Financial Statements and Supplementary Information of

SHERIDAN COLLEGE INSTITUTE OF TECHNOLOGY AND ADVANCED LEARNING

Year ended March 31, 2006

SHERIDAN COLLEGE INSTITUTE OF TECHNOLOGY AND ADVANCED LEARNING

Index of Financial Statements and Schedules

Year ended March 31, 2006

BDO

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Auditors' Report

To the Board of Governors of Sheridan College Institute Of Technology and Advanced Learning

We have audited the statement of financial position of Sheridan College Institute of Technology and Advanced Learning as at March 31, 2006 and the statements of revenue and expenditures, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of Sheridan's management. Our responsibility is to express an opinion on these financial statements based on our audit.

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

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

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

BDO Dunwoody LLP

Chartered Accountants
Hamilton, Ontario

May 9, 2006

BDO Dunwoody LLP is a Limited Liability Partnership registered in Ontario

Sheridan College Institute of Technology and Advanced Learning
Statement of Financial Position
March 31, 2006, with comparative figures for 2005

		2006		2005
Assets				
Current assets				
Cash and investments (note 2)	$	61,831,966	$	59,599,911
Grants receivable		3,546,847		8,533,255
Accounts receivable		10,605,722		4,032,576
Prepaid expenses		66,791		60,765
		76,051,326		72,226,507
Promissory note receivable (note 3)		2,388,073		2,755,900
Notes receivable		-		545,760
Student levy receivable (note 4)		2,784,162		-
Capital assets (note 5)		125,670,594		118,100,755
	$	206,894,155	$	193,628,922
Liabilities, Deferred Contributions and Net Assets				
Current liabilities:				
Accounts payable and accrued liabilities	$	20,185,920	$	20,417,621
Deferred revenue (note 6)		7,117,205		14,042,802
Due to student association (note 2)		1,073,298		516,324
		28,376,423		34,976,747
Long-term debt (note 7)		27,872,547		30,652,643
Sick leave benefit entitlements		2,705,847		3,050,823
Employee future benefits (note 14)		1,419,000		3,272,000
Deferred contributions (note 8):				
Capital assets		60,867,213		44,871,480
Expenses of future periods		7,780,823		10,044,738
		129,021,853		126,868,431
Net Assets:				
Unrestricted (note 9)		(6,095,924)		(8,041,329)
Internally restricted		12,498,102		8,503,169
Invested in capital assets (note 10)		44,276,456		39,669,599
Restricted for endowments (notes 2 and 16)		27,193,668		26,629,052
		77,872,302		66,760,491
	$	206,894,155	$	193,628,922

See accompanying notes to financial statements

APPROVED BY THE BOARD

.... Board Chair

.... President

Sheridan College Institute of Technology and Advanced Learning
Statement of Revenue and Expenditures

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

	2006	2005
REVENUE - Schedule 2		
Grants and reimbursements	$ 75,395,268	$ 68,180,560
Amortization of deferred contributions related to:		
Capital assets	4,029,987	4,022,986
Expenses of a future period	7,894,833	7,102,169
Student tuition	37,733,033	37,116,703
Ancilliary operations	9,562,110	11,324,988
Other	19,032,928	19,961,084
Gain (loss) on disposal of capital assets	(14,192)	(3,638)
	153,633,967	147,704,852
EXPENDITURE		
Academic - schedule 3	71,684,480	71,874,444
Student services - schedule 4	12,741,436	11,141,184
Administration - schedule 5	22,371,202	21,336,538
Property and plant - schedule 6	10,810,420	10,848,882
Supplementary - schedule 7	2,212,800	2,178,348
Ancillary operations - schedule 8	6,883,654	6,854,344
Research - schedule 9	1,486,014	1,525,375
Interest on capital leases	11,904	22,426
Vacation pay	252,571	469,310
Employee future benefits (recovery)	(1,853,000)	144,000
Sick leave benefit entitlements (recovery)	(344,976)	(200,445)
Amortization of capital assets	8,935,434	8,381,906
	135,191,939	134,576,312
Expenses of future periods:		
Awards and bursaries	5,736,110	6,010,112
Other	2,158,723	1,092,057
	7,894,833	7,102,169
	143,086,772	141,678,481
Excess of revenue over expenditures	$ 10,547,195	$ 6,026,371

See accompanying notes to financial statements.

