

Financial Statements of

ST. THOMAS UNIVERSITY

And Independent Auditors' Report thereon

Year ended April 30, 2022



KPMG LLP
Frederick Square
77 Westmorland Street, Suite 700
Fredericton NB E3B 6Z3
Canada
Tel 506-452-8000
Fax 506-450-0072

INDEPENDENT AUDITORS' REPORT

To the Board of Governors

Opinion

We have audited the financial statements of St. Thomas University (the “University”), which comprise:

- the statement of financial position as at April 30, 2022
- the statement of operations and changes in fund balances for the year then ended
- the statement of cash flows for the year then ended
- and notes and schedules to the financial statements, including a summary of significant accounting policies.

(Hereinafter referred to as the “financial statements”).

In our opinion, the accompanying financial statements, present fairly, in all material respects, the financial position of St. Thomas University as at April 30, 2022, and its results of operations and its cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the “***Auditors’ Responsibilities for the Audit of the Financial Statements***” section of our auditors’ report.

We are independent of the University in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada and we have fulfilled our other responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the University's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the University or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the University's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit.

We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion.

The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.



Page 3

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the University's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the University's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the University to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

KPMG LLP

Chartered Professional Accountants

Fredericton, Canada

October 15, 2022

ST. THOMAS UNIVERSITY

Index to Financial Statements

Year ended April 30, 2022

	<u>Page</u>
Financial Statements	
Statement of Financial Position	1
Statement of Operations and Changes in Fund Balances	2
Statement of Cash Flows	3
Notes to Financial Statements	4
Schedules	
Schedule of Ancillary Enterprises (Unaudited)	14
Schedule of Academic Expenses from Operations (Unaudited)	15
Schedule of Computing Services Expenses from Operations (Unaudited)	16
Schedule of Administrative and General Expenses from Operations (Unaudited)	17
Schedule of Student Services Expenses from Operations (Unaudited)	18
Schedule of Physical Plant Expenses from Operations (Unaudited)	18
Schedule of Transfers of Funds (Unaudited)	19

ST. THOMAS UNIVERSITY

Statement of Financial Position

Year ended April 30, 2022, with comparative information for 2021

	2022	2021
Assets		
Current assets:		
Cash	\$ 2,378,261	\$ 883,715
Prepaid expenses	112,993	119,505
Accounts receivable:		
Students (note 2)	1,649,219	1,574,017
Other	312,865	205,716
	<u>4,453,338</u>	<u>2,782,953</u>
Investments (note 3)	20,572,840	22,825,742
Capital assets (note 4)	33,429,312	31,389,075
	<u>\$ 58,455,490</u>	<u>\$ 56,997,770</u>

Liabilities, Deferred Contributions and Fund Balances

Current liabilities:		
Accounts payable and accrued liabilities (note 6)	4,458,385	4,918,200
Fees received in advance	422,426	310,526
Construction financing – Vanier Hall	-	3,350,000
Current portion of capital lease obligation (note 8)	81,634	73,116
Current portion of long-term debt (note 9)	428,000	185,000
	<u>5,390,445</u>	<u>8,836,842</u>
Deferred contributions (note 7)	4,294,683	3,256,440
Capital lease obligation (note 8)	744,832	834,984
Long-term debt (note 9)	12,099,000	5,003,000
Fund balances:		
Unrestricted	196,028	239,739
Ancillary	(2,970,606)	(3,027,801)
Internally restricted	(115,261)	829,531
Endowments	444,300	444,300
Other externally restricted	22,548,468	22,895,105
Capital assets (note 10)	15,823,601	17,685,630
	<u>35,926,530</u>	<u>39,066,504</u>
	<u>\$ 58,455,490</u>	<u>\$ 56,997,770</u>

See accompanying notes to financial statements.

