
CUMBERLAND REGIONAL COLLEGE

Financial Statements

Year Ended June 30, 2013

CUMBERLAND REGIONAL COLLEGE

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Year Ended June 30, 2013

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Management's Responsibility for Financial Reporting

The financial statements of Cumberland Regional College have been prepared in accordance with Canadian public sector accounting standards. When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. These statements include certain amounts based on management's estimates and judgments. Management has determined such amounts based on a reasonable basis in order to ensure that the financial statements are presented fairly in all material respects.

The integrity and reliability of Cumberland Regional College's reporting systems are achieved through the use of formal policies and procedures, the careful selection of employees and an appropriate division of responsibilities. These systems are designed to provide reasonable assurance that the financial information is reliable and accurate.

The Board of Directors is responsible for ensuring that management fulfills its responsibility for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board meets periodically with management and the College's auditors to review significant accounting, reporting and internal control matters. Following its review of the financial statements and discussions with the auditors, the Board approves the financial statements. The Board also reviews the engagement or authorizes the re-appointment of the external auditors.

The financial statements have been audited on behalf of the College by NeuPath Group Chartered Accountants in accordance with Canadian generally accepted auditing standards.

Valerie Mushinski, President and CEO

Armand Thibodeau, Chair

Nipawin, Saskatchewan
September 24, 2013

CUMBERLAND REGIONAL COLLEGE
Statement of Financial Position (Statement 1)

June 30, 2013

	2013	<i>(Restated - note 18)</i> 2012	<i>(Restated - note 18)</i> 2011
Financial Assets			
Cash and cash equivalents <i>(Note 3)</i>	\$ 3,329,647	\$ 3,502,403	\$ 4,583,137
Accounts receivable <i>(Note 4)</i>	711,911	236,175	355,589
	4,041,558	3,738,578	4,938,726
Liabilities			
Accounts payable and accrued liabilities <i>(Note 6)</i>	146,003	146,337	290,723
Accrued salaries and benefits <i>(Note 7)</i>	169,125	168,846	166,524
Deferred revenue <i>(Note 8)</i>	-	74,353	42,873
Liability for employee future benefits <i>(Note 9)</i>	117,200	112,800	109,100
	432,328	502,336	609,220
Net Financial Assets	3,609,230	3,236,242	4,329,506
Non-Financial Assets			
Tangible capital assets <i>(Schedule 5)</i>	6,613,605	7,005,661	6,633,004
Prepaid expenses	37,186	64,650	68,619
	6,650,791	7,070,311	6,701,623
Accumulated Surplus <i>(Note 14)</i>	\$ 10,260,021	\$ 10,306,553	\$ 11,031,129

Contingent liability *(Note 16)*

ON BEHALF OF THE BOARD

_____ Director

_____ Director

CUMBERLAND REGIONAL COLLEGE
Statement of Operations and Accumulated Surplus (Statement 2)
Year Ended June 30, 2013

	<i>(Budget - note 12)</i> 2013	2013	<i>(Restated - note 18)</i> 2012
REVENUES (Schedule 2)			
Provincial government			
Grants	\$ 4,885,231	\$ 4,936,712	\$ 4,418,127
Other	508,575	448,752	446,797
Federal government			
Other	93,056	89,881	92,870
Other revenue			
Administrative recoveries	-	8,194	-
Contracts	132,074	660,741	1,561,302
Interest	40,000	53,701	54,403
Rents	-	225	950
Resale items	66,800	94,677	85,738
Tuition	346,320	407,081	618,272
Donations	-	28,913	29,930
Other	11,500	19,997	39,922
	6,083,556	6,748,874	7,348,311
EXPENSES (Schedule 3)			
General	2,895,052	2,919,531	3,022,701
Skills training	1,353,051	1,126,873	2,277,324
Basic education	1,789,201	1,713,707	1,815,048
Services	844,580	736,379	673,880
University	222,804	246,091	223,074
Scholarships	162,500	52,825	60,860
	7,267,188	6,795,406	8,072,887
Annual Surplus (Deficit)	(1,183,632)	(46,532)	(724,576)
Accumulated Surplus (Deficit), Beginning of Year	10,257,553	10,306,553	11,031,129
Accumulated Surplus (Deficit), End of Year	\$ 9,073,921	\$ 10,260,021	\$ 10,306,553

CUMBERLAND REGIONAL COLLEGE
Statement of Changes in Net Financial Assets (Statement 3)

Year Ended June 30, 2013

	2013	<i>(Restated - note 18)</i> 2012
Annual Surplus (Deficit)	\$ (46,532)	\$ (724,576)
Acquisition of tangible capital assets	(53,476)	(849,554)
Amortization of tangible capital assets	445,532	476,897
Use (purchase) of prepaid expenses	27,464	3,969
Change in net financial assets	372,988	(1,093,264)
Net financial assets at beginning of year	3,236,242	4,329,506
Net financial assets at end of year	\$ 3,609,230	\$ 3,236,242

CUMBERLAND REGIONAL COLLEGE
Statement of Cash Flows (Statement 4)
Year Ended June 30, 2013

	2013	2012 <i>(Restated - note 18)</i>
OPERATING ACTIVITIES		
Annual Surplus (Deficit)	\$ (46,532)	\$ (724,576)
Item not affecting cash:		
Amortization of tangible capital assets	445,532	476,897
	399,000	(247,679)
Changes in non-cash working capital:		
Accounts receivable	(475,736)	119,414
Accounts payable and accrued liabilities	(335)	(144,386)
Accrued salaries and benefits	280	2,322
Deferred revenue	(74,353)	31,480
Liability for employee future benefits	4,400	3,700
Prepaid expenses	27,464	3,969
	(518,280)	16,499
Cash flow used by operating activities	(119,280)	(231,180)
INVESTING ACTIVITY		
Purchase of tangible capital assets	(53,476)	(849,554)
DECREASE IN CASH FLOW	(172,756)	(1,080,734)
Cash and cash equivalents - beginning of year	3,502,403	4,583,137
Cash and cash equivalents - end of year	\$ 3,329,647	\$ 3,502,403

1. PURPOSE AND AUTHORITY

Cumberland Regional College offers educational services and programs under the authority of Section 14 of *The Regional Colleges Act*.

The Board of the Cumberland Regional College is responsible for administering and managing the educational affairs of the College in accordance with the intent of the *The Regional Colleges Act* and its regulations.

The purpose of the College is to provide credit and non-credit classroom and vocational training to meet the needs of the regional constituents and industry. The Cumberland Regional College is exempt from the payment of income tax.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Adoption of Public Sector Accounting (PSA) Standards

These financial statements have been prepared in accordance with Canadian public sector accounting standards for government reporting entities. As a government not-for-profit organization, the College must adopt for the June 30, 2013 financial statements the accounting standards for government not-for-profit organizations in the Canadian Institute of Chartered Accountants (CICA) Public Sector Accounting (PSA) Handbook either with or without the standards for not-for-profit organizations in Sections PS4200 to PS4270. In consultation with the Government of Saskatchewan, the College has elected to adopt the standards in the CICA PSA Handbook without Sections PS4200 to PS4270. The College has also early adopted the accounting standards contained in PS1201 – Financial statement presentation, PS2601 – Foreign currency translation, PS3041 – Portfolio investments, PS3410 – Government Transfers and PS3450 – Financial Instruments in the preparation of these financial statements.

These financial statements are the first financial statements for which the College has applied PSA standards, having previously prepared its financial statements in accordance with the CICA Accounting Handbook – Part V standards (CICA HB).

