

Financial Statements of

**THE SAULT COLLEGE OF APPLIED
ARTS AND TECHNOLOGY**

Year ended March 31, 2006

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Financial Statements

Year ended March 31, 2006

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AUDITORS' REPORT

To the Governors of
The Sault College of Applied Arts and Technology

We have audited the statement of financial position of The Sault College of Applied Arts and Technology as at March 31, 2006 and the statements of operations, changes in net assets and cash flows for the year ended. These financial statements are the responsibility of the College's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial information.

In our opinion, these financial statements presents fairly, in all material respects, the financial position of the College as at March 31, 2006 and the results of its operations and its cash flows for the year ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Sault Ste. Marie, Canada

May 10, 2006

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Financial Position

March 31, 2006, with comparative figures for 2005

	2006	2005
		(restated note 2)
Assets		
Current assets:		
Cash	\$ 9,687,116	\$ 8,270,380
Temporary investments (market value: \$ 4,765,495 2005; \$1,402,000)	4,724,648	1,365,087
Accounts receivable	948,546	1,066,756
Grants and reimbursements receivable	1,724,879	3,950,683
Inventory	26,722	21,276
Prepaid expenses	54,188	3,660
	17,166,099	14,677,842
Sinking fund investment (note 3)	2,380,550	2,178,794
Capital assets (note 4)	24,748,118	23,258,233
	\$ 44,294,767	\$ 40,114,869
Liabilities, Deferred Contributions and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 6,829,871	\$ 4,747,444
Payable to the Ministry of Training, Colleges and Universities	147,008	118,895
Deferred Tuition fees	620,315	708,363
Current portion of long-term obligations (note 8)	393,062	373,560
	7,990,256	5,948,262
Long-term obligations:		
Capital leases and mortgage (note 8)	4,526,408	4,919,470
Vested sick leave benefits	1,140,717	1,271,344
Employee future benefits	868,000	1,580,000
	6,535,125	7,770,814
Deferred contributions:		
Expenses of future periods (note 5)	1,132,601	2,121,026
Capital assets (note 6)	23,328,427	22,024,246
	25,081,343	24,853,634
Net assets:		
Unrestricted (deficit):		
Operating	2,477,718	3,243,973
Employment related	(4,731,045)	(5,630,944)
	(2,253,327)	(2,386,971)
Invested in capital assets	4,888,968	2,689,998
Restricted for student purposes	2,485,034	1,759,608
Internally restricted	187,683	187,886
	5,308,358	2,250,251
	\$ 44,294,767	\$ 40,114,869

See accompanying notes to financial statements.

Approved by the Board:

Chairman of the Board

Treasurer

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Operations

Year ended March 31, 2006, with comparative figures for 2005

	2006	2005 (restated note 2)
Revenue:		
Grants and reimbursements	\$ 27,773,985	\$ 26,591,337
Tuition fees	5,648,049	5,922,710
Ancillary operations	739,163	815,182
Other	1,749,663	1,793,406
Restricted for student purposes	2,652,655	2,053,860
Amortization of deferred capital contributions	1,631,540	1,730,099
	<u>40,195,055</u>	<u>38,906,594</u>
Expenses:		
Academic	18,903,770	17,839,560
Educational resources	1,451,914	1,324,317
Student services	1,657,606	1,576,221
Administrative	5,483,458	5,272,576
Plant	1,976,451	1,894,958
Ancillary operations	1,177,825	1,130,793
Ontario training strategies	2,146,248	2,099,121
Special projects	461,953	223,173
Restricted for student purposes	1,925,483	1,765,408
Provision for (recovery of) employee benefit obligations	(899,899)	37,615
Amortization of capital assets	2,823,375	2,702,890
	<u>37,108,183</u>	<u>35,866,633</u>
Excess of revenue over expenses before the undernoted	3,086,872	3,039,961
Gain (loss) on disposal of capital assets	(29,036)	93,509
Excess of revenue over expenses	\$ 3,057,836	\$ 3,133,470

See accompanying notes to financial statements.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Changes in Net Assets

