Financial Statements and Supplementary Information of

SHERIDAN COLLEGE INSTITUTE OF TECHNOLOGY AND ADVANCED LEARNING

Year ended March 31, 2007

SHERIDAN COLLEGE INSTITUTE OF TECHNOLOGY AND ADVANCED LEARNING
Index of Financial Statements and Schedules
Year ended March 31, 2007

BDO Dunwoody LLP
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Auditors' Report

To the Board of Governors
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, 2007 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, 2007 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, Licensed Public Accountants
Hamilton, Ontario
May 16, 2007

Sheridan College Institute of Technology and Advanced Learning

Statement of Financial Position

March 31, 2007

		2007		2006 (Restated - Note 3)
Assets				
Current assets				
Cash and investments (note 4)	$	**67,719,705**	$	61,831,966
Grants receivable		**1,573,402**		3,546,847
Accounts receivable		**8,152,573**		10,605,722
Prepaid expenses		**293,137**		66,791
		77,738,817		76,051,326
Promissory note receivable (note 5)		**1,995,261**		2,388,073
Student levy receivable (note 6)		**2,744,621**		2,784,162
Capital assets (note 7)		**136,720,733**		125,670,594
	$	**219,199,432**	$	206,894,155
Liabilities, Deferred Contributions and Net Assets				
Current liabilities:				
Accounts payable and accrued liabilities	$	**19,284,859**	$	20,185,920
Deferred revenue (note 8)		**9,834,900**		11,300,826
Due to student association (note 4a)		**1,178,139**		1,073,298
		30,297,898		32,560,044
Long-term debt (note 9)		**30,011,398**		27,872,547
Sick leave benefit entitlements		**2,510,004**		2,705,847
Employee future benefits (note 14a)		**1,155,000**		1,419,000
Deferred contributions (note 10):				
Capital assets		**57,938,814**		60,867,213
Expenses of future periods		**9,675,568**		7,780,823
		131,588,682		133,205,474
Net Assets:				
Unrestricted:				
Operating		**7,257,462**		(208,839)
Vacation pay accrual		**(6,566,127)**		(5,945,859)
Employee future benefits accrual (Note 14a)		**(1,155,000)**		(1,419,000)
Vested sick-leave benefit accrual		**(2,510,004)**		(2,705,847)
		(2,973,669)		(10,279,545)
Internally restricted		**12,498,102**		12,498,102
Invested in capital assets (note 11)		**50,347,482**		44,276,456
Restricted for endowments (notes 4 and 16)		**27,738,835**		27,193,668
		87,610,750		73,688,681
	$	**219,199,432**	$	206,894,155

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, 2007

		2007		2006
				(Restated - Note 3)
REVENUE - Schedule 2				
Grants and reimbursements	$	**81,761,671**	$	75,395,268
Amortization of deferred contributions related to:				
Capital assets		**4,128,793**		4,029,987
Expenses of a future period		**4,715,999**		5,902,517
Endowment fund interest		**1,067,026**		1,992,316
Student tuition		**43,156,505**		35,448,700
Ancillary operations		**10,759,707**		9,562,110
Other		**20,674,484**		19,032,928
Gain (loss) on disposal of capital assets		**(372)**		(14,192)
		166,263,813		151,349,634
EXPENDITURES				
Academic - schedule 3		**78,594,003**		71,684,480
Student services - schedule 4		**13,370,616**		12,741,436
Administration - schedule 5		**23,782,419**		22,371,202
Property and plant - schedule 6		**11,364,481**		10,810,420
Supplementary - schedule 7		**2,169,716**		2,212,800
Ancillary operations - schedule 8		**6,945,820**		6,883,654
Research - schedule 9		**1,536,077**		1,486,014
Interest on capital leases		**20,310**		11,904
Vacation pay		**620,270**		252,571
Employee future benefits (recovery)		**(264,000)**		(1,853,000)
Sick leave benefit entitlements (recovery)		**(195,843)**		(344,976)
Amortization of capital assets		**9,160,017**		8,935,434
		147,103,886		135,191,939
Other Expenses Related to Deferred Contributions:				
Awards and bursaries		**4,232,016**		5,736,110
Other		**1,551,009**		2,158,723
		5,783,025		7,894,833
		152,886,911		143,086,772
Excess of revenue over expenditures	$	**13,376,902**	$	8,262,862

See accompanying notes to financial statements.

