

WESTERN QUÉBEC SCHOOL BOARD

FINANCIAL STATEMENTS

JUNE 30, 2015

WESTERN QUÉBEC SCHOOL BOARD

TABLE OF CONTENTS

AUDITOR'S LETTER	1
FINANCIAL STATEMENTS	
Balance sheet	2
Revenues and expenditures	3
Accumulated surplus	4
NOTES TO FINANCIAL STATEMENTS	5 - 8
SUPPLEMENTARY FINANCIAL INFORMATION	9 - 10

Letter

**To the commissioners of
Western Québec School Board**

The enclosed financial statement summary is in accordance with the official financial report of the Western Québec School Board submitted to the Ministère de l'Éducation, du Loisir et du Sport for the year ended June 30, 2015.

Pierre Samson, FCPA auditeur, FCGA
Comptables professionnels agréés

Gatineau, Québec
Novembre 4, 2015

WESTERN QUÉBEC SCHOOL BOARD

BALANCE SHEET
JUNE 30, 2015

	2015	2014
	\$	\$
ASSETS		
Cash	(1,767,281)	(2,550,612)
Short term investment	136,044	65,009
Long term investment	78,605	214,649
Grant receivable - note 2	13,575,281	14,651,654
Taxes receivable	3,077,850	2,821,747
Other receivables	2,008,355	1,561,904
Inventory	26,463	31,339
Capital assets	89,232,032	84,420,839
Others assets	121,568	211,162
	<u>106,488,916</u>	<u>101,427,692</u>
LIABILITIES		
Short term loans - note 3	12,500,000	9,500,000
Deferred revenue	3,332,266	3,433,011
Accounts payable	11,240,636	10,207,072
Long term debt - Financement Québec	64,420,886	62,653,259
Long term debt - Financed by the School Board	464,357	651,407
Other liabilities	648,900	716,026
	<u>92,607,045</u>	<u>87,160,775</u>
CAPITAL		
ACCUMULATED SURPLUS	<u>13,881,872</u>	<u>14,266,917</u>
	<u>106,488,916</u>	<u>101,427,692</u>

ON BEHALF OF THE BOARD

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

WESTERN QUÉBEC SCHOOL BOARD

REVENUES AND EXPENDITURE
YEAR ENDED JUNE 30, 2015

	2015	2014
	\$	\$
REVENUES		
Taxation	16,303,692	14,741,208
Grants - note 2	59,808,526	62,204,573
School fees	1,190,963	904,129
Tenant lieu of taxes	857,124	860,852
Other general revenue	1,593,877	1,733,987
Specific revenue	4,046,717	3,678,266
	<u>83,800,898</u>	<u>84,123,014</u>
EXPENDITURES		
Educational activities	38,973,236	38,116,097
Support to educational activities	16,854,160	16,242,044
Auxiliary activities	10,665,765	10,570,883
Administration and equipment activities	4,538,983	4,587,782
Building activities	11,083,052	10,941,789
Other activities	2,999,444	3,084,187
Dépenses liées à la variation de la provision pour avantages sociaux	653,824	-
	<u>85,768,463</u>	<u>83,542,784</u>
EXCESS OF REVENUE OVER EXPENDITURE BEFORE VARIATION OF GRANT - Debt service	(1,967,565)	580,231
VARIATION OF GRANT - DEBT SERVICES	<u>1,530,317</u>	<u>425,232</u>
SURPLUS / DEFICIT	<u>(437,248)</u>	<u>1,005,463</u>

The accompanying notes are an integral part of these financial statements

WESTERN QUEBEC SCHOOL BOARD

ACCUMULATE SURPLUS
YEAR ENDED JUNE 30, 2015

	2015 \$	2014 \$
BEGINNING BALANCE	14,266,917	13,261,454
PRIOR YEARS ADJUSTMENTS		
Financial statements analysis by the MELS	-	-
ADJUSTED BALANCE	14,266,917	13,261,454
EXCESS OF REVENUE OVER EXPENDITURE / (EXCESS OF EXPENDITURE OVER REVENUE)	(1,967,565)	580,231
VARIATION GRANT - DEBT SERVICE	1,530,317	425,232
SURPLUS / (DEFICIT) OPERATIONAL BEFORE CAPITAL GAIN	(437,248)	1,005,463
CAPITAL GAIN (LOSS) ON DISPOSITION OF ASSETS	52,203	-
SURPLUS / (DEFICIT) OPERATIONAL	(385,045)	1,005,463
CUMULATED SURPLUS	13,881,872	14,266,917