In accordance with PS2125 – First-time Adoption by Government Organizations, the effective date of transition to the new standards is July 1, 2011. PS2125 requires that the College prepare and present an opening statement of financial position at the date of transition to the new standards.

As required by PS2125, the PSA standards have been applied retroactively excluding cases where optional exemptions available under PS2125 have been applied, and except for the accounting standards contained in PS2601 and PS3450 as these standards specifically prohibit retroactive application. Comparative amounts relating to the implementation of the new PS2601 and PS3450 standards are presented in accordance with the accounting policies applied by the College immediately preceding its adoption of Public Sector Accounting Standards.

The College elected to use the following exemptions permitted in PS2125:

- (a) Post-employment Benefits, Compensated Absences and Termination Benefits PS3255 - in accordance with the exemption provided in PS2125, the College has elected to recognize all cumulative actuarial gains and losses as of July 1, 2011 directly in accumulated surplus.
- (b) Tangible Capital Asset Impairment PS3150 - in accordance with the exemption provided in PS2125, the College has elected to apply the PS3150 to assess write-downs on tangible capital assets on a prospective basis at the transition date of July 1, 2011.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Details of the impact of the conversion to Canadian public sector accounting standards, including reconciliations of the June 31, 2012 and July 1, 2011 restated statement of financial position and the 2011-12 restated statement of operations, are provided in Note 18.

Measurement Uncertainty and the Use of Estimates

The preparation of financial statements in conformity with PSA standards requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the year. Uncertainty in the determination of the amount at which an item is recognized or disclosed in financial statements is known as measurement uncertainty. Such uncertainty exists when there is a variance between the recognized or disclosed amount and another reasonably possible amount.

Measurement uncertainty that may be material to these financial statements exists for:

- the liability for employee future benefits of \$117,200 (June 30, 2012 - \$112,800; July 1, 2011 \$109,100) because actual experience may differ significantly from actuarial or historical estimations and assumptions;
- useful lives of tangible capital assets and related amortization for buildings, leasehold improvements, furniture and equipment and vehicles;
- allowance for doubtful accounts because actual collections of accounts receivable may differ from estimated collections.

These estimates and assumptions are reviewed periodically and, as adjustments become necessary, they are reported in earnings in the periods in which they become known. While best estimates are used for reporting items subject to measurement uncertainty, it is reasonably possible that changes in future conditions, occurring within one fiscal year, could require a material change in the amounts recognized or disclosed.

Financial Instruments

Financial instruments create rights and obligations to receive or deliver economic benefits. Financial instruments include cash and cash equivalents, accounts receivable, accrued salaries and benefits and accounts payable and accrued liabilities.

Financial instruments are assigned to one of two measurement categories: fair value, or cost or amortized cost.

i) **Fair Value**

Fair value measurement applies to portfolio investments in equity instruments that are quoted in an active market.

As at March 31, 2013, March 31, 2012 and March 31, 2011 the College did not own any portfolio investments in equity instruments.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*ii) **Cost or Amortized Cost**

All other financial assets and financial liabilities are measured at cost or amortized cost. Transaction costs are a component of cost for financial instruments measured using cost or amortized cost. For financial instruments measured using amortized cost, the effective interest rate method is used to determine interest revenue or expense. Impairment losses such as write-downs or write-offs are reported in the statement of operations.

Financial Assets

Financial assets are assets that could be used to discharge existing liabilities or finance future operations and are not for consumption in the normal course of operations. Valuation allowances are used where considered necessary to reduce the amounts reported for financial assets to their net realizable value.

Cash and Cash Equivalents consist of cash, bank deposits and highly liquid investments with initial maturity terms of three months or less and held for the purpose of meeting short-term operating cash commitments rather than for investing purposes.

Accounts Receivable are shown net of allowance for doubtful accounts to reflect their expected net recoverable value. Valuation allowances are recorded where recovery is considered uncertain. Changes in valuation allowances are recorded in the statement of operations.

Liabilities

Liabilities are present obligations arising from transactions and events occurring prior to year end, which will be satisfied in the future through the use of assets or another form of economic settlement.

Accrued Salaries and Benefits represents salaries and benefits owing to or on behalf of work performed by employees, but not yet paid, at the end of the fiscal period. Amounts are payable within one year.

Accounts Payable and Accrued Liabilities include accounts payable and accrued liabilities owing to third parties for goods supplied and services rendered, but not yet paid, at the end of the fiscal period. Amounts are payable within one year.

Deferred revenue from government transfers represents restricted grants with stipulations that give rise to a liability for which the stipulations have not yet been fulfilled. The revenue is recognized as the stipulation liabilities are settled. Deferred revenue from non-government sources represents revenue related to fees or services received in advance of the fee being earned or the services being performed, and other contributions for which the contributor has placed restrictions on the use of the resources. Tuition and fee revenue is recognized as the course is delivered, revenue from contractual services is recognized as the services are delivered, and revenue from other contributions is recognized in the fiscal year in which the resources are used for the purpose specified.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Liability for Employee Future Benefits represents non-vesting sick leave benefits that accrue to the College's employees. The cost of these benefits is recorded as the benefits are earned by employees. The liability relating to these benefits is actuarially determined using the projected benefit method pro-rated on service and management's best estimate of expected sick leave usage, discount rate, inflation, salary escalation, termination and retirement rates and mortality. Actuarial gains and losses are amortized on a straight line basis over the expected average remaining service life of the related employee groups. Actuarial valuations are performed periodically. Extrapolations of these valuations are made when a valuation is not done in the current fiscal year.

Non-Financial Assets

Non-financial assets are assets held for consumption in the provision of services. These assets do not normally provide resources to discharge the liabilities of the College unless they are sold.

Tangible Capital Assets have useful lives extending beyond the accounting period, are used by the College to provide services to the public and are not intended for sale in the ordinary course of operations. Tangible capital assets are recorded at cost and include all costs directly attributable to the acquisition, design, construction, development, installation and betterment of the tangible capital asset. The College does not capitalize interest incurred while a tangible capital asset is under construction. Contributed tangible capital assets are recorded at their fair value at the date of receipt.

The cost of depreciable tangible capital assets, net of any residual value, is amortized on a straight line basis over their estimated useful lives as follows:

Buildings	20 years
Leasehold improvements	20 years
Furniture, equipment and computers	3 to 10 years
Automotive equipment	5 years
System development	3 years

Write-downs are accounted for as expenses in the statement of operations.

Assets that have a historical or cultural significance, such as works of art and other cultural artifacts, are not recognized as tangible capital assets because a reasonable estimate of future benefits associated with these properties cannot be made.

Prepaid Expenses are prepaid amounts for goods or services such as insurance premiums, membership fees, Workers' Compensation premiums, advertising, rent etc., which will provide economic benefits in one or more future periods. The prepaid amount is recognized as an expense in the year the goods or services are consumed.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (*continued*)

Employee Pension Plans

Employees of the College participate in the following pension plans:

Multi-Employer Defined Benefit Plans

The College's employees participate in one of the following multi-employer defined benefit plans:

- i) Teachers and other employees holding a teaching certificate participate in either the retirement plan of the Saskatchewan Teachers' Retirement Plan (STRP) or Saskatchewan Teachers' Superannuation Plan (STSP). The College's obligation for these plans is limited to collecting and remitting contributions of the employees at rates determined by the plans.
- ii) Other employees participate in the Municipal Employees' Pension Plan (MEPP). In accordance with PSA standards, the plan is accounted for as a defined contribution plan whereby the College's contributions are expensed when due.

