Audited Financial Statements of

School District No. 23 (Central Okanagan)

And Independent Auditors' Report thereon

June 30, 2026

September 18, 2026 10:24

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June 30, 2026

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School District No. 23 (Central Okanagan)

MANAGEMENT REPORT

Version: 5648-4903-2920

Management's Responsibility for the Financial Statements.

The accompanying financial statements of School District No. 23 (Central Okanagan) 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. 23 (Central Okanagan) (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, Doane Grant Thornton 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. 23 (Central Okanagan) 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. 23 (Central Okanagan)

Valerie Johnson	September 23, 2026
Signature of the Chairperson of the Board of Education	Date Signed
	September 23, 2026
Signature of the Superintendent	Date Signed
	September 23, 2026
Signature of the Secretary Treasurer	Date Signed

Independent auditor's report

Doane Grant Thornton LLP
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To the Board of Education of School District No. 23 (Central Okanagan)
and the Ministry of Education and Child Care

Opinion

We have audited the financial statements of School District No. 23 (Central Okanagan) ("the District"), which comprise the statement of financial position as at June 30, 2026, and the statement of operations, statement of remeasurement gains and losses, statement of changes in net financial assets (debt) and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements of School District No. 23 (Central Okanagan) as at June 30, 2026 and for the year then ended, 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 ("Section 23.1").

Basis for Opinion

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

Emphasis of Matter – Basis of Accounting

We draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared to assist the District in complying with the financial reporting provisions of Section 23.1. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Other Matter – Supplementary Information

Our audit was conducted for the purposes of forming an opinion on the financial statements taken as a whole. The supplementary information included in Schedules 1 through 4 is presented for purposes of additional information and is not a required part of the financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

Other Information

Management is responsible for the other information. The other information comprises the information, other than the financial statements and our auditor's report thereon, in the Financial Statement Discussion and Analysis.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon. In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

We obtained the Financial Statement Discussion and Analysis prior to the date of this auditor's report. If, based on the work we have performed on this other information, we conclude that there is a material misstatement of this other information, we are required to report that fact in this auditor's report. We have nothing to report in this regard.

Responsibilities of Management and Those Charged with Governance 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, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

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

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

Doane Grant Thornton LLP

Kelowna, Canada
September 23, 2026

Chartered Professional Accountants

School District No. 23 (Central Okanagan)

Statement of Financial Position
As at June 30, 2026

	2026 Actual	2025 Actual
	$	$
Financial Assets		
Cash and Cash Equivalents (Note 3)	**53,138,175**	46,228,448
Accounts Receivable		
Due from Province - Ministry of Education and Child Care	**18,952,777**	19,563,370
Other (Note 4)	**2,611,403**	3,673,998
Portfolio Investments	**16,108,391**	15,599,614
Total Financial Assets	**90,810,746**	85,065,430
Liabilities		
Accounts Payable and Accrued Liabilities		
Other (Note 5)	**34,022,617**	31,752,528
Unearned Revenue (Note 7)	**3,294,893**	5,015,018
Deferred Revenue (Note 8)	**9,100,537**	7,804,232
Deferred Capital Revenue (Note 9)	**410,077,245**	347,522,221
Employee Future Benefits (Note 10)	**12,354,081**	11,885,754
Asset Retirement Obligation (Note 11)	**28,726,752**	27,113,750
Other Liabilities (Note 12)	**16,463,840**	15,840,326
Total Liabilities	**514,039,965**	446,933,829
Net Debt	**(423,229,219)**	(361,868,399)
Non-Financial Assets		
Tangible Capital Assets (Note 13)	**537,470,624**	469,232,466
Prepaid Expenses (Note 14)	**203,705**	303,702
Supplies Inventory	**257,286**	247,538
Total Non-Financial Assets	**537,931,615**	469,783,706
Accumulated Surplus (Deficit)	**114,702,396**	107,915,307
Accumulated Surplus (Deficit) is comprised of:		
Accumulated Surplus (Deficit) from Operations	**113,864,252**	106,937,833
Accumulated Remeasurement Gains (Losses)	**838,144**	977,474
	114,702,396	107,915,307

Contractual Obligations (Note 20)
Contingent Liabilities (Note 21)

Approved by the Board

Valerie Johnson

	September 23, 2026
Signature of the Chairperson of the Board of Education	Date Signed
	September 23, 2026
Signature of the Superintendent	Date Signed
	September 23, 2026
Signature of the Secretary Treasurer	Date Signed

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

School District No. 23 (Central Okanagan)

Statement of Operations
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	338,174,147	**349,231,568**	335,410,502
Other	407,932	**668,107**	442,828
Federal Grants	1,437,595	**1,385,342**	2,099,328
Tuition	6,640,000	**7,589,602**	7,106,375
Other Revenue	14,583,863	**16,236,054**	15,675,842
Rentals and Leases	1,201,100	**1,309,920**	1,257,487
Investment Income	700,000	**1,069,004**	1,186,892
Amortization of Deferred Capital Revenue	11,506,636	**12,632,042**	12,065,516
Total Revenue	374,651,273	**390,121,639**	375,244,770
Expenses			
Instruction	310,316,551	**318,661,202**	310,944,398
District Administration	8,994,020	**9,136,481**	9,385,912
Operations and Maintenance	47,037,581	**48,465,750**	47,164,967
Transportation and Housing	6,814,307	**6,931,787**	6,520,179
Total Expense	373,162,459	**383,195,220**	374,015,456
Surplus (Deficit) for the year	1,488,814	**6,926,419**	1,229,314
Accumulated Surplus (Deficit) from Operations, beginning of year		**106,937,833**	105,708,519
Accumulated Surplus (Deficit) from Operations, end of year		**113,864,252**	106,937,833

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

School District No. 23 (Central Okanagan)

Statement of Remeasurement Gains and Losses
Year Ended June 30, 2026

	2026 Actual	2025 Actual
	$	$
Accumulated Remeasurement Gains (Losses) at beginning of year	**977,474**	631,724
Unrealized Gains (Losses) attributable to:		
Portfolio Investments	**396,287**	843,120
Amounts Reclassified to the Statement of Operations:		
Portfolio Investments	**(535,617)**	(497,370)
Net Remeasurement Gains (Losses) for the year	**(139,330)**	345,750
Accumulated Remeasurement Gains (Losses) at end of year	**838,144**	977,474

School District No. 23 (Central Okanagan)

Statement of Changes in Net Debt
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	**$**	$
Surplus (Deficit) for the year	1,488,814	**6,926,419**	1,229,314
Effect of change in Tangible Capital Assets			
Acquisition of Tangible Capital Assets	(32,925,520)	**(85,624,827)**	(76,433,595)
Amortization of Tangible Capital Assets	16,298,922	**17,386,669**	16,856,552
Total Effect of change in Tangible Capital Assets	(16,626,598)	**(68,238,158)**	(59,577,043)
Acquisition of Prepaid Expenses		**(193,264)**	(150,777)
Use of Prepaid Expenses		**293,261**	116,620
Acquisition of Supplies Inventory		**(4,754,646)**	(5,201,523)
Use of Supplies Inventory		**4,744,898**	5,185,045
Total Effect of change in Other Non-Financial Assets	-	**90,249**	(50,635)
(Increase) Decrease in Net Debt, before Net Remeasurement Gains (Losses)	(15,137,784)	**(61,221,490)**	(58,398,364)
Net Remeasurement Gains (Losses)		**(139,330)**	345,750
(Increase) Decrease in Net Debt		**(61,360,820)**	(58,052,614)
Net Debt, beginning of year		**(361,868,399)**	(303,815,785)
Net Debt, end of year		**(423,229,219)**	(361,868,399)

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

School District No. 23 (Central Okanagan)

