

Financial Information of

**THE LAURENTIAN  
UNIVERSITY STUDENTS'  
GENERAL ASSOCIATION**

And Compilation Engagement Report thereon

Year ended April 30, 2022



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## COMPILATION ENGAGEMENT REPORT

To the Management of The Laurentian University Students' General Association

On the basis of information provided by management, we have compiled the statement of financial position of The Laurentian University Students' General Association as at April 30, 2022, the statement of operations and net assets (deficiency) for the year then ended, and note 1, which describes the basis of accounting applied in the preparation of the compiled financial information and other explanatory information ("financial information").

Management is responsible for the accompanying financial information, including the accuracy and completeness of the underlying information used to compile it and the selection of the basis of accounting.

We performed this engagement in accordance with Canadian Standard on Related Services (CSRS) 4200, Compilation Engagements, which requires us to comply with relevant ethical requirements. Our responsibility is to assist management in the preparation of the financial information.

We did not perform an audit engagement or a review engagement, nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an audit opinion or a review conclusion, or provide any form of assurance on the financial information.

Readers are cautioned that the financial information may not be appropriate for their purposes.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada  
June 5, 2023

# THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Financial Position

April 30, 2022, with comparative information for 2021

	2022	2021
<b>Assets</b>		
Current assets:		
Cash and deposit receipts	\$ 2,292,107	\$ 2,993,746
Accounts receivable	7,695	53,538
Due from Laurentian University	1,463	1,463
Inventories	74,026	3,499
Interest rate swap	225,521	-
Prepaid expenses and deposits	1,343,147	439,937
	<u>3,943,959</u>	<u>3,492,183</u>
Capital assets	9,025,107	9,226,468
	<u>\$ 12,969,066</u>	<u>\$ 12,718,651</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Operating line of credit	\$ 60,000	\$ 60,000
Accounts payable and accrued liabilities	756,863	940,804
Club deposits	151,503	116,036
	<u>968,366</u>	<u>1,116,840</u>
Payable to Student Associations	408,416	307,452
Interest rate swap	-	730,212
Long-term debt (note 2)	7,751,549	7,953,691
Deferred capital contributions	1,739,240	2,099,902
	<u>10,867,571</u>	<u>12,208,097</u>
Net assets (deficiency):		
General Fund	1,964,850	1,288,955
Capital Fund	(386,646)	(223,459)
Capital Reserve	297,771	175,271
Interest Rate Swap	225,520	(730,213)
	<u>2,101,495</u>	<u>510,554</u>
	<u>\$ 12,969,066</u>	<u>\$ 12,718,651</u>

See accompanying notes to financial statements.

# THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Operations and Net Assets (Deficiency)

Year ended April 30, 2022, with comparative information for 2021

	General	Capital	Interest Rate Swap	Capital Reserve	2022	2021
<b>Revenue:</b>						
Health plan	\$ 990,830	\$ -	\$ -	\$ -	\$ 990,830	\$ 1,339,037
<b>Fees:</b>						
Administration fees	467,355	-	-	-	467,355	619,437
Student Centre	322,488	-	-	122,500	444,988	445,808
Optional fees	392,997	-	-	-	392,997	456,552
Pub (schedule)	43,186	-	-	-	43,186	12,132
Clothing store (schedule)	28,154	-	-	-	28,154	-
Rental revenue	150	-	-	-	150	1,221
Interest revenue	1,908	-	-	-	1,908	2,973
Grants and other	78,168	-	-	-	78,168	273,677
Amortization of deferred capital contributions	-	38,174	-	-	38,174	44,755
	2,325,236	38,174	-	122,500	2,485,910	3,195,592
<b>Expenses:</b>						
Health insurance	538,830	-	-	-	538,830	787,790
Salaries and benefits	330,668	-	-	-	330,668	406,224
Pub (schedule)	97,947	-	-	-	97,947	44,362
Clothing store (schedule)	26,076	-	-	-	26,076	-
Events	35,688	-	-	-	35,688	32,776
Interest and bank charges	3,594	-	-	-	3,594	3,575
Interest on long-term debt (note 2)	322,488	-	-	-	322,488	330,599
Miscellaneous	3,771	-	-	-	3,771	181
CKLU	-	-	-	-	-	14,865
LAMBDA	17,201	-	-	-	17,201	14,965
Other student organizations	149,221	-	-	-	149,221	68,991
Insurance	33,077	-	-	-	33,077	24,663
Office and general	25,492	-	-	-	25,492	24,493
Conference	652	-	-	-	652	1,027
OUSA	19,076	-	-	-	19,076	14,529
Professional fees	23,257	-	-	-	23,257	174,288
Club funding	2,019	-	-	-	2,019	12,331
Travel and entertainment	3,102	-	-	-	3,102	486
Upass opt out	11,704	-	-	-	11,704	30,200
Donations	-	-	-	-	-	2,198
Amortization of capital assets	-	206,839	-	-	206,839	210,087
Loss (gain) on interest rate swap	-	-	(955,733)	-	(955,733)	(1,222,120)
	1,643,863	206,839	(955,733)	-	894,969	976,510
Excess (deficiency) of revenue over expenses	681,373	(168,665)	955,733	122,500	1,590,941	2,219,082
Net assets (deficiency), beginning of year	1,288,955	(223,459)	(730,213)	175,271	510,554	(1,708,528)
Transfer for capital acquisitions	(5,478)	5,478	-	-	-	-
Net assets (deficiency), end of year	\$ 1,964,850	\$ (386,646)	\$ 225,520	\$ 297,771	\$ 2,101,495	\$ 510,554

See accompanying notes to financial statements.

# THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Schedule of Operations - Pub

Year ended April 30, 2022, with comparative information for 2021

	2022	2021
Revenue	\$ 43,186	\$ 12,132
Expenses:		
Supplies	33,838	13,719
Payroll	59,040	28,920
Security	-	928
Miscellaneous	5,069	795
	97,947	44,362
Deficiency of revenue over expenses	\$ (54,761)	\$ (32,230)

See accompanying notes to financial statements.

# THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Schedule of Earnings - Clothing Store

Year ended April 30, 2022, with comparative information for 2021

	2022	2021
Revenue	\$ 28,154	\$ -
Expenses:		
Purchases	19,694	-
Payroll	6,382	-
	<u>26,076</u>	<u>-</u>
Excess of revenue over expenses	\$ 2,078	\$ -

See accompanying notes to financial statements.

# THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Notes to Financial Information

Year ended April 30, 2022

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## 1. Basis of presentation:

The basis of accounting applied in the preparation of the financial information is on the historical cost accrual basis, with the addition of the following:

Capital assets are amortized over their useful lives

Deposits received for future services are recorded as deferred until services rendered.

Donations for capital assets are deferred and amortized on the same basis as interest on long-term debt.

## 2. Long-term debt:

In September 2018, the Association entered into an agreement with the Toronto-Dominion Bank ("TD") for which \$8,195,000 may be advanced to construct the student center. This amount was fully advanced at September 30, 2020 with principal repayments having begun in February of 2020. This note bears variable interest rate and has a term of 20 years for which it has been amortized over 25 years. The amount has been guaranteed by Laurentian University.

The Association has entered into an interest rate derivative agreement to manage the volatility of interest rates. The Association converted their debt agreement to a fixed rate debt bearing interest 4.102%.