Revenue Recognition

Revenues are recorded on the accrual basis. Revenues are recognized in the period in which the transactions or events occurred that gave rise to the revenues, provided the amount to be received can be reasonably estimated and collection is reasonably assured.

The College's major sources of revenue include the following:

- i) **Government Transfers (Grants)**
Grants from governments are considered to be government transfers. Government transfers are recognized as revenues when the transfer is authorized, all eligibility criteria have been met, the amount can be estimated and collection is reasonably assured except when, and to the extent, stipulations by the transferor give rise to an obligation that meets the definition of a liability.
- ii) **Fees and Services**
Revenues from tuition fees and other services are recognized in the year they are earned. Amounts that are restricted pursuant to legislation, regulation or agreements with external parties that may only be used in the conduct of certain programs or in the delivery of specific services and transactions are initially recorded as deferred revenue and subsequently recognized as revenue in the fiscal year the related expenses are incurred or services are performed.
- iii) **Interest Income**
Interest is recognized on an accrual basis when it is earned.

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2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

iv) **Other (Non-Government Transfer) Contributions**

Unrestricted contributions are recognized as revenue in the year received or in the year the funds are committed to the College if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions are contributions for which the contributor has placed restrictions on the use of the resources. Externally restricted contributions that are to be held in perpetuity are recognized as revenue in the year in which they are received or committed if the amount can be reasonably estimated and collection is reasonably assured. Externally restricted contributions that are not held in perpetuity are deferred until the resources are used for the purpose specified, at which time the contributions are recognized as revenue. In-kind contributions are recorded at their fair value when they are received.

Expenses

Expenses are reported on an accrual basis. The cost of all goods consumed and services received during the year is expensed.

Contingent Liabilities

Contingent liabilities are potential liabilities which may become actual liabilities when one or more future events occur or fail to occur. To the extent that the future event is likely to occur or fail to occur, and a reasonable estimate of the loss can be made, an estimated liability is accrued and an expense recorded. If the likelihood is not determinable or an amount cannot be reasonably estimated, the contingency is disclosed in the notes to the financial statements.

3. CASH AND CASH EQUIVALENTS

Due to the short-term nature of the investments, market value of cash and cash equivalents approximates costs. The College's cash and cash equivalents consist solely of cash and bank deposits.

4. ACCOUNTS RECEIVABLE

All accounts receivable presented on the statement of financial position are net of any valuation allowances for doubtful accounts.

	2013	2012
Provincial government:		
Advanced Education/Economy	\$ 538,071	\$ 113,851
Federal government	55,926	40,896
Other receivables	132,914	81,428
	726,911	236,175
Allowance for doubtful accounts	(15,000)	-
	\$ 711,911	\$ 236,175

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

5. BANK INDEBTEDNESS

Bank indebtedness consists of a demand operating line of credit with a maximum borrowing limit of \$100,000 that bears interest at bank prime less .5% per annum. This line of credit is authorized by a borrowing resolution by the Board and is secured by a general security agreement. The balance drawn on the line of credit at June 30, 2013 was \$nil.

6. ACCOUNTS PAYABLE AND ACCRUED LIABILITIES

	2013	2012
Trade payables and accrued liabilities	\$ 126,811	\$ 128,715
Deposits	19,192	17,622
	\$ 146,003	\$ 146,337

7. ACCRUED SALARIES AND BENEFITS

	2013	2012
Accrued vacation	\$ 169,126	\$ 168,846

8. DEFERRED REVENUE

Deferred revenue consists of non-government revenues, as follows:

	July 1, 2011	June 30, 2012	Additions during the year	Revenue recognized in the year	June 30, 2013
Red Earth First Nation - ABE	14,827	27,446	91,000	133,273	-
James Smith Cree Nation - ABE	-	46,908	120,000	166,908	-
Other - Job Skills	28,046	-	-	28,046	-
	42,873	74,354	211,000	328,227	-

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

9. LIABILITY FOR EMPLOYEE FUTURE BENEFITS

The College provides accumulating non-vested sick leave benefits to its employees. Significant assumptions include an estimate of inflation, discount rate, employee demographics and sick leave usage of active employees. The liability associated with these benefits is calculated as the present value of expected future payments pro-rated for service and is recorded as Liability for Employee Future Benefits in the statement of financial position.

Details of the employee future benefits are as follows:

	June 30, 2013	June 30, 2012	July 1, 2011
Actuarial valuation date	July 25, 2013	July 25, 2013	July 25, 2013
Long-term assumptions used:			
Salary escalation rate (percentage)	1.5%	2.0%	2.0%
Discount rate (percentage)	2.8%	2.4%	3.2%
Expected average remaining service life (years)	10.7	10.7	10.7

	2013	2012
Liability for Employee Future Benefits		
Accrued Benefit Obligation - beginning of year	\$ 117,600	\$ 109,100
Current period benefit cost	22,300	20,900
Interest cost	2,800	3,500
Benefit payments	(21,100)	(20,700)
Actuarial (gains) losses	(2,700)	4,800
Actuarial Benefit Obligation - end of year	118,900	117,600
Unamortized Net Actuarial Gains (Losses)	(1,700)	(4,800)
Liability for Employee Future Benefits	\$ 117,200	\$ 112,800

	2013	2012
Employee Future Benefits Expense		
Current period benefit cost	\$ 22,300	\$ 20,900
Amortization of net actuarial (gain) loss	400	-
Plan amendments	-	-
Benefit cost	22,700	20,900
Interest cost on unfunded employee future benefit obligation	2,800	3,500
Total Employee Future Benefit Expense	\$ 25,500	\$ 24,400

10. EMPLOYEE PENSION PLANS

Multi-Employer Defined Benefit Plans

- i) Saskatchewan Teachers' Retirement Plan (STRP) or Saskatchewan Teachers' Superannuation Plan (STSP):

The STRP and STSP provide retirement benefits based on length of service and pensionable earnings.

The STRP and STSP are funded by contributions by the participating employee members and the Government of Saskatchewan. The College's obligation to the STRP and STSP is limited to collecting and remitting contributions of the employees at rates determined by the plans. Accordingly, these financial statements do not include any expense for employer contributions to these plans. Net pension assets or liabilities for these plans are not reflected in these financial statements as ultimate responsibility for retirement benefits rests with the Saskatchewan Teachers' Federation for the STRP and with the Government of Saskatchewan for the STSP.

Details of the contributions to these plans for the College's employees are as follows:

	STRP	STSP	2013 TOTAL	2012 TOTAL
Number of active College members	16	4	20	18
Member contribution rate (percentage of salary)				
Integrated rate	7.8%	6.05%		7.8%/6.05%
Non-integrated rate	10.00%	7.85%		10.00%/7.85%
Member contributions for the year	\$56,088	\$13,687	\$69,775	\$69,421

- ii) Municipal Employees' Pension Plan (MEPP)

The MEPP provides retirement benefits based on length of service and pensionable earnings.

The MEPP is funded by employer and employee contributions at rates set by the Municipal Employees' Pension Commission.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and the adequacy of plan funding. Any actuarially determined deficiency is the responsibility of the participating employers and employees which could affect future contribution rates and/or benefits.