Sheridan College Institute of Technology and Advanced Learning

Statement of Changes in Net Assets

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

	Invested in Capital Assets	Restricted for Endowments	Unrestricted including, research	Internally Restricted	2006 Total	2005 Total
Net assets, beginning of year:	$ 39,669,599	$ 26,629,052	$ (8,041,329)	$ 8,503,169	$ 66,760,491	$ 60,406,666
Excess of revenue over expenditures (expenditures over revenue) (note 10(b))	(4,919,639)		15,466,834		10,547,195	6,026,371
Endowment contributions, net		564,616			564,616	327,454
Investment in capital assets	3,279,188		(3,279,188)		-	-
Repayment of loan on capital leases	143,980		(143,980)		-	-
Repayment of long-term debt	2,635,893		(2,635,893)		-	-
Internal restrictions			(7,462,368)	7,462,368	-	-
Utilized	3,467,435			(3,467,435)	-	-
Net assets, end of year	$ 44,276,456	$ 27,193,668	$ (6,095,924)	$ 12,498,102	$ 77,872,302	$ 66,760,491

See accompanying notes to financial statements

Sheridan College Institute of Technology and Advanced Learning

Statement of Cash Flows

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

		2006		2005
Cash provided by (used in):				
Operating activities				
Excess of revenue over expenditures	$	**10,547,195**	$	6,026,371
Items not involving cash:				
Amortization of capital assets		**8,935,434**		8,381,906
Amortization of deferred contributions related to capital assets		**(4,029,987)**		(4,022,986)
Loss(gain) on disposal of capital assets		**14,192**		3,638
Employee future benefits		**(1,853,000)**		144,000
Sick leave benefit entitlements		**(344,976)**		(200,445)
Change in non-cash operating working capital (note 12)		**(7,888,847)**		(971,776)
Net increase/(decrease) in deferred contributions related to expenses of future periods		**(201,821)**		98,429
		5,178,190		9,459,137
Financing activities:				
Deferred contributions - capital assets		**17,963,626**		1,113,922
Endowment contributions		**564,616**		327,454
Repayment of long-term debt		**(3,124,291)**		(5,464,426)
Additions to long-term debt		**63,350**		315,114
		15,467,301		(3,707,936)
Investing activities:				
Repayment of notes receivable		**545,760**		580,626
Purchase of capital assets		**(16,519,464)**		(7,472,634)
Promissory note receivable		**344,430**		322,522
Student levy receivable		**(2,784,162)**		
		(18,413,436)		(6,569,486)
Increase(decrease) in cash and investments		**2,232,055**		(818,285)
Cash and investments, beginning of year		**59,599,911**		60,418,196
Cash and investments, end of year	$	**61,831,966**	$	59,599,911

See accompanying notes to financial statements

1. Significant accounting policies:

These financial statements are the representation of management and have been prepared in accordance with the "Governance and Accountability Framework for Universities and Colleges of Ontario," and generally accepted accounting principles in Canada.

(a) Revenue recognition:

Sheridan follows the deferral method of accounting for contributions, which include donations and government grants.

Under the Ministry of Training, Colleges and Universities ("Ministry"), Sheridan is funded by the Province of Ontario in accordance with budget arrangements established by the Ministry. Operating grants are recorded as revenue in the period to which they relate. Grants approved but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period. These financial statements reflect agreed arrangements approved by the Ministry with respect to the year ended March 31, 2006.

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.

Externally restricted contributions other than endowment contributions are recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis, at a rate corresponding with the amortization rate for the related capital assets.

Endowment contributions are recognized as direct increases in endowment net assets.

Restricted investment income is recognized as revenue in the year in which the related expenses are recognized. Unrestricted investment income is recognized as revenue when earned.

Deferred revenue consists of student fees paid in advance and other revenue where the offsetting expenditure will be incurred in the next fiscal year.

(b) Cash and investments:

Cash and investments consist of cash on hand, bank balances and short-term, highly liquid investments in money market and EFT pooled funds. Investments are recorded at the lower of cost and market value.

1. Significant accounting policies (continued):

(c) Capital assets:

Purchased capital assets are stated at cost. Contributed capital assets are recorded at fair value at the date of contribution. Repairs and maintenance costs are charged to expense. Betterments which extend the estimated life of an asset are capitalized. When a capital asset no longer contributes to Sheridan's ability to provide services, its carrying amount is written down to its residual value.