Year ended March 31, 2006, with comparative figures for 2005

							2006	2005
	Invested in capital assets	Restricted for student purposes	Internally restricted	Unrestricted		Total	Total	
				Operating	Employment related		(restated note 2)	
Net asset, beginning of year								
As previously reported:	\$ 2,689,998	\$ 1,759,608	\$ 187,886	\$ 3,890,649	\$ (5,630,944)	\$ 2,897,197	\$ (306,651)	
Change in accounting policy for tuition fee revenue recognition (note 2)	-	-	-	(646,675)	-	(646,675)	(576,296)	
As restated	2,689,998	1,759,608	187,886	3,243,974	(5,630,944)	2,250,522	(882,948)	
Excess (deficiency) of revenue over expenses	(1,019,247)	727,172	(203)	2,450,215	899,899	3,057,836	3,133,469	
Invested in capital assets	3,218,217	(1,746)	-	(3,216,471)	-	-	-	
Net assets, end of year	\$ 4,888,968	\$ 2,485,034	\$ 187,683	\$ 2,477,718	\$ (4,731,045)	\$ 5,308,358	\$ 2,250,522	

See accompanying notes to financial statements.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Cash Flows

Year ended March 31, 2006, with comparative figures for 2005

	2006	2005 (restated note 2)
Cash flows from operating activities:		
Excess of revenue over expenses	\$ 3,057,836	\$ 3,133,469
Items not involving cash:		
Amortization of capital assets	2,823,375	2,702,890
Amortization of deferred capital contributions	(1,631,540)	(1,730,099)
Gain (loss) on disposal of capital assets	29,036	(93,509)
Future benefits and vested sick leave liability	(842,627)	(189,901)
Net increase (decrease) in deferred contributions related to expenses of future periods	(988,425)	717,419
	2,447,655	4,671,334
Changes in non-cash working capital balances:		
Accounts receivable – fees	118,211	520,433
Grants and reimbursements receivable	2,225,804	(3,028,572)
Inventories	(5,446)	(1,682)
Prepaid expenses	(50,528)	(3,470)
Accounts payable and accrued liabilities	2,082,427	77,902
Payable to Ministry of Training Colleges and Universities	28,113	(7,409)
Deferred Tuition fees	(88,048)	132,066
	6,758,188	2,360,602
Cash flows from financing and investing activities:		
Sinking fund investment	(201,756)	(184,657)
Repayment of long-term obligations	(373,560)	(355,098)
Purchase of capital assets	(4,485,510)	(1,520,011)
Deferred capital contribution	3,038,535	3,383,769
Proceeds on disposal of capital assets	40,400	-
	(1,981,891)	1,324,003
Increase in cash	4,776,297	3,553,539
Cash and temporary investments, beginning of year	9,635,467	6,081,928
Cash and temporary investments, end of year	\$ 14,411,764	\$ 9,635,467

See accompanying notes to financial statements.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

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 College is considered a Non-profit Schedule III Agency of the Ontario provincial government.

1. Significant accounting policies:

(a) Revenue recognition:

The College follows the deferral method of accounting.

Operating grants are recorded as revenue in the period to which they relate. Grant amounts relating to future periods are deferred and recognized in the subsequent period when the related activity occurs. Grants approved but not received at the end of an accounting period are accrued.

Tuition revenue is recognized on the basis of teaching days incurred during the fiscal year.

Unrestricted contributions are recognized as revenue when received or receivable if the amounts can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions are recognized as revenue in the period in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis at rates corresponding to those of the related capital assets.

Contributions for student purposes and the interest thereon are recognized as direct increases in net assets restricted for student purposes.

(b) Inventory:

Inventory related to ancillary operations is valued at the lower of cost and net realizable value.

(c) Temporary investments:

Temporary investments are recorded at the lesser of cost and market value.

(d) Sinking fund investment:

The sinking fund investment is recorded at cost plus accrued interest at the yield to maturity rate of the investment.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

1. Significant accounting policies (continued):

(e) Capital assets:

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair market value at the date of contribution. Amortization is provided on a straight-line basis over the estimated useful lives as follows:

Category	Years
Buildings	40.0
Site improvements	12.5
Equipment and vehicles	5.0
Furniture and fixtures	5.0
Computer equipment	5.0
Aircraft	10.0

(f) Employment related obligations:

Employment related obligations, which include vacation pay, certain pension and post employment benefits and sick leave benefits, are accrued. The College is liable to pay 50% of certain faculty members' accumulated sick leave credits on termination or retirement after ten years service.

