

**Huron-Superior Catholic District School Board**  
**Consolidated Financial Statements**  
For the year ended August 31, 2025

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For the year ended August 31, 2025

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## Management's Responsibility for the Consolidated Financial Statements

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

The preparation of consolidated financial statements necessarily involves the use of estimates based on management's judgment, particularly when transactions affecting the current accounting period cannot be finalized with certainty until future periods.

Board management maintains a system of internal controls designed to provide reasonable assurance that assets are safeguarded, transactions are properly authorized and recorded in compliance with legislative and regulatory requirements, and reliable financial information is available on a timely basis for preparation of the consolidated financial statements. These systems are monitored and evaluated by management.

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

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

  
\_\_\_\_\_  
Director of Education

  
\_\_\_\_\_  
Superintendent of Business

Sault Ste. Marie, Ontario  
December 11, 2025



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## Independent Auditor's Report

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To the Board of Trustees of the  
Huron-Superior Catholic District School Board

### Opinion

We have audited the consolidated financial statements of Huron-Superior Catholic District School Board and its controlled entities (the Board), which comprise the consolidated statement of financial position as at August 31, 2025, the consolidated statements of operations, changes in net debt and cash flows for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements of the Board as at and for the year ended August 31, 2025 are prepared, in all material respects, in accordance with the basis of accounting described in Note 1 to the consolidated financial statements.

### Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Board in accordance with the ethical requirements that are relevant to our audit of the consolidated financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter - Basis of Accounting

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

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

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

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

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

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## Independent Auditor's Report (continued)

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

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Board's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Board's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Board to cease to continue as a going concern.
- Plan and perform the group audit to obtain sufficient appropriate audit evidence regarding the financial information of the entities or business units within the Group as a basis for forming an opinion on the group financial statements. We are responsible for the direction, supervision and review of the audit work performed for purposes of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

*BDO Canada LLP*

Chartered Professional Accountants, Licensed Public Accountants

Sault Ste. Marie, Ontario  
December 10, 2025

## Huron-Superior Catholic District School Board Consolidated Statement of Financial Position

August 31	2025	2024
<b>Financial assets</b>		
Cash and cash equivalents	\$ -	\$ 1,146,328
Accounts receivable	8,620,433	10,247,792
Accounts receivable - Government of Ontario (Note 2)	15,495,875	15,015,535
	<b>24,116,308</b>	<b>26,409,655</b>
 <b>Liabilities</b>		
Bank indebtedness (Note 3)	1,073,222	-
Accounts payable and accrued liabilities	3,940,683	6,495,804
Obligations under capital lease (Note 4)	1,565,745	1,574,031
Long term debt (Note 5)	8,744,970	9,488,016
Deferred revenue (Note 6)	3,466,330	3,793,108
Deferred capital contributions (Note 7)	107,411,955	108,141,766
Asset retirement obligation (Note 8)	1,337,507	1,257,463
Employee future benefits payable (Note 10)	1,936,933	1,841,634
	<b>129,477,345</b>	<b>132,591,822</b>
 <b>Net debt</b>	<b>(105,361,037)</b>	<b>(106,182,167)</b>
 <b>Non-financial assets</b>		
Tangible capital assets (Note 20)	114,825,574	115,575,786
Prepaid expenses	2,012,806	2,307,468
	<b>116,838,380</b>	<b>117,883,254</b>
 <b>Accumulated surplus (Note 11)</b>	<b>\$ 11,477,343</b>	<b>\$ 11,701,087</b>

  
 Director of Education

  
 Chairperson of the Board

## Huron-Superior Catholic District School Board Consolidated Statement of Operations

For the year ended August 31	Budget 2025	Actual 2025	Actual 2024
<b>Revenue</b>			
Grants for student needs (Note 12)	\$ 80,814,875	<b>\$ 84,519,975</b>	\$ 79,833,768
Provincial grants - other	3,342,155	<b>2,692,427</b>	8,877,770
Federal grants and fees	3,046,347	<b>3,607,698</b>	2,968,175
Other revenues - school boards	1,971,500	<b>1,852,777</b>	1,925,333
Other fees and revenues	520,300	<b>4,753,316</b>	3,799,020
Investment income	34,584	<b>194,505</b>	113,245
School fundraising and other revenues	1,986,900	<b>1,896,164</b>	2,018,007
Amortization of deferred capital contributions	5,351,418	<b>5,574,129</b>	5,270,101
	<u>97,068,079</u>	<u><b>105,090,991</b></u>	<u>104,805,419</u>
<b>Expenses</b>			
Instruction	66,508,014	<b>75,365,374</b>	74,861,494
Administration	4,474,886	<b>5,145,717</b>	4,589,544
Transportation	7,129,130	<b>7,066,774</b>	6,778,752
Pupil accommodation	14,616,467	<b>15,400,412</b>	15,752,337
Other	2,332,680	<b>400,179</b>	322,377
School funded activities	1,986,900	<b>1,936,279</b>	1,963,276
	<u>97,048,077</u>	<u><b>105,314,735</b></u>	<u>104,267,780</u>
<b>Annual surplus (deficit)</b>	20,002	<b>(223,744)</b>	537,639
<b>Accumulated surplus</b> , beginning of year	<u>11,701,087</u>	<u><b>11,701,087</b></u>	<u>11,163,448</u>
<b>Accumulated surplus</b> , end of year	<u>\$ 11,721,089</u>	<u><b>\$ 11,477,343</b></u>	<u>\$ 11,701,087</u>

The accompanying notes are an integral part of these financial statements.