Capital assets are amortized on a straight-line basis using the following annual rates:

Building	2-1/2%
Leasehold improvements	Over term of lease
Furniture and fixtures	20%
Computer equipment	33-1/3%
Equipment and vehicles	20%
Major Equipment	10%
Software Implementation	14%

(d) Construction in progress:

Construction in progress includes interest and financing costs on funds borrowed or funds on hand and utilized for new construction. These costs are capitalized at the end of the construction period. Upon commencing use of the facility, capitalized construction costs are transferred to the various categories of capital assets and will be amortized on a basis consistent with similar assets.

(e) Employee future benefits:

The cost of post-retirement benefits is recognized over the periods in which the employee renders services to Sheridan in return for the benefits. The accrued benefit obligation and the current service cost were actuarially determined.

(f) Student organizations:

These financial statements do not reflect the assets, liabilities and results of the operations of the various student organizations which are independent of Sheridan.

1. Significant accounting policies (continued):

(g) Cost allocation:

The operating expenditures are reported as required by the Ministry's College Financial Information System ("CFIS"). As well, Sheridan has followed the cost allocation plan approved by the Council of Presidents of the Colleges of Applied Arts and Technology and endorsed by the Ministry.

Accordingly, direct costs are charged to programs and courses on an actual basis wherever possible.

(h) Internally restricted net assets:

Net assets, internally restricted by the College, are for initiatives approved by the Board of Governors, liabilities and other provisions.

(i) Use of estimates:

The preparation of financial statements 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 year. Actual results could differ from those estimates.

(j) Expendable funds, including bursaries/scholarships and student building fund:

These funds are contributed or pledged for specific purposes; the total funds received, including income earned, are expendable for the specific purpose outlined when the funds were donated.

(k) Endowment funds:

These funds are contributed for specific purposes; the principal sum must be held for investment while the income earned is expendable for the specific purpose(s) outlined when the funds were donated.

(l) Financial instruments:

Unless otherwise noted, it is management's opinion that the College is not exposed to significant interest, currency or credit risks arising from its financial instruments and their fair market value approximates their carrying value.

2. Cash and investments:

(a) Cash and investments include the following restricted amounts:

		2006		2005
Restricted (trust) funds	$	**7,780,823**	$	10,044,738
Restricted for endowment purposes (b)		**27,193,668**		26,629,052
		34,974,491		36,673,790
Due to student association		**1,073,298**		516,324
		36,047,789		37,190,114
Cash on hand and short-term investment		**25,784,177**		22,409,797
	$	**61,831,966**	$	59,599,911

At year end, Sheridan had $24,100,000 invested in money market and EFT pooled funds (market value - **$29,973,198**).

(b) Restricted for endowment purposes:

At March 31, 2006, the cumulative capital contribution totalled $27,103,516 (2005 - $26,600,654).

Total endowment funds	$	**27,193,668**
Cumulative capital contribution		**27,103,516**
Funds available for use	$	**90,152**

3. Promissory note receivable:

In January 2000, Sheridan and the Alumni Association and Sheridan Student Union Incorporated ("SSUI") entered into an agreement in connection with the Davis Student Centre. The promissory note is funded from future student levies approved by the SSUI.

The principal amount due within one year has been grouped with accounts receivable in the statement of financial position.

4. Student levy receivable:

In September 2005, a new gymnasium was constructed at the Davis Campus. Payment for the gymnasium will be provided by future student levies as approved by Sheridan Student Union Incorporated "SSUI".

The principal amount due within one year has been grouped with accounts receivable in the statement of financial position.

5. Capital assets:

	Cost	Accumulated Amortization	2006 Net Carrying Value	2005 Net Carrying Value
Land	$ 1,842,258	$ -	$ 1,842,258	$ 1,842,258
Building and leasehold improvements	145,072,760	40,998,949	104,073,811	97,099,738
Furniture and fixtures	6,996,922	4,966,140	2,030,782	1,962,691
Computer equipment	24,287,232	22,062,991	2,224,241	1,587,818
Equipment and vehicles	31,899,246	20,377,442	11,521,804	8,668,215
Construction in Progress	1,020,469	-	1,020,469	3,401,056
Software implementation	4,072,250	1,115,021	2,957,229	3,538,979
	$ 215,191,137	$ 89,520,543	$ 125,670,594	$ 118,100,755

