

# ANNUAL FINANCIAL STATEMENTS

APRIL 30, 2006

**Nipissing University**  
**April 30, 2006**  
**INDEX**

---

	<b>Page</b>
Auditors' Report	
Financial Statements:	
Statement of Financial Position	1
Statement of Operations	2
Statement of Changes in Net Assets	3
Statement of Cash Flows	4
Notes to Financial Statements	
1. Description	5
2. Summary of Significant Accounting Policies	5
3. Investments	7
4. Long-Term Receivables/Long-Term Payable	8
5. Capital Assets	10
6. Long-Term Debt	11
7. Deferred Contributions	13
8. Deferred Capital Contributions	13
9. Commitment	14
10. Internally Restricted Net Assets	14
11. Investment in Capital Assets	14
12. Endowments	15
13. Employee Future Benefits	18
14. Financial Instruments	18
15. Subsequent Event	18
16. Supplemental Information	19
17. Public Sector Salary Disclosures Act, 1996 [unaudited]	20



**KPMG LLP**  
**Chartered Accountants**  
PO Box 990  
925 Stockdale Road Suite 300  
North Bay ON P1B 8K3  
Canada

Telephone (705) 472-5110  
Fax (705) 472-1249  
Internet [www.kpmg.ca](http://www.kpmg.ca)

## AUDITORS' REPORT

To the Board of Governors of

### **Nipissing University**

We have audited the financial statements of Nipissing University as at and for the year ended April 30, 2006 comprising the following:

Statement of financial position  
Statement of operations  
Statement of changes in net assets  
Statement of cash flows

These financial statements are the responsibility of the administration of the University. 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 administration, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the University as at April 30, 2006 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

**KPMG LLP**

Chartered Accountants

North Bay, Canada,  
August 3, 2006

# Nipissing University

## STATEMENT OF FINANCIAL POSITION

[in thousands]

As at April 30	2006	2005
	\$	\$
<b>ASSETS</b>		
<b>Current</b>		
Cash and short-term investments	13,561	9,375
Accounts receivable	1,727	1,555
Accrued interest	33	21
Prepaid expenses	49	47
Inventories	217	123
	15,587	11,121
Investments [note 3]	9,613	8,172
Long-term Receivables[note 4]	490	512
Capital assets, net [note 5]	59,000	55,605
	84,690	75,410
<b>LIABILITIES, CONTRIBUTIONS AND NET ASSETS</b>		
<b>Current</b>		
Bank indebtedness	-	5,769
Accounts payable and accrued liabilities	5,398	6,173
Accrued sick leave obligation	316	296
Deferred revenue	5,901	5,714
Current portion of long-term debt [note 6]	789	526
	12,404	18,478
<b>Long-term obligations</b>		
Long-term payable [note 4]	490	490
Long-term debt [note 6]	32,367	21,001
Deferred contributions [note 7]	266	266
Deferred capital contributions [note 8]	24,661	24,122
	57,784	45,879
	70,188	64,357
<b>Net assets</b>	14,502	11,053
	84,690	75,410

Commitment see note 9  
Subsequent event see note 15  
See accompanying notes

Signed on behalf of the  
the Board of Governors

\_\_\_\_\_  
Governor

\_\_\_\_\_  
Governor

# Nipissing University

## STATEMENT OF OPERATIONS

[in thousands]