The contributions to the MEPP by the participating employers are not segregated in separate accounts or restricted to provide benefits to the employees of a particular employer. As a result, individual employers are not able to identify their share of the underlying assets and liabilities, and the net pension assets or liabilities for this plan are not recognized in these financial statements. In accordance with PSA standards, the plan is accounted for as a defined contribution plan whereby the College's contributions are expensed when due.

Details of the MEPP are as follows:

	2013	2012
Number of active College members	53	57
Member contribution rate (percentage of salary)	8.15%	7.40%
College contribution rate (percentage of salary)	8.15%	7.40%
Member contributions for the year	\$176,428	\$195,499
College contributions for the year	\$176,428	\$194,499

11. RISK MANAGEMENT

The College is exposed to financial risks from its financial assets and liabilities. These risks include credit risk, liquidity risk and market risk (consisting of interest rate risk).

i) **Credit Risk**

Credit risk is the risk to the College from potential non-payment of accounts receivable. The credit risk related to the College's receivables from the provincial government, federal government and their agencies are considered to be minimal. For other receivables, the College has adopted credit policies which includes close monitoring of overdue accounts. The College does not have a significant exposure to any individual customer. Management reviews accounts receivable on a case by case basis to determine if a valuation allowance is necessary to reflect an impairment in collectability.

The College is also exposed to credit risk from cash and cash equivalents. The College manages this credit risk by dealing solely with reputable banks and financial institutions. The College invests surplus funds to earn investment income with the objective of maintaining safety of principal and providing liquidity to meet cash flow requirements.

ii) **Liquidity Risk**

Liquidity risk is the risk that the College will not be able to meet its financial obligations as they come due. The College manages liquidity risk by continually monitoring actual and forecasted cash flows from operations and anticipated investing and financing activities.

iii) **Interest Rate Risk**

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The College's interest rate exposure is limited to cash and cash equivalents. The College also has an authorized bank line of credit of \$100,000 with interest payable monthly at a rate of prime less 0.5%. Changes in the bank's prime rate can cause fluctuation in interest payments and cash flows. There was no balance outstanding on this credit facility as of June 30, 2013.

The College minimizes these risks by:

- holding cash in an account at a Canadian financial institution, denominated in Canadian currency
- investing surplus cash in variable rate savings accounts
- managing cash flows to minimize utilization of its bank line of credit

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

12. BUDGET FIGURES

Budget figures included in the financial statements have been derived from the budget approved by the Board on May 22, 2012 and the Minister of Advanced Education on July 12, 2012. The budget approved by the Board was developed to support provision of information for provincial funding purposes, which differs from the PSA standards used for financial reporting. In accordance with PSA standards, the budget figures presented have been adjusted to conform to the basis of accounting used to prepare the College's financial statements. A reconciliation of the budget figures presented in the financial statements to the budget approved by the Board and the Minister of Advanced Education is as follows:

	Ministry Approved Budget	Adjustments	2012-13 Budget Restated
REVENUES			
Provincial government			
Grants	\$ 5,410,231	\$ (525,000)	\$ 4,885,231
Other	508,575	-	508,575
Federal government			
Grants	93,056	-	93,056
Other revenue			
Contracts	132,074	-	132,074
Interest	40,000	-	40,000
Resale items	66,800	-	66,800
Tuition	346,320	-	346,320
Other	11,500	-	11,500
TOTAL REVENUES	6,608,556	(525,000)	6,083,556
EXPENSES			
General	2,895,052	-	2,895,052
Skills training	1,353,051	-	1,353,051
Basic education	1,788,136	-	1,788,136
University	223,869	-	223,869
Services	844,580	-	844,580
Scholarships	162,500	-	162,500
TOTAL EXPENSES	7,267,188	-	7,267,188
SURPLUS (DEFICIT)	\$ (658,632)	\$ (525,000)	\$ (1,183,632)

Provincial grants - adjustment required due to application of PS 3410 Government Transfers and the impact of those standards on deferred revenue.

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

13. RELATED PARTIES

These financial statements include transactions with related parties. The College is related to all Government of Saskatchewan ministries, agencies, boards, school divisions, health authorities, colleges and crown corporations under the common control of the Government of Saskatchewan. The College is also related to non-Crown enterprises that the Government jointly controls or significantly influences. In addition, the College is related to other non-Government organizations by virtue of its economic interest in these organizations.

Related Party Transactions:

Transactions with these related parties are in the normal course of operations. Amounts due to or from and the recorded amounts of transactions resulting from these transactions are included in the financial statements and the table below. They are recorded at exchange amounts which approximate prevailing market rates charged by those organizations and are settled on normal trade terms.

	2013	2012
Revenues:		
Ministry of Advanced Education/Economy	\$ 5,311,464	\$ 4,784,994
North East School Division	204,579	790,188
Saskatchewan Workers' Compensation	15,566	12,200
Sask Advantage Scholarship	6,000	-
SIASST	12,624	10,891
Sask Power	420	4,950
	\$ 5,550,653	\$ 5,603,223
Expenses:		
Association of Saskatchewan Regional Colleges	\$ 66,000	\$ 65,000
Ministry of Central Services	79,153	64,950
Ministry of Finance	65,602	116,637
North East School Division	178,555	125,747
Other Regional Colleges	13,392	4,039
Sask Energy	13,887	11,277
Sask Power	28,993	29,373
Saskatchewan Government Employees Union	108,683	122,004
SGI	958	691
Saskatchewan Indian Institute of Technology	-	105,588
Saskatchewan Teachers Superannuation Commission	16,372	19,188
Saskatchewan Teachers Retirement Plan	54,891	53,158
Sask Tel/Sask Mobility	54,588	71,470
Saskatchewan Tourism Education Council	252	10,037
SIASST	288,356	544,034
University of Saskatchewan	95,227	66,381
	\$ 1,064,909	\$ 1,409,574

(continues)

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

13. RELATED PARTIES *(continued)*

	2013	2012
Accounts Receivable:		
Ministry of Advanced Education/Economy	\$ 2,750	\$ 113,851
Other Regional Colleges	5,391	1,931
Saskatchewan Government Employees Union	8,194	-
Saskatchewan Workers' Compensation	250	2,400
SIASST	3,170	3,180
University of Regina	180	-
	\$ 19,935	\$ 121,362
Accounts Payable and Accrued Liabilities:		
Ministry of Central Services	\$ 4,722	\$ 4,828
Ministry of Economy	8,519	31,796
Ministry of Finance	-	1,174
North East School Division	11,438	48,130
Other Regional Colleges	1,002	283
	\$ 25,681	\$ 86,211

In addition, the College pays Provincial Sales Tax to the Saskatchewan Ministry of Finance on all its taxable purchases and customer sales on items that are deemed taxable. Taxes paid are recorded as part of the cost of those purchases.

Other transactions with related parties and amounts due to/from them are described separately in the financial statements or notes thereto.

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

14. ACCUMULATED SURPLUS

Accumulated surplus represents the financial assets and non-financial assets of the College less liabilities. This represents the accumulated balance of net surplus arising from the operations of the College and accumulated net remeasurement gains and losses.

Certain amounts of the accumulated operating surplus, as approved by the Board, have been designated for specific future purposes such as for program development, human resources, capital reserves, etc. These internally restricted amounts are included in the accumulated surplus presented in the statement of financial position.

The College does not maintain separate bank accounts for the internally restricted amounts.

