

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD

FINANCIAL STATEMENTS

August 31st 2000

Monteith, Monteith & Co.

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AUDITORS' REPORT

To the Trustees of the
Huron-Perth Catholic District School Board:

We have audited the balance sheet of the Huron-Perth Catholic District School Board as at August 31st, 2000, and the Revenue Fund Statement of Operations and the Capital Fund Statement of Operations for the year then ended. These financial statements are the responsibility of the Board's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Huron-Perth Catholic District School Board as at August 31st, 2000, and the results of its operations for the year then ended in accordance with the accounting principles described in Note 1 to the financial statements.

CHARTERED ACCOUNTANTS.

Stratford, Ontario,
November 23th, 2000.

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
BALANCE SHEET
 August 31st 2000

Statement 1

	<u>2000</u>	<u>1999</u>
	\$	\$
<u>ASSETS</u>		
Current:		
Cash	60,120	38,775
Cash - Workplace Safety Reserve Fund (Note 6)	84,814	108,214
Accounts Receivable (Note 4)	1,861,154	1,978,453
Prepaid Expense	136,655	83,729
	2,142,743	2,209,171
Capital Outlay to be Recovered in Future Years (Note 1 (b)) (Statement 3)	4,328,826	2,139,418
	6,471,569	4,348,589
<u>LIABILITIES</u>		
Current:		
Bank Indebtedness	2,754,600	220,061
Bank Loan (Note 10)	1,100,000	--
Accounts Payable and Accrued Liabilities (Note 5)	1,063,677	2,449,401
Other	98,648	136,377
	5,016,925	2,805,839
Reserves and Reserve Funds:		
Workplace Safety Reserve\Reserve Fund (Note 1(c), 6)	418,752	385,248
Reserve for Working Funds (Note 1(c), 7)	273,501	473,912
Equity in Reserve Funds (Note 1(c), 8)	97,244	97,244
Pupil Accomodation Reserve Fund (Note 1(c), 9)	665,147	665,147
	1,454,644	1,621,551
Accumulated Surplus (Deficit) (Note 1(d)) (Statement 2)	--	(78,801)
	6,471,569	4,348,589

(SEE ACCOMPANYING NOTES to FINANCIAL STATEMENTS)

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
REVENUE FUND STATEMENT of OPERATIONS
for the year ended August 31st 2000

	<u>2000</u>	<u>1999</u>
	\$	\$
Expenditure:		
Classroom	17,379,684	16,443,508
Non-classroom	4,790,403	4,337,223
Administration	1,192,927	1,273,711
Pupil Transportation	3,756,801	3,740,195
Pupil Accomodation	3,731,614	2,703,982
Other Non-operating Expenditures	147,999	55,882
	<hr/>	<hr/>
Total Expenditure	30,999,428	28,554,501
Recovery of Expenditure:		
School Boards - Tuition Fees and Other	546,476	505,786
Government of Ontario - Other	350,275	19,247
Government of Canada	--	35,500
Individuals - Tuition Fees	7,486	--
Other Revenue Excluding Transfers from Reserves	214,636	121,543
	<hr/>	<hr/>
Total Recovery of Expenditure	1,118,873	682,076
Net Expenditure	<u>29,880,555</u>	<u>27,872,425</u>
Financing of Net Expenditure:		
Government of Ontario General Legislative Grants	22,339,040	20,738,380
	<hr/>	<hr/>
Local Taxation:		
Previous Year's Over-Requisition	(78,801)	4,161
Local Taxes Raised in the Current Period	7,453,409	7,679,332
	<hr/>	<hr/>
	7,374,608	7,683,493
Net (Increase) Decrease in Reserves:		
Workplace Safety Reserve\Reserve Fund (Note 6)	(33,504)	(53,467)
Reserve for Working Funds (Note 7)	200,411	118,373
Equity in Reserve Funds (Note 8)	--	(28,008)
Pupil Accomodation Reserve Funds (Note 9)	--	(665,147)
	<hr/>	<hr/>
	166,907	(628,249)
Accumulated Deficit (Surplus) at Year End (Statement 1)	<hr/>	<hr/>
	--	78,801
Total Financing	<u>29,880,555</u>	<u>27,872,425</u>

(SEE ACCOMPANYING NOTES to FINANCIAL STATEMENTS)

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
CAPITAL FUND STATEMENT of OPERATIONS
for the year ended August 31st 2000

	<u>2000</u> \$	<u>1999</u> \$
Balance at Beginning of Year not Permanently Financed	<u>2,139,418</u>	<u>2,178,968</u>
Capital Expenditure:		
Capital Assets and Work in Progress		
New Pupil Places	2,894,116	246,748
School Renewal	385,251	145,040
Non-instructional Capital	16,921	88,874
Instructional Computers	215,217	161,258
Personalized Special Education Equipment	83,984	18,998
Other Capital Expenditures	<u>293,006</u>	<u>33,738</u>
Total Capital Expenditure	<u>3,888,495</u>	<u>694,656</u>
Capital Expenditure Financed from the Revenue Fund	<u>(1,699,087)</u>	<u>(734,206)</u>
Balance at End of Year not Permanently Financed (Statement 1)	<u><u>4,328,826</u></u>	<u><u>2,139,418</u></u>

(SEE ACCOMPANYING NOTES to FINANCIAL STATEMENTS)

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
NOTES to the FINANCIAL STATEMENTS
August 31st 2000

1. Significant Accounting Policies:

The financial statements have been prepared by the Board using accounting principles that are prescribed by the Ministry of Education and Training and are considered appropriate for Ontario School Boards. These principles are in accordance with generally accepted accounting principles except as follows:

(a) Accrual Accounting:

Revenue and expenditure are accounted for on the accrual basis of accounting, with the following exceptions:

- (i) No provision is made for interest on unmatured debenture debt from the date of payment to the year end.
- (ii) No provision is made to record the liability for retirement and/or sick leave benefits accruing over the working lives of employees.
- (iii) Supplementary taxes and tax write-offs have not been accrued for 2000.

