicable, has been registered extra-provincially under provincial legislation. KPMG is a partnership, but its partners have a degree of limited liability. A partner is not personally liable for any debts, obligations or liabilities of the LLP that arise from a negligent act or omission by another partner or by any other person under that other partner's direct supervision or control. The legislation relating to limited liability partnerships does not, however, reduce or limit the liability of the firm. The firm's insurance exceeds the mandatory professional indemnity insurance requirements established by the relevant professional bodies. Subject to the other provisions hereof, all partners of the LLP remain personally liable for their own actions and/or actions of those they directly supervise or control.

4. DOCUMENTS AND INFORMATION.

Management's cooperation in providing us with documents and related information and agreed-upon assistance on a timely basis is an important factor in being able to issue our report. KPMG shall be entitled to share all information provided by the Entity with all other member firms of KPMG International Cooperative ("KPMG International") performing services hereunder. All work papers, files and other internal materials created or produced by KPMG during the engagement and all copyright and intellectual property rights in our work papers are the property of KPMG.

5. USE OF MEMBER FIRMS AND THIRD PARTY SERVICE PROVIDERS.

Personal and/or confidential information (e.g. entries into KPMG's time and billing system and into KPMG's conflicts database) collected by KPMG during the course of this engagement may be used, processed and stored outside of Canada by KPMG, KPMG International member firms performing services hereunder or third party service providers. KPMG represents to the Entity that each KPMG International member firm and third party service provider providing services hereunder has agreed or shall agree to conditions of confidentiality with respect to the Entity's information. Further, KPMG is responsible to the Entity for causing third party service providers to comply with such conditions of confidentiality, and KPMG shall be responsible to the Entity for their failure to comply and failure of each KPMG International member firm providing services hereunder to comply with its obligations of confidentiality owed to KPMG. Any services performed by third party service providers shall be performed in accordance with the terms of this Engagement Letter, but KPMG shall remain responsible to the Entity for the performance of such services and services performed by each KPMG International member firm providing services hereunder. Such personal and/or confidential information may be subject to disclosure in accordance with the laws applicable in the jurisdiction in which the information is processed or stored, which

laws may not provide the same level of protection for such information as will Canadian laws.

6. PERSONAL INFORMATION CONSENTS AND NOTICES.

Any collection, use or disclosure of personal information is subject to KPMG's Privacy Policy available at www.kpmg.ca. KPMG may be required to collect, use and disclose personal information about individuals during the course of this engagement.

The Entity represents and warrants that: (i) it will obtain any consents reasonably required to allow KPMG to collect, use and disclose personal information in the course of the engagement, and (ii) it has provided notice of the potential processing of such personal information outside of Canada (as described in paragraph 5 above). KPMG's Privacy Officer noted in KPMG's Privacy Policy is able to answer any individual's questions about the collection of personal information required for KPMG to deliver services hereunder.

The Entity consents to KPMG sending to the Entity, its officers, directors and employees, as applicable, electronic messages (including emails) relating to KPMG products and services and other matters of interest to the Entity. The Entity, its officers, directors or employees may withdraw such consent by contacting KPMG's National Office located at Bay Adelaide Centre, 333 Bay Street, Suite 4600, Toronto, Ontario M5H 2S5, Attention: Unsubscribe; or info@kpmg.ca.

7. OFFERS OF EMPLOYMENT.

In order to allow issues of independence to be addressed, management agrees that prior to extending an offer of employment to any KPMG partner, employee or contractor, the matter is communicated to the engagement partner or associate partner.

8. OFFERING DOCUMENTS.

If the Entity wishes to include or incorporate by reference the financial statements and our report thereon in an offering document, we will consider consenting to the use of our report and the terms thereof at that time. Nothing in this Engagement Letter shall be construed as consent and KPMG expressly does not consent to the use of our audit report(s) in offering documents. If the Entity wishes to obtain KPMG's written consent to the use of our audit report(s) in an offering document, or wishes us to provide a comfort or advice letter, we will be required to perform procedures as required by professional standards; any agreement to perform such procedures will be documented in a separate engagement letter. Management agrees to provide us with adequate notice of the preparation of such documents.

9. FEE AND OTHER ARRANGEMENTS.

KPMG's estimated fee is based on the quality of the Entity's accounting records, the agreed-upon level of preparation and assistance from the Entity's personnel, and adherence to the agreed-upon timetable. KPMG's estimated fee also assumes that the Entity's financial statements are in accordance with the applicable financial reporting framework and that there are no significant new or changed accounting policies or issues, or financial reporting, internal control over financial reporting or other reporting issues. KPMG will inform the Entity on a timely basis if these factors are not in place.

Additional time may be incurred for such matters as significant issues, significant unusual and/or complex transactions, informing management about new professional standards, and any related accounting advice. Where these matters arise and require research, consultation and work beyond that included in the estimated fee, the Entity and KPMG agree to revise the estimated fee. No significant additional work will proceed without management's concurrence, and, if applicable, without the concurrence of those charged with governance. Upon completion of these services KPMG will review with the Entity any fees and expenses incurred in excess of KPMG's estimate, following which KPMG will render the final billing. Routine administrative expenses such as long distance



telephone calls, photocopies, fax charges, printing of statements and reports, postage and delivery and secretarial and report department assistance will be charged on the basis of a percentage of KPMG's professional costs. Other disbursements for items such as travel, accommodation and meals will be charged based on KPMG's actual disbursements.

KPMG's invoices are due and payable upon receipt. Amounts overdue are subject to interest. In order to avoid the possible implication that unpaid fees might be viewed as creating a threat to KPMG's independence, it is important that KPMG's bills be paid promptly when rendered. If a situation arises in which it may appear that KPMG's independence is threatened because of significant unpaid bills, KPMG may be prohibited from signing the report and, if applicable, any consent.

Fees for any other services will be billed separately from the services described in this engagement letter and may be subject to written terms and conditions supplemental to those in this letter.

Canadian Public Accountability Board (CPAB) participation fees, when applicable, are charged to the Entity based on the annual fees levied by CPAB.

To the extent that KPMG partners and employees are on the Entity's premises, the Entity will take all reasonable precautions for the safety of KPMG partners and employees at the Entity's premises.

