

NEWFOUNDLAND AND LABRADOR ENGLISH SCHOOL DISTRICT

**AUDITOR'S REPORT
NON-CONSOLIDATED FINANCIAL STATEMENTS**

June 30, 2016

TABLE OF CONTENTS

	<u>Page</u>
Management Report	
Independent Auditor's Report	1
Financial Statements:	
Non-Consolidated - Statement of Financial Position	2
Non-Consolidated - Statement of Operations	3
Non-Consolidated - Statement of Changes in Net Debt	4
Non-Consolidated - Statement of Cash Flows	5
Notes to Financial Statements:	
1. Significant Accounting Policies	6
2. Bond Coverage	8
3. Cash	8
4. Short Term Investments	8
5. Accounts Receivable	8
6. Due from Government	9
7. Prepaid Expenses	9
8. Bank Indebtedness	9
9. Accounts Payable and Accrued Liabilities	9
10. Accrued Vacation Pay	9
11. Employee Future Benefits	10
12. Obligation Under Capital Lease	12
13. Financial Instruments	12
14. Insurance Subsidy	12
15. Contingent Liabilities	12
16. Deferred Revenue	13
17. Deferred Special Incentives	13
18. Accumulated Surplus/Deficit	14
19. Restricted Surplus	14
20. Return of Cash to Government of Newfoundland and Labrador	14
21. Budget	14
22. Comparative Figures	15
Schedules:	
1. Current Revenues	16
2. Administration and Human Resource Expenditures	17
3. Instruction Expenditures	18
4. Information Technology	19
5. Operation and Maintenance Expenditures	20
6. Pupil Transportation Expenditures	21
7. Tangible Capital Assets	22
7A. Details of Tangible Capital Assets - Additions and Disposals	23
7B. Details of Tangible Capital Assets - Amortization	24
8. Long-Term Debt	25
8A. Details of Long-Term Debt and Interest Expense	26

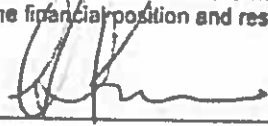
STATEMENT OF RESPONSIBILITY

The accompanying non-consolidated financial statements of the Newfoundland and Labrador English School District (the "District") are the responsibility of management and have been prepared in compliance with legislation, and in accordance with Canadian public sector accounting standards.

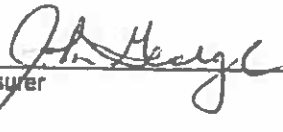
In carrying out its responsibilities, management maintains appropriate systems of internal and administrative controls designed to provide reasonable assurance that transactions are executed in accordance with proper authorization, that assets are properly accounted for and safeguarded, and that financial information produced is relevant and reliable.

The Board of Trustees (the "Board") met with management and its external auditors to review a draft of the non-consolidated financial statements and to discuss any significant financial reporting or internal control matters prior to their approval of the finalized non-consolidated financial statements.

Byron Smith, Chartered Professional Accountant as the Board's appointed external auditor, has audited the non-consolidated financial statements. The auditor's report is addressed to the members of the Board and appears on the following page. The auditor's opinion is based upon an examination conducted in accordance with Canadian generally accepted accounting standards, performing such tests and other procedures as they consider necessary to obtain reasonable assurance that the non-consolidated financial statements are free of material misstatement and present fairly the financial position and results of the District in accordance with Canadian public sector accounting standards.



Chairperson



Treasurer

INDEPENDENT AUDITOR'S REPORT

To the Members of the Board of Trustees of:
Newfoundland and Labrador English School District

Report on the Financial Statements

I have audited the accompanying non-consolidated financial statements of the Newfoundland and Labrador English School District, which comprise the statement of financial position as at June 30, 2016 and the statements of operations, cash flows, and changes in net debt for the year ended and a summary of significant accounting policies and other explanatory information.

Managements Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these non-consolidated financial statements in compliance with legislation, and in accordance with Canadian public sector accounting standards, and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these non-consolidated financial statements based on my audit. I conducted my audit in accordance with Canadian generally accepted auditing standards. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the non-consolidated financial statements are free of material misstatement.

An audit includes performing procedures to obtain audit evidence about the amounts and disclosures in the non-consolidated financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the non-consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the non-consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the non-consolidated financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

Basis for Qualified Opinion

The accounting policy with respect to teachers' severance pay and sick pay is described in Note 1. Canadian public sector accounting standards require that all accounts receivable should be recorded and disclosed on the financial statements. The liabilities for teachers' severance pay and sick pay have been recorded but no offsetting receivables have been recorded. In this respect, these non-consolidated financial statements are not in accordance with Canadian public sector accounting standards. If the accounts receivable were recorded in accordance with Canadian public sector accounting standards, changes to the amounts reported for accounts receivable, revenue, excess of expenditures over revenue and accumulated surplus would be necessary.

Qualified Opinion

In my opinion, except for the effects of the failure to record accounts receivable as described in the preceding paragraph, these non-consolidated financial statements present fairly, in all material respects, the financial position of the Newfoundland and Labrador English School District at June 30, 2016 and the results of its operations and its cash flows for the year then ended in accordance with Canadian public sector accounting standards and are in compliance with reporting requirements established for School Boards in the Province of Newfoundland and Labrador by the Department of Education.

Spaniard's Bay, NL
October 20, 2016


CHARTERED PROFESSIONAL ACCOUNTANT

BYRON SMITH

PROFESSIONAL CORPORATION
CHARTERED PROFESSIONAL ACCOUNTANTS

BYRON D. SMITH
B. Comm., C.F.E., FCPA, FCA

P.O. Box 610
100 Conception Bay Highway
Spaniard's Bay, NL
A0A 3X0

Telephone: (709) 786-1232
Toll Free: 1-877-786-1232
Facsimile: (709) 786-1230
E-mail: byron@byronsmithca.com
Website: byronsmithca.com