On behalf of the Board:



Governor



Governor

ST. THOMAS UNIVERSITY

Statement of Operations and Changes in Fund Balances

Year ended April 30, 2022, with comparative information for 2021

						2022	2021
	General Operating	Ancillary	Internally restricted	Endowments and other externally restricted	Capital assets	Grand total	Grand total
Revenues:							
Provincial operating grant	\$ 14,873,678	\$ -	\$ -	\$ -	\$ -	\$ 14,873,678	\$ 14,726,406
Other grants	2,344,448	-	-	245,452	316,783	2,906,683	2,598,707
Student fees	15,701,389	2,075,746	-	-	-	17,777,135	16,336,755
Gain in fair value of investments	-	-	-	-	-	-	2,780,239
Donations	166,377	-	105,041	1,506,959	5,100	1,783,477	1,183,063
Athletic revenues	197,650	-	-	-	-	197,650	21,318
Miscellaneous	413,202	171,054	-	4,350	-	588,606	532,996
	33,696,744	2,246,800	105,041	1,756,761	321,883	38,127,229	38,179,484
Expenses:							
Academic	18,637,798	-	1,018,984	619,353	-	20,276,135	19,806,550
Computing services	1,348,240	-	-	-	-	1,348,240	1,387,650
Administrative and general	5,126,985	487,792	8,816	161,414	-	5,785,007	5,529,088
Student services	2,838,663	194,291	-	-	-	3,032,954	2,337,403
Physical plant	2,419,401	1,915,636	-	-	-	4,335,037	3,813,628
Scholarships and awards	1,339,381	174,427	429,029	646,625	-	2,589,462	2,554,997
Loss in fair value of Investments	10,051	-	22,206	176,006	-	208,263	-
Grant transfer to UNB	2,009,100	-	-	-	-	2,009,100	1,989,200
Amortization	-	-	-	-	1,683,005	1,683,005	1,540,052
	33,729,619	2,772,146	1,479,035	1,603,398	1,683,005	41,267,203	38,958,568
Excess (deficiency) of revenue over expenses	(32,875)	(525,346)	(1,373,994)	153,363	(1,361,122)	(3,139,974)	(779,084)
Fund balance, beginning of year	239,739	(3,027,801)	829,531	23,339,405	17,685,630	39,066,504	39,845,588
	206,864	(3,553,147)	(544,463)	23,492,768	16,324,508	35,926,530	39,066,504
Transfers	(10,836)	582,541	429,202	(500,000)	(500,907)	-	-
Fund balance, end of year	\$ 196,028	\$ (2,970,606)	\$ (115,261)	\$ 22,992,768	\$ 15,823,601	\$ 35,926,530	\$ 39,066,504

See accompanying notes to financial statements.

ST. THOMAS UNIVERSITY

Statement of Cash Flows

Year ended April 30, 2022, with comparative information for 2021

	2022	2021
Cash flows from operating activities:		
Deficiency of revenues over expenses	\$ (3,139,974)	\$ (779,084)
Amortization of capital assets, not involving cash	1,683,005	1,540,052
Unrealized loss (gain) on investments	208,263	(2,780,239)
Deferred contributions recognized as revenue	(2,904,349)	(2,263,924)
Net change in non-cash operating working capital	(523,754)	490,849
	<u>(4,676,809)</u>	<u>(3,792,346)</u>
Financing and investing activities:		
Draw on investments	2,000,000	2,500,000
Investment management fees	97,671	114,869
Donation of investments	(53,032)	(104,816)
Capital assets acquired	(3,723,242)	(4,003,243)
Contributions received and deferred	3,942,592	3,163,320
Construction financing Vanier Hall	4,290,000	3,350,000
Principal payment on long-term debt	(301,000)	(180,000)
Principal payment on capital lease obligation	(81,634)	(81,634)
	<u>6,171,355</u>	<u>4,758,496</u>
Increase in cash	1,494,546	966,150
Cash (bank indebtedness), beginning of year	883,715	(82,435)
Cash, end of year	<u>\$ 2,378,261</u>	<u>\$ 883,715</u>

See accompanying notes to financial statements.

ST. THOMAS UNIVERSITY

Notes to Financial Statements

Year ended April 30, 2022

St. Thomas University (the University) is a university incorporated by Special Act of the Legislative Assembly of New Brunswick providing undergraduate liberal arts and professional programs. The University is a registered charity under the Income Tax Act.