## Huron-Superior Catholic District School Board Consolidated Statement of Change in Net Debt

For the year ended August 31	Budget 2025	Actual 2025	Actual 2024
<b>Annual surplus (deficit)</b>	\$ 20,002	\$ (223,744)	\$ 537,639
Acquisition of tangible capital assets	(3,089,294)	(4,843,600)	(4,339,671)
Amortization of tangible capital assets	5,351,418	5,665,545	5,359,116
Adjustment to tangible capital assets	-	8,311	91,356
Changes in estimate of TCA-ARO	-	(80,044)	-
Prepaid expenses	-	294,662	(1,047,858)
<b>Net change in net debt</b>	2,282,126	821,130	600,582
<b>Net debt, beginning of year</b>	(106,182,167)	(106,182,167)	(106,782,749)
<b>Net debt, end of year</b>	\$ (103,900,041)	\$ (105,361,037)	\$ (106,182,167)

The accompanying notes are an integral part of these financial statements.

## Huron-Superior Catholic District School Board Consolidated Statement of Cash Flows

For the year ended August 31	2025	2024
<b>Cash flows from operating activities</b>		
Annual surplus (deficit)	\$ (223,744)	\$ 537,639
Items not involving cash		
Amortization of tangible capital assets	5,665,545	5,359,116
Amortization of deferred capital contributions	(5,565,818)	(5,270,101)
Disposal of tangible capital assets	8,311	91,356
Disposal of deferred capital contributions	(8,311)	-
	(124,017)	718,010
Changes in non-cash operating balances		
Accounts receivable	1,147,019	460,520
Accounts payable and accrued liabilities	(2,555,121)	1,818,515
Deferred revenue	(326,778)	31,286
Employee benefits payable	95,299	111,266
Prepaid expenses	294,662	(1,047,858)
	(1,468,936)	2,091,739
<b>Capital transactions</b>		
Acquisition of tangible capital assets, net of lease financing	(4,843,600)	(2,615,740)
<b>Investing and financing activities</b>		
Increase (decrease) in bank indebtedness	1,073,222	(1,590,520)
Payments on obligations under capital lease	(503,213)	(339,405)
Long term financing issued	494,927	-
Debt principal repayments	(743,046)	(708,715)
Deferred capital contributions received	4,844,318	4,308,969
	5,166,208	1,670,329
<b>Increase in cash and cash equivalents during the year</b>	<b>(1,146,328)</b>	<b>1,146,328</b>
<b>Cash and cash equivalents, beginning of year</b>	<b>1,146,328</b>	<b>-</b>
<b>Cash and cash equivalents, end of year</b>	<b>\$ -</b>	<b>\$ 1,146,328</b>

The accompanying notes are an integral part of these financial statements.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies

**Nature of Business** The principal activity of the Board is to administer the operations of the English catholic elementary and secondary schools in the District of Algoma and three schools in the District of Sudbury.

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

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

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

# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

**August 31, 2025**

**1. Summary of significant accounting policies (continued)**

**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 the assets, liabilities, revenues, expenditures and fund balances of various organizations that exist at the school level and which are controlled by the Board are reflected in the consolidated financial statements.

Consolidated entities:

- School generated funds
- Algoma and Huron Superior Transportation Services Consortium
- Interdepartmental and inter-organizational transactions and balances between these organizations are eliminated.

**Trust Funds**

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

**Cash and Cash Equivalents**

Cash and cash equivalents comprise of cash on hand and bank deposits. Short-term investments are highly liquid, subject to insignificant risk of changes in values and have a short maturity of less than 90 days.

**Financial Instruments**

Financial instruments are classified into three categories: fair value, amortized cost or cost. The following chart shows the measurement method for each type of financial instrument.

<b>Financial Instrument</b>	<b>Measurement Method</b>
Cash	Cost
Bank indebtedness	Cost
Accounts receivable	Amortized Cost
Accounts payable and accrued liabilities	Amortized Cost
Long term debt	Amortized Cost
Obligations under capital leases	Amortized Cost

Amortized cost is measured using the effective interest rate method. The effective interest method is a method of calculating the amortized cost of a financial asset or a financial liability (or a group of financial assets or financial liabilities) and of allocating the interest income or interest expense over the relevant period, based on the effective interest rate. It is applied to financial assets or financial liabilities that are not in the fair value category and is now the method that must be used to calculate amortized cost.

