

Renfrew County Catholic District School Board

Financial Statements

For the year ended 31 August 2009

**MACKILLICAN & ASSOCIATES**

CHARTERED ACCOUNTANTS



**Renfrew County  
Catholic District  
School Board**

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MANAGEMENT REPORT

**Management's Responsibility for the Financial Statements**


The accompanying financial statements of the Renfrew County Catholic District School Board are the responsibility of 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 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 MacKillican & Associates, Chartered Accountants, independent external auditors 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.

Michele Arbour

  
Director of Education

Mary Lynn Schauer

  
Superintendent of Business Services

*...as an inclusive Catholic  
educational community, we  
are called to express our  
mission as church, to pass  
on the Good News of Jesus  
Christ, to make it relevant in  
the world today, and to be  
the hope for the future.*

**MACKILLICAN & ASSOCIATES**  
CHARTERED ACCOUNTANTS

252 Raglan Street S.  
Renfrew, Ontario

AUDITORS' REPORT

To the Board of Trustees of the  
Renfrew County Catholic District School Board.

We have audited the consolidated statement of financial position of the Renfrew County Catholic District School Board as at 31 August 2009, and the consolidated 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.

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 our opinion, these consolidated financial statements present fairly, in all material respects, the financial position of the Renfrew County Catholic District School Board as at 31 August 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.

*Mackilligan & Associates*

RENFREW, Ontario.  
4 December 2009.

**Chartered Accountants,  
Licensed Public Accountants.**

Renfrew County Catholic District School Board

Consolidated Statement of Financial Position

For the year ended 31 August 2009

(with 2008 figures for comparison)

	<u>2009</u>	<u>2008</u>
Financial assets:		
Cash and cash equivalents	\$ 10,704,844	\$ 10,305,191
Accounts receivable	2,003,061	1,733,635
Other	<u>9,793</u>	<u>9,793</u>
	<u>\$ 12,717,698</u>	<u>\$ 12,048,619</u>
Financial liabilities:		
Accounts payable and accrued liabilities	\$ 2,667,485	\$ 2,806,812
Net long term liabilities (Note 6)	7,016,052	6,211,298
Deferred revenue: (Note 3)		
Reserves	2,708,129	1,728,361
Other	538,179	547,410
Employee future benefits (Note 4)	<u>6,585,066</u>	<u>6,257,533</u>
	<u>\$ 19,514,911</u>	<u>\$ 17,551,414</u>
Net financial liabilities	<u>\$ (6,797,213)</u>	<u>\$ (5,502,795)</u>
Non-financial assets:		
Prepaid expenses	\$ 103,388	\$ 107,440
Inventories of supplies	<u>518,863</u>	<u>454,508</u>
	<u>\$ 622,251</u>	<u>\$ 561,948</u>
Net liabilities	<u>\$ (6,174,962)</u>	<u>\$ (4,940,847)</u>
Financial position:		
Operating fund	\$ (6)	\$ (5)
Capital fund	(548,230)	502,924
Reserve fund	7,855,158	6,911,961
School activities fund	<u>303,748</u>	<u>287,896</u>
Total fund balances	\$ 7,610,670	\$ 7,702,776
Amounts to be recovered (Note 5)	<u>(13,785,632)</u>	<u>(12,643,623)</u>
Net financial position	<u>\$ (6,174,962)</u>	<u>\$ (4,940,847)</u>

Approved on behalf of the Board:

Michele Arlman Director of Education

Bob Sch Chairperson of the Board

(See accompanying notes)

**MACKILLICAN & ASSOCIATES**  
CHARTERED ACCOUNTANTS

Renfrew County Catholic District School Board

Consolidated Statement of Financial Activities

For the year ended 31 August 2009

(with 2009 budget and 2008 actual figures for comparison)