1. Significant accounting policies:

The financial statements have been prepared by management in accordance with Canadian accounting standards for Not-For-Profit Organizations in Part III of the CPA Canada Handbook.

(a) Basis of accounting:

The University follows the fund basis of accounting, which provides for a separate self-balancing group of accounts established to enable separate accountability for particular legal or contractual activities or for purposes of segregating assets that are to be used for certain designated purposes. Separate accounts are maintained for each fund. For financial statement purposes, funds that have similar characteristics have been combined into fund groups as follows:

Unrestricted funds are those which are not subject to restrictions by external parties as to use of the funds. Included in this category are the following:

General:

Includes all ordinary academic and administrative operations of the University as well as ancillary operations.

Internally restricted:

Includes funds established by the Board for various specific purposes as follows:

Capital

Pension

Scholarship

Special projects

Aquinas Chair in Interdisciplinary Studies

John XXIII Chair in Catholic Theology

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

1. Significant accounting policies (continued):

(a) Basis of accounting (continued):

Other externally restricted includes funds established with contributions by external parties that require the funds and investment income to be expended for specific purposes as follows:

Endowments:

Includes resources contributed whereby contributors have directed that the original capital contributed must remain unspent and investment income is subject to restriction and is reported as restricted. Included in endowments are the following:

Chair in Canadian Citizenship and Human Rights

The Dr. Bernie Vigod Memorial Lectures Trust

Includes funded chairs in Gerontology, Native and Aboriginal Cultures of Atlantic Canada, Irving Chair in Journalism and Studies in Criminology and Criminal Justice and restricted interest.

Capital assets

(b) Investments:

Investments are recorded at fair value.

(c) Capital assets and impairment:

Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution. Assets acquired under capital leases are amortized over the estimated life of the assets or over the lease term, as appropriate. 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 the University's ability to provide services, its carrying amount is written down to its residual value and recognized as an expense in the statement of operations.

Capital assets are amortized on a declining-balance basis using the following annual rates:

Asset	Rate
Building under capital lease	5%
Land improvements	5%
Buildings	5%
Equipment	10%

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

1. Significant accounting policies (continued):

(d) Revenue recognition:

The University uses the restricted fund method of accounting for contributions from donations and government grants. The deferral method is used on a limited basis where no specific restricted fund has been established.

Contributions and pledges are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Investment income is recognized as revenue when earned and recorded as unrestricted or restricted if so directed by the contributor.

Revenue from student fees is recognized when the services are rendered, collections of amounts are fixed or determinable and the relevant receivable is reasonably assured.

(e) Financial instruments:

Financial instruments are recorded at fair value on initial recognition. Freestanding derivative instruments that are not in a qualifying hedging relationship and equity instruments that are quoted in an active market are subsequently measured at fair value. All other financial instruments are subsequently recorded at cost or amortized cost, unless management has elected to carry the instruments at fair value. The University has elected to carry all investments at fair value.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

1. Significant accounting policies (continued):

(e) Financial instruments (continued):

Financial assets are assessed for impairment on an annual basis at the end of the fiscal year if there are indicators of impairment. If there is an indicator of impairment, the University determines if there is a significant adverse change in the expected amount or timing of future cash flows from the financial asset. If there is a significant adverse change in the expected cash flows, the carrying value of the financial asset is reduced to the highest of the present value of the expected cash flows, the amount that could be realized from selling the financial asset or the amount the University expects to realize by exercising its right to any collateral. If events and circumstances reverse in a future period, an impairment loss will be reversed to the extent of the improvement, not exceeding the initial carrying value.

Derivative financial instruments are utilized by the University in the management of its interest rate exposure. The University's policy is not to utilize derivative financial instruments for trading or speculative purposes. Derivative instruments are recorded on the statement of financial position as assets and liabilities and are measured at fair value. Changes in the derivative instruments' fair value are recognized in the statement of operations unless specific hedge accounting criteria are met. Changes in the fair value of effective cash flow hedges are included directly in the fund balances.