Cost amounts are measured at cost less any amount for valuation allowance. Valuation allowances are made when collection is in doubt.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies (continued)

#### Deferred Capital Contributions

Contributions received or receivable for the purposes 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 contribution as defined in Ontario Regulation 395/11 of the Financial Administration Act. These amounts are recognized as revenue at the same rate as the related tangible capital asset is amortized. The following items fall under this category:

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

#### Tangible Capital Assets

Tangible capital assets are recorded at historical cost less accumulated amortization. Historical cost includes the costs directly attributable to the acquisition, design, construction, development, improvement or betterment of tangible capital assets, as well as interest related to financing during construction and legally or contractually required retirement activities. 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.

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

Land improvements with finite lives	15 years
Buildings	40 years
Portable structures	20 years
First-time equipping	10 years
Furniture	10 years
Equipment	5 - 15 years
Computer hardware	3 years
Computer software	5 years
Vehicles	5 - 10 years
Capital leases	over lease term

Assets under construction are not amortized until the asset is available for 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.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies (continued)

**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, performance obligations and transactions. These amounts are recognized as revenue in the fiscal year the related expenditures are incurred or services performed.

**Retirement and Other Employee Future Benefits** The Board provides defined retirement and other future benefits to specified employee groups. These benefits include pension, life insurance and health care benefits, retirement gratuity, worker's compensation and long-term disability benefits.

As part of ratified labour collective agreements for unionized employees that bargain centrally and ratified central discussions with the principals and vice-principals associations, Employee Life and Health Trusts (ELHTs) were established for all employee groups in 2016-18. The ELHTs provide health, life and dental benefits to teachers (excluding daily occasional teachers), education workers (excluding casual and temporary staff), other school board staff and retired individuals up to a school board's participation date into the ELHT. These benefits are provided through a joint governance structure between the bargaining/employee groups, school boards trustees associations and the Government of Ontario. Boards no longer administer health, life and dental plans for their employees and instead are required to fund the ELHTs on a monthly basis based on a negotiated amount per full-time equivalency (FTE). Funding for the ELHTs is based on the existing benefits funding embedded within the Grants for Student Needs (GSN), including additional ministry funding in the form of a Crown contribution and Stabilization Adjustment.

Depending on prior arrangements and employee groups, the Board continues to provide health, dental and life insurance benefits for retired individuals that were previously represented by the following unions/federations: OECTA and CUPE.

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

- i) The costs of self insured retirement and other employee future benefits 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. The cost of retirement gratuities is actuarially determined using the employee's salary, banked sick days and years of service as at August 31, 2012 and management's best estimate of discount rates. Any actuarial gains and losses arising from changes to the discount rate are amortized over the expected average remaining service life of the employee group.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies (continued)

For self insured retirement and other employee future benefits that vest or accumulate over the periods of service provided by employees, such as retirement gratuities and life insurance and health care benefits for retirees and non-vesting accumulating sick leave credits, 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 life of the employee group.

For those self insured benefit obligations that arise from specific events that occur from time to time, such as obligations for worker's compensation and long-term disability, the cost is recognized immediately in the period the events occur. Any actuarial gains and losses that are related to these benefits are recognized immediately in the period they arise.

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

#### **Government Transfers**

Government transfers, which include legislative grants, are recognized in the financial statements in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates of the amount can be made. If government transfers contain stipulations which give rise to a liability, they are deferred and recognized in revenue when the stipulations are met.

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

#### **Other Revenues**

Other revenues from transactions with performance obligations, for example, fees or royalties from the sale of goods or rendering of services, are recognized as the board satisfies a performance obligation by providing the promised goods or services to the payor. Other revenue from transactions with no performance obligations, for example, fines and penalties, are recognized when the board has the authority to claim or retain an inflow of economic resources and when a past transaction or event is an asset. Amounts received prior to the end of the year that will be recognized in subsequent fiscal year are deferred and reported as a liability.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies (continued)

<b>Investment Income</b>	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 changes and special education forms part of the respective deferred revenue balances.
<b>Budget Figures</b>	Budget figures have been provided for comparison purposes and have been derived from the budget approved by the Board of 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 presented have been adjusted to reflect the same accounting policies that were used to prepare the consolidated financial statements.
<b>Use of Estimates</b>	The preparation of consolidated financial statements in conformity with the basis of accounting described above requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and the reported amounts of revenues and expenses during the year. These estimates and assumptions are based on management's historical experience, best knowledge of current events and actions the Board may undertake in the future. The principal estimates used are the determination of the liability for employee future benefits, the estimated useful life of tangible capital assets and estimation of liabilities for asset retirement obligations. Actual results could differ from management's best estimates as additional information becomes available in the future.
<b>Education Property Tax Revenue</b>	Under Canadian Public Sector Accounting Standards, the entity that determines and sets the tax levy records the revenue in the financial statements, which in the case of the Board is the Province of Ontario. As a result, education property tax revenue received from the municipalities is recorded as part of Grants for Student Needs under Education Property Tax.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 1. Summary of significant accounting policies (continued)

#### Asset Retirement Obligations (ARO)

Asset Retirement Obligations (ARO) are provisions for legal obligations for the retirement of tangible capital assets that are either in productive use or no longer in productive use. An ARO liability is recognized when, as at the financial reporting date:

- there is a statutory, contractual or legal obligation to incur retirement costs in relation to a tangible capital asset;
- the past transaction or event giving rise to the liability has occurred;
- it is expected that future economic benefits will be given up;
- a reasonable estimate of the amount can be made

A corresponding amount is added to the carrying value of the related tangible capital asset and is then amortized over its remaining useful life.