Sheridan College Institute of
Technology and Advanced Learning
Statement of Changes in Net Assets

Year ended March 31, 2007

				2007	2006
					(Restated - Note 3)
	Invested in Capital Assets	Restricted for Endowments	Unrestricted including research	Internally Restricted	Total	Total
Balance, Beginning of the Year as previously reported	$ 44,276,456	$ 27,193,668	$ (6,095,924)	$ 12,498,102	$ 77,872,302	$ 66,760,491
Prior Period Adjustment (Note 3)	-	-	(4,183,621)	-	(4,183,621)	(1,899,288)
	$ 44,276,456	$ 27,193,668	$ (10,279,545)	$ 12,498,102	$ 73,688,681	$ 64,861,203
Excess of revenue over expenditures (expenditures over revenue) (note 11(b))	(5,031,596)	-	18,408,498	-	13,376,902	8,262,862
Endowment contributions receipts	-	1,612,193	-	-	1,612,193	2,556,932
Endowment contributions disbursements		(1,067,026)			(1,067,026)	(1,992,316)
Investment in capital assets	8,543,879	-	(8,543,879)	-	-	-
Repayment of loan on capital leases	179,926	-	(179,926)	-	-	-
Repayment of long-term debt	2,378,817	-	(2,378,817)	-	-	-
Net assets, end of year	$ 50,347,482	$ 27,738,835	$ (2,973,669)	$ 12,498,102	$ 87,610,750	$ 73,688,681

See accompanying notes to financial statements

Sheridan College Institute of Technology and Advanced Learning

Statement of Cash Flows

Year ended March 31, 2007

		2007		2006
				(Restated - Note3)
Cash provided by (used in):				
Operating activities				
Excess of revenue over expenditures	$	**13,376,902**	$	8,262,862
Items not involving cash:				
Amortization of capital assets		**9,160,017**		8,935,434
Amortization of deferred contributions related to capital assets		**(4,128,793)**		(4,029,987)
Loss (gain) on disposal of capital assets		**372**		14,192
Employee future benefits		**(264,000)**		(1,853,000)
Sick leave benefit entitlements		**(195,843)**		(344,976)
Change in non-cash operating working capital (note 13)		**3,363,626**		(5,604,514)
Net increase/(decrease) in deferred contributions related to expenses of future periods		**1,894,745**		(201,821)
		23,207,026		5,178,190
Financing activities:				
Deferred contributions - capital assets		**1,200,394**		17,963,626
Endowment contributions		**545,167**		564,616
Repayment of long-term debt		**(2,966,111)**		(3,124,291)
Additions to long-term debt		**3,704,422**		63,350
		2,483,872		15,467,301
Investing activities:				
Repayment of notes receivable		**-**		545,760
Purchase of capital assets		**(20,210,526)**		(16,519,464)
Promissory note receivable		**367,827**		344,430
Student levy receivable		**39,541**		(2,784,162)
		(19,803,158)		(18,413,436)
Net Cash Inflow		**5,887,739**		2,232,055
Cash and investments, beginning of year		**61,831,966**		59,599,911
Cash and investments, end of year	$	**67,719,705**	$	61,831,966

See accompanying notes to financial statements

1. Description of Organization:

Sheridan College Institute of Technology and Advanced Learning, established in 1967, is an Ontario college of applied arts and technology duly established pursuant to Ontario Regulation 34/03 made under the Ontario Colleges of Applied Arts and Technology Act, 2002. By Ontario Regulation 33/03, which was filed and came into effect on February 11, 2003, the name of the College was changed to The Sheridan College Institute of Technology and Advanced Learning. The College is an agency of the Crown and provides postsecondary and vocationally oriented education and training in areas such as animation, arts and design, applied computing and engineering sciences, business, and community and liberal studies.