Statement of Cash Flows
Year Ended June 30, 2026

	2026 Actual	2025 Actual
	$	$
Operating Transactions		
Surplus (Deficit) for the year	**6,926,419**	1,229,314
Changes in Non-Cash Working Capital		
Decrease (Increase)		
Accounts Receivable	**1,673,188**	(10,325,577)
Supplies Inventories	**(9,748)**	(16,478)
Prepaid Expenses	**99,997**	(34,157)
Increase (Decrease)		
Accounts Payable and Accrued Liabilities	**2,270,089**	5,402,722
Unearned Revenue	**(1,720,125)**	122,161
Deferred Revenue	**1,296,305**	847,377
Employee Future Benefits	**468,327**	190,185
Other Liabilities	**623,514**	566,397
Amortization of Tangible Capital Assets	**17,386,669**	16,856,552
Amortization of Deferred Capital Revenue	**(12,632,042)**	(12,065,516)
Recognition of Deferred Capital Revenue Spent on Sites	**(1,223,936)**	(67,830)
Total Operating Transactions	**15,158,657**	2,705,150
Capital Transactions		
Tangible Capital Assets Purchased	**(19,863,751)**	(18,930,290)
Tangible Capital Assets -WIP Purchased	**(64,148,074)**	(56,471,001)
Total Capital Transactions	**(84,011,825)**	(75,401,291)
Financing Transactions		
Capital Revenue Received	**76,411,002**	68,056,565
Total Financing Transactions	**76,411,002**	68,056,565
Investing Transactions		
Investments in Portfolio Investments	**(648,107)**	(622,145)
Total Investing Transactions	**(648,107)**	(622,145)
Net Increase (Decrease) in Cash and Cash Equivalents	**6,909,727**	(5,261,721)
Cash and Cash Equivalents, beginning of year	**46,228,448**	51,490,169
Cash and Cash Equivalents, end of year	**53,138,175**	46,228,448
Cash and Cash Equivalents, end of year, is made up of:		
Cash	**52,868,465**	42,046,995
Cash Equivalents	**269,710**	4,181,453
	53,138,175	46,228,448

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

1. Authority and purpose

The School District, established on April 12, 1946, operates under the authority of the School Act of British Columbia as a corporation under the name of "The Board of Education of School District No. 23 (Central Okanagan)", and operates as "School District No. 23 (Central Okanagan)". A Board of Education (the "Board") elected for a four-year term governs the School District. The School District provides educational programs to students enrolled in schools in the District, and is principally funded by the Province of British Columbia through the Ministry of Education and Child Care. School District No. 23 (Central Okanagan) is exempt from federal and provincial corporate income taxes.

2. Summary of significant accounting policies

(a) Basis of accounting

These financial statements have been prepared in accordance with Section 23.1 of the Budget Transparency and Accountability Act of the Province of British Columbia. This Section requires that the financial statements be prepared in accordance with Canadian public sector accounting standards except in regard to the accounting for government transfers as set out in the *"Deferred Revenue and Deferred Capital Revenue"* and *"Revenue Recognition"* notes below.

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

As noted in the *"Deferred Revenue and Deferred Capital Revenue"* and *"Revenue Recognition"* notes below, Section 23.1 of the Budget Transparency and Accountability Act and its related regulations require the School District to recognize government transfers for the acquisition of capital assets into revenue on the same basis as the related amortization expense. As these transfers do not contain stipulations that create a liability, Canadian public sector accounting standards would require that:

- government transfers, which do not contain a stipulation that creates a liability, be recognized as revenue by the recipient when approved by the transferor and the eligibility criteria have been met in accordance with public sector accounting standard PS3410; and

- externally restricted contributions be recognized as revenue in the period in which the resources are used for the purpose or purposes specified in accordance with public sector accounting standard PS3100.

2. Summary of significant accounting policies (*continued*)

The impact of this difference on the financial statements of the School District is as follows:

Year ended June 30, 2025 - decrease in annual surplus by	$ 57,333,753
June 30, 2025 - increase in accumulated surplus & decrease in deferred contributions by	$ 341,138,743
Year ended June 30, 2026 - decrease in annual surplus by	$ 66,085,616
June 30, 2026 - increase in accumulated surplus & decrease in deferred contributions by	$ 402,806,934

(b) Cash and cash equivalents

Cash and cash equivalents include cash balances, term deposits and bonds 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 when purchased and are held for the purpose of meeting short term cash commitments rather than for investing.

(c) Portfolio investments

The School District has investments in provincial, municipal and corporate bonds which have original terms to maturity of greater than three months at the time of acquisition. Bonds not quoted in an active market are reported at cost or amortized cost.

Portfolio investments in bond instruments that are quoted in an active market are recorded at fair value and the associated transaction costs are expensed upon initial recognition. The change in the fair value is recognized in the Statement of Remeasurement Gains and Losses as a remeasurement gain or loss until the portfolio investments are realized on disposal. Upon disposal, any accumulated remeasurement gains or losses associated with the portfolio investments are reclassified to the Statement of Operations.

Impairment is defined as a loss in value of a short term investment that is other than a temporary decline and is included in the Statement of Operations. In the case of an item in the fair value category, a reversal of any net remeasurement gains recognized in previous reporting periods up to the amount of the write-down is reported in the Statement of Remeasurement Gains and Losses. The loss is not reversed if there is a subsequent increase in value.

(d) Accounts receivable

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

2. Summary of significant accounting policies (*continued*)

(e) Prepaid expenses

Prepaid expenses include licenses, deposits and software maintenance contracts that are valued at acquisition cost. Prepaid expenses are charged to expense over the periods expected to benefit from it.

(f) Supplies inventory

Supplies inventory held for consumption or use include school supplies and are recorded at the lower of historical cost and replacement cost.

(g) Tangible capital assets

The following criteria apply:

- Tangible capital assets acquired or constructed are recorded at cost which includes amounts that are directly related to the acquisitoin, design, construction, development, improvement or betterment of the assets. Costs also include overhead directly attributable to construction.
- Donated tangible capital assets are recorded at their fair market value on the date of donation, except in circumstances where fair value cannot be reasonably determined, which are then recognized at nominal value.
- Work in progress is recorded as an acquisition to the applicable asset class at substantial completion.
- Transfers of capital assets from related parties are recorded at carrying value.
- 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 tangible capital assets are less than their net book value. The write-downs are accounted for as expenses in the Statement of Operations.
- Buildings that are demolished or destroyed are written off. Disposals sites or buildings are recorded and gains/losses calculated.
- Amortization is recorded on a straight-line basis over the estimated useful life of the tangible capital asset. It is management's responsibility to determine the appropriate useful lives for capital assets. These useful lives are reviewed on a regular basis or if significant events initiate the need to revise. Estimated useful lives are as follows:

Buildings	40 years
Computer hardware	5 years
Computer software	5 years
Furniture and equipment	10 years
Vehicles	10 years

2. Summary of significant accounting policies (*continued*)

(h) Unearned revenue

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

(i) Deferred revenue and deferred capital revenue

Deferred revenue includes contributions received with stipulations that meet the description of restricted contributions in the Restricted Contributions Regulation 198/2011 issued by 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 the "*Revenue Recognition*" note below.

Funding received for the acquisition of depreciable tangible capital assets is recorded as deferred capital revenue and amortized over the life of the asset acquired as revenue in the Statement of Operations. This accounting treatment is not consistent with the requirements of Canadian public sector accounting standards which require that government transfers be recognized as revenue when approved by the transferor and eligibility criteria have been met unless the transfer contains a stipulation that creates a liability in which case the transfer is recognized as revenue over the period that the liability is extinguished. See the *"Basis of Accounting"* note above for the impact of this policy on these financial statements.

(j) 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-rata on service and management's best estimate of expected salary escalation, termination and 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 (EARSL) of active employees covered under the plan.