(g) Use of estimates:

The preparation of the financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the dates of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

2. Change in accounting policy:

During 2006, the College changed its policy for recognizing tuition fee revenue. Previously the College recorded tuition fee revenue at the beginning of each semester. Tuition fee revenue is now recognized over the number of teaching days which occurs during the fiscal year. The change has been applied retroactively and has decreased the unrestricted operating net assets at the beginning of 2006 as previously reported by \$646,675 representing an increase in deferred tuition fees of the same amount. This change has also had the effect of increasing tuition fee revenue in 2005 by \$70,379 over that previously reported from what would have been recognized under the former policy.

3. Sinking fund investment:

The sinking fund investment consists of Ontario Hydro debenture coupons with a yield to maturity of 9.26%, which will mature in the year 2012 at \$4,100,000. This sinking fund investment is a restricted asset to be used to retire the student residence building mortgage at maturity.

The fair value of these coupons at March 31, 2006 is \$ 3,120,296 (2005 - \$2,953,345) being the quoted market value. The fair value of the mortgage is estimated to be \$4,790,000 (2005 - \$4,880,000) based on a 6% discount rate.

4. Capital assets:

			2006
	Cost	Accumulated amortization	Net book value
Land	\$ 671,255	\$ -	\$ 671,255
Buildings	37,102,686	18,216,006	18,886,684
Site improvements	930,002	602,916	327,086
Equipment and vehicles	6,690,930	5,807,077	883,853
Computer equipment	10,436,085	7,024,129	3,411,956
Aircraft	3,225,354	2,765,021	460,332
Furniture and fixtures	289,443	182,489	106,954
	\$ 59,345,756	\$ 34,597,638	\$ 24,748,118

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

4. Capital assets (continued):

		2005	
	Cost	Accumulated amortization	Net book value
Land	\$ 720,755	\$ -	\$ 720,755
Buildings	37,122,824	17,629,355	19,493,469
Site improvements	642,432	571,714	70,718
Equipment and vehicles	6,072,604	5,033,228	1,039,376
Computer equipment	7,165,807	5,922,098	1,243,709
Aircraft	3,225,354	2,679,078	546,276
Furniture and fixtures	279,285	135,355	143,930
	\$ 55,229,061	\$ 31,970,828	\$ 23,258,233

5. Employment-related obligations:

	2006	2005
Non-pension post-employment benefits	\$ 868,000	\$ 1,580,000

The College indirectly subsidizes premiums for the group benefits available to early retirees and the continuation of benefits for individuals on long-term disability.

The present value of accrued post-employment benefits at March 31, 2006 amounted to \$625,000 (2005 - \$1,284,000). Expenses recorded in the year were \$712,000 – recovery (2005 - \$31,000 – recovery). The benefits paid out in the year were \$61,000 (2005 - \$64,000). These amounts represent the actuarial valuation completed in April 2004.

The actuarial valuations of the plans were based upon a number of assumptions about future events, which reflect management's best estimates. The following represents the significant assumptions made:

	2006	2005
Accrued benefit obligation	\$ 953,000	\$ 1,667,000
Fair value of plan assets	(85,000)	(87,000)
Plan deficit	\$ 868,000	\$ 1,580,000

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

5. Employment-related obligations (continued):

The significant assumptions used are as follows:

	2006	2005
Discount rate	5.00%	5.25%
Health Care Trend Rate		
- Hospital and other medical	5%	5%
- Dental cost	4%	4%
- Drugs	9% in 2004, grading down to 5% in 2010	

6. Deferred contributions for expenses of future periods:

Deferred contributions relating to expenses of future periods, represents unspent externally restricted grants for other programs.