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

2. 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, 2007.

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. Tuition fees are recognized as revenue when earned through the provision of service. Tuition fees are deferred to the extent that the related courses provided extend beyond the fiscal year of the College.

2. Significant accounting policies (continued):

(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.

(c) Capital assets:

Purchased capital assets are stated at cost less accumulated amortization. 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) Vacation Pay

The College recognizes vacation pay as an expense on the accrual basis.

(f) Vested Sick Leave

The College has provided for vested sick leave benefits during the year. Eligible employees, after 10 years of service, are entitled to receive 50% of their accumulated sick leave credit on termination or retirement to a maximum 6 months salary. The program to accumulate sick leave credits ceased for employees hired after March 31, 1991.

2. Significant accounting policies (continued):

(g) 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.

(h) 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.

(i) 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.

(j) Internally restricted net assets:

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

(k) 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.

(l) 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.

(m) 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.

(n) 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.

3. Prior Period Adjustment

The financial statements of the prior year have been restated to reflect a change in the accounting treatment with respect to the recognition of tuition revenue. The new treatment now recognizes tuition revenue in the fiscal year in which it is earned through the provision of service. This change has been applied retroactively. As a result of this change, 2006 end of year unrestricted net assets have been reduced by $4,183,621, 2006 tuition revenue has been decreased by $2,284,333 and 2006 deferred revenue has been increased by $4,183,621.

4. Cash and investments:

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

		2007		2006
Restricted (trust) funds	$	9,675,568	$	7,780,823
Restricted for endowment purposes (b)		27,738,835		27,193,668
		37,414,403		**34,974,491**
Due to student association		1,178,139		1,073,298
		38,592,542		**36,047,789**
Cash on hand and short-term investment		29,127,163		25,784,177
	$	**67,719,705**	$	**61,831,966**

Included in cash and investments are Bankers Acceptances with an interest rate of 4.3% for $19,853,400 and $9,963,900 with respective maturity dates of April 9, 2007 and April 16, 2007.

At year end, Sheridan had $ 25,873,756 invested in money market and EFT pooled funds (market value - $ 30,312,134).

(b) Restricted for endowment purposes:

At March 31, 2007, the cumulative capital contribution totalled $ 27,478,352 (2006 - $ 27,103,516).

Total endowment funds	$	**27,738,835**
Cumulative capital contribution		**27,478,352**
Funds avalaible for use	$	**260,483**

5. Promissory note receivable:

In January 2000, Sheridan and the 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.

6. 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.

7. Capital assets:

			2007	2006
	Cost	Accumulated Amortization	Net Carrying Value	Net Carrying Value
Land	$ 2,893,317	$ -	$ 2,893,317	$ 1,842,258
Buildings	154,824,397	43,591,167	$ 111,233,230	103,998,654
Leasehold improvements	1,175,139	1,130,045	45,094	75,157
Furniture and fixtures	7,599,268	5,699,298	1,899,970	2,030,782
Computer equipment	24,111,855	22,565,541	1,546,314	2,224,241
Major equipment, equipment and vehicles	35,399,748	23,392,941	12,006,807	11,521,804
Construction in progress	4,769,001	-	4,769,001	1,020,469
Software implementation	4,072,250	1,745,250	2,327,000	2,957,229
	$ 234,844,975	$ 98,124,242	$ 136,720,733	$ 125,670,594

During the year, the College acquired capital assets at an aggregated cost of $20,210,526 (2006 - $16,519,464). Of this amount, $680,423 (2006 - $63,350) was financed by means of capital leases, $5,379 (2006 - $1,012,225) was gift in kind donation, and the remaining $19,524,724 (2006 - $15,443,889) was purchased with cash.

Construction in progress represents costs incurred to date on the Davis Centre for Healthy Communities. Once the construction has been completed, the total cost will be re-classified to capital assets and amortization will commence.

