

Consolidated Financial Statements

AvonMaitlandDistrictSchool Board

August 31, 2012 and August 31, 2011

Management's Responsibility for the Consolidated Financial Statements

The accompanying consolidated financial statements of the Avon Maitland District School Board are the responsibility of the Board 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 judgement, 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 Board meets with management and the external auditors to review the consolidated financial statements and discuss any significant financial reporting or internal control matters prior to their approval of the consolidated financial statements.

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

Ted Doherty
Director of Education
and Secretary of the Board

Janet Baird-Jackson
Superintendent of Business
and Treasurer

Date: November 13, 2012



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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees of the Avon Maitland District School Board

We have audited the accompanying consolidated financial statements of Avon Maitland District School Board, which comprise the consolidated statements of financial position as at August 31, 2012 and August 31, 2011, the consolidated statements of operations, changes in net debt and cash flows for the years then ended and a summary of significant accounting policies and other explanatory information.

Management's Responsibility 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these consolidated financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation of the consolidated financial statements 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 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 consolidated financial statements.

We believe that the audit evidence we have obtained in our audits is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the consolidated financial statements of Avon Maitland District School Board as at and for the years ended August 31, 2012 and August 31, 2011 are prepared, in all material respects, in accordance with the basis of accounting described in note 1 to the consolidated financial statements.

Emphasis of Matter

Without modifying our opinion, 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.

KPMG LLP

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, slanted style. Below the signature is a long, horizontal, slightly curved line that tapers at both ends.

Chartered Accountants, Licensed Public Accountants

November 13, 2012

London, Canada

**Avon Maitland District School Board
Consolidated Statement of Financial Position**

As at August 31, 2012 and August 31, 2011

	2012 \$	2011 \$
FINANCIAL ASSETS		
Cash and cash equivalents	10,355,674	3,243,331
Accounts receivable	6,911,390	6,445,154
Accounts receivable, Province of Ontario	402,587	1,173,402
Accounts receivable, Province of Ontario – Capital debt grant (note 2)	45,429,514	40,472,971
Investments	122,898	149,263
Assets held for sale (note 3)	1,455,383	-
Total financial assets	64,677,446	51,484,121
FINANCIAL LIABILITIES		
Accounts payable and accrued liabilities	8,853,697	6,506,699
Long-term financing (note 8)	39,253,685	33,268,457
Deferred revenue (note 4)	5,202,709	1,915,866
Retirement and other employee future benefits payable (note 6)	28,514,822	53,374,834
Deferred capital contributions (note 5)	110,179,703	107,518,751
Total financial liabilities	192,004,616	202,584,607
Net debt	127,327,170	151,100,486
NON-FINANCIAL ASSETS		
Prepaid expenses	490,890	409,323
Tangible capital assets (note 10)	115,577,213	112,965,302
Total non-financial assets	116,068,103	113,374,625
Commitments and contingencies (note 13)		
Accumulated deficit (note 11)	(11,259,067)	(37,725,861)

See accompanying notes to consolidated financial statements

On behalf of the Board:



Director of Education



Chair of the School Board

**AvonMaitlandDistrictSchool Board
Consolidated Statement of Operations**

For the years ended August 31, 2012 and August 31, 2011

	2012		2011
	Budget	Actual	Actual
	\$	\$	\$
	<i>(unaudited)</i>		
REVENUES			
Local taxes	38,559,683	38,035,960	39,160,138
Provincial grants - student focused funding	142,504,461	143,400,385	137,853,232
Provincial grants - OYAP	104,002	95,863	104,002
Provincial grants - other	5,323,901	6,244,112	6,305,365
Federal grants and fees	-	209,450	300,368
Other revenues - school boards	778,000	736,131	827,295
Other fees and revenues	1,082,654	1,516,627	944,407
Investment income	150,000	111,259	41,745
School fundraising(<i>schedule 1</i>)	7,500,000	6,910,492	7,287,304
Total revenues	196,002,701	197,260,279	192,823,856
EXPENSES (<i>note 9</i>)			
Instruction	149,509,731	125,233,662	146,053,939
Administration	4,822,761	3,916,049	4,630,888
Transportation	11,679,840	11,762,727	11,595,922
Pupil accommodation	24,206,557	22,669,731	22,770,611
Other	216,662	326,224	216,662
School funded activities(<i>schedule 1</i>)	7,500,000	6,885,092	7,252,231
Total expenses	197,935,551	170,793,485	192,520,253
Annual surplus (deficit)	(1,932,850)	26,466,794	303,603
Accumulated deficit, opening	(38,870,481)	(37,725,861)	(38,029,464)
Accumulated deficit, closing(<i>note 11</i>)	(40,803,331)	(11,259,067)	(37,725,861)