The estimated amounts of future costs to retire the asset is reviewed annually and adjusted to reflect the current best estimate of the liability. Adjustments may result from changes in the assumption used to estimate the amount required to settle the obligation. These amounts are recognized as an increase or decrease in the carrying amount of the asset retirement obligation liability, with a corresponding adjustment to the carrying amount of the related asset. If the related asset is no longer in productive use, all subsequent changes in the estimate of the liability for the ARO are recognized as an expense in the period incurred.

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### 2. Accounts receivable - Government of Ontario

The Province of Ontario (Province) replaced variable capital funding with a one-time debt support grant in 2009-10. Huron-Superior Catholic 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 accounts receivable.

The Board has an account receivable from the Province of Ontario of \$11,900,009 as at August 31, 2025 (2024 - \$11,011,097) with respect to capital grants.

The Ministry of Education introduced a cash management strategy effective September 1, 2018. As part of the strategy, the ministry delays part of the grant payment to school boards where the adjusted accumulated surplus and deferred revenue balances are in excess of certain criteria set out by the Ministry. The balance of delayed grant payments included in the receivable balance from the Government of Ontario at August 31, 2025 is \$3,595,866 (2024 - \$4,004,438).

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 3. Line of credit

The Board has an operating line with the Royal Bank of Canada available to the maximum of \$10,000,000 to address operating requirements. Interest on the line of credit is payable at the bank's prime rate less 0.5% per annum. At August 31, 2025 the operating line of credit had \$1,572,555 drawn upon it.

In addition the Board has a capital line with the Royal Bank of Canada available to the maximum of \$5,000,000 to address short term financing of capital projects until capital grants are received. Interest on the line of credit is payable at the bank's prime rate less 0.5% per annum. At August 31, 2025 the capital line of credit was undrawn.

### 4. Obligations under capital lease

	2025	2024
Ford capital lease, due \$893 monthly including interest at 5% per annum, maturing January 2026	\$ 4,412	\$ 14,632
Ford capital lease due \$943 monthly including interest at 5% per annum, maturing January 2026	4,655	15,440
Dell Financial capital lease due \$4,838 quarterly including interest at 6.3% per annum, maturing June 2027	36,087	52,502
Macquarrie Equipment Finance Ltd. capital lease, due \$2,605 monthly including interest at 5.9% per annum, maturing February 2028	71,265	97,472
Macquarrie Equipment Finance Ltd. capital lease, due \$34,516 monthly including interest at 3.46% per annum, maturing March 2028	1,022,164	1,393,985
Financial Solutions Partner capital lease, due \$4,132 monthly including interest at 7.64% per annum, maturing June 2029	164,319	-
Cisco Meraki Wired capital lease, due \$5,770 monthly including interest at 2.56% per annum, maturing August 2029	262,843	-
	<b>\$ 1,565,745</b>	<b>\$ 1,574,031</b>

Principal payments relating to capital leases outstanding are due as follows:

	Principal	Interest	Total
2025	\$ 540,832	\$ 51,979	\$ 592,811
2026	552,789	30,842	583,631
2027	364,063	10,620	374,683
2028	108,061	2,506	110,567
	<b>\$ 1,565,745</b>	<b>\$ 95,947</b>	<b>\$ 1,661,692</b>

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 5. Long term debt

	2025	2024
Loan payable to Ontario Financing Authority due \$113,679 semi-annually including interest at 4.56% per annum, maturing November 2031	<b>\$ 1,266,579</b>	\$ 1,430,552
Loan payable to Ontario Financing Authority due \$114,513 semi-annually including interest at 4.9% per annum, maturing March 2033	<b>1,469,293</b>	1,620,736
Loan payable to Ontario Financing Authority due \$82,717 semi-annually including interest at 5.062% per annum, maturing March 2034	<b>1,165,606</b>	1,268,128
Loan payable to Ontario Financing Authority due \$175,595 semi-annually including interest at 5.232% per annum, maturing April 2035	<b>2,688,600</b>	2,891,141
Loan payable to Ontario Financing Authority due \$59,640 semi-annually including interest at 3.97% per annum, maturing November 2036	<b>546,371</b>	583,220
Loan payable to Ontario Financing Authority due \$76,344 semi-annually including interest at 4.003% per annum, maturing November 2039	<b>1,608,521</b>	1,694,239
	<b>\$ 8,744,970</b>	\$ 9,488,016

Interest on long term debt amounted to \$504,423 (2024 - \$508,357).

