

Consolidated Financial Statements

Niagara Catholic District School Board

August 31, 2022

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Niagara Catholic District School Board Management Report

August 31, 2022

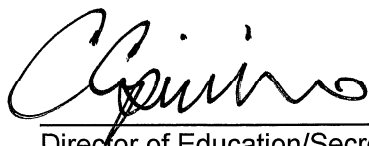
The accompanying consolidated financial statements of the Niagara Catholic District School Board (the "Board") are the responsibility of the Board's management and have been prepared in accordance with the Financial Administration Act, supplemented by Ontario Ministry of Education memorandum 2004:B2 and Ontario Regulation 395/11 of the Financial Administration Act, as described in Note 1 to the consolidated financial statements.

The preparation of consolidated 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 consolidated financial statements. These systems are monitored and evaluated by management.

The Audit Committee of the Board meets with the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to the Board's approval of the consolidated financial statements.

The consolidated financial statements have been audited by Grant Thornton LLP, independent external auditors appointed by the Board. The accompanying Independent Auditor's Report outlines their responsibilities, the scope of their examination and their opinion on the Board's consolidated financial statements.



Director of Education/Secretary Treasurer

Mr. Camillo Cipriano

November 29, 2022



Superintendent of Business and
Financial Services

Mr. Giancarlo Vetrone

Independent auditor's report

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

Opinion

We have audited the consolidated financial statements of Niagara Catholic District School Board ("the Board"), which comprise the consolidated statement of financial position as at August 31, 2022, and the consolidated statements of operations and accumulated surplus, changes in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present, in all material respects, the financial position of Niagara Catholic District School Board as at August 31, 2022, and its consolidated results of operations, its consolidated changes in net debt, and its consolidated cash flows for the year then ended in accordance with the Financial Administration Act supplemented by Ontario Ministry of Education memorandum 2004: B2 and Ontario Regulation 395/11 of the Financial Administration Act.

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 Consolidated Financial Statements* section of our report. We are independent of the Board in accordance with the ethical requirements that are relevant to our audit of the consolidated 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 – Financial Reporting Framework

We draw attention to Note 1 to the consolidated financial statements, which describes the basis of accounting used in the preparation of these consolidated financial statements and the significant differences between such basis of accounting and Canadian public sector accounting standards. Our opinion is not modified in respect of this matter.

Responsibilities of Management and Those Charged with Governance for the consolidated Financial Statements

Management is responsible for the preparation of these consolidated financial statements in accordance with the basis of accounting described in Note 1 to the consolidated financial statements, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated 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 consolidated 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 consolidated 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 Board'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 Board'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 consolidated 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 Board to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Board and the organizations it controls to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

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.

Grant Thornton LLP

Port Colborne, Canada
November 29, 2022

Chartered Professional Accountants
Licensed Public Accountants

Niagara Catholic District School Board

Consolidated Statement of Financial Position

As at August 31

2022

2021

Financial assets

Cash and cash equivalents	\$ 8,683,014	\$ 15,094,162
Accounts receivable	8,394,812	6,950,682
Accounts receivable – Government of Ontario (Note 2)	68,620,641	61,579,492
Investments (Note 3)	20,000,000	20,000,000
Assets held for sale (Note 4)	523,282	-

Total financial assets

106,221,749 103,624,336

Liabilities

Temporary borrowing (Note 5)	6,996,737	-
Accounts payable and accrued liabilities	17,318,063	14,630,543
Deferred revenue (Note 6)	20,670,469	20,505,837
Retirement and other employee future benefits (Note 8)	5,971,976	6,607,086
Net long-term debt (Note 9)	55,581,864	54,074,268
Deferred capital contributions (Note 7)	190,269,100	186,201,474

Total liabilities

296,808,209 282,019,208

Net debt

(190,586,460) (178,394,872)

Non-financial assets

Tangible capital assets (Pages 27 and 28)	215,061,530	203,706,577
Prepaid expenses	2,077,456	1,526,496
Inventories of supplies	250,066	-

Total non-financial assets

217,389,052 205,233,073

Accumulated surplus (Note 14)

\$ 26,802,592 \$ 26,838,201

Contractual obligations and contingent liabilities (Note 18)

Commitments (Note 19)

Signed on behalf of the Board:



Chairperson of the Board



Director of Education/Secretary Treasurer

See accompanying notes to the consolidated financial statements.

Niagara Catholic District School Board

Consolidated Statement of Operations and Accumulated Surplus

For the Year Ended August 31	Budget 2022	Actual 2022	Actual 2021
Revenues			
Grants for student needs (Note 12)	\$ 243,946,603	\$ 247,424,358	\$ 243,244,949
Provincial grants – other	9,261,098	13,197,778	9,723,199
Federal grants and fees	523,061	879,748	505,696
Other fees and revenues	4,228,578	4,409,949	2,479,786
Investment income	850,000	309,245	813,126
School fundraising	4,509,000	4,746,971	1,550,413
Amortization of deferred capital contributions	<u>14,333,682</u>	<u>14,172,794</u>	<u>13,493,307</u>
Total revenues	<u>277,652,022</u>	<u>285,140,843</u>	<u>271,810,476</u>
Expenses (Note 16)			
Instruction	212,421,521	218,063,902	210,199,150
Administration	8,382,968	7,893,985	8,283,366
Transportation	12,224,197	12,476,708	10,753,386
Pupil accommodation	41,538,009	41,867,670	41,296,841
Other	117,487	117,487	117,487
School funded activities	<u>4,368,000</u>	<u>4,756,700</u>	<u>1,908,594</u>
Total expenses	<u>279,052,182</u>	<u>285,176,452</u>	<u>272,558,824</u>
Annual deficit	(1,400,160)	(35,609)	(748,348)
Accumulated surplus, beginning of year	<u>26,838,201</u>	<u>26,838,201</u>	<u>27,586,549</u>
Accumulated surplus, end of year	<u>\$ 25,438,041</u>	<u>\$ 26,802,592</u>	<u>\$ 26,838,201</u>

See accompanying notes to the consolidated financial statements.