**Newfoundland and Labrador English School District
Non-Consolidated - Statement of Financial Position**

As at June 30, 2016

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
FINANCIAL ASSETS		
Cash (Note 3)	\$ 19,912,414	\$ 45,624,845
Short-term investments (Note 4)	3,839,440	4,327,289
Accounts receivable (Note 5)	1,450,625	1,106,455
Due from government entities (Note 6)	8,265,173	8,806,213
Teachers' vacation pay receivable (Note 10)	<u>83,039,416</u>	<u>80,446,844</u>
	<u>116,507,068</u>	<u>140,311,646</u>
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities (Note 9)	10,898,995	18,154,974
Accrued vacation pay (Note 10)	89,276,470	86,606,630
Employee future benefits		
Accrued severance pay (Note 11)	144,425,473	138,629,279
Accrued sick pay (Note 11)	92,308,602	92,795,259
Other employee benefits	118,659	143,915
Long-term debt (Schedule 8 and 8A)	13,532,140	14,210,556
Obligation under capital lease (Note 12)	584,964	279,207
Deferred revenue (Note 16)	7,884,115	12,059,587
Deferred special incentives (Note 17)	<u>6,396,495</u>	<u>4,515,695</u>
	<u>365,523,913</u>	<u>365,395,102</u>
NET DEBT	<u>(249,016,845)</u>	<u>(225,083,456)</u>
NON-FINANCIAL ASSETS		
Prepaid expenses (Note 7)	1,292,501	1,192,906
Tangible capital assets (Schedule 7)	<u>677,079,226</u>	<u>629,934,732</u>
	<u>678,371,727</u>	<u>631,127,638</u>
ACCUMULATED SURPLUS		
Accumulated surplus - restricted (Note 19)	1,370,659	1,370,659
Accumulated surplus - unrestricted	<u>427,984,223</u>	<u>404,673,523</u>
	<u>\$ 429,354,882</u>	<u>\$ 406,044,182</u>

Contingent liabilities (Note 15)

On Behalf of the Board:



Chairperson



Treasurer

Newfoundland and Labrador English School District
Non-Consolidated - Statement of Operations

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 2016</u>	<u>June 2015</u>
Revenue			
Provincial government grants (Schedule 1)	\$ 783,376,066	\$ 789,564,529	\$ 760,252,978
Ancillary services (Schedule 1)	696,000	781,509	809,514
Miscellaneous (Schedule 1)	979,000	3,451,374	3,422,895
Capital transfers from government		73,803,861	75,940,873
Gain on sale of capital assets		80,464	
	<u>785,051,066</u>	<u>867,681,737</u>	<u>840,426,260</u>
Expenditures			
Administration (Schedule 2)	12,663,384	12,497,553	13,410,728
Human resources (Schedule 2)	1,916,993	1,758,894	1,598,245
Instructional (Schedule 3)	633,690,473	634,650,721	619,128,760
Information technology (Schedule 4)	4,866,599	4,974,504	5,034,070
Operations and maintenance (Schedule 5)	75,884,227	81,743,572	76,647,797
Pupil transportation (Schedule 6)	56,029,390	57,683,163	52,734,887
Amortization of capital assets (Schedule 7B)		29,062,630	27,213,658
Loss on sale of capital assets			425,368
	<u>\$ 785,051,066</u>	<u>822,371,037</u>	<u>796,193,513</u>
Annual surplus from operations - unrestricted		<u>\$ 45,310,700</u>	<u>\$ 44,232,747</u>
<hr/>			
Accumulated surplus - unrestricted, beginning of year		\$ 404,673,523	\$ 360,440,776
Annual surplus from operations - unrestricted		45,310,700	44,232,747
Transfer to Government of Newfoundland and Labrador (Note 20)		<u>(22,000,000)</u>	
Accumulated surplus - unrestricted, end of year		<u>\$ 427,984,223</u>	<u>\$ 404,673,523</u>
<hr/>			
Accumulated surplus - restricted, beginning of year		\$ 1,370,659	\$ 1,370,659
Annual surplus from operations - restricted			
Accumulated surplus - restricted, end of year		<u>\$ 1,370,659</u>	<u>\$ 1,370,659</u>

**Newfoundland and Labrador English School District
Non-Consolidated - Statement of Changes in Net Debt**

For the year ended June 30, 2016

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Annual surplus from operations	\$ 45,310,700	\$ 44,232,747
Changes in tangible capital assets		
Acquisition of tangible capital assets	(76,323,224)	(79,261,238)
(Gain) Loss on disposal of tangible capital assets	(80,464)	425,368
Proceeds on disposal of tangible capital assets	196,564	285,469
Amortization of tangible capital assets	<u>29,062,630</u>	<u>27,213,658</u>
Increase in net book value of tangible capital assets	<u>(47,144,494)</u>	<u>(51,336,743)</u>
Changes in other non-financial assets		
Increase in prepaid expenses	(99,595)	(22,939)
Transfer to Government of Newfoundland and Labrador (Note 20)	<u>(22,000,000)</u>	<u> </u>
Increase in net debt	(23,933,389)	(7,126,935)
Net debt, beginning of year	<u>(225,083,456)</u>	<u>(217,956,521)</u>
Net debt, end of year	<u>\$ (249,016,845)</u>	<u>\$ (225,083,456)</u>

See accompanying notes to financial statements.

Newfoundland and Labrador English School District
Non-Consolidated - Statement of Cash Flows

For the year ended June 30, 2016

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
OPERATING ACTIVITIES		
Excess of revenue over expenditures	\$ 45,310,700	\$ 44,232,747
Items not affecting cash:		
Amortization of tangible capital assets	29,062,630	27,213,658
(Gain) Loss on disposal of tangible capital assets	(80,464)	425,368
Increase in accrued vacation pay	2,669,840	187,467
Decrease in accrued sick pay	(488,657)	(833,784)
Increase in accrued severance pay	5,796,194	8,485,632
Decrease in other employee benefits liability	(25,256)	(17,502)
Changes in:		
Short-term investments	487,849	(61,630)
Accounts receivable	(2,395,702)	6,842,072
Prepaid expenses	(99,595)	(22,939)
Deferred revenue	(2,194,671)	2,923,898
Accounts payable and accrued liabilities	(5,255,979)	1,779,528
	<u>72,786,889</u>	<u>91,154,515</u>
INVESTING ACTIVITIES		
Acquisition of tangible capital assets	(76,323,224)	(79,261,238)
Proceeds on disposal of tangible capital assets	196,564	285,469
	<u>(76,126,660)</u>	<u>(78,975,769)</u>
FINANCING ACTIVITIES		
Proceeds from obligation under capital lease	486,370	
Repayment of obligation under capital lease	(180,614)	(115,539)
Proceeds from long-term borrowings	1,542,628	2,822,874
Repayment of long-term debt	(2,221,044)	(2,295,513)
Transfer to Government of Newfoundland and Labrador	(22,000,000)	
	<u>(22,372,660)</u>	<u>411,822</u>
Change in cash resources	(25,712,431)	12,590,568
Cash, beginning of year	<u>45,624,845</u>	<u>33,034,277</u>
Cash, end of year	<u>\$ 19,912,414</u>	<u>\$ 45,624,845</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

Nature of Operations

The Newfoundland and Labrador English School District (the "District") is responsible for the operations and maintenance of all English speaking schools in the Province of Newfoundland and Labrador. The District was formed September 1, 2013 after the Government of Newfoundland and Labrador (the "Province") amalgamated four previous boards known as Eastern School District, Western School District, Nova Central School District, and Labrador School District.