	2006	2005
Balance, beginning of year	\$ 2,121,026	\$ 1,403,608
Additional contributions received	1,598,762	3,823,511
Less amounts recognized as revenue during the year	(2,587,186)	(3,106,093)
	\$ 1,132,602	\$ 2,121,026

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

7. Deferred contributions for capital assets:

Deferred contributions represent the unamortized balance and unspent balance of restricted contributions for the purchase of capital assets. The changes in the deferred contributions balance for the year are as follows:

	2006	2005
Balance, beginning of year	\$ 22,024,246	\$ 20,464,085
Contributions received	2,935,721	3,290,260
Less amounts amortized to revenue	(1,631,540)	(1,730,099)
Balance, end of year	\$ 23,328,427	\$ 22,024,246

The balance of unamortized capital contributions related to capital assets consists of the following:

	2006	2005
Unamortized capital contributions used to purchase assets	\$ 17,464,842	\$ 17,548,508
Unspent contributions	5,863,585	4,475,738
	\$ 23,328,427	\$ 22,024,246

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

8. Invested in capital assets:

The change in net assets invested in capital assets is calculated as follows:

	2006	2005
Excess of revenues over expenses:		
Amortization of deferred contributions related to capital assets	\$ 1,631,540	\$ 1,730,099
Amortization of capital assets	(2,823,375)	(2,702,890)
Investment income	201,759	184,657
Gain (loss) on disposal of capital assets	(29,171)	93,509
	<u>\$ (1,019,247)</u>	<u>\$ (694,625)</u>

	2006	2005
Net investment in capital assets:		
Capital assets acquired	\$ 4,485,510	\$ 1,520,011
Repayment of long-term obligations	373,560	355,099
Amounts funded by deferred contributions	(1,640,853)	(528,780)
	<u>\$ 3,218,217</u>	<u>\$ 1,346,330</u>

Net assets invested in capital assets, is represented by:

	2006	2005
Cash	\$ 6,008,076	\$ 4,570,127
Investments	121	119
Sinking fund investment	2,380,550	2,178,794
Capital assets, net book value	24,748,118	23,258,233
	<u>33,136,865</u>	<u>30,007,273</u>
Less:		
Deferred contributions related to capital assets	23,328,427	22,024,246
Long-term obligations	4,919,470	5,293,030
	<u>28,247,897</u>	<u>27,317,276</u>
Net assets invested in capital assets	<u>\$ 4,888,968</u>	<u>\$ 2,689,998</u>

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

9. Capital leases and mortgage:

	2006	2005
5.744% Lease, payable \$10,056 monthly, maturing October 2007, secured by certain aircraft	\$ 191,064	\$ 311,736
5.918% Lease, payable \$5,049 monthly, maturing April 2008, secured by certain aircraft	126,225	186,813
5.211% Lease, payable \$19,581 monthly, maturing June 2008, secured by flight simulators	528,687	763,659
	845,976	1,262,208
Less amount representing interest	26,506	69,178
	819,470	1,193,030
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
	4,919,470	5,293,030
Less current portion	393,062	373,560
	\$ 4,526,408	\$ 4,919,470

Minimum lease payments in each of the next three years are as follows:

2007	\$ 416,232
2008	365,953
2009	63,791
Total	\$ 845,976

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

10. Internally restricted net assets:

The Ministry of Training Colleges and Universities established a policy limiting the amount of unrestricted net assets of individual colleges. In implementing this policy, the Ministry may require the College to allocate funds for specific purposes. At March 31, 2006, Sault College did not contravene this policy.

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 assets balance at March 31, 2006 have been made to the Joint Employment Stability Reserve Fund in the amount of \$ 187,683.

11. Pension plans:

Full time employees are participants in the multi-employer contributory retirement pension plans administered by the Board of Trustees of the CAAT Pension Plan. These plans are defined benefit plans, which specify the amount of the retirement benefit to be receivable by the employees based on length of service and rates of pay. The College makes contributions to these plans equal to those of the employees. Employer contributions amounted to \$1,478,792 (2005 - \$1,487,043).

12. Financial instruments:

The College's financial instruments consist of cash, temporary investments, accounts receivable, grants and reimbursements receivable, accounts payable, payable to the Ministry of Training, Colleges and Universities and capital leases. It is management's opinion that the carrying values of these financial instruments approximate the market values.

The College intends to hold the sinking fund investment until maturity in order to fund the retirement of the mortgage. The fair values of the sinking fund investment and the mortgage are presented in note 2.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

13. Other information:

Ontario Student Opportunity Trust Fund:

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.