Details of accumulated surplus are as follows:

	June 30, 2012	Additions during the year	Reductions during the year	June 30, 2013
Invested in Tangible Capital Assets:				
Net Book Value of Tangible Capital Assets	\$ 7,005,661	\$ 53,476	\$ (445,532)	\$ 6,613,605
Less: Debt owing on Tangible Capital Assets	-	-	-	-
	<u>7,005,661</u>	<u>53,476</u>	<u>(445,532)</u>	<u>6,613,605</u>
Internally Restricted Operating Surplus:				
Capital Projects:				
Designated for tangible capital asset expenditures	267,942	19,389	(13,331)	274,000
Nipawin facility	385,642	4,076	(64,645)	325,073
Other:				
Operations	220,835	456,310	(103,915)	573,230
Programs and services	710,473	(461,203)	-	249,270
Early childhood	-	51,939	-	51,939
ABE	-	252,991	-	252,991
ABE on reserve	-	532,377	-	532,377
ESL	-	14,124	-	14,124
Skills training	-	326,170	-	326,170
Learner support	-	338,735	-	338,735
Older workers	-	49,057	-	49,057
Scholarships	-	99,088	-	99,088
Building operating maintenance	200,000	(100,000)	-	100,000
Marketing	50,000	(25,000)	(25,000)	-
Professional development	34,724	26,862	(34,724)	26,862
Initiatives	325,000	-	(116,500)	208,500
	<u>2,194,616</u>	<u>1,584,915</u>	<u>(358,115)</u>	<u>3,421,416</u>
Unrestricted Operating Surplus	<u>1,106,276</u>	<u>703,639</u>	<u>(1,584,915)</u>	<u>225,000</u>
Total Accumulated Surplus	<u>\$ 10,306,553</u>	<u>2,342,030</u>	<u>\$ (2,388,562)</u>	<u>\$ 10,260,021</u>

CUMBERLAND REGIONAL COLLEGE**Notes to Financial Statements****Year Ended June 30, 2013****15. CONTRACTUAL OBLIGATIONS**

Significant operating lease obligations of the College are as follows:

	Operating Leases			
	Office Rental	Copier Leases	Other	Total Operating
Future minimum lease payments:				
2014	\$ 28,332	\$ 15,584	\$ -	\$ 43,916
2015	-	15,584	-	15,584
2016	-	15,584	-	15,584
2017	-	15,584	-	15,584
2018	-	3,896	-	3,896
Thereafter	-	-	-	-
	28,332	66,232	-	94,564
Interest and executory costs	-	-	-	-
Total Lease Obligations	\$ 28,332	\$ 66,232	\$ -	\$ 94,564

16. CONTINGENT LIABILITY

A union representing employees of an employer unrelated to the College has applied by Notice of Motion for an order quashing purported decisions of the Municipal Employees Pension Plan, relating to the application of actuarial surplus in the fund, as well as other relief. Several participating employers, including the College have been named.

An arbitration involving an instructor's hours of work has been delayed with no definite schedule. The employee has claimed to have worked beyond the requirement in the collective agreement and is seeking back pay.

The outcomes of the above actions is not determinable as at the date of reporting and, accordingly, no provision has been made in these financial statements for any liability that may result.

The College constructed a new campus facility in Nipawin which was substantially completed prior to the 2011-12 academic school year. The College has held back certain payments to the general contractor due to unresolved construction deficiencies and invoicing disagreements. The total amount being held back is approximately \$150,000. The general contractor has not, to date, pursued payment and no payable has been recorded in these financial statements.

17. COMPARATIVE FIGURES

Certain comparative figures have been reclassified to conform to the current year's presentation.

18. DETAILS OF CONVERSION TO PUBLIC SECTOR ACCOUNTING (PSA) STANDARDS

The following tables present the reconciliation of account balances and transactions from the College's previous CICA Accounting Handbook – Part V standards (CICA HB) reporting framework to the current CICA PSA Handbook (PSA standards) reporting framework. The adoption of PSA standards had no effect on the amounts reported in the College's cash flows for the year ended June 30, 2012. Certain amounts have been reclassified to conform to the presentation adopted in 2012-13:

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

18. DETAILS OF CONVERSION TO PUBLIC SECTOR ACCOUNTING (PSA) STANDARDS (Cont'd)

i) Reconciliation of the July 1, 2011 Statement of Financial Position	Notes	CICA HB July 1, 2011	Adjustments	PSA Standards July 1, 2011
FINANCIAL ASSETS				
Cash and cash equivalents		\$ 4,583,137	\$ -	\$ 4,583,137
Accounts receivable		355,589	-	355,589
TOTAL FINANCIAL ASSETS		<u>4,938,726</u>	<u>-</u>	<u>4,938,726</u>
LIABILITIES				
Accrued salaries and benefits		166,524	-	166,524
Accounts payable and accrued liabilities		290,723	-	290,723
Deferred revenue	B	1,284,853	(1,241,980)	42,873
Employee future benefits	C	-	109,100	109,100
TOTAL LIABILITIES		<u>1,742,100</u>	<u>(1,132,880)</u>	<u>609,220</u>
NET FINANCIAL ASSETS		<u>3,196,626</u>	<u>1,132,880</u>	<u>4,329,506</u>
NON-FINANCIAL ASSETS				
Tangible capital assets		6,633,004	-	6,633,004
Prepaid expenses		68,619	-	68,619
TOTAL NON-FINANCIAL ASSETS		<u>6,701,623</u>	<u>-</u>	<u>6,701,623</u>
ACCUMULATED SURPLUS		<u>\$ 9,898,249</u>	<u>\$ 1,132,880</u>	<u>\$ 11,031,129</u>
ACCUMULATED SURPLUS IS COMPRISED OF:				
Accumulated surplus from operations		\$ 9,898,249	\$ 1,132,880	\$ 11,031,129
Accumulated remeasurement gains and losses		-	-	-
TOTAL ACCUMULATED SURPLUS		<u>\$ 9,898,249</u>	<u>\$ 1,132,880</u>	<u>\$ 11,031,129</u>
<hr/>				
ii) Reconciliation of the June 30, 2012 Statement of Financial Position	Notes	CICA HB June 30, 2012	Adjustments	PSA Standards June 30, 2012
FINANCIAL ASSETS				
Cash and cash equivalents		\$ 3,502,403	\$ -	\$ 3,502,403
Accounts receivable		236,175	-	236,175
TOTAL FINANCIAL ASSETS		<u>3,738,578</u>	<u>-</u>	<u>3,738,578</u>
LIABILITIES				
Accrued salaries and benefits		168,846	-	168,846
Accounts payable and accrued liabilities		146,337	-	146,337
Deferred revenue	B	1,093,430	(1,019,077)	74,353
Employee future benefits	C	-	112,800	112,800
TOTAL LIABILITIES		<u>1,408,613</u>	<u>(906,277)</u>	<u>502,336</u>
NET FINANCIAL ASSETS		<u>2,329,965</u>	<u>906,277</u>	<u>3,236,242</u>
NON-FINANCIAL ASSETS				
Tangible capital assets		7,005,661	-	7,005,661
Prepaid expenses		64,650	-	64,650
TOTAL NON-FINANCIAL ASSETS		<u>7,070,311</u>	<u>-</u>	<u>7,070,311</u>
ACCUMULATED SURPLUS		<u>\$ 9,400,276</u>	<u>\$ 906,277</u>	<u>\$ 10,306,553</u>
ACCUMULATED SURPLUS IS COMPRISED OF:				
Accumulated surplus from operations		\$ 9,400,276	\$ 906,277	\$ 10,306,553
Accumulated remeasurement gains and losses		-	-	-
TOTAL ACCUMULATED SURPLUS		<u>\$ 9,400,276</u>	<u>\$ 906,277</u>	<u>\$ 10,306,553</u>