See accompanying notes to consolidated financial statements

**Avon Maitland District School Board
Consolidated Statement of Cash Flow**

For the years ended August 31, 2012 and August 31, 2011

	2012	2011
	\$	\$
OPERATING TRANSACTIONS		
Annual surplus	26,466,794	303,603
Changes in non-cash items		
Amortization of tangible capital assets	6,432,167	6,231,539
Write-down of tangible capital assets	1,090,185	81,207
Loss on disposal of tangible capital assets	484,465	-
Transfer of tangible capital assets to assets held for sale	1,455,383	-
Revenue from deferred capital contributions	(7,130,650)	(5,859,539)
Changes in non-cash assets and liabilities		
Decrease in accounts receivable	304,579	2,596,995
Increase in assets held for sale	(1,455,383)	-
Increase (decrease) in accounts payable and accrued liabilities	2,346,998	(2,776,125)
Increase (decrease) in deferred revenue	211,062	(551,696)
Increase (decrease) in employee future benefit payable	(24,860,012)	1,419,913
Increase in prepaid expenses	(81,567)	(176,742)
Net increase in cash from operations	5,264,021	1,269,155
CAPITAL TRANSACTIONS		
Proceeds on sale of tangible capital assets	951,781	-
Cash used to acquire tangible capital assets	(13,025,892)	(8,852,231)
Net (decrease) in cash from capital	(12,074,111)	(8,852,231)
INVESTING TRANSACTIONS		
Cash provided by (applied to) investing transactions	26,365	(25,100)
Net increase in cash from capital	26,365	(25,100)
FINANCING TRANSACTIONS		
Long-term financing issued	7,151,171	2,760,636
Long-term financing repayments	(1,165,943)	(1,243,088)
(Increase) decrease in accounts receivable - capital	(4,956,543)	5,007
Additions to deferred capital contributions	9,791,602	6,687,680
Increase in deferred revenue – capital	3,075,781	238,566
Cash provided by financing transactions	13,896,068	8,448,801
Change in Cash and Cash Equivalents	7,112,343	840,625
Cash and cash equivalents, opening	3,243,331	2,402,706
Cash and cash equivalents, closing	10,355,674	3,243,331

See accompanying notes to consolidated financial statements

**Avon Maitland District School Board
Consolidated Statement of Change in Net Debt**

For the years ended August 31, 2012 and August 31, 2011

	2012	2011
	\$	\$
Annual surplus	26,466,794	303,603
TANGIBLE CAPITAL ASSET ACTIVITY		
Acquisition of tangible capital assets	(13,025,892)	(8,852,231)
Amortization of tangible capital assets	6,432,167	6,231,539
Loss on sale of tangible capital assets	484,465	-
Proceeds on sale of tangible capital assets	951,781	-
Transfer to assets held for sale	1,455,383	-
Write-down on tangible capital assets	1,090,185	81,207
Total tangible capital assets activity	(2,611,911)	(2,539,485)
OTHER NON-FINANCIAL ASSET ACTIVITY		
Acquisition of prepaid expenses	(490,890)	(409,323)
Use of prepaid expenses	409,323	232,581
Total other non-financial asset activity	(81,567)	(176,742)
Decrease (increase) in net debt	23,773,316	(2,412,624)
Net debt, opening	(151,100,486)	(148,687,862)
Net debt, closing	(127,327,170)	(151,100,486)

See accompanying notes to consolidated financial statements

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting

The consolidated financial statements for the Avon Maitland District School Board (the "Board") 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 Consolidated 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, property tax revenue.

The accounting policy requirements under Regulation 395/11 are significantly different from the requirements of Canadian public sector accounting standards which requires 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 Consolidated Statement of Operations and certain related deferred revenues and deferred capital contributions would be recorded differently under Canadian Public Sector Accounting Standards.

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Accounting (Cont'd)

Regulation 395/11, "Accounting Policies and Practices Public Entities" was released in the fall of 2011 requiring that the school board comply with the related accounting policy requirements described above. Prior to the release of this Regulation the consolidated financial statements as at and for the year ended August 31, 2011 were originally prepared under a special purpose framework as directed by the Ministry of Education. As a result, these are the first consolidated financial statements of the School Board 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 ("new financial reporting framework"). The School Board has applied this new financial reporting framework retrospectively to the comparative information in these consolidated financial statements. There are no changes to accumulated surplus on the Consolidated Statement of Financial Position as at August 31, 2011 or the annual surplus on the Consolidated Statement of Operations for the year ended August 31, 2011 as a result of the transition to this new financial reporting framework.

(b) Reporting entity

The consolidated financial statements reflect the assets, liabilities, revenues, expenditures and fund balances of the reporting entity. The reporting entity is comprised of all organizations accountable for the administration of their financial affairs and resources to the Board and which are controlled by the Board.

School generated funds, which include 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 as are the pro-rata assets, liabilities, revenues and expenses of the Huron Perth Student Transportation Services ("HPSTS") transportation consortium.

(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 are comprised of cash on hand, demand deposits and short-term investments. Short-term investments are highly liquid, subject to insignificant risk of changes in value and have a short maturity term of less than 90 days.