The University entered into an interest rate swap in order to reduce the impact of fluctuating interest rates on its long-term debt. The swap agreement requires the periodic exchange of payments without the exchange of the notional principal amount on which the payment is based. The University designated its interest rate hedge agreement as the hedge of the underlying debt. Interest expense on the debt is adjusted to include the payment made under the interest rate swap.

(f) Management estimates:

The preparation of the financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of capital assets, and accounts receivable at the dates of the financial statements and the reported amounts of revenues and expenses during the reported periods. Actual results could differ from those estimates.

2. Student accounts receivable:

	2022	2021
Accounts receivable	\$ 2,408,242	\$ 2,228,040
Less: allowance for doubtful accounts	(759,023)	(654,023)
	<u>\$ 1,649,219</u>	<u>\$ 1,574,017</u>

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

3. Investments:

	2022	2021
Canadian fixed income	\$ 7,567,319	\$ 10,919,223
Canadian equities	7,467,209	4,052,350
US equities	3,048,192	4,125,961
International equities	2,414,897	3,512,501
Other	75,223	215,707
	<u>\$ 20,572,840</u>	<u>\$ 22,825,742</u>

The Canadian fixed income investments have an effective interest rate of 1.60% to 4.93% (2021 - 1.90% to 4.93%) and mature between June 2022 and December 2031.

4. Capital assets:

April 30, 2022	Cost	Accumulated amortization	Net book value
Building under capital lease	\$ 2,006,753	\$ 1,042,202	\$ 964,551
Land improvements	2,680,193	1,765,649	914,544
Buildings	58,317,734	29,520,423	28,797,311
Equipment	12,058,815	9,305,909	2,752,906
	<u>\$ 75,063,495</u>	<u>\$ 41,634,183</u>	<u>\$ 33,429,312</u>

April 30, 2021	Cost	Accumulated amortization	Net book value
Building under capital lease	\$ 2,006,753	\$ 941,864	\$ 1,064,889
Land improvements	2,680,193	1,717,515	962,678
Buildings	55,371,993	28,231,629	27,140,364
Equipment	11,281,314	9,060,170	2,221,144
	<u>\$ 71,340,253</u>	<u>\$ 39,951,178</u>	<u>\$ 31,389,075</u>

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

5. Bank indebtedness:

The University has an operating loan agreement in the amount of \$2,000,000, which is due on demand and bears interest at the bank's prime rate.

The University has available a \$4,000,000 revolving demand facility which bears interest at renewable Banker's Acceptance floating rates, plus stamping fees. The balance outstanding at April 30, 2022 was \$Nil (2021 - \$Nil).

6. Accounts payable and accrued liabilities:

Accounts payable and accrued liabilities includes \$353,749 (2021 - \$363,253) in amounts owing for government remittances including payroll deductions and HST.

7. Deferred contributions:

Deferred contributions relate to expenses of future periods and represent time-restricted contributions as well as unspent externally restricted contributions for purposes of research and other academic projects.

	2022	2021
Balance, beginning of year	\$ 3,256,440	\$ 2,357,044
Less amounts recognized as revenue in the year	(2,904,349)	(2,263,924)
Add amounts received related to future periods	3,942,592	3,163,320
Balance, end of year	\$ 4,294,683	\$ 3,256,440

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

8. Capital lease obligation:

The University has financed dedicated space at the Grant-Harvey Centre by entering into a capital leasing arrangement. Capital lease repayment is due as follows:

	2022	2021
2023	\$ 119,390	\$ 119,390
2024	119,390	119,390
2025	119,390	119,390
2026	119,390	119,390
2027	119,390	119,390
Thereafter	625,671	745,061
Total minimum lease payments	1,222,621	1,342,011
Less amount representing interest	(396,155)	(433,911)
Present value of net minimum capital lease payments	826,466	908,100
Current portion of capital lease obligation	81,634	73,116
	\$ 744,832	\$ 834,984

Interest of \$35,402 relating to capital lease obligation has been included in interest expense. The total amount of assets under capital lease is \$2,006,753 with related accumulated amortization of \$1,042,202.

