

Financial statements of

**Wellington Catholic District School  
Board**

August 31, 2009

# Wellington Catholic District School Board

August 31, 2009

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## **Management Report**

### **Management's responsibility for the financial statements**

The accompanying financial statements of the Wellington Catholic District School Board are the responsibility of the Board management and have been prepared in compliance with legislation, and in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants. A summary of the significant accounting policies is described in Note 1 to 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.

Board management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the financial statements. These systems are monitored and evaluated by management.

The Board meets with management and the external auditors to review the financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the financial statements.

The financial statements have been audited by Deloitte & Touche LLP, independent external auditors which have been appointed by the Board. The accompanying Auditors' Report outlines their responsibilities, the scope of their examination and their opinion on the Board's financial statements.

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Director of Education

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Superintendent of Corporate Services  
and Treasurer

## Auditors' Report

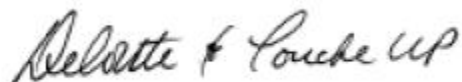
To the Board of Trustees of the  
Wellington Catholic District School Board

We have audited the statement of financial position of Wellington Catholic District School Board as at August 31, 2009 and the statements of financial activities and changes in financial position 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.

Except as explained in the following paragraph, we conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and 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 common with many school boards, individual schools derive revenue from school fundraising activities held throughout the year. Adequate documentation and controls were not in place throughout the year to allow us to obtain satisfactory audit verification as to the completeness of these revenues. Accordingly, our verification of these revenues was limited to the amounts recorded in the records of the individual schools and we were not able to determine whether adjustments might be necessary to school fundraising revenue, net revenue, financial assets and net financial position.

In our opinion, except for the effect of adjustments, if any, which we might have determined to be necessary had we been able to satisfy ourselves concerning the completeness of school fundraising revenue referred to in the preceding paragraph, these financial statements present fairly, in all material respects, the financial position of Wellington Catholic District School Board as at August 31, 2009 and the results of its operations and the changes in its financial position for the year then ended in accordance with Canadian generally accepted accounting principles.



Chartered Accountants  
Licensed Public Accountants  
October 30, 2009

# Wellington Catholic District School Board

## Statement of financial position

as at August 31, 2009

	2009	2008
	\$	\$
<b>Financial assets</b>		
Cash	1,615,264	937,268
Accounts receivable	2,994,768	3,381,734
Investments	-	600,000
<b>Total financial assets</b>	<b>4,610,032</b>	4,919,002
<b>Financial liabilities</b>		
Bank indebtedness and short-term borrowings (Note 3)	-	2,065,000
Accounts payable and accrued liabilities	6,447,435	5,345,805
Net long-term liabilities (Note 4)	68,898,015	68,163,287
Deferred revenue - reserves (Note 5)	418,851	116,560
Retirement and other employee future benefits (Note 7)	6,553,105	6,461,474
<b>Total financial liabilities</b>	<b>82,317,406</b>	82,152,126
<b>Net financial liabilities</b>	<b>(77,707,374)</b>	(77,233,124)
<b>Non-financial assets</b>		
Prepaid expenses	101,080	107,928
<b>Total non-financial assets</b>	<b>101,080</b>	107,928
<b>Net liabilities</b>	<b>(77,606,294)</b>	(77,125,196)
<b>Financial position</b>		
Operating fund - Schedule 1	-	-
Capital fund - Schedule 2	(6,850,836)	(6,019,919)
Reserve fund - Schedule 3 (Note 6)	5,973,350	4,678,841
School activities fund - Schedule 4	610,753	647,876
<b>Total fund balance</b>	<b>(266,733)</b>	(693,202)
Amounts to be recovered (Note 8)	(77,339,561)	(76,431,994)
<b>Net financial position</b>	<b>(77,606,294)</b>	(77,125,196)