The accompanying notes are an integral part of these financial statements

WESTERN QUÉBEC SCHOOL BOARD

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015**1. ACCOUNTING STANDARDS****ACCOUNTING PRACTICES**

The financial statements are prepared in compliance with the generally accepted accounting principles (GAAP)

2. GRANTS RECEIVABLE AND GRANT REVENUES

	Receivable \$	Revenues \$
	<hr/>	<hr/>
Operational grant	8,181,085	49,373,218
Equalization grant	-	1,157,843
Transportation	(155,743)	4,791,407
Debt service	5,549,939	2,078,927
Capital investment	-	2,391,000
Other grants	-	793,378
	<hr/>	<hr/>
	13,575,281	60,585,773
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3. BANK LOANS

The bank loans bear interest at current rate. They are secured by the Ministère de l'Éducation, du Loisir et du Sport except those to be financed by the School Board.

WESTERN QUÉBEC SCHOOL BOARD

NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015

4. CONTRACTUAL COMMITMENTS

SCHOOL TRANSPORTATION

During the year, the Western Québec School Board signed five (5) transportation agreements for the period ending June 2017.

	Period	Signature Date	Amount per year	Total amount
Autobus Outaouais	2012-2017	20/02/2013	\$ 3,436,847.11	\$ 6,873,694.22
Autobus LaSalle	2012-2017	01/03/2013	\$ 1,534,146.76	\$ 3,068,293.52
Baie Transport Inc.	2012-2017	10/12/2012	\$ 785,159.82	\$ 1,570,319.64
Bigras Transport Inc .	2012-2017	10/12/2012	\$ 405,123.59	\$ 810,247.18
Michel Therrien Inc.	2012-2017	30/10/2012	\$ 151,042.71	\$ 302,085.42
Létourneau	2012-2017	20/02/2013	\$ 63,590.65	\$ 127,181.30
			\$ 6,375,910.64	\$ 12,751,821.28

PROFESSIONAL DEVELOPMENT

In accordance with the Collective agreement, the School Board agreed to pay an amount of \$ 47 730. for the professional development.

FIBER

Fiber services fees are due for the next 10 year

WAN Maintenance:	\$	33,670
Administration internet connection	\$	25,000

For a total amount of \$ 58,760. per year.

COPIERS / PRINTERS LEASING

	2015-2016	2016-2017	2017-2018	2018-2019	2019-2021
	\$	\$	\$	\$	\$
Leasing of					
Konica	19,317	-	-	-	-
Toshiba	4,890	-	-	-	-
Xerox	314,316	285,000	213,750	-	-
Richo	18,517	27,776	27,776	27,776	37,035
Groupe DL	2,015	-	-	-	-
IBM Canada	27,038	14,248	9,482		
Hewlett Packard	7,297				

393,390	327,024	251,008	27,776	37,035
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Renting a postal system with integrated weighing

The school board has agreed to pay the sum of \$ 5,738 per year for Neopost renting a postal system with integrated weighing for 2015 to 2016 and 2016 to 2017.

Elevator maintenance

The school board has agreed to pay the sum of \$ 20,413 to Ascenseur Régional for maintenance of Elevators 2 next years is 10 \$ 206.72 (2015-2016 and 2016-2017).

Security system

The school board has agreed to pay the sum of \$ 36,242 to Entreprises L.L. Deslauriers Ltée. for the safety of two next years is \$ 18,121 (2015-2016 and 2016-2017).

Rental and picking garbage containers

The school board has agreed to pay the sum of \$ 132,174 to Malex Division TFI Transport for rental and picking garbage containers for the next 2 years or \$ 66,087 for the year 2015-2016 and 2016-2017.

Janitorial Specialized Service

The school board has agreed to pay the sum of \$ 413 750 to SMR Group Inc. for the year 2015-2016.