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

9. Long-term debt:

	2022	2021
Term facility repayable in monthly instalments of \$15,000-\$17,000 plus interest, due September 2027. The facility bears interest at Bankers' Acceptance floating rates, renewable monthly, plus stamping fees, totalling 2.48%.	\$ 5,003,000	\$ 5,188,000
Term facility repayable in quarterly instalments of \$59,000-plus interest, due October 2041. The facility bears interest at Bankers' Acceptance floating rates, renewable quarterly, plus stamping fees, totalling 2.23%.	7,524,000	-
Less:		
Current portion of long-term debt	(428,000)	(185,000)
	<u>\$ 12,099,000</u>	<u>\$ 5,003,000</u>

The University has entered into a swap agreement whereby the University has fixed its interest rate on the renewable monthly banker's acceptances. Swap payments are reflected as interest expense and accounted for on an accrual basis.

Principal due within each of the next five years on long-term debt is approximately as follows:

2023	\$ 428,000
2024	437,000
2025	447,000
2026	457,000
2027	469,000

10. Capital assets:

Investment in capital assets is calculated as follows:

	2022	2021
Capital assets	\$ 33,429,312	\$ 31,389,074
Long-term debt	(12,527,000)	(8,538,000)
Capital lease obligation	(826,466)	(908,100)
Due to internally restricted fund	(4,252,245)	(4,257,344)
Invested in capital assets	<u>\$ 15,823,601</u>	<u>\$ 17,685,630</u>

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

11. Pension plan:

The "Pension Plan for the Employees of St. Thomas University" is a defined-contribution pension plan under which contributions are made by both St. Thomas University and its employees. For the fiscal year ended April 30, 2022, the University expensed contributions of \$1,399,198 (2021 - \$1,431,055) under the terms of the Plan.

12. Financial risks:

Financial risk refers to the impact on the University's cash flows as a result of fluctuations in interest rates and the credit quality of student receivables and counterparties to financial instruments. The University manages its financial risk as follows:

(a) Interest rate risk:

Interest rate is minimized as fixed interest rates or interest rate swaps are entered into to fix interest rates on variable rate mortgages.

(b) Derivatives:

The notional amount of interest rate swaps outstanding at year end is \$12,527,000 CAD (2021 - \$12,828,000 CAD). At April 30, 2022, the interest rate swap agreements had a fair value of \$1,674,478 (2021 \$584,136).

(c) Credit risk:

The University is exposed to credit-related losses in the event of non-performance by counterparties to financial instruments. Credit exposure is minimized by dealing with credit-worthy counterparties such as highly rated financial institutions.

To reduce credit risk with student accounts, the University places restrictions on registering for courses and the issuance of grades and degrees, until payment on account is made. The University also uses third party agencies to collect outstanding receivables.

(d) Currency risk:

The University realizes a small portion of its revenues in foreign currencies and is thus exposed to foreign exchange fluctuations. This risk is minimized, where possible, by timing the conversion of such revenues to Canadian dollars based on market conditions. In addition, all foreign currency is reflected in Canadian dollars for financial statement purposes.

(e) COVID-19:

In March 2020, the worldwide coronavirus COVID-19 outbreak, was declared a pandemic by the World Health Organization with unprecedented socio-economic impacts. At the time of this audit report the University has returned fully to on site operations. The university continues to monitor and follow public health measures.

ST. THOMAS UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2022

13. Expense allocation:

In adherence to CPA HB Section 4470, *Disclosure of allocated expenses by not-for-profit organizations*, the following allocations were made during the year:

Salaries and wages have been allocated to Ancillary based on estimated time spent as follows:

	2022	2021
Physical plant	\$ 165,620	\$ 83,854
Administrative	156,526	155,907
Support	55,597	55,729
	<u>\$ 377,743</u>	<u>\$ 295,490</u>

In addition, salaries and wages of \$Nil (2021 - \$Nil) for student wages were allocated to Ancillary.

