Financial Statements of

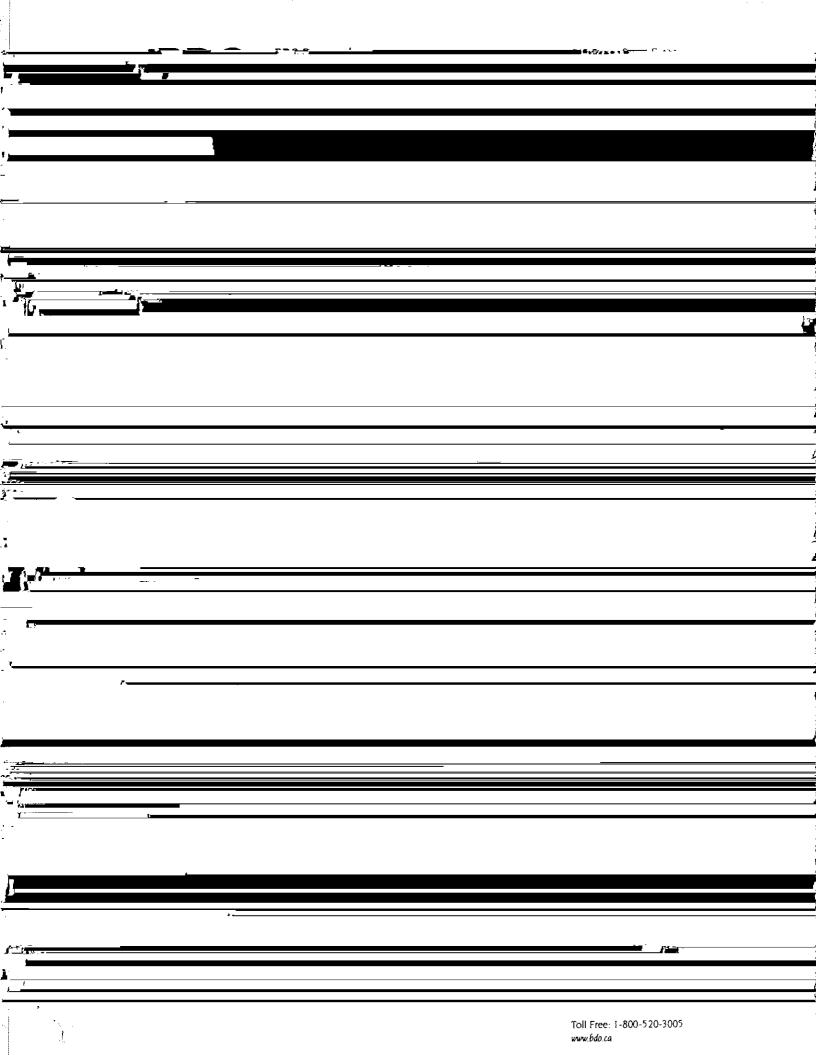
THE SAULT COLLEGE OF APPLIED

ARTS AND TECHNOLOGY

Year ended March 31, 2009

Year ended March 31, 2009

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Statement of Financial Position

March 31, 2009, with comparative figures for 2008

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	777000 d. d	2009	2008	
	Assets			
	Current			
	Cash (note 3) Temporary investments (note 3)	\$ 4,864,938 18,797,114 583,089	\$ 4,796,837 15,928,584	
	Accounts receivable	583,089	653,513	
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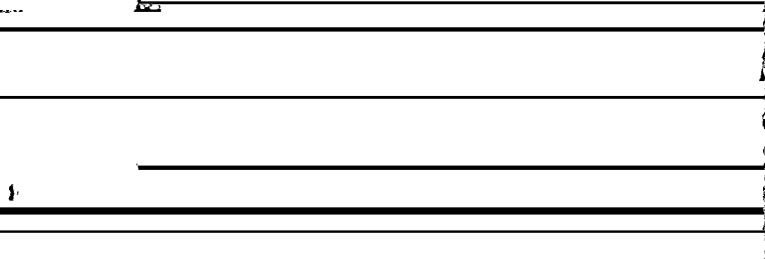


APPLIED ARTS AND TECHNOLOGY

Statement of Operations

Year ended March 31, 2009, with comparative figures for 2008

	2009	2008
Revenue:		
Grants and reimbursements	\$ 32,192,364	\$ 31,901,019
Tuition fees	5,795,773	5,448,910
Ancillary operations	1.027.504	947.171