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

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

2. Summary of significant accounting policies (*continued*)

(k) Asset retirement obligations

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

(a) there is a legal obligation to incur retirement costs in relation to a tangible capital asset;
(b) the past transaction or event giving rise to the liability has occurred;
(c) it is expected that future economic benefits will be given up; and
(d) a reasonable estimate of the amount can be made.

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

(l) Liability for contaminated sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the School District:
    - is directly responsible; or
    - accepts responsibility;
- it is expected that future economic benefits will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance and monitoring that are an integral part of the remediation strategy for a contaminated site.

2. Summary of significant accounting policies (*continued*)

(m) 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.

Donated tangible capital assets other than sites are recorded at fair market value and amortized over the useful life of the assets. Donated sites are recorded as revenue at fair market value when received or receivable.

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

Revenue related to fees or services received in advance of the fee being earned or the service 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.

2. Summary of significant accounting policies (*continued*)

(n) 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 any other employees excluded from union contract 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 regular programs.
  - Actual salaries of personnel assigned by 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 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.

(o) 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.

The School District's financial instruments consist of cash and cash equivalents, accounts receivable, portfolio investments, accounts payable and accrued liabilities and other liabilities. Unless otherwise noted, it is management's opinion that the School District is not exposed to significant credit, liquidity or market risks arising from these financial instruments. The fair value of these financial instruments approximate their carrying values, unless otherwise noted.

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.

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.

2. Summary of significant accounting policies (*continued*)

(o) Financial instruments *(continued)*

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 short term investment to reflect a loss in value is not reversed for a subsequent increase in value.

For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense.

(p) Measurement uncertainty

Preparation of financial statements in accordance with the *"Basis of Accounting"* note above requires management to make estimates and assumptions that impact reported amounts for 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, liabilities for contaminated sites, asset retirement obligations, rates for amortization and estimated employee future benefits. Actual results could differ from those estimates.

(q) Funds and reserves

Certain amounts, as approved by the Board, are set aside in accumulated surplus for future operating and capital purposes. Transfers to and from funds and reserves are an adjustment to the respective fund when approved (see the "*Internally Restricted Surplus - Operating Fund*" and "*Interfund Transfers*" notes below).

3. Cash and cash equivalents

Included in cash and cash equivalents are funds in the amount of $290,007 (2025 - $240,435), restricted and paid out to staff who contribute and take part in the District's self-funded deferred salary leave plan.

Also included in cash and cash equivalents are funds in the amount of $13,627,084 (2025 - $13,114,693), restricted and paid out to teachers who contribute and take part in the District's self-funded summer saving plan.

4. Accounts receivable - other

	2026	2025
GST rebate	$ 745,752	$ 959,489
Invoices receivable	492,238	434,075
Long term receivable	7,555	36,179
Other receivable	1,365,858	2,244,255
Total accounts receivable - other	**$ 2,611,403**	**$ 3,673,998**

5. Accounts payable and accrued liabilities - other

	2026	2025
Trade	$ 2,708,390	$ 2,644,144
Capital	13,812,507	11,865,812
International Education	2,948,370	3,051,549
Summer Savings program	13,627,084	13,114,693
Deferred Salary Leave program	290,008	239,985
Other	636,258	836,345
Total accounts payable and accrued liabilities - other	**$ 34,022,617**	**$ 31,752,528**

6. Bank loans

The School District has a revolving demand operating credit facility with the Royal Bank of Canada in the amount of $5,000,000. The facility is secured by a certified copy of a resolution permitting short term borrowings up to $5,000,000 under Section 139 of the School Act approved by the Board of Education of the School District. The amounts are repayable on demand and bear interest at the bank's prime lending rate. At June 30, 2026 the balance outstanding under this credit facility was $nil (2025 – $nil).

7. Unearned revenue

	2026	2025
Balance, beginning of year	$ 5,015,018	$ 4,892,857
Changes for the year:		
Increase:		
Tuition fees	5,127,779	5,968,515
Other	25,744	22,408
	5,153,523	5,990,923
Decrease:		
Tuition fees	(6,862,081)	(5,854,907)
Other	(11,567)	(13,855)
	(6,873,648)	(5,868,762)
Balance, end of year	**$ 3,294,893**	**$ 5,015,018**

	2026	2025
Unearned revenue comprised of:		
Tuition fees	$ 3,251,862	$ 4,986,164
Other	43,031	28,854
	$ 3,294,893	**$ 5,015,018**

8. Deferred revenue

Deferred revenue includes unspent grants and contributions received that meet the description of a restricted contribution in the Restricted Contributions Regulation 198/2011 issued by 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.

	2026	2025
Balance, beginning of year	$ 7,804,232	$ 6,956,855
Contributions received during the year	60,198,872	54,390,607
Revenue recognized from deferred contributions	(58,902,567)	(53,543,230)
	1,296,305	847,377
Balance, end of year	**$ 9,100,537**	**$ 7,804,232**

9. Deferred capital revenue

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

	2026	2025
Balance, beginning of year	$ 347,522,221	$ 291,599,002
Contributions received during the year	76,243,237	67,774,369
Investment income	167,765	282,196
Revenue recognized from deferred contributions	(12,632,042)	(12,065,516)
Site purchases	(1,223,936)	(67,830)
Balance, end of year	**$ 410,077,245**	**$ 347,522,221**

10. 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.

10. Employee future benefits *(continued)*

		2026		2025
Reconciliation of accrued benefit obligation				
Accrued benefit obligation - April 1	$	11,714,241	$	9,785,203
Service cost		1,089,136		854,667
Interest cost		485,290		433,218
Benefit payments		(1,051,693)		(711,443)
Actuarial gain		(714,952)		1,352,596
Accrued benefit obligation - March 31	**$**	**11,522,022**	**$**	**11,714,241**
Reconciliation of funded status at end of fiscal year				
Accrued benefit obligation - March 31	$	(11,522,022)	$	(11,714,241)
Employer contributions after measurement date		314,433		437,825
Benefit expense after measurement date		(396,583)		(393,607)
Unamortized net actuarial gain		(749,909)		(215,731)
Accrued benefit obligation - June 30	**$**	**(12,354,081)**	**$**	**(11,885,754)**
Reconciliation of change in accrued benefit liability				
Accrued benefit liability - July 1	$	11,885,754	$	11,695,569
Net expense for fiscal year		1,396,629		1,073,858
Employer contributions		(928,302)		(883,673)
Accrued benefit liability - June 30	**$**	**12,354,081**	**$**	**11,885,754**
Components of net benefit expense				
Service cost	$	1,077,145	$	913,285
Interest cost		500,258		446,236
Amortization of net actuarial gain		(180,774)		(285,663)
Net benefit expense	**$**	**1,396,629**	**$**	**1,073,858**

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

	2026	2025
Discount rate - April 1	4.00%	4.25%
Discount rate - March 31	4.50%	4.00%
Long term salary growth - April 1	2.50% + seniority	2.50% + seniority
Long term salary growth - March 31	2.50% + seniority	2.50% + seniority
Expected avg. remaining service lifetime (EARSL) - March 31	12.0	12.0

The impact of changes in assumptions between the March 31, 2026 measurement date and June 30, 2026 reporting date have been considered and are not considered to be material.