Year ended April 30	2006	2005
	\$	\$
<b>REVENUE</b>		
Government grants	22,727	18,607
Student fees	21,867	20,330
Sales and services	4,152	3,565
Scholarship fund	59	42
Donations	120	162
Amortization of deferred capital contributions	1,988	1,871
Investment	513	441
Other	3,621	3,060
	<b>55,047</b>	<b>48,078</b>
<b>EXPENSES</b>		
Academic	24,718	22,186
Academic support	3,409	3,402
Administration	5,377	5,142
Student services	2,290	2,001
Alumni and development	1,372	1,223
Library	1,318	1,209
Scholarship and bursaries	2,055	2,122
Research	1,036	637
Interest	2,239	1,473
Plant	3,783	3,309
Other	1,833	1,712
Amortization of capital assets	3,170	2,712
	<b>52,600</b>	<b>47,128</b>
<b>Excess of revenues over expenses</b>	<b>2,447</b>	<b>950</b>
Change in internally restricted net assets [note 10]	(3,650)	(608)
Change in investment in capital assets [note 11]	894	465
<b>Change in Unrestricted funds in the year</b>	<b>(309)</b>	<b>807</b>
<b>Unrestricted net assets (deficiency), beginning of year</b>	<b>576</b>	<b>(231)</b>
<b>Unrestricted net assets, end of year</b>	<b>267</b>	<b>576</b>

See accompanying notes

# Nipissing University

## STATEMENT OF CHANGES IN NET ASSETS

[in thousands]

Year ended April 30	2006				2005	
	Unrestricted	Internally	Investment	Endowments	Total	Total
	\$	restricted	in capital	\$	\$	\$
		\$	assets			
		[note 10]	[note 11]	[note 12]		
		\$	\$	\$	\$	\$
<b>Net assets (deficiency), beginning of year</b>	576	4,119	2,077	4,281	11,053	9,653
Excess (deficiency) of revenues over expenses	3,629	-	(1,182)	-	2,447	950
Change in investment in capital assets	(288)	-	288			
Change in internally restricted net assets	(3,650)	3,650	-	-	-	-
Endowment contributions	-	-	-	1,002	1,002	450
<b>Net assets, end of year</b>	267	7,769	1,183	5,283	14,502	11,053

*See accompanying notes*

# Nipissing University

## STATEMENT OF CASH FLOWS

[in thousands]

Year ended April 30	2006	2005
	\$	\$
<b>Cash provided by (used in):</b>		
<b>Operations:</b>		
Excess of revenues over expenses	2,447	950
Items not involving cash:		
Amortization of capital assets	3,170	2,712
Amortization of deferred capital contributions	(1,988)	(1,871)
Change in non-cash operating working capital:		
Accounts receivable	(172)	(295)
Accrued interest	(12)	1
Prepaid expenses	(2)	(26)
Inventories	(94)	25
Accounts payable and accrued liabilities	(775)	2,411
Accrued sick leave	20	(73)
Deferred revenue	187	1,664
	<b>2,781</b>	<b>5,498</b>
<b>Financing and investments:</b>		
Net endowment contributions	1,002	450
Proceeds of long-term debt	12,300	-
Bank indebtedness	(5,769)	5,769
Long-term debt principal repayments	(671)	(492)
Purchase of capital assets	(6,565)	(10,017)
Long-term receivable	22	140
Long-term investments, net	(1,441)	1,813
Deferred contributions	-	1
Deferred capital contributions	2,527	2,254
	<b>1,405</b>	<b>(82)</b>
<b>Net increase in cash and short-term investments during the year</b>	<b>4,186</b>	<b>5,416</b>
Cash and short-term investments, beginning of year	9,375	3,959
<b>Cash and short-term investments, end of year</b>	<b>13,561</b>	<b>9,375</b>

*See accompanying notes*

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 1. DESCRIPTION

Nipissing University [the 'University'] was incorporated as a university in 1992 under the laws of the Province of Ontario. Its mission is to provide undergraduate programs in Liberal Arts, Science, Business and undergraduate and graduate programs in Education. The University aspires to fulfil the best traditions of scholarship and to provide an environment committed to the ideals of free inquiry and expression. As a university with predominantly undergraduate programming and roots in teacher education, the University places priority on the highest ideals of instructional excellence.

These financial statements reflect the assets, liabilities, net assets, revenue, expenses and other transactions of all of the operations and organizations controlled by the University. Accordingly, these financial statements include the academic, administrative and other operating expenditures funded by fees, grants and other general revenue; restricted purpose endowment funds; and the ancillary operations, such as residences.