Schedule of donations received between April 1 and March 31:

	2006	2005
Cash donations matched between April 1 and March 31	\$ -	\$ -
Unmatched cash donations	-	-
Total cash donations	\$ -	\$ -

Schedule of Changes in Endowment Fund Balance for the period April 1 to March 31:

	2006	2005
Balance, beginning of year	\$ 664,172	\$ 664,172
Eligible cash donations received between April 1 and March 31	-	-
Matching funds received/receivable from MTCU	-	-
Fund balance at end of year	\$ 664,172	\$ 664,172

Schedule of Changes in Expendable Funds Available for Awards for the Period April 1 to March 31:

	2006	2005
Balance, beginning of year	\$ 69,155	\$ 63,714
Realized investment income, net of direct investment-related expenses and preservation of capital contributions	39,430	29,701
Bursaries awarded (total number: 63)	(29,975)	(24,260)
Balance, end of year	\$ 78,610	\$ 69,155

The market value of the endowment and expendable funds at March 31, 2006 was \$754,105.

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

13. Other information (continue):

Report of Awards Issued for the Period April 1 to March 31:

	OSAP Recipients		Non-OSAP	Recipients		Total	
	Number	Amount	Number	Amount	Number	Amount	
Full-time	26	\$ 10,877	37	\$ 19,098	63	\$ 29,975	

14. Ontario Student Opportunity Trust Fund II:

Schedule of donations received for the year:

	2006		2005	
Cash donations matched between April 1 and March 31	\$	-	\$	124,270
Unmatched cash donations		-		-
Total cash donations	\$	-	\$	-

Schedule of Changes in Endowment Fund Balance
for the period April 1 to March 31:

	2006		2005	
Balance, beginning of year	\$	331,340	\$	82,800
Eligible cash donations received between April 1 and March 31		-		124,270
Matching funds received/receivable from MTCU		-		124,270
Fund balance at end of year	\$	331,340	\$	331,340

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

14. Ontario Student Opportunity Trust Fund II (continued):

Schedule of Changes in Expendable Funds Available
for Awards for the Period April 1 to March 31:

	2006	2005
Balance, beginning of year	\$ 3,858	\$ 608
Realized investment income, net of direct investment- related expenses and preservation of capital contributions	13,926	4,850
Bursaries awarded (total number: 21)	(10,200)	(1,600)
Balance, end of year	\$ 7,584	\$ 3,858

Report of Awards Issued for the Period April 1, 2005 to March 31, 2006:

	OSAP Recipients		Non-OSAP Recipients		Total	
	Number	Amount	Number	Amount	Number	Amount
Full-time	11	\$ 5,850	10	\$ 4,350	21	\$ 10,200

15. Ontario Trust for Student Support:

Schedule of donations received between April 1 and March 31:

	2006	2005
Cash donations matched between April 1 And March 31	\$ 158,964	\$ -
Unmatched cash donations	-	-
Total cash donations	\$158,964	\$ -

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

Year ended March 31, 2006

15. Ontario Trust for Student Support (continued):

Schedule of Changes in Endowment Fund Balance for the period April 1 to March 31:

	2006		2005	
Balance, beginning of year	\$	-	\$	-
Eligible cash donations received between April 1 and March 31 in compliance with the November 2005 Program Guidelines and Reporting Requirements		158,964		-
Matching funds received/receivable from MTCU		311,332		-
Fund balance at end of year	\$	470,296	\$	-

Schedule of Changes in Expendable Funds Available for Awards for the Period April 1 to March 31:

	2006		2005	
Balance, beginning of year	\$	-	\$	-
Realized investment income, net of direct investment-related expense and preservation of capital contributions		507		-
Bursaries awarded (total number: 0)		-		-
Balance, end of year	\$	507	\$	-

Report of Awards Issued for the Period April 1, 2005 to March 31, 2006:

	OSAP Recipients		Non-OSAP Recipients		Total	
	Number	Amount	Number	Amount	Number	Amount
Full-time	-	\$ -	-	\$ -	-	\$ -

16. Comparative amounts:

Certain 2005 comparative amounts have been reclassified to reflect the financial statement presentation adopted for 2006.