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(e) Investments

Temporary investments are carried on the Consolidated Statement of Financial Position at the lower of cost or market value while 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 assets received or receivable for use in providing services, shall be recognized as deferred capital contributions 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

(h) Retirement and other employee future benefits

The Board provides defined retirement and other future benefits to specified employee groups. These benefits include pension, health, dental and life insurance, retirement gratuity, compensated absences and workers' compensation benefits. On September 11th, 2012, the Government of Ontario passed Bill 115, Putting Students First Act which included changes to the Board's retirement gratuity plan, sick leave plan and retiree health, life and dental plan. The Board has adopted the following policies with respect to accounting for these employee benefits:

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES

(h) Retirement and employee future benefits (Cont'd)

- (i) The costs of self insured retirement and other employee future benefit plans are actuarially determined using management's best estimate of salary escalation, accumulated sick days at retirement, insurance and health care costs trends, disability recovery rates, long-term inflation rates and discount rates. In prior years, the cost of retirement gratuities that vested or accumulated over the periods of service provided by the employee were actuarially determined using management's best estimate of salary escalation, accumulated sick days at retirement and discount rates. As a result of the plan change, the cost of retirement gratuities are 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. The changes resulted in a plan curtailment and any unamortized actuarial gains and losses are recognized as at August 31, 2012. Any future actuarial gains and losses arising from changes to the discount rate will be amortized over the expected average remaining service life of the employee group.

For self insured retirement and other employee future benefits that vest or accumulate over the periods of service provided by employees, such as life insurance and health care benefits for retirees, the cost is actuarially determined using the projected benefits method prorated on service. Under this method, the benefit costs are recognized over the expected average service life of the employee group. The changes to the retiree health, life and dental plans resulted in a plan curtailment and any unamortized actuarial gains and losses associated with the employees impacted by the change are recognized as at August 31, 2012.

For self-insured benefit obligations that arise from specific events that occur from time to time, such as obligations for workers' compensation 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.

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

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(i) Tangible capital assets

Tangible capital assets are recorded at historical cost less accumulated amortization. Historical cost includes the costs directly related to the acquisition, design, construction, development, improvement or betterment of the asset, as well as interest related to financing during construction. When historical cost records were not available, other methods were used to estimate the costs and accumulated amortization.

Leases which transfer substantially all of 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 remaining useful life as follows:

Asset	Estimated useful life in years
Buildings	40 years
Portable structures	20 years
Land improvements with finite lives	15 years
Furniture	10 years
First time equipping	10 years
Equipment	5 – 15 years
Computer hardware	5 years
Computer software	5 years
Vehicles	5 – 10 years

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, cultural and historic assets are not recorded as assets in these consolidated financial statements.

AvonMaitlandDistrictSchool Board

Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(j) Impairment of long-lived assets

Long-lived assets, including tangible capital assets subject to amortization are reviewed for impairment whenever events or changes in circumstances indicate the carrying amount of an asset may not be recoverable. If the carrying amount of the asset exceeds the estimated future cash flows, an impairment charge is recognized equal to the amount by which the carrying value exceeds the fair value of the asset.

(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.

Government transfers for capital that meet the definition of a liability are referred to as deferred capital contributions (DCC). Amounts are recognized into revenue as the liability is extinguished over the useful life of the asset.

(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. The budget figures are unaudited.

(n) Use of estimates

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenditures during the year. Significant items subject to such estimates and assumptions include retirement and other employee future benefits payable, accrued liabilities and certain fund balances. Actual results will differ from these estimates.

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

2. ACCOUNTS RECEIVABLE - PROVINCE OF ONTARIO

The Province of Ontario (Province) replaced variable capital funding with a one-time debt support grant in 2009-10. Avon Maitland District School Board received a one-time grant that recognizes 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 of Ontario of \$45,429,514 (2011 - \$40,472,971) as at August 31, 2012 with respect to capital grants.

3. ASSETS HELD FOR SALE

As of August 31, 2012, assets held for sale consisted of \$1,345,290 (2011 - Nil) related to buildings, \$79,721 (2011-Nil) related to land improvements and \$30,372 (2011 - Nil) related to land. These values relate to 6 properties expected to be sold following September 1st, 2012. Subsequent to year-end, the Board signed unconditional Purchase and Sale Agreements for three of the properties and conditional Purchase and Sale Agreements for two of the remaining properties.

During the year, 3 school properties were sold, and additional properties with a net book value of \$1,455,383 were reclassified as assets held for sale during the year. Net proceeds of \$951,781 (2011 - Nil) were received on the sale of these properties, which had a carrying value of \$1,436,246 (2011 - Nil), resulting in a loss on disposal of \$484,465 (2011 - Nil).