10. LEGAL PROCESSES.

The Entity on its own behalf hereby acknowledges and agrees to cause its subsidiaries and affiliates to hereby acknowledge that KPMG may from time to time receive requests or orders from the Canadian Public Accountability Board or from professional, securities or other regulatory, judicial or governmental authorities (both in Canada and abroad) to provide them with information and copies of documents in KPMG's files including working papers and other work-product relating to the affairs of the Entity, its subsidiaries and affiliates. Except where prohibited by law, if a request or order is directly related to an inspection or investigation of KPMG's audit of the Entity, KPMG will advise the Entity of the request or order. The Entity hereby acknowledges that KPMG will provide these documents and information without further reference to, or authority from, the Entity, its subsidiaries and affiliates.

When such an authority requests access to KPMG's working papers and other work-product relating to the Entity's affairs, KPMG will, on a reasonable efforts basis, refuse access to any document over which the Entity has expressly informed KPMG at the time of delivery that the Entity asserts privilege, except where disclosure of documents is required by law. The Entity must mark any document over which it asserts privilege as "privileged". If and only if the authority requires such access to privileged documents pursuant to the laws of a jurisdiction in which express consent is required for such disclosure, then the Entity hereby provides its consent.

Where privileged Entity documents are disclosed, KPMG is directed to advise the authority that the Entity is permitting disclosure only to the extent required by law and for the limited purpose of the authority's exercise of statutory authority. KPMG is directed to advise the authority that the Entity does not intend to waive privilege for any other purpose and that the Entity expects its documents to be held by the authority as privileged and confidential material (held securely, limited distribution, etc.). For greater certainty, the Entity and KPMG hereby agree that this acknowledgement (and, if required, consent) does not negate or constitute a waiver of privilege for any purpose and the Entity expressly relies upon the privilege protections afforded under statute and otherwise under law.

The Entity agrees to reimburse KPMG, upon request, at standard billing rates for KPMG's professional time and expenses, including reasonable legal fees, incurred in dealing with the matters described above.

11. KPMG INTERNATIONAL MEMBER FIRMS.

The Entity agrees that any claims that may arise out of this engagement will be brought solely against KPMG, the contracting party, and not against any other KPMG International Cooperative ("KPMG International") member firms participating in this engagement or such third party service providers referred to in Section 5 above.

12. CONNECTING TO THE ENTITY'S IT NETWORK.

KPMG personnel are authorized to connect their computers to the Entity's IT Network, subject to any restrictions communicated to KPMG from time to time. Connection to the Entity's IT Network or the Internet via the Network, while at the Entity's premises, will be for the express purpose of conducting normal business activities, primarily relating to facilitating the completion of work referred to in this letter.

13. DELIVERABLES OR COMMUNICATIONS.

KPMG may issue other deliverables or communications as part of the services described in this Engagement Letter. Such deliverables or communications may not to be included in, summarized in, quoted from or otherwise used or referred to, in whole or in part, in any documents or public oral statement.

KPMG expressly does not consent to the use of any communication, report, statement or opinion prepared by us on the interim financial statements and such communication, report, statement or opinion may not be included in, summarized in, quoted from or otherwise used in any document or public oral statement.

14. ALTERNATIVE DISPUTE RESOLUTION.

The parties hereby agree that they will first attempt to settle any dispute arising out of or relating to this Engagement Letter or the services provided hereunder through good faith negotiations in the spirit of mutual cooperation between representatives of each of the parties with authority to resolve the dispute. In the event that the parties are unable to settle or resolve their dispute through negotiation within 30 days of the dispute first arising or such longer period as the parties may mutually agree upon, such dispute shall, as promptly as is reasonably practicable, be subject to mediation pursuant to the National Mediation Rules of the ADR Institute of Canada, Inc. All disputes remaining unsettled for more than 60 days following the parties first meeting with a mediator or such longer period as the parties may mutually agree upon shall, as promptly as is reasonably practicable, be subject to arbitration pursuant to the National Arbitration Rules of the ADR Institute of Canada, Inc. (the "Arbitration Rules"). Such arbitration shall be final, conclusive and binding upon the parties, and the parties shall have no right of appeal or judicial review of the decision. The parties hereby waive any such right of appeal which may otherwise be provided for in any provincial arbitration statute made applicable under the Arbitration Rules. The place of mediation and arbitration shall be the city in Canada in which the principal KPMG office that performed the engagement is located. The language of the mediation and arbitration shall be English.



TERMS AND CONDITIONS FOR ADVISORY AND TAX SERVICES

1. TERMS AND CONDITIONS.

References to the word "Client" in the attached Terms and Conditions for Advisory and Tax Services are to be read as "Entity".

a. The Terms and Conditions are an integral part of the accompanying Proposal or Engagement Letter from KPMG that identifies the engagement to which they relate.

b. In the event of conflict between the Proposal or Engagement Letter and the Terms and Conditions, the Terms and Conditions shall prevail unless specific reference to a provision of the Terms and Conditions being varied is made in the Proposal or Engagement Letter. Other capitalized words in the Terms and Conditions shall have the meanings given to them in the Proposal or Engagement Letter.

2. SERVICES.

KPMG will use reasonable efforts to complete the performance of the services within any agreed-upon time-frame. It is understood and agreed that KPMG's services may include advice and recommendations, but all decisions in connection with the implementation of such advice and recommendations, shall be the responsibility of, and made by, Client. KPMG will not perform management functions or make management decisions for Client. Nothing in the Terms and Conditions shall be construed as precluding or limiting in any way the right of KPMG to provide services of any kind or nature whatsoever to any person or entity as KPMG in its sole discretion deems appropriate.