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AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

To the Governors of
The Sault College of Applied Arts and Technology

We have audited and reported separately herein on the financial statements of The Sault College of Applied Arts and Technology as at and for the year ended March 31, 2006.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the College taken as a whole. The supplementary information included in Schedules 1 to 9 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, the financial statements, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Chartered Accountants

Sault Ste. Marie, Canada
May 10, 2006

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Revenue

Year ended March 31, 2006, with comparative figures for 2005

Schedule 1

	2006	2005
		(restated note 2)
Grants and reimbursements:		
Basic operating grant	\$ 19,413,870	\$ 16,991,286
Apprentice training	1,693,262	1,176,495
Termination gratuities	217,243	119,417
Municipal tax	163,275	159,450
Ontario training strategies	1,950,020	2,027,564
Other	4,336,315	6,117,125
	<u>27,773,985</u>	<u>26,591,337</u>
Tuition fees:		
Full-time post secondary	4,770,536	5,011,453
Other	877,513	911,257
	<u>5,648,049</u>	<u>5,922,710</u>
Ancillary operations	739,163	815,182
Other:		
Contract educational services	193,157	422,364
Investment income	462,956	305,948
Sale of course products and services	109,793	162,031
Special projects	21,384	28,290
Miscellaneous	962,373	874,773
	<u>1,749,663</u>	<u>1,793,406</u>
Restricted for student purposes	2,652,655	2,053,860
Amortization of deferred capital contributions	1,631,540	1,730,099
	<u>\$ 40,195,055</u>	<u>\$ 38,906,594</u>

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Academic Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 2

	2006	2005
Salaries:		
Administration	\$ 1,078,067	\$ 887,713
Academic	10,715,026	10,440,797
Support	1,657,079	1,600,816
Early retirement incentive	-	20,000
Termination / Sick Leave Buyout	146,300	-
Benefits	2,525,506	2,386,439
Building repairs and maintenance	4,839	11,914
Contracted security services	528	528
Contracted services	490,959	514,586
Equipment maintenance and repairs	513,206	522,792
Field work	106,100	197,827
Furniture and equipment purchases	151,968	21,495
Furniture and equipment rental	3,955	5,077
Grounds maintenance	11,877	10,297
Instructional supplies	876,007	613,662
Insurance	222,631	209,037
Interest and bank charges	52,816	71,388
Janitorial and maintenance supplies	414	448
Municipal tax levy	19,020	20,815
Office supplies	76,725	65,455
Premise Rental	9,635	12,856
Professional development	48,552	15,756
Professional fees	19,843	16,612
Promotion and public relations	20,206	18,355
Provision for doubtful accounts	-	231
Staff employment	3,224	3,231
Telecommunications	17,066	21,131
Travel and conference	50,909	53,178
Training, subsidies and allowances	-	5,565
Utilities	38,515	47,088
Vehicle expense	42,797	44,471
	\$ 18,903,770	\$ 17,839,560

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Educational Resources Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 3

	2006	2005
Salaries:		
Administration	\$ 115,361	\$ 107,364
Academic	182,723	239,753
Support	628,698	509,680
Benefits	188,159	162,032
Contracted services	51,576	60,407
Equipment maintenance and repairs	28,135	21,060
Furniture and equipment purchases	4,469	2,022
Furniture and equipment rental	80,187	80,646
Instructional supplies	144,335	120,784
Office supplies	20,173	14,199
Professional Development	1,073	-
Professional fees	3,268	1,973
Promotion and public relations	1,053	1,326
Telecommunications	2,704	1,572
Travel and conference	-	1,499
	\$ 1,451,914	\$ 1,324,317

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Student Services Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 4

	2006	2005
Salaries:		
Administration	\$ 175,219	\$ 150,438
Support	910,761	903,328
Early retirement incentive	-	2,500
Benefits	273,294	252,168
Contracted services	45,222	42,570
Equipment maintenance and repairs	7,078	2,814
Furniture and equipment rental	11,342	12,087
Instructional supplies	25,177	24,798
Insurance	45,901	31,729
Office supplies	41,887	23,139
Premise rental	4,606	5,518
Professional development	-	18
Professional fees	10,246	8,628
Promotion and public relations	41,568	54,524
Telecommunications	6,862	6,191
Travel and conference	42,583	37,790
Vehicle expense	15,860	17,982
	\$ 1,657,606	\$ 1,576,221

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Administrative Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 5