Niagara Catholic District School Board

Consolidated Statement of Cash Flows

For the Year Ended August 31

2022

2021

Operating transactions

Annual deficit	\$ (35,609)	\$ (748,348)
Sources and (uses)		
Non-cash items including:		
Amortization of tangible capital assets	14,471,410	13,860,039
Amortization of deferred capital contributions (Note 7)	(14,172,794)	(13,493,307)
Loss (gain) on disposal of tangible capital assets	49,929	(33,724)
Transfer to financial assets	523,282	-
(Decrease) increase in retirement and other employee future benefits	(635,110)	179,443
(Increase) decrease in accounts receivable	(1,444,130)	11,610,888
(Increase) decrease in assets held for sale	(523,282)	1,003,439
Increase in prepaid expenses	(550,960)	(906,389)
Increase in inventories of supplies	(250,066)	-
Increase (decrease) in accounts payable and accrued liabilities	2,687,520	(11,831,188)
Increase in deferred revenue	164,632	1,510,484

Cash provided by operating transactions

284,822 1,151,337

Capital transactions

Acquisition of tangible capital assets	(26,399,574)	(20,221,526)
Proceeds on sale of tangible capital assets	-	68,600
Net additions to deferred capital contributions (Note 7)	18,240,420	16,789,903

Cash applied to capital transactions

(8,159,154) (3,363,023)

Investing transactions

Decrease (increase) in investments	-	(5,000,000)
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Cash applied to investing transactions

- (5,000,000)

Financing transactions

Decrease in accounts receivable – Government of Ontario	(7,041,149)	(2,037,594)
Issuance of temporary borrowing and long-term debt	13,625,954	3,199,356
Repayments of long-term debt (Note 11)	(5,121,621)	(4,731,769)

Cash provided by (applied to) financing transactions

1,463,184 (3,570,007)

Change in cash and cash equivalents

(6,411,148) (10,781,693)

Cash and cash equivalents, beginning of year

15,094,162 25,875,855

Cash and cash equivalents, end of year

\$ 8,683,014 \$ 15,094,162

See accompanying notes to the consolidated financial statements.

Niagara Catholic District School Board

Consolidated Statement of Changes in Net Debt

For the Year Ended August 31

2022

2021

Annual deficit	\$ (35,609)	\$ (748,348)
Non-financial asset activity		
Acquisition of tangible capital assets	(26,399,574)	(20,221,526)
Amortization of tangible capital assets	14,471,410	13,860,039
Proceeds on sale of tangible capital assets	-	68,600
Loss (gain) on disposal of tangible capital assets	49,929	(33,724)
Transfer to assets held for sale	523,282	-
Change in prepaid expenses	(550,960)	(906,389)
Change in inventories of supplies	<u>(250,066)</u>	<u>-</u>
Increase in net debt	(12,191,588)	(7,981,348)
Net debt, beginning of year	<u>(178,394,872)</u>	<u>(170,413,524)</u>
Net debt, end of year	\$ <u>(190,586,460)</u>	\$ <u>(178,394,872)</u>

See accompanying notes to the consolidated financial statements.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

1. Significant accounting policies

The consolidated financial statements are prepared by management in accordance with the basis of accounting described below.

(a) Basis of accounting

The consolidated financial statements have been prepared in accordance with the Financial Administration Act supplemented by Ontario Ministry of Education memorandum 2004:B2 and Ontario Regulation 395/11 of the Financial Administration Act.

The Financial Administration Act requires that the consolidated financial statements be prepared in accordance with the accounting principles determined by the relevant Ministry of the Province of Ontario. A directive was provided by the Ontario Ministry of Education within memorandum 2004:B2 requiring school boards to adopt Canadian public sector accounting standards commencing with their year ended August 31, 2004 and that changes may be required to the application of these standards as a result of regulation.

In 2011, the government passed Ontario Regulation 395/11 of the Financial Administration Act. The regulation requires that contributions received or receivable for the acquisition or development of depreciable tangible capital assets and contributions of depreciable tangible capital assets for use in providing services, be recorded as deferred capital contributions and be recognized as revenue in the statement of operations over the periods during which the asset is used to provide service at the same rate that amortization is recognized in respect of the related asset. The regulation further requires that if the net book value of the depreciable tangible capital asset is reduced for any reason other than depreciation, a proportionate reduction of the deferred capital contribution along with a proportionate increase in the revenue be recognized. For Ontario school boards, these contributions include government transfers, externally restricted contributions and, historically, education property tax revenue.

The accounting policy requirements under Regulation 395/11 are significantly different from the requirements of Canadian public sector accounting standards which 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;
- 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; and
- property taxation revenue be reported as revenue when received or receivable in accordance with public sector accounting standard PS3510.

As a result, revenue recognized in the statement of operations and certain related deferred revenues and deferred capital contributions would be recorded differently under Canadian Public Sector Accounting Standards.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

1. Significant accounting policies (continued)

(b) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues and expenses of the reporting entity. The reporting entity is comprised of all organizations accountable for the administration of their financial affairs and resources to the Niagara Catholic District School Board ("the Board") and which are controlled by the Board.

School generated funds, which include the assets, liabilities, revenues and expenses of various organizations that exist at the school level and which are controlled by the Board are reflected in the consolidated financial statements.

The Board's consolidated financial statements reflect the proportionate consolidation of the Niagara Student Transportation Services whereby they include the assets that the Consortium controls, the liabilities that it has incurred, and its pro-rata share of revenues and expenses.

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

(c) 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.

(d) Cash and cash equivalents

Cash and cash equivalents comprise of cash on hand and demand deposits.

(e) Investments

Long-term investments consist of investments that have maturities of more than one year. Long-term investments are recorded at cost, and assessed regularly for permanent impairment.

(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 are performed.

(g) Deferred capital contributions

Contributions received or receivable for the purpose of acquiring or developing a depreciable tangible capital asset for use in providing services, or any contributions in the form of depreciable tangible capital assets received or receivable for use in providing services, shall be recognized as a deferred capital contribution as defined in Ontario Regulation 395/11 of the Financial Administration Act. These amounts are recognized as revenue at the same rate as the related tangible capital asset is amortized.