3. CLIENT RESPONSIBILITIES.

a. Client agrees to cooperate with KPMG in the performance of the services under the Engagement Letter and shall provide or arrange to provide KPMG with timely access to and use of the personnel, facilities, equipment, data and information necessary for KPMG to perform the services under the Engagement Letter. To the extent that KPMG personnel are on Client premises, Client will take all reasonable precautions for the safety of KPMG partners and employees at Client premises. Client shall be responsible for the performance of its employees and agents and for the accuracy and completeness of all data and information provided to KPMG for purposes of the performance by KPMG of its services hereunder. The Proposal or Engagement Letter may set forth additional responsibilities of Client in connection with the engagement. Client acknowledges that Client's failure to perform these obligations could adversely impact KPMG's ability to perform its services.

b. Client agrees that Client, and not KPMG, shall perform the following functions: (i) make all management decisions and perform all management functions; (ii) designate an individual who possesses suitable skill, knowledge and experience, preferably within senior management, to oversee the performance of the services under the Engagement Letter, and to evaluate the adequacy and results of such services; (iii) accept responsibility for the results of such services; and (iv) establish and maintain internal controls over the processes with which such services are concerned, including, without limitation, monitoring ongoing activities.

c. Client acknowledges and agrees that KPMG will, in performing the services, base its conclusions on the facts and assumptions that Client furnishes and that KPMG may use data, material, and other information furnished by or at the request or direction of Client without any independent investigation or verification and that KPMG shall be entitled to rely upon the accuracy and completeness of such data, material and other information. Inaccuracy or incompleteness of such data, material and other information furnished to KPMG could have a material effect on KPMG's conclusions.

d. Client acknowledges that information made available by it, or by others on Client's behalf, or otherwise known to partners or staff of KPMG who are not engaged in the provision of the services hereunder shall not be deemed to have been made available to the individuals within KPMG who are engaged in the provision of the

services hereunder. Client undertakes that, if anything occurs after information is provided by Client to KPMG to render such information untrue, unfair or misleading, Client shall promptly notify KPMG.

4. REPORTING.

a. During the performance of the services, KPMG may supply oral, draft or interim advice, reports or presentations but in such circumstances KPMG's written advice or final written report shall take precedence. No reliance should be placed by Client on any oral, draft or interim advice, reports or presentations. Where Client wishes to rely on oral advice or oral presentation, Client shall inform KPMG and KPMG will provide documentary confirmation of the advice concerned.

b. Subsequent to the completion of the engagement, KPMG will not update its advice, recommendations or work product for changes or modification to the law and regulations, or to the judicial and administrative interpretations thereof, or for subsequent events or transactions, unless Client separately engages KPMG to do so in writing after such changes or modifications, interpretations, events or transactions occur.

5. WORKING PAPERS AND USE OF REPORTS.

KPMG retains all rights in all methodologies, know-how, knowledge, applications and software developed by KPMG either prior to or during the engagement. KPMG also retains all rights (including copyright) in all reports, written advice and other working papers and materials developed by KPMG during the engagement. Unless contemplated by the Engagement Letter, all reports and written advice are intended solely for Client's internal use and, where applicable, government taxation authorities, and may not be edited, distributed, published, made available or relied upon by any other person without KPMG's express written permission. If such permission is given, Client shall not publish any extract or excerpt of KPMG's written advice or report or refer to KPMG without providing the entire advice or report at the same time. Subject to the restrictions of Section 6, KPMG is entitled to use or develop the knowledge, experience and skills of general application gained through performing the engagement.

6. CONFIDENTIALITY.

a. Except as described in section 5 above, Client will treat in confidence any KPMG methodologies, know-how, knowledge, application or software identified by KPMG as confidential information of KPMG, and will not use or disclose such confidential information of KPMG to others.

b. KPMG will treat as confidential all proprietary information and personal information obtained from Client in the course of the engagement.

c. The above restrictions shall not apply to any information that: (i) is required by law or professional standards applicable to KPMG to be disclosed; (ii) that is in or hereafter enters the public domain; (iii) that is or hereafter becomes known to Client or KPMG, as the case may be, without breach of any confidentiality obligation; or (iv) that is independently developed by KPMG.

d. KPMG shall be entitled to include a description of the services rendered in the course of the engagement in marketing and research materials and disclose such information to third parties, provided that all such information will be rendered anonymous and not subject to association with Client.

e. KPMG shall be entitled to share all information with all other member firms of KPMG International Cooperative ("KPMG International"). KPMG may also use such information to offer services that may be of interest to Client. KPMG may retain and may disclose to other member firms of KPMG International, subject to terms of this section, such information required for compliance with applicable professional standards or internal policies or for quality reviews or to share best practices.

f. Professional standards require KPMG personnel performing any audit or assurance services for clients to discuss or have available to them all information and materials that may affect the



audit or assurance engagement. Client authorizes, if Client is or becomes an assurance Client, KPMG personnel performing services under the engagement to make available to the KPMG assurance engagement team and other KPMG personnel, the findings, observations and recommendations from the engagement and agrees that KPMG may use all such findings, observations and recommendations in KPMG's assurance engagement.

7. PERSONAL INFORMATION CONSENTS AND NOTICES.

Any collection, use or disclosure of personal information is subject to KPMG's Privacy Policy available at www.kpmg.ca. KPMG may be required to collect, use and disclose personal information about individuals during the course of this engagement. Client represents and warrants that: (i) it will obtain from individuals all consents required by law to permit KPMG to collect, use and disclose all personal information reasonably required in the course of the engagement, and (ii) it has provided notice of KPMG's potential processing of information outside of Canada (as described in paragraph 8 below) to all individuals whose personal information is disclosed to KPMG. Client consents to KPMG sending to Client, its officers, directors and employees, as applicable, electronic messages (including emails) relating to KPMG products and services and other matters of interest to Client. Client, its officers, directors or employees may withdraw such consent by contacting KPMG's National Office located at Bay Adelaide Centre, 333 Bay Street, Suite 4600, Toronto, Ontario M5H 2S5, Attention: Unsubscribe; info@kpmg.ca.