Amortization of deferred capital contributions

1,482,506

1,395,343

45,872,823

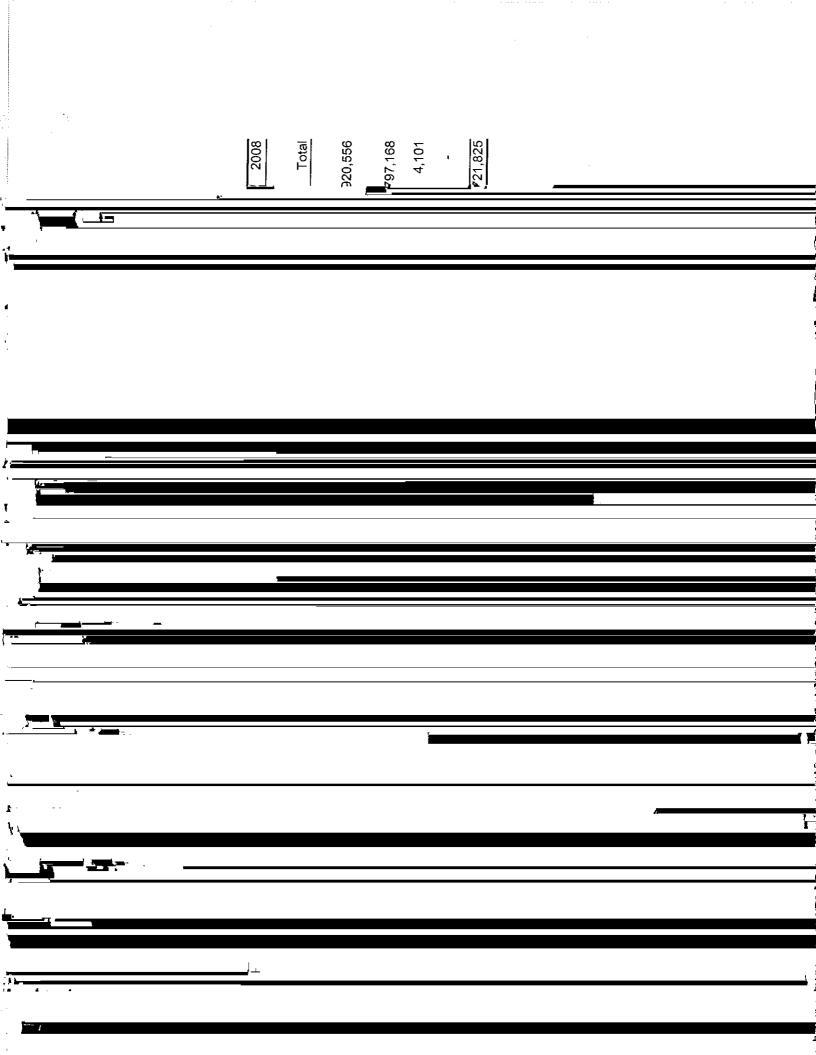
44,498,831

Expenses:

Academic

21,904,803

20.703.385



Statement of Cash Flows

Year ended March 31, 2009, with comparative figures for 2008

Cash flows from operating activities:		
Excess of revenue over expenses	\$ 2,726,601	\$ 2,797,168
Items not involving cash:		
Amortization of capital assets	2,595,680	2,570,553
Amortization of deferred capital contributions	(1,482,506)	(1,395,343)
(Gain) loss on disposal of capital assets	(10,350)	(98,497)
Future benefits and vested sick leave liability	(128,660)	9,457
Net increase (decrease) in deferred contributions	•	
related to expenses of future periods	467,321	(430,518)
	4,168,086	3,452,820
Changes in non-cash working capital balances:	, ,	
Accounts receivable	70,424	(150,593)
Grants and reimbursements receivable	757,286	63,005
Inventories	(3,203)	(2,662)
Prepaid expenses	(188,383)	17,559
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Notes to Financial Statements

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	The Sault College of Applied Arts and Technology ("Sault College") is a provincial community	
	college offering educational programs and upgrading to the accessing communities. Sault	
	Colleges is asserted a black assert Calandala III A.	
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Notes to Financial Statements

	Year ended March 31, 2009
	1. Significant accounting policies (continued):
	(c) Capital assets:
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Notes to Financial Statements

Year ended Ma	irch 31.	2009
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2	Fins	ıncıal	ınetr	uments:

The College classifies its financial instruments into one of the following categories based pn, the purpose for which the asset was acquired. The College's accounting policy for

(1) Held for Trading:

Financial instruments are classified under this category if they are:

- (i) acquired principally for the purpose of selling or repurchasing in the near term;
- (ii) part of a portfolio of identified financial instruments that are managed together and for which there is evidence of a recent actual pattern of short-term profittaking;
- (iii) a derivative, except for a derivative that is a financial guarantee contract or designated effective hedging instrument; or
- (iv) designated at fair value using the fair value option category after inception. For designation at fair value using the fair value option, reliable fair values must be readily available.