The University has an economic interest in a Crown-controlled foundation, Nipissing University Foundation [the "Foundation"], which is not consolidated. The principal objectives of the Foundation are to solicit, receive and distribute monies and other property to support education and research at the University.

The University is a not-for-profit organization and, as such, is exempt from income taxes under the Income Tax Act (Canada).

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### Basis of presentation

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles within the framework of the accounting policies summarized below:

#### Investments

Short-term investments, which consist primarily of bankers' acceptances and short-term deposits, are carried at cost which approximates market value.

Long-term investments are recorded at cost. Gains and losses on sales of investments are recognized in the year of disposal and are included in investment income. Investments are written down in the year when there is deemed to be an impairment in value which is other than temporary.



---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### **Inventories**

Inventories are recorded at the lower of cost and net realizable value.

#### **Capital assets**

Purchased capital assets are recorded at cost. Donated capital assets are capitalized at fair market value at the date of contribution. Capital assets are amortized on a straight-line basis over the estimated useful lives as follows:

Buildings	40 years
Equipment and furnishings	5-10 years
Library books	5 years

Costs of construction in progress, including interest, are capitalized. Amortization is not recognized until project completion.

#### **Internally restricted net assets**

The University restricts use of portions of its operating assets for specific future uses. These internally restricted amounts are not available for other purposes without approval of the Board of Governors.

#### **Revenue recognition**

The University follows the deferral method of accounting for contributions, which include donations and government grants. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured. Unrestricted donations are recorded on a cash basis since pledges are not legally enforceable claims. Contributions externally restricted for purposes other than endowment are deferred and recognized as revenue in the year in which the related expenses are recognized. Endowment contributions are recognized as direct increases in net assets in the year in which they are received. Student fees are recognized as revenue when courses and seminars are held. Sales and services revenue is recognized at point of sale or when the service has been provided.

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)

#### Contributed materials and services

Volunteers contribute an indeterminable number of hours per year. Because of the difficulty of determining their fair value, contributed materials and services are not recognized in these financial statements.

#### 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 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.

### 3. INVESTMENTS

Investments consist of the following:

	2006		2005	
	Cost	Market value	Cost	Market Value
	(\$000)	(\$000)	(\$000)	(\$000)
Bonds and Short-term Pooled Funds	323	355	300	359
Sceptre Pooled Funds	9,290	11,419	7,872	8,983
	9,613	11,774	8,172	9,342

Investments consist of funds held in pooled investment funds managed by Sceptre Investment Counsel Limited, UBS Global Asset Management, and selected government and corporate bonds.

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 4. LONG-TERM RECEIVABLES/LONG-TERM PAYABLE

Long-term receivable balances consist of the following:

	2006 (\$000)	2005 (\$000)
<b>Student Centre:</b>		
Balance, beginning of year	22	162
Repayments in year (net of interest)	(22)	(140)
<b>Student Centre balance, end of year</b>	-	22
<b>City of North Bay:</b>		
Balance, beginning of year	490	490
Increase in the year	-	-
<b>City of North Bay balance, end of year</b>	490	490
<b>Balance, end of year</b>	490	512

#### Student Centre

Under provisions of a draft agreement (“Agreement”) between the University, the Board of Governors of Canadore College of Applied Arts and Technology (“College”), Nipissing University Student Union Incorporated (“Union”) and Canadore Students Representative Council Incorporated (“CRSC”), the University and College have each advanced 1.2 million dollars for the construction of a student centre. The Union has agreed to repay the 1.2 million dollar advance plus accrued interest to the University for the construction cost of the centre through student levies over an estimated fifteen year period. In turn, the Union and CSRC will have exclusive use of the student centre for a renewable term of twenty-five years.

Student levies have been collected in advance of construction of a proposed expanded student centre. These funds, totalling \$602,000 as at year end, are maintained in a segregated cash fund and are included accrued liabilities.