8. USE OF MEMBER FIRMS AND THIRD PARTY SERVICE PROVIDERS.

Personal and/or confidential information collected by KPMG during the course of this engagement (e.g. entries into KPMG's time and billing system and into KPMG's conflicts database) may be used, processed and stored outside of Canada by KPMG, KPMG International member firms providing services hereunder or third party service providers. KPMG represents to Client that each KPMG International member firm and third party service provider providing services hereunder has agreed or shall agree to conditions of confidentiality with respect to Client's information to the same or similar extent as KPMG has agreed pursuant to Section 6. Further, KPMG is responsible to Client for causing third party service providers to comply with such conditions of confidentiality, and KPMG shall be responsible to Client for their failure to comply and failure of each KPMG International member firm providing services hereunder to comply with its obligations of confidentiality owed to KPMG. Any services performed by third party service providers shall be performed in accordance with the terms of this Engagement Letter, including Section 6, but KPMG shall remain responsible to Client for the performance of such services and services performed by each KPMG International member firm providing services hereunder. Such personal and/or confidential information may be subject to disclosure in accordance with the laws applicable in the jurisdiction in which the information is processed or stored, which laws may not provide the same level of protection for such information as will Canadian laws. KPMG's Privacy Officer noted in KPMG's Privacy Policy is able to answer any individual's questions about the collection of personal information required for KPMG to deliver services hereunder.

9. TAXES/BILLING/EXPENSES/FEES.

- a. All fees and other charges do not include any applicable federal, provincial, or other goods and services or sales taxes, or any other taxes or duties whether presently in force or imposed in the future. Any such taxes or duties shall be assumed and paid by Client without deduction from the fees and charges hereunder.
- b. Bills, including, without limitation, a charge on account of all reasonable expenses, including travel, meals, accommodations, long distance, telecommunications, photocopying, delivery, postage, clerical assistance and database research will be rendered on a regular basis as the engagement progresses. Accounts are due when

rendered. Interest on overdue accounts is calculated at the rate noted on the invoice commencing 30 days following the date of the invoice.

c. Without limiting its rights or remedies, KPMG shall have the right to halt or terminate entirely its services until payment is received on past due invoices.

d. In the event that the engagement is terminated and Client proceeds to complete the transaction or financing within 18 months from the termination date, then the full amount of any Completion Fee shall be payable on closing of the transaction or the completion of financing, regardless of whether KPMG provided further service.

10. LIMITATION ON WARRANTIES.

THIS IS A SERVICES ENGAGEMENT. KPMG WARRANTS THAT IT WILL PERFORM SERVICES HEREUNDER IN GOOD FAITH WITH QUALIFIED PERSONNEL IN A COMPETENT AND WORKMANLIKE MANNER IN ACCORDANCE WITH APPLICABLE INDUSTRY STANDARDS. KPMG DISCLAIMS ALL OTHER WARRANTIES, REPRESENTATIONS OR CONDITIONS, EITHER EXPRESS OR IMPLIED, INCLUDING, WITHOUT LIMITATION, WARRANTIES, REPRESENTATIONS OR CONDITIONS OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE.

11. LIMITATION ON LIABILITY.

a. Client agrees that KPMG shall not be liable to Client for any actions, damages, claims, liabilities, costs, expenses, or losses in any way arising out of or relating to the services performed hereunder for an aggregate amount in excess of the fees paid by Client to KPMG under the engagement. On a multi-phase engagement, KPMG's liability shall be based on the amount actually paid to KPMG for the particular phase that gives rise to the liability.

b. In the event of a claim by any third party against KPMG that arises out of or relates to the services performed hereunder, Client will indemnify KPMG from all such claims, liabilities, damages, costs and expenses, including, without limitation, reasonable legal fees, except to the extent finally determined to have resulted from the intentional, deliberate or fraudulent misconduct of KPMG.

c. In no event shall KPMG be liable for consequential, special, indirect, incidental, punitive or exemplary damages, costs, expenses, or losses (including, without limitation, lost profits and opportunity costs). In any action, claim, loss or damages arising out of the engagement, Client agrees that KPMG's liability will be several and not joint and several. Client may only claim payment from KPMG of KPMG's proportionate share of the total liability based on degree of fault.

d. For purposes of this section, the term KPMG shall include its associated and affiliated entities and their respective partners, directors, officers and employees. The provisions of this section shall apply regardless of the form of action, damage, claim, liability, cost, expense, or loss, whether in contract, statute, tort (including, without limitation, negligence) or otherwise.

12. LEGAL PROCEEDINGS.

a. Client agrees to notify KPMG promptly of any request received by Client from any court or applicable regulatory authority with respect to the services hereunder, KPMG's advice or report or any related document.

b. If KPMG is required by law, pursuant to government regulation, subpoena or other legal process or requested by Client to produce documents or personnel as witnesses arising out of the engagement and KPMG is not a party to such proceedings, Client shall reimburse KPMG at standard billing rates for professional time and expenses, including, without limitation, reasonable legal fees, incurred in responding to such requests.

c. Client acknowledges that KPMG may from time to time receive requests or orders from professional, securities or other regulatory, judicial or governmental authorities (both in Canada and abroad) to provide them with information and copies of documents



in KPMG's files including working papers and other work-product relating to Client. Except where prohibited by law, KPMG will advise Client of the request or order. Client hereby acknowledges that KPMG will provide these documents and information without further reference to, or authority from Client.

When such an authority requests access to KPMG's working papers and other work-product relating to Client's affairs, KPMG will, on a reasonable efforts basis, refuse access to any document over which Client has expressly informed KPMG at the time of delivery that the Client asserts privilege, except where disclosure of documents is required by law. Client must mark any document over which it asserts privilege as "privileged". If and only if the authority requires such access to privileged documents pursuant to the laws of a jurisdiction in which express consent is required for such disclosure, then Client hereby provides its consent.

Where privileged Client documents are disclosed, KPMG is directed to advise the authority that Client is permitting disclosure only to the extent required by law and for the limited purpose of the authority's exercise of statutory authority. KPMG is directed to advise the authority that Client does not intend to waive privilege for any other purpose and that Client expects its documents to be held by the authority as privileged and confidential material (held securely, limited distribution, etc.). For greater certainty, Client and KPMG hereby agree that this acknowledgement (and, if required, consent) does not negate or constitute a waiver of privilege for any purpose and Client expressly relies upon the privilege protections afforded under statute and otherwise under law.

13. LIMITATION PERIOD.

No alternative dispute resolution proceeding arising under or relating to the engagement, may be brought by either party more than one year after the cause of action has accrued or in any event not more than five years after completion of the engagement in the case of an advisory services engagement and not more than eight years after completion of the engagement in the case of a tax services engagement, except that an alternative dispute resolution proceeding for non-payment may be brought by a party not later than one year following the date of the last payment due to such party hereunder. For purposes of this section, the term KPMG shall include its associated and affiliated entities and their respective partners, directors, officers and employees.