CUMBERLAND REGIONAL COLLEGE

Notes to Financial Statements

Year Ended June 30, 2013

18. DETAILS OF CONVERSION TO PUBLIC SECTOR ACCOUNTING (PSA) STANDARDS *(Cont'd)*

iii) Reconciliation of the June 30, 2012 Statement of Operations	Notes	CICA HB June 30, 2012	Adjustments	PSA Standards June 30, 2012
REVENUES				
Provincial government				
Grants	B	\$ 4,690,030	\$ (271,903)	\$ 4,418,127
Other	B	397,797	49,000	446,797
Federal Government				
Grants		-	-	-
Other		92,870	-	92,870
Other revenue				
Contracts		1,561,302	-	1,561,302
Interest		54,403	-	54,403
Rents		950	-	950
Resale items		85,738	-	85,738
Tuitions		618,272	-	618,272
Donations		29,930	-	29,930
Other		39,922	-	39,922
TOTAL REVENUES		<u>7,571,214</u>	<u>(222,903)</u>	<u>7,348,311</u>
EXPENSES:				
General	C	3,019,001	3,700	3,022,701
Skills training		2,277,324	-	2,277,324
Basic education		1,815,048	-	1,815,048
University		673,880	-	673,880
Services		223,074	-	223,074
Scholarships		60,860	-	60,860
TOTAL EXPENSES		<u>8,069,187</u>	<u>3,700</u>	<u>8,072,887</u>
SURPLUS (DEFICIT) FROM OPERATIONS		<u>\$ (497,973)</u>	<u>\$ (226,603)</u>	<u>\$ (724,576)</u>

(a) Statement of Operations – Presentation of Expenses by Function: The College has made certain adjustments to the presentation of its statement of operations to comply with the presentation requirements under PSA standards. PSA standards require that expenses be presented by function on the statement of operations and disclosed in the notes by object (economic classification). The change to presentation by function required the allocation of expenses by object (economic classification) to the appropriate function.

(b) Previous Unearned Revenue No Longer Deferred: Grants received from the provincial government to support programs had been recorded as deferred (unearned) revenue under previous CICA HB fund accounting practices. The College has determined there were no stipulations associated with these transfers that met the requirement for deferral of the grant as a liability under PSA standards. The previously deferred grants were adjusted to the PSA standards restated accumulated surplus as at July 1, 2011 in the amount of \$1,241,980 and as at June 30, 2012 in the amount of \$1,019,077, and \$(222,903) was recognized in the PSA standards restated revenue for 2011-12.

18. DETAILS OF CONVERSION TO PUBLIC SECTOR ACCOUNTING (PSA) STANDARDS *(Cont'd)*

- (c) Accumulating Non-Vesting Sick Pay Benefits: Under the previous CICA HB standards, the College was not required to accrue a liability for sick pay benefits that accumulated but did not vest. However, PSA standards require accrual of non-vesting sick pay benefits as they are earned by employees. An accrual of \$109,100 was adjusted to the PSA standards restated accumulated surplus as at July 1, 2011 and \$112,800 as at June 30, 2012 and \$3,700 was recognized in the PSA standards restated expenses for 2011-12.

CUMBERLAND REGIONAL COLLEGE
Schedule of Revenues and Expenses by Function (Schedule 1)
For the year ended June 30, 2013

	2013 Actual					2013		2013	2012			
	General	Skills Training		Basic Education		Services		University	Scholarships			
		Credit	Non-credit	Credit	Non-credit	Learner Support	Counsel	Credit	Actual	Budget		
									Actual	Restated (Note 18)		
Revenues (Schedule 2)												
Provincial government	\$ 2,297,329	\$ 1,163,836	\$ 43,810	\$ 1,271,666	\$ 194,687	\$ 224,599	\$ 115,537	\$ -	\$ 74,000	\$ 5,385,464	\$ 5,393,806	\$ 4,864,924
Federal government	-	-	-	89,881	-	-	-	-	-	89,881	93,056	92,870
Other	67,661	326,991	132,537	635,230	16,789	16,288	-	49,118	28,913	1,273,528	596,694	2,390,518
Total Revenues	2,364,990	1,490,828	176,348	1,996,777	211,476	240,887	115,537	49,118	102,913	6,748,873	6,083,556	7,348,312
Expenses (Schedule 3)												
Agency contracts	3,812	233,757	53,469	15,349	6,156	4,094	6,151	99,202	-	421,990	521,593	1,112,279
Amortization	445,532	-	-	-	-	-	-	-	-	445,532	456,288	476,897
Equipment	81,433	13,610	239	19,262	1,224	7,248	1,570	1,236	-	125,822	126,023	183,437
Facilities	248,158	167	712	14,320	12,050	444	-	980	-	276,831	286,447	348,204
Information technology	76,888	747	-	586	85	2,109	-	-	-	80,415	65,575	153,935
Operating	447,316	127,924	39,388	100,936	27,619	37,622	19,002	30,597	-	830,406	968,169	853,125
Personal services	1,616,394	629,574	27,286	1,338,365	177,752	534,072	124,066	114,076	-	4,561,585	4,680,593	4,884,151
Scholarships	-	-	-	-	-	-	-	-	52,825	52,825	162,500	60,860
Total Expenses	2,919,534	1,005,779	121,094	1,488,818	224,886	585,590	150,789	246,091	52,825	6,795,406	7,267,188	8,072,888
Surplus (Deficit) for the year	\$ (554,544)	\$ 485,049	\$ 55,253	\$ 507,959	\$ (13,410)	\$ (344,702)	\$ (35,252)	\$ (196,973)	\$ 50,088	\$ (46,532)	\$ (1,183,632)	\$ (724,576)

CUMBERLAND REGIONAL COLLEGE
Schedule of Revenues by Function (Schedule 2)
for the year ended June 30, 2013