1. Significant Accounting Policies

Except for the fact that these statements are non-consolidated, these non-consolidated financial statements are prepared in accordance with Canadian public sector accounting standards, which for purposes of the District's financial statements are represented by accounting recommendations of the Public Sector Accounting Board ("PSAB") of CPA Canada, supplemented by other CPA Canada accounting standards or pronouncements.

These non-consolidated financial statements have, in management's opinion, been properly prepared within reasonable limits of materiality and within the framework of accounting policies summarized below:

Basis of Presentation

These non-consolidated financial statements reflect the assets, liabilities, revenue and expenditures of the District. These non-consolidated financial statements have not been consolidated with those of other organizations controlled by the District.

The District currently exercises control over corporations known as the Newfoundland and Labrador Education Foundation Inc. and Newfoundland and Labrador International Student Education Inc.

The net assets of the Newfoundland and Labrador Education Foundation Inc. as at December 31, 2015 were \$280,939 in accordance with the financial statements compiled by the corporation. The net assets of the Newfoundland and Labrador International Student Education Inc. as at June 30, 2016 were \$1,523,656 in accordance with the financial statements compiled by the corporation.

These non-consolidated financial statements do not include school based financial activities which would consist of revenues, expenses and net assets controlled by school administration.

Revenue

The District's main source of funding is derived from the Government of Newfoundland and Labrador, Department of Education (the "Department"). The Department provides funding for operations, transportation, capital expenditures and teacher salaries and severance pay. Funding is included in revenue on the accrual basis and when the related expenditures have been incurred with the exception of funding for the teacher severance pay which is recorded when the severance is paid to employees. Funding designated for specific purposes, for which criteria has not been met, is deferred and included in revenue when all eligibility criteria have been met.

Restricted Surplus

The District received funding from the Province and external sources which has been restricted for specific purposes in the future. Restricted funds have been recorded as revenue and transferred to restricted surplus for the designated purpose.

Leases

Leases that transfer to the District substantially all of the risks and rewards incidental to ownership of the leased items are accounted for as capital leases. Assets acquired under a capital lease result in a tangible capital asset and an obligation being recorded equal to the lesser of the present value of the minimum lease payments and the property's fair value at the time of inception of the lease.

All other leases are accounted for as operating leases and the related payments are expensed as incurred.

Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements

For the year ended June 30, 2016

1. Significant Accounting Policies (Cont'd)

Tangible Capital Assets

Tangible capital assets assumed by the District on September 1, 2013, as a result of legislation passed pursuant to the *Schools Act, 1997* and the *Education Act*, were recorded based on the carrying values shown on the audited financial statements of the predecessor entities.

Tangible capital assets are amortized using the straightline basis over their estimated useful lives, using the following rates:

Buildings	25-60 years
Furniture and equipment	10 years
Service vehicles	5 years
Buses	12 years
Miscellaneous	5 years

The District capitalizes items purchased during the year that are in the excess of \$15,000 and have useful economic lives extending beyond the accounting period.

Teachers' and Student Assistants' Payroll

The Government of Newfoundland and Labrador processes the payrolls and remits the source deductions directly to the appropriate agencies. The amounts recorded in the financial statements represent gross salaries and employee benefits as reported by the Department for the year.

Pension Costs

All permanent employees of the District are covered by pension plans administered by the Province. Contributions to these plans are required from both the employee and the District. Post retirement obligations to employees are the responsibility of the Province and, as such, the employer contributions for pensions are recognized in the accounts on a current basis.

Employee Future Benefits

The District's employee future benefits included accrued severance, accrued sick leave and other employee benefits.

(i) accrued severance

Consistent with government policy, the District has in effect severance pay policies whereby certain employees are entitled to a severance payment upon leaving employment with the District. Under these policies, an employee who has nine (9) or more years of continuous service in the employment of the District or other public sector employer is entitled to be paid severance on resignation, retirement, termination by reasons of disability, expiry of recall rights or, in the event of death, to the employee's estate. The severance benefit obligation has been actuarially determined using assumptions based on management's best estimate of future salary changes and other factors. Discount rates are based on the Provinces' long-term borrowing rate.

Pursuant to a directive issued by the Department during fiscal 1998, the District recorded a severance pay liability for teachers in the District. The *Schools Act, 1997* specifies that salaries and other compensation for teachers are the responsibility of the Department. The District received written approval from the Minister of Education for the deficit arising from the Department's requirement to record accrued teachers' severance.

(ii) accrued sick leave

The District provides certain employees with sick leave benefits that accumulate but do not vest. The benefits provided to employees vary based upon classification within the various negotiated agreements. An actuarially determined accrued liability has been recorded on the statements for non-vesting sick leave benefits. The cost of non-vesting sick leave benefits are actuarially determined using management's best estimate of salary escalation, accumulated sick days at retirement, long term inflation rates and discount rates.

Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements

For the year ended June 30, 2016

(iii) other employee benefits

The District has recorded the obligation to pay certain employees at the termination of their employment for unused sick leave accumulated prior to January 1, 1985. As these benefits no longer accumulate or vest as of 1985 they are outside of the scope of PS 3255, *Post-employment benefits, compensated absences and termination benefits*, and are not actuarially determined at the end of each period.

Use of Accounting Estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures during the reporting periods. Areas requiring the use of management's estimates include the allowance for doubtful accounts, employee future benefits and amortization of tangible capital assets. Actual results could differ from those estimates.

Long-Lived Assets

Long-lived assets are reviewed for impairment upon the occurrence of events or changes in circumstances indicating that the value of the assets may not be recoverable.

2. Bond Coverage

At balance sheet date, the Insurance Division of Treasury Board carried fidelity bond coverage covering District employees in the amount of \$300,000 per occurrence.