	2006	2005
Salaries:		
Administration	\$ 1,877,716	\$ 1,465,991
Academic	8,854	17,228
Support	1,058,659	1,113,444
Benefits	667,476	517,194
Building repairs and maintenance	-	3,627
Contracted services	262,682	332,455
Cost of Goods Sold	2,725	-
Equipment maintenance and repairs	161,170	147,144
Furniture and equipment purchases	103,979	24,055
Furniture and equipment rental	50,663	42,858
Instructional supplies	17,451	20,203
Insurance	148,422	170,231
Interest and bank charges	42,979	47,039
Municipal tax levy	163,275	159,450
Office supplies	77,178	55,904
Professional development	13,161	8,221
Professional fees	269,503	409,416
Promotion and public relations	321,960	309,352
Provision for doubtful accounts	68,517	297,749
Staff employment	18,259	13,683
Telecommunications	64,671	55,724
Travel and conference	82,307	60,142
Vehicle expense	1,850	1,465
	\$ 5,483,458	\$ 5,272,576

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Plant Expenses

Year ended March 31, 2006, with comparative figures for 2005
(in thousands of dollars)

Schedule 6

	2006	2005
Salaries:		
Administration	\$ 93,477	\$ 85,292
Support	757,915	749,936
Benefits	228,529	220,789
Building repairs and maintenance	59,762	50,930
Contracted security services	75,779	72,958
Contracted services	1,023	430
Furniture and equipment rental	5,017	4,781
Grounds maintenance	10,003	8,889
Insurance	3,089	3,077
Janitorial and maintenance supplies	44,320	47,152
Office supplies	1,518	1,533
Professional fees	409	-
Promotional and Public Relations	3,911	-
Telecommunications	3,934	4,942
Travel and conference	1,911	287
Utilities	685,687	643,688
Vehicle expense	169	274
	\$ 1,976,451	\$ 1,894,958

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Ancillary Operations Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 7

	2006	2005
Salaries:		
Administration	\$ 137,858	\$ 136,060
Support	312,293	324,813
Benefits	104,162	104,206
Building repairs and maintenance	48,590	35,467
Contracted security services	19,873	20,955
Contracted services	43,101	23,653
Cost of goods sold	2,444	1,865
Equipment maintenance and repairs	990	1,524
Grounds maintenance	39,924	30,118
Instructional supplies	28,570	22,007
Interest and bank charges	375,970	375,970
Janitorial and maintenance supplies	1,807	685
Office supplies	7,344	2,067
Professional development	306	-
Professional fees	329	319
Promotion and public relations	908	1,030
Travel and conference	988	-
Utilities	52,368	50,054
	\$ 1,177,825	\$ 1,130,793

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Ontario Training Strategies Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 8

	2006	2005
Salaries:		
Administration	\$ 133,336	\$ 146,584
Academic	250,559	253,063
Support	832,082	805,985
Benefits	256,064	262,855
Contracted services	85,524	79,534
Equipment maintenance and repairs	51	379
Furniture and equipment purchases	48,255	14,924
Furniture and equipment rental	3,564	4,364
Instructional supplies	31,394	46,579
Office supplies	31,820	34,090
Premise rental	78,996	79,159
Professional development	5,680	1,400
Professional fees	5,627	6,855
Promotion and public relations	28,342	25,563
Telecommunications	33,465	23,379
Travel and conference	21,186	26,581
Training, subsidies and allowances	296,296	283,818
Utilities	4,007	4,007
	\$ 2,146,248	\$ 2,099,121

THE SAULT COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Special Projects Expenses

Year ended March 31, 2006, with comparative figures for 2005

Schedule 9

	2006	2005
Salaries:		
Administration	\$ 42,745	\$ 48,488
Academic	-	2,850
Support	80,751	54,538
Benefits	20,412	11,291
Building repairs and maintenance	17,242	-
Contracted services	99,309	29,335
Furniture and equipment purchases	157,336	25,879
Furniture and equipment rental	1,350	2,723
Instructional supplies	573	18,580
Office supplies	3,455	2,087
Premise Rental	7,303	
Professional development	-	3,223
Professional fees	19,248	8,185
Promotion and public relations	4,221	4,691
Telecommunications	4,545	2,653
Travel and conference	3,463	8,649
	\$ 461,953	\$ 223,173