11. Asset retirement obligation

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

	2026	2025
Asset Retirement Obligation, opening balance	$ 27,113,750	$ 26,081,446
Increase due to change in estimate	1,613,002	1,032,304
Asset Retirement Obligation, closing balance	**$ 28,726,752**	**$ 27,113,750**

12. Other liabilities

	2026	2025
Accrued vacation payable	$ 2,044,009	$ 1,972,482
Benefits payable	11,911,725	11,451,105
Wages payable	2,236,437	2,199,090
Other payables	271,669	217,649
Total other liabilities	**$ 16,463,840**	**$ 15,840,326**

13. Tangible capital assets

	2026	2025
Net Book Value		
Sites	$ 77,511,607	$ 76,287,671
Buildings	305,340,239	282,607,938
Buildings - WIP	135,806,425	91,356,748
Computer hardware	5,366,204	6,285,306
Computer software	73,775	62,839
Furniture & equipment	9,630,955	8,229,280
Vehicles	3,741,419	4,402,684
Total	**$ 537,470,624**	**$ 469,232,466**

	Balance at July 1, 2025	Additions	Disposals	Net WIP Transfer	Balance at June 30, 2026
Cost					
Sites	$ 76,287,671	$ 1,223,936	$ -	$ -	$ 77,511,607
Buildings	548,699,695	15,432,494	-	19,698,397	583,830,586
Buildings - WIP	91,356,748	64,148,074	-	(19,698,397)	135,806,425
Computer hardware	12,769,205	1,478,592	(3,040,075)	-	11,207,722
Computer software	88,436	31,804	-	-	120,240
Furniture & equipment	15,081,414	3,019,663	(822,739)	-	17,278,338
Vehicles	9,901,584	290,264	(1,062,848)	-	9,129,000
Total	**$ 754,184,753**	**$ 85,624,827**	**$ (4,925,662)**	**$ -**	**$ 834,883,918**
Acc. Amortization					
Buildings	$ 266,091,757	$ 12,398,590	$ -	$ -	$ 278,490,347
Computer hardware	6,483,899	2,397,694	(3,040,075)	-	5,841,518
Computer software	25,597	20,868	-	-	46,465
Furniture & equipment	6,852,134	1,617,988	(822,739)	-	7,647,383
Vehicles	5,498,900	951,529	(1,062,848)	-	5,387,581
Total	**$ 284,952,287**	**$ 17,386,669**	**$ (4,925,662)**	**$ -**	**$ 297,413,294**

13. Tangible capital assets *(continued)*

	Balance at July 1, 2024	Additions	Disposals	Net WIP Transfers	Balance at July 1, 2025
Cost					
Sites	$ 76,219,841	$ 67,830	$ -	$ -	$ 76,287,671
Buildings	524,707,418	13,426,326	-	10,565,951	548,699,695
Buildings - WIP	45,451,698	56,471,001	-	(10,565,951)	91,356,748
Computer hardware	12,363,560	2,696,919	(2,291,274)	-	12,769,205
Computer software	56,440	38,774	(6,778)	-	88,436
Furniture & equipment	14,197,228	2,365,611	(1,481,425)	-	15,081,414
Vehicles	9,123,002	1,367,134	(588,552)	-	9,901,584
Total	**$ 682,119,187**	**$ 76,433,595**	**$ (4,368,029)**	**$ -**	**$ 754,184,753**
Acc. Amortization					
Buildings	$ 254,178,132	$ 11,913,625	$ -	$ -	$ 266,091,757
Computer hardware	6,261,895	2,513,278	(2,291,274)	-	6,483,899
Computer software	17,887	14,488	(6,778)	-	25,597
Furniture & equipment	6,869,627	1,463,932	(1,481,425)	-	6,852,134
Vehicles	5,136,223	951,229	(588,552)	-	5,498,900
Total	**$ 272,463,764**	**$ 16,856,552**	**$ (4,368,029)**	**$ -**	**$ 284,952,287**

Buildings - WIP having a value of $135,806,425 (2025 - $89,562,050) has not been amortized. Amortization of these assets will commence when the assets are put in service.

14. Prepaid expenses

	2026	2025
Prepaid software licensing	**$ 203,705**	**$ 303,702**

15. Employee pension plans

The School District and its employees contribute to the Teachers' Pension Plan and Municipal Pension Plan (jointly trusteed pension plans). The boards of trustees for these plans, representing plan members and employers, are responsible for administering the pension plans, including investing assets and administering benefits. The plans are multi-employer defined benefit pension plans. Basic pension benefits are based on a formula. As at December 31, 2024, the Teachers' Pension Plan has about 51,000 active members from school districts and approximately 42,000 retired members. As at December 31, 2024, the Municipal Pension Plan has about 256,000 active members, including approximately 31,000 from school districts.

Every three years, an actuarial valuation is performed to assess the financial position of the plans and adequacy of plan funding. The actuary determines an appropirate combined employer and member contribution rate to fund the plans. The actuary's calculated contribution rate is based on the entry age normal cost method, which produces the long term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plans. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent actuarial valuation of the Teachers' Pension Plan as at December 31, 2023 indicated a $4,572 million surplus for basic pension benefits on a going concern basis. The next valuation for the Teachers' Pension Plan will be as at December 31, 2026.

The most recent actuarial valuation for the Municipal Pension Plan as at December 31, 2024 indicated a $2,675 million funding surplus for basic pension benefits on a going concern basis. The next valuation for the Municipal Pension Plan will be as at December 31, 2027.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan. The School District paid $26,121,741 (2025 - $25,040,016) for employer contributions to these plans in the year ended June 30, 2026.

16. Internally restricted surplus - operating fund

	2026	2025
Internally restricted (appropriated) by Board for:		
Appropriated for next year's budget	$ 2,443,604	$ 629,135
Net school surpluses	1,267	6,754
Targeted indigenous program	347,003	331,932
BCIT Dual Credit Program	79,296	42,373
BC Parks Foundation	264,165	60,000
Bus Engine Repair Rebate	66,161	-
CUPE training funds	519,002	511,723
Jordan Principle funding	87,977	168,460
Learning & Innovation Resources	-	36,005
WCB core audit funds	32,000	32,000
Wheels Program Equipment	89,858	170,422
Trustee travel	27,906	23,203
Subtotal (internally restricted)	$ 3,958,239	$ 2,012,007
Unrestricted operating surplus	3,395,966	2,843,604
Total available for future operations	**$ 7,354,205**	**$ 4,855,611**

17. Expense by object

	2026	2025
Salaries and benefits	$ 322,718,653	$ 314,594,875
Services and supplies	43,089,898	42,564,029
Amortization on tangible capital assets	17,386,669	16,856,552
Total expenses by object	**$ 383,195,220**	**$ 374,015,456**

18. Interfund transfers

Inter-fund transfers between operating, special purpose and capital funds for the year ended June 30, 2026 were as follows:

- Transfers in the amount of $1,174,024 (2025 - $718,648) were made from the Special Purpose Funds to the Capital Fund for capital asset purchases funded by the Special Purpose Funds.
- Transfers in the amount of $691,360 (2025 - $696,787) were made from the Operating Fund to the Capital Fund for capital asset purchases funded by the Operating Fund.
- Transfers in the amount of $5,977,500 (2025 - $3,552,500) were made from Local Capital within the Operating fund to the Capital Fund for capital asset purchases funded by Local Capital.

19. 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 all of these entities, unless disclosed separately, are generally considered to be in the normal course of operations and are recorded at the exchange amount.

20. Contractual obligations

During the year, the School District has entered into several contractual obligations including:

- Construction contracts, relating to various projects including, bus, playground, capital upgrades and Annual Facilities purchases, resulting in commitments of $20,202,189 at June 30, 2026 (2025 - $62,905,212). These commitments will be funded by bylaw capital through the Province of British Columbia and will become liabilities in the future when the terms of the contracts are met.

- In 2021, the District has entered into an agreement with the Minister of Children and Family Development to construct new child care spaces at seven district locations. The total commitment for this project is $28,952,095. At June 30, 2026, $26,013,739 has been received (2025 - $26,013,739) and $27,489,236 (2025 - $26,033,664) has been spent.