6. Deferred revenue:

	2006	2005
Student fees and tuition	$ 4,605,098	$ 4,531,335
Ministry funding	990,985	7,488,645
Special projects	993,401	1,455,156
Residence	527,721	567,666
	$ 7,117,205	$ 14,042,802

7. Long-term debt:

	2006	2005
Student Centre and Residences:		
CIBC Loan facility paid with student fees for the Davis Student Centre with interest at 6.59%, principal to be repaid monthly commencing October 1999 to April 2012	**$2,617,462**	$2,961,892
Sun Life Loan facility (Davis Residence) with interest at 6.80%, principal to be repaid monthly commencing February 2002 to January 2027	**14,104,802**	14,404,668
Sun Life Loan facility (Trafalgar Residence) with interest at 6.41%, principal to be repaid semi-annually commencing September 1999 to September 2024	**12,162,397**	12,498,424
	28,884,661	29,864,984
Other:		
Capital leases with interest at 8.9% and due dates up to May 2005	-	7,188
Apple Financial Services capital leases with interest at 7.75% and due dates up to September 2006	**67,990**	196,317
Apple Financial Services capital leases with interest at 5.22% and due dates up to October 2008	**54,898**	-
SCAET loan from the Ministry, principal to be paid by January 15, 2007	**1,700,000**	3,700,000
	1,822,888	3,903,505
	30,707,549	33,768,489
Less principal amounts due within one year	**2,835,002**	3,115,846
	$27,872,547	$30,652,643

7. Long-term debt (continued):

The principal amounts due within one year have been included in accounts payable and accrued liabilities in the statement of financial position.

The long-term debt related to student centre and residences totaling $28,884,661 (2005 - $29,864,984) will be repaid from future student levies and resident fees. The loan from the Ministry is non-interest bearing. In lieu of interest under the loan agreement, Sheridan has agreed to forego certain grants.

The anticipated future annual payments under the loan facilities on a fiscal year basis are as follows:

	Capital leases	Loans	Total
2007	$ 92,287	$ 2,746,656	$ 2,838,943
2008	22,761	1,117,447	1,140,208
2009	13,277	1,193,076	1,206,353
2010		1,273,783	1,273,783
2011		1,359,974	1,359,974
Thereafter		22,893,725	22,893,725
Total minimum payments	128,325	30,584,661	30,712,986
Less amounts representing capital leases interest	5,437		5,437
Present value of net minimum payments	122,888	30,584,661	30,707,549
Less current portion of obligations included in accounts payable and accrued liabilities	88,346	2,746,656	2,835,002
Net present value of long-term outstanding obligations	$ 34,542	$ 27,838,005	$ 27,872,547

8. Deferred contributions:

(a) Capital assets:

Deferred capital contributions related to capital assets represent the unamortized amount of grants received for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the statement of revenue and expenditures.

8. Deferred contributions (continued)

	2006	2005
Balance, beginning of year	**$ 44,871,480**	$ 47,780,543
Amounts amortized to revenue	**(4,029,987)**	(4,022,986)
Transfer from Expenses of Future Periods	**2,062,094**	-
Contributions received	**17,963,626**	1,113,923
Balance, end of year	**$ 60,867,213**	$ 44,871,480

(b) Expenses of future periods:

Deferred contributions related to expenses of future periods represent unspent restricted grants and donations for bursary and other specific purposes.

	2006	2005
Balance at beginning of year	**$ 10,044,738**	$ 9,946,308
Amount recognized as revenue	**(5,902,517)**	(6,146,891)
Transfer to deferred Contributions capital assets	**(2,062,094)**	-
Amount received related to future periods	**5,700,696**	6,245,321
Balance, end of year	**$ 7,780,823**	$ 10,044,738

9. Unrestricted net assets:

	2006	2005
Unrestricted net assets prior to the under noted	**$ 3,974,782**	$ 3,974,782
Vacation pay	**(5,945,859)**	(5,693,288)
Employee future benefits	**(1,419,000)**	(3,272,000)
Sick leave benefit entitlements	**(2,705,847)**	(3,050,823)
	(10,070,706)	(12,016,111)
Unrestricted net assets	**$ (6,095,924)**	$ (8,041,329)