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 4. LONG-TERM RECEIVABLES/ LONG-TERM PAYABLE (cont'd)

#### City of North Bay/Heritage Fund

In fiscal year 2000, the University, in conjunction with Canadore College, entered into an agreement with the Corporation of the City of North Bay whereby the City would construct sewer and water services on behalf of the Education Centre.

The University, in conjunction with Canadore College, entered into an agreement with the Northern Ontario Heritage Fund Corporation, to provide financing for this project.

The University's 50% share of this project has been recorded in the financial statements as follows:

	Total Incurred (\$000)	University Share (\$000)
Long-term receivable from City of North Bay from future lot levies for sewer and water connections	<b>980</b>	<b>490</b>
Long-term payable to Northern Ontario Heritage Fund Corporation	<b>980</b>	<b>490</b>

There are no specific repayment terms for the long-term receivable/payable. The long-term receivable/payable are unsecured.

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

April 30, 2006

### 5. CAPITAL ASSETS

Capital assets consist of the following:

	2006			2005		
	Cost (\$000)	Accumulated amortization (\$000)	Net book value (\$000)	Cost (\$000)	Accumulated amortization (\$000)	Net book value (\$000)
Land	156	—	156	156	—	156
Buildings	61,843	9,826	52,017	50,171	8,280	41,891
Equipment and furnishings	17,025	11,306	5,719	14,831	10,166	4,665
Library books	7,364	6,256	1,108	6,786	5,772	1,014
Construction in progress	—	—	—	7,879	—	7,879
	<b>86,388</b>	<b>27,388</b>	<b>59,000</b>	79,823	24,218	55,605

The increase in net book value of capital assets is due to the following:

	2006 (\$000)	2005 (\$000)
Balance, beginning of year	55,605	48,300
Purchase of capital assets internally and debt financed	4,187	7,880
Purchase of capital assets funded by deferred capital contributions	2,378	2,137
Less: amortization of capital assets	(3,170)	(2,712)
Balance, end of year	<b>59,000</b>	55,605

Interest costs of \$75,000 were capitalized during the year (2005 - \$nil).

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

April 30, 2006

### 6. LONG-TERM DEBT

Long-term debt consists of the following:

	2006	2005
	(\$000)	(\$000)
Founders House Student Residence:		
Financing for Founders House Residence was renewed July 2002, through an Interest Rate Swap Contract with a Canadian Chartered Bank. The remaining principal at that date of \$ 5,785,210 is amortized over a 20 year period with an interest rate of 6.82%. Monthly blended payments are approximately \$44,500. The unsecured swap agreement matures July 4, 2022.	5,175	5,349
Chancellors House Student Residence:		
Financing for the Chancellors House Student Residence was provided through an Interest Rate Swap Contract with a Canadian Chartered Bank. The original principal of \$10,087,132 is amortized over a 25 year period with an interest rate of 7.05%. Monthly blended payments are approximately \$72,000. The unsecured swap agreement matures August 4, 2026.	9,237	9,443
Chancellors House Student Residence Expansion:		
Financing for the Chancellors House Student Residence expansion was provided through an Interest Rate Swap Contract with a Canadian Chartered Bank. The original principal of \$ 3,650,000 is amortized over a 25 year period with an interest rate of 6.74%. Monthly blended payments are approximately \$25,400. The unsecured swap agreement matures September 1, 2028.	3,480	3,547
Nipissing University Student Athletic Centre:		
6.45% renewable term loan with monthly blended payments of principal and interest of \$23,527 and original principal of \$3,500,000 issued July 30, 2002. Payments were calculated over a 25 year term. This unsecured loan matures July 30, 2009.	3,108	3,188
Subtotal Long-term debt	<b>21,000</b>	<b>21,527</b>

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 6. LONG-TERM DEBT(cont'd)