(b) Capital Assets:

Capital Assets are expensed unless they are to be financed by long-term debt. Principal and interest charges on net long-term liabilities are included as expenditures in the period due. Capital assets including capital leases, described as "Capital Outlay to be Recovered in Future Years", are included on the balance sheet only to the extent of the balance of the related net long-term liabilities outstanding and of the related temporary financing including financing from the Revenue Fund at the year end.

(c) Reserves and Reserve Funds:

Reserves and Reserve Funds represent funds appropriated for general and specific purposes and are charged or credited to Revenue Fund Operations in the year appropriated or drawn down. The amounts in Reserves and Reserve Funds are approved by the Board and are within the limits defined in the Education Act.

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD

NOTES to the FINANCIAL STATEMENTS

August 31st 2000

(d) Accumulated Surplus (Deficit) at Year-end:

The difference between the net expenditures of any year and the amounts received to finance these expenditures is carried forward to the subsequent year to either increase or reduce the net revenue requirement.

(e) Legislative Grant:

The Legislative Grant calculations are prepared by the Board annually and submitted to the Ministry of Education and Training for their final approval. Reassessments, when they occur, will be recorded in that year.

2. Retirement Gratuities Plans:

Upon retirement, after 12 years consecutive service with this Board, employees who have applied for a pension under the provisions of the Teachers' Superannuation Act, or the Ontario Municipal Employees Retirement System shall be entitled to payment of a sick leave gratuity. The maximum sick leave gratuity payable on retirement is limited to 20% of annual salary at the date of retirement.

In 2000, payments of \$71,658 (1999 - \$43,438) were made under these plans.

As at August 31st, 2000 the estimated liability under these plans is \$822,087 (1999 - \$764,572). No provision for this contingency has been reflected in the financial statements.

3. Pension Plan Costs:

All non-teaching employees of the Board are eligible to be members of the Ontario Municipal Employees Retirement System which is a multi-employer final average pay contributory plan. Employer contributions made to the plan during the year by the Board amounted to \$Nil (1999 - \$Nil). Effective August 1st, 1998 the OMERS Board has introduced a temporary contribution holiday for active members and participating employers. It is anticipated that the holiday will continue until December 31, 2001.

Not shown in the financial statements of the Board are the employer's contributions to the Teachers' Superannuation Fund. The funding for such is provided directly by the Government of Ontario.

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
NOTES to the FINANCIAL STATEMENTS
August 31st 2000

4. Accounts Receivable

	<u>2000</u>	<u>1999</u>
	\$	\$
Municipalities	929,661	1,865,340
Other School Boards	196,118	--
Government of Ontario	332,981	--
Government of Canada	351,595	53,698
Other	<u>50,799</u>	<u>59,415</u>
	<u><u>1,861,154</u></u>	<u><u>1,978,453</u></u>

5. Accounts Payable and Accrued Liabilities:

	<u>2000</u>	<u>1999</u>
	\$	\$
Province of Ontario	--	1,539,357
Trade Payables and Accrued Liabilities	<u>1,063,677</u>	<u>910,044</u>
	<u><u>1,063,677</u></u>	<u><u>2,449,401</u></u>

6. Workplace Safety Reserve/Reserve Fund:

The Board is a schedule 2 employer under the Workplace Safety and Insurance Board. As the Board is responsible for any claims arising from workplace injury it has accumulated a reserve to cover any future claims.

	<u>2000</u>	<u>1999</u>
	\$	\$
Balance, Beginning of Year	385,248	331,781
Net Increase in Reserve/Reserve Fund	<u>33,504</u>	<u>53,467</u>
Balance, End of Year	<u><u>418,752</u></u>	<u><u>385,248</u></u>

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
NOTES to the FINANCIAL STATEMENTS
August 31st 2000

7. Reserve for Working Funds:

	<u>2000</u>	<u>1999</u>
	\$	\$
Balance, Beginning of Year	473,912	592,285
Net Increase (Decrease) in Reserve	<u>(200,411)</u>	<u>(118,373)</u>
Balance, End of Year	<u><u>273,501</u></u>	<u><u>473,912</u></u>

8. Equity in Reserve Funds:

	<u>2000</u>	<u>1999</u>
	\$	\$
Balance, Beginning of Year	97,244	69,236
Net Increase (Decrease) in Reserve	<u>--</u>	<u>28,008</u>
Balance, End of Year	<u><u>97,244</u></u>	<u><u>97,244</u></u>

9. Pupil Accommodation Reserve Fund:

	<u>2000</u>	<u>1999</u>
	\$	\$
Balance, Beginning of Year	665,147	--
Net Increase in Reserve	<u>--</u>	<u>665,147</u>
Balance, End of Year	<u><u>665,147</u></u>	<u><u>665,147</u></u>

10. Bank Loan:

Term bank loan bears interest at of 7.25% with the Canadian Imperial Bank of Commerce. The term of the loan is at the Board's option.

HURON-PERTH CATHOLIC DISTRICT SCHOOL BOARD
NOTES to the FINANCIAL STATEMENTS
August 31st 2000

11. Contractual Obligations:

The Board has entered into contracts totalling \$4,340,480 for the construction of additions to the two secondary schools. The balance of the contract to be completed within the next year is \$4,209,081.

12. Prior Year Comparative Figures:

The prior year comparative figures have been restated to comply with the method of presentation adopted this year.