The following items fall under this category:

- Government transfers received or receivable for capital purpose;
- Other restricted contributions received or receivable for capital purpose;
- Property taxation revenues which were historically used to fund capital assets.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

1. Significant accounting policies (continued)

(h) 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, health care benefits, dental benefits, retirement gratuity, worker's compensation and long-term disability benefits.

As part of ratified labour collective agreements for unionized employees that bargain centrally and ratified central discussions with the Principals and Vice-Principals Associations, the following Employee Life and Health Trusts (ELHTs) were established in 2016-17: Ontario English Catholic Teachers' Association (OECTA). The following ELHTs were established in 2017-2018: Canadian Union of Public Employees Education Workers' Benefits Trust (CUPE EWBT) and Ontario Non-union Education Trust (ONE-T) for non-unionized employees including principals and vice-principals. The ELHTs provide health, dental and life insurance benefits to teachers (excluding daily occasional teachers), education workers (excluding casual and temporary staff), other school board staff and retired individuals up to a school board's participation date into the ELHT. These benefits are provided through a joint governance structure between the bargaining/employee groups, school board trustees' associations and the Government of Ontario. Boards no longer administer health, life and dental plans for their employees and instead are required to fund the ELHTs on a monthly basis based on a negotiated amount per full-time equivalency (FTE). Funding for the ELHTs is based on the existing benefits funding embedded within the Grants for Student Needs (GSN), including additional ministry funding in the form of a Crown contribution and Stabilization Adjustment.

Depending on prior arrangements, the Board continues to provide health, dental and life insurance benefits for retired individuals that were previously represented by the Non-Union employee group.

The Board has adopted the following policies with respect to accounting for these employee benefits:

- 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 cost trends, disability recovery rates, long-term inflation rates and discount rates. The cost of retirement gratuities is actuarially determined using the employee's salary, banked sick days and years of service as at August 31, 2012 and management's best estimate of discount rates. Any actuarial gains and losses arising from changes to the discount rate are amortized over the expected average remaining service life of the employee group.

For self-insured retirement and other employee future benefits that vest or accumulated over the periods of service provided by employees, such as 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.

For those self-insured benefit obligations that arise from specific events that occur from time to time, such as obligations for worker's compensation, long-term disability, and life insurance and health care benefits for those on disability leave, 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;

- 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;
- The costs of insured benefits are the employer's portion of insurance premiums owed for coverage of employees during the period.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

1. Significant accounting policies (continued)

(i) Tangible capital assets

Tangible capital assets are recorded at historical cost less accumulated amortization. Historical cost includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset, as well as interest related to financing during construction.

Leases which transfer substantially all the benefits and risks incidental to ownership of property are accounted for as leased tangible capital assets. All other leases are accounted for as operating leases and the related payments are charged to expenses as incurred.

Tangible capital assets, except land, are amortized on a straight-line basis over their estimated useful lives as follows:

<u>Asset Class</u>	<u>Estimated Useful Life in Years</u>
Land improvements with finite lives	15
Buildings and building improvements	40
Portable structures	20
Equipment	5-15
First-time equipping of schools	10
Furniture	10
Computer hardware	3
Computer software	5
Vehicles	5
Leasehold improvements	5

Assets under construction and assets that relate to pre-acquisition and pre-construction costs are not amortized until the asset is available for productive use.

Land permanently removed from service and held for resale is recorded at the lower of cost and estimated net realizable value. Cost includes amounts for improvements to prepare the land for sale or servicing. Buildings permanently removed from service and held for resale cease to be amortized and are recorded at the lower of carrying value and estimated net realizable value. Tangible capital assets which meet the criteria for financial assets are reclassified as "assets held for sale" on the consolidated statement of financial position.

Works of art and cultural and historic assets are not recorded as assets in these consolidated financial statements.

(j) School fundraising and other revenue

School fundraising and other revenue are reported as revenue in the period earned.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

1. Significant accounting policies (continued)

(k) 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. If government transfers contain stipulations, which give rise to a liability, they are deferred and recognized in revenue when the stipulations are met.

Government transfers for capital are deferred as required by Regulation 395/11, recorded as deferred capital contributions ("DCC") and recognized as revenue in the consolidated statement of operations at the same rate and over the same periods as the asset is amortized.

(l) Investment income

Investment income is reported as revenue in the period earned.

When required by the funding government or related Act, investment income earned on externally restricted funds such as pupil accommodation, education development charges and special education forms part of the respective deferred revenue balances.

(m) 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.

(n) Use of estimates

The preparation of consolidated financial statements in conformity with the basis of accounting described in Note 1(a) 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 consolidated financial statements, and the reported amounts of revenues and expenses during the year. Accounts subject to significant estimates include retirement and other future employee benefits and the estimated useful lives of tangible capital assets. Actual results could differ from these estimates.

(o) Education property tax revenue

Under Canadian Public Sector Accounting Standards, the entity that determines and sets the tax levy records the revenue in the financial statements, which in the case of the Board, is the Province of Ontario. As a result, education property tax revenue received from the municipalities is recorded as part of Grants for Student Needs, under Education Property Tax.

(p) Non-monetary transactions

Non-monetary transactions include the exchange of non-monetary assets, liabilities or services for other non-monetary assets, liabilities or services with little or no monetary consideration involved. It also includes transactions where non-monetary assets, liabilities or services are transferred without any consideration given in return. Non-monetary transactions that lack commercial substance are measured at their carrying value.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

2. Accounts receivable - Government of Ontario

The Government of Ontario (the "Province") replaced variable capital funding with a one-time debt support grant in 2009-10. The Board received a one-time grant that recognized capital debt as of August 31, 2010 that is supported by the existing capital programs. The Board receives this grant in cash over the remaining term of the existing capital debt instruments. The Board may also receive yearly capital grants to support capital programs which would be reflected in this account receivable.

The Board has an account receivable from the Province as at August 31, 2022 of \$ 50,453,691 (2021 - \$ 54,937,829) with respect to capital grants.

The Ministry of Education (the "Ministry") introduced a cash management strategy effective September 1, 2018. As part of the strategy, the Ministry delays part of the grant payment to school boards where the adjusted accumulated surplus and deferred revenue balances are in excess of certain criteria set out by the Ministry. The balance of delayed grant payments included in the receivable balance from the Province at August 31, 2022 is \$ 6,639,729 (2021 - \$ 5,047,424).

