

Financial Information of

**THE LAURENTIAN
UNIVERSITY STUDENTS'
GENERAL ASSOCIATION**

And Compilation Engagement Report thereon

Year ended April 30, 2023



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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, 2023, 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
October 5, 2023

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Financial Position

April 30, 2023, with comparative information for 2022

	2023	2022
Assets		
Current assets:		
Cash and deposit receipts	\$ 1,177,377	\$ 2,292,107
Accounts receivable	3,981	7,695
Due from Laurentian University	1,642,497	1,463
Inventories	74,181	74,026
Interest rate swap	261,218	225,521
Prepaid expenses and deposits	1,343,147	1,343,147
	<u>4,502,401</u>	<u>3,943,959</u>
Capital assets	8,827,552	9,025,107
	<u>\$ 13,329,953</u>	<u>\$ 12,969,066</u>
Liabilities and Net Assets		
Current liabilities:		
Operating line of credit	\$ 60,000	\$ 60,000
Accounts payable and accrued liabilities	945,341	756,863
Club deposits	176,047	151,503
	<u>1,181,388</u>	<u>968,366</u>
Payable to Student Associations	879,640	408,416
Interest rate swap	-	
Long-term debt (note 2)	7,540,959	7,751,549
Deferred capital contributions	1,393,436	1,739,240
	<u>10,995,423</u>	<u>10,867,571</u>
Net assets (deficiency):		
General Fund	2,191,476	1,964,850
Capital Fund	(546,958)	(386,646)
Capital Reserve	428,795	297,771
Interest Rate Swap	261,217	225,520
	<u>2,334,530</u>	<u>2,101,495</u>
	<u>\$ 13,329,953</u>	<u>\$ 12,969,066</u>

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Statement of Operations and Net Assets (Deficiency)

Year ended April 30, 2023, with comparative information for 2022

	General	Capital	Interest Rate Swap	Capital Reserve	2023	2022
Revenue:						
Health plan	\$ 749,295	\$ -	\$ -	\$ -	\$ 749,295	\$ 990,830
Fees:						
Administration fees	423,105	-	-	-	423,105	467,355
Student Centre	314,039	-	-	131,024	445,063	444,988
Optional fees	371,141	-	-	-	371,141	392,997
Pub (schedule)	56,364	-	-	-	56,364	43,186
Clothing store (schedule)	72,928	-	-	-	72,928	28,154
Rental revenue	1,440	-	-	-	1,440	150
Interest revenue	16,587	-	-	-	16,587	1,908
Grants and other	36,370	-	-	-	36,370	78,168
Amortization of deferred capital contributions	-	31,765	-	-	31,765	38,174
	2,041,269	31,765	-	131,024	2,204,058	2,485,910
Expenses:						
Health insurance	499,468	-	-	-	499,468	538,830
Salaries and benefits	321,367	-	-	-	321,367	330,668
Pub (schedule)	140,334	-	-	-	140,334	97,947
Clothing store (schedule)	76,922	-	-	-	76,922	26,076
Events	87,808	-	-	-	87,808	35,688
Interest and bank charges	2,407	-	-	-	2,407	3,594
Interest on long-term debt (note 2)	314,039	-	-	-	314,039	322,488
Miscellaneous	1,333	-	-	-	1,333	3,771
CKLU	-	-	-	-	-	-
LAMBDA	11,083	-	-	-	11,083	17,201
Other student organizations	86,195	-	-	-	86,195	149,221
Insurance	41,173	-	-	-	41,173	33,077
Office and general	58,860	-	-	-	58,860	25,492
Conference	17,884	-	-	-	17,884	652
OUSA	15,801	-	-	-	15,801	19,076
Professional fees	117,414	-	-	-	117,414	23,257
Club funding	-	-	-	-	-	2,019
Travel and entertainment	1,915	-	-	-	1,915	3,102
Upass opt out	13,734	-	-	-	13,734	11,704
Donations	1,427	-	-	-	1,427	-
Amortization of capital assets	-	197,555	-	-	197,555	206,839
Loss (gain) on interest rate swap	-	-	(35,697)	-	(35,697)	(955,733)
	1,809,164	197,555	(35,697)	-	1,971,022	894,969
Excess (deficiency) of revenue over expenses	232,104	(165,790)	35,697	131,024	233,035	1,590,941
Net assets (deficiency), beginning of year	1,964,850	\$ (386,646)	\$ 225,520	\$ 297,771	2,101,495	510,554
Transfer for capital acquisitions	(5,478)	5,478	-	-	-	-
Net assets (deficiency), end of year	\$ 2,191,476	\$ (546,958)	\$ 261,217	\$ 428,795	\$ 2,334,530	\$ 2,101,495

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Schedule of Operations - Pub

Year ended April 30, 2023, with comparative information for 2022

	2023	2022
Revenue	\$ 56,364	\$ 43,186
Expenses:		
Supplies	49,742	33,838
Payroll	88,213	59,040
Security	-	-
Miscellaneous	2,380	5,069
	140,334	97,947
Deficiency of revenue over expenses	\$ (83,971)	\$ (54,761)

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Schedule of Earnings - Clothing Store

Year ended April 30, 2023, with comparative information for 2022

	2023	2022
Revenue	\$ 72,928	\$ 28,154
Expenses:		
Purchases	53,997	19,694
Payroll	19,183	6,382
	<u>73,180</u>	<u>26,076</u>
Excess of revenue over expenses	\$ (252)	\$ 2,078

See accompanying notes to financial statements.

THE LAURENTIAN UNIVERSITY STUDENTS' GENERAL ASSOCIATION

Notes to Financial Information

Year ended April 30, 2023

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%.