3. Cash

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Current and savings bank account	\$ 19,844,607	\$ 44,901,035
Teachers' payroll bank account	65,339	721,342
Other	<u>2,468</u>	<u>2,468</u>
	<u>\$ 19,912,414</u>	<u>\$ 45,624,845</u>

4. Short Term Investments

	<u>June 30, 2016</u>	<u>June 30, 2014</u>
Term deposits and GIC's	\$ 3,655,887	\$ 4,146,936
Marketable securities	<u>183,553</u>	<u>180,353</u>
	<u>\$ 3,839,440</u>	<u>\$ 4,327,289</u>

Term deposits relate to funds specifically allocated for educational purposes within the Province of Newfoundland and Labrador. These amounts are not intended for general operations of the District.

5. Accounts Receivable

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Trade, miscellaneous and other	\$ 1,413,590	\$ 1,068,767
Interest	<u>37,035</u>	<u>37,688</u>
	<u>\$ 1,450,625</u>	<u>\$ 1,106,455</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
6. Due from Government Entities		
Government of Newfoundland and Labrador	\$ 7,546,653	\$ 7,450,764
Federal Government	<u>718,520</u>	<u>1,355,449</u>
	<u>\$ 8,265,173</u>	<u>\$ 8,806,213</u>

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
7. Prepaid Expenses		
Municipal service fees	\$ 887,056	\$ 828,207
Rent	90,047	120,520
Insurance	40,454	38,823
Other	<u>274,944</u>	<u>205,356</u>
	<u>\$ 1,292,501</u>	<u>\$ 1,192,906</u>

8. Bank Indebtedness

The District had an authorized operating demand loan of \$4,000,000, bearing interest at Royal Bank prime less 0.65% which was unused as at June 30, 2016 and June 30, 2015. In accordance with the *Schools Act, 1997*, the operating demand loan was supported by a letter of approval to borrow provided by the Minister of Education.

9. Accounts Payable and Accrued Liabilities

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Trade payables	\$ 4,958,603	\$ 9,545,367
Accrued wages	1,989,191	2,676,687
Accrued payroll deductions	1,964,688	622,803
Accrued liabilities	456,550	473,274
Other		
NLISE due to a related corporation		1,305,782
Scholarship funds	849,834	858,564
Eastern School District Trust Fund	<u>680,129</u>	<u>672,497</u>
	<u>\$ 10,898,995</u>	<u>\$ 16,154,974</u>

10. Accrued Vacation Pay

Pursuant to a directive issued by the Department during the fiscal year 2006, the District recorded the vacation pay liability for teachers in the District. The liability relates to teachers' salaries earned during the school year but not fully paid to teachers until subsequent to June 30. Accordingly, the District has recorded teachers' vacation pay receivable of \$83,039,416 at June 30, 2016.

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Vacation pay - teachers	\$ 83,039,416	\$ 80,446,844
Vacation pay - board employees	4,724,467	4,809,649
Vacation pay - executive staff	<u>1,512,587</u>	<u>1,350,137</u>
Total Accrued Vacation Pay	<u>\$ 89,276,470</u>	<u>\$ 86,606,630</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

11. Employee Future Benefits

The actuarial valuation date for sick leave and severance accrual was June 30, 2015 and has been extrapolated for June 30, 2016. PS 3255 implies that benefit obligations that are not funded in advance should be valued using a rate referencing government's cost of borrowing. As the Sick Leave and Severance are not funded in advance, the discount rate selected by Management is equal to the Provincial long term borrowing rate. This rate was 3.40% (3.35 % - June 2015) as at June 30, 2016.

ACCRUED SEVERANCE	<u>June 30, 2016</u>	<u>June 30, 2015</u>
<i>Severance Pay (Teachers)</i>		
Accrued benefit liability, beginning of year	\$ 126,991,915	\$ 118,582,787
Benefits Expense	11,431,619	14,490,310
Benefits Paid	<u>(6,088,353)</u>	<u>(6,081,182)</u>
Accrued benefit liability (Teachers), end of year	<u>132,335,181</u>	<u>126,991,915</u>
<i>Severance Pay (Board Employees)</i>		
Accrued benefit liability, beginning of year	11,637,364	11,560,860
Benefits Expense	1,545,063	1,301,561
Benefits Paid	<u>(1,092,135)</u>	<u>(1,225,057)</u>
Accrued benefit liability (Board Employees), end of year	<u>12,090,292</u>	<u>11,637,364</u>
Total accrued severance pay liability, end of year	144,425,473	138,629,279
Unamortized portion of actuarial loss	<u>(18,505,453)</u>	<u>8,734,846</u>
Total accrued severance obligation	<u>\$ 125,920,020</u>	<u>\$ 147,364,125</u>

Reconciliation of Accrued Benefit Obligation from June 30, 2015 to June 30, 2016

	<u>Board Employees</u>	<u>Teachers</u>	<u>Total</u>
Accrued benefit obligation as at June 30, 2015	\$ 12,289,068	\$ 135,075,057	\$ 147,364,125
Current period benefit cost	1,035,289	8,773,347	9,808,636
Benefits payments/contributions	(1,092,135)	(6,088,353)	(7,180,488)
Interest on the accrued benefit obligation	415,952	3,731,844	4,147,796
Actuarial (gains)/losses	<u>(116,477)</u>	<u>(28,103,572)</u>	<u>(28,220,049)</u>
Accrued benefit obligation as at June 30, 2016	<u>\$ 12,531,697</u>	<u>\$ 113,388,323</u>	<u>\$ 125,920,020</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

ACCRUED SICK LEAVE	<u>June 30, 2016</u>	<u>June 30, 2015</u>
<i>Sick Leave (Teachers)</i>		
Accrued benefit liability, beginning of year	\$ 87,295,467	\$ 88,055,827
Benefit Expense	10,925,824	10,584,489
Benefits Paid	<u>(11,121,239)</u>	<u>(11,344,849)</u>
Accrued benefit liability (Teachers), end of year	<u>87,100,052</u>	<u>87,295,467</u>
<i>Sick Leave (Board Employees)</i>		
Accrued benefits liability, beginning of year	5,499,792	5,573,216
Benefit Expense	630,627	820,032
Benefits Paid	<u>(923,869)</u>	<u>(893,456)</u>
Accrued benefit liability (Board Employees), end of year	<u>5,206,550</u>	<u>5,499,792</u>
Total accrued sick leave liability, end of year	<u>92,306,602</u>	<u>92,795,259</u>
Unamortized portion of actuarial loss	<u>3,428,848</u>	<u>4,108,974</u>
Total accrued sick leave obligation	<u>\$ 95,735,450</u>	<u>\$ 96,904,233</u>