10. Invested in capital assets:

(a) The net book value of capital assets is financed by:

		2006		2005
Capital leases	$	**122,888**	$	203,505
Construction in Progress (financed by Sheridan)		**90,278**		2,750,469
Deferred contributions		**53,213,773**		44,871,480
Financed by Sheridan		**44,276,456**		39,669,599
Long-term debt:				
Residences		**26,267,199**		26,905,702
SCAET		**1,700,000**		3,700,000
	$	**125,670,594**	$	118,100,755

(b) The deficiency of revenue over expenditures related to investment in capital assets is calculated as follows:

		2006		2005
Deficiency of revenue over expenditures:				
Amortization of deferred capital contributions	$	**4,029,987**	$	4,022,986
Amortization of capital assets		**(8,935,434)**		(8,381,906)
Gain (loss) on disposal of capital assets		**(14,192)**		(3,638)
	$	**(4,919,639)**	$	(4,362,558)

11. Commitments:

(a) Leases

Sheridan's commitments to annual rental payments in the aggregate and in each of the next five years principally as a result of equipment leases are as follows:

		2006
2007	$	5,716,585
2008		1,968,867
2009		439,495
2010		88,903
2011		8,535
	$	8,222,385

11. Commitments (continued):

(b) Letter of credits

Sheridan has posted letter of credits, totaling $740,716, as security deposit with municipal governments in Halton and Peel regions relating to new building constructions at both the Davis and Trafalgar campuses.

12. Change in non-cash operating working capital:

		2006		2005
Grants receivable	$	**4,986,408**	$	(7,832,787)
Accounts receivable		**(6,549,750)**		(1,314,033)
Prepaid expenses		**(6,026)**		(17,940)
Accounts payable and accrued liabilities		**49,144**		808,560
Deferred revenue		**(6,925,597)**		7,745,997
Due to student association		**556,974**		(361,573)
	$	**(7,888,847)**	$	(971,776)

13. Prepaid leave plan

Deferred salaries in the amount of $3,085 (2005 - $35,984) result from the participation of certain employees in the prepaid leave plan, as defined by the Collective Agreement between the Ontario Council of Regents for Colleges and the Ontario Public Service Employees Union.

14. Employee future benefits other than pension:

a) The College pays certain benefits on behalf of its retired employees in addition to pension (note 9).

		2006		2005
Balance, beginning of year	$	**3,272,000**	$	3,128,000
Current service cost		**60,000**		117,000
Interest		**77,000**		133,000
Curtailment gain		**(1,831,000)**		61,000
Benefits paid		**(159,000)**		(167,000)
Balance, end of year	$	**1,419,000**	$	3,272,000

14. Employee future benefits other than pension (continued):

Details of the post employment benefits for Sheridan's portion in the College system plan are as follows:

b) Non-Pension Post-Retirement Benefits

Value of Assets		**As of March 31,2006**
Post-Employment Benefits-Premium Waived during LTD	$	225,000 *
Total Value of Assets	**$**	**225,000**

*Estimated based on Deposit Fund Statements provided as at January 31, 2005.

Accrued Benefit Obligations		**As of March 31, 2006**
Non-Pension Post-Retirement Benefits	$	752,000
Post Employment Benefits-Premium Waiver during LTD	$	315,000
Post Employment Benefits-Continuation of Medical and Dental Benefits during LTD	$	577,000
Total Accrued Benefit Obligation	**$**	**1,644,000**

Assumptions	
Interest (Discount) rate	5% per annum
Medical cost increase	Hospital: 5% per annum Drugs: 9% per annum in 2006, grading down to 5% in 2010 Other Medical: 5% per annum
Dental costs increase	4% per annum

15. Pension plans:

Employees are participants in the contributory retirement pension plans administered by the College of Applied Arts and Technology Pension Plan and the Ontario Teachers' Superannuation Fund. Under these arrangements, Sheridan makes contributions to these plans equal to those of the employees.

The amount contributed by Sheridan for the year ended March 31, 2006 totaled $ 4,464,394 (2005 - $4,206,492).