8. Deferred revenue:

	2007	2006 (Restated - Note 3)
Student fees and tuition	$ 7,340,433	$ 8,788,719
Ministry funding	697,367	990,985
Special projects	1,248,775	993,401
Residence	548,325	527,721
	$ 9,834,900	$ 11,300,826

9. Long-term debt:

		2007	2006
Student Centre and Residences:			
CIBC Loan facility paid with student fees for the Davis Student Centre with interest at 6.59%, total principal of $4,500,000 to be repaid monthly commencing October 1999 to April 2012	$	**2,249,635**	$2,617,462
Sun Life Loan facility (Davis Residence) with interest at 6.80%, total principal of $15,250,000 to be repaid monthly commencing February 2002 to January 2027		**13,783,905**	14,104,802
Sun Life Loan facility (Trafalgar Residence) with interest at 6.41%, total principal of $13,610,000 to be repaid semi-annually commencing September 1999 to September 2024		**11,804,485**	12,162,397
Canada Life Loan facility (Davis Gymnasium) with interest at 5.47%, total principal of $3,024,000 to be repaid semi-annually commencing December 2006 to December 2027.		**2,984,459**	-
		30,822,484	28,884,661
Other:			
Apple Financial Services capital leases with interest at 7.75% and due dates up to September 2006		-	67,990
Apple Financial Services capital leases with interest at 5.22% and due dates up to October 2008		**34,520**	54,898
SCAET loan from the Ministry, principal to be paid by January 15, 2007		-	1,700,000
Apple Financial Services capital leases with interest at 4.92% and due dates up to August 2009		**308,616**	-
Macquarie Capital Lease with interest at 8.44% and due dates up to December 2009		**280,240**	-
		623,376	1,822,888
		31,445,860	30,707,549
Less principal amounts due within one year		**1,434,462**	2,835,002
		$30,011,398	$27,872,547

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

9. Long-term debt (continued):

The long-term debt related to student centre, residences and the Davis gymnasium totaling $ 30,822,484 (2006 - $ 28,884,661) will be repaid from future student levies and resident fees.

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

		Capital leases		Loans		Total
2008	$	272,993	$	1,195,234	$	1,468,227
2009		263,509		1,275,190		1,538,699
2010		142,447		1,360,460		1,502,907
2011				1,451,446		1,451,446
2012				1,548,547		1,548,547
Thereafter				23,991,607		23,991,607
Total minimum payments		**678,949**		**30,822,484**		**31,501,433**
Less amounts representing capital leases interest		(55,573)				(55,573)
Present value of net minimum payments		**623,376**		**30,822,484**		**31,445,860**
Less current portion of obligations included in accounts payable and accrued liabilities		(239,228)		(1,195,234)		(1,434,462)
Net present value of long-term outstanding obligations	**$**	**384,148**	**$**	**29,627,250**	**$**	**30,011,398**

10. 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.

		2007		2006
Balance, beginning of year	**$**	**60,867,213**	$	44,871,480
Amounts amortized to revenue		**(4,128,793)**		(4,029,987)
Transfer from Expenses of Future Periods		**-**		2,062,094
Contributions received		**1,200,394**		17,963,626
Balance, end of year	**$**	**57,938,814**	$	60,867,213

10. Deferred contributions (continued):

(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.

		2007		2006
Balance at beginning of year	$	**7,780,823**	$	10,044,738
Amount recognized as revenue		**(4,715,999)**		(5,902,517)
Transfer to deferred contributions capital assets		**-**		(2,062,094)
Amount received related to future periods		**6,610,744**		5,700,696
Balance, end of year	$	**9,675,568**	$	7,780,823

11. Invested in capital assets:

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

		2007		2006
Capital leases	$	**623,376**	$	122,888
Construction in progress (financed by Sheridan)		**4,769,001**		90,278
Deferred contributions		**55,392,483**		53,213,773
Financed by Sheridan		**50,347,482**		44,276,456
Long-term debt:				
Residences		**25,588,391**		26,267,199
SCAET		**-**		1,700,000
	$	**136,720,733**	$	125,670,594

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

		2007		2006
Deficiency of revenue over expenditures:				
Amortization of deferred capital contributions	$	**4,128,793**	$	4,029,987
Amortization of capital assets		**(9,160,017)**		(8,935,434)
Gain (loss) on disposal of capital assets		**(372)**		(14,192)
	$	**(5,031,596)**	$	(4,919,639)

12. 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:

	2007
2008	$ 4,477,253
2009	2,923,668
2010	1,255,737
2011	247,186
2012	157,940
	$ 9,061,784

(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.

