

Financial Statements of

**SERVICE DE TRANSPORT DES ÉLÈVES -
WINDSOR-ESSEX STUDENT TRANSPORTATION
SERVICES**

And Independent Auditor's Report thereon

Year ended August 31, 2025



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INDEPENDENT AUDITOR'S REPORT

To the Board of Directors of Service de transport des élèves - Windsor-Essex Student Transportation Services

Opinion

We have audited the financial statements of Service de transport des élèves - Windsor-Essex Student Transportation Services (the Entity), which comprise:

- the statement of financial position as at August 31, 2025
- the statement of operations for the year then ended
- the statement of cash flows for the year then ended
- and notes to the financial statements, including a summary of significant accounting policies

(Hereinafter referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Entity as at August 31, 2025, and its results of operations, its remeasurement of gains and losses, its changes in net debt and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

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 Financial Statements"*** section of our auditor's report.

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the 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.



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

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

In preparing the financial statements, management is responsible for assessing the Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the 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 the 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 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 Entity's internal control.



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- 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 Entity'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 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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- 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.

A handwritten signature in black ink that reads 'KPMG LLP'. The signature is written in a cursive, stylized font and is underlined with a single horizontal stroke.

Chartered Professional Accountants, Licensed Public Accountants

Windsor, Canada

November 20, 2025

SERVICE DE TRANSPORT DES ÉLÈVES - WINDSOR-ESSEX STUDENT TRANSPORTATION SERVICES

Statement of Financial Position

Year ended August 31, 2025, with comparative information for 2024

	2025	2024
Financial assets:		
Cash	\$ 1,398,588	\$ 400
Due from related parties (note 3)	898,761	785,268
Total financial assets	\$ 2,297,349	\$ 785,668
Financial liabilities:		
Due to related parties (note 4)	\$ 2,189,364	\$ 685,535
Accounts payable and accrued liabilities	107,985	103,038
Total financial liabilities	\$ 2,297,349	\$ 788,573
Net debt	-	(2,905)
Non-financial assets:		
Prepaid expenses	-	2,905
Total non-financial assets	\$ -	\$ 2,905
Accumulated surplus	\$ -	\$ -

See accompanying notes to financial statements.

On behalf of the Board:



General Manager



Treasurer

SERVICE DE TRANSPORT DES ÉLÈVES - WINDSOR-ESSEX STUDENT TRANSPORTATION SERVICES

Statement of Operations

Year ended August 31, 2025, with comparative information for 2024

	Budget (Unaudited)	2025	2024
Revenues:			
Conseil scolaire catholique Providence	\$ 4,549,422	\$ 4,227,121	\$ 4,311,682
Conseil scolaire Viamonde	796,731	694,076	777,534
Greater Essex County District School Board	19,705,930	18,922,027	19,195,749
John McGivney Children's Centre	7,000	7,000	7,000
Windsor Essex Catholic District School Board	12,529,864	11,655,495	11,397,503
Total revenues	37,588,947	35,505,719	35,689,468
Expenses:			
Transportation services	36,158,612	34,065,473	34,126,613
Administrative			
Advertising and promotion	13,000	13,357	7,856
Banker board fee	25,000	25,000	25,000
Insurance	31,700	33,524	30,108
Legal fees	5,000	18,001	36,191
Memberships	500	235	235
Office supplies and equipment	16,000	19,157	13,468
Program supplies	25,000	28,246	25,047
Purchased services	97,800	91,730	102,739
Rent	64,100	64,065	62,708
Safety training for Students	47,525	51,920	47,769
Salaries and benefits	919,710	926,967	1,087,207
Software fees and licenses	153,000	152,278	105,336
Telephone	8,500	7,381	8,682
Training	16,500	3,165	4,280
Travel and meetings	7,000	5,220	6,229
Total expenses	37,588,947	35,505,719	35,689,468
Annual surplus	\$ -	\$ -	\$ -

See accompanying notes to financial statements.

SERVICE DE TRANSPORT DES ÉLÈVES - WINDSOR-ESSEX STUDENT TRANSPORTATION SERVICES

Statement of Cash Flows

Year ended August 31, 2025, with comparative information for 2024

	2025	2024
Cash provided by (used in):		
Operating activities:		
Change in non-cash assets and liabilities:		
Decrease in accounts receivable	\$ -	\$ 838
Increase in due from related parties	(113,493)	(295,021)
Decrease (increase) in prepaid expenses	2,905	(2,905)
Increase in accounts payable and accrued liabilities	4,947	15,724
Net change in cash from operating activities	(105,641)	(281,364)
Financing activities:		
Increase in due to related parties	1,503,829	223,327
Net change in cash	1,398,188	(58,037)
Cash, beginning of year	400	58,437
Cash, end of year	\$ 1,398,588	\$ 400

See accompanying notes to financial statements.

SERVICE DE TRANSPORT DES ÉLÈVES - WINDSOR-ESSEX STUDENT TRANSPORTATION SERVICES

Notes to Financial Statements

Year ended August 31, 2025

1. Significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards, and reflect the following policies:

Reporting entity

The Service de transport des élèves – Windsor-Essex Student Transportation Services (the “Consortium”) is an incorporated Not for Profit organization established in 2013 to provide transportation services within the combined jurisdictions of the current member school boards.

The current member school boards are Conseil scolaire catholique Providence, Conseil scolaire Viamonde, Greater Essex County District School Board and Windsor-Essex Catholic District School Board. Under the formal agreement, decisions related to the financial and operating activities are shared. No Board is in a position to exercise unilateral control.

Basis of accounting

Revenues and expenses are reported on an accrual basis of accounting. The accrual basis of accounting recognizes revenues when transportation services have been provided in accordance with the cost sharing agreement and when collection is reasonably assured; expenses are recognized as they are incurred and measurable as a result of the receipt of goods or services and/or the creation of a legal obligation to pay.

Use of estimates

The preparation of financial statements in conformity with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the year. Actual results could differ from these estimates.

Non-financial assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

Tangible capital assets

Capital assets are recorded at cost which includes amounts that are directly attributable to acquisition, construction, development or betterment of the asset. The cost, less residual value, of the tangible capital assets are amortized on a straight line basis over their estimated useful lives. During the current and previous years, purchases of furniture and equipment are considered immaterial and have not been capitalized.

SERVICE DE TRANSPORT DES ÉLÈVES - WINDSOR-ESSEX STUDENT TRANSPORTATION SERVICES

Notes to Financial Statements (continued)

Year ended August 31, 2025

2. Economic dependence:

The Consortium's operations consist exclusively of supplying services to the current member boards in their combined jurisdictions.

3. Due from related parties:

The amounts are due from members of the Consortium. They are non-interest bearing and will be repaid within the year.

	2025	2024
Conseil scolaire catholique Providence	\$ 194,549	\$ 18,879
Conseil scolaire Viamonde	2,453	39,970
Greater Essex County District School	95,213	80,598
Windsor Essex Catholic District School Board	606,546	645,821
	\$ 898,761	\$ 785,268

4. Due to related parties:

The amounts are due to members of the Consortium. They are non-interest bearing and will be repaid within the year.

	2025	2024
Greater Essex County District School Board	\$ 2,189,364	\$ 685,535

5. Contingent liabilities:

In the normal course of operations, the Consortium becomes involved in various claims and legal proceedings. While the final outcome with respect to claims and legal proceedings pending at August 31, 2025 cannot be predicted with certainty, it is the opinion of the Consortium that their resolution will not have a material adverse effect on the Consortium's financial position or results of operations.