	2009 <u>Budget</u>	2009 <u>Actual</u>	2008 <u>Actual</u>
<b>Revenues:</b>			
Local taxation	\$ 7,931,276	\$ 8,155,737	\$ 8,032,446
Provincial grants - student needs	43,180,570	42,098,431	41,609,827
- other	401,973	1,075,495	1,160,768
Federal grants and fees	219,810	256,596	275,758
Other revenues - school boards		34,969	98,102
Other fees and revenues	160,355	462,679	535,957
Investment income	75,000	121,331	302,083
School fundraising		<u>1,004,377</u>	<u>989,113</u>
	<u>\$ 51,968,984</u>	<u>\$ 53,209,615</u>	<u>\$ 53,004,054</u>
<b>Expenditures:</b>			
Instruction	\$ 38,667,541	\$ 39,361,909	\$ 37,366,477
School operations and maintenance	4,663,759	4,650,889	4,318,459
Pupil accommodation	1,512,976	2,657,300	3,341,602
Transportation	3,940,820	3,978,063	3,586,378
Administration	2,187,844	2,029,054	2,116,058
Other operating expenses	826,332	838,293	849,131
School funded activities		<u>988,525</u>	<u>924,791</u>
	<u>\$ 51,799,272</u>	<u>\$ 54,504,033</u>	<u>\$ 52,502,896</u>
Net revenues (expenditures)	<u>\$ 169,712</u>	<u>\$ (1,294,418)</u>	<u>\$ 501,158</u>
<b>Change in non-financial assets:</b>			
Decrease in prepaid expenses	\$ -	\$ (4,052)	\$ (1,366)
Increase in inventories of supplies		<u>64,355</u>	<u>28,300</u>
Total increase in non-financial assets	<u>\$ -</u>	<u>\$ 60,303</u>	<u>\$ 26,934</u>
Change in net assets (liabilities)	<u>\$ 169,712</u>	<u>\$ (1,234,115)</u>	<u>\$ 528,092</u>
<b>Financing transactions:</b>			
Long term financing issued		\$ 974,468	\$ 740,125
Debt repayments and sinking fund contributions	\$ (169,712)	(169,712)	(146,518)
Increase (decrease) in unfunded liabilities		<u>337,253</u>	<u>(108,862)</u>
Change in amounts to be recovered	<u>\$ (169,712)</u>	<u>\$ 1,142,009</u>	<u>\$ 484,745</u>
Change in fund balances	\$ -	\$ (92,106)	\$ 1,012,837
Fund balances, beginning of year	<u>6,689,943</u>	<u>7,702,776</u>	<u>6,689,939</u>
Fund balances, end of year	<u>\$ 6,689,943</u>	<u>\$ 7,610,670</u>	<u>\$ 7,702,776</u>

(See accompanying notes)

**MACKILLICAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

**Renfrew County Catholic District School Board**  
**Consolidated Statement of Changes in Financial Position**

**For the year ended 31 August 2009**  
**(with 2008 figures for comparison)**

	<u>2009</u>	<u>2008</u>
Operations:		
Net revenues (expenditures)	\$ (1,294,418)	\$ 501,158
Sources (uses):		
Decrease (increase) in accounts receivable	(269,426)	153,977
Increase (decrease) in accounts payable and accrued liabilities	(139,329)	174,464
Increase (decrease) in deferred revenue - reserves	979,768	(324,941)
Increase (decrease) in deferred revenue - other	(9,231)	(136,415)
Increase (decrease) in employee future benefits liability	<u>327,533</u>	<u>(79,549)</u>
Net increase (decrease) in cash from operations	\$ <u>(405,103)</u>	\$ <u>288,694</u>
Financing:		
Long term debt issued	\$ 974,468	\$ 740,125
Debt repaid and sinking fund contributions	<u>(169,712)</u>	<u>(146,518)</u>
Net increase in cash from financing	\$ <u>804,756</u>	\$ <u>593,607</u>
Increase in cash and cash equivalents during the year	\$ 399,653	\$ 882,301
Cash and cash equivalents, beginning of year	<u>10,305,191</u>	<u>9,422,890</u>
Cash and cash equivalents, end of year	<u>\$ 10,704,844</u>	<u>\$ 10,305,191</u>

(See accompanying notes)

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

**1. SIGNIFICANT ACCOUNTING POLICIES**

The consolidated financial statements are prepared by management 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) Reporting Entity**

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the revenue fund, capital fund and reserves and reserve funds of the Board. 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.