Approved on behalf of the Board

\_\_\_\_\_ Chairman of the Board

\_\_\_\_\_ Director of Education

# Wellington Catholic District School Board

## Statement of financial activities

year ended August 31, 2009

	2009 Budget	2009	2008
	\$	\$	\$
	(Unaudited)		
<b>Revenues</b>			
Local taxation	18,365,782	18,682,676	18,174,862
Provincial grants - student focused funding	59,661,216	61,616,861	58,760,901
Provincial grants - other	495,400	1,412,375	1,393,127
Other revenues - school boards	570,000	510,908	577,145
Other fees and revenues	651,915	757,156	1,460,871
Investment income	80,000	83,715	208,923
School fundraising - Schedule 4	3,100,000	3,545,249	3,305,934
<b>Total revenues</b>	<b>82,924,313</b>	<b>86,608,940</b>	<b>83,881,763</b>
<b>Expenditures</b>			
Instruction	56,946,558	59,543,651	56,972,147
Administration	3,614,564	3,146,355	3,357,837
Transportation	4,575,000	4,262,059	4,286,218
School operation and maintenance	6,227,527	6,454,867	6,189,891
Pupil accommodation	5,433,200	9,801,560	8,723,337
Other	25,000	292,326	(1,787,626)
School funded activities - Schedule 4	3,050,000	3,582,372	3,177,465
<b>Total expenditures (Note 10)</b>	<b>79,871,849</b>	<b>87,083,190</b>	<b>80,919,269</b>
<b>Net revenues (expenditures)</b>	<b>3,052,464</b>	<b>(474,250)</b>	<b>2,962,494</b>
(Decrease) in prepaid expenses	-	(6,848)	(25,609)
(Decrease) in non-financial assets	-	(6,848)	(25,609)
<b>Change in net assets</b>	<b>3,052,464</b>	<b>(481,098)</b>	<b>2,936,885</b>
<b>Financing transactions</b>			
Long-term financing issued	3,233,607	3,799,686	1,216,228
Debt repayments and sinking fund contributions	(2,977,590)	(3,064,958)	(3,107,365)
Increase in unfunded liabilities	-	172,839	121,591
<b>Change in amounts to be recovered</b>	<b>256,017</b>	<b>907,567</b>	<b>(1,769,546)</b>
<b>Change in fund balances</b>	<b>3,308,481</b>	<b>426,469</b>	<b>1,167,339</b>
<b>Opening fund balances</b>	<b>(4,720,912)</b>	<b>(693,202)</b>	<b>(1,860,541)</b>
<b>Closing fund balances</b>	<b>(1,412,431)</b>	<b>(266,733)</b>	<b>(693,202)</b>

# Wellington Catholic District School Board

## Statement of changes in financial position year ended August 31, 2009

	2009	2008
	\$	\$
<b>Operating activities</b>		
Net revenues (expenditures)	(474,250)	2,962,494
Sources and (uses)		
Decrease (increase) in accounts receivable	386,966	(2,322,623)
Increase (decrease) in accounts payable and accrued liabilities	1,101,630	(137,230)
Increase (decrease) in deferred revenue - reserves	302,291	(349,369)
Increase in employee future benefits payable	91,631	8,499
Net increase in cash from operations	1,408,268	161,771
<b>Investing activity</b>		
Decrease in investments	600,000	400,000
<b>Financing activities</b>		
(Decrease) increase in bank indebtedness	(2,065,000)	1,365,000
Long-term liabilities issued	3,799,686	1,216,228
Debt repayments and sinking fund contributions	(3,064,958)	(3,107,365)
Net (decrease) in cash from financing	(1,330,272)	(526,137)
Change in cash	677,996	35,634
Cash, beginning of year	937,268	901,634
<b>Cash, end of year</b>	<b>1,615,264</b>	<b>937,268</b>

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 1. Significant accounting policies

The financial statements have been prepared by the Board in accordance with generally accepted accounting principles for local governments established by the Public Sector Accounting Board of The Canadian Institute of Chartered Accountants.

#### *Reporting entity*

The reporting entity is comprised of all organizations accountable for the administration of their financial affairs and resources to the Board and which are controlled by the Board, including the school generated funds, which include the assets, liabilities, revenues, expenditures and fund balances of various organizations that exist at the school level and which are controlled by the Board are reflected in the financial statements.