Reconciliation of Accrued Benefit Obligation from June 30, 2015 to June 30, 2016

	<u>Board Employees</u>	<u>Teachers</u>	<u>Total</u>
Accrued benefit obligation as at June 30, 2015	\$ 5,698,260	\$ 91,205,973	\$ 96,904,233
Current period benefit cost	525,046	7,250,835	7,775,881
Benefits payments/contributions	(923,869)	(11,121,239)	(12,045,108)
Interest on the accrued benefit obligation	158,248	3,085,782	3,244,030
Actuarial (gains)/losses	<u>(972,227)</u>	<u>828,641</u>	<u>(143,586)</u>
Accrued benefit obligation as at June 30, 2016	<u>\$ 4,485,458</u>	<u>\$ 91,249,992</u>	<u>\$ 95,735,450</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

12. Obligation Under Capital Leases

The District has entered into capital leases with the Royal Bank of Canada for various copiers and laptops. The principal balance outstanding as at June 30, 2016 was \$584,964 with a purchase option of \$1. Interest has been imputed at various rates for these leases. Total interest paid on these leases for the year ended June 30th, 2016 was \$16,121.

Future minimum payments under these capital leases is as follows for the year ending in:

	2017	\$	203,012
	2018		153,921
	2019		115,329
	2020		102,465
	2021		<u>41,204</u>
Total future minimum lease payments			615,931
Less: amount representing interest			<u>30,967</u>
		\$	<u>584,964</u>

13. Financial Instruments

The District's financial instruments consist of cash, short-term investments, accounts receivable, accounts payable, employee benefits payable and long term obligations. It is management's opinion that the District is not exposed to significant interest rate risk, currency or credit risks arising from these financial statements.

The carrying value of the Districts financial instruments, with the exception of long-term receivables, approximate fair values due to the short-term maturity and normal credit terms of those instruments. The long-term receivables balance does not approximate fair value as it is non-interest bearing.

14. Insurance Subsidy

The cost of insuring school properties is incurred by the Provincial Government and no amount has been recorded in these accounts to reflect this cost.

15. Contingent Liabilities

Site restoration and remediation costs associated with school properties under the District are charged to operations as incurred. Estimated future site restoration and remediation costs have not been accrued in these financial statements since the obligation, if any, is presently not determinable. Such costs are normally funded by the Province.

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

16. Deferred Revenue

Deferred revenue represents funding designated for specific purposes for which the revenue recognition criteria has not been met. The funding is deferred and included in revenue when all eligibility criteria have been met. Changes in the funding deferred to future periods are as follows:

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Balance, beginning of year	\$ 12,059,587	\$ 11,060,656
Less amounts recognized as revenue in the year	(5,701,167)	(3,010,959)
Less amount returned to Government of Newfoundland and Labrador	(3,000,000)	
Add amounts funded during the year	<u>4,625,695</u>	<u>4,009,890</u>
Balance, end of year	<u>\$ 7,984,115</u>	<u>\$ 12,059,587</u>

Deferred revenue is comprised of the following:

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Operations and maintenance	\$ 306,657	\$ 1,747,357
Instruction	5,429,707	8,209,641
Administration	197,653	1,049,115
Miscellaneous	68,636	31,295
Pupil transportation	<u>1,981,462</u>	<u>1,022,179</u>
	<u>\$ 7,984,115</u>	<u>\$ 12,059,587</u>

17. Deferred Special Incentives

Deferred special incentives represents funding designated for specific purposes for which the revenue recognition criteria has not been met. The funding is deferred and included in revenue when all eligibility criteria have been met. Changes in the funding deferred to future periods are as follows:

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Balance, beginning of year	\$ 4,515,695	\$ 2,590,727
Less amounts recognized as revenue in the year	(155,000)	
Add amounts funded during the year	<u>2,035,800</u>	<u>1,924,968</u>
Balance, end of year	<u>\$ 6,396,495</u>	<u>\$ 4,515,695</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

18. Accumulated Surplus

The District has an annual surplus of \$45,310,700 for the year ending June 30 2016, which consist of the following:

	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Annual surplus from operations - unrestricted	\$ 45,310,700	\$ 44,232,747
Add (deduct): expenditures not funded through operating grant		
Amortization	29,062,630	27,213,658
Change in employee future benefits accrual	5,307,537	7,651,848
Vacation Pay Accrual for board executive	162,450	(628,323)
Deduct: non expenditure items funded through operating grant		
Principal payments on long-term debt and leases	(2,401,658)	(2,411,052)
Tangible capital asset additions funded from operating	(320,171)	(480,608)
Deduct: revenues from capital sources		
Capital transfers from government	(73,803,861)	(75,940,873)
Loss (gain) on disposal of tangible capital assets	(80,464)	425,368
Adjusted annual surplus from operations	<u>\$ 3,237,163</u>	<u>\$ 62,765</u>

19. Restricted Surplus

In previous years, the Board of Trustees approved transfers totaling \$1,370,659 to restricted equity for specified capital purposes.

20. Return of Cash to Government of Newfoundland and Labrador

In the spring of 2016, Government of Newfoundland and Labrador requested that the board return surplus cash in the amount of \$25,000,000. An amount of \$22,000,000 was transferred from accumulated surplus and \$3,000,000 was transferred from deferred revenue. A cheque for \$25,000,000 was issued to NL Exchequer on April 30, 2016.

21. Budget

The unaudited budget data presented in these non-consolidated financial statements is based upon the Board approved budget for the year ended June 2016. Capitalization of assets, amortization and accrued severance and sick leave are not reflected in the budgeted amounts. The chart below adjusts the approved budget to reflect the same basis of accounting.