These instruments are carried in the balance sheet at fair value with changes in fair value recognized in the Statement of Operations. Transaction costs related to instruments classified as held for trading are expenses as incurred. Financial

Notes to Financial Statements

Υ	ear	ended	March	31,	2009

2. Financial instruments (continued):

Available for sale assets are non-derivative financial assets that are designated as available for sale or are not categorized into any categories above. When the securities have a quoted market price in the active market, they are carried at fair value with the changes in fair value recognized in the appropriate fund balance. If there is not a quoted market price in an active market, they are carried at cost. Where a decline in fair value exists, and is determined to be other than temporary, the amount of the loss is removed from the fund balance and recognized in the

Notes to Financial Statements

Year ended March 31, 2009

3. Cash and Temporary investments:

Cash and temporary investments include the following amounts:

	 2009	 2008
Restricted for student purposes Restricted for endowment purposes	\$ 972,385 2,919,533	\$ 1,315,020 2,520,327
Internally restricted	194,583	196,559
	7 700 404	0 070 475

Notes to Financial Statements

Year ended March 31, 2009

	ı 		· ,
			,
		There are no assets held under capital leases at	March 31, 2009. At March 31, 2008 assets
		totaling \$1,333,838 with related accumulated am	ortization in the amount of \$1,202,997 were
		included in capital assets.	
	5.	Employment-related obligations:	
		-	2009 2008
		Non-nepsion nost amployment handlits	\$ 727 በበበ. \$ 767 በበበ
	1		
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		Me have a constant and a constant an	
		The Callege indicates the C. P. C. C.	
		The College indirectly subsidizes premiums for the	group benefits available to early retirees
		The second secon	
			<u> </u>

THE SAULT COLLEGE OF

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	Year ended March 31, 2009		
	6. Deferred contributions for expenses of future periods: Deferred contributions consist of the following:		
	Doished donations donated the following.	2009	2008
	<u></u>	700 740 6	4 450 000

Notes to Financial Statements

Year ended March 31, 2009

8. Invested in capital assets:

	 2009	2008
Excess of revenues over expenses:		
Amortization of deferred contributions related		
to capital assets	\$ 1,482,507	\$
Amortization of capital assets	(2,595,680)	(2,570,553)
Investment income	263,158	240,856
Gain (loss) on disposal of capital assets	10,350	98,497
	\$ (839,665)	\$ (835,857)
	 2009	 2008
Net investment in capital assets:		
Capital assets acquired	\$ 2,901,250	\$ 4,550,416
Repayment of long-term obligations	64,279	360,358
Amounts funded by deferred contributions	(2,429,772)	(2,622,654)
	\$ 535,757	\$ 2,288,120

Net assets invested in capital assets are represented by:

	 2009	 2008
Cash	\$ 7,720,058	\$ 8,879,175
Investments	133	129
Sinking fund investment	3,104,995	2,841,841
Camital access, mat heat walve	20 400 400 -	 05 704 005

Notes to Financial Statements

Year ended March 31, 2009

	2009	2008
5.918% Lease, payable \$5,049 monthly, maturing April 2008, secured by certain aircraft	-	5,049
5.211% Lease, payable \$19,581 monthly, maturing June 2008, secured by flight simulators	-	58,743
	_	A # WILLIAM
	_	
Less amount representing interest	, s.w	913
		_
	•	
9.17% Mortgage, interest payable semi-annually, principal due in 2012, secured by a first mortgage on the student residence building	4,100,000	4,100,000
	4,100,000	4,164,705
Less current portion	-	64,705

Notes to Financial Statements

10. Net assets:

Sault College appropriates amounts from unrestricted net assets to cover anticipated future operating expenditures. The actual costs are recorded as operating expenditures in the year in which they are incurred.