Principal payments relating to long term debt outstanding are due as follows:

	Principal	Interest	Total
2026	\$ 779,054	\$ 406,284	<b>\$ 1,185,338</b>
2027	816,819	368,517	<b>1,185,336</b>
2028	856,634	328,904	<b>1,185,538</b>
2029	897,983	243,767	<b>1,141,750</b>
2030	941,565	243,767	<b>1,185,332</b>
Thereafter	4,452,915	617,453	<b>5,070,368</b>
	<b>\$ 8,744,970</b>	<b>\$ 2,208,692</b>	<b>\$ 10,953,662</b>

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 6. Deferred revenue

Revenues received and that have been set aside for specific purposes by legislation, regulation or agreement are included in deferred revenue and reported on the Consolidated Statement of Financial Position.

Deferred revenue set aside for specific purposes by legislation, regulation or agreement as at August 31, 2025 is comprised of:

	Balance August 31, 2024	Externally restricted revenue received	Revenue recognized in the period	Transfer to deferred capital contributions	<b>Balance August 31, 2025</b>
Restricted operating grants	\$ 2,349,207	\$ 17,771,237	\$(17,530,786)	\$ -	<b>\$ 2,589,658</b>
Restricted capital grants	833,307	4,086,843	(3,186,920)	(856,847)	<b>876,383</b>
Proceeds of disposition	610,594	-	-	(610,305)	<b>289</b>
Assets held for sale	-	-	-	-	-
	<b>\$ 3,793,108</b>	<b>\$ 21,858,080</b>	<b>\$(20,717,706)</b>	<b>\$ (1,467,152)</b>	<b>\$ 3,466,330</b>

### 7. Deferred capital contributions

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

Amortization of deferred capital contributions reporting on the Statement of Operations has been modified to remove the reporting from the Provincial Legislative Grants line and identify the split between Amortization of DCC Related to Provincial Legislative Grants and Amortization of DCC related to Third Parties (for example, Federal Government capital funding).

	<b>2025</b>	2024
Balance, beginning of year	<b>\$108,141,766</b>	\$109,102,898
Additions to deferred capital contributions	<b>3,377,166</b>	2,127,910
Transfers from deferred revenue	<b>1,467,152</b>	2,181,059
Disposal of capital assets	<b>(8,311)</b>	-
Revenue recognized in the year	<b>(5,565,818)</b>	(5,270,101)
Balance, end of year	<b>\$107,411,955</b>	\$108,141,766

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 8. Asset retirement obligations

The board discounts significant obligations where there is a high degree of confidence on the amount and timing of cash flows and the obligation will not be settled for at least five years from the reporting date. The discount and inflation rate is reflective of the risks specific to the asset retirement liability.

As at August 31, 2025, all liabilities for asset retirement obligations are reported at current costs in nominal dollars without discounting.

	<b>2025</b>	<b>2024</b>
Liabilities for asset retirement obligations at beginning of year	<b>\$ 1,257,463</b>	\$ 1,257,463
Increase in liabilities reflecting changes in the estimate of liabilities	<b>80,044</b>	-
<b>Liabilities for asset retirement obligations at end of year</b>	<b>\$ 1,337,507</b>	<b>\$ 1,257,463</b>

The board made an inflation adjustment increase in estimates of 2.61% as at March 31, 2025 (2024 - 3.66%) in line with the Provincial government fiscal year end, to reflect costs as at that date based. This rate represents the percentage increase in the Canada Building Construction Price Index ("BCPI") survey during the 2024 calendar year, as well as an adjustment to true up the estimated rate that was used at March 31, 2024. This rate is being used to update costs assumptions made in the ARO costing models in order to be reflective of March 31, 2025 costs. Since the March 31 rate each year is determined based on the BCPI for the prior year ending December 31, the rate is updated the following March 31 to true up the prior year estimated rate (based on the 2023 calendar year) to the actual rate for the 12-month period ending March 31, 2024.

The revaluation adjustment has been added to the Tangible Capital Asset – Asset Retirement Obligation balance to be amortized over the remaining useful life of the underlying asset, except in the case where the related ARO asset has no remaining useful life, in which case, it is expensed directly.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

August 31, 2025

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### 9. Financial Instruments

#### Risks arising from financial instruments and risk management

The board is exposed to a variety of financial risks including credit risk, liquidity risk and market risk. The board's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the board's financial performance.

#### Credit risk

The board's principal financial assets are cash and accounts receivable which are subject to credit risk. The carrying amounts of financial assets on the Statement of Financial Position represent the board's maximum credit exposure as at the Statement of Financial Position date.

< 30 days	30-60 days	60-90 days	90-120 days	>120 days	Total
3,901,343	5,205	1,237,062	43,785	3,433,022	8,620,417

#### Liquidity risk

Liquidity risk is the risk that the board will not be able to meet all cash flow obligations as they come due. The board mitigates the risk by monitoring cash activities and expected outflows through extensive budgeting and maintaining sufficient cash on hand if unexpected cash outflows arise. For terms see Note 3 Bank indebtedness, Note 4 Obligations under capital lease, and Note 5 Long term debt.