13. Change in non-cash operating working capital:

	2007	2006 (Restated - Note 3)
Grants receivable	**$ 1,973,445**	$ 4,986,408
Accounts receivable	**2,478,135**	(6,549,750)
Prepaid expenses	**(226,346)**	(6,026)
Accounts payable and accrued liabilities	**499,477**	49,144
Deferred revenue	**(1,465,926)**	(4,641,264)
Due to student association	**104,841**	556,974
	$ 3,363,626	$ (5,604,514)

14. Employee future benefits other than pension:

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

		2007		2006
Balance, beginning of year	**$**	**1,419,000**	$	3,272,000
Current service cost		**12,000**		60,000
Interest		**36,000**		77,000
Curtailment gain		**(177,000)**		(1,831,000)
Benefits paid		**(135,000)**		(159,000)
Balance, end of year	**$**	**1,155,000**	$	1,419,000

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, 2007**
Post-Employment Benefits-Premium Waived during LTD	**$**	**209,000** *
Total Value of Assets	**$**	**209,000**

*Estimated based on Deposit Fund Statements provided as at January 31, 2007.

Accrued Benefit Obligations		**As of March 31, 2007**
Non-Pension Post-Retirement Benefits	**$**	**665,000**
Post Employment Benefits-Premium Waived during LTD		**123,000**
Post Employment Benefits-Continuation of Medical and Dental Benefits during LTD		**576,000**
Total Accrued Benefit Obligation	**$**	**1,364,000**

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

Assumptions	
Interest (Discount) rate	5% per annum for April 2006 to March 2007 expense determination 4.85% per annum for March 31, 2007 funded status
Medical cost increase	5% per annum as at March 31, 2006 4.85% per annum as at March 31, 2007 Hospital: 5% per annum Drugs: 9% per annum in 2006, grading down to 5% in 2010
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, 2007 totaled $4,688,383 (2006 – $4,464,394).

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):

<u>*OSOTF I*</u>

Schedule of changes in endowed funds related to OSOTF I within the Endowment Fund balance for the year ended March 31, 2007 (schedule based on book value):

	2007	2006
Fund balance, beginning of year	**$ 25,258,608**	$ 25,258,608
Cash donations received	**-**	-
Preservation of capital	**-**	-
Fund balance, end of year	**$ 25,258,608**	$ 25,258,608

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

Schedule of changes in expendable funds related to OSOTF I available for awards for the year ended March 31, 2007 (schedule based on book value):

		2007		2006
Balance, beginning of year	$	**46,186**	$	2,707
Realized investment income (loss), net of direct investment-related expenses and preservation of capital contributions		**1,099,600**		1,934,657
Bursaries awarded (2007 - 908; 2006 - 1160)		**(950,790)**		(1,891,178)
Balance, end of year	$	**194,996**	$	46,186
Endowment total based on book value	$	**25,453,604**	$	25,304,794

The market value of the endowment as at March 31, 2007 was $29,858,092.

OSOTF II

Schedule of changes in endowed funds related to OSOTF II within the Endowment Fund balance for the year ended March 31, 2007 (schedule based on book value):

		2007		2006
Fund balance, beginning of year	$	**615,149**	$	583,590
Cash donations received		**25**		33,860
Unmatched cash donations transferred to OTSS		**-**		(2,301)
Preservation of capital		**-**		-
Fund balance, end of year	$	**615,174**	$	615,149

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, 2007 (schedule based on book value):

		2007		2006
Balance, beginning of year	$	**18,364**	$	6,403
Realized investment income (loss), net of direct investment-related expenses and preservation of capital contributions		**(885)**		11,961
Bursaries awarded (2007 - 17; 2006 - 0)		**(10,000)**		-
Balance, end of year	$	**7,479**	$	18,364
Endowment total based on book value	**$**	**622,653**	$	633,513

The market value of the endowment as at March 31, 2007 was $ 656,516.