Original budgeted revenues	\$ 785,051,066
Add: capital transfers from government	<u>73,803,861</u>
Revised budgeted revenues	<u>858,854,927</u>
Original budgeted expenditures	785,051,066
Add: amortization of tangible capital assets	29,062,630
Add: change in employee future benefits accrual	5,307,537
Less: principal payments on bus loans	<u>(2,204,900)</u>
Revised budgeted expenditures	<u>817,216,333</u>
Original annual surplus (deficit)	<u>NIL</u>
Revised budgeted annual surplus	<u>\$ 41,638,594</u>

**Newfoundland and Labrador English School District
Notes to Non-Consolidated Financial Statements**

For the year ended June 30, 2016

22. Comparative Figures

Certain prior year's figures have been restated for comparative purposes and to conform to current year presentation

Newfoundland and Labrador English School District
Schedule 1
Current Revenues

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Provincial Government Grants			
Regular operating grants	\$ 115,664,900	\$ 115,781,012	\$ 112,907,530
Special grants and projects		3,912,040	2,494,889
Directors, Assistant Directors and Senior Education Officers salaries and benefits	4,990,000	4,821,389	5,801,887
Teachers salaries and benefits	586,262,000	575,752,727	563,552,335
Student assistants salaries and benefits	21,010,000	22,586,733	18,246,836
Board owned pupil transportation	21,394,666	21,863,614	20,538,106
Contracted pupil transportation	27,744,500	29,728,589	27,765,158
Transportation administration	110,000	110,000	110,000
Special needs pupil transportation	6,200,000	7,763,330	6,147,989
Maintenance grants		<u>7,245,095</u>	<u>2,688,248</u>
	<u>783,376,066</u>	<u>789,564,529</u>	<u>760,252,978</u>
Ancillary Services			
Revenues from bus charters	301,100	241,486	301,171
Revenues from rental of schools and facilities	305,000	422,699	395,003
Summer and night school fees	<u>89,900</u>	<u>117,324</u>	<u>113,340</u>
	<u>696,000</u>	<u>781,509</u>	<u>809,514</u>
Miscellaneous			
Interest on investments and bank	500,000	450,257	566,495
Special project grants		169,798	429,877
Sundry revenue	479,000	141,135	199,729
Nunatsiavut government grants		<u>2,690,184</u>	<u>2,226,794</u>
	<u>979,000</u>	<u>3,451,374</u>	<u>3,422,895</u>
Total Current Revenues	<u>\$ 785,051,066</u>	<u>\$ 793,797,412</u>	<u>\$ 764,485,387</u>

Newfoundland and Labrador English School District
Schedule 2
Administration and Human Resource Expenditures

For the year ended June 30, 2016

Administration Expenditures

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Directors, Assistant Directors and Senior Education Officers salaries and benefits	\$ 4,990,000	\$ 4,983,839	\$ 5,173,564
Board office staff salaries and benefits	4,394,184	4,042,802	3,891,867
Transition expenses			567,536
Office supplies	192,100	133,414	153,960
Replacement furniture and equipment	36,500	16,287	15,570
Postage	178,000	216,282	200,672
Telephone	446,500	443,349	499,427
Office equipment rentals and repairs	28,500	39,303	22,128
Electricity	196,000	176,597	215,681
Repairs and maintenance	19,700	41,024	1,251
Travel	115,000	52,740	48,679
Board meeting expenses	160,000	141,003	144,879
Professional fees	230,000	619,960	735,383
Advertising and public relations	82,000	54,326	64,911
Membership dues	102,800	106,643	97,466
Municipal service fees	49,900	63,416	63,718
Rental of office space	1,403,200	1,401,033	1,389,811
Professional development and meetings	39,000	27,732	23,912
Bad debt (recovery)		(78,318)	80,026
Interest expense		16,121	20,287
Total Administration Expenditures	<u>\$ 12,663,384</u>	<u>\$ 12,497,553</u>	<u>\$ 13,410,728</u>

Human Resource Expenditures

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Human resource staff salaries and benefits	\$ 1,505,093	\$ 1,358,276	\$ 1,257,276
Recruitment and training	130,000	20,322	60,315
Travel	75,000	53,955	56,394
Personnel services	206,900	326,341	224,260
Total Human Resource Expenditures	<u>\$ 1,916,993</u>	<u>\$ 1,758,894</u>	<u>\$ 1,598,245</u>

Newfoundland and Labrador English School District
Schedule 3
Instruction Expenditures

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Instructional Salaries and Benefits			
Regular teachers - salaries	\$ 466,810,000	\$ 452,801,149	\$ 451,885,934
Substitute teachers - salaries	25,279,000	25,742,087	24,554,429
Teachers benefits	94,173,000	97,200,666	87,115,618
Student assistants - salaries and benefits	21,010,000	22,586,733	18,246,836
School secretaries salaries and benefits	13,477,234	12,713,936	12,158,820
Board employees - salaries and benefits	1,252,982	986,129	1,112,258
Native teachers - salaries and benefits		1,746,892	1,479,666
Special projects - salaries and benefits		1,172,415	1,044,892
Change in employee future benefits accrual		<u>5,307,537</u>	<u>7,651,848</u>
	<u>622,002,216</u>	<u>620,257,544</u>	<u>605,250,301</u>
Instructional Materials			
Materials - schools	8,951,457	8,652,188	8,713,332
Materials - district	404,800	173,288	504,856
Aboriginal peoples programs		923,888	722,290
Special grants and projects		<u>2,741,801</u>	<u>1,870,855</u>
	<u>9,356,257</u>	<u>12,491,165</u>	<u>11,811,333</u>
Instructional Furniture and Equipment			
Replacement	<u>124,500</u>	<u>106,735</u>	<u>66,271</u>
Instructional Staff Travel and PD			
Travel and PD - Instructional staff	1,702,600	1,281,217	1,495,754
Travel and PD - Aboriginal peoples programs		<u>19,403</u>	<u>24,838</u>
	<u>1,702,600</u>	<u>1,300,620</u>	<u>1,520,592</u>
Other Instructional Costs			
Other	415,000	355,135	361,723
Summer School	<u>89,900</u>	<u>139,522</u>	<u>118,540</u>
	<u>504,900</u>	<u>494,657</u>	<u>480,263</u>
Total Instruction Expenditures	<u>\$ 633,690,473</u>	<u>\$ 634,650,721</u>	<u>\$ 619,128,760</u>

Newfoundland and Labrador English School District
Schedule 4
Information Technology

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Information technology staff salaries and benefits	\$ 3,648,899	\$ 3,569,861	\$ 3,492,294
Supplies and materials	422,700	446,454	552,833
Licences and subscription	670,000	778,331	788,738
Travel	125,000	179,858	200,205
Total Information Technology	\$ 4,866,599	\$ 4,974,504	\$ 5,034,070