All material inter-organizational transactions and balances between these organizations are eliminated upon preparation of the financial statements.

#### *Trust funds*

Trust funds and their related operations administered by the Board are not included in the financial statements as they are not controlled by the Board.

#### *Basis of accounting*

Revenues and expenditures are reported on the accrual basis of accounting. The accrual basis of accounting recognizes revenues as they are earned and measurable; expenditures are the cost of goods and services acquired in the period whether or not payment has been made or invoices received.

#### *Cash*

Cash consists of cash on deposit with the Board's bankers.

#### *Capital assets*

The historical cost and accumulated depreciation of capital assets are not reported. Capital assets are reported as expenditures on the Statement of financial activities in the year of acquisition.

#### *Deferred revenue*

Certain amounts are received pursuant to legislation, regulation or agreement and may only be used in the conduct of certain programs or in the delivery of specific services and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed.

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 1. Significant accounting policies (continued)

#### *Retirement and other employee future benefits*

The Board provides defined retirement and other future benefits to specified employee groups. These benefits include pension, life insurance and health care benefits, retirement gratuity and workers' compensation. The Board has adopted the following policies with respect to accounting for these employee benefits:

- a) The costs of self insured retirement and other employee future benefit plans are actuarially determined using management's best estimate of salary escalation, accumulated sick days at retirement, insurance, health care costs trends, long-term inflation rates and discount rates.

For self insured retirement and other employee future benefits that vest or accumulate over the periods of service provided by employees, such as retirement gratuities and life insurance and health care benefits for retirees, the cost is actuarially determined using the projected benefits method prorated on service. Under this method, the benefit costs are recognized over the expected average service life of the employee group. Any actuarial gains and losses related to the past service of employees are amortized over the expected average remaining service life of the employee group.

For those self-insured benefit obligations that arise from specific events that occur from time to time, such as obligations for worker's compensation, the cost is recognized immediately in the period the events occur. Any actuarial gains and losses that are related to these benefits are recognized immediately in the period they arise.

- b) The costs of multi-employer defined pension plan benefits, such as the Ontario Municipal Employees Retirement System pensions, are the employer's contribution due to the plan in the period.
- c) The costs of insured benefits are the employer's portion of insurance premiums owed for coverage of employees during the period.
- d) The costs of non vesting sick leave benefits are actuarially determined using management's best estimate of salary escalation, accumulated sick days at retirement, long-term inflation rates and discount rates.

#### *Reserve and reserve funds*

Certain amounts, as approved by the Board of Trustees, are set aside in reserves and reserve funds for future operating and capital purposes. Transfers to and/or from reserves and reserve funds are an adjustment to the respective fund when approved.

#### *Government transfers*

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made.

#### *Investment income*

Investment income earned on surplus operating funds, capital funds, reserves and reserve funds are reported as revenue in the period earned.

Investment income earned on externally restricted funds such as pupil accommodation, education development charges and special education is added to the fund balance and forms part of the respective deferred revenue balances.

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 1. Significant accounting policies (continued)

#### *Budget figures*

Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Trustees. The budget approved by the Trustees is developed in accordance with the provincially mandated funding model for school boards and is used to manage program spending within the guidelines of the funding model. Given differences between the funding model and generally accepted accounting principles for local governments established by the Public Sector Accounting Board, the budget figures presented have been adjusted to conform with this basis of accounting as it is used to prepare the financial statements. The budget figures are unaudited.

#### *Use of estimates*

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenditures during the year. Actual results could differ from these estimates.

### 2. Tangible capital assets

#### *(Unaudited)*

For fiscal years beginning on or after January 1, 2009 the Board will be required to report the cost and the accumulated amortization of tangible capital assets in its financial statements in accordance with The Public Sector Accounting Handbook PS3150 – Tangible Capital Assets.

For 2009, Public Sector Guideline 7 requires the disclosure of tangible capital asset information in the notes to the financial statements to the extent that reliable information is available.

