



Financial Statements of

**STUDENTS' UNION OF THE
UNIVERSITY OF REGINA INC.**

Year ended April 30, 1999

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Index to Financial Statements

April 30, 1999

	Page No.
Auditors' Report to the Students	
Statement of Financial Position	2
Statement of Financial Activities	3
Statement of Changes in Net Assets	4
Notes to Financial Statements	5 - 8



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AUDITORS' REPORT TO THE STUDENTS

We have audited the statement of financial position of the Students' Union of the University of Regina Inc. as at April 30, 1999 and the statements of financial activities and changes in net assets for the year then ended. These financial statements are the responsibility of the Corporation's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with 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 financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Corporation as at April 30, 1999 and the results of its operations and the changes in its financial position for the year then ended in accordance with generally accepted accounting principles.

KPMG LLP

Chartered Accountants

Regina, Canada
July 14, 1999



STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Statement of Financial Position

April 30, 1999, with comparative figures for 1998

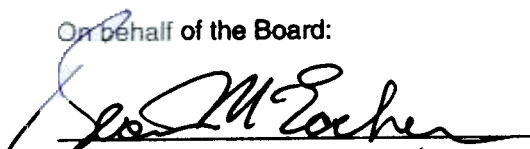
	1999	1998
Assets		
Current assets:		
Cash and term deposits	\$ 359,368	362,221
Accounts receivable	103,786	89,692
Inventories (note 2)	26,355	24,568
	<u>489,509</u>	<u>476,481</u>
Investments (note 4)	304,950	
Capital assets (note 3)	214,132	196,137
	<u>\$ 1,008,591</u>	<u>672,618</u>


Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 209,238	112,363
Deferred revenue	97,916	96,418
Current portion of long term debt (note 4)	20,000	-
	<u>327,154</u>	<u>208,781</u>
Long-term liabilities:		
Long term debt (note 4)	166,667	
Net assets:		
Unrestricted	189,326	153,356
Externally restricted (note 6)	111,312	114,344
Invested in capital assets	214,132	196,137
	<u>514,770</u>	<u>463,837</u>
	<u>\$ 1,008,591</u>	<u>627,618</u>

See accompanying notes to financial statements.

On behalf of the Board:

 Director

 Director

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Statement of Financial Activities

For the year ended April 30, 1999, with comparative figures for 1998

	Revenue		Expenditures		Excess of Revenue over Expenditures	
	1999	1998	1999	1998	1999	1998
Academics	\$ -	-	3,105	22,785	(3,105)	(22,785)
Administration	293,483	269,274	396,610	357,387	(103,127)	(88,113)
Advocate	-	-	35,149	28,214	(35,149)	(28,214)
Central Advertising	33,708	57,509	94,704	115,554	(60,996)	(58,045)
Carillon	62,353	60,099	52,353	89,808	10,000	(29,709)
Intramurals	59,627	54,412	56,725	53,695	2,902	717
Lazy Owl Pub	827,728	735,692	767,891	722,785	59,837	12,907
Electoral	-	-	8,460	9,939	(8,460)	(9,939)
Board of Directors	10,169	7,717	163,673	103,719	(153,504)	(96,002)
Student Fees	625,256	610,478	273,431	254,918	351,825	355,560
Used Bookstore	90,683	75,092	80,245	69,112	10,438	5,980
Women's Centre	3,615	3,949	44,133	38,760	(40,518)	(34,811)
	\$ 2,006,622	1,874,222	1,976,479	1,866,676		
Excess of revenue over expenditures before interest income					30,143	7,546
Interest income					23,822	22,912
Excess of revenue over expenditures					\$ 53,965	30,458

See accompanying notes to financial statements.

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Statement of Changes in Net Assets

For the year ended April 30, 1999, with comparative figures for 1998

	Invested in Capital Assets	Externally Restricted	Unrestricted	1999 Total	1998 Total
Balance, beginning of year	\$ 196,137	114,344	153,356	463,837	370,635
Excess of revenue over expenditures	(20,421)		74,386	53,965	30,458
Funds received from the University of Regina		30,036		30,036	63,014
Expenditures		(33,068)		(33,068)	(270)
Invested in capital assets	38,416		(38,416)		
Balance, end of year	\$ 214,132	111,312	189,326	514,770	463,837

See accompanying notes to financial statements.