21. Contingent Liabilities

The School District is involved in certain legal actions. Some of these legal actions are managed and covered by the School District, School's Protection Program. The outcome of these matters cannot be determined at this time. In the event that any claims are successful, it is management's opinion that the settlements of such claims would not have a material effect on the financial position of the School District. The resulting loss to the School District, if any, will be recorded in the period in which it is determinable.

The School District has three letters of credit with the Royal Bank of Canada in the amounts of $61,385 and $33,156, payable to the City of Kelowna, $15,000, payable to the Rutland Waterworks District, and $62,975 and $21,773 payable to the City of West Kelowna.

The City of Kelowna letters of credit for $61,385 and $33,156 were required in connection with the construction of an addition to École Dr. Knox Middle School at 121 Drysdale Boulevard. These letters of credit were issued on May 16, 2023 and March 24, 2023 respectively. The Rutland Waterworks District letter of credit was necessary to cover hydrant installation and geoexchange improvements for the new administration office and was issued on April 5, 2017. The City of West Kelowna letters of credit were required in connection with the construction of additions to Webber Road Elementary School at 2829 Inverness Road and École Hudson Road Elementary School at 1221 Hudson Road. These letters of credit were issued on May 19, 2026 and April 12, 2026 respectively.

22. 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.

Credit risk

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

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

It is management's opinion that the School District is not exposed to significant credit risk associated with its cash deposits and investments as they are placed with the Royal Bank of Canada and the School District invests solely in fixed income and money market securities. All bonds must have a 'BBB' or better credit rating.

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 cash and cash equivalents and portfolio investments. It is management's opinion that the School District is not exposed to significant interest rate risk as they invest solely in fixed income and money market securities.

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. It is management's opinion that the School District is not exposed to significant liquidity risk, as cash flows are guaranteed by the Ministry of Education.

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

23. Economic dependence

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

24. Budget figures

Budget figures included in the financial statements are the original planned budget approved by the Board through the adoption of an annual budget on June 25, 2025. While PSAS require the presentation of the originally planned budget, an amended budget based on more accurate enrollment numbers was approved by the Board and filed with the Ministry of Education and Child Care on January 28, 2026. Significant changes between the original and amended budget are as follows:

	Amended Annual Budget	Annual Budget	Change
Revenue			
Provincial Grants	$ 341,620,980	$ 338,582,079	$ 3,038,901
Federal Grants	1,437,595	1,437,595	-
Tuition	6,640,000	6,640,000	-
Other Revenue	14,929,230	14,583,863	345,367
Rentals and Leases	1,265,000	1,201,100	63,900
Investment Income	1,000,000	700,000	300,000
Amortization of Deferred Cap Revenue	11,277,161	11,506,636	(229,475)
Total Revenue	**$ 378,169,966**	**$ 374,651,273**	**$ 3,518,693**
Expense			
Instruction	$ 313,588,201	$ 310,316,551	$ 3,271,650
District Administration	9,172,631	8,994,020	178,611
Operations and Maintenance	48,007,512	47,037,581	969,931
Transportation and Housing	6,774,307	6,814,307	(40,000)
Total Expense	**$ 377,542,651**	**$ 373,162,459**	**$ 4,380,192**
Net Revenue (Expense)	**$ 627,315**	**$ 1,488,814**	**$ (861,499)**
Budget Allocation of Surplus (Deficit)	2,412,007	1,794,420	617,587
Budget Surplus (Deficit), for the year	**$ 3,039,322**	**$ 3,283,234**	**$ (243,912)**

School District No. 23 (Central Okanagan)

Schedule of Changes in Accumulated Surplus (Deficit) by Fund
Year Ended June 30, 2026

	Operating Fund	Special Purpose Fund	Capital Fund	2026 Actual	2025 Actual
	$	$	$	$	$
Accumulated Surplus (Deficit), beginning of year	4,855,611		102,082,222	**106,937,833**	105,708,519
Changes for the year					
Surplus (Deficit) for the year	9,167,454	1,174,024	(3,415,059)	**6,926,419**	1,229,314
Interfund Transfers					
Tangible Capital Assets Purchased	(691,360)	(1,174,024)	1,865,384	**-**	
Local Capital	(5,977,500)		5,977,500	**-**	
Net Changes for the year	**2,498,594**	**-**	**4,427,825**	**6,926,419**	**1,229,314**
Accumulated Surplus (Deficit), end of year - Statement 2	**7,354,205**	**-**	**106,510,047**	**113,864,252**	106,937,833
Accumulated Remeasurement Gains (Losses) - Statement 3	838,144			**838,144**	977,474
	8,192,349	**-**	**106,510,047**	**114,702,396**	107,915,307

School District No. 23 (Central Okanagan)

Schedule of Operating Operations
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	294,502,671	**299,239,063**	291,587,190
Other	407,932	**668,107**	442,828
Federal Grants	1,437,595	**1,385,342**	2,099,328
Tuition	6,640,000	**7,589,602**	7,106,375
Other Revenue	5,583,863	**6,048,216**	6,003,092
Rentals and Leases	1,201,100	**1,309,920**	1,257,487
Investment Income	550,000	**1,007,213**	943,428
Total Revenue	310,323,161	**317,247,463**	309,439,728
Expenses			
Instruction	258,683,514	**260,999,511**	258,208,469
District Administration	8,994,020	**9,136,481**	9,385,912
Operations and Maintenance	30,738,659	**31,012,230**	30,241,564
Transportation and Housing	6,814,307	**6,931,787**	6,520,179
Total Expense	305,230,500	**308,080,009**	304,356,124
Operating Surplus (Deficit) for the year	5,092,661	**9,167,454**	5,083,604
Budgeted Appropriation (Retirement) of Surplus (Deficit)	1,794,420		
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,734,581)	**(691,360)**	(696,787)
Local Capital	(5,152,500)	**(5,977,500)**	(3,552,500)
Total Net Transfers	(6,887,081)	**(6,668,860)**	(4,249,287)
Total Operating Surplus (Deficit), for the year	-	**2,498,594**	834,317
Operating Surplus (Deficit), beginning of year		**4,855,611**	4,021,294
Operating Surplus (Deficit), end of year		**7,354,205**	4,855,611
Operating Surplus (Deficit), end of year			
Internally Restricted		**3,958,239**	2,012,007
Unrestricted		**3,395,966**	2,843,604
Total Operating Surplus (Deficit), end of year		**7,354,205**	4,855,611

School District No. 23 (Central Okanagan)

Schedule of Operating Revenue by Source
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	**$**	$
Provincial Grants - Ministry of Education and Child Care			
Operating Grant, Ministry of Education and Child Care	293,968,563	**298,670,624**	291,043,335
ISC/LEA Recovery	(1,446,215)	**(1,411,922)**	(1,420,885)
Other Ministry of Education and Child Care Grants			
Pay Equity	1,238,323	**1,238,323**	1,238,323
Funding for Graduated Adults	100,000	**100,709**	80,371
Student Transportation Fund	600,000	**600,000**	600,000
Foundation Skills Assessment (FSA) Scorer Grant	30,000	**27,292**	27,292
Child Care Funding	12,000	**14,037**	18,754
Total Provincial Grants - Ministry of Education and Child Care	294,502,671	**299,239,063**	291,587,190
Provincial Grants - Other	407,932	**668,107**	442,828
Federal Grants	1,437,595	**1,385,342**	2,099,328
Tuition			
International and Out of Province Students	6,640,000	**7,589,602**	7,106,375
Total Tuition	6,640,000	**7,589,602**	7,106,375
Other Revenues			
Other School District/Education Authorities	627,000	**614,365**	574,196
Funding from First Nations	1,446,215	**1,411,922**	1,420,885
Miscellaneous			
Building Safer Communities	-	**-**	176,364
Transportation Fees	2,100,650	**2,270,628**	2,040,548
Wage Recoveries	600,000	**636,834**	556,529
Other	809,998	**1,114,467**	1,234,570
Total Other Revenue	5,583,863	**6,048,216**	6,003,092
Rentals and Leases	1,201,100	**1,309,920**	1,257,487
Investment Income	550,000	**1,007,213**	943,428
Total Operating Revenue	310,323,161	**317,247,463**	309,439,728

