

Financial Statements of

**FIRST NATIONS UNIVERSITY  
OF CANADA**

Year ended March 31, 2012

# FIRST NATIONS UNIVERSITY OF CANADA

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March 31, 2012

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## INDEPENDENT AUDITORS' REPORT

To the Members of the First Nations University of Canada

We have audited the accompanying financial statements of First Nations University of Canada, which comprise the statement of financial position as at March 31, 2012, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, 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.

### *Auditor's Responsibility*

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 comply with ethical requirements and plan and perform an audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of First Nations University of Canada as at March 31, 2012, and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

**KPMG LLP**

Chartered Accountants

Regina, Canada  
June 12, 2012

	2012	2011
<b>Assets</b>		
<b>Current assets</b>		
Cash	\$ 5,741,996	\$ 4,191,171
Accounts receivable (note 3)	1,412,167	1,355,355
Prepaid expenses and inventory	<u>55,417</u>	<u>59,824</u>
	7,209,580	5,606,350
Property, plant and equipment (note 4)	31,813,259	32,465,443
Investments (note 5)	1,600,311	1,569,394
<b>Total Assets</b>	<b><u>\$ 40,623,150</u></b>	<b><u>\$ 39,641,187</u></b>
<b>Liabilities and Net Assets</b>		
<b>Current liabilities</b>		
Accounts payable	\$ 2,889,547	\$ 1,857,243
Deferred revenue	506,192	785,783
Current portion of long term debt (note 8)	<u>352,672</u>	<u>358,094</u>
	3,748,411	3,001,120
Long term debt (note 8)	12,721,640	13,373,439
Deferred contributions (note 9)	17,641,310	18,138,990
<b>Net Assets</b>		
Investment in property, plant and equipment (note 10)	1,097,637	594,920
Restricted for trust and endowments (note 11)	1,489,181	1,318,966
Restricted for research (note 12)	60,474	85,235
Unrestricted net assets	<u>3,864,497</u>	<u>3,128,517</u>
<b>Total Net Assets</b>	6,511,789	5,127,638
Commitments and contingencies (notes 15 and 17)		
