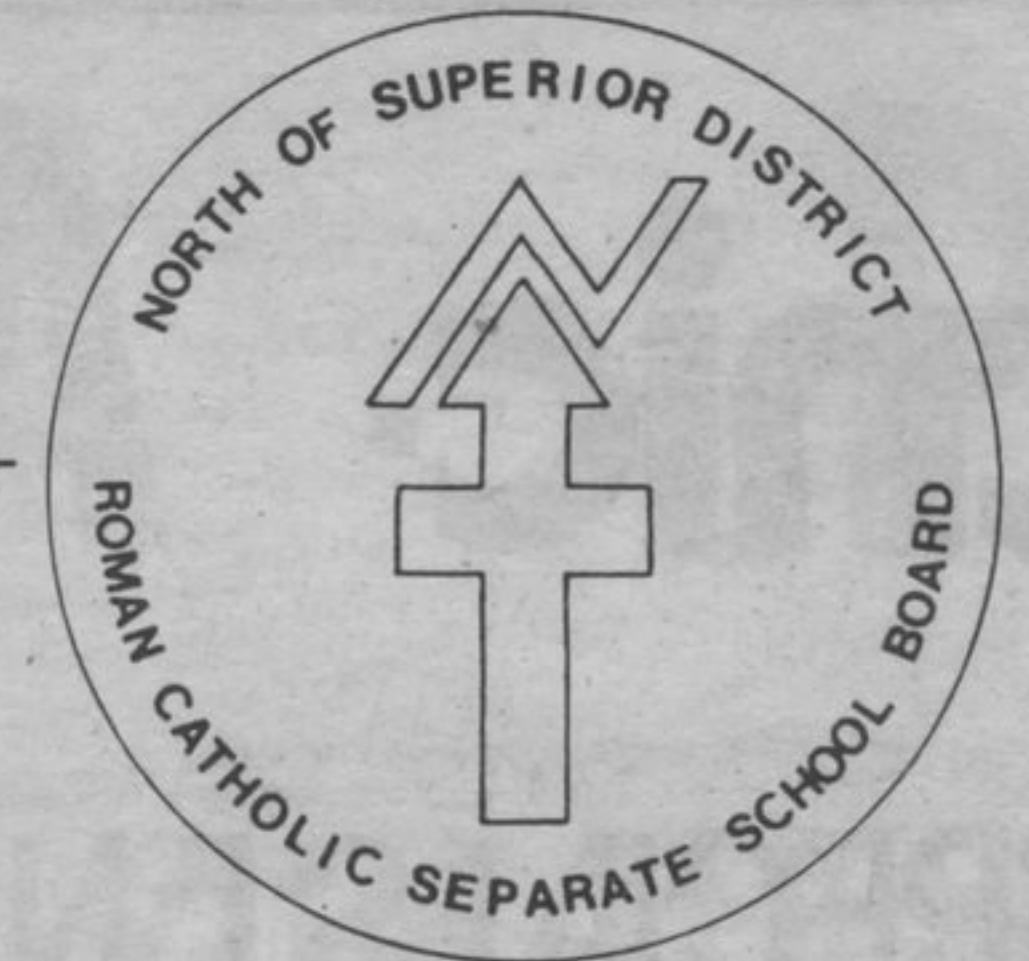


The North of Superior District Roman Catholic Separate School Board

Auditor's Report



To The Chairman and Members,
The North of Superior District Roman
Catholic Separate School Board

We have examined the Balance Sheet of The North of Superior District Roman Catholic Separate School Board as at December 31, 1983 and the Revenue Fund and Capital Fund Statements of Operations and the Statement of Revised Net Revenue Fund Requirement for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the Board as at December 31, 1983 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 applied on a basis consistent with that of the preceding year.

Thunder Bay, Canada
March 12, 1984

CLARKSON GORDON
Chartered Accountants
Licence Number 641

REVENUE FUND STATEMENT OF OPERATIONS

for the year ended December 31, 1983.