	2012
	\$
Balance, beginning of year	-
Transfer to assets held for sale in year	2,891,629
Less: Net book value of assets sold in year	(1,436,246)
Balance, end of year	1,455,383

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

4. DEFERRED REVENUE

Revenues received and that have been set aside for specific purposes by legislation, regulation or agreements are included in deferred revenues 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, 2012 is comprised of:

	Balance at August 31, 2011 \$	Externally restricted funds received \$	Revenue recognized in year \$	Transfers to deferred capital contributions \$	Balance at August 31, 2012 \$
Operating deferred revenue:					
Ministry of Education	615,895	1,075,709	(736,339)	-	955,265
Other Provincial Ministries	342,158	49,711	(342,158)	-	49,711
Other	89,037	249,827	(85,688)	-	253,176
Capital deferred revenue:					
Assets held for sale	-	1,425,011	-	-	1,425,011
Energy efficient schools, capital	559,981	-	-	(559,981)	-
Proceeds on disposition of facilities	281,974	951,282	(102,982)	(144,990)	985,284
School condition improvement	-	1,681,891	-	(754,850)	927,041
School renewal	-	3,070,616	(206,629)	(2,332,139)	531,848
School fundraising	26,821	162,998	-	(114,446)	75,373
Total deferred revenue	1,915,866	8,667,045	(1,473,796)	(3,906,406)	5,202,709

Deferred revenues set-aside for specific purposes by legislation, regulation or agreement as at August 31, 2011 is comprised of:

	Balance at August 31, 2010 \$	Externally restricted funds received \$	Revenue recognized in year \$	Transfers to deferred capital contributions \$	Balance at August 31, 2011 \$
Operating deferred revenue:					
Ministry of Education	765,359	453,617	(603,081)	-	615,895
Other Provincial Ministries	737,431	342,158	(737,431)	-	342,158
Other	95,997	74,326	(81,286)	-	89,037
Capital deferred revenue:					
Energy efficient schools, capital	-	1,303,927	-	(743,946)	559,981
Proceeds on disposition of facilities	630,209	-	-	(348,235)	281,974
School fundraising	-	26,821	-	-	26,821
Total deferred revenue	2,228,996	2,200,849	(1,421,798)	(1,092,181)	1,915,866

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

5. 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.

	2012	2011
	\$	\$
Balance, beginning of year	107,518,751	106,690,610
Additions to deferred capital contributions	12,632,919	6,687,680
Revenue recognized in the period for deferred capital contributions amortization	(7,130,650)	(5,859,539)
Revenue recognized in the period for loss on disposal of tangible capital assets	(479,635)	-
Transfer to deferred revenue	(2,361,682)	-
Balance, end of year	110,179,703	107,518,751

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

6. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS PAYABLE

Retirement and other employee future benefit liabilities as of August 31, 2012 consist of the following:

	2012			
	Retirement gratuities \$	Post retirement benefits \$	Other employee future benefits \$	Total employee future benefits \$
Accrued employee future benefit obligations	23,445,864	4,082,444	986,514	28,514,822
Unamortized actuarial gains	-	-	-	-
Employee future benefits liability as of August 31	23,445,864	4,082,444	986,514	28,514,822

Retirement and other employee future benefit expenses included in total expenditures consist of the following:

	2012			
	Retirement gratuities \$	Post retirement benefits \$	Other employee future benefits \$	Total employee future benefits \$
Current year benefit cost	1,714,587	1,482,424	483,998	3,681,009
Interest on accrued benefit obligation	910,437	710,338	400,756	2,021,531
Amortized gain	-	-	-	-
Plan curtailment loss (gain)	996,979	(19,424,177)	-	(18,427,198)
Plan termination loss (gain)	-	-	(7,841,669)	(7,841,669)
Current year expense	3,622,003	(17,231,415)	(6,956,915)	(20,566,327)
 Total payments made during the year	 2,129,134	 1,164,515	 1,000,036	 4,293,685

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

6. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS PAYABLE (Cont'd)

Retirement and other employee future benefit liabilities as of August 31, 2011 consist of the following:

	2011			
	Retirement gratuities \$	Post retirement benefits \$	Other employee future benefits \$	Total employee future benefits \$
Accrued employee future benefit obligations	22,968,198	17,599,477	11,264,174	51,831,849
Unamortized actuarial losses (gains)	(1,015,203)	4,878,897	(2,320,709)	1,542,985
Employee future benefits liability as of August 31	21,952,995	22,478,374	8,943,465	53,374,834

Retirement and other employee future benefit expenses included in total expenditures consist of the following:

	2011			
	Retirement gratuities \$	Post retirement benefits \$	Other employee future benefits \$	Total employee future benefits \$
Current year benefit cost	1,536,786	1,482,424	515,542	3,534,752
Interest on accrued benefit obligation	949,141	721,167	430,273	2,100,581
Amortized loss (gain)	(37,906)	(560,327)	195,004	(403,229)
Plan curtailment loss (gain)	-	-	-	-
Plan termination loss (gain)	-	-	-	-
Current year expense	2,448,021	1,643,264	1,140,819	5,232,104
Total payments made during the year	2,101,026	1,081,229	629,936	3,812,191

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

6. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS PAYABLE (Cont'd)

On September 11th, 2012, the Government of Ontario passed Bill 115, Putting Students First Act. As a result employees eligible for retirement gratuity will receive payout upon retirement based on their accumulated vested sick days under the plan, years of service and salary as of August 31, 2012. All accumulated non-vested sick days are eliminated as of September 1, 2012, and are replaced with a new sick leave and short term disability plan with no provisions for accumulation of unused days.