16. Ontario Student Opportunity Trust Fund and other endowments:

The Ministry requires Sheridan to include in its financial statements the following disclosures for its Ontario Student Opportunity Trust Funds ("OSOTF I" and "OSOTF II"), and Ontario Trust for Student Support (OTSS):

OSOTF I

Schedule of changes in endowed funds related to OSOTF I within the Endowment Fund balance for the year ended March 31, 2006:

		2006		2005
Fund balance, beginning of year	$	**25,258,608**	$	25,258,608
Cash donations received		**-**		-
Fund balance, end of year	$	**25,258,608**	$	25,258,608

Schedule of changes in expendable funds related to OSOTF I available for awards for the year ended March 31, 2006:

		2006		2005
Balance, beginning of year	$	**2,707**	$	169,898
Realized investment income (loss), net of direct investment-related expenses		**1,934,657**		695,117
Bursaries awarded (2006 - 1,160 ; 2005 - 711)		**(1,891,178)**		(862,308)
Balance, end of year	$	**46,186**	$	2,707

OSOTF II

Schedule of changes in endowed funds related to OSOTF II within the Endowment Fund balance for the year ended March 31, 2006:

		2006		2005
Fund balance, beginning of year	$	**583,590**	$	187,953
Cash donations received		**31,559**		395,637
Fund balance, end of year	$	**615,149**	$	583,590

16. Ontario Student Opportunity Trust Fund and other endowments (continued):

Schedule of changes in expendable funds related to OSOTF II available for awards for the year ended March 31, 2006:

		2006		2005
Balance, beginning of year	$	6,403	$	444
Realized investment income (loss), net of direct investment-related expenses		11,961		5,959
Bursaries awarded		-		-
Balance, end of year	$	18,364	$	6,403

OTSS

Schedule of changes in endowed funds related to OTSS within the Endowment Fund balance for the year ended March 31, 2006:

		2006		2005
Fund balance, beginning of year	$	-	$	-
Cash donations received		422,837		-
Fund balance, end of year	$	422,837	$	-

Schedule of changes in expendable funds related to OTSS available for awards for the year ended March 31, 2006:

		2006		2005
Balance, beginning of year	$	-	$	-
Realized investment income (loss), net of direct investment-related expenses		518		-
Bursaries awarded		-		-
Balance, end of year	$	518	$	-

16. Ontario Student Opportunity Trust Fund and other endowments (continued):

Total Endowment fund balance is comprised of:

		2006		2005
Endowed fund related to OSOTF I, OSOTF II and OTSS within Endowment fund	**$**	**26,296,594**	$	25,842,196
Expendable funds available for OSOTF awards		**65,069**		9,111
		26,361,663		25,851,307
Other endowed funds		**832,005**		777,745
Endowment fund balance, end of year	**$**	**27,193,668**	$	26,629,052

17. Contingent liability

Sheridan has received a claim related to building construction. Management has estimated certain costs related to this claim and have accrued them accordingly. Any differences between the amounts accrued and paid will be accounted for in the year of resolution. In the event the claim is successful, management believes that such claim is not expected to have a material adverse effect on Sheridan's financial position and results of operations.

18. Lease-to-own mobile program related receivable and payable

In 2005, Sheridan introduced a lease-to-own option for laptops for mobile program students. At March 31, 2006, an amount of $2,651,808 was included in Accounts Receivable to reflect the students' remaining obligations for their lease-to-own laptops and a corresponding amount in Accounts Payable for the remaining obligations to suppliers.

Sheridan College Institute of
Technology and Advanced Learning

Schedule 1 - Restricted (Trust) Fund Balances

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

					2006	2005
	Endowment Fund (note 2 (b))	Bursaries and Scholarships	Other	Student Centre	Total	Total
Balance, beginning of year	$ 26,629,052	$ 1,082,728	$ 7,705,939	$ 1,256,071	$ 36,673,790	$ 36,247,905
Receipts:						
Donations	291,444	808,396	3,578,951	790,132	5,468,923	3,273,449
Interest	2,054,070	1,550	30,596	15,422	2,101,638	834,606
Tuition reinvestment fund contributions		3,300,589			3,300,589	3,163,775
Other	211,418				211,418	256,224
	2,556,932	4,110,535	3,609,547	805,554	11,082,568	7,528,054
	29,185,984	5,193,263	11,315,486	2,061,625	47,756,358	43,775,959
Disbursements:						
Awards	1,906,853	3,809,222	20,035		5,736,110	6,010,112
Other	85,463	572,374	4,970,885	1,417,035	7,045,757	1,092,057
	1,992,316	4,381,596	4,990,920	1,417,035	12,781,867	7,102,169
Balance, end of year	$ 27,193,668	$ 811,667	$ 6,324,566	$ 644,590	$ 34,974,491	$ 36,673,790