	2006 (\$000)	2005 (\$000)
Subtotal carried forward	21,000	21,527
Governors House Student Residence:		
The University has entered into an Interest Rate Swap transaction with a Canadian Chartered Bank in the amount of \$11.1 million dollars with an effective interest rate of 5.95% amortized over 25 years. The effective date for the swap was August 1, 2005 and the agreement term is 10 years. Monthly blended payments of principal and interest will be approximately \$ 71,000. This unsecured swap agreement matures August 1, 2030.	10,976	—
Brantford Campus Financing:		
The University has entered into a ten-year, term loan agreement with a Canadian Chartered Bank in the amount of 1.2 million dollars to be amortized over twenty-five years. The interest rate for the ten years will be 4.56%. Monthly blended payments of principal and interest will be approximately \$6,700 commenced July 31, 2005. This unsecured loan matures June 30, 2015.	1,180	—
Total long-term debt	33,156	21,527
Less current portion	789	526
Long-term debt	32,367	21,001

The following are the minimum annual debt principal repayments due over the next five years and thereafter:

Years ended April 30,	(\$000)
2007	789
2008	839
2009	895
2010	3,691
2011	910
Thereafter	26,032
	33,156

---

Total interest expense for the year ended April 30, 2006 was \$2,239,000 [2005 -\$1,677,000].

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 7. DEFERRED CONTRIBUTIONS

Deferred contributions represent the unspent amount of externally restricted donations and grants received for research and other restricted purposes. The change in the deferred contribution balance is as follows:

	2006 (\$000)	2005 (\$000)
Balance, beginning of year	266	265
Add: contributions received during the year	972	609
Less: amount recognized as revenue	(972)	(608)
Balance, end of year	266	266

### 8. DEFERRED CAPITAL CONTRIBUTIONS

Deferred capital contributions represent the unamortized amount of donations, student contributions and grants received for the purchase of capital assets. The amortization of deferred capital contributions, which commence once an asset is put into service, is recorded as revenue in the statement of operations and changes in surplus. The change in the deferred capital contribution balance is as follows:

	2006 (\$000)	2005 (\$000)
Balance, beginning of year	24,122	23,739
Add: contributions received in the year	2,378	2,137
excess contributions received towards Nipissing University		
Student Athletic Centre financing	149	117
Less: amortization of deferred capital contributions	(1,988)	(1,871)
Balance, end of year	24,661	24,122



---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 9. COMMITMENT

#### Greenhouse and Confocal Microscope Imaging Facility

The University has received notification from the Canada Foundation for Innovation ('CFI') that it will fund a portion of the costs for the construction of a greenhouse facility and a confocal microscope imaging facility. The total costs for this project are estimated to be \$1.4 million. The CFI and its partners have agreed to fund \$896,000 of the total costs of this project. The University and its partners are responsible for the balance of the costs for this project estimated to be approximately \$525,000. As at year-end, the University has entered into a contract for the construction of the greenhouse facility. The contract was tendered and accepted for an amount of \$ 894,000.

### 10. INTERNALLY RESTRICTED NET ASSETS

Details of internally restricted funds are as follows:

	2006 (\$000)	2005 (\$000)
Scholarship	571	548
Donation	1,123	1,080
Capital	4,954	492
Program	121	121
Ancillary operations	1,000	1,748
Future operating budget	—	130
	<b>7,769</b>	<b>4,119</b>

### 11. INVESTMENT IN CAPITAL ASSETS

The investment in capital assets consists of the following:

	2006 (\$000)	2005 (\$000)
Capital assets (net)	59,000	55,605
Less amounts financed by:		
Working Capital	—	(2,110)
Bank indebtedness	—	(5,769)
Debt	(33,156)	(21,527)
Deferred capital contributions [note 8]	(24,661)	(24,122)
	<b>1,183</b>	<b>2,077</b>

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 12. ENDOWMENTS

Endowments consist of externally restricted donations received by the University. The endowment principal is required to be maintained intact. The investment income generated from endowments must be used in accordance with the various purposes established by donors. The University ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided.