By resolution of the Board of Governors, accumulated appropriations from unrestricted net

For capital disclosure purposes, the College considers its capital to be its net assets, restricted and unrestricted. The restricted net assets consist of amounts restricted for student

Notes to Financial Statements

	Year ended March 31, 2009
	13. Other information:
74.87	
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	The following information outlines the activity of the Ontario Student Opportunity Trust Fund. These amounts are reflected in the net assets restricted for student purposes.
	These amounts are renected in the net assets restricted for student purposes.
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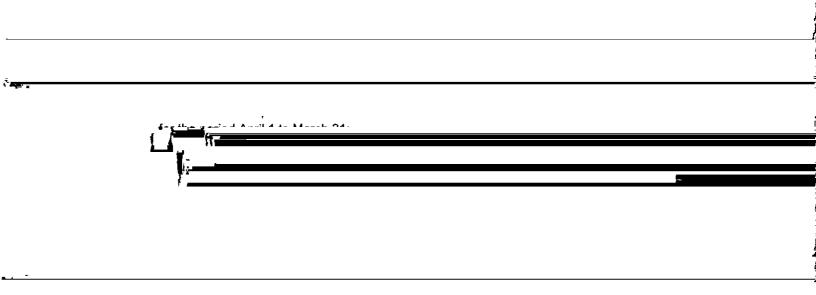
Notes to Financial Statements

Year ended I	March.	31.	2009
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14. Ontario Student Opportunity Trust Fund II:

Schedule of donations received for the year:

	2009	2008
Cash donations matched between April 1 and March 31	\$ -	\$ _
Unmatched cash donations	 	
Total cash donations	_	-



THE SAULT COLLEGE OF ARRIVED AREA AND TECHNOLOGY

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	Year ended March 31, 2009			
	15. Ontario Trust for Student Support:			
	Schedule of donations received between April 1 and March 31:			
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	Cook denotions matched between Anvil 1			
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Notes to Financial Statements

16.	Comparative amounts:
	Certain 2008 comparative amounts have been reclassified to reflect the financial statement presentation adopted for 2009.
17.	New Accounting Pronouncements:
	Recent accounting pronouncements that have been issued but are not yet effective, and

(a) Financial Statement Concepts:

CICA Handbook Section 1000, Financial Statement Concepts has been amended to focus on the capitalization of costs that truly meet the definition of an asset and deemphasizes the matching principle.

The revised requirements are effective for annual and interim financial statements relating to fiscal years beginning on or after October 1, 2008. The College is currently evaluating the impact of the adoption of this change on the disclosure within its financial statements.

(b) Financial Statement Presentation by Not for Profit Organizations:

Section 4400 has been amended for the treatment of net assets invested in capital



BDO Dunwoody ELPChartered Accountants and Advisors

747 Queen Street East P.O. Box 1109 Sault Ste. Marie, Ontario Canada P6A 5N7 Telephone: (705) 945-0990

www.bdo.ca **Auditors' Comments on Supplementary Financial Information** To the Board of Governors of

The audited financial statements of the Sault College of Applied Arts and Technology as at March 31, 2009 and our report thereon dated May 1, 2009 are presented in the preceding section of this annual report. The financial information presented hereinafter was derived from the accounting

Revenue

	Revenue			
	Year ended March 31, 2009, with comparative figures for 2008		Schedule 1	
		2009	2008	
	State -			
<u> 1</u> 7	$Y_{\mathbf{r}}$			
	Operating grants	\$ 26,194,250	\$ 26,171,821	
	Apprentice training Ontario training strategies	1,178,997 1,940,143	1,283,692 2,092,759	
>		. 1 940 14.1	7 (197 7.19	
•	<u> </u>			
	Other	2,878,974	2,352,747	
		32,192,364	31,901,019	
	Tuition fees:			
	Full-time post secondary Other	4,106,767 1,689,006	3,823,107 1,625,803	
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Academic Expenses

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Annual Contract			
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			2009 2008
/	y		20092008
	Colorias		
	Salaries: Administration	\$	1,289,243 \$ 1,160,973
	Academic	•	12,596,816 12,065,419
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THE SAULT COLLEGE OF AND TECHNOLOGY

Educational Resources Expe	nses
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Year ended March 31, 2009, with comparative figures for 2008

Schedule 3

	2009	2008
Salaries:		
Administration	\$ 135,708	\$ 129,068
Academic	175,674	192,261
Support	706,698	632,718
Other salaries	40,631	42,496
Benefits	236,352	224,203
Contracted services	65,163	61,632
Equipment maintenance and repairs	31,577	29,008
Furniture and equipment purchases	11,285	43,659

Student Services Expenses

Year ended March 31, 2009, with comparative figures for 2008

Schedule 4

		2009	2008
Salaries:			
Administration	\$	193,475	\$ 203,464
Support		1,241,926	1,135,835
Other salaries		14,250	10,916
Benefits		340,394	305,793
Building repairs and maintenance		1,830	-
Contracted services		14,943	10,752
Equipment maintenance and repairs		2,224	702
Furniture and equipment purchases		10,451	8,160
Furniture and equipment rental		9,975	6,761
Instructional supplies		44,226	62,214
Insurance		-	394
Janitorial and maintenance supplies		722	1,727
Office supplies	-	24,399	36,428
Premise rental		310	1,018
Professional fees		21,221	14,526
Promotion and public relations		83,616	76,091
Telecommunications		9,704	8,642
Travel and conference		58,609	45,835
<u>}/a [a la la]</u>		40 000	44.040