14. TERMINATION.

Unless terminated sooner in accordance with its terms, the engagement shall terminate on the completion of KPMG's services hereunder, which completion shall be evidenced by the delivery by KPMG to Client of the final invoice in respect of the services performed hereunder. Should Client not fulfill its obligations set out herein or in the Engagement Letter and in the absence of rectification by Client within 10 days, KPMG may, upon written notice, terminate its performance and will not be responsible for any loss, cost or expense resulting. The engagement may be terminated by either party at any time by giving written notice to the other party not less than 30 calendar days before the effective date of termination. Upon early termination of the engagement, Client shall be responsible for the payment to KPMG for KPMG's time and expenses incurred up to the termination date, as well as reasonable time and expenses to bring the engagement to a close in a prompt and orderly manner.

15. E-MAIL COMMUNICATION.

Client recognizes and accepts the risks associated with communicating by Internet e-mail, including (but without limitation) the lack of security, unreliability of delivery and possible loss of confidentiality and privilege. Unless Client requests in writing that KPMG does not communicate by Internet e-mail, Client assumes all responsibility or liability in respect of risk associated with its use.

16. POTENTIAL CONFLICTS OF INTEREST.

Except as otherwise set out herein, Client should be aware that it is not uncommon for KPMG to be auditors and/or advisors of more than one of the parties involved in a transaction. In such situations, KPMG takes appropriate measures to ensure that strict confidentiality is maintained in all respects. If these circumstances are identified, KPMG will advise Client of that fact, subject to confidentiality requirements, and will consider with Client what further measures, if any, are appropriate. Client further acknowledges that at some point KPMG may act contrary to Client's interest on unrelated matters.

17. FORCE MAJEURE.

Neither Client nor KPMG shall be liable for any delays resulting from circumstances or causes beyond its reasonable control, including, without limitation, fire or other casualty, act of God, strike or labour dispute, war or other violence, or any law, order or requirement of any governmental agency or authority.

18. INDEPENDENT CONTRACTOR.

It is understood and agreed that each of the parties hereto is an independent contractor and that neither party is, nor shall be considered to be, an agent, distributor or representative of the other. Neither party shall act or represent itself, directly or by implication, as an agent of the other or in any manner assume or create any obligation on behalf of, or in the name of, the other.

19. SURVIVAL.

Sections 1 to 16 and 19, 20, 24, 25 and 27 to 29 hereof shall survive the expiration or termination of the engagement

20. SUCCESSORS AND ASSIGNS.

The Terms and Conditions and the accompanying Proposal or Engagement Letter shall be binding upon the parties hereto and their respective associated and affiliated entities and their respective partners, directors, officers and employees and successors and permitted assigns. Except as provided below, neither party may assign, transfer or delegate any of the rights or obligations hereunder without the prior written consent of the other party. KPMG may assign its rights and obligations hereunder to any affiliate or successor in interest to all or substantially all of the assets or business of the relevant KPMG practice, without the consent of Client. In addition, KPMG may engage independent contractors and member firms of KPMG International to assist KPMG in performing the services hereunder.

21. SEVERABILITY.

The provisions of the Terms and Conditions and the accompanying Proposal or Engagement Letter shall only apply to the extent that they are not prohibited by a mandatory provision of applicable law. If any of these provisions shall be held to be invalid, void or unenforceable, then the remainder of the Terms and Conditions and the attached Proposal or Engagement Letter, as the case may be, shall not be affected, impaired or invalidated, and each such provision shall be valid and enforceable to the fullest extent permitted by law.

22. ENTIRE AGREEMENT.

The Terms and Conditions and the accompanying Proposal or Engagement Letter including, without limitation, Exhibits, constitute the entire agreement between KPMG and Client with respect to the engagement and supersede all other oral and written representation, understandings or agreements relating to the engagement.

23. GOVERNING LAW.

The Terms and Conditions and the accompanying Proposal or Engagement Letter shall be subject to and governed by the laws of the province in which KPMG's principal Canadian office performing the engagement is located (without regard to such province's rules on conflicts of law).



24. PUBLICITY.

Upon the closing of a transaction, KPMG will have the right (but shall not be obliged), at its expense, to publicize its association with the transaction by way of public announcement in "tombstone" or similar format, subject to prior review of the wording for any such announcement with Client.

25. KPMG INTERNATIONAL MEMBER FIRMS.

In the case of multi-firm engagements, all member firms of KPMG International performing services hereunder shall be entitled to the benefits of the Terms and Conditions. Client agrees that any claims that may arise out of the engagement will be brought solely against KPMG, the contracting party, and not against any other KPMG International member firms or such third party service providers referred to in Section 8 above.

26. SPECIFIC ACCOUNTING AND OTHER ADVICE.

Except as set forth in the Engagement Letter, the engagement does not contemplate the provision of specific accounting advice or opinions or the issuance of a written report on the application of accounting standards to specific transactions and facts and circumstances of Client. Such services, if requested, would be provided pursuant to a separate engagement.

Client should consult with and/or engage legal counsel for the purpose of advising on legal aspects of matters on which KPMG provides its advice and drafting any legal documents and/or agreements that may be required. To the extent legal counsel or other professional service providers are required, Client is exclusively responsible for engaging and paying such service providers.