School District No. 23 (Central Okanagan)

Schedule of Operating Expense by Object
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	$	$
Salaries			
Teachers	129,100,787	**131,200,416**	131,019,759
Principals and Vice Principals	16,147,487	**17,054,825**	16,667,603
Educational Assistants	27,135,287	**25,737,475**	25,646,872
Support Staff	28,919,164	**28,927,574**	28,473,670
Other Professionals	4,656,637	**4,810,175**	4,859,289
Substitutes	10,859,772	**11,040,703**	10,638,802
Total Salaries	216,819,134	**218,771,168**	217,305,995
Employee Benefits	58,902,997	**60,489,742**	58,653,385
Total Salaries and Benefits	275,722,131	**279,260,910**	275,959,380
Services and Supplies			
Services	7,958,548	**7,751,240**	7,618,402
Student Transportation	556,500	**875,532**	539,100
Professional Development and Travel	2,466,013	**1,643,607**	1,729,444
Rentals and Leases	239,500	**211,368**	573,437
Dues and Fees	612,500	**698,492**	613,825
Insurance	989,600	**1,239,105**	905,105
Supplies	11,626,708	**11,771,851**	11,807,451
Utilities	5,059,000	**4,627,904**	4,609,980
Total Services and Supplies	29,508,369	**28,819,099**	28,396,744
Total Operating Expense	305,230,500	**308,080,009**	304,356,124

School District No. 23 (Central Okanagan)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	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	102,130,418	2,028,068	800,953	1,138,992		9,827,754	**115,926,185**
1.03 Career Programs	998,558			414,903		17,002	**1,430,463**
1.07 Library Services	2,676,466	169,806		1,534,712	334,176	42,088	**4,757,248**
1.08 Counselling	3,743,520					-	**3,743,520**
1.10 Special Education	16,641,336	734,393	22,251,445	1,752,519		855,728	**42,235,421**
1.30 English Language Learning	3,381,741	88,800				11,226	**3,481,767**
1.31 Indigenous Education	1,168,780	495,211	2,685,077	67,469		35,906	**4,452,443**
1.41 School Administration		11,961,957		4,561,702		110,725	**16,634,384**
1.62 International and Out of Province Students	459,597	207,859		189,279	460,341	9,393	**1,326,469**
Total Function 1	**131,200,416**	**15,686,094**	**25,737,475**	**9,659,576**	**794,517**	**10,909,822**	**193,987,900**
4 District Administration							
4.11 Educational Administration		597,762		180,755	593,625	99,738	**1,471,880**
4.40 School District Governance					184,740		**184,740**
4.41 Business Administration		770,969		1,265,747	1,752,910	31,143	**3,820,769**
Total Function 4	**-**	**1,368,731**	**-**	**1,446,502**	**2,531,275**	**130,881**	**5,477,389**
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration				153,606	862,694		**1,016,300**
5.50 Maintenance Operations				12,699,273	318,526		**13,017,799**
5.52 Maintenance of Grounds				1,543,996			**1,543,996**
5.56 Utilities				114,034	70,236		**184,270**
Total Function 5	**-**	**-**	**-**	**14,510,909**	**1,251,456**	**-**	**15,762,365**
7 Transportation and Housing							
7.41 Transportation and Housing Administration				210,010	232,927		**442,937**
7.70 Student Transportation				3,100,577			**3,100,577**
Total Function 7	**-**	**-**	**-**	**3,310,587**	**232,927**	**-**	**3,543,514**
9 Debt Services							
Total Function 9	**-**	**-**	**-**	**-**	**-**	**-**	**-**
Total Functions 1 - 9	**131,200,416**	**17,054,825**	**25,737,475**	**28,927,574**	**4,810,175**	**11,040,703**	**218,771,168**

School District No. 23 (Central Okanagan)

Schedule 2C (Unaudited)

Operating Expense by Function, Program and Object

Year Ended June 30, 2026

	Total Salaries	Employee Benefits	Total Salaries and Benefits	Services and Supplies	2026 Actual	2026 Budget	2025 Actual
	$	$	$	$	$	$	$
1 Instruction							
1.02 Regular Instruction	**115,926,185**	31,017,930	**146,944,115**	8,006,956	**154,951,071**	153,761,002	155,098,659
1.03 Career Programs	**1,430,463**	402,521	**1,832,984**	714,576	**2,547,560**	2,537,159	2,376,225
1.07 Library Services	**4,757,248**	1,401,275	**6,158,523**	415,218	**6,573,741**	7,173,888	6,563,492
1.08 Counselling	**3,743,520**	1,010,760	**4,754,280**	10,651	**4,764,931**	4,652,461	4,929,076
1.10 Special Education	**42,235,421**	12,678,048	**54,913,469**	1,099,358	**56,012,827**	55,430,904	54,256,876
1.30 English Language Learning	**3,481,767**	932,736	**4,414,503**	78,235	**4,492,738**	4,176,496	3,947,642
1.31 Indigenous Education	**4,452,443**	1,264,605	**5,717,048**	503,190	**6,220,238**	6,554,213	6,259,085
1.41 School Administration	**16,634,384**	4,443,932	**21,078,316**	786	**21,079,102**	20,692,715	21,070,481
1.62 International and Out of Province Students	**1,326,469**	360,761	**1,687,230**	2,670,073	**4,357,303**	3,704,676	3,706,933
Total Function 1	**193,987,900**	**53,512,568**	**247,500,468**	**13,499,043**	**260,999,511**	258,683,514	258,208,469
4 District Administration							
4.11 Educational Administration	**1,471,880**	393,678	**1,865,558**	304,565	**2,170,123**	1,798,463	2,224,784
4.40 School District Governance	**184,740**	13,132	**197,872**	210,979	**408,851**	431,464	408,098
4.41 Business Administration	**3,820,769**	1,014,388	**4,835,157**	1,722,350	**6,557,507**	6,764,093	6,753,030
Total Function 4	**5,477,389**	**1,421,198**	**6,898,587**	**2,237,894**	**9,136,481**	8,994,020	9,385,912
5 Operations and Maintenance							
5.41 Operations and Maintenance Administration	**1,016,300**	246,926	**1,263,226**	922,380	**2,185,606**	1,977,837	1,840,405
5.50 Maintenance Operations	**13,017,799**	3,662,434	**16,680,233**	3,709,752	**20,389,985**	20,050,035	20,563,678
5.52 Maintenance of Grounds	**1,543,996**	395,429	**1,939,425**	633,887	**2,573,312**	2,352,687	2,233,652
5.56 Utilities	**184,270**	39,971	**224,241**	5,639,086	**5,863,327**	6,358,100	5,603,829
Total Function 5	**15,762,365**	**4,344,760**	**20,107,125**	**10,905,105**	**31,012,230**	30,738,659	30,241,564
7 Transportation and Housing							
7.41 Transportation and Housing Administration	**442,937**	120,907	**563,844**	95,032	**658,876**	583,531	627,780
7.70 Student Transportation	**3,100,577**	1,090,309	**4,190,886**	2,082,025	**6,272,911**	6,230,776	5,892,399
Total Function 7	**3,543,514**	**1,211,216**	**4,754,730**	**2,177,057**	**6,931,787**	6,814,307	6,520,179
9 Debt Services							
Total Function 9	-	-	-	-	-	-	-
Total Functions 1 - 9	**218,771,168**	**60,489,742**	**279,260,910**	**28,819,099**	**308,080,009**	305,230,500	304,356,124

School District No. 23 (Central Okanagan)