	1983	1982
EXPENDITURE		
Business administration	\$ 151,760	\$ 127,127
General administration	147,697	155,969
Computer services	—	—
Instruction	2,746,480	2,486,149
Plant operation, maintenance and teacherages	534,157	437,746
Transportation	198,399	179,339
Tuition fees	—	—
Capital expenditure (non-allocable)	566,088	23,696
Debt charges and capital loan interest	219,054	246,514
Other operating expenditure	10,028	4,869
Non-operating expenditure excluding transfers to reserves	13,061	24,624
TOTAL EXPENDITURE	\$4,586,724	\$3,686,033
RECOVERY OF EXPENDITURE		
Other school boards	\$ 16,744	\$ 29,328
Government of Ontario - Misc.	5,000	2,000
Government of Canada	331,234	270,061
Individuals - tuition fees	—	—
Other Revenue excluding transfers from reserves	47,830	67,065
Total Recovery of Expenditure	\$ 400,808	\$ 368,454
NET EXPENDITURE	\$4,185,916	\$3,317,579
FINANCING OF NET EXPENDITURE		
Government of Ontario General Legislative Grants	\$3,873,082	\$3,075,113
Local Taxation		
Previous year's over (under) requisition	2,273	(9,584)
Local taxation raised in the current year	294,065	267,323
Decrease (increase)	—	(13,000)
Total Local Taxation	\$ 296,338	\$ 244,739
Net under (over) requisition	16,496	(2,273)
TOTAL FINANCING OF NET EXPENDITURE	\$4,185,916	\$3,317,579

(See Notes to Financial Statements)

BALANCE SHEET

As at December 31, 1983

	1983	1982
ASSETS		
Current Assets		
Cash	\$ 37,645	\$ 86,144
Investments at cost	—	150,000
Accounts Receivable		
Under-requisitions (elementary)	17,101	1,284
Under-requisitions (secondary)	—	—
Other	797,555	287,790
Prepaid expense	4,927	4,717
Other current assets	—	—
Total Current Assets	\$ 857,228	\$ 529,935
Capital outlay to be recovered in future years	\$1,395,000	\$1,503,232
Other Assets	—	—
TOTAL ASSETS	\$2,252,228	\$2,033,167
LIABILITIES		
Current Liabilities		
Bank and other short-term borrowing	225,000	—
Accounts payable and accrued liabilities		
Over-requisitions (elementary)	605	1,991
Over-requisitions (secondary)	—	—
Other	438,044	346,655
Debt Charges due and unpaid	579	1,021
Reserve for 1984 Tax Reduction (elementary)	—	—
Reserve for 1984 Tax Reduction (secondary)	—	—
Other current liabilities	—	—
Total Current Liabilities	\$ 664,228	\$ 349,667
Net Long Term Liabilities	\$1,395,000	\$1,490,500
Reserve for working funds	193,000	193,000
Equity in reserve funds	—	—
Unexpended capital funds	—	—
TOTAL LIABILITIES	\$2,252,228	\$2,033,167

(see Notes to Financial Statements)

CAPITAL FUND STATEMENT OF OPERATION

for the year ended December 31, 1983

	1983	1982
CAPITAL EXPENDITURE		
Fixed Assets		
Buildings, Furniture & Equipment	\$ 562,726	\$ 27,376
School Sites and Improvements to Sites	—	—
Pupil Transportation Vehicles	—	—
Other	—	—
Less Federal Sales Tax Refund	(6,728)	—
Total Capital Expenditure	\$ 555,998	\$ 27,376
CAPITAL FINANCING		
Unexpected Funds at Beginning of Year (elementary)	\$(12,732)	—
(secondary)	—	—
Capital Expenditure from the Revenue Fund	568,730	14,644
Unexpected Funds at End of Year (elementary)	—	12,732
(secondary)	—	—
Total Capital Financing	\$ 555,998	\$ 27,376