School generated funds, which include 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 consolidated financial statements.

Interdepartmental and inter-organizational transactions and balances between these organizations are eliminated.

**(b) Trust Funds**

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

**(c) 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.

**(d) Cash and Cash Equivalents**

Cash and cash equivalents are comprised of cash on hand and cash in bank accounts.

**(e) Capital Assets**

The historical cost and accumulated amortization of capital assets are not reported. Capital assets are reported as expenditures on the "Consolidated Statement of Financial Activities" in the year of acquisition.

**(f) 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.

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

(g) Retirement and Other Employee Future Benefits

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

- (i) 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, 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 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 workers' 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.

- (ii) The costs of multi-employer defined pension plan benefits, such as the Ontario Municipal Employees Retirement System pensions, are the employer's contributions due to the plan in the period.
- (iii) The costs of insured benefits are the employer's portion of insurance premiums owed for coverage of employees during the period.

(h) Reserves 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. The amounts in reserve funds are approved by the school board and are within the limits defined in the Education Act and its regulations.

(i) Government Transfers

Government transfers, which include legislative grants, are recognized in the consolidated 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. Legislative grant calculations are prepared by the school board annually and submitted to the Ministry of Education of Ontario for final approval. Adjustments, if any, are recorded in the year in which they occur.

(j) Investment Income

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

Investment income earned on externally restricted funds such as for classroom expenditure, pupil accommodation and student success is added to the fund balance and forms part of the respective deferred revenue balances.

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

(k) 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.

(l) Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, 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. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the periods in which they become known.

2. TANGIBLE CAPITAL ASSETS

- (a) Beginning with the fiscal year ending 31 August 2010 the Board will be required to report the historical cost and accumulated amortization of tangible capital assets in its financial statements in accordance with the Public Sector Accounting Handbook PS3150 - Tangible Capital Assets. As required by the Ministry of Education, the Board will fully implement this standard beginning with the 31 August 2010 fiscal year.

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

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 assets, if the actual cost was unknown when the Board first started to prepare to implement tangible capital asset accounting.

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

Buildings	40 years
Portable structures	20 years
Land improvements with finite lives	15 years
Furniture	10 years
First time equipping	10 years
Equipment	10 years
Computer hardware	5 years
Computer software	5 years

Construction in progress is not amortized until construction is complete and the assets are put into use.

**MACKILLICAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

(c) Net book value, as of 31 August.

	<u>2009</u>	<u>2008</u>
Land	\$ 785,900	\$ 785,900
Land improvements	108,272	64,247
Buildings	32,905,411	31,448,032
Construction in progress	15,026	410,285
Portable structures	182,292	223,662
Furniture	84,892	84,468
First time equipping	95,488	108,631
Equipment	62,612	64,432
Computer hardware	161,327	122,724
Computer software	<u>4,820</u>	<u>          </u>
	<u>\$ 34,406,040</u>	<u>\$ 33,312,381</u>

Cost	<u>Balance at 31 August 2008</u>	<u>Additions</u>	<u>Transfers</u>	<u>Balance at 31 August 2009</u>
Land	\$ 785,900			\$ 785,900
Land improvements	73,502	\$ 50,625		124,127
Buildings	42,155,886	2,273,456	\$ 402,309	44,831,651
Construction in progress	410,285	7,050	(402,309)	15,026
Portable structures	820,327			820,327
Furniture	125,391	13,645		139,036
First time equipping	131,427			131,427
Equipment	88,951	7,447		96,398
Computer hardware	152,414	76,762		229,176
Computer software	<u>          </u>	<u>5,356</u>	<u>          </u>	<u>5,356</u>
	<u>\$ 44,744,083</u>	<u>\$ 2,434,341</u>	<u>\$ -</u>	<u>\$ 47,178,424</u>