3. Investments

Long-term investments are comprised of \$ 12,500,000 recorded at cost. These investments are assessed regularly for impairment and are written down if a permanent impairment exists. Investments consist of the following:

	<u>2022</u>		<u>2021</u>	
	<u>Cost</u>	<u>Market Value</u>	<u>Cost</u>	<u>Market Value</u>
2.41% Guaranteed investment certificate (matures September 2022)	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000	\$ 2,500,000
2.71% Guaranteed investment certificate (matures November 2022)	5,000,000	5,000,000	5,000,000	5,000,000
Principal protected notes - RBC (matures November 2027)	7,500,000	6,378,000	7,500,000	7,391,250
Principal protected notes - CIBC (matures July 2028)	2,500,000	2,120,300	2,500,000	2,523,500
Principal protected notes - NBC (matures July 2028)	<u>2,500,000</u>	<u>2,016,750</u>	<u>2,500,000</u>	<u>2,523,250</u>
Balance, end of year	<u>\$ 20,000,000</u>	<u>\$ 18,015,050</u>	<u>\$ 20,000,000</u>	<u>\$ 19,938,000</u>

4. Assets held for sale

As of August 31, 2022, \$ 518,382 related to buildings and \$ 4,900 related to land were recorded as assets held for sale.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

5. Temporary borrowing

The Board has credit facilities available to a maximum of \$ 25,000,000 to bridge capital expenditures.

The loans bear interest at prime less 0.5% and stamping fees calculated at 75 basis points per annum. All loans are unsecured, due on demand and are in the form of bankers' acceptance notes.

As at August 31, 2022, the amount drawn under the bankers' acceptance facility was \$ 6,996,737.

6. Deferred revenue

Revenues received and that have been set aside for specific purposes by legislation, regulation or agreement are included in deferred revenue and reported on the consolidated statement of financial position.

Deferred revenue set aside for specific purposes by legislation, regulation or agreement as at August 31, 2022 is comprised of:

	Balance as at August 31, 2021	Externally restricted revenue and investment income	Revenue and adjustments recognized in the period	Transfers to deferred capital contributions	Balance as at August 31, 2022
Special education	\$ -	\$ 30,181,816	\$(30,181,816)	\$ -	\$ -
SEA formula based funding	3,121,319	745,908	(688,099)	-	3,179,128
ABA training	121,218	61,635	(5,278)	-	177,575
ASSD Funding	-	74,869	(10,466)	-	64,403
Library staff	60,261	138,558	(130,321)	-	68,498
Student achievement	961,783	1,064,777	(949,750)	-	1,076,810
Indigenous education	338,556	289,726	(311,422)	-	316,860
Priorities and partnerships fund	1,762,304	8,875,354	(8,492,240)	(375,178)	1,770,240
In-kind grant (PPE, RAT)	-	250,066	-	-	250,066
Tuition	539,225	633,759	(647,234)	-	525,750
Miscellaneous	461,257	542,863	(24,865)	-	979,255
School renewal	4,542,329	3,779,875	(3,067,045)	(1,390,608)	3,864,551
Temporary accommodation	136,649	360,888	(497,537)	-	-
Experiential learning	267,737	1,095,265	(915,238)	-	447,764
Retrofitting school spaces for child care	1,662,093	-	-	-	1,662,093
Energy efficient schools					
- operating	10,522	-	-	-	10,522
- capital	222,470	-	-	-	222,470
School generated funds	-	243,481	-	-	243,481
Proceeds of disposition	5,295,132	-	-	(2,511)	5,292,621
Assets held for sale	-	518,382	-	-	518,382
Education development charges	1,002,982	1,396,507	(2,399,489)	-	-
Total deferred revenue	\$ 20,505,837	\$ 50,253,729	\$(48,320,800)	\$ (1,768,297)	\$ 20,670,469

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

7. Deferred capital contributions

Deferred capital contributions include grants and contributions received that are used for the acquisition of tangible capital assets in accordance with regulation 395/11 that have been expended by year end. The contributions are amortized into revenue over the life of the asset acquired.

	<u>2022</u>	<u>2021</u>
Balance, beginning of year	\$ 186,201,474	\$ 182,904,878
Additions to deferred capital contributions	18,758,802	16,789,903
Revenue recognized in the period	(14,172,794)	(13,493,307)
Transfer to financial assets	<u>(518,382)</u>	<u>-</u>
Balance, end of year	<u>\$ 190,269,100</u>	<u>\$ 186,201,474</u>

8. Retirement and other employee future benefits

	<u>Retirement Benefits</u>	<u>Other Employee Benefits</u>	<u>Total Employee Benefits 2022</u>	<u>Total Employee Benefits 2021</u>
Accrued employee future benefit obligations	\$ 2,363,865	\$ 3,590,536	\$ 5,954,401	\$ 6,785,287
Unamortized actuarial gains (losses)	<u>17,575</u>	<u>-</u>	<u>17,575</u>	<u>(178,201)</u>
Employee future benefits liability	<u>\$ 2,381,440</u>	<u>\$ 3,590,536</u>	<u>\$ 5,971,976</u>	<u>\$ 6,607,086</u>

	<u>Retirement Benefits</u>	<u>Other Employee Benefits</u>	<u>Total Employee Benefits 2022</u>	<u>Total Employee Benefits 2021</u>
Current year benefit cost	\$ -	\$ 747,976	\$ 747,976	\$ 1,707,741
Cost of plan amendments	-	-	-	114,675
Interest on accrued benefit obligation	48,699	56,964	105,663	90,412
Recognized actuarial gains (losses)	<u>75,482</u>	<u>(13,984)</u>	<u>61,498</u>	<u>181,719</u>
Employee future benefits expenses	<u>\$ 124,181</u>	<u>\$ 790,956</u>	<u>\$ 915,137</u>	<u>\$ 2,094,547</u>

Employee future benefits expenses excludes contributions to the Ontario Municipal Employees Retirement Systems, a multi-employer pension plan, described below.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