Schedule of Special Purpose Operations
Year Ended June 30, 2026

	2026 Budget	**2026 Actual**	2025 Actual
	$	$	$
Revenues			
Provincial Grants			
Ministry of Education and Child Care	43,671,476	**48,768,569**	43,755,482
Other Revenue	9,000,000	**10,117,838**	9,669,499
Investment Income		**16,159**	96,447
Total Revenue	52,671,476	**58,902,566**	53,521,428
Expenses			
Instruction	51,633,037	**57,661,691**	52,735,929
Operations and Maintenance		**66,851**	66,851
Total Expense	51,633,037	**57,728,542**	52,802,780
Special Purpose Surplus (Deficit) for the year	1,038,439	**1,174,024**	718,648
Net Transfers (to) from other funds			
Tangible Capital Assets Purchased	(1,038,439)	**(1,174,024)**	(718,648)
Total Net Transfers	(1,038,439)	**(1,174,024)**	(718,648)
Total Special Purpose Surplus (Deficit) for the year	-	**-**	-
Special Purpose Surplus (Deficit), beginning of year			
Special Purpose Surplus (Deficit), end of year		**-**	-

School District No. 23 (Central Okanagan)

Schedule 3A (Unaudited)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2026

	Annual Facility Grant	Learning Improvement Fund	School Generated Funds	Strong Start	Ready, Set, Learn	OLEP	CommunityLINK	Classroom Enhancement Fund - Overhead	Classroom Enhancement Fund - Staffing
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	-	64,756	6,404,171	-	-	38,202	-	-	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	785,499	1,046,061		272,000	75,950	405,017	1,305,116	645,280	39,927,233
Other			11,474,165						
Investment Income		2,079							
	785,499	1,048,140	11,474,165	272,000	75,950	405,017	1,305,116	645,280	39,927,233
Less: Allocated to Revenue	785,499	906,147	10,117,838	272,000	75,950	443,219	1,305,116	645,280	39,927,233
Deferred Revenue, end of year	-	**206,749**	**7,760,498**	-	-	-	-	-	-
Revenues									
Provincial Grants - Ministry of Education and Child Care	785,499	904,068		272,000	75,950	443,219	1,305,116	645,280	39,927,233
Other Revenue			10,117,838						
Investment Income		2,079							
	785,499	906,147	10,117,838	272,000	75,950	443,219	1,305,116	645,280	39,927,233
Expenses									
Salaries									
Teachers			82,233		39,886	163,929	16,442	-	31,941,786
Principals and Vice Principals									
Educational Assistants		728,911		179,984					
Support Staff				12,000					
Substitutes		30,456				109,870		645,280	-
	-	759,367	82,233	191,984	39,886	273,799	16,442	645,280	31,941,786
Employee Benefits		146,780	21,401	58,321	10,790	41,316	4,281		7,985,447
Services and Supplies	66,851		10,014,204	21,695	25,274	128,104	1,284,393		
	66,851	906,147	10,117,838	272,000	75,950	443,219	1,305,116	645,280	39,927,233
Net Revenue (Expense) before Interfund Transfers	718,648	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased	(718,648)								
	(718,648)	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 23 (Central Okanagan)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2026

	Classroom Enhancement Fund - Remedies	First Nation Student Transportation	Mental Health in Schools	Changing Results for Young Children (CR4YC)	Seamless Day Kindergarten	Early Childhood Education (ECE) Dual Credit Program	Student & Family Affordability (SFAF)	Strengthening Early Years to Kindergarten (SEY2KT)	Early Care & Learning (ECL)
	$	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	-	5,642	65,900	23,250	26,524	1,927	79,418	27,924	-
Add: Restricted Grants									
Provincial Grants - Ministry of Education and Child Care	56,966	1,724	48,000		55,400				525,000
Other									
Investment Income									
	56,966	1,724	48,000	-	55,400	-	-	-	525,000
Less: Allocated to Revenue	42,037	-	29,733	-	55,725	1,927	79,418	3,729	175,000
Deferred Revenue, end of year	14,929	7,366	84,167	23,250	26,199	-	-	24,195	350,000
Revenues									
Provincial Grants - Ministry of Education and Child Care	42,037		29,733		55,725	1,927	79,418	3,729	175,000
Other Revenue									
Investment Income									
	42,037	-	29,733	-	55,725	1,927	79,418	3,729	175,000
Expenses									
Salaries									
Teachers	-								
Principals and Vice Principals						1,576			143,464
Educational Assistants									
Support Staff					41,890				
Substitutes	42,037		1,835						
	42,037	-	1,835	-	41,890	1,576	-	-	143,464
Employee Benefits					12,952	351			31,536
Services and Supplies			27,898		883		79,418	3,729	
	42,037	-	29,733	-	55,725	1,927	79,418	3,729	175,000
Net Revenue (Expense) before Interfund Transfers	-	-	-	-	-	-	-	-	-
Interfund Transfers									
Tangible Capital Assets Purchased									
	-	-	-	-	-	-	-	-	-
Net Revenue (Expense)	-	-	-	-	-	-	-	-	-

School District No. 23 (Central Okanagan)

Changes in Special Purpose Funds and Expense by Object

Year Ended June 30, 2026

	Feeding Futures Fund	Health Career Grants	Dual Credit Program Expansion	National School Food Program	Work Experience Enhancement	Provincial Resource Program	Literacy Support	TOTAL
	$	$	$	$	$	$	$	$
Deferred Revenue, beginning of year	438,648	49,610	-	319,792	50,000	-	208,468	7,804,232
Add: Restricted Grants								
Provincial Grants - Ministry of Education and Child Care	2,806,448		50,000	479,690		223,163		48,708,547
Other								11,474,165
Investment Income	14,080							16,159
	2,820,528	-	50,000	479,690	-	223,163	-	60,198,871
Less: Allocated to Revenue	3,139,924	49,610	50,000	455,376	50,000	223,163	68,642	58,902,566
Deferred Revenue, end of year	**119,252**	**-**	**-**	**344,106**	**-**	**-**	**139,826**	**9,100,537**
Revenues								
Provincial Grants - Ministry of Education and Child Care	3,125,844	49,610	50,000	455,376	50,000	223,163	68,642	48,768,569
Other Revenue								10,117,838
Investment Income	14,080							16,159
	3,139,924	49,610	50,000	455,376	50,000	223,163	68,642	58,902,566
Expenses								
Salaries								
Teachers	-					114,551	33,301	32,392,128
Principals and Vice Principals	107,118	40,566	43,731		40,885			377,340
Educational Assistants	234,479							1,143,374
Support Staff	166,238							220,128
Substitutes	295					5,808	5,888	841,469
	508,130	40,566	43,731	-	40,885	120,359	39,189	34,974,439
Employee Benefits	116,100	9,044	6,269		9,115	29,823	8,425	8,491,951
Services and Supplies	2,515,694					72,981	21,028	14,262,152
						-		-
	3,139,924	49,610	50,000	-	50,000	223,163	68,642	57,728,542
Net Revenue (Expense) before Interfund Transfers	-	-	-	455,376	-	-	-	1,174,024
Interfund Transfers								
Tangible Capital Assets Purchased				(455,376)				(1,174,024)
	-	-	-	(455,376)	-	-	-	(1,174,024)
Net Revenue (Expense)	-	-	-	-	-	-	-	-

School District No. 23 (Central Okanagan)