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

Accumulated amortization	<u>Balance at 31 August 2008</u>	<u>Amortization</u>	<u>Balance at 31 August 2009</u>
Land			
Land improvements	\$ 9,255	\$ 6,601	\$ 15,856
Buildings	10,707,854	1,218,386	11,926,240
Construction in progress			
Portable structures	596,665	41,370	638,035
Furniture	40,923	13,221	54,144
First time equipping	22,796	13,143	35,939
Equipment	24,519	9,267	33,786
Computer hardware	29,690	38,159	67,849
Computer software		536	536
	<u>\$ 11,431,702</u>	<u>\$ 1,340,683</u>	<u>\$ 12,772,385</u>

3. DEFERRED REVENUE

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 31 August 2009 is comprised of:

	<u>Balance at 31 August 2008</u>	<u>Externally Restricted Revenue and Investment Income</u>	<u>Revenue Recognized in the year</u>	<u>Balance at 31 August 2009</u>
Classroom expenditure	\$ 1,728,361	\$ 19,528		\$ 1,747,889
Energy efficient schools		274,396		274,396
Pupil accommodation		<u>1,314,233</u>	<u>\$ 628,389</u>	<u>685,844</u>
	<u>\$ 1,728,361</u>	<u>\$ 1,608,157</u>	<u>\$ 628,389</u>	<u>\$ 2,708,129</u>

**MACKILLICAN & ASSOCIATES**  
CHARTERED ACCOUNTANTS

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

4. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS

Retirement and other  
employee future benefit  
liabilities

	2009				2008
	<u>Sick leave Benefits</u>	<u>Retirement benefits</u>	<u>Other employee future benefits</u>	<u>Total employee future benefits</u>	<u>Total employee future benefits</u>
Accrued employee future benefit obligations at 31 August 2009	\$ 2,635,332	\$ 4,183,513	\$ 221,428	\$ 7,040,273	\$ 6,257,533
Unamortized actuarial gains (losses) at 31 August 2009	<u>(605,951)</u>	<u>150,744</u>		<u>(455,207)</u>	<u>481,697</u>
Employee future benefits liability at 31 August 2009	<u>\$ 2,029,381</u>	<u>\$ 4,334,257</u>	<u>\$ 221,428</u>	<u>\$ 6,585,066</u>	<u>\$ 6,739,230</u>

Retirement and other  
employee future benefit  
expenses

	2009				2008
	<u>Sick leave Benefits</u>	<u>Retirement benefits</u>	<u>Other employee future benefits</u>	<u>Total employee future benefits</u>	<u>Total employee future benefits</u>
Current year benefit cost	\$ 339,698	\$ 200,120	\$ 38,977	\$ 578,795	\$ 498,274
Interest on accrued benefit obligation	<u>179,213</u>	<u>113,679</u>		<u>292,892</u>	<u>261,554</u>
Employee future benefits expenses <sup>1</sup>	<u>\$ 518,911</u>	<u>\$ 313,799</u>	<u>\$ 38,977</u>	<u>\$ 871,687</u>	<u>\$ 759,828</u>

<sup>1</sup> Excluding pension contributions to the Ontario Municipal Employees Retirement System, a multi-employer pension plan, described below.

Retirement Benefits

(i) Ontario Teacher's Pension Plan

Teachers and related employee groups are eligible to be members of Ontario Teachers' 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.

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

(ii) 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. The Board contributions equal the employee contributions to the plan. During the year ended 31 August 2009, the Board contributed \$ 370,484 (2008 - \$ 358,976) 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.

(iii) Retirement Gratuities

The Board provides retirement gratuities to certain groups of employees. 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.

Other Employee Future Benefits

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. The Board does not fund these obligations in advance of payments made under the Act. The benefit costs and liabilities related to this plan are included in the Board's financial statements.

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

	<u>2009</u>	<u>2008</u>
	%	%
Inflation	1.5	1.5
Wage and salary escalation	3.0	2.5
Discount on accrued benefit obligations	4.5	4.5

As detailed on the Schedule of Reserve Funds, the Board has designated reserves for certain of these employee future benefit obligations. The balance of these reserves totalled \$ 1,822,208 at 31 August 2009 (2008 - \$ 1,703,656).