8. Retirement and other employee future benefits (continued)

Actuarial assumptions

The accrued benefit obligations for employee future benefit plans as at August 31, 2022 are based on actuarial assumptions of future events determined for accounting purposes as at August 31, 2022. Actuarial probabilities were determined and based on updated average daily salary and banked sick days as at August 31, 2022. These valuations take into account the plan changes outlined above and the economic assumptions used in these valuations are the Board's best estimates of expected rates of:

	<u>2022</u> %	<u>2021</u> %
Inflation		
WSIB	2.7	2.0
All other benefits	2.0	1.5
Discount rate		
WSIB	3.9	1.8
All other benefits	3.9	1.8
Wage and salary escalation	Nil	Nil
Health and dental care cost escalation		
WSIB	4.0	4.0
Health care for all other benefits	5.0	7.0
Dental care for all other benefits	5.0	4.5

Retirement benefits

(i) Ontario Teacher's Pension Plan ("OTPP")

Teachers and related employee groups are eligible to be members of OTPP. 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 consolidated financial statements.

(ii) Ontario Municipal Employees Retirement System ("OMERS")

All non-teaching employees of the Board are eligible to be members of 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 August 31, 2022, the Board contributed \$ 3,756,674 (2021 - \$ 3,770,842) 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 consolidated financial statements.

(iii) Retirement gratuities

The Board provides retirement gratuities to certain groups of employees hired prior to specified dates. 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 consolidated financial statements. The amount of the gratuities payable to eligible employees at retirement is based on their salary, accumulated sick days, and years of service at August 31, 2012.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

8. Retirement and other employee future benefits (continued)

Retirement benefits (continued)

(iv) Retirement health care benefits

The Board provides dental and health care to certain employee groups after retirement until the members reach 65 years of age, with one exception to age 75. As part of ratified labour collective agreements for unionized employees that bargain centrally and ratified central discussions with the principals and vice-principals associations, ELHTs were established in 2016-18 for all employee groups. Retirees belonging to the principal, vice-principal and non-union employee groups have transitioned to the ELHT. After retirees transition to the ELHT, the Board continued to be responsible for its share of cost of benefits based on the cost sharing agreement prior to the transition to the ELHT.

Other employee future benefits

(i) Workplace Safety and Insurance Board obligations

The Board is a Schedule II employer under the Workplace Safety and Insurance Act ("WSIB") 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 consolidated financial statements. School boards are required to provide salary top-up to a maximum of 4 ½ years for employees receiving payments from the Workplace Safety and Insurance Board, where the collective agreement negotiated prior to 2012 included such a provision.

(ii) Compensated absences

A maximum of eleven unused sick leave days from the current year may be carried forward into the following year only, to be used to top-up salary for illnesses paid through the short-term leave and disability plan in that year. The benefit costs expensed in the financial statements relating to this are \$ 299,086 (2021 - \$ 284,808).

For accounting purposes, the valuation of the accrued benefit obligation for the sick leave top-up is based on actuarial assumptions about future events determined as at August 31, 2022 and is based on the average daily salary, and banked sick days of employees as at August 31, 2022.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

9. Net long-term debt

Debenture debt, capital loans and obligation under capital leases reported on the consolidated statement of financial position is comprised of the following:

	<u>2022</u>	<u>2021</u>
BNY Mellon debenture, interest at 6.55%, due October 19, 2026	\$ 5,703,673	\$ 6,761,763
BNY Mellon debenture, interest at 5.90%, due October 11, 2027	8,267,358	9,506,588
BNY Mellon debenture, interest at 5.80%, due November 7, 2028	2,235,474	2,511,470
BNY Mellon debenture, interest at 4.789%, due August 8, 2030	4,089,257	4,499,948
OFA debenture, interest at 4.56%, due November 17, 2031	7,214,887	7,809,752
OFA debenture, interest at 4.90%, due March 3, 2033	6,028,120	6,443,109
OFA debenture, interest at 5.062%, due March 13, 2034	2,939,802	3,117,680
OFA debenture, interest at 3.564%, due March 9, 2037	910,660	956,634
OFA debenture, interest at 4.833%, due March 11, 2036	5,690,406	5,974,274
OFA debenture, interest at 3.564%, due March 9, 2037	2,256,739	2,370,670
OFA debenture, interest at 2.425%, due November 15, 2021	-	134,746
OFA debenture, interest at 3.663%, due June 25, 2038	720,264	752,572
OFA debenture, interest at 2.993%, due March 9, 2040	92,190	96,058
	46,148,830	50,935,264
CIBC demand instalment loan, interest at 2.176%, due April 1, 2026	2,955,302	3,139,004
CIBC demand instalment loan, interest at 4.332%, due April 1, 2027	6,477,732	-
	\$ 55,581,864	\$ 54,074,268

Principal and interest payments relating to net debenture debt and capital loans of \$ 55,581,864 outstanding as at August 31, 2022 are due as follows:

	<u>Principal</u>	<u>Interest Payments</u>	<u>Total</u>
2023	\$ 5,424,875	\$ 2,647,198	\$ 8,072,073
2024	5,717,031	2,355,043	8,072,074
2025	6,025,510	2,034,015	8,059,525
2026	6,351,250	1,722,844	8,074,094
2027	5,953,275	1,377,051	7,330,326
Thereafter	26,109,923	4,396,207	30,506,130
Total	\$ 55,581,864	\$ 14,532,358	\$ 70,114,222

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

10. Credit facilities

The Board has seven credit facilities available for use at any time.

Credit facility #1 is a revolving demand operating credit available in the amount of \$ 12,000,000 for use for current expenditures only and bears interest at prime less 0.5%.

Credit facility #2 is a revolving demand instalment loan in the amount of \$ 500,000 to finance capital expenditures which would bear interest at prime.

Credit facility #3 is a demand instalment loan in the amount of \$ 9,661,538 to finance EDC site purchases and related soft costs associated with the Niagara South/Welland and Lincoln sites and bears interest at prime less 0.5%.

Credit facility #4 is a demand bridge loan in the amount of \$ 12,131,275 to finance various capital projects under the School Condition Improvement ("SCI") Program and bears interest at prime less 0.5% and stamping fees calculated at 75 basis points per annum.