Sheridan College Institute of Technology and Advanced Learning

Schedule 2 - Revenue

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

	2006	2005
Grants and reimbursements:		
Post-secondary	**$ 67,635,867**	$ 59,774,884
Job Connect	**2,367,731**	2,371,470
Ontario Basic Skills	**1,195,636**	1,116,042
Capital grants	**851,043**	1,088,346
Municipal taxes	**843,000**	845,475
Apprenticeship	**1,623,844**	1,575,813
Sick leave gratuities	**-**	266,883
Canadian Job Strategies	**878,147**	1,141,647
	75,395,268	68,180,560
Amortization of deferred contributions related to:		
Capital assets	**4,029,987**	4,022,986
Expenses of a future period	**7,894,833**	7,102,169
	11,924,820	11,125,155
Student tuition:		
Full-time	**29,945,274**	29,547,471
Part-time	**7,787,759**	7,569,232
	37,733,033	37,116,703
Ancillary operations:		
Bookstores	**600,560**	544,339
Cafeteria commission	**345,000**	379,395
Residence	**4,387,042**	4,118,468
Other	**2,546,287**	4,558,288
Parking	**1,683,221**	1,724,498
	9,562,110	11,324,988
Other:		
Research	**1,094,374**	635,355
Daycare	**1,058,814**	986,886
Bank interest	**1,068,577**	831,172
Client services	**526,606**	385,590
Ancillary fees and other	**6,208,239**	7,230,539
Student IT and mobile fees	**9,076,318**	9,891,542
	19,032,928	19,961,084
Gain(loss) on disposal of capital assets	**(14,192)**	(3,638)
	$ 153,633,967	$ 147,704,852

Sheridan College Institute of Technology and Advanced Learning

Schedule 3 - Academic Expenditures

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

	2006	2005
Salaries		
Administration	$ 3,713,564	$ 3,398,621
Faculty	36,203,921	35,756,931
Support	8,484,789	7,904,934
Fringe benefits	8,135,359	8,119,085
	56,537,633	55,179,571
Instructional furniture, equipment and computer rental	6,956,691	9,086,076
Instructional supplies	2,760,571	2,656,342
Office supplies	1,451,577	1,200,135
Instructional and EDP equipment maintenance	480,930	354,278
Building and general maintenance	304,962	215,439
Other contracted and professional services	1,059,979	1,051,454
Miscellaneous	228,674	319,282
Promotion and public relations	156,699	412,926
Sick leave gratuities	474,026	353,809
Non-instructional furniture, equipment and computer rental	110,235	104,561
Contract teaching	580,382	310,109
Premises rent	217,703	254,563
Travel and conference	194,443	233,327
Professional development	70,417	58,479
Telephone	63,397	47,678
Memberships	36,161	36,415
	15,146,847	16,694,873
	$ 71,684,480	$ 71,874,444

Sheridan College Institute of Technology and Advanced Learning

Schedule 4 - Student Services Expenditures

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

	2006	2005
Salaries		
Administration	$ 1,507,906	$ 1,215,202
Faculty	547,589	486,192
Support	6,014,870	5,625,411
Fringe benefits	1,657,681	1,590,254
	9,728,046	8,917,059
Promotion, public relations and brochures	900,174	689,325
Office supplies	509,949	557,246
Miscellaneous	349,458	265,846
Memberships and dues	193,762	105,987
Travel and conference	237,537	100,366
Non-instructional furniture, equipment and computer rental	72,286	78,577
Contracted services	204,444	364,633
Instructional supplies	517,820	33,975
Telephone	11,210	10,391
Equipment maintenance	389	3,084
Professional development	16,361	14,695
	3,013,390	2,224,125
	$ 12,741,436	$ 11,141,184