	General	Skills Training		Basic Education		Services		University	Scholarships	2013	2013	2012	
		Credit	Non-credit	Credit	Non-credit	Learner Support	Counsel			Credit	Total	Total	Total
											Revenues Actual	Revenues Budget	Revenues Actual
Provincial Government												Restated (Note 18)	
Advanced Education/ Economy													
Operating grants	\$ 2,216,338	\$ -	\$ -	\$ 25,500	\$ -	\$ 150,803	\$ -	\$ -	\$ -	\$ 2,392,641	\$ 2,457,252	\$ 2,338,452	
Program grants	-	1,163,836	38,784	1,201,811	14,124	40,459	49,057	-	-	2,508,071	2,411,979	2,063,675	
Capital grants	36,000	-	-	-	-	-	-	-	-	36,000	16,000	16,000	
	2,252,338	1,163,836	38,784	1,227,311	14,124	191,262	49,057	-	-	4,936,712	4,885,231	4,418,127	
Contracts	44,991	-	5,026	44,355	180,563	33,337	66,480	-	-	374,752	346,075	366,867	
Other	-	-	-	-	-	-	-	-	-	-	-	-	
	2,297,329	1,163,836	43,810	1,271,666	194,687	224,599	115,537	-	-	5,311,464	5,231,306	4,784,994	
Other provincial	-	-	-	-	-	-	-	-	74,000	74,000	162,500	79,930	
Total Provincial	2,297,329	1,163,836	43,810	1,271,666	194,687	224,599	115,537	-	74,000	5,385,464	5,393,806	4,864,924	
Federal Government													
Operating grants	-	-	-	-	-	-	-	-	-	-	-	-	
Program grants	-	-	-	-	-	-	-	-	-	-	-	-	
Capital grants	-	-	-	-	-	-	-	-	-	-	-	-	
Other Federal	-	-	-	89,881	-	-	-	-	-	89,881	93,056	92,870	
Total Federal	-	-	-	89,881	-	-	-	-	-	89,881	93,056	92,870	
Other Revenue													
Admin recovery	8,194	-	-	-	-	-	-	-	-	8,194	-	-	
Contracts	-	12,624	-	630,870	11,176	656	-	5,415	-	660,741	132,074	1,561,302	
Interest	53,701	-	-	-	-	-	-	-	-	53,701	40,000	54,403	
Rents	225	-	-	-	-	-	-	-	-	225	-	950	
Resale items	3,946	71,640	17,806	40	887	-	-	358	-	94,677	66,800	85,738	
Tuitions	-	242,623	114,731	4,200	4,726	-	-	40,800	-	407,081	346,320	618,272	
Donations	-	-	-	-	-	-	-	-	28,913	28,913	-	29,930	
Other	1,596	105	-	120	-	15,632	-	2,545	-	19,998	11,500	39,923	
Total Other	67,661	326,991	132,537	635,230	16,789	16,288	-	49,118	28,913	1,273,528	596,694	2,390,518	
Total Revenues	\$ 2,364,990	\$ 1,490,828	\$ 176,348	\$ 1,996,777	\$ 211,476	\$ 240,887	\$ 115,537	\$ 49,118	\$ 102,913	\$ 6,748,873	\$ 6,083,556	\$ 7,348,312	

CUMBERLAND REGIONAL COLLEGE
Schedule of Expenses by Function (Schedule 3)
For the year ended June 30, 2013

	2013 Expenses Actual								2013 Total Expenses Actual	2013 Total Expenses Budget	2012 Total Expenses Actual Restated (Note 18)	
	General (Schedule 4)	Skills Training		Basic Education		Services		University				Scholarships
		Credit	Non-credit	Credit	Non-credit	Learner Support	Counsel					
Agency Contracts												
Contracts	\$ 3,812	\$ 233,757	\$ 53,469	\$ 15,349	\$ 6,156	\$ 4,094	\$ 6,151	\$ 99,202	\$ -	\$ 421,990	\$ 521,593	\$ 1,112,279
Instructors	-	-	-	-	-	-	-	-	-	-	-	-
	<u>3,812</u>	<u>233,757</u>	<u>53,469</u>	<u>15,349</u>	<u>6,156</u>	<u>4,094</u>	<u>6,151</u>	<u>99,202</u>	<u>-</u>	<u>421,990</u>	<u>521,593</u>	<u>1,112,279</u>
Amortization	<u>445,532</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>445,532</u>	<u>456,288</u>	<u>476,897</u>
Equipment												
Equipment (non-capital)	29,129	4,495	-	-	-	-	-	-	-	33,624	35,000	82,410
Rental	50,493	9,115	239	19,262	1,224	7,248	1,570	1,236	-	90,386	87,523	90,895
Repairs and maintenance	1,812	-	-	-	-	-	-	-	-	1,812	3,500	10,132
	<u>81,433</u>	<u>13,610</u>	<u>239</u>	<u>19,262</u>	<u>1,224</u>	<u>7,248</u>	<u>1,570</u>	<u>1,236</u>	<u>-</u>	<u>125,822</u>	<u>126,023</u>	<u>183,437</u>
Facilities												
Building supplies	13,995	35	-	-	-	-	-	-	-	14,030	19,530	10,448
Grounds	7,634	-	-	-	-	-	-	-	-	7,634	2,825	13,876
Janitorial	22,031	-	-	4,589	-	-	-	-	-	26,620	34,830	35,082
Rental	120,631	132	712	9,731	12,050	444	-	980	-	144,680	158,972	186,800
Repairs & maintenance buildings	28,880	-	-	-	-	-	-	-	-	28,880	27,230	45,461
Utilities	54,987	-	-	-	-	-	-	-	-	54,987	43,060	56,537
	<u>248,158</u>	<u>167</u>	<u>712</u>	<u>14,320</u>	<u>12,050</u>	<u>444</u>	<u>-</u>	<u>980</u>	<u>-</u>	<u>276,831</u>	<u>286,447</u>	<u>348,204</u>
Information Technology												
Computer services	11,000	-	-	-	-	-	-	-	-	11,000	10,000	10,000
Data communications	-	-	-	-	-	-	-	-	-	-	-	-
Equipment (non-capital)	46,206	661	-	-	-	-	-	-	-	46,866	31,475	114,385
Materials & supplies	3,107	86	-	-	85	-	-	-	-	3,279	750	3,436
Rental	-	-	-	-	-	-	-	-	-	-	-	-
Repairs & maintenance buildings	918	-	-	347	-	-	-	-	-	1,265	2,000	262
Software (non-capital)	15,657	-	-	239	-	2,109	-	-	-	18,005	21,350	25,853
	<u>76,888</u>	<u>747</u>	<u>-</u>	<u>586</u>	<u>85</u>	<u>2,109</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>80,415</u>	<u>65,575</u>	<u>153,935</u>
Operating												
Advertising	61,167	27,821	8,534	788	4,836	1,946	2,659	24,984	-	132,735	128,672	142,009
Association fees & dues	34,593	1,138	87	25	100	-	-	87	-	36,029	34,370	35,863
Bad debts	15,000	-	-	-	-	-	-	-	-	15,000	-	(20)
Financial services	6,502	-	-	-	-	-	-	-	-	6,502	5,500	6,018
In-service (includes PD)	26,271	1,151	-	6,523	1,571	2,931	4,711	-	-	43,157	89,775	72,252
Insurance	29,369	-	-	-	-	-	-	-	-	29,369	23,249	28,736
Materials & supplies	26,204	11,807	4,889	62,361	15,509	17,490	2,197	864	-	141,323	199,559	210,894
Postage, freight & courier	11,849	431	71	11	49	406	74	-	-	12,891	13,950	17,447
Printing & copying	5,530	-	-	25	-	27	27	1,400	-	7,009	17,167	10,616
Professional services	104,696	-	-	50	-	-	-	-	-	104,746	143,604	17,471
Resale items	11,128	74,435	19,579	218	-	-	-	-	-	105,360	71,800	87,226
Subscriptions	8,513	-	-	606	-	66	-	-	-	9,185	1,900	1,685
Telephone & fax	32,448	1,694	-	7,086	1,328	2,876	432	3,088	-	48,953	65,521	69,863
Travel	67,150	9,447	6,228	21,513	4,226	6,897	8,902	173	-	124,538	154,578	135,003
Other	6,897	-	-	1,729	-	4,983	-	-	-	13,609	18,524	18,061
	<u>447,316</u>	<u>127,924</u>	<u>39,388</u>	<u>100,936</u>	<u>27,619</u>	<u>37,622</u>	<u>19,002</u>	<u>30,597</u>	<u>-</u>	<u>830,406</u>	<u>968,169</u>	<u>853,125</u>
Personnel Services												
Employee benefits	231,211	75,278	2,242	136,935	21,552	72,289	14,177	22,447	-	576,132	539,777	640,248
Honoraria	17,525	350	-	47,635	-	3,615	-	-	-	69,125	22,820	73,114
Salaries	1,367,658	553,945	25,044	1,153,795	156,200	458,168	89,969	91,629	-	3,896,409	4,117,996	4,170,789
Other	-	-	-	-	-	-	19,920	-	-	19,920	-	-
	<u>1,616,394</u>	<u>629,574</u>	<u>27,286</u>	<u>1,338,365</u>	<u>177,752</u>	<u>534,072</u>	<u>124,066</u>	<u>114,076</u>	<u>-</u>	<u>4,561,585</u>	<u>4,680,593</u>	<u>4,884,151</u>
Scholarships												
Other	-	-	-	-	-	-	-	-	52,825	52,825	162,500	60,860
Total Expenses	<u>\$ 2,919,534</u>	<u>\$ 1,005,779</u>	<u>\$ 121,094</u>	<u>\$ 1,488,818</u>	<u>\$ 224,886</u>	<u>\$ 585,590</u>	<u>\$ 150,789</u>	<u>\$ 246,091</u>	<u>\$ 52,825</u>	<u>\$ 6,795,406</u>	<u>\$ 7,267,188</u>	<u>\$ 8,072,888</u>