Retirement life insurance and health care benefits have been grandfathered to existing retirees and employees who will retire in 2012-13. Effective September 1, 2013, any new retiree accessing Retirement Life Insurance and Health Care Benefits will pay the full premiums for such benefits and will be included in a separate experience pool that is self-funded.

(a) Retirement benefits

The board provides retirement gratuities to employees as follows:

(i) Ontario Teacher's Pension Plan

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

(ii) Ontario Municipal Employees Retirement System

All non-teaching employees of the Board are eligible to be members of the Ontario Municipal Employees Retirement System ("OMERS"), a multi-employer pension plan. The plan provides defined pension benefits to employees based on their length of service and rates of pay. Employee contribution rates were up to 10.7% of earnings for the period ended December 31, 2011 and were up to 12.8% subsequent to January 1, 2012. The Board contributions equal the employee contributions to the plan. During the year ended August 31, 2012, the Board contributed \$1,842,212 (2011 - \$1,499,236) 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.

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

6. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS PAYABLE (Cont'd)

(a) Retirement benefits (Cont'd)

(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. In the prior year, the amount of gratuities payable to eligible employees at retirement was based on their salary, accumulated sick days, and years of service at retirement. As a result of the plan change, the amount of the gratuities payable to eligible employees at retirement is now based on their salary, accumulated sick days, and years of service at August 31, 2012. The changes to the Board's retirement gratuity plan resulted in a one-time increase to the Board's obligation of \$996,979 and a corresponding curtailment loss was reported in the Consolidated Statement of Operations and accumulated deficit as at August 31, 2012.

(iv) Post-retirement life insurance and health care benefits

The Board sponsors a separate plan for retirees to provide group health care and dental benefits. The premiums are based on the Board experience and retirees' premiums are subsidized by the board. The benefit costs and liabilities related to the plan are included in the Board's consolidated financial statements. The changes to the Board's retiree health care and dental plans resulted in a one-time reduction to the Board's obligation of \$19,424,177 and a corresponding curtailment gain was reported in the Consolidated Statement of Operations and accumulated deficit as at August 31, 2012.

(b) Other employee future benefits

(i) Workplace Safety and Insurance Board obligations

The Board is a Schedule 2 employer under the Workplace Safety and Insurance Act (the "Act") and, as such, assumes responsibility for the payment of all claims to its injured workers under the Act. The Board does not fund these obligations in advance of payments made under the Act. The related benefit costs and liabilities are included in the Board's consolidated financial statements. The Putting Students First Act, 2012 requires boards to provide salary top-up for employees receiving payments from the Workplace Safety and Insurance Board, where previously negotiated collective agreements included such provisions. This resulted in a one-time increase to the Board's obligation of \$125,176 as at August 31, 2012. The total amount of the unfunded liability as of August 31, 2012 is \$986,514 (2011 - \$988,013). This amount has been actuarially determined.

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

6. RETIREMENT AND OTHER EMPLOYEE FUTURE BENEFITS PAYABLE (Cont'd)

(b) Other employee future benefits (Cont'd)

(ii) Sick leave benefits

As a result of the plan changes, the Board's liability related to compensated absences from sick leave accumulations has been eliminated, resulting in a one-time reduction to the obligation of \$7,841,669 and a corresponding curtailment gain reported in the Consolidated Statement of Operations and accumulated deficit as at August 31, 2012.

(c) Valuation assumptions

The accrued benefit obligations for retirement benefits, post-retirement life insurance, health care benefits, Workplace Safety and Insurance Board and compensated absences obligations are based on actuarial valuations for accounting purposes as at August 31, 2012. These actuarial valuations were based on assumptions about future events. The economic assumptions, where applicable, used in these valuations are the Board's best estimates of expected rates of:

	2012 %	2011 %
Inflation	2.0	2.0
Wage and salary escalation	Nil	3.0
Insurance and health care cost escalation, reduced by ½% per subsequent year until ultimate rate increase of 4½%	9.5	10.0
Dental health care cost escalation, reduced by ½% per subsequent year until ultimate rate increase of 3%	5.5	6.0
Discount on accrued benefit obligations	3.0	4.0

7. BANK INDEBTEDNESS

The Board has a \$40,000,000 unsecured operating line of credit available bearing interest of the prime rate minus 0.65%, of which Nil (2011 - Nil) was drawn at August 31, 2012.