Schedule of Capital Operations
Year Ended June 30, 2026

	2026 Budget	2026 Actual: Invested in Tangible Capital Assets	2026 Actual: Local Capital	2026 Actual: Fund Balance	2025 Actual
	$	$	$	$	$
Revenues					
Provincial Grants					
Ministry of Education and Child Care		1,223,936		1,223,936	67,830
Other Revenue			70,000	70,000	3,251
Investment Income	150,000		45,632	45,632	147,017
Amortization of Deferred Capital Revenue	11,506,636	12,632,042		12,632,042	12,065,516
Total Revenue	11,656,636	13,855,978	115,632	13,971,610	12,283,614
Expenses					
Amortization of Tangible Capital Assets					
Operations and Maintenance	16,298,922	17,386,669		17,386,669	16,856,552
Total Expense	16,298,922	17,386,669	-	17,386,669	16,856,552
Capital Surplus (Deficit) for the year	(4,642,286)	(3,530,691)	115,632	(3,415,059)	(4,572,938)
Net Transfers (to) from other funds					
Tangible Capital Assets Purchased	2,773,020	1,865,384		1,865,384	1,415,435
Local Capital	5,152,500		5,977,500	5,977,500	3,552,500
Total Net Transfers	7,925,520	1,865,384	5,977,500	7,842,884	4,967,935
Other Adjustments to Fund Balances					
Tangible Capital Assets Purchased from Local Capital		6,622,272	(6,622,272)	-	
Total Other Adjustments to Fund Balances		6,622,272	(6,622,272)	-	
Total Capital Surplus (Deficit) for the year	3,283,234	4,956,965	(529,140)	4,427,825	394,997
Capital Surplus (Deficit), beginning of year		100,660,591	1,421,631	102,082,222	101,687,225
Capital Surplus (Deficit), end of year		105,617,556	892,491	106,510,047	102,082,222

School District No. 23 (Central Okanagan)

Tangible Capital Assets
Year Ended June 30, 2026

	Sites	Buildings	Furniture and Equipment	Vehicles	Computer Software	Computer Hardware	Total
	$	$	$	$	$	$	$
Cost, beginning of year	76,287,671	548,699,695	15,081,414	9,901,584	88,436	12,769,205	**662,828,005**
Changes for the Year							
Increase:							
Purchases from:							
Deferred Capital Revenue - Bylaw	1,223,936	7,030,107	1,133,338	290,264			**9,677,645**
Deferred Capital Revenue - Other		1,455,571	242,879				**1,698,450**
Operating Fund		136,665	471,046		31,804	51,845	**691,360**
Special Purpose Funds		1,174,024					**1,174,024**
Local Capital		4,023,125	1,172,400			1,426,747	**6,622,272**
Asset Retirement Obligation Change in Estimate		1,613,002					**1,613,002**
Transferred from Work in Progress		19,698,397					**19,698,397**
	1,223,936	35,130,891	3,019,663	290,264	31,804	1,478,592	**41,175,150**
Decrease:							
Deemed Disposals			822,739	1,062,848		3,040,075	**4,925,662**
	-	-	822,739	1,062,848	-	3,040,075	**4,925,662**
Cost, end of year	77,511,607	583,830,586	17,278,338	9,129,000	120,240	11,207,722	**699,077,493**
Work in Progress, end of year		135,806,425					**135,806,425**
Cost and Work in Progress, end of year	77,511,607	719,637,011	17,278,338	9,129,000	120,240	11,207,722	**834,883,918**
Accumulated Amortization, beginning of year		266,091,757	6,852,134	5,498,900	25,597	6,483,899	**284,952,287**
Changes for the Year							
Amortization for the Year							**-**
District Entered		12,398,590	1,617,988	951,529	20,868	2,397,694	**17,386,669**
		12,398,590	1,617,988	951,529	20,868	2,397,694	**17,386,669**
Deemed Disposals			822,739	1,062,848	-	3,040,075	**4,925,662**
Written-off During Year							**-**
District Entered							**-**
		-	822,739	1,062,848	-	3,040,075	**4,925,662**
Accumulated Amortization, end of year		278,490,347	7,647,383	5,387,581	46,465	5,841,518	**297,413,294**
Tangible Capital Assets - Net	**77,511,607**	**441,146,664**	**9,630,955**	**3,741,419**	**73,775**	**5,366,204**	**537,470,624**

School District No. 23 (Central Okanagan)

Schedule 4B (Unaudited)

Tangible Capital Assets - Work in Progress
Year Ended June 30, 2026

	Buildings	Furniture and Equipment	Computer Software	Computer Hardware	Total
	$	$	$	$	$
Work in Progress, beginning of year	91,356,748				**91,356,748**
Changes for the Year					
Increase:					
Deferred Capital Revenue - Bylaw	64,148,074				**64,148,074**
	64,148,074	-	-	-	**64,148,074**
Decrease:					
Transferred to Tangible Capital Assets	19,698,397				**19,698,397**
	19,698,397	-	-	-	**19,698,397**
Net Changes for the Year	44,449,677	-	-	-	**44,449,677**
Work in Progress, end of year	**135,806,425**	-	-	-	**135,806,425**

School District No. 23 (Central Okanagan)

Deferred Capital Revenue
Year Ended June 30, 2026

	Bylaw Capital	Other Provincial	Other Capital	Total Capital
	$	$	$	$
Deferred Capital Revenue, beginning of year	225,075,037	24,990,870	2,894,370	**252,960,277**
Changes for the Year				
Increase:				
Transferred from Deferred Revenue - Capital Additions	8,453,709	1,455,571	242,879	**10,152,159**
Transferred from Work in Progress	12,743,976	3,776,142		**16,520,118**
	21,197,685	5,231,713	242,879	**26,672,277**
Decrease:				
Amortization of Deferred Capital Revenue	11,295,267	784,394	552,381	**12,632,042**
	11,295,267	784,394	552,381	**12,632,042**
Net Changes for the Year	9,902,418	4,447,319	(309,502)	**14,040,235**
Deferred Capital Revenue, end of year	234,977,455	29,438,189	2,584,868	**267,000,512**
Work in Progress, beginning of year	84,402,327	3,776,142		**88,178,469**
Changes for the Year				
Increase				
Transferred from Deferred Revenue - Work in Progress	64,148,074			**64,148,074**
	64,148,074	-	-	**64,148,074**
Decrease				
Transferred to Deferred Capital Revenue	12,743,976	3,776,142		**16,520,118**
	12,743,976	3,776,142	-	**16,520,118**
Net Changes for the Year	51,404,098	(3,776,142)	-	**47,627,956**
Work in Progress, end of year	135,806,425	-	-	**135,806,425**
Total Deferred Capital Revenue, end of year	**370,783,880**	**29,438,189**	**2,584,868**	**402,806,937**

School District No. 23 (Central Okanagan)

Changes in Unspent Deferred Capital Revenue
Year Ended June 30, 2026

	Bylaw Capital	MECC Restricted Capital	Other Provincial Capital	Land Capital	Other Capital	Total
	$	$	$	$	$	$
Balance, beginning of year	115,116	1,754,856	1,041,797	3,471,706		**6,383,475**
Changes for the Year						
Increase:						
Provincial Grants - Ministry of Education and Child Care	73,828,085					**73,828,085**
Provincial Grants - Other			1,475,497			**1,475,497**
Other					242,879	**242,879**
Investment Income		56,328		111,437		**167,765**
Transfer project surplus to MECC Restricted (from) Bylaw	(16,327)	16,327				**-**
School Site Acquisition Charges				696,776		**696,776**
	73,811,758	72,655	1,475,497	808,213	242,879	**76,411,002**
Decrease:						
Transferred to DCR - Capital Additions	8,453,709		1,455,571		242,879	**10,152,159**
Transferred to DCR - Work in Progress	64,148,074					**64,148,074**
Transferred to Revenue - Site Purchases	1,223,936					**1,223,936**
	73,825,719	-	1,455,571	-	242,879	**75,524,169**
Net Changes for the Year	(13,961)	72,655	19,926	808,213	-	**886,833**
Balance, end of year	**101,155**	**1,827,511**	**1,061,723**	**4,279,919**	-	**7,270,308**