

### EXP.5.3 Total Basic Associated Capital Expenses

- 1 An understanding of future capital requirements and subsequent depreciation /
- 2 amortization is critical to forecasting rating impacts on the Basic program.
- 3 Depreciation and amortization expenses are directly associated with capital purchases
- 4 and account for approximately 3.8% of all Basic expenses in 2023/24, falling to 4.0%
- 5 in 2024/25.

**Figure EXP- 43 Basic Ongoing / Depreciation / Amortization Expenses**

Line No.	Project	2022/23A	2023/24F	2024/25F	2025/26F	2026/27F	2027/28F					
1	(C\$000s, except where noted)											
2	Ongoing Expenses											
3	Nova	-	-	-	1,197	2,872	2,872					
4	Total - Ongoing Expenses	-	-	-	1,197	2,872	2,872					
5	Depreciation Expenses											
6	Physical Properties	3,317	3,114	3,455	3,839	4,377	4,871					
7	Automobiles	309	320	342	401	415	383					
8	Data Processing	220	371	645	979	1,038	762					
9	Office Equipment/Systems Furniture/ Demountable Wall Systems	422	781	815	819	817	696					
10	Total Depreciation Expenses	4,268	4,586	5,257	6,038	6,647	6,712					
11	Amortization Expenses											
12	Partner Portal	430	-	-	-	-	-					
13	Infor/Lawson Upgrade	63	-	-	-	-	-					
14	Physical Damage - Centre of Excellence	127	-	-	-	-	-					
15	Enhanced DR Capabilities	327	154	-	-	-	-					
16	Technical Risk Management - 2017	638	182	-	-	-	-					
17	Corporate Learning Management	468	-	-	-	-	-					
18	Information Security Strategy & Road Map - Phase 2	395	-	-	-	-	-					
19	Appointment Manager	245	-	-	-	-	-					
20	Customer Self Service	371	362	60	-	-	-					
21	Credit Card Strategy	530	517	43	-	-	-					
22	High School Driver Education Phase 3	564	545	545	-	-	-					
23	Technical Risk Management - 2018	718	700	645	-	-	-					
24	High School Driver Education Phase 4	126	121	81	-	-	-					
25	Salvage Management Solution	100	96	96	66	-	-					
26	Finance Re-engineering dEPM	329	320	320	265	-	-					
27	Technical Risk Management - 2020	58	227	227	227	227	132					
28	Technical Risk Management - 2019	106	103	103	103	-	-					
29	Microsoft 365	0 335	294	294	294	294	-					
30	Data Solution Program (Year 1 Data and Analytics Spend)	-	246	269	269	269	269					
31	Information Security Maturity 2 of 2	-	598	598	598	598	598					
32	Total Loss	266	263	131	-	-	-					
33	Nova	-	229	392	392	392	392					
34	Total Amortization Expenses	6,196	-4,714	4,957	-3,535	3,804	-1,945	2,214	-1,514	1,780	-1,122	1,391
35	Total Ongoing/Depreciation/ Amortization Expenses	10,464	-9,297	9,543	-8,792	9,061	-9,180	9,449	-11,030	11,299	-10,706	10,975

- 6 The figure above represents the various Basic expenses related to depreciation and
- 7 amortization expenses related to capital expenditures for normal operations and
- 8 projects. The Basic amortization expense comprises the ongoing expenses. These
- 9 ongoing expenses relate to in-progress and forecasted projects. Once the project is

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