Newfoundland and Labrador English School District
Schedule 5
Operations and Maintenance Expenditures

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Salaries and benefits - janitorial	\$ 30,030,206	\$ 29,142,423	\$ 27,760,100
Salaries and benefits - maintenance	8,129,072	7,827,930	7,509,071
Electricity	14,490,500	14,560,642	14,569,655
Fuel	3,300,000	2,620,832	3,670,202
Municipal service fee	3,364,500	3,442,681	3,348,679
Telephone	3,150,000	3,439,104	3,181,260
Snow clearing	4,650,000	5,017,962	4,731,975
Vehicle operating and travel	874,500	828,569	998,606
Janitorial supplies and equipment	1,557,959	1,825,868	1,777,876
Repairs and maintenance	6,052,490	5,427,291	6,257,917
Maintenance grants expense		7,229,730	2,596,954
Housing	285,000	380,540	245,502
Total Operations and Maintenance	<u>\$ 75,884,227</u>	<u>\$ 81,743,572</u>	<u>\$ 76,647,797</u>

Newfoundland and Labrador English School District
Schedule 6
Pupil Transportation Expenditures

For the year ended June 30, 2016

	<u>Budget</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Board Owned Fleet			
Salaries and benefits - administration	\$ 864,271	\$ 637,779	\$ 717,479
Salaries and benefits - drivers and mechanics	13,263,895	13,746,622	12,439,633
Debt repayment- interest	415,000	348,799	374,068
Principal payments on bus loans	2,204,900		
Gas and oil	2,141,100	1,911,048	2,140,851
Licenses	195,200	190,255	181,430
Insurance	131,600	129,490	127,647
Repairs and maintenance - fleet	1,315,100	1,829,637	1,297,500
Building	69,500	70,427	106,756
Tires and tubes	229,600	166,860	195,750
Heat and light	151,100	165,497	151,023
Municipal service	74,800	72,549	69,136
Snow clearing	123,900	159,311	106,237
Office supplies	21,500	23,013	20,413
Rent	79,000	75,024	75,290
Travel	38,000	36,666	30,654
Professional fees	8,000		
Miscellaneous	242,000	129,528	355,501
Telephone	127,300	136,473	128,067
	<u>21,695,766</u>	<u>19,828,978</u>	<u>18,517,435</u>
Contracted Services			
Regular transportation	27,744,500	29,728,590	27,765,159
Alternate transportation	6,200,000	7,763,330	6,147,989
	<u>33,944,500</u>	<u>37,491,920</u>	<u>33,913,148</u>
District Administration			
Salaries and benefits - administrative	319,124	317,652	285,090
Travel	6,000	8,693	4,649
Professional fees	34,000	3,691	5,159
Non funded equipment and expenses (recovery)	30,000	32,229	9,406
	<u>389,124</u>	<u>362,265</u>	<u>304,304</u>
Total Pupil Transportation Expenditures	<u>\$ 56,029,390</u>	<u>\$ 57,683,163</u>	<u>\$ 52,734,887</u>

Newfoundland and Labrador English School District
 Schedule 7
 Tangible Capital Assets

For the year ended June 30, 2016

	Cost June 30, 2016	Accumulated Amortization 2016	NBV June 30, 2016	NBV June 30, 2015
Land and Sites	\$ 21,040,997		\$ 21,040,997	\$ 19,844,513
Buildings				
Schools	1,113,187,386	\$ 483,158,229	630,029,157	583,944,366
Administration	11,505,824	8,350,527	3,155,297	3,299,254
Residential	9,507,269	6,079,107	3,428,162	3,304,368
Other	57,356	55,504	1,852	7,588
	<u>1,134,257,835</u>	<u>497,643,367</u>	<u>636,614,468</u>	<u>590,555,576</u>
Furniture and Equip.				
Schools	56,371,274	54,329,638	2,041,636	2,104,439
Administration	11,009,398	10,430,457	578,941	415,727
Residential	2,384	2,384		
Computers	6,026,810	5,741,170	285,640	354,232
	<u>73,409,866</u>	<u>70,503,649</u>	<u>2,906,217</u>	<u>2,874,398</u>
Vehicles				
Service vehicles	2,251,416	2,019,303	232,113	200,546
Pupil Transportation				
Building	2,851,722	2,428,205	423,517	444,435
Buses	33,048,074	19,744,537	13,303,537	14,105,431
Service vehicles	364,869	337,518	27,351	44,525
	<u>36,264,665</u>	<u>22,510,260</u>	<u>13,754,405</u>	<u>14,594,391</u>
Misc. Capital Assets				
Parking lots	2,227,335	287,055	1,940,280	1,560,542
Tools	18,162	18,162		
Water lines	29,151	10,690	18,461	19,433
Oil tanks	1,190,656	618,371	572,285	285,333
	<u>3,465,304</u>	<u>934,278</u>	<u>2,531,026</u>	<u>1,865,308</u>
Total Capital Assets	<u>\$1,270,690,083</u>	<u>\$ 593,610,857</u>	<u>\$ 677,079,226</u>	<u>\$ 629,934,732</u>

Newfoundland and Labrador English School District
 Schedule 7A
 Details of Tangible Capital Assets - Additions and Disposals

For the year ended June 30, 2016

	Cost June 30, 2015	Additions 2016	Disposals 2016	Cost June 30, 2016
Land and Sites	\$ 19,844,513	\$ 1,262,584	\$ 66,100	\$ 21,040,997
Buildings				
Schools	1,043,797,069	71,361,091	1,970,774	1,113,187,386
Administration	11,505,824			11,505,824
Residential	9,016,289	490,980		9,507,269
Other	57,356			57,356
	<u>1,064,376,538</u>	<u>71,852,071</u>	<u>1,970,774</u>	<u>1,134,257,835</u>
Furniture and Equip.				
Schools	56,327,947	43,327		56,371,274
Administration	10,523,028	486,370		11,009,398
Residential	2,384			2,384
Computers	5,914,402	112,408		6,026,810
	<u>72,767,761</u>	<u>642,105</u>		<u>73,409,866</u>
Vehicles				
Service vehicles	<u>2,332,835</u>	<u>164,437</u>	<u>245,856</u>	<u>2,251,416</u>
Pupil Transportation				
Building	2,851,722			2,851,722
Buses	33,771,068	1,542,628	2,265,622	33,048,074
Service vehicles	364,869			364,869
	<u>36,987,659</u>	<u>1,542,628</u>	<u>2,265,622</u>	<u>36,264,665</u>
Misc. Capital Assets				
Parking lot	1,736,230	491,105		2,227,335
Tools	18,162			18,162
Water lines	29,151			29,151
Oil tanks	822,362	368,294		1,190,656
	<u>2,605,905</u>	<u>859,399</u>		<u>3,465,304</u>
Total Capital Assets	<u>\$1,198,915,211</u>	<u>\$ 76,323,224</u>	<u>\$ 4,548,352</u>	<u>\$1,270,690,083</u>