CUMBERLAND REGIONAL COLLEGE
Schedule of General Expenses by Functional Area (Schedule 4)
for the year ended June 30, 2013

	2013 General Actual				2013	2013	2012
	Governance	Operating and Administration	Facilities and Equipment	Information Technology	Total General Actual	Total General Budget	Total General Actual Restated (Note 18)
Agency Contracts							
Contracts	\$ -	\$ 3,812	\$ -	\$ -	\$ 3,812	\$ 108	\$ 9,600
Instructors	-	-	-	-	-	-	-
	-	3,812	-	-	3,812	108	9,600
Amortization	-	-	445,532	-	445,532	456,288	476,897
Equipment							
Equipment (non-capital)	-	-	29,129	-	29,129	18,000	77,789
Rental	-	-	50,493	-	50,493	54,400	45,811
Repairs and maintenance	-	-	1,812	-	1,812	500	10,132
	-	-	81,433	-	81,433	72,900	133,732
Facilities							
Building supplies	-	-	13,995	-	13,995	19,530	9,329
Grounds	-	-	7,634	-	7,634	2,825	13,780
Janitorial	-	-	22,031	-	22,031	26,280	22,642
Rental	-	-	120,631	-	120,631	116,572	115,418
Repairs & maintenance buildings	-	-	28,880	-	28,880	27,230	45,461
Utilities	-	-	54,987	-	54,987	43,060	45,511
	-	-	248,158	-	248,158	235,497	252,141
Information Technology							
Computer services	-	-	-	11,000	11,000	10,000	10,000
Data communications	-	-	-	-	-	-	-
Equipment (non-capital)	-	-	-	46,206	46,206	31,475	46,985
Materials & supplies	-	-	-	3,107	3,107	750	2,477
Rental	-	-	-	-	-	-	-
Repairs & maintenance buildings	-	-	-	918	918	2,000	262
Software (non-capital)	-	-	-	15,657	15,657	15,250	13,879
	-	-	-	76,888	76,888	59,475	73,603
Operating							
Advertising	-	61,167	-	-	61,167	66,229	65,428
Association fees & dues	33,446	1,147	-	-	34,593	34,170	34,357
Bad debts	-	15,000	-	-	15,000	-	(20)
Financial services	-	6,502	-	-	6,502	5,500	5,981
In-service (includes PD)	4,606	21,665	-	-	26,271	54,766	41,497
Insurance	-	29,369	-	-	29,369	23,249	28,736
Materials & supplies	714	25,490	-	-	26,204	46,260	44,171
Postage, freight & courier	-	11,849	-	-	11,849	11,650	12,740
Printing & copying	27	5,503	-	-	5,530	9,000	4,855
Professional services	-	104,696	-	-	104,696	138,604	17,471
Resale items	-	11,128	-	-	11,128	10,000	6,806
Subscriptions	-	8,513	-	-	8,513	850	728
Telephone & fax	-	32,448	-	-	32,448	38,090	47,970
Travel	24,467	42,683	-	-	67,150	52,850	61,651
Other	5,000	1,897	-	-	6,897	8,524	11,699
	68,259	379,058	-	-	447,316	499,742	384,071
Personnel Services							
Employee benefits	-	218,663	-	12,549	231,211	217,291	237,844
Honoraria	17,525	-	-	-	17,525	18,820	12,483
Salaries	-	1,294,899	-	72,759	1,367,658	1,334,931	1,442,331
Other	-	-	-	-	-	-	-
	17,525	1,513,561	-	85,308	1,616,394	1,571,042	1,692,657
Total General Expenses	\$ 85,784	\$ 1,896,431	\$ 775,124	\$ 162,196	\$ 2,919,534	\$ 2,895,052	\$ 3,022,701

CUMBERLAND REGIONAL COLLEGE
Schedule of Tangible Capital Assets (Schedule 5)
Year Ended June 30, 2013

	Buildings	Leasehold Improvements	Furniture, Equipment and Computers	Automotive Equipment	System Development	Total 2013	Total 2012
Tangible Capital Assets - at Cost:							
Opening Balance at Start of Year	\$ 8,061,133	\$ 102,884	\$ 907,008	\$ 23,486	\$ 32,384	\$ 9,126,895	\$ 8,277,341
Additions/Purchases	40,145	-	-	13,331	-	53,476	7,585,697
Disposals	-	-	-	(23,486)	-	(23,486)	-
Write-downs	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	(6,736,143)
Closing Balance at End of Year	<u>\$ 8,101,279</u>	<u>\$ 102,884</u>	<u>\$ 907,008</u>	<u>\$ 13,331</u>	<u>\$ 32,384</u>	<u>\$ 9,156,885</u>	<u>\$ 9,126,895</u>
Tangible Capital Assets - Amortization:							
Opening Balance at Start of Year	\$ 1,219,944	\$ 19,727	\$ 825,693	\$ 23,486	\$ 32,384	\$ 2,121,235	\$ 1,644,338
Amortization of the period	406,084	5,144	31,638	2,666	-	445,532	476,897
Disposals	-	-	-	(23,486)	-	(23,486)	-
Write-downs	-	-	-	-	-	-	-
Closing Balance at End of Year	<u>\$ 1,626,028</u>	<u>\$ 24,871</u>	<u>\$ 857,331</u>	<u>\$ 2,666</u>	<u>\$ 32,384</u>	<u>\$ 2,543,280</u>	<u>\$ 2,121,235</u>
Net Book Value:							
Opening Balance at Start of Year	\$ 6,841,189	\$ 83,157	\$ 81,314	\$ -	\$ -	\$ 7,005,661	\$ 6,633,004
Closing Balance at End of Year	6,475,251	78,013	49,676	10,665	-	6,613,605	7,005,661
Change in Net Book Value	<u>\$ 365,939</u>	<u>\$ 5,144</u>	<u>\$ 31,638</u>	<u>\$ (10,665)</u>	<u>\$ -</u>	<u>\$ 392,056</u>	<u>\$ (372,657)</u>
Disposals:							
Historical Cost	\$ -	\$ -	\$ -	\$ 23,486	\$ -	\$ 23,486	\$ -
Accumulated amortization	-	-	-	(23,486)	-	(23,486)	-
Net Cost	-	-	-	-	-	-	-
Price of Sale	-	-	-	-	-	-	-
Gain (Loss) on Disposal	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>