Tangible capital assets will be recorded at historical cost. Historical cost includes the costs directly related to the acquisition, design, construction, development, improvement or betterment of tangible capital assets. Cost includes overheads directly attributable to construction and development. Estimated historical cost was used to record existing tangible capital asset accounting, if the actual cost was unknown when the board first started to prepare to implement tangible capital asset accounting.

Amortization is reflected on a straight-line basis over the estimated useful life of the assets at the following amortization rates:

Land improvements with finite lives	15 years
Buildings	40 years
Portable structures	20 years
Other buildings	20 years
Furniture and equipment	10 years
Computer hardware and software	5 years
Vehicles	5 years

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

### 2. Tangible Capital Assets (continued)

	Cost			Balance at August 31, 2009	Accumulated Amortization			Net book value August 31, 2009	Net book value August 31, 2008
	Balance at September 1, 2008	Additions, adjustments &	Disposals		Balance at September 1, 2008	Amortization	Disposals, write offs & adjustments		
	\$	\$	\$	\$		\$			
Land	10,404,229	3,265,129	-	13,669,358	-	-	-	13,669,358	10,404,229
Land improvements	48,689	-	-	48,689	7,304	3,319	-	10,623	38,066
Buildings (40 yrs)	112,015,015	1,009,969	567,295	112,457,689	21,596,558	2,900,187	-	24,496,745	87,960,944
Portable structures	1,863,076	266,998	-	2,130,074	985,992	99,548	-	1,085,540	1,044,534
Furniture and equipment	3,779,990	29,866	-	3,809,856	2,001,317	389,064	-	2,390,381	1,419,475
Computer hardware and software	1,291,988	203,123	-	1,495,111	557,844	257,215	-	815,059	680,052
Vehicles	56,230	-	-	56,230	45,329	10,901	-	56,230	-
Pre acquisition and construction cost	-	1,818,520	-	1,818,520	-	-	-	-	1,818,520
<b>Total</b>	<b>129,459,217</b>	<b>6,593,605</b>	<b>567,295</b>	<b>135,485,527</b>	<b>25,194,344</b>	<b>3,660,234</b>	<b>-</b>	<b>28,854,578</b>	<b>106,630,949</b>

### 3. Bank indebtedness and short-term borrowings

Short-term borrowings during the year consist of 90-day Bankers Acceptances, are unsecured and bear interest of prime less 0.25 percent (2008 – prime less 0.7 percent).

### 4. Net long-term liabilities

Net long-term debt reported on the Statement of financial position is comprised of the following:

	2009	2008
	\$	\$
Debenture #1 - 1995 (14882-F)	600,000	1,150,000
Debenture #2 - 1997 (15647)	845,000	1,028,000
Debenture #3 - 2001-A3	17,581,421	18,106,707
Debenture #4 - 2002-02	24,460,448	25,176,010
Debenture #5 - sinking fund debenture 2001-A1	6,732,756	6,732,756
Debenture #6 - sinking fund Debenture 2002-01	3,354,430	3,354,430
Non-revolving bank loan	8,000,000	8,400,000
EDC loan	1,706,655	2,026,484
75 Woolwich property	-	415,370
GPL Stage #1 - loan	1,377,558	1,412,105
GPL Stage #2 - loan	1,190,240	1,216,228
GPL Stage #3 - loan	3,984,042	-
Obligation under capital leases	138,342	29,840
	<b>69,970,892</b>	<b>69,047,930</b>
Less: Sinking fund assets	<b>(1,072,877)</b>	<b>(884,643)</b>
<b>Balance as at August 31</b>	<b>68,898,015</b>	<b>68,163,287</b>

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

#### 4. Net long-term liabilities (continued)

Principal payments relating to net long-term liabilities of \$68,898,015 outstanding as at August 31, 2009 are due as follows:

	Principal and sinking fund contributions	Interest	Total
	\$	\$	\$
2009/10	3,161,715	4,121,344	7,283,059
2010/11	2,662,671	3,927,060	6,589,731
2011/12	2,770,189	3,782,032	6,552,221
2012/13	2,838,604	3,614,486	6,453,090
2013/14	8,786,984	3,471,696	12,258,680
Thereafter	48,677,852	21,156,908	69,834,760
<b>Net long-term liabilities</b>	<b>68,898,015</b>	<b>40,073,526</b>	<b>108,971,541</b>

Included in net long-term debt are outstanding debentures of \$10,087,186 (2008 - \$10,087,186) secured by sinking fund assets with a carrying value of \$1,072,877 (market value - \$1,122,466). Sinking fund assets are comprised of short-term notes and deposits, government and government-guaranteed bonds and debentures and corporate bonds.