27. TAX SERVICES.

a. If tax work is specifically requested by Client, KPMG will perform the procedures in accordance with this section. KPMG will base its findings exclusively on the facts and assumptions provided to KPMG by Client and Client's personnel and advisors. KPMG will consider the applicable provisions of the relevant taxing statutes, the regulations thereunder, applicable tax treaties and judicial and administrative interpretations thereof. KPMG will also take into account all specific proposals to amend such statutes, regulations and treaties publicly announced prior to the date of KPMG's reports, based on the assumption that these amendments will be enacted substantially as proposed. These authorities are subject to change, retroactively and/or prospectively, and any such changes could affect the validity of KPMG's findings and may result in incremental taxes, interest or penalties. KPMG's findings will not otherwise take into account or anticipate any changes in law or practice, by way of judicial, governmental or legislative action or interpretation. Unless Client specifically requests otherwise, KPMG will not update tax work to take any such changes into account.

b. KPMG will use professional judgment in providing advice, and will, unless Client instructs otherwise, take the position most favourable to Client whenever reasonable. All returns are subject to examination by tax authorities, and KPMG's advice may be audited and challenged by a tax authority. Client understands that KPMG's conclusions are not binding on tax authorities or the courts and should not be construed as a representation, warranty or guarantee that the tax authorities or courts will agree with KPMG's conclusion.

c. Client is also responsible for ensuring that KPMG's advice is implemented strictly in accordance with KPMG's recommendations. KPMG is not responsible for any penalties or interest assessed against Client as a result of a failure by Client to provide KPMG with accurate and complete information.

d. Unless expressly provided for, KPMG's services do not include representing Client in the event of a challenge by the Canada Revenue Agency or other tax or revenue authorities

28. LLP.

KPMG LLP is a registered limited liability partnership ("LLP") established under the laws of the Province of Ontario and, where applicable, has been registered extra-provincially under provincial LLP legislation. KPMG is a partnership, but its partners have a degree of limited liability. A partner is not personally liable for any debts, obligations or liabilities of the LLP that arise from a negligent act or omission by another partner or any person under that other partner's direct supervision or control. The legislation relating to limited liability partnerships does not, however, reduce or limit the liability of the firm. The firm's insurance exceeds the mandatory professional indemnity insurance requirements established by the relevant professional bodies. Subject to the other provisions hereof, all partners of the LLP remain personally liable for their own actions and/or actions of those they directly supervise or control.

29. ALTERNATIVE DISPUTE RESOLUTION.

The parties hereby agree that they will first attempt to settle any dispute arising out of or relating to this Engagement Letter or the services provided hereunder through good faith negotiations in the spirit of mutual cooperation between representatives of each of the parties with authority to resolve the dispute. In the event that the parties are unable to settle or resolve their dispute through negotiation within 30 days of the dispute first arising or such longer period as the parties may mutually agree upon, such dispute shall, as promptly as is reasonably practicable, be subject to mediation pursuant to the National Mediation Rules of the ADR Institute of Canada, Inc. All disputes remaining unsettled for more than 60 days following the parties first meeting with a mediator or such longer period as the parties may mutually agree upon shall, as promptly as is reasonably practicable, be subject to arbitration pursuant to the National Arbitration Rules of the ADR Institute of Canada, Inc. (the "Arbitration Rules"). Such arbitration shall be final, conclusive and binding upon the parties, and the parties shall have no right of appeal or judicial review of the decision. The parties hereby waive any such right of appeal which may otherwise be provided for in any provincial arbitration statute made applicable under the Arbitration Rules. The place of mediation and arbitration shall be the city in Canada in which the principal KPMG office that performed the engagement is located. The language of the mediation and arbitration shall be English.

Section 5 is superseded and replaced with the following:

5. WORKING PAPERS AND USE OF REPORTS.

KPMG retains all rights in all methodologies, know-how, knowledge, applications and software developed by KPMG either prior to or during the engagement. KPMG also retains all rights (including copyright) in all reports, written advice and other working papers and materials developed by KPMG during the engagement. Client acknowledges and agrees that any advice, recommendations, information or work product provided to Client by KPMG in connection with this engagement is for Client's sole use only and, where applicable, government taxation authorities. Client agrees that if Client makes such advice, recommendations, information or work product available to any third party, Client will notify such third party, in writing, that KPMG's advice, recommendations, information and work product is for Client's sole benefit only based on the specific facts and circumstances and the scope of KPMG's engagement with Client and is not to be relied upon by any other person. In the event of a claim by any third party relating to KPMG's services under the engagement that arises out of a breach by Client or any of Client's personnel of this paragraph, Client agrees to indemnify and hold harmless KPMG and its personnel from all such claims, liabilities, costs and expenses (including, without limitation, legal fees and disbursements).

This paragraph survives the expiry or term of the engagement.

Appendix 5: Current developments

Revenue

- PSAB is proposing a single framework to categorize revenues to enhance the consistency of revenue recognition and its measurement. A Statement of Principles was issued in 2013 and comments are currently under deliberation.
- An exposure draft is under development and expected for release in 2016. Adoption of these principles would result in a need to assess current accounting policies.
- In the case of revenues arising from an exchange, a public sector entity must ensure the recognition of revenue aligns with the satisfaction of related performance obligations.
- For unilateral revenues, recognition occurs when there is authority to record the revenue and an event has happened that gives the public sector entity the right to the revenue.

Asset Retirement Obligations

- A new standard is under development addressing the recognition, measurement, presentation and disclosure of legal obligations associated with retirement of tangible capital assets in productive use. Retirement costs would be recognized as an integral cost of owning and operating tangible capital assets. PSAB current contains no specific guidance in this area.
- In August 2014, a Statement of Principles was issued with responses and feedback solicited by November 2014.
- PSAB is currently deliberating responses and an exposure draft is under development, expected for release in the 2016.

Related Party Transactions and Inter-entity Transactions

- Two new Handbook sections were approved in December 2014, effective for fiscal years beginning on or after April 1, 2017.
- Related parties include entities that control or are controlled by a reporting entity, entities that are under common control and entities that have shared control over or that are subject to shared control of a reporting entity.
- Individuals that are members of key management personnel and close members of their family are related parties. Disclosure of key management personnel compensation arrangements, expense allowances and other similar payments routinely paid in exchange for services rendered is not required.
- Determining which related party transactions to disclose is a matter of judgment based on assessment of:
 - the terms and conditions underlying the transactions;
 - the financial significance of the transactions;
 - the relevance of the information; and
 - the need for the information to enable users' understanding of the financial statements and for making comparisons.
- A related party transaction, with the exception of contributed goods and services, should normally be recognized by both a provider organization and a recipient organization on a gross basis.

- Related party transactions, if recognized, should be recorded at the exchange amount. A public sector entity's policy, budget practices or accountability structures may dictate that the exchange amount is the carrying amount, consideration paid or received or fair value.