[a] The Government of Ontario established the Ontario Student Opportunity Trust Fund (OSOTF) and the Ontario Trust of Student Support (OTSS) programs to encourage individuals and companies to contribute and endow funds to support post-secondary students. Externally restricted endowments include grants provided by the Government of Ontario from the OSOTF and OTSS matching program. The University established three funds – OSOTF - Phase 1 in fiscal 1997; OSOTF - Phase 2 in fiscal 2004; and OTSS in fiscal 2005. Investment income earned on these funds is used to finance awards to qualified students in need of financial aid.

<b>OSOTF - Phase 1</b>	<b>2006</b>	<b>2005</b>
	<b>(\$000)</b>	<b>(\$000)</b>
<b>Ontario Student Opportunity Trust Fund balance, beginning of year</b>	<b>3,535</b>	<b>3,535</b>
Donations	—	—
Matching Funds Received from Government of Ontario	—	—
<b>Ontario Student Opportunity Trust Fund balance, end of year</b>	<b>3,535</b>	<b>3,535</b>
Other endowments, balance beginning of year	<b>62</b>	<b>38</b>
Donations	<b>795</b>	<b>24</b>
Other endowments, balance end of year	<b>857</b>	<b>62</b>
	<b>4,392</b>	<b>3,597</b>
<b>Expendable balance, beginning of year</b>	<b>560</b>	<b>480</b>
Realized investment income, net of direct investment-related expenses	<b>123</b>	<b>5</b>
Unrealized investment income	<b>391</b>	<b>194</b>
Bursaries awarded (2006 – 114 bursaries, 2005 – 115 bursaries)	<b>(156)</b>	<b>(119)</b>
<b>Expendable balance, end of year</b>	<b>918</b>	<b>560</b>

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 12. ENDOWMENTS(cont'd)

OSOTF – Phase 2	2006 \$	2005 \$
<b>Endowment balance, beginning</b>	<b>684,250</b>	250,815
Cash donations received within annual matching ceiling	—	186,795
Matching funds received from MTCU	—	238,426
Matching funds receivable from MTCU	—	—
Unmatched cash donations	—	—
<b>Endowment balance, March 31, 2006</b>	<b>684,250</b>	676,036
Cash donations received April	—	8,214
<b>Endowment balance, April 30, 2006</b>	<b>684,250</b>	684,250
<b>Expendable balance, beginning of year</b>	<b>21,619</b>	—
Realized investment income, net of direct investment-related expenses	<b>22,017</b>	5,828
Unrealized investment income	<b>151,616</b>	15,791
Bursaries awarded (2006 – 13 bursaries, 2005 – nil)	<b>(8,500)</b>	—
<b>Expendable balance, end of year</b>	<b>186,752</b>	21,619

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 12. ENDOWMENTS(cont'd)

<b>OTSS</b>	<b>2006</b>
<b>For the year ended March 31</b>	<b>\$</b>
<b>Endowment balance, beginning</b>	<b>—</b>
Cash donations received within annual matching ceiling	<b>102,003</b>
Matching funds received from MTCU	<b>102,003</b>
<b>Endowment balance, March 31, 2006</b>	<b>204,006</b>
Cash donations received April	<b>2,768</b>
<b>Endowment balance, April 30, 2006</b>	<b>206,774</b>
<b>Expendable balance, beginning of year</b>	<b>—</b>
Realized investment income, net of direct investment-related expenses	<b>3,143</b>
Unrealized investment income	<b>—</b>
Bursaries awarded (2006 – nil)	<b>—</b>
<b>Expendable balance, end of year</b>	<b>3,143</b>
<b>Outstanding donations pledged</b>	<b>51,699</b>

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 13. EMPLOYEE FUTURE BENEFITS

The majority of the University's employees are members of the Nipissing University Retirement Pension Plan, a defined contribution plan. Certain faculty are members of the Teachers' Superannuation Fund [the "TSF"], a multi-employer defined benefit plan.

Total pension costs incurred for the year were \$1,360,000 [2005 - \$1,200,000].

### 14. FINANCIAL INSTRUMENTS

The fair value of cash and short-term investments, accounts receivable, accrued interest, long-term receivables, bank indebtedness, accounts payable and accrued liabilities and accrued sick leave approximate their carrying amounts due to the immediate short-term maturity of these financial instruments.