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

8. LONG-TERM FINANCING

Long-term financing reported on the Consolidated Statement of Financial Position are comprised of the following:

	2012 \$	2011 \$
Capital leases with interest rates ranging from 3.93% to 5.08% maturing in accordance with schedule below	270,614	557,225
Capital loan for Good Places to Learn Stage 1, interest rate of 4.56% with a 25 year term, maturing November 15, 2031	13,614,749	14,040,741
Capital loan for Good Places to Learn Stage 2, interest rate of 4.90% with a 25 year term, maturing March 3, 2033	6,566,645	6,745,336
Capital loan for Good Places to Learn Stage 3, interest rate of 5.06% with a 25 year term, maturing March 13, 2034	3,499,556	3,585,866
Capital loan for Good Places to Learn Stage 4, interest rate of 5.23% with a 25 year term, maturing April 13, 2035	3,761,011	3,844,608
Capital loan for Primary Class Size, interest rate of 4.90% with a 25 year term, maturing March 3, 2033	1,432,474	1,471,454
Capital loan for Primary Class Size, interest rate of 5.06% with a 25 year term, maturing March 13, 2034	256,270	262,591
Capital loan for Good Places to Learn Stage 4 and Prohibitive to Repair Projects interest rate of 4.83% with a 25 year term, maturing March 11, 2036	2,701,195	2,760,636
Capital loan for Prohibitive to Repair Projects – Little Falls interest rate of 3.97% with a 25 year term, maturing November 15, 2036	7,151,171	-
	<u>39,253,685</u>	<u>33,268,457</u>

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

8. LONG-TERM FINANCING (cont'd)

Capital loan payments due over the term of the loan ending August 31 are as follows:

	Principal	Interest	Total
	\$	\$	\$
2013	1,098,865	1,791,221	2,890,086
2014	1,150,554	1,739,805	2,890,359
2015	1,204,690	1,685,956	2,890,646
2016	1,261,389	1,629,557	2,890,946
2017	1,320,774	1,570,488	2,891,262
Thereafter	32,946,799	14,573,214	47,520,013
	38,983,071	22,990,241	61,973,312

During the year ended August 31, 2012, the Board made payments of \$2,574,995 (2011 - \$2,272,818) in respect to these capital loans.

The Board has a \$3,000,000 leasing facility available of which \$270,614 (2011 - \$557,225) was drawn, against which specific assets were pledged as collateral.

Capital lease payments due over the next four years ending August 31 are as follows:

	\$
2013	177,987
2014	69,112
2015	35,688
2016	-
	282,787
Less imputed interest	(12,173)
	270,614

During the year ended August 31, 2012 the Board made payments of \$306,269 (2011 - \$498,553) in respect to these capital leases.

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

9. EXPENSES BY OBJECT

The following is a summary of the current expenses reported on the Consolidated Statement of Operations by object:

	2012		2011
	Budget	Actual	Actual
	\$	\$	\$
	<i>(unaudited)</i>		
Operating Expense			
Salary and wages	131,475,072	130,717,654	127,645,635
Employee benefits, operating	19,749,300	20,061,996	19,774,905
Employee benefits, curtailment gain	-	(18,427,198)	-
Employee benefits, termination gain	-	(7,841,669)	-
Staff development	964,088	487,713	505,906
Supplies and services	14,763,697	13,398,007	13,519,048
Interest	1,581,537	1,788,080	1,552,312
Rental expenditures	476,717	398,687	441,133
Fees and contract services	14,765,426	14,849,489	15,126,998
Other	445,208	468,818	389,339
Amortization and write-downs of tangible capital assets	6,214,506	7,522,351	6,312,746
Loss on disposal	-	484,465	-
School funded activities	7,500,000	6,885,092	7,252,231
	197,935,551	170,793,485	192,520,253

10. TANGIBLE CAPITAL ASSETS

The net book value of tangible capital assets, as of August 31st is as follows:

	2012	2011
	\$	\$
Buildings (40 Years)	100,965,217	103,708,157
Buildings (20 Years)	44,028	-
Construction in progress	4,100,235	223,389
Portable structures	493,330	339,390
Land	3,355,058	3,108,314
Pre-acquisition, land	12,554	-
Land improvements	2,849,410	2,160,058
Furniture	522,971	239,204
First time equipping	250,602	234,854
Equipment	523,571	503,171
Computer hardware	1,427,672	1,234,754
Computer software	507,187	397,607
Vehicles	119,943	77,122
Leased assets – computer hardware	405,435	739,282
	115,577,213	112,965,302

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

10. TANGIBLE CAPITAL ASSETS (Cont'd)

Gross book value	Balance at Aug 31/11 \$	Additions to Aug 31/12 \$	Disposals/write-downs to Aug 31/12 \$	Transfer to assets held for Sale Aug 31/12 \$	Balance at Aug 31/12 \$
Buildings (40 Years)	156,500,160	6,089,441	(3,392,294)	(4,736,318)	154,460,989
Buildings (20 Years)	-	45,157	-	-	45,157
Construction in progress	223,389	3,876,846	-	-	4,100,235
Portable structures	1,742,309	177,002	(1,368,701)	-	550,610
Land	3,108,314	297,057	(19,941)	(30,372)	3,355,058
Pre-acquisition, land	-	12,554	-	-	12,554
Land Improvements	2,958,030	1,005,263	(7,640)	(149,397)	3,806,256
Furniture	527,033	345,979	(90,032)	-	782,980
First time equipping	273,022	44,641	(7,441)	-	310,222
Equipment	1,238,268	120,376	(387,130)	-	971,514
Computer hardware	4,268,943	665,670	(2,482,800)	-	2,451,813
Computer software	1,624,345	267,680	(1,030,113)	-	861,912
Vehicles	300,113	78,226	(24,392)	-	353,947
Leased assets – computer hardware	5,150,323	-	(3,253,043)	-	1,897,280
	177,914,249	13,025,892	(12,063,527)	(4,916,087)	173,960,527