WESTERN QUÉBEC SCHOOL BOARD**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015****4. CONTRACTUAL COMMITMENTS****Renting a postal system with integrated weighing**

The school board has agreed to pay the sum of \$ 5,738 per year for Neopost renting a postal system with integrated weighing for the year 2015-2016 and 2016-2017.

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Janitorial Specialized Service

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WESTERN QUEBEC SCHOOL BOARD**NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2015****5. OPERATION BETWEEN RELATED PARTIES**

In addition to the related party transactions previously disclosed in the financial statements and recorded at the exchange value, the School Board is related to all the ministries and special funds as well as with all agencies and businesses directly or indirectly controlled by the Government of Quebec, or subject to either joint control or common significant influence by the Government of Quebec. The School Board did not enter into any commercial transactions with these related parties other than in the normal course of its activities and under normal commercial conditions. These transactions are presented separately on pages 190 and 191 in the financial statements.

6. CONTINGENCIES

As of June 30, 2015, outstanding claims against the School Board total \$55,000 (\$65,000 as of June 30, 2014) and consist of 5 grievances. No provision has been entered in the financial statements to June 30, 2015 for dealing with possible losses resulting from these claims. All losses that may arise from the resolution of these contingencies will be charged against the accumulated surplus (or deficit) of the period in progress at the time. Furthermore, a class action has been launched against all the school boards in Quebec. At this time no amount can be estimated so no reserve has been established.

WESTERN QUEBEC SCHOOL BOARD

SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2015

	2015	2014
	\$	\$
EXPENDITURES		
EDUCATIONAL ACTIVITIES		
Pre-school education	2,806,826	2,468,589
Elementary education	16,887,355	16,187,455
Secondary education	13,204,588	13,583,486
Professional education	1,562,363	1,813,201
Special education	3,275,701	2,864,964
Adult education	1,236,403	1,198,402
	<u>38,973,236</u>	<u>38,116,097</u>
SUPPORT TO EDUCATIONAL ACTIVITIES		
School administration	5,924,270	5,705,730
Instructional resources	1,585,159	1,285,956
Complementary activities	5,681,938	5,421,248
Pedagogical services and support	480,253	499,346
Consultation and animation	1,228,083	1,243,452
Training	688,659	677,850
Sports, cultural and social activities	1,265,798	1,408,462
	<u>16,854,160</u>	<u>16,242,044</u>
AUXILIARY ACTIVITIES		
Foods services	5,625	-
Student transportation	8,099,178	8,177,085
Day care	2,560,961	2,393,799
	<u>10,665,765</u>	<u>10,570,883</u>
ADMINISTRATION ACTIVITIES		
Commissioners council and committees	329,460	175,954
Management activities	3,296,226	3,187,031
Corporate services	853,991	1,113,358
Professional improvement	59,305	111,439
	<u>4,538,983</u>	<u>4,587,782</u>

WESTERN QUEBEC SCHOOL BOARD

SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2015

	2015 \$	2014 \$
EXPENDITURES (continued)		
BUILDING AND EQUIPMENT ACTIVITIES		
Maintenance of furniture and equipment	41,650	48,730
Depreciation furniture and equipment	1,704,194	1,712,180
Buildings maintenance	1,488,528	1,559,670
Depreciation buildings and lands	2,876,590	2,618,552
Caretaking	2,886,378	3,043,973
Energy consumption	1,761,307	1,641,326
Rentals	200,361	177,353
Renovation improvement / not included into the Assets	81,555	71,941
Protection and security	42,490	68,064
	<u>11,083,052</u>	<u>10,941,789</u>
OTHER ACTIVITIES		
Financing	2,235,657	2,019,925
Special projects	192,699	226,138
Retroactivity	63,691	6,476
School fees	426,176	491,512
Loan of service	(9,562)	1,885
Provisions variation	64,994	312,083
Extracurricular activities	25,789	26,168
	<u>2,999,444</u>	<u>3,084,187</u>
Expenses related to the variation in the provision for employee benefits		
Variation in the provision for employee benefits	653,824	0
	<u>653,824</u>	-
CAPITAL INVESTMENT		
Capital (gain) loss on disposition of assets	(52,203)	-
	<u>(52,203)</u>	-
	<u>85,716,260</u>	<u>83,542,784</u>