The fair value of investments was \$ 11,774,000 (2005 \$ 9,342,000). Pooled investments are valued at the unit values supplied by the pooled fund administrator which represent the University's proportionate share of underlying assets at fair values determined using closing market prices. Bonds are valued at year-end quoted market values where available. Where quoted market values are not available, estimated fair values are calculated using comparable securities.

It is not practicable to determine the fair value of long-term debt due to the limited amount of comparable market information available.

The fair value of the University's long-term payable cannot reasonably be calculated due to the special nature of this liability. See note 4.

### 15. SUBSEQUENT EVENT

#### Purchase of Building and Property

Subsequent to year-end, the University entered into an agreement for the purchase of a building and 23 acres of property adjacent to the Education Centre. The purchase price under the agreement is approximately \$900,000 and the transaction is set to close on September 1, 2006.

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

---

April 30, 2006

### 16. SUPPLEMENTAL INFORMATION

In addition to the information presented in the Statement of Operations, presented below is a Schedule of Expenses classified by object of expense.

Year ended April 30	2006 (\$000)	2005 (\$000)
<b>EXPENSES</b>		
Employee Salaries and Benefits	30,661	27,914
Academic Supplies and Services	7,059	6,313
Plant and Operating Expenditures	7,416	6,362
Scholarships and Bursaries	2,055	2,122
Interest	2,239	1,677
Other expenses	—	28
Amortization of capital assets	3,170	2,712
	<b>52,600</b>	<b>47,128</b>

---

# Nipissing University

## NOTES TO FINANCIAL STATEMENTS

April 30, 2006

### 17. PUBLIC SECTOR SALARY DISCLOSURES ACT, 1996 [UNAUDITED]

Details of employees who were paid a salary of \$100,000 or more in the calendar year of 2005 are as follows:

Name	Position	Salary	Taxable Benefits
		\$	\$
Brozowski, R.	Associate Professor	101,208.36	539.28
Carfagnini, A.	Executive Director, Student Affairs	109,394.44	581.28
Chase, T.	Vice President, Academic & Research	147,786.26	664.00
Chow, P.	Professor	115,048.40	513.76
Common, R.	Dean of Education	139,948.00	664.00
Crocker, K.	Executive Director, University Advancement	105,770.89	561.90
Dean, A.	Professor	142,766.00	2,244.01
Flynn, D.	Associate Professor	134,770.01	509.28
Green, M.	Vice President, Finance & Administration	140,780.48	663.73
Hackett, D.	Assistant Professor	105,175.18	431.28
Hawkins, R.	Vice President, Academic & Research	160,359.18	440.00
Kirkwood, K.	Associate Professor	123,419.10	539.28
Knox, J.	Assistant Professor	100,968.33	431.28
Lawlor, S.	Associate Professor	101,208.36	539.28
Lawrence, D.	Registrar	109,394.44	2,913.78
McCabe, M.	Assistant Professor	101,356.61	430.44
Mock, D.	President	222,603.96	6,169.00
Muhlberger, S.	Associate Professor	104,670.04	558.04
Nettlefold, B.	Executive Director of Library Services	113,192.14	602.50
Nosko, P.	Associate Professor	111,987.10	532.36
Reid, S.	Director of Nipissing/Wilfrid Laurier BA/Bed Program	112,158.68	523.44
Saari, M.	Professor	138,795.97	654.48
Sarlo, C.	Associate Professor	101,208.36	539.28
Topps, K.	Associate Professor	111,087.48	539.28
Vail, H.	Assistant Professor	100,956.93	6,712.92
Vander Wall, C.	Associate Vice-President, Human Resources	104,432.38	556.08
Vanderlee, R.	Dean of Arts & Science	122,649.59	626.16
Weeks, R.	Associate Professor	128,771.28	498.64
Wideman, R.	Associate Dean of Education	104,782.00	557.96