#### 5. Deferred revenue - reserves

The use of certain reserve funds are restricted by the provincial government regulations. It is a requirement of the public sector accounting principles of the Canadian Institute of Chartered Accountants that these reserve funds be reported as deferred revenue.

Deferred revenue set-aside for specific purposes by legislation, regulation or agreement as at August 31, 2009 is comprised of:

	2009	2008
	\$	\$
Other	418,851	116,560
	<b>418,851</b>	<b>116,560</b>

The continuity of deferred revenue – reserve of the Board is summarized below:

	2009	2008
	\$	\$
Balance, beginning of year	116,560	465,928
Increase in deferred revenue	803,977	647,926
Interest earned	977	-
	<b>921,514</b>	<b>1,113,854</b>
Deferred revenue recognized	502,663	997,294
<b>Balance, end of year</b>	<b>418,851</b>	<b>116,560</b>

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

### 6. Reserves and reserve funds

Reserves and reserve funds set-aside for specific purposes by the Board of Trustees as at August 31, 2009 are comprised of:

	2009	2008
	\$	\$
Reserve for working funds	4,076,420	3,076,420
Other	1,896,930	1,602,421
	<b>5,973,350</b>	<b>4,678,841</b>

### 7. Retirement and other employee future benefits

				2009	2008
	Retirement	Sick	Other	Total	Total
	benefits	leave	employee	employee	employee
	\$	\$	\$	\$	\$
Accrued employee future benefit obligations	2,476,722	3,957,567	633,231	7,067,520	7,011,711
Unamortized actuarial (gain) loss	(307,450)	821,865	-	514,415	550,237
Employee future benefits liability	<b>2,784,172</b>	<b>3,135,702</b>	<b>633,231</b>	<b>6,553,105</b>	<b>6,461,474</b>

				2009	2008
	Retirement	Sick	Other	Total	Total
	benefits	leave	employee	employee	employee
	\$	\$	\$	\$	\$
Current year benefit cost	152,923	178,994	357,876	689,793	494,355
Amortized actuarial (gain) loss	(33,900)	69,722	-	35,822	35,822
Interest on accrued benefit obligation	108,527	177,321	-	285,848	292,223
Employee future benefits expense	<b>227,550</b>	<b>426,037</b>	<b>357,876</b>	<b>1,011,463</b>	<b>822,400</b>

Above amounts exclude pension contributions to the Ontario Municipal Employees Retirement System, a multi-employer pension plan, described below.

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 7. Retirement and other employee future benefits (continued)

#### *Retirement benefits*

##### a) Ontario Teacher's Pension Plan

Teachers and related employee groups are eligible to be members of Ontario Teacher's Pension Plan. Employer contributions for these employees are provided directly by the Province of Ontario. The pension costs and obligations related to this plan are a direct responsibility of the Province. Accordingly, no costs or liabilities related to this plan are included in the Board's financial statements.

##### b) Ontario Municipal Employees Retirement System

All non-teaching employees of the Board are eligible to be members of the Ontario Municipal Employees Retirement System (OMERS), a multi-employer pension plan. The plan provides defined pension benefits to employees based on their length of service and rates of pay. Effective January 1, 2009 employee contribution rates were 6.3% for up to \$46,300 of yearly maximum pensionable earnings and 9.5% over this limit. The Board contributions equal the employee contributions to the plan. During the year ended August 31, 2009, the Board contributed \$617,772 (2008 - \$594,780) to the plan. As this is a multi-employer pension plan, these contributions are the Board's pension benefit expenses. No pension liability for this type of plan is included in the Board's financial statements.