Credit facility #5 is a demand bridge loan in the amount of \$ 6,965,577 to finance various capital projects under the COVID-19 Resilience Infrastructure Stream ("CVRIS") – Education Related Program and bears interest at prime less 0.5% and stamping fees calculated at 75 basis points per annum.

Credit facility #6 is a demand bridge loan in the amount of \$ 4,345,261 to finance various capital projects under the Capital Priorities – Capital Renewal Program ("CP") and bears interest at prime less 0.5% and stamping fees calculated at 75 basis points per annum.

Credit facility #7 is a demand bridge loan in the amount of \$ 1,557,887 to finance various capital projects under the Capital Priorities – Other Capital Funding Program ("CC") and bears interest at prime less 0.5% and stamping fees calculated at 75 basis points per annum.

Further, the Board has a \$ 230,000 Corporate VISA and \$ 900,000 VISA purchase card credit facility available.

As at August 31, 2022, \$ 765,538 has been drawn upon by way of letters of credit as per Note 18 against credit facility #1, no balance against credit facility #2, \$ 9,433,035 has been drawn against credit facility #3 for the site purchases in Niagara South/Welland and Lincoln, \$ 5,166,289 has been drawn against credit facility #4 for various SCI related capital projects, \$ 375,973 has been drawn against credit facility #5 for various CVRIS related capital projects, \$ 864,326 has been drawn against credit facility #6 for various CP related capital projects, and \$ 590,138 has been drawn against credit facility #7 for various CC related capital projects. Security is by way of executed by-laws in compliance with applicable legislative requirements.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

11. Debt charges and capital loans and leases interest

The expenditure for debt charges and capital loan interest includes principal, sinking fund contributions and interest payments as follows:

	<u>2022</u>	<u>2021</u>
Principal payments on long-term liabilities	\$ 5,121,621	\$ 4,731,769
Interest payments on long-term liabilities	<u>2,757,550</u>	<u>2,770,547</u>
	<u>\$ 7,879,171</u>	<u>\$ 7,502,316</u>

12. Grants for students needs

School boards in Ontario receive the majority of their funding from the provincial government. This funding comes in two forms: provincial legislative grants and local taxation in the form of education property tax. The provincial government sets the education property tax rate. Municipalities in which the board operates collect and remit education property taxes on behalf of the Province of Ontario. The Province of Ontario provides additional funding up to the level set by the education funding formulas. 87% of the consolidated revenues of the Board are directly controlled by the provincial government through the grants for student needs. The payment amounts of this funding are as follows:

	<u>2022</u>	<u>2021</u>
Provincial legislative grants	\$ 209,343,633	\$ 202,661,931
Education property tax	<u>38,080,725</u>	<u>40,583,018</u>
	<u>\$ 247,424,358</u>	<u>\$ 243,244,949</u>

13. Liability for contaminated sites

The Board reports environmental liabilities related to the management and remediation of any contaminated sites where the Board is obligated or likely obligated to incur such costs. Currently no such contaminated sites have been identified and therefore no liability has been recorded.

The Board's ongoing efforts to assess contaminated sites may result in future environmental remediation liabilities related to newly identified sites, or changes in the assessments or intended use of existing sites. Any changes to the Board's liabilities for contaminated sites will be accrued in the year in which they are assessed as likely and reasonably estimable.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

14. Accumulated surplus	<u>2022</u>	<u>2021</u>
Accumulated surplus consists of the following:		
Available for compliance	\$ 7,619,096	\$ 9,513,366
Available for compliance – internally appropriated	<u>4,809,852</u>	<u>5,237,132</u>
Unavailable for compliance		
Interest accrued	(734,395)	(818,660)
School activities fund	2,340,457	2,350,187
Revenues recognized for land purchases	<u>12,767,582</u>	<u>10,556,176</u>
Total unavailable for compliance	<u>14,373,644</u>	<u>12,087,703</u>
Total accumulated surplus	<u>\$ 26,802,592</u>	<u>\$ 26,838,201</u>

15. Trust funds

Trust funds administered by the Board, which have not been included on the Consolidated Statement of Financial Position nor have their operations been included on the Consolidated Statement of Operations and Accumulated Surplus, are comprised of the following:

	<u>2022</u>	<u>2021</u>
Larkin Award Fund	\$ 28,327	\$ 28,033
Kristen French Scholarship Fund	113,628	115,437
Marion Oakley Fund	6,110	6,047
Nicole Longe Memorial Fund	6,023	6,160
James and Anna McGarrey	8,443	8,357
Teachers Finance Leave Plan	1,110,407	1,484,885
Michael and Isabelle Moran	47,913	48,419
Hugo and Corrinne Massotti	<u>54,815</u>	<u>54,751</u>
Total trust funds	<u>\$ 1,375,666</u>	<u>\$ 1,752,089</u>

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

16. Expenses by object

The following is a summary of the expenses reported on the consolidated statement of operations by object:

	2022 Budget	2022 Actual	2021 Actual
Salary and wages	\$ 189,575,653	\$ 190,288,622	\$ 189,392,575
Employee benefits	31,617,316	31,453,134	31,438,556
Staff development	283,200	344,085	219,329
Supplies and services	17,586,175	19,423,388	16,517,087
Interest charges	2,571,060	2,757,550	2,770,547
Rental expenses	787,200	701,415	648,744
Fees and contract services	14,568,797	16,065,321	13,468,681
Amortization of tangible capital assets	14,682,227	14,471,410	13,860,039
Other	3,012,554	4,914,826	2,334,673
School funded activities	4,368,000	4,756,701	1,908,593
Total expenses	\$ 279,052,182	\$ 285,176,452	\$ 272,558,824

17. Ontario School Board Insurance Exchange

The Board is a member of the Ontario School Board Insurance Exchange ("OSBIE"), a reciprocal insurance company licensed under the Insurance Act. The Board entered into this agreement on January 1, 2022. OSBIE insures general public liability, property damage and certain other risks. Liability insurance is available to a maximum of \$ 27,000,000 per occurrence.

The ultimate premiums over a five-year period are based on the reciprocals and the Board's actual claims experience. Periodically, the Board may receive a refund or be asked to pay an additional premium based on its pro rata share of claims experience. The current five-year term expires December 31, 2026.