Assets, Contingent Assets and Contractual Rights

- Three new Handbook sections were approved in March 2015, effective for fiscal years beginning on or after April 1, 2017.
- The intended outcome of the three new Handbook Sections is improved consistency and comparability.
- The standard includes enhanced guidance on the definition of assets and disclosure of assets to provide users with better information about the types of resources available to the public sector entity.
- Disclosure of contingent assets and contractual rights is required to provide users with information about the nature, extent and timing of future assets and potential assets and revenues available to the public sector entity when the terms of those contracts are met.

Restructurings

- A new Handbook section was approved in March 2015, effective for fiscal years beginning on or after April 1, 2018.
- A restructuring transaction is a transfer of an integrated set of assets and/or liabilities, together with related responsibilities for program delivery or administrative operations, that does not involve a payment or other consideration that approximates the fair value of what is transferred.
- The new standard requires the transferor remove the assets and liabilities transferred from its books at their carrying amount at the restructuring date. The recipient would recognize the assets and liabilities received at their carrying amount with applicable adjustments at the restructuring date. Both the transferor and the recipient would recognize the net effect of the transfer and any compensation involved as revenue or an expense.
- Restructuring-related costs are recognized as expenses when incurred.
- Financial information prior to the restructuring date would not be restated.

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BOARD CHAIR REPORT:

- Correspondence- Lucerne Connectivity letters, Board continues to review the issue of connectivity at LESS
- very pleased to have attended the New Teacher orientation Sept 29
- Board continues to work on reviewing the Policy Manual
- Need to set new date for Board Evaluation – does November 5 work for everybody? It does not work for Gaila – would the 3rd work?

EDUCATION PARTNERSHIP COMMITTEE:

- Recommendation that the Ed Partnership committee to bring forward issue of International student at Canada Customs

CUPE BOARD LIAISON meeting – Sept 14:

- SSEAC has funds for expanded learning for CUPE members
- Collective Agreement – wage error corrected and Transportation Foreman and Maintenance Foreman were added
- Bus Route review – change to deal with Nakusp to Fauquier run

ALTA/BOARD LIAISON meeting – Sept .15:

- new teacher orientation
- seniority lists are being worked on
- school LIF consultations are taking place
- board will start working on the LGBTQ policy
- MyED BC is causing problems and support will be given to teachers, counsellors and LRT's

BRANCH REPORT:AGM

- District #10 trustees recently hosted the Kootenay Boundary Trustees AGM
- held in New Denver at Lucerne, 25 trustees and Superintendents attended
- good working sessions with Gaila Erickson from BCSTA, guest speeches from Heloise Charet and New Denver Mayor Ann Bunka, a tour of the Community Gardens and Greenhouse, and a Parkour demonstration
- Lora Lee voted President of the Branch, Quinn is Alternate Education Committee

ABORIGINAL EDUCATION REPORT:

Arrow Lakes Aboriginal Education Advisory Council met on Sept 22, and worked on the draft of the second Aboriginal Enhancement Agreement.

Discussed ideas for this year's events.



**September 29, 2015
Regular Board Meeting
Superintendent/Secretary Treasurer Report**

1. September 2015 Enrollment

My Education BC: Student Enrollment Numbers

As of: September 29-2015

Grade:	Gr.K	Gr.1	Gr.2	Gr.3	Gr.4	Gr.5	Gr.6	Gr.7	Gr.8	Gr.9	Gr.10	Gr.11	Gr.12	TOTALS
BAS														0
DL	2	2	2	4	2	3	1	1			2	1	7	27
EES		1	1	5	2	2	3							14
LESS	4	11	6	13	8	7	5	6	9	7	2	5	8	91
NES	18	15	19	19	20	18	30	28						167
NSS									29	29	31	38	31	158

TOTAL Per Grade	24	29	28	41	32	30	39	35	38	36	35	44	46
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District Total

457

2. CNCP Solar Project Update

- Project preparation timeline extended
 - Structural Upgrades to Lucerne trusses has taken more time – Sept 29
 - Structural Upgrades to NES portable roof – Sept 30-Oct 1
 - RFP (request for proposals) - extended to Sept 30
 - Materials to be delivered – October 13
- Student Renewable Energy/Hands-On Learning Project - October 19 - 23
 - 8 Grade 10-12 students from NSS and Lucerne selected
 - Students will learn about renewable energies, solar grid installations and work alongside an electrical engineer, electrician, carpenter, and Manager of Operations

3. Fauquier School Property Update

- Over 20 Fauquier residents attended a public meeting held Monday, September 28 to discuss the district's application for exclusion of the property from the ALR
- RDCK Director Paul Peterson, Southern Zone trustee, Quinn De Courcy and Superintendent Taylor presented information and listened to the needs of the community.
- Overwhelmingly, the community expressed interest in preserving the small piece of land on which the Fauquier School building sits. Use of the building by the community at modest cost is the aim. The Board of Education supports this direction.
- Director Peterson spoke of his willingness to work alongside the district to negotiate a modest sale cost were the land to be subdivided and put up for sale.

Superintendent's Report to the Board – September 29, 2015

- Currently the building houses a library, internet centre and recreation programs as well as a StrongStart Centre. It has been very well maintained by the community.
- Suggestions about subdivision without exclusion from the ALR were made by some residents. The district will research all possibilities.
- Notices have been placed in local newspapers and a sign erected at Fauquier School informing public of the ALR application.
- Intent of the Board of Education if ALR exclusion is allowed, is to then consider possible subdivision of the land.
- If the land is subdivided, the intent would be to ensure that the current school remains an asset for the community of Fauquier at a reasonable sale price, while one or two additional lots would be offered for sale at market value.