##### c) Retirement gratuities

The Board provides retirement gratuities to certain groups of employees hired prior to specified dates. The amount of the gratuities paid to eligible employees at retirement is based on their salary, accumulated sick days, and years of service at retirement. The Board provides these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

##### d) Retirement Life Insurance and Health Care Benefits

The Board continues to provide life insurance, dental and health care benefits to certain employee groups after retirement until the members reach 65 years of age. The Board provides these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

#### *Sick leave benefits*

Regular full-time employees are allocated sick days to be used as paid absences in the year, due to illness or injury. Part-time employees are entitled to prorated days based on the proportion of part-time to full-time work. Employees are allowed to accumulate or bank unused sick day credits each year, up to the allowable maximum in their respective employment agreements.

Accumulated credits may be used in future years to the extent that the duration of the employee's illness or injury exceeds the current year's allocation of credits. Sick day credits are paid out at the salary in effect at the time of usage.

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 7. Retirement and other employee future benefits (continued)

#### *Other employee future benefits*

##### a) Workplace Safety and Insurance Board Obligations

The Board is a Schedule 2 employer under the Workplace Safety and Insurance Act and, as such, assumes responsibility for the payment of all claims to its injured workers under the Act. Occurrences over \$1,000,000 are insured by excess of loss coverage. Beginning January 1, 2005 the Board began participating in the Workers' Compensation Assistance Program with the School Boards' Co-operative Inc. (SBCI). For an annual fee, this program provides funds to Participating Members that incur claim costs on any workers' compensation incident between \$300,000 and \$1,000,000. The Board is self-insured for all other occurrences. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

The Board does not fund these obligations in advance of payments made under the Act. As of August 31, 2009, these obligations, as actuarially determined, amounted to \$601,231 (2008 – \$379,204) and are included in Employee Future Benefits Payable. The increase in this amount from the previous year has been expensed and was funded by the reserve fund.

There is a contingent liability relating to the Board's participation in the Workers' Assistance Program due to exposure to claims in excess of funds collected by SBCI.

##### b) Long-Term Disability Benefits

The Board provides long term disability benefits including partial salary compensation and payment of life insurance premiums and health care benefits during the period an employee is unable to work or until their normal retirement date. The benefit costs and liabilities are included in the Board's financial statements.

The accrued benefit obligations for employee future benefit plans as at August 31, 2009 are based on actuarial valuations for accounting purposes as at August 31, 2009. These actuarial valuations were based on assumptions about future events. The economic assumptions used in these valuations are the Board's best estimate of expected rates of:

	<b>2009</b>	2008
Inflation	<b>2.0%</b>	2.0%
Interest	<b>4.5%</b>	4.5%
Wage and salary escalation	<b>3.0%</b>	3.0%

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

### 8. Amounts to be recovered in future years

The amounts to be recovered in future years reported on the Statement of financial position are comprised of:

	2009	2008
	\$	\$
Capital outlay to be recovered in future years		
Net long-term debt (Note 4)	68,898,015	68,163,287
Amounts to be financed in future years		
Retirement and other employee future benefits liability (Note 7)	6,553,105	6,461,474
Vacation accrual	552,900	443,788
Interest accrual	1,335,541	1,363,445
	<b>77,339,561</b>	<b>76,431,994</b>

### 9. Debt charges and capital loans and leases interest

The expenditure for debt charges, capital loans and capital leases interest includes principal and interest payments as follows:

	2009	2008
	\$	\$
Principal payments on long-term liabilities	3,014,709	3,006,913
Interest payments on long-term liabilities	4,169,725	4,300,304
	<b>7,184,434</b>	<b>7,307,217</b>

### 10. Expenditure by object

The following is a summary of the current and capital expenditures reported on the Statement of financial activities by object:

	2009	2009	2008
	Budget	Actual	Actual
	\$	\$	\$
	(unaudited)		
Operating expenditures:			
Salary and wages	51,657,581	53,414,921	51,482,018
Employee benefits	7,002,222	7,027,570	6,530,099
Staff development	284,250	432,268	395,595
Supplies and services	5,162,164	4,934,938	4,826,509
Furniture and equipment	418,234	479,343	416,499
Interest	4,267,451	4,141,817	4,280,789
Rental expenditures	61,500	37,900	59,893
Fees and contract services	966,420	5,428,442	5,182,927
Other	5,442,023	643,414	(1,454,606)
Transfer to other boards	135,000	633,819	617,167
Capital expenditures - Schedule 2	1,425,004	6,326,386	5,404,914
School activity expenditures - Schedule 4	3,050,000	3,582,372	3,177,465
	<b>79,871,849</b>	<b>87,083,190</b>	<b>80,919,269</b>

# Wellington Catholic District School Board

## Notes to the financial statements

August 31, 2009

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### 11. Ontario School Board Insurance Exchange

The school board is a member of the Ontario School Board Insurance Exchange (OSBIE), a reciprocal insurance company licensed under the Insurance Act. OSBIE insures general public liability, property damage and certain other risks.

### 12. Contractual obligations and contingent liabilities

- a) At August 31, 2009 the Board has construction contracts outstanding for approximately \$9,604,000.
- b) In the normal course of operations, the Board becomes involved in various claims and legal proceedings. While the final outcome with respect to claims and legal proceedings pending at August 31, 2009 cannot be predicted with certainty, it is in the opinion of the Board that their resolution will not have a material adverse effect on the Board's financial position or results of operations.

### 13. Financial instruments

The carrying value for cash, accounts receivable, bank and other short-term borrowings, investments and accounts payable and accrued liabilities approximate fair market value because of their limited term. The intention of the Board is to retire the debt to maturity and therefore we have not determined the fair value of the long-term debt since the cost to do so would not be justified. Fair value estimates are made as at the balance sheet date based on relevant information and information about the financial instruments.

### 14. Trust funds

The Board's trust funds include the Student Awards/Scholarships and Self-Funded Leaves. The total net assets of the trust funds are \$137,808 (2008 - \$147,396) and \$188,877 (2008 - \$135,704) respectively.

### 15. Transportation consortium

Transportation services for the Board are provided in a consortium with the following Boards: Conseil scolaire du district catholique Centre-Sud, Conseil scolaire de district du Centre Sud-Ouest, Upper Grand District School Board and the Dufferin-Peel Catholic District School Board. Under the agreement, decisions related to the financial and operating activities are shared. No consortium member is in a position to exercise unilateral control. Operations have been included in these financial statements based on the share of net operating expenditures contributed by the Board during the fiscal period being reported. The Board paid \$3,751,151 for net expenditures in fiscal 2009 included within is \$142,327 for the Board's share of consortium administration expenditures.

### 16. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.

# Wellington Catholic District School Board

## Schedule of operating fund activities

year ended August 31, 2009

Schedule 1

	2009 Budget	2009	2008
	\$	\$	\$
	(unaudited)		
<b>Revenues</b>			
Local taxation	18,365,782	18,682,676	18,174,862
Provincial grants - student focused funding	59,661,216	61,616,861	58,760,901
Provincial grants - other	495,400	1,412,375	1,393,127
Other revenues - school boards	570,000	510,908	577,145
Other fees and revenues	131,915	405,453	929,505
Investment income	80,000	83,715	208,923
<b>Total revenues</b>	<b>79,304,313</b>	<b>82,711,988</b>	<b>80,044,463</b>
<b>Expenditures</b>			
Instruction	56,725,498	58,918,929	56,051,081
Administration	3,604,964	3,129,284	3,347,953
Transportation	4,575,000	4,262,059	4,286,218
School operations and maintenance	6,217,527	6,414,328	6,184,904
Pupil accommodation	4,248,856	4,157,506	4,254,359
Other	25,000	292,326	(1,787,626)
<b>Total expenditures</b>	<b>75,396,845</b>	<b>77,174,432</b>	<b>72,336,889</b>
<b>Net revenues</b>	<b>3,907,468</b>	<b>5,537,556</b>	<b>7,707,574</b>
(Decrease) in prepaid expenses	-	(6,848)	(25,609)
(Decrease) in non-financial assets	-	(6,848)	(25,609)
Debt repayments and sinking fund contributions	(2,977,590)	(3,064,958)	(3,107,365)
Increase in unfunded liabilities	-	172,839	121,591
<b>Net change in amounts to be recovered</b>	<b>(2,977,590)</b>	<b>(2,892,119)</b>	<b>(2,985,774)</b>
<b>Net transfers to other funds</b>			
Transfers to capital fund	(929,878)	(1,344,080)	(1,548,045)
Transfers to reserve fund	-	(1,294,509)	(3,148,146)
<b>Net transfers to other funds</b>	<b>(929,878)</b>	<b>(2,638,589)</b>	<b>(4,696,191)</b>
Change in operating fund balance	-	-	-
Opening balance - operating fund	-	-	-
<b>Closing balance - operating fund</b>	<b>-</b>	<b>-</b>	<b>-</b>