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Notes to Financial Statements

April 30, 1999

The Students' Union is incorporated under *The Non-Profit Corporations Act* of Saskatchewan, and its principal activities include providing facilities and services to university students at the University of Regina.

1. Summary of significant accounting policies:

(a) Inventories:

Inventories are valued at the lower of cost and net realizable value with cost being determined on the first-in, first-out basis.

(b) Deferred revenue:

Deferred revenue consists of the unexpended portion of grants received for specific projects and revenue received for services not yet performed.

(c) Capital assets:

Capital assets are amortized over their estimated useful lives on a straight line basis using the following rates:

Buildings	40 years
Leasehold improvements	5 years
Equipment	3 to 15 years

(d) Income taxes.

The Students' Union is incorporated under *The Non-Profit Corporations Act* of Saskatchewan. Under present legislation, no income taxes are payable on reported income of such organizations.

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Notes to Financial Statements

April 30, 1999

1. Summary of significant accounting policies (continued):

(e) Measurement uncertainty:

The preparation of financial statements in conformity with 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 date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

2. Inventories:

		1999	1998
Paper and administration supplies	\$	3,291	2,348
Food and beverage		23,064	22,220
	\$	26,355	24,568

3. Capital assets:

		Accumulated Cost	Amortization	1999 Net Book Value	1998 Net Book Value
Buildings	\$	136,089	4,720	131,369	134,666
Leasehold improvements		76,769	21,547	55,222	61,471
Equipment		29,046	1,505	27,541	
	\$	241,904	27,772	214,132	196,137

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Notes to Financial Statements

April 30, 1999

4. Long term debt:

	1999	1998
Bank loan payable, at an interest rate of bank prime, repayable in monthly principal payments of \$1,667. The principal is due in full August, 2008. Investments with a net book value of \$200,000 have been pledged as collateral for this loan.	\$ 186,667	
Less current portion	20,000	
	<u>\$ 166,667</u>	

5. Students' Union Building Fund:

Under an agreement with the University of Regina, a portion of the annual fees paid by students are retained and deposited to a Students' Union Building Fund which is administered by the University of Regina. The University may authorize capital expenditures after receiving appropriate authorizing resolutions from the Students' Union. Additionally, the Students' Union may approve expenditures from this fund up to thirty percent of the interest earned by the fund in the previous fiscal year. These expenditures do not require the consent of the University of Regina.

During the current year the Students' Union made capital and other expenditures out of this fund in the amount of \$13,786 (1998 - \$35,778). There were also special disbursements from this fund of \$12,000 (1998-\$12,000).

The balance of the Building Fund at April 30 was \$216,596 (1998 - \$223,098).

STUDENTS' UNION OF THE UNIVERSITY OF REGINA INC.

Notes to Financial Statements

April 30, 1999

6. Emergency bursary fund and Refugee fund:

The University of Regina receives funds to be held in trust by the Students' Union for special purpose funds. In the past the funds were set aside for a group to start a campus radio station. Last year the funds were designated to be used for an emergency bursary fund. Starting in January 1998 any future funding received will be used for the refugee fund that helps sponsor refugees studying at the University.

During the year, no funds were transferred to the Students' Union for the purpose of the emergency bursary fund (1998 - \$15,762). The balance of the emergency bursary fund at April 30 was \$95,890 (1998 - \$99,392).

During the year, funds transferred to the Students' Union for the purpose of the refugee fund amounted to \$30,036 (1998 - \$14,952). The balance of the refugee fund at April 30 was \$15,422 (1998-\$14,952).

7. Statement of changes in financial position:

A statement of changes in financial position has not been prepared as it would not provide additional meaningful information.

8. Uncertainty due to the Year 2000:

The Year 2000 Issue arises because many computerized systems use two digits rather than four to identify a year. Date-sensitive systems may recognize the year 2000 as 1900 or some other date, resulting in errors when information using year 2000 dates is processed. In addition, similar problems may arise in some systems which use certain dates in 1999 to represent something other than a date. The effects of the Year 2000 Issue may be experienced before, on, or after January 1, 2000, and, if not addressed, the impact on operations and financial reporting may range from minor errors to significant systems failure which could affect an entity's ability to conduct normal business operations. It is not possible to be certain that all aspects of the Year 2000 Issue affecting the entity, including those related to the efforts of customers, suppliers, or other third parties, will be fully resolved.