OTSS

Schedule of changes in endowed funds related to OTSS within the Endowment Fund balance for the year ended March 31, 2007 (schedule based on book value):

		2007		2006
Fund balance, beginning of year	$	**422,837**	$	-
Cash donations received		**185,086**		211,419
Adjustment to cash donations		**(17,550)**		-
Matching funds from MTCU		**185,087**		211,418
MTCU matching funds returned to province		**(17,550)**		-
Preservation of capital		**-**		-
Fund balance, end of year	$	**757,910**	$	422,837

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

Schedule of changes in expendable funds related to OTSS available for awards for the year ended March 31, 2007 (schedule based on book value):

		2007		2006
Balance, beginning of year	$	**518**	$	-
Realized investment income (loss), net of direct investment-related expenses and preservation of capital contributions		**15,875**		518
Bursaries awarded (2007 - 11; 2006 - 0)		**(5,700)**		-
Balance, end of year	$	**10,693**	$	518
Endowment total based on book value	$	**768,603**	$	423,355

The market value of the endowment as at March 31, 2007 was $768,603.

Total Endowment fund balance is comprised of:

		2007		2006
Endowed fund related to OSOTF I, OSOTF II and OTSS within Endowment fund	$	**26,631,692**	$	26,296,594
Expendable funds available for OSOTF awards		**213,168**		65,069
		26,844,860		26,361,663
Other endowed funds		**893,975**		832,005
Endowment fund balance, end of year	$	**27,738,835**	$	27,193,668

17. 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, 2007, an amount of $373,935 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
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Schedule 1 - Restricted (Trust) Fund Balances

Year ended March 31, 2007

	Endowment Fund (note 4 (b))	Bursaries and Scholarships	Other	Student Centre	2007 Total	2006 Total
Balance, beginning of year	$ 27,193,668	$ 811,667	$ 6,324,566	$ 644,590	$ 34,974,491	$ 36,673,790
Receipts:						
Donations	207,298	1,201,208	1,049,031	1,031,734	3,489,271	5,468,923
Interest	1,237,358	2,462	31,615	24,124	1,295,559	2,101,638
Tuition reinvestment fund contributions		3,270,572			3,270,572	3,300,589
Other	167,537				167,537	211,418
	1,612,193	4,474,242	1,080,646	1,055,858	8,222,939	11,082,568
	28,805,861	5,285,909	7,405,212	1,700,448	43,197,430	47,756,358
Disbursements:						
Awards	979,650	3,215,527	36,839	-	4,232,016	5,736,110
Other	87,376	533,553	224,066	706,016	1,551,011	7,045,757
	1,067,026	3,749,080	260,905	706,016	5,783,027	12,781,867
Balance, end of year	$ 27,738,835	$ 1,536,829	$ 7,144,307	$ 994,432	$ 37,414,403	$ 34,974,491