# Wellington Catholic District School Board

## Schedule of capital fund activities

year ended August 31, 2009

Schedule 2

	2009 Budget	2009	2008
	\$	\$	\$
	(unaudited)		
<b>Revenues</b>			
Education development charges	520,000	351,703	531,366
<b>Total revenues</b>	<b>520,000</b>	<b>351,703</b>	<b>531,366</b>
<b>Capital expenditures</b>			
Instruction	221,060	624,722	921,066
Administration	9,600	17,071	9,884
School operations and maintenance	10,000	40,539	4,987
Pupil accommodation	1,184,344	5,644,054	4,466,273
Other	-	-	2,705
<b>Total expenditures</b>	<b>1,425,004</b>	<b>6,326,386</b>	<b>5,404,915</b>
<b>Net expenditures</b>	<b>(905,004)</b>	<b>(5,974,683)</b>	<b>(4,873,549)</b>
<b>Long-term financing issued</b>	<b>3,233,607</b>	<b>3,799,686</b>	<b>1,216,228</b>
<b>Transfers from other funds</b>			
Transfers from operating fund	929,878	1,344,080	1,548,045
<b>Net transfers from other funds</b>	<b>929,878</b>	<b>1,344,080</b>	<b>1,548,045</b>
<b>Change in capital fund balance</b>	<b>3,258,481</b>	<b>(830,917)</b>	<b>(2,109,276)</b>
<b>Opening balance - capital fund</b>	<b>(5,909,896)</b>	<b>(6,019,919)</b>	<b>(3,910,643)</b>
<b>Closing balance - capital fund</b>	<b>(2,651,415)</b>	<b>(6,850,836)</b>	<b>(6,019,919)</b>

# Wellington Catholic District School Board

Schedule of reserve fund activities  
year ended August 31, 2009

Schedule 3

	<b>2009 Budget</b>	<b>2009</b>	<b>2008</b>
	\$	\$	\$
	<b>(unaudited)</b>		
<b>Revenues</b>			
Investment income	-	-	-
Net transfers from other funds			
Transfers from operating fund	-	<b>1,294,509</b>	3,148,146
Net transfers from other funds	-	<b>1,294,509</b>	3,148,146
Opening balance - reserve fund	<b>1,188,984</b>	<b>4,678,841</b>	1,530,695
<b>Closing balance - reserve fund</b>	<b>1,188,984</b>	<b>5,973,350</b>	4,678,841

# Wellington Catholic District School Board

Schedule of school fund activities  
year ended August 31, 2009

Schedule 4

	<b>2009 Budget</b>	<b>2009</b>	<b>2008</b>
	\$	\$	\$
	(unaudited)		
<b>Revenues</b>			
School fundraising and other revenues	<b>3,100,000</b>	<b>3,545,249</b>	3,305,934
<b>Expenditures</b>			
School funded activities	<b>3,050,000</b>	<b>3,582,372</b>	3,177,465
Change in school activities fund balance	<b>50,000</b>	<b>(37,123)</b>	128,469
Opening balance - school activities fund	<b>519,407</b>	<b>647,876</b>	519,407
<b>Closing balance -school activities fund</b>	<b>569,407</b>	<b>610,753</b>	647,876