(See Notes to Financial Statements)

NOTES TO FINANCIAL STATEMENTS

December 31, 1983

1. Significant accounting policies

The financial statements of the Board have been prepared by management in accordance with accounting principles which have been consistently applied and which differ from generally accepted accounting principles in the following significant respects:

(a) Fund accounting -

The accounts of the Board are maintained in accordance with the principles of fund accounting whereby separate accounts are maintained for each fund, as explained below, to ensure observance of the limitation and restrictions placed on the use of particular assets.

The Revenue Fund is used to account for operational and administrative costs financed by the Province of Ontario, participating organized and unorganized municipalities and miscellaneous sources.

The Capital Fund is used to account for all capital expenditures.

(b) Basis of consolidation -

The balance sheet presents the financial position of the Revenue and Capital Funds on a consolidated basis. Separate statements of operations are presented for each of those funds.

(c) Accrual accounting -

The accrual method of reporting revenue and expenditure has been used except for the following:

(i) Interest charged on long-term liabilities is not accrued from the due date of payment to the end of the fiscal year, and;

(ii) No provision has been made in these financial statements for the amount of sick leave benefits accumulated to December 31, 1983 which might be payable upon retirement to those employees remaining on staff after December 31, 1983 (see note 6).

(d) Fixed assets -

Fixed assets are charged to current expenditure unless financed by long-term debt. Principal and interest charges on long-term liabilities are included in expenditure in the period due.

Fixed assets, described as capital outlay to be recovered in future years, are included on the balance sheet only to the extent of the balances of the related long-term liabilities outstanding and of the related temporary financing at the end of the fiscal year.

(e) Long-term liabilities -

Debentures are recorded as unmatured debenture debt in the year of sale.

2. Adjustment of previous year's net over requisitions

1982 net over requisitions as previously reported	\$ 707
Adjustment of prior year's general legislative grants included in accounts receivable	1,566
As restated	\$ 2,273

3. Long-term liabilities

Of the long-term liabilities outstanding of \$1,395,000, principal amounting to \$544,000 plus interest amounting to \$489,633 is payable over the next five years as follows:

	Principal	Interest	Total
1984	\$ 98,000	\$ 116,235	\$ 214,235
1985	108,000	108,648	216,648
1986	115,000	100,268	215,268
1987	116,000	91,312	207,312
1988	107,000	82,170	189,170
	\$544,000	\$498,633	\$1,042,633

4. Mortgage agreement

In 1976 the Board sold a home to one of its employees. Consideration for the sale included an \$8,000 interest-free mortgage, forgivable on August 15, 1985 if the employee remains in the employ of the Board until the expiry of the 1985 school year. In the event that the employee sells or transfers the house, or terminates employment with the Board, the full amount of the mortgage becomes due and payable. The Board also holds a first option to re-purchase the property until August, 1985. This mortgage has not been reflected in the financial statements.

5. Commitment

In addition to amounts accrued in these financial statements as payable at December 31, 1983 relative to the addition to St. Brigid School, it is expected that the Board will incur a further \$16,500 in 1984 to complete the project. This commitment is not reflected in these financial statements.

6. Liability for employee sick leave benefits

Under the employee sick leave benefit plan unused sick leave can accumulate to a certain maximum and, depending upon the number of days accumulated at the time of retirement, employees may become entitled to a cash payment, assuming that they are still employed by the Board at the time of their retirement.

As in prior years, these financial statements include a provision of \$11,900 (\$10,407 in 1982) for accumulated sick leave benefits which have accrued to employees who have terminated employment prior to January 1, 1984. However, as stated in note 1(c), no provision has been made for the benefits accumulated to December 31, 1983 which might be payable upon retirement to those employees remaining on staff after December 31, 1983. This liability is estimated at approximately \$118,000 at the year end.