4. Educational Transformation Committee –

- Excellent first meeting held September 21st with this committee comprised of teachers, CUPE, DPAC, P/VPs, trustee, and district staff
- Enthusiasm for supporting educational transformation was evident
- Support for teachers exploring and implementing the new curriculum by communicating with parents and community about the new curriculum changes and the need for 21st century learning was seen as key to our success
- Next meeting on October 7th from 1 to 3:30 pm with Judy Halbert and Linda Kaser

5. New Teacher Orientation Session

- Full day session held on September 29th facilitated by Ric Bardati, ALTA President, Principal, Natasha Miles and Superintendent, Terry Taylor
- 11 teachers are new to SD 10 (over 25% of our teaching staff!)
- Review of the ALTA Collective Agreement, an introduction to district successes and district structures, key policies, and conversation what these teachers bring to SD 10 formed the session agenda

6. Bus Update

- Two spare busses are now back in operation.
- Schools are reminded to get their completed field trip forms in at least one week in advance to schedule transportation and ensure that field trips can be approved

7. Inquiring Districts: Activating Learning – Changing Lives

- 15 districts across BC are now engaged in this research study with Dr. Catherine McGregor from UVic, (lead researcher), Dr. Judy Halbert and Dr. Linda Kaser. From Surrey and Richmond to SD 10 and North Island, districts are researching what district practices are most effective in improving learning for students.
- The *Inquiring Districts* consortium met with the Ministry data in Victoria on September 23rd – the Ministry is invested in partnering with us to better use data to do this research and inform school and district planning

8. Grant Applications Underway

- Superintendent and Director of Learning are working on applications to ArtStarts and Growing Innovation to fund a cross-district project on Design Thinking and Making Skills.
- A range of local artists, artisans and designers will be engaged to work with students across all schools, focusing on both hands on learning and careers in the arts, in design and trades that use design thinking to solve complex world problems

- A professional grant writer has been engaged to help the district write a range of other grant applications to help support innovative programs across the district.

9. UBC – West Kootenay Teacher Education Program

- The official opening of the new UBC WKTEP building in Nelson took place on Thursday evening, September 25th
- Superintendents from the 4 districts in the West Kootenay Consortium met with Dr. Blye Frank, Dean of Education, and Dr. Wendy Carr, Assistant Dean of Teacher Education on Friday, September 26th to discuss the partnership between districts and the regional teacher education program
- Dr. Leyton Schnellert has been appointed as the Academic Advisor to UBC's WKTEP Program now that Dr. Linda Farr Darling has retired.
- This year again, UBC-WKTEP has been invited to attend SD 10's Pro-D days along with our district teachers – October 16th and November 23rd days will include the 28 teacher candidates in the 2015-16 cohort



Sydney Landing, 2003A-3713 Kensington Ave, Burnaby, BC V5B 0A7

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APPLICATION FOR JOINT SPONSORSHIP OF A SPORT PROGRAM

Submission instructions: Please fax this form to 250-542-3137.

Each school involved in the co-operative agreement must complete this application form before the Eligibility Officer will consider the application. A separate application must be submitted for each sport.

Please refer to Sec III D8.6: Jointly Sponsored Teams.

Form submit date: September 17, 2015

School name: Lucerne Elementary Secondary School School address: Box 130, 604 7th ave,

City: New Denver, BC Postal Code: V0G 1S0

Other schools involved in this application:

a) Nakusp Secondary School

b) _____

Sport covered by this application: Volleyball

Please describe the conditions that have prompted your request to co-sponsor this activity: 2 grade 12 girls have asked to join the NSS girls volleyball team. Lucerne School does not have any team sports due to our small secondary school numbers. The nearest team they can join in our school district is at Nakusp Secondary School, 50km away.

Please list the number of students in this school that have participated in this activity during each year indicated below. If the school did not sponsor the activity during any of the years listed, please respond "did not sponsor".

Grade	12	11	10	9	8	7
Last school year	0	2	0	0	0	0
Current school year	2	0	0	0	0	0
Anticipated next year	0	0	0	0	0	0
Anticipated two years hence	0	0	0	0	0	0

Total school enrolment (MALE):

Grade	12	11	10	9	8	7
Last school year	2	4	05	01	3	07
Current school year	4	5	01	04	07	03
Anticipated next year	05	01	04	07	03	02
Anticipated two years hence	01	04	07	03	02	03

Total school enrolment (FEMALE):

Grade	12	11	10	9	8	7
Last school year	0	6	2	2	2	2
Current school year	4	1	0	2	2	3
Anticipated next year	1	0	2	2	3	3
Anticipated two years hence	0	2	2	3	3	3



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APPLICATION FOR JOINT SPONSORSHIP OF A SPORT PROGRAM

Under co-operative sponsorship, what will be the identity of the team? Nakusp Secondary School

Where will practices be held? Nakusp BC

Where will competition for this activity be held? Nakusp BC

Indicate the date and place where the school board meeting was held where they approved the filing of this application.

Date: September 29, 2015 Place: SD10 Board Office, Nakusp BC

Please include in the space provided an exact copy of the above motion as it appears or will appear in the official school board minutes (attach documents if necessary)

Motion to accept Lucerne Elementary Secondary School application for Joint Sponsorship of a sport program with Nakusp Secondary School.

Other information that may assist the Eligibility Officer in reaching a decision on this application should be included with the application (attach documents if necessary)

Official approval:

School Board Chairperson name: Pattie Adam

Signature: _____

School Principal name: Nicol Suhr

Signature: _____

Superintendent name: Terry Taylor

Signature: _____

.....
Office use only

This application is for the school year: _____

☐ Approved ☐ Denied

Eligibility Officer's Signature: _____



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City: New Denver, BC Postal Code: V0G 1S0

Other schools involved in this application:

- a) Nakusp Secondary School
b) _____

Sport covered by this application: Soccer

Please describe the conditions that have prompted your request to co-sponsor this activity: 2 grade 12 boys have asked to join the NSS boys soccer team. Lucerne School does not have any team sports due to our small secondary school numbers. The nearest team they can join in our school district is at Nakusp Secondary School, 50km away.

Please list the number of students in this school that have participated in this activity during each year indicated below. If the school did not sponsor the activity during any of the years listed, please respond "did not sponsor".

Grade	12	11	10	9	8	7
Last school year	0	2	0	0	0	0
Current school year	2	0	0	0	0	0
Anticipated next year	0	0	0	0	0	0
Anticipated two years hence	0	0	0	0	0	0

Total school enrolment (MALE):

Grade	12	11	10	9	8	7
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Total school enrolment (FEMALE):

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☐ Approved ☐ Denied

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