#### Market risk

The board is exposed to interest rate risk with regard to its interest rate risk on its line of credits and long-term debt, all of which are regularly monitored.

The board's financial instruments consist of cash, accounts receivable, accounts payable and accrued liabilities, and long-term debt. It is the board's opinion that the board is not exposed to significant interest rate or currency risks arising from these financial instruments except as otherwise disclosed. For terms see Note 3 Bank indebtedness, Note 4 Obligations under capital lease, and Note 5 Long term debt.

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 10. Retirement and other employee future benefits

Liabilities	2025			2024
	Retirement Benefits	Other Employee Future Benefits	Total Employee Future Benefits	Total Employee Future Benefits
Accrued employee future benefit obligation at August 31, 2025	\$ 272,142	\$ 1,642,524	\$ 1,914,666	\$ 1,813,742
Unamortized actuarial gains (losses) at August 31, 2025	22,267	-	22,267	27,892
Employee future benefits liability at August 31, 2025 <sup>1</sup>	<b>\$ 294,409</b>	<b>\$ 1,642,524</b>	<b>\$ 1,936,933</b>	<b>\$ 1,841,634</b>

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

Expenses	2025			2024
	Retirement Benefits	Other Employee Future Benefits	Total Employee Future Benefits	Total Employee Future Benefits
Current year benefit cost	\$ 10,073	\$ 384,117	\$ 394,190	\$ 666,974
Interest on accrued benefit obligation	-	51,394	51,394	48,357
Amortization of estimation adjustment loss (gain)	(8,640)	11,859	3,219	(53,922)
Employee future benefits expenses <sup>1</sup>	<b>\$ 1,433</b>	<b>\$ 447,370</b>	<b>\$ 448,803</b>	<b>\$ 661,409</b>

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

#### Retirement benefits

##### i) Ontario Teacher's Pension Plan

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

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

**August 31, 2025**

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### **10. Retirement and other employee future benefits (continued)**

ii) Ontario Municipal Employees Retirement System

All non-teaching employees of the Board are eligible to be members of the Ontario Municipal Employees Retirement System (OMERS), a multi-employer pension plan. The plan provides defined pension benefits to employees based on their length of service and rates of pay. The Board contributions equals the employee contributions to the plan. During the year ended August 31, 2025, the Board contributed \$1,572,408 (2024 - \$1,545,864) 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.

At December 31, 2025 OMERS reported an actuarial funding deficit of \$2.9 billion (2024 - \$4.2 billion).

iii) Retirement Gratuities

The Board provides retirement gratuities to certain groups of employees hired prior to specified dates. The board provides these benefits through an unfunded defined benefit plan. The benefit costs and liabilities related to this plan are included in the Board's consolidated financial statements. The amount of the gratuities payable to eligible employees at retirement is based on their salary, accumulated sick days, and years of service up to August 31, 2012.

iv) Retirement Life Insurance and Health Care Benefits

The Board provides life insurance, dental and health care benefits to certain employee groups after retirement until the members reach 65 years of age. The premiums are based on the board experience and retirees' premiums may be subsidized by the Board. The benefit costs and liabilities related to the plan are provided through an unfunded defined benefit plan and are included in the board's consolidated financial statements. Effective September 1, 2013, employees retiring on or after this date, do not qualify for Board subsidized premiums or contributions. During the year ended August 31, 2025, the Board contributed \$nil (2024 - \$nil) to the plan.

### **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 and as such, assumes responsibility for the payment of all claims to its injured workers under the Act. The Board does not fund these obligations in advance of payments made under the Act. The benefit costs and liabilities related to this plan are included in the Board's consolidated financial statements. School boards are required to provide salary top-up to a maximum of four and a half years for employees receiving payments from the Workplace Safety and Insurance Board, where the collective agreement negotiated prior to 2012 included such provision.

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025**

### 10. Retirement and other employee future benefits (continued)

#### ii) Sick Leave Top Up Benefits

As a result of the changes made in 2012-2013 to the short term sick leave and disability plan, a maximum of 11 unused sick days from the current year may be carried forward into the following year only, to be used to top-up salary for illnesses paid through the short term leave and disability plan in that year. The benefit costs expensed in the financial statements are \$4,233 (2024 - \$9,112).

For accounting purposes, the valuation of the accrued benefit obligation for the sick leave top-up is based on actuarial assumptions about future events determined as at August 31, 2025 and is based on the average daily salary and banked sick days of employees as at August 31, 2025.