Sheridan College Institute of Technology and Advanced Learning

Schedule 2 - Revenue

Year ended March 31, 2007

	2007	2006 (Restated - Note3)
Grants and reimbursements:		
Post-secondary	$ 72,853,459	$ 67,635,867
Job Connect	2,404,111	2,367,731
Ontario Basic Skills	1,484,367	1,195,636
Capital grants	862,098	851,043
Municipal taxes	890,400	843,000
Apprenticeship	1,497,692	1,623,844
Federal Programs	1,769,544	878,147
	81,761,671	75,395,268
Amortization of deferred contributions related to:		
Capital assets	4,128,793	4,029,987
Expenses of a future period	4,715,999	5,902,517
Endowment fund interest	1,067,026	1,992,316
	9,911,818	11,924,820
Student tuition:		
Full-time	35,372,136	27,748,838
Part-time	7,784,369	7,699,862
	43,156,505	35,448,700
Ancillary operations:		
Bookstores	594,978	600,560
Cafeteria commission	648,010	345,000
Residence	4,565,953	4,387,042
Other	3,198,659	2,546,287
Parking	1,752,107	1,683,221
	10,759,707	9,562,110
Other:		
Research	807,681	1,094,374
Daycare	1,084,646	1,058,814
Bank interest	2,150,821	1,068,577
Client services	714,208	526,606
Ancillary fees and other	7,026,294	6,208,239
Student IT and mobile fees	8,890,834	9,076,318
	20,674,484	19,032,928
Gain(loss) on disposal of capital assets	(372)	(14,192)
	$ 166,263,813	$ 151,349,634

Sheridan College Institute of Technology and Advanced Learning

Schedule 3 - Academic Expenditures

Year ended March 31, 2007

	2007	2006
Salaries		
Administration	$ 4,142,901	$ 3,713,564
Faculty	40,871,650	36,203,921
Support	9,323,462	8,484,789
Fringe benefits	9,303,697	8,135,359
	63,641,710	56,537,633
Instructional furniture, equipment and computer rental	5,434,821	6,956,691
Instructional supplies	3,311,624	2,760,571
Office supplies	1,910,164	1,451,577
Instructional and EDP equipment maintenance	165,972	480,930
Building and general maintenance	366,011	304,962
Other contracted and professional services	1,307,165	1,059,979
Miscellaneous	282,851	228,674
Promotion and public relations	181,634	156,699
Sick leave gratuities	419,989	474,026
Non-instructional furniture, equipment and computer rental	88,226	110,235
Contract teaching	791,877	580,382
Premises rent	229,655	217,703
Travel and conference	244,902	194,443
Professional development	97,570	70,417
Telephone	55,909	63,397
Memberships	63,923	36,161
	14,952,293	15,146,847
	$ 78,594,003	$ 71,684,480

Sheridan College Institute of Technology and Advanced Learning
Schedule 4 - Student Services Expenditures

Year ended March 31, 2007

	2007	2006
Salaries		
Administration	**$ 1,570,266**	$ 1,507,906
Faculty	**683,039**	547,589
Support	**6,628,942**	6,014,870
Fringe benefits	**1,843,331**	1,657,681
	10,725,578	9,728,046
Promotion, public relations and brochures	**729,452**	900,174
Office supplies	**821,458**	509,949
Miscellaneous	**107,702**	349,458
Memberships and dues	**391,091**	193,762
Travel and conference	**292,286**	237,537
Non-instructional furniture, equipment and computer rental	**104,832**	72,286
Contracted services	**144,171**	204,444
Instructional supplies	**20,485**	517,820
Telephone	**14,524**	11,210
Equipment maintenance	**1,280**	389
Professional development	**17,757**	16,361
	2,645,038	3,013,390
	$ 13,370,616	$ 12,741,436

Sheridan College Institute of Technology and Advanced Learning

Schedule 5 - Administration Expenditures

Year ended March 31, 2007

	2007	2006
Salaries		
Administration	**$ 3,754,850**	$ 3,636,440
Support	**6,421,095**	6,143,471
Fringe benefits	**1,942,878**	1,862,368
	12,118,823	11,642,279
Non-instructional furniture, equipment and computer rental	**3,512,252**	3,328,168
Contract services	**1,937,003**	1,777,033
Bad debts	**272,312**	224,206
Office supplies	**593,743**	558,341
Consulting and professional fees	**406,219**	550,455
Postage and courier	**630,393**	785,194
Insurance	**644,028**	661,232
Bank charges	**514,614**	484,816
Telephone	**306,513**	347,765
Professional development	**250,874**	349,068
Promotion and public relations	**1,356,714**	941,523
Memberships and dues	**279,126**	157,497
Equipment maintenance	**349,317**	171,364
Miscellaneous cost	**265,085**	44,920
Travel and conference	**103,006**	93,866
Building and general maintenance	**-**	10,745
Interest on long-term debt	**-**	-
Staff employment	**228,069**	228,767
Vehicle	**14,328**	13,963
	11,663,596	10,728,923
	$ 23,782,419	$ 22,371,202