Premiums paid to OSBIE for the policy year ending December 31, 2022 amounted to \$ 728,822 (2021 - \$ 662,443).

18. Contractual obligations and contingent liabilities

Contingent liabilities

The Board has certain legal claims outstanding. It is management's assertion that adequate defenses and insurance coverages are in for the settlement of these claims, if necessary.

Letters of credit

The Board has authorized letters of credit in favour of the City of St. Catharines in the amount of \$ 216,972, the City of Niagara Falls in the amount of \$ 246,313, the City of Port Colborne in the amount of \$ 51,591, the Town of Fort Erie in the amount of \$ 65,610, the City of Thorold in the amount of \$ 139,648 and the Town of Grimsby in the amount of \$ 45,404. All of these letters of credit relate to site plan deposits. These letters of credit are covered under the security as described under credit facilities in Note 9.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

19. Commitments

Capital expenditures

The Board is committed to spending approximately \$ 17,750,000 on capital projects in the following year.

Lease obligations

The Board is committed to make the following minimum future lease payments under several operating leases over the next five years:

2023	\$ 561,143
2024	371,128
2025	292,281
2026	242,631
2027	196,761

20. Partnership in transportation consortium

On March 9, 2007, Niagara Student Transportation Services ("NSTS") was incorporated under the Corporations Act of Ontario. On March 6, 2007, the Board entered into an agreement with the District School Board of Niagara ("DSBN") in order to provide common administration of student transportation in the Region of Niagara. This agreement was executed in an effort to increase delivery efficiency and cost effectiveness of student transportation for each of the Boards. Under the agreement created at the time NSTS was established, decisions related to the financial and operating activities of NSTS are shared. No partner is in a position to exercise unilateral control.

Each Board participates in the shared costs associated with this service for the transportation of their respective students through NSTS. This entity is proportionately consolidated in the Board's consolidated financial statements whereby the Board's pro-rata share of assets, liabilities, revenues and expenses of the consortium are included in the Board's consolidated financial statements. The Board's pro-rata share for 2022 is 34.1% (2021 – 33.9%). Inter-organizational transactions and balances have been eliminated.

The following provides condensed financial information:

	2022 Total	2022 Board Portion	2021 Total	2021 Board Portion
Transportation services	\$ 32,879,835	\$ 11,163,789	\$ 27,949,092	\$ 9,544,118
Administrative expenses	1,687,748	577,625	1,472,225	501,134
Grant expenditures	10,103	-	17,610	-
Amortization	1,766	-	639	-
	\$ 34,579,452	\$ 11,741,414	\$ 29,439,566	\$ 10,045,252

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

21. Related party transactions

Related party transactions during the year not separately disclosed in the consolidated financial statements include the following:

Included in net long term debt on the Statement of Financial Position are debentures in the amount of \$ 25,853,068 (2021 - \$ 27,655,495) payable to the Ontario Financing Authority (OFA), a provincial agency of the Crown responsible for managing the Province's debt. The debentures bear interest at rates ranging from 2.425% to 5.062% with maturity dates ranging from November, 2031 to March, 2040.

An amount of \$ 1,107 (2021 - \$ 6,184) has been received from the Niagara Foundation for Catholic Education and recorded net of related expenditures.

22. In-kind transfers from the Ministry of Government and Consumer Services

The Board has recorded entries, both revenues and expenses, associated with centrally procured in-kind transfers of personal protective equipment (PPE) and critical supplies and equipment (CSE) received from the Ministry of Public and Business Service Delivery (MPBSD). The amounts recorded were calculated based on the weighted average cost of the supplies as determined by MPBSD and quantity information based on the Board's records. The in-kind revenue for these transfers, recorded in Provincial grants - other, is \$ 3,897,203 (2021 - \$ 1,514,700) with expenses based on use of \$ 3,897,203 (2021 - \$ 1,514,700), recorded in instruction expenses, for a net impact of \$ Nil.

23. Impact of COVID-19

As of March 11, 2020, the COVID-19 outbreak was declared a pandemic by the World Health Organization. Since this time, the pandemic has had a significant financial, market and social impacts, due to government imposed lockdowns and social distancing requirements. The Board has experienced physical closure of schools based on public health recommendations, implemented temporary virtual schooling, implemented mandatory working from home requirements for those able to do so, and cancelled fundraising events and other programs.

The duration and ongoing impact of the COVID-19 pandemic remains unclear at this time. Although all 2021-22 financial impacts were managed, the full extent of the financial impact on the financial position and results of the Board for future periods is not possible to reliably estimate.

24. Future accounting standard adoption

The Board is in the process of assessing the impact of the upcoming new standards and the extent of the impact of their adoption on its financial statements.

While the timing of standard adoption can vary, certain standards must be adopted concurrently. The requirements in PS 1201 Financial Statement Presentation, PS 2601 Foreign Currency Translation, PS 3041 Portfolio Investments and PS 3450 Financial Instruments must be implemented at the same time. The Board has not adopted any new accounting standards for the year ended August 31, 2022.

Niagara Catholic District School Board

Notes to the Consolidated Financial Statements

August 31, 2022

24. Future accounting standard adoption (continued)

- (i) Standards applicable for fiscal years beginning on or after April 1, 2022 (in effect for the Board as of September 1, 2022 for the year ending August 31, 2023):

PS1201 Financial Statement Presentation replaces PS 1200 Financial Statement Presentation. This standard establishes general reporting principles and standards for the disclosure of information in government financial statements. The standard introduces the Statement of Remeasurement Gains and Losses separate from the Statement of Operations. Requirements in PS 2601 Foreign Currency Translation, PS 3450 Financial Instruments, and PS 3041 Portfolio Investments, which are required to be adopted at the same time, can give rise to the presentation of gains and losses as remeasurement gains and losses.

PS 2601 Foreign Currency Translation replaces PS 2600 Foreign Currency Translation. The standard requires monetary assets and liabilities denominated in a foreign currency and non-monetary items denominated in a foreign currency that are reported as fair value, to be adjusted to reflect the exchange rates in effect at the financial statement date. Unrealized gains and losses arising from foreign currency changes are presented in the new Statement of Remeasurement Gains and Losses.