ST. THOMAS UNIVERSITY

Schedule of Ancillary Enterprises

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022	2021
Revenues:		
Residence fees	\$2,075,746	\$487,307
Miscellaneous	171,054	116,858
	<u>\$ 2,246,800</u>	<u>\$ 604,165</u>
Expenses:		
Residence bursaries	\$ 174,427	\$ 118,640
Student services:		
Bus services	37,048	8,086
Miscellaneous	39,363	31,359
Proctor services	117,880	50,188
	<u>194,291</u>	<u>89,633</u>
Administrative and general:		
Administrative salaries	487,792	453,140
Physical plant:		
Cleaning and janitorial	199,851	150,375
Communications	200,916	265,789
Electricity	203,562	253,046
Furniture and equipment	60,697	—
Heat	258,616	92,007
Insurance	49,415	45,140
Interest on long-term debt	204,844	131,167
Kitchen fuel	19,536	18,099
Laundry and linen	251	—
Maintenance and repairs	196,013	118,871
Miscellaneous	—	713
Physical plant salaries	165,620	83,854
Rigby Hall lease and property taxes	186,616	167,053
Security	131,252	163,693
Water and sewage	38,447	28,658
	<u>1,915,636</u>	<u>1,518,465</u>
	<u>\$ 2,772,146</u>	<u>\$ 2,179,878</u>

ST. THOMAS UNIVERSITY

Schedule of Academic Expenses from Operations

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022	2021
Wages and salaries:		
Full-time	\$ 11,227,938	\$ 11,266,630
Part-time	2,299,796	2,175,688
On leave	1,185,012	1,223,927
	<hr/>	<hr/>
	14,712,746	14,666,245
Staff other than academic	413,420	404,377
Employee benefits	2,029,577	2,074,044
Departmental:		
Teaching supplies and support	121,508	98,371
Special projects	28,112	29,236
Native Studies BSW Program	201,228	201,340
Miscellaneous	16,790	18,367
	<hr/>	<hr/>
	367,638	347,314
Travel, study and research:		
Professional development and travel allowances	251,993	310,991
Research projects and academic conferences	690,844	698,101
	<hr/>	<hr/>
	942,837	1,009,092
General academic:		
Materials and supplies	16,064	14,701
Postage	8,436	12,823
Telephone	10,305	13,249
Graduation	37,557	8,299
Recruiting	23,180	17,633
Relocation	6,448	7,405
Special projects	17,524	26,768
Service contracts	13,976	15,461
Fees and dues	38,090	63,033
	<hr/>	<hr/>
	171,580	179,372
	<hr/>	<hr/>
	\$ 18,637,798	\$ 18,680,444

ST. THOMAS UNIVERSITY

Schedule of Computing Services Expenses from Operations

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022		2021
Wages and salaries	\$ 608,603	\$	573,514
Employee benefits	105,249		106,695
Computing licenses and support	344,866		412,111
Distance technology and support	289,522		295,330
	\$ 1,348,240	\$	1,387,650

ST. THOMAS UNIVERSITY

Schedule of Administrative and General Expenses from Operations

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022	2021
Wages and salaries	\$ 3,388,321	\$ 3,325,409
Employee benefits	531,917	518,364
Administrative general and supplies:		
Association fees	83,896	84,816
Bad debts	171,026	199,657
Conferences and special events	13,351	—
Committees	1,100	600
Credit card fees	32,638	28,638
Interest expense	9,881	11,084
Marketing and publications	403,860	373,282
Miscellaneous	20,375	32,452
Office supplies	22,304	29,657
Payroll processing fees	3,053	2,674
Postage	40,611	43,149
Professional fees	150,288	88,514
Staff recruiting	4,929	4,929
Student recruitment	164,666	126,016
Service contracts	36,375	24,289
Special projects	32,678	22,178
Telephone	7,228	9,790
Travel	3,576	1,383
University hospitality	4,912	694
	1,206,747	1,083,802
	\$ 5,126,985	\$ 4,927,575