The accrued benefit obligations for employee future benefit plans as at August 31, 2025 are based on actuarial assumptions of future events determined for accounting purposes at August 31, 2025. The economic assumptions used in these valuations are the Board's best estimates of expected rates of:

	2025	2024
	%	%
Wage and salary escalation	0.00	0.00
Dental and health care costs	5.00	5.00
Discount on accrued benefit obligations	3.80	3.80

### 11. Accumulated surplus

Accumulated surplus consists of the following:

	2025	2024
Surplus available for compliance	\$ 5,965,706	\$ 6,049,582
Restricted surplus for committed capital projects	203,531	246,359
Revenues recognized for land	6,756,117	6,756,117
School generated funds	884,480	924,593
Employee future benefits	(1,448,956)	(1,448,956)
Asset retirement obligations to be covered in the future	(883,535)	(826,608)
	\$ 11,477,343	\$ 11,701,087

## Huron-Superior Catholic District School Board Notes to the Consolidated Financial Statements

**August 31, 2025.**

### 12. Grants for student needs

School boards in Ontario receive the majority of their funding from the provincial government. This funding comes in two forms: provincial legislative grants and local taxation in the form of education property tax. The provincial government sets the education property tax rate. Municipalities in which the board operates collect and remit education property taxes on behalf of the Province of Ontario. The Province of Ontario provides additional funding up to the level set by the education funding formulas. 80.4 percent of the consolidated revenues of the board are directly controlled by the provincial government through the grants for student needs. The payment amounts of this funding are as follows:

	<b>2025</b>	<b>2024</b>
Provincial legislative grants	<b>\$ 78,774,569</b>	\$ 73,553,268
Education property tax	<b>5,745,406</b>	6,280,500
	<b>\$ 84,519,975</b>	\$ 79,833,768

### 13. Expenses by object

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

	Budget 2025	<b>Actual 2025</b>	Actual 2024
Salary and wages	\$ 59,320,399	<b>\$ 65,982,441</b>	\$ 65,593,712
Employee benefits	11,315,073	<b>12,403,622</b>	13,071,215
Staff development	938,084	<b>1,436,283</b>	1,326,816
Supplies and services	10,193,741	<b>9,651,857</b>	9,242,482
Interest	450,000	<b>442,292</b>	476,623
Rental expenses	270,000	<b>149,946</b>	195,640
Fees and contract services	7,400,280	<b>7,950,219</b>	7,586,407
Other	1,122,600	<b>1,029,109</b>	745,615
Transfer to other boards	630,000	<b>603,393</b>	670,093
School funded activities	-	-	-
Amortization	5,407,900	<b>5,665,573</b>	5,359,177
	<b>\$ 97,048,077</b>	<b>\$105,314,735</b>	\$104,267,780

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

**August 31, 2025**

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### **14. Ontario School Board Insurance Exchange (OSBIE)**

The school board is a member of the Ontario School Board Insurance Exchange (OSBIE), a reciprocal insurance company licensed under the Insurance Act of Ontario. OSBIE insures general liability, property damage and certain other risks. Liability insurance is available to a maximum of \$27 million per occurrence. Premiums paid to OSBIE for the policy year ending August 31, 2025 amounted to \$229,807 (2024 - \$217,725).

Any school board wishing to join OSBIE must execute a reciprocal insurance exchange agreement whereby every member commits to a five-year subscription period, the current one of which will end on December 31, 2026.

OSBIE exercises stewardship over the assets of the reciprocal, including the guarantee fund. While no individual school board enjoys any entitlement to access the assets of the reciprocal, the agreement provides for two circumstances when a school board, that is a member of a particular underwriting group, may receive a portion of the accumulated funds of the reciprocal.

1. In the event that the board of directors determines, in its absolute discretion, that the exchange has accumulated funds in excess of those required to meet the obligations of the Exchange, in respect of claims arising in prior years in respect of the underwriting group, the Board of Directors may reduce the actuarially determined rate for policies of insurance or may grant premium credits or policyholder dividends for that underwriting group in any subsequent underwriting year.
2. Upon termination of the exchange of reciprocal contracts of insurance within an Underwriting Group, the assets related to the Underwriting Group, after payment of all obligations, and after setting aside an adequate reserve for further liabilities, shall be returned to each Subscriber in the Underwriting Group according to its subscriber participation ratio and after termination the reserve for future liabilities will be reassessed from time to time and when all liabilities have been discharged, any remaining assets returned as the same basis upon termination.

In the event that a Board or other Board organization ceases to participate in the exchange of contracts of insurance within an Underwriting Group or within the Exchange, it shall continue to be liable for any Assessment(s) arising during or after such ceased participation in respect of claims arising prior to the effective date of its termination of membership in the Underwriting Group or in the exchange, unless satisfactory arrangements are made with in the board of directors to buy out such liability.

# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

**August 31, 2025**

### 15. Transportation consortium

The Board provides transportation services in partnership with the Algoma District School Board in order to provide common administration of student transportation in the region. This agreement was executed in an effort to increase delivery efficiency and cost effectiveness of student transportation for each of the Boards. Under the agreement, decisions related to the financial and operating activities of the Algoma and Huron Superior Transportation Services Consortium are shared. No partner is in a position to exercise unilateral control.

Each board participates in the shared costs associated with this service for the transportation of their respective students through Algoma & Huron-Superior District Transportation Consortium.

The Board's consolidated financial statements reflect its pro-rata share for 2025 is 37.6% (2024 - 37.9%). The following provides condensed financial information.