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Schedule 6 - Property and Plant Expenditures

Year ended March 31, 2007

	2007	2006
Salaries		
Administration	**$ 242,109**	$ 263,112
Support	**1,160,724**	1,221,261
Fringe benefits	**270,870**	305,844
	1,673,703	1,790,217
Building and equipment maintenance	**2,958,568**	2,942,087
Premises rent	**1,099,839**	1,105,702
Contract cleaning services	**1,280,797**	1,202,604
Security services	**797,077**	799,062
Utilities and services:		
Electric	**2,051,296**	1,878,910
Heating	**673,984**	741,256
Refuse removal	**122,447**	123,270
Water	**151,846**	134,201
Office supplies	**257,034**	186,843
Miscellaneous	**239,392**	(150,027)
Professional fees	**21,847**	4,621
Vehicle	**19,061**	28,652
Travel and conference	**6,644**	7,455
Memberships and dues	**3,218**	4,100
Professional development	**1,339**	1,647
Non-instructional furniture, equipment and computer rental	**6,389**	9,820
	9,690,778	9,020,203
	$ 11,364,481	$ 10,810,420

Sheridan College Institute of Technology and Advanced Learning

Schedule 7 - Supplementary Expenditures

Year ended March 31, 2007

		2007		2006
Training stipends:				
Reimbursements	**$**	**1,164,051**	$	1,242,734
Allowances		**22,337**		36,618
Municipal taxes		**890,400**		843,000
Premises rent		**86,348**		86,348
Audit and professional fees		**6,580**		4,100
	$	**2,169,716**	$	2,212,800

Sheridan College Institute of Technology and Advanced Learning

Schedule 8 - Ancillary Operations Expenditures

Year ended March 31, 2007

	2007	2006
Salaries		
Administration	$ **155,800**	$ 156,662
Faculty	**2,314**	10,567
Support	**1,276,383**	1,204,878
Fringe benefits	**353,233**	321,941
	1,787,730	1,694,048
Bank charges and long-term debt interest	**1,774,709**	1,816,732
Building and general maintenance	**538,555**	518,791
Professional fees	**781,465**	796,283
Utilities	**556,520**	534,762
Contract services	**476,619**	366,842
Non-instructional furniture, equipment and computer rental	**162,285**	158,993
Promotion and public relations	**63,062**	99,884
Office supplies	**209,842**	241,099
Miscellaneous	**278,604**	341,795
Telephone	**83,254**	85,771
Travel	**100,817**	103,094
Vehicle	**38,947**	42,481
Premises rent	**21,643**	20,379
Refuse removal	**31,734**	25,225
Equipment maintenance	**22,642**	21,136
Membership and dues	**11,202**	8,535
Insurance	**6,190**	7,804
	5,158,090	5,189,606
	$ **6,945,820**	$ 6,883,654

Sheridan College Institute of Technology and Advanced Learning

Schedule 9 - Research Expenditures

Year ended March 31, 2007

		2007		2006
Salaries				
Administration	$	**230,960**	$	97,926
Faculty		**277,255**		274,915
Support		**448,334**		493,518
Fringe benefits		**132,933**		118,997
		1,089,482		985,356
Contract services		**220,825**		287,058
Miscellaneous		**8,713**		4,290
Office supplies		**34,665**		87,946
Travel		**87,545**		95,065
Promotion		**80,354**		12,062
Professional development		**1,956**		2,055
Professional fees		**-**		7,673
Memberships and dues		**531**		1,256
Telephone		**10,240**		1,813
Non-instructional furniture, equipment and computer rental		**1,766**		1,440
		446,595		500,658
	$	**1,536,077**	$	1,486,014