Sheridan College Institute of Technology and Advanced Learning

Schedule 5 - Administration Expenditures

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

	2006	2005
Salaries		
Administration	$ 3,636,440	$ 3,662,533
Support	6,143,471	5,985,897
Fringe benefits	1,862,368	1,884,074
	11,642,279	11,532,504
Non-instructional furniture, equipment and computer rental	3,328,168	3,006,956
Contract services	1,777,033	1,630,303
Bad debts	224,206	458,861
Office supplies	558,341	562,998
Consulting and professional fees	550,455	337,805
Postage and courier	785,194	602,268
Insurance	661,232	717,502
Bank charges	484,816	509,636
Telephone	347,765	292,489
Professional development	349,068	323,407
Promotion and public relations	941,523	275,253
Memberships and dues	157,497	287,098
Equipment maintenance	171,364	392,863
Miscellaneous cost	44,920	18,060
Travel and conference	93,866	89,145
Building and general maintenance	10,745	6,694
Interest on long-term debt	-	158,230
Staff employment	228,767	120,456
Vehicle	13,963	14,010
	10,728,923	9,804,034
	$ 22,371,202	$ 21,336,538

Sheridan College Institute of Technology and Advanced Learning

Schedule 6 - Property and Plant Expenditures

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

	2006	2005
Salaries		
Administration	$ 263,112	$ 200,466
Support	1,221,261	1,227,311
Fringe benefits	305,844	281,713
	1,790,217	1,709,490
Building and equipment maintenance	2,942,087	3,182,701
Premises rent	1,105,702	1,111,361
Contract cleaning services	1,202,604	1,153,721
Security services	799,062	710,674
Utilities and services:		
Electric	1,878,910	1,549,518
Heating	741,256	675,284
Refuse removal	123,270	105,887
Water	134,201	132,971
Office supplies	186,843	182,231
Miscellaneous	(150,027)	188,704
Professional fees	4,621	89,800
Vehicle	28,652	35,500
Travel and conference	7,455	7,400
Memberships and dues	4,100	3,822
Professional development	1,647	1,614
Non-instructional furniture, equipment and computer rental	9,820	8,204
	9,020,203	9,139,392
	$ 10,810,420	$ 10,848,882

Sheridan College Institute of Technology and Advanced Learning

Schedule 7 - Supplementary Expenditures

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

		2006		2005
Training stipends:				
Reimbursements	**$**	**1,242,734**	$	1,268,709
Allowances		**36,618**		25,122
Municipal taxes		**843,000**		845,475
Premises rent		**86,348**		34,942
Audit and professional fees		**4,100**		4,100
	$	**2,212,800**	$	2,178,348

Sheridan College Institute of Technology and Advanced Learning
Schedule 8 - Ancillary Operations Expenditures
Year ended March 31, 2006, with comparative figures for 2005

	2006	2005
Salaries		
Administration	$ 156,662	$ 149,297
Faculty	10,567	4,104
Support	1,204,878	1,138,504
Fringe benefits	321,941	325,135
	1,694,048	1,617,040
Bank charges and long-term debt interest	1,816,732	1,848,942
Building and general maintenance	518,791	763,768
Professional fees	796,283	703,040
Utilities	534,762	559,662
Contract services	366,842	388,776
Non-instructional furniture, equipment and computer rental	158,993	239,886
Promotion and public relations	99,884	85,317
Office supplies	241,099	173,804
Miscellaneous	341,795	190,837
Telephone	85,771	85,079
Travel	103,094	92,026
Vehicle	42,481	34,682
Premises rent	20,379	25,271
Refuse removal	25,225	21,113
Equipment maintenance	21,136	10,991
Membership and dues	8,535	7,018
Insurance	7,804	7,092
	5,189,606	5,237,304
	$ 6,883,654	$ 6,854,344

Sheridan College Institute of Technology and Advanced Learning

Schedule 9 - Research Expenditures

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

		2006		2005
Salaries				
Administration	**$**	**97,926**	$	128,375
Faculty		**274,915**		308,619
Support		**493,518**		600,333
Fringe benefits		**118,997**		142,819
		985,356		1,180,146
Contract services		**287,058**		237,654
Miscellaneous		**4,290**		1,462
Office supplies		**87,946**		69,004
Travel		**95,065**		21,751
Promotion		**12,062**		3,053
Professional development		**2,055**		3,443
Professional fees		**7,673**		2,115
Memberships and dues		**1,256**		2,901
Telephone		**1,813**		1,274
Non-instructional furniture, equipment and computer rental		**1,440**		2,572
		500,658		345,229
	$	**1,486,014**	$	1,525,375