Newfoundland and Labrador English School District
 Schedule 7B
 Details of Tangible Capital Assets - Amortization

For the year ended June 30, 2016

	Accumulated Amortization June 30, 2015	Amortization 2016	Amortization on disposals 2016	Change in Amortization 2016	Accumulated Amortization June 30, 2016
Land and Sites					
Buildings					
Schools	\$ 459,852,703	\$ 25,226,300	\$ 1,920,774	\$ 23,305,526	\$ 483,158,229
Administration	8,206,570	143,957		143,957	8,350,527
Residential	5,711,921	367,186		367,186	6,079,107
Other	49,768	5,736		5,736	55,504
	<u>473,820,962</u>	<u>25,743,179</u>	<u>1,920,774</u>	<u>23,822,405</u>	<u>497,643,367</u>
Furniture and Equip.					
Schools	54,223,508	106,130		106,130	54,329,638
Administration	10,107,301	323,156		323,156	10,430,457
Residential	2,384				2,384
Computers	5,560,170	181,000		181,000	5,741,170
	<u>69,893,363</u>	<u>610,286</u>		<u>610,286</u>	<u>70,503,649</u>
Vehicles					
Service vehicles	2,132,289	132,870	245,856	(112,986)	2,019,303
Pupil Transportation					
Building	2,407,287	20,918		20,918	2,428,205
Buses	19,665,636	2,344,523	2,265,622	78,901	19,744,537
Service vehicles	320,345	17,173		17,173	337,518
	<u>22,393,268</u>	<u>2,382,614</u>	<u>2,265,622</u>	<u>116,992</u>	<u>22,510,260</u>
Misc. Capital Assets					
Parking lots	175,688	111,367		111,367	287,055
Tools	18,162				18,162
Water lines	9,718	972		972	10,690
Oil tanks	537,029	81,342		81,342	618,371
	<u>740,597</u>	<u>193,681</u>		<u>193,681</u>	<u>934,278</u>
Total Capital Assets	<u>\$ 568,980,479</u>	<u>\$ 29,062,630</u>	<u>\$ 4,432,252</u>	<u>\$ 24,630,378</u>	<u>\$ 593,610,857</u>

Newfoundland and Labrador English School District
Schedule 8
Long-Term Debt

For the year ended June 30, 2016

Pupil Transportation Loans, Variable Rate

<u>Creditor</u>	<u>Monthly Principal</u>	<u>Plus Interest</u>	<u>Maturity Date</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Scotiabank	1,696	Prime	2015		\$ 5,086
Bank of Montreal	4,336	Prime +2%	2016		47,696
CIBC	1,117	Prime	2016		4,468
CIBC	1,675	Prime	2016		6,697
TD Canada Trust	3,794	Prime -1%	2016	\$ 15,203	60,728
TD Canada Trust	1,084	Prime -1%	2016	3,253	16,262
Scotiabank	4,459	Prime	2016	441,435	494,943
Scotiabank	4,687	Prime	2016	402,998	459,242
Scotiabank	2,924	Prime	2016	75,968	111,056
CIBC	542	Prime	2017	1,083	7,587
TD Canada Trust	21,563	Prime -1%	2017	280,320	539,077
CIBC	542	Prime	2017	1,626	8,130
CIBC	4,530	Prime	2018	72,480	126,840
TD Canada Trust	24,443	Prime -1%	2019	611,076	904,392
CIBC	5,930	Prime	2019	171,980	243,144
CIBC	3,025	Prime	2022	232,925	269,225
Scotiabank	2,523	Prime	2022	191,809	222,085
CIBC	3,201	Prime	2023	275,320	313,736
TD Canada Trust	7,873	Prime -1%	2023	684,908	779,378
TD Canada Trust	13,293	Prime -1%	2023	997,011	1,156,533
TD Canada Trust	6,182	Prime -1%	2025	624,957	699,209
TD Canada Trust	5,538	Prime	2025	614,739	681,196
TD Canada Trust	6,806	Prime	2025	769,028	850,694
CIBC	5,521	Prime	2025	568,622	634,869
Scotiabank	2,659	Prime	2025	280,854	312,132
Total Pupil Transportation				7,317,595	8,954,405

Pupil Transportation Loans, Fixed Rate

<u>Creditor</u>	<u>Blended Pys</u>	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>June 30, 2016</u>	<u>June 30, 2015</u>
Bank of Montreal	\$ 4,393	4.55%	2015	61,777	111,460
Royal Bank	4,320	5.04%	2018	113,691	158,559
Bank of Montreal	2,256	3.59%	2022	151,082	172,593
Royal Bank	3,759	2.60%	2023	297,695	334,542
Royal Bank	3,788	3.02%	2024	331,529	366,400
Royal Bank	4,604	3.08%	2025	451,002	491,678
Royal Bank	8,782	3.03%	2025	868,890	946,664
Royal Bank	23,314	2.96%	2026	2,470,901	2,674,255
Royal Bank	12,326	2.38%	2027	1,467,978	
Total Pupil Transportation				6,214,545	5,256,151

Total Long Term Debt

\$ 13,532,140 \$ 14,210,556

Security for certain loans has been provided in the form of chattel mortgages over specific vehicles.

Newfoundland and Labrador English School District
Schedule 8A
Details of Long-Term Debt and Interest Expense

For the year ended June 30, 2016

<u>Long-Term Debt</u>				
Description	Balance Beginning of Year	Loans Obtained During Year	Principal Repayment for Year	Balance End of Year
Transportation	\$ 14,210,556	\$ 1,542,628	\$ 2,221,044	\$ 13,532,140

Annual principal payments

Annual principal payments to maturity are as follows:

2017	\$ 2,160,317
2018	\$ 1,846,999
2019	\$ 1,438,435
2020	\$ 1,378,270
2021	\$ 1,395,262
Thereafter	\$ 5,312,857