	2025		2024	
	Total	Board Portion	Total	Board Portion
Revenues	\$ (18,220,255)	\$ (6,848,892)	\$ (17,919,234)	\$ (6,788,562)
Operations: expenses	18,220,255	6,848,892	17,919,234	6,788,562
	\$ -	\$ -	\$ -	\$ -

### 16. Commitments

The Board has entered into contracts for major renovations at five schools. At August 31, 2025 the committed contracts totaled \$3,517,094, of which \$571,291 has yet to be completed.

### 17. Contingencies

The Board is involved with litigation from outstanding claims, the outcome of which can not be reasonably determined. Any loss as a result of this litigation will be recorded in the period that the loss is probable and measurable.

### 18. Comparative figures

Comparative figures have been reclassified to conform with current year presentation.

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# Huron-Superior Catholic District School Board

## Notes to the Consolidated Financial Statements

**August 31, 2025**

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### 19. Future accounting standard adoption

The board is in the process of assessing the impact of the upcoming new standards and the extent of the impact of their adoption on its financial statements. Applicable for fiscal years beginning on or after April 1, 2026 (in effect for the board for as of September 1, 2026 for the year ending August 31, 2027). Standards must be implemented at the same time:

#### New Public Sector Accounting Standards (PSAS) Conceptual Framework:

This new model is a comprehensive set of concepts that underlie and support financial reporting. It is the foundation that assists:

- prepares to account for items, transactions and other events not covered by standards;
- auditors to form opinions regarding compliance with accounting standards;
- users in interpreting information in financial statements; and
- Public Sector Accounting Board (PSAB) to develop standards grounded in the public sector environment.

The main changes are:

- Additional guidance to improve understanding and clarity
- Non-substantive changes to terminology/definitions
- Financial statement objectives foreshadow changes in the Reporting Model
- Relocation of recognition exclusions to the Reporting Model
- Consequential amendments throughout the Public Sector Accounting Handbook.

The framework is expected to be implemented prospectively.

#### Reporting Model- PS 1202- Financial Statement Presentation:

This reporting model provides guidance on how information should be presented in the financial statements and will replace PS 1201- Financial Statement Presentation. The model is expected to be implemented retroactivity with restatement of prior year amounts. The main changes are:

- Restructured Statement of Financial Position
- Introduction of financial and non-financial liabilities
- Amended non-financial asset definition
- New components of net assets- accumulated other and issued share capital
- Relocated net debt to its own statement
- Renamed the net debt indicator
- Revised the net debt calculation
- Removed the Statement of Change in Net Debt
- New Statement of Net Financial Assets/Liabilities
- New Statement of Changes in Net Assets Liabilities
- Isolated financing transaction in the Cash Flow Statement

**Huron-Superior Catholic District School Board**  
**Notes to the Consolidated Financial Statements**

**August 31, 2025**

**20. Tangible capital assets**

	Cost			Accumulated Amortization				Balance at August 31, 2025	Net book value August 31, 2025	Net book value August 31, 2024
	Balance at August 31, 2024	Additions and transfers	Disposals	Balance at August 31, 2025	Balance at August 31, 2024	Amortization	Disposals write offs and adjustment			
Land	\$ 6,756,117	\$ -	\$ -	\$ 6,756,117	\$ -	\$ -	\$ -	\$ -	\$ 6,756,117	\$ 6,756,117
Land improvements	5,632,536	94,036	-	5,726,572	3,729,547	262,298	-	3,991,845	1,734,727	1,902,989
Buildings (40 years)	163,438,028	4,334,994	-	167,773,022	58,375,594	4,823,590	-	63,199,184	104,573,838	105,062,434
Portable structures	379,708	-	-	379,708	333,559	18,459	-	352,018	27,690	46,149
First-time equipping	800,003	15,732	(204,728)	611,007	571,856	70,551	(204,728)	437,679	173,328	228,147
Equipment (5 years)	-	29,414	-	29,414	-	2,941	-	2,941	26,473	-
Equipment (10 years)	105,240	-	-	105,240	27,718	10,524	-	38,242	66,998	77,522
Computer hardware	194,568	-	(194,568)	-	194,568	-	(194,568)	-	-	-
Computer software	-	-	-	-	-	-	-	-	-	-
Vehicles (10 years)	241,226	-	(70,381)	170,845	115,467	19,205	(62,070)	72,602	98,243	125,759
Capital leases:										
- computer hardware	2,251,033	449,468	(705,263)	1,995,238	901,006	440,216	(705,263)	635,959	1,359,279	1,350,027
- vehicles	88,805	-	-	88,805	62,163	17,761	-	79,924	8,881	26,642
	\$ 179,887,264	\$ 4,923,644	\$ (1,174,940)	\$ 183,635,968	\$ 64,311,478	\$ 5,665,545	\$ (1,166,629)	\$ 68,810,394	\$ 114,825,574	\$ 115,575,786

**a) Assets under construction**

Assets under construction having a value of \$nil (2024 - \$nil) have not been amortized. Amortization of these assets will commence when the asset is put into service.

**b) Write-down of tangible capital assets**

The write-down of tangible capital assets during the year was \$1,133,385 (2024 - \$nil).