PS 3401 Portfolio Investments replaces PS 3040 Portfolio Investments. The standard provides revised guidance on accounting for, and presentation and disclosure of, portfolio investments to conform to PS 3450 Financial Instruments. The distinction between temporary and portfolio investments has been removed in the new standard, and upon adoption, PS 3030 Temporary Investments will no longer apply.

PS 3280 Asset Retirement Obligations (ARO) establishes the accounting and reporting requirements for legal obligations associated with the retirement of tangible capital assets controlled by a government or government organization. A liability for a retirement obligation can apply to tangible capital assets either in productive use or no longer in productive use.

PS 3450 Financial Instruments establishes accounting and reporting requirements for all types of financial instruments including derivatives. The standard requires fair value measurement of derivatives and portfolio investments in equity instruments that are quoted in an active market. All other financial instruments will generally be measured at cost or amortized cost. Unrealized gains and losses arising from changes in fair value are presented in the Statement of Remeasurement Gains and Losses.

- (ii) Standards applicable for fiscal years beginning on or after April 1, 2023 (in effect for the Board as of September 1, 2023 for the year ending August 1, 2024):

PS 3400 Revenue establishes standards on how to account for and report on revenue, specifically differentiating between transactions that include performance obligations (i.e. the payor expects a good or service from the public sector entity), referred to as exchange transactions, and transactions that do not have performance obligations, referred to as non-exchange transactions.

PSG-8 Purchased Intangibles provides guidance on the accounting and reporting for purchased intangible assets that are acquired through arm's length exchange transactions between knowledgeable, willing parties that are under no compulsion to act.

PS 3160 Public Private Partnerships (P3s) provides specific guidance on the accounting and reporting for public private partnerships between public and private sector entities where the public sector entity procures infrastructure using a private sector partner.

Niagara Catholic District School Board

Schedule of Tangible Capital Assets

August 31, 2022

	Cost				Accumulated Amortization				Net Book Value
	Beginning of Year	Additions/ Transfer from (to) CIP	Disposals/ Transfer to Financial Asset	End of Year	Beginning of Year	Amortization	Disposals/ Transfer to Financial Asset	End of Year	End of Year
Land	\$ 12,866,473	\$ 7,690,770	\$ (4,900)	\$ 20,552,343	\$ -	\$ -	\$ -	\$ -	\$ 20,552,343
Land improvements	23,947,991	3,812,404	(864,687)	26,895,708	8,040,536	1,702,284	(864,687)	8,878,133	18,017,575
Buildings	321,445,943	12,606,000	(1,481,999)	332,569,944	154,740,249	10,945,062	(963,616)	164,721,695	167,848,249
Equipment	204,720	77,223	(8,054)	273,889	104,616	47,861	(8,054)	144,423	129,466
First-time equipping	1,601,824	124,355	(169,578)	1,556,601	1,055,002	157,921	(169,578)	1,043,345	513,256
Furniture	95,532	-	(47,310)	48,222	71,750	7,188	(47,310)	31,628	16,594
Computer hardware	3,994,455	590,037	(454,928)	4,129,564	1,246,442	1,412,308	(454,928)	2,203,822	1,925,742
Computer software	486,054	27,687	(243,796)	269,945	376,899	75,600	(243,796)	208,703	61,242
Vehicles	438,828	8,622	(77,289)	370,161	238,536	80,899	(77,289)	242,146	128,015
Computers under capital lease	174,385	-	(174,385)	-	174,385	-	(174,385)	-	-
Leasehold improvements	222,211	62,307	(222,211)	62,307	136,227	42,287	(172,283)	6,231	56,076
Construction in progress	4,362,803	1,450,169	-	5,812,972	-	-	-	-	5,812,972
Pre-acquisition costs	50,000	(50,000)	-	-	-	-	-	-	-
	\$ 369,891,219	\$ 26,399,574	\$ (3,749,137)	\$ 392,541,656	\$ 166,184,642	\$ 14,471,410	\$ (3,175,926)	\$ 177,480,126	\$ 215,061,530

Niagara Catholic District School Board

Schedule of Tangible Capital Assets

August 31, 2021

	Cost				Accumulated Amortization				Net Book Value
	Beginning of Year	Additions	Disposals	End of Year	Beginning of Year	Amortization	Disposals	End of Year	End of Year
Land	\$ 8,889,725	\$ 4,011,624	\$ (34,876)	\$ 12,866,473	\$ -	\$ -	\$ -	\$ -	\$ 12,866,473
Land improvements	20,668,417	3,279,574	-	23,947,991	6,522,008	1,518,528	-	8,040,536	15,907,455
Buildings	314,662,407	6,783,536	-	321,445,943	144,302,488	10,437,761	-	154,740,249	166,705,694
Equipment	304,129	5,350	(104,759)	204,720	158,490	50,885	(104,759)	104,616	100,104
First-time equipping	1,888,854	2,488	(289,518)	1,601,824	1,169,986	174,534	(289,518)	1,055,002	546,822
Furniture	95,532	-	-	95,532	62,197	9,553	-	71,750	23,782
Computer hardware	3,049,917	2,490,401	(1,545,863)	3,994,455	1,363,638	1,428,667	(1,545,863)	1,246,442	2,748,013
Computer software	486,054	-	-	486,054	279,688	97,211	-	376,899	109,155
Vehicles	468,902	40,639	(70,713)	438,828	218,476	90,773	(70,713)	238,536	200,292
Computers under capital lease	174,385	-	-	174,385	166,448	7,937	-	174,385	-
Leasehold improvements	219,688	2,523	-	222,211	92,037	44,190	-	136,227	85,984
Construction in progress	177,412	4,185,391	-	4,362,803	-	-	-	-	4,362,803
Pre-acquisition costs	630,000	(580,000)	-	50,000	-	-	-	-	50,000
	\$ 351,715,422	\$ 20,221,526	\$ (2,045,729)	\$ 369,891,219	\$ 154,335,456	\$ 13,860,039	\$ (2,010,853)	\$ 166,184,642	\$ 203,706,577