



Okanagan

OKANAGAN UNIVERSITY COLLEGE

Financial Statements

For the Year ended March 31, 2007

	Page
Auditors' Report	
Statements:	
1. Statement of Financial Position	1
2. Statement of Operations and Changes in Fund Balances	2
3. Statement of Cash Flows	3
Notes to Financial Statements	4 - 5



KPMG LLP

Telephone (250) 979-7150

300 - 1674 Bertram Street
Kelowna BC V1Y 9G4
Canada

Internet www.kpmg.ca

AUDITORS' REPORT TO THE PUBLIC ADMINISTRATOR

We have audited the statement of financial position of Okanagan University College as at March 31, 2007 and the statements of operations and changes in fund balances and cash flows for the

year then ended. These financial statements are the responsibility of the University College's management. Our responsibility is to express an opinion on these financial statements based on

OKANAGAN UNIVERSITY COLLEGE
STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2007

(with comparative figures as at MARCH 31, 2006)

	2007	2006
	TOTAL	TOTAL
	(Note 1)	
ASSETS	\$	\$
Cash	24,567	12,070,320
Accounts Receivable	234	39,053
	<u>24,801</u>	<u>12,109,381</u>
LIABILITIES & FUND BALANCES		
Accounts Payable and Accrued Liabilities	12,428	129,689
Due to Okanagan College	-	7,112,590
Due to University of British Columbia	-	4,244,824
	<u>12,428</u>	<u>11,487,103</u>
FUND BALANCES		
Unrestricted Fund Balance	12,373	622,278
	<u>12,373</u>	<u>622,278</u>
	<u>24,801</u>	<u>12,109,381</u>

Contingencies (Note 3)

See accompanying notes to financial statements

Public Administrator



Vice President



OKANAGAN UNIVERSITY COLLEGE
STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 2007
(with comparative figures for 2006)

	2007	2006
	TOTAL	TOTAL
	\$	\$
Revenue:		
Ministry of Advanced Education		
Regular Programs	-	15,435,233
Leases & Property Taxes	-	12,884
	-	15,448,117
Tuition Fees	-	1,686,174
Contract Services	-	6,179,603
Ancillary Service Sales	-	1,022,816
Investment Income	43,308	1,190,401
Amortization of Deferred Contributions		
for Capital Acquisitions	-	1,189,383
Other	-	327,725
	43,308	27,044,219
Expenses:		
Salaries and benefits	386,977	17,785,163
Supplies and services	4,005	6,058,399
Interest on bank and sinking fund debenture debt	-	410,760
Amortization of capital assets	-	1,923,548
	390,982	26,177,870
Excess (deficiency) of revenue over expenses		
from operations	(347,674)	866,349
Deficiency of assets over liabilities		
transferred to ongoing institutions (Note 1)	(262,231)	(19,156,448)
Deficiency of revenue over expenses	(609,905)	(18,290,099)
Fund balances at beginning of year	622,278	18,912,377
FUND BALANCES AT END OF YEAR	12,373	622,278

See accompanying notes to financial statements

OKANAGAN UNIVERSITY COLLEGE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED MARCH 31, 2007
(with comparative figures for 2006)

	2007	2006
	\$	\$
CASH PROVIDED FROM (USED IN) OPERATING ACTIVITIES		
Excess (Deficiency) of Revenue over Expenses (Statement 2)	(347,674)	866,349
Amortization of Deferred Contributions	-	(1,189,383)
Amortization of Capital Assets	-	1,923,548
Changes in non-cash working capital		
Decrease in Accounts Receivable	38,819	731,849
Decrease in Inventory	-	368,642
Decrease in Accounts Payable and Accrued Liabilities	(117,261)	(6,691,996)
Decrease in Deferred Revenues	-	(4,387,198)
Cash Provided from Operating Activities	(426,116)	(8,378,189)
CASH USED IN INVESTING ACTIVITIES		
Purchase of Marketable Securities	-	(226,964)
Proceeds on redemption of Marketable Securities	-	5,894,457
Purchase of Capital Assets	-	(2,872,292)
Cash Used in Investing Activities	-	2,795,201
CASH PROVIDED FROM (USED IN) FINANCING ACTIVITIES		
Deferred Contribution for Capital Acquisitions received	-	630,591
Proceeds from Bank Debt	-	27,358
Net repayment of Sinking Fund Debenture Debt	-	(49,775)
Cash Provided from Financing Activities	-	608,174
NON-CASH INVESTING and FINANCING ACTIVITIES		
Cash paid to Okanagan College	(7,292,321)	(1,526,662)
Cash paid to University of British Columbia - Okanagan	(4,327,324)	-
	(11,619,645)	(1,526,662)
Decrease in cash during the year	(12,045,761)	(6,501,476)
Cash at Beginning of Year	12,070,328	18,571,804
Cash at End of Year	24,567	12,070,328
Non-cash Investing and Financing Activities		
Assets, liabilities and fund balances allocated to Okanagan College	-	7,112,590
Assets, liabilities and fund balances allocated to the University of British Columbia - Okanagan	-	4,244,824

See accompanying notes to financial statements

OKANAGAN UNIVERSITY *example income tax under section 149 of the Income Tax Act*

On March 17, 2004, the provincial government of British Columbia announced that the University of British Columbia Okanagan was transformed into two separate institutions: the University of British Columbia Okanagan and the Okanagan University College. The transformation would involve the transfer of certain capital and other assets, as well as deferred capital contributions and fiduciary balances to the respective institutions. A