ST. THOMAS UNIVERSITY

Schedule of Student Services Expenses from Operations

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022	2021
Wages and salaries	\$ 1,797,611	\$ 1,661,965
Employee benefits	231,344	217,279
Athletics	586,999	164,411
Campus Ministry	8,909	2,905
Student support programs	213,800	201,210
	<u>\$ 2,838,663</u>	<u>\$ 2,247,770</u>

Schedule of Physical Plant Expenses from Operations

Year ended April 30, 2022, with comparative information for 2021
(Unaudited)

	2022	2021
Wages and benefits	\$ 165,622	\$ 251,565
Utilities and insurance:		
Heat	493,472	457,174
Electricity	221,696	179,030
Water and sewage	11,741	8,210
Telephone	161,241	162,764
Insurance	74,726	68,757
	<u>962,876</u>	<u>875,935</u>
Cleaning and janitorial	638,622	599,924
Furniture and equipment	188,326	95,513
Maintenance and repairs	397,956	401,570
Interest on Grant-Harvey lease	35,402	38,082
Security	30,597	32,574
	<u>\$ 2,419,401</u>	<u>\$ 2,295,163</u>

ST. THOMAS UNIVERSITY

Schedule of Transfers of Funds

Year ended April 30, 2022 (Unaudited)

	To	From	To (From)	To (From)	From
	General Operating	Ancillary	Internally restricted	Endowments and other externally restricted	Capital assets
Gerontology Chair	\$ 500,000	\$ -	\$ -	\$ (500,000)	\$ -
Ancillary	-	582,541	-	-	(582,541) ⁽³⁾
Grant-Harvey principal	(81,634)	-	-	-	81,634 ⁽⁴⁾
Faculty retirement	(429,202)	-	429,202	-	- ⁽⁵⁾
	\$ (10,836)	\$ 582,541	\$ 429,202	\$ (500,000)	\$ (500,907)

Year ended April 30, 2021 (Unaudited)

	To	From	To (From)	To (From)	From
	General Operating	Ancillary	Internally restricted	Endowments and other externally restricted	Capital assets
Gerontology Chair	\$ 200,000	\$ -	\$ -	\$ (200,000)	\$ -
Ancillary	-	(591,642)	-	-	632,853 ⁽³⁾
Special projects	-	-	(236,358)	-	236,358 ⁽⁴⁾
Grant-Harvey principal	(81,634)	-	-	-	81,634 ⁽⁴⁾
Faculty retirement	(369,075)	-	369,075	-	- ⁽⁵⁾
	\$ (250,709)	\$ (591,642)	\$ 132,717	\$ (200,000)	\$ 909,634

- (1) In prior years, the Boards of Governors approved the transfer of funds from Internally Restricted Funds to the Capital Fund in order to assist the financing of large capital projects. A receivable has been set up in 2019-2020 in the Internally Restricted Fund from the Capital Fund to reflect the expectation that these funds are to be repaid as funds become available. Potential sources of funds include future transfers of surpluses from the Ancillary Fund and potential sale of fixed assets.
- (2) Endowments and Other Externally Restricted Funds have been used for purposes as defined by their respective terms of reference. In previous years, funds were transferred from the Endowments and Other Externally Restricted Funds to the Internally Restricted Fund to temporarily assist with cash flow to enable the funding of the projects that were not fully funded by external means. These transfers did not affect the Investment returns allocated to these funds or affect the fund's annual expenditures limits. This transfer from Internally Restricted Funds will restate total Externally Restricted Funds to their actual balances as per the University's records.
- (3) Principal payments for Vanier Hall (2021-22) and Harrington Hall long-term debt and net ancillary asset additions.
- (4) 2019-2020 principal payments for Grant-Harvey lease funded from special projects from Internally Restricted Funds in 2019-2020 and General Operating for 2020-2021. The 2020-2021 transfer from Special Projects to Capital Fund represents Grant-Harvey lease payments from years prior to 2019-2020.
- (5) Faculty retirement incentives are initially funded through internally restricted funds and repaid through the operating fund over 3-5 years as interfund transfers.