

Financial Statements of

**THE LAURENTIAN
UNIVERSITY STUDENTS'
GENERAL ASSOCIATION**

Year ended April 30, 2019



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NOTICE TO READER

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, 2019 and the statement of operations and net deficiency for the year then ended. We have not performed an audit or a review engagement in respect of these financial statements and, accordingly, we express no assurance thereon. Readers are cautioned that these financial statements may not be appropriate for their purposes.

KPMG LLP

Chartered Professional Accountants, Licensed Public Accountants

Sudbury, Canada
August 7, 2019

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Financial Position

April 30, 2019, with comparative information for 2018
(Unaudited - see Notice to Reader)

	2019	2018
Assets		
Current assets:		
Cash	\$ 2,413,435	\$ 770,977
Accounts receivable	39,412	34,159
Prepaid expenses and deposits	2,609	2,826
Due from Laurentian University	1,411,202	101,314
	3,866,658	909,276
Capital assets	4,600,160	805,112
	\$ 8,466,818	\$ 1,714,388
Liabilities and Net Deficiency		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 348,715	\$ 802,630
Club deposits	45,605	43,593
	394,320	846,223
Payable to Canadian Federation of Students	267,965	300,965
Long-term debt (note 2)	5,550,000	-
Deferred capital contributions	2,277,359	759,154
	8,489,644	1,906,342
Net deficiency	(22,826)	(191,954)
	\$ 8,466,818	\$ 1,714,388

See accompanying notes to financial statements.

On behalf of the Board:

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Operations and Net Deficiency

Year ended April 30, 2019, with comparative information for 2018
(Unaudited - see Notice to Reader)

	2019	2018
Revenue:		
Health plan	\$ 1,371,608	\$ 1,342,389
Fees:		
Student's General Association	965,681	1,023,172
LAMBDA	46,813	50,819
CKLU	47,178	50,819
Pub (Schedule)	155,334	103,376
Events, Advertising, Sponsorship Revenue, Grants and other	124,140	188,497
V Desk	25,847	20,874
	2,736,601	2,779,946
Expenses:		
Health insurance	1,263,872	1,474,004
Salaries and benefits	499,645	488,592
Pub (Schedule)	174,398	155,555
Events	167,732	211,850
Canadian Federation of Students	76,452	80,093
Interest and bank charges (note 2)	54,176	-
Miscellaneous	49,009	49,007
CKLU	47,178	52,233
LAMBDA	46,813	52,584
Other student organizations	36,536	70,936
Insurance	32,300	13,268
Office and general	23,615	29,231
Conference	22,278	39,318
Advertising	21,846	9,038
OUSA	19,137	14,931
Professional fees	18,838	17,956
Club funding	6,971	12,147
Travel and entertainment	5,265	9,126
Repairs and maintenance	795	260
Donations	617	25,000
	2,567,473	2,805,129
Excess (deficiency) of revenue over expenses	169,128	(25,183)
Deficiency in net assets, beginning of year	(191,954)	(166,771)
Deficiency in net assets, end of year	\$ (22,826)	\$ (191,954)

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Schedule of Operations - Pub

Year ended April 30, 2019, with comparative information for 2018
(Unaudited - see Notice to Reader)

	2019	2018
Revenue	\$ 155,334	\$ 103,376
Expenses:		
Supplies	79,626	72,547
Payroll	80,525	72,223
Security	12,208	8,358
Miscellaneous	2,039	2,427
	174,398	155,555
Deficiency of revenue over expenses	\$ (19,064)	\$ (52,179)

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Notes to Financial Statements

Year ended April 30, 2019

1. Basis of presentation:

The recognition, measurement, presentation and disclosure principles in these financial statements may not be in accordance with the requirements of any of the financial reporting frameworks in the CPA Canada Handbook - Accounting.

2. Long-term debt:

In September, 2018, the entity entered into an agreement with the Toronto-Dominion Bank ("TD") for which \$7,000,000 may be advanced to construct the student center of which, \$5,550,000 has been advanced as at April 30, 2019. 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. Future draws are expected in order to finish the project.

The Association has entered into a 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%. The fair market value of the derivative at April 30, 2019 was \$22,830.