\$ 2,091,307 \$ 1,943,504

Administrative Expenses

Year ended March 31, 2009, with comparative figures for 2008			Schedule 5		
		2009	••	2008	
Salaries:					
Administration	\$	1,801,458	\$	1,667,274	
Academic		10,496		9,207	
Support		1,445,291		1,339,829	
Other salaries		2,499		8,040	
Benefits		789,833		675,540	
Building repairs and maintenance		1,442		982	
Contracted services		239,928		295,643	
Equipment maintenance and repairs		189,306		211,693	
Furniture and equipment purchases		126,692		173,019	
Furniture and equipment rental		40,723		34,332	
Instructional supplies		32,022		37,423	

r	Plant Expenses				
	Year ended March 31, 2009, with comparative figures for 2008	ı		Schedule 6	
			2009	 2008	
·	Salaries: Administration Support Other salaries	\$	188,177 974,618 4,919	\$ 149,393 877,114 6,965	
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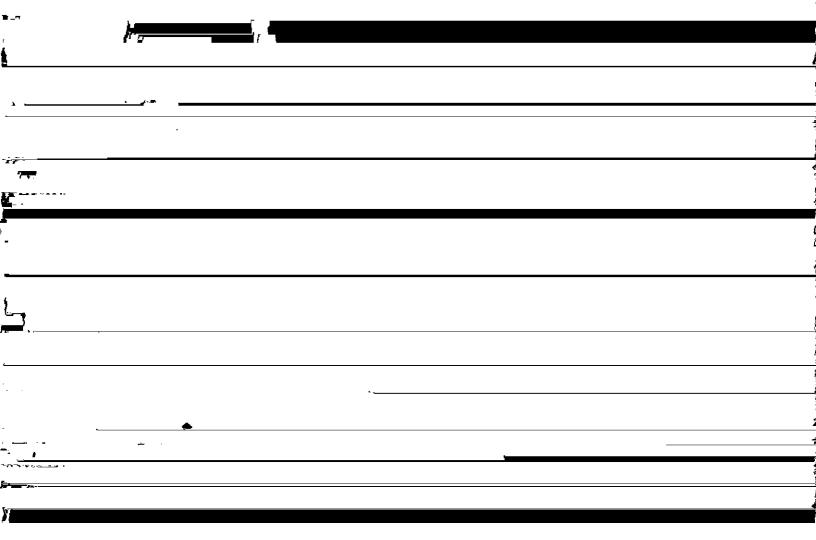
Year ended March 31, 2009, with comparative fig	ures for 2008			Schedule 7
		2009		2008
Salaries:				
Administration	\$	139,511	\$	138,341
Academic	,	-	•	387
Support		344,849		310,752
Other salaries		14,171		25,181
Benefits		147,191		125,571
Building repairs and maintenance		51,350		32,212
Contracted security services		27,380		23,364
Contracted services		53,790		55,795
Cost of goods sold		9,974		9,017
Equipment maintenance and repairs		1,656		1,889
		0.40		7 0 40

Ontario Training Strategies Expenses

Year ended March 31, 2009, with comparative figures for 2008

Schedule 8

		2009		2008	
Salaries:					
Administration	\$	318,084	\$	332,014	
Academic	•	294,582		240,576	
Support		1,070,631		966,145	
Other salaries		7,097		8,145	
Benefits		442,650		391,215	
Ph. McR. T. T. Land Advanced and a control of the c				0 000	



Special Projects Expenses

Year ended March 31, 2009, with comparative figures for 2008

Schedule 9

		2009	2008
Salaries:			
Administration	\$	142,397	\$ 60,657
Academic		4,507	-
Support		86,151	52,203
Other salaries		8,827	1,864
Benefits		28,084	11,436
Building repairs and maintenance		_	1,383
Contracted services		44,898	76,709
Equipment maintenance and repairs		-	7,230
Furniture and equipment purchases		8,189	29,630
Instructional supplies		19,862	14,778
Office supplies		5,860	5,662
Premise Rental		5,775	2,892
Professional fees		6,038	1,640
Promotion and public relations		10,700	_
Telecommunications		3,211	5,475
Travel and conference		24,891	14,735
	\$	399,390	\$ 286,294