Accumulated amortization	Balance at Aug 31/11 \$	Additions to Aug 31/12 \$	Disposals/write-downs to Aug 31/12 \$	Transfer to assets held for sale Aug 31/12 \$	Balance at Aug 31/12 \$
Buildings (40 Years)	(52,792,003)	(4,985,143)	890,346	3,391,028	(53,495,772)
Buildings (20 Years)	-	(1,129)	-	-	(1,129)
Construction in progress	-	-	-	-	-
Portable structures	(1,402,919)	(23,061)	1,368,700	-	(57,280)
Land	-	-	-	-	-
Land improvements	(797,972)	(231,649)	3,099	69,676	(956,846)
Furniture	(287,829)	(62,212)	90,032	-	(260,009)
First time equipping	(38,168)	(28,893)	7,441	-	(59,620)
Equipment	(735,097)	(99,976)	387,130	-	(447,943)
Computer hardware	(3,034,189)	(472,752)	2,482,800	-	(1,024,141)
Computer software	(1,226,738)	(158,100)	1,030,113	-	(354,725)
Vehicles	(222,991)	(35,405)	24,392	-	(234,004)
Leased assets – computer hardware	(4,411,041)	(333,847)	3,253,043	-	(1,491,845)
	(64,948,947)	(6,432,167)	9,537,096	3,460,704	(58,383,314)

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

10. TANGIBLE CAPITAL ASSETS (Cont'd)

Gross book value	Balance at Aug 31/10 \$	Additions to Aug 31/11 \$	Disposals/write-downs to Aug 31/11 \$	Transfer to assets held for Sale Aug 31/11 \$	Balance at Aug 31/11 \$
Buildings (40 Years)	141,908,568	14,591,592	-	-	156,500,160
Buildings (20 Years)	-	-	-	-	-
Construction in progress	8,015,041	(7,791,652)	-	-	223,389
Portable structures	1,547,939	194,370	-	-	1,742,309
Land	2,716,994	391,320	-	-	3,108,314
Pre-acquisition, land	-	-	-	-	-
Land Improvements	2,869,117	88,913	-	-	2,958,030
Furniture	476,119	50,914	-	-	527,033
First time equipping	65,449	207,573	-	-	273,022
Equipment	1,117,405	120,863	-	-	1,238,268
Computer hardware	3,512,762	756,181	-	-	4,268,943
Computer software	1,406,060	218,285	-	-	1,624,345
Vehicles	276,241	23,872	-	-	300,113
Leased assets – computer hardware	5,150,323	-	-	-	5,150,323
	169,062,018	8,852,231	-	-	177,914,249

Accumulated amortization	Balance at Aug 31/10 \$	Additions to Aug 31/11 \$	Disposals/write-downs to Aug 31/11 \$	Transfer to assets held for sale Aug 31/11 \$	Balance at Aug 31/11 \$
Buildings (40 Years)	(47,911,534)	(4,799,262)	(81,207)	-	(52,792,003)
Buildings (20 Years)	-	-	-	-	-
Construction in progress	-	-	-	-	-
Portable structures	(1,355,946)	(46,973)	-	-	(1,402,919)
Land	-	-	-	-	-
Land improvements	(602,581)	(195,391)	-	-	(797,972)
Furniture	(243,119)	(44,710)	-	-	(287,829)
First time equipping	(21,693)	(16,475)	-	-	(38,168)
Equipment	(633,073)	(102,024)	-	-	(735,097)
Computer hardware	(2,603,144)	(431,045)	-	-	(3,034,189)
Computer software	(1,092,338)	(134,400)	-	-	(1,226,738)
Vehicles	(186,135)	(36,856)	-	-	(222,991)
Leased assets – computer hardware	(3,986,638)	(424,403)	-	-	(4,411,041)
	(58,636,201)	(6,231,539)	(81,207)	-	(64,948,947)

AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

11. ACCUMULATED DEFICIT

The accumulated deficit consists of the following:

	2012	2011
	\$	\$
Surplus:		
Operating accumulated surplus	3,957,070	3,303,835
Amounts restricted for future use by board motion	6,634,179	6,077,448
School generated funds	2,241,357	2,215,957
Net investment in tangible capital assets	5,167,917	4,936,102
Total surplus amounts	18,000,523	16,533,342
Unfunded amounts:		
Employee benefits	(28,514,822)	(53,374,834)
Not permanently financed amounts	(744,768)	(884,369)
Total unfunded amounts	(29,259,590)	(54,259,203)
Total deficit	(11,259,067)	(37,725,861)

12. TRUST FUNDS

The General Student Awards Trust Fund represents accumulated donations received by the Board from individual, corporate and institutional sources. These funds are used to provide various scholarships, bursaries and awards to students in Avon Maitland area schools and to assist with other educational projects not funded by the Board. Activity of the General Student Awards Trust Fund is summarized in the following table:

General Student Awards Trust Fund	2012	2011
	\$	\$
Balance, opening	2,062,100	2,084,490
Add		
Trust funds received in year	126,723	55,559
Investment income	39,886	38,701
	2,228,709	2,178,750
Deduct awards	(120,655)	(116,650)
Balance, closing	2,108,054	2,062,100

The Teacher Funded Leave Plan is a self-funded program for participating teachers. A portion of the teacher's salary is held in trust, to be paid in the year of leave. The teachers are credited with interest income from the trust funds annually, prior to the year-end. The balance of the Teacher Funded Leave Plan at August 31, 2012 was \$747,567 (2011 - \$916,645).

Trust fund investments, which consist of guaranteed investment certificates, and cash deposits are recorded at cost which equals fair value. The guaranteed investment certificates mature on or before February 3, 2014 and yield between 1.75% and 2.1%. The cash deposits were earning 1.00% at August 31, 2012.

AvonMaitlandDistrictSchool Board Notes to Consolidated Financial Statements

August 31, 2012 and August 31, 2011

13. CONTINGENCIES AND CONTRACTUAL OBLIGATIONS

The Board is a member of the Ontario School Board Insurance Exchange ("OSBIE") for a period, which ends December 31, 2012. OSBIE is a reciprocal insurance company licensed under the Insurance Act. OSBIE insures general public liability, property damage and certain other risks. Members are assessed premiums on an annual basis and should premiums collected not be sufficient to cover actual losses incurred, an additional assessment may be levied. The occurrence of future losses and their impact on future premiums is not determinable.

The Board is involved from time to time in litigation, which arises in the normal course of business. In respect of any outstanding claims, the Board believes it has valid defenses. In Administration's judgment, no material exposure exists on the eventual settlement of such litigation, and accordingly, no provision has been made in the accompanying consolidated financial statements.

The Board has commitments with respect to operating leases for buildings, capital purchases and other amounts. The total is payable with respect to these commitments during the next five years as follows:

	Capital projects	Operating leases	Total \$
2013	7,931,627	283,762	8,215,389
2014	-	249,346	249,346
2015	-	224,780	224,780
2016	-	-	-
	7,931,627	757,888	8,689,515

**AvonMaitlandDistrictSchool Board
Notes to Consolidated Financial Statements**

August 31, 2012 and August 31, 2011

14. TRANSPORTATION CONSORTIA

Transportation services for the Board are provided in partnership with the Huron-Perth Catholic District School Board, by the Consortia Huron Perth Student Transportation Services (“HPSTS”). Under the formal agreement, decisions related to the financial and operating activities of the Consortia are shared, with no partner exercising unilateral control. Direct costs incurred by the Board are paid directly while the shared costs for the administration of HPSTS are pro-rated based on student rider-ship as outlined in the agreement.

The Board’s total transportation revenues for the period ending August 31, 2012 was \$11,459,580 (2011 - \$11,410,642), the Board’s non-administration expenses totaled \$11,434,277 (2011 - \$11,392,157) and the Board’s receivable at August 31, 2012 was \$45,679 (2011 - \$25,470).

	2012		2011	
	Total \$	Board portion \$	Total \$	Board portion \$
Administration expenses	423,041	328,450	406,953	320,239

15. REPAYMENT OF “55 SCHOOL BOARD TRUST” FUNDING

On June 1, 2003, the Board received \$2,908,000 from The 55 School Board Trust for its capital related debt eligible for provincial funding support pursuant to a 30-year agreement it entered into with the trust. The 55 School Board Trust was created to refinance the outstanding not permanently financed (NPF) debt of participating boards who are beneficiaries of the trust. Under the terms of the agreement, the 55 School Board Trust repaid the Board’s debt in consideration for the assignment by the Board to the trust of future provincial grants payable to the Board in respect of the NPF debt.

As a result of the above agreement, the liability in respect of the NPF debt is no longer reflected in the Board’s financial position.

16. SUBSEQUENT EVENT

On September 11th, 2012, the Government of Ontario passed Bill 115, the Putting Students First Act that was introduced August 27th, 2012. The requirements of this new legislation were used by the actuaries in the calculations of the Board’s estimates for Retirement and Other Employee Future Benefits obligations. The impact of the changes to the various plans has been disclosed in Note 6.

**Avon Maitland District School Board
Schedule of School Activities Fund**

Schedule 1

Year ended August 31, 2012

	2012	2011
	\$	\$
REVENUES		
School fundraising		
Elementary	3,780,965	3,852,074
Secondary	3,129,527	3,435,230
Total revenues	6,910,492	7,287,304
EXPENSES		
School funded activities		
Elementary	3,773,055	3,819,947
Secondary	3,112,037	3,432,284
Total expenses	6,885,092	7,252,231
Net revenue	25,400	35,073
School activities fund, opening	2,215,957	2,180,884
School activities fund, closing	2,241,357	2,215,957