5. AMOUNTS TO BE RECOVERED IN FUTURE YEARS

The amounts to be recovered in future years reported on the "Consolidated Statement of Financial Position" are comprised of:

	<u>2009</u>	<u>2008</u>
Capital outlay to be recovered in future years:		
Debenture debt (Note 6)	\$ 7,016,052	\$ 6,211,298
Amounts to be financed in future years:		
Retirement and other employee future benefits liability (Note 4)	6,585,066	6,257,533
Vacation accrual	<u>184,514</u>	<u>174,792</u>
	<u>\$ 13,785,632</u>	<u>\$ 12,643,623</u>

**MACKILLICAN & ASSOCIATES**

CHARTERED ACCOUNTANTS

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

6. NET LONG TERM LIABILITIES

The balance of net debenture debt, capital loans and leases reported on the "Consolidated Statement of Financial Position" is comprised of:

	<u>2009</u>	<u>2008</u>
Debenture #1 – 5.118%, matures on 6 April 2028	\$ 3,743,363	\$ 3,857,789
Debenture #2 – 4.560%, matures on 15 November 2031	1,573,912	1,613,384
Debenture #3 – 4.560%, matures on 15 November 2031	724,310	740,125
Debenture #4 – 5.112%, matures on 13 March 2034	<u>974,467</u>	<u>                    </u>
	<u>\$ 7,016,052</u>	<u>\$ 6,211,298</u>

Payments to be made over the next five fiscal years and thereafter are as follows:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2010	\$ 198,563	\$ 345,734	\$ 544,297
2011	208,571	335,726	544,297
2012	219,084	325,213	544,297
2013	230,129	314,168	544,297
2014	241,730	302,567	544,297
Thereafter	<u>5,917,975</u>	<u>2,749,033</u>	<u>8,667,008</u>
	<u>\$ 7,016,052</u>	<u>\$ 4,372,441</u>	<u>\$ 11,388,493</u>

The annual principal and interest payments required to service these liabilities are within the annual debt repayment limits prescribed by Ontario Regulation 472/98 made under the Education Act.

7. DEBT CHARGES AND CAPITAL LOANS INTEREST

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

	<u>2009</u>	<u>2008</u>
Principal payments on long term liabilities	\$ 169,712	\$ 146,518
Interest payments on long term liabilities	<u>283,754</u>	<u>283,754</u>
	<u>\$ 453,466</u>	<u>\$ 430,272</u>

Renfrew County Catholic District School Board

Notes to the Financial Statements

For the year ended 31 August 2009

8. EXPENDITURES BY OBJECT

The following is a summary of the current and capital expenditures reported on the "Consolidated Statement of Financial Activities" by object:

	2009 <u>Budget</u>	2009 <u>Actual</u>	2008 <u>Actual</u>
Current expenditures:			
Salaries and wages	\$ 33,668,045	\$ 34,105,234	\$ 32,177,398
Employee benefits	4,706,000	4,863,293	4,356,491
Staff development	420,210	675,747	732,315
Supplies and services	4,727,769	4,656,152	4,732,589
Furniture and equipment repair	681,081	515,571	453,079
Interest charges	305,196	313,710	283,754
Rental expenditures	62,760	80,898	54,252
Fees and contract services	5,182,874	5,028,485	4,811,369
Other	847,757	842,077	840,804
School funded activities		988,525	924,791
Capital expenditures	<u>1,197,580</u>	<u>2,434,341</u>	<u>3,136,054</u>
	<u>\$ 51,799,272</u>	<u>\$ 54,504,033</u>	<u>\$ 52,502,896</u>

9. ONTARIO SCHOOL BOARD INSURANCE EXCHANGE (OSBIE)

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, on a pooling basis for its members, general public liability, property damage and certain other risks. All members are subject to assessment for losses experienced by the pool for the years in which they, or predecessor school boards, were members of the pool on a pro rata basis. It is anticipated that should such an assessment occur it would be funded over a period of up to five years. To 31 August 2009, no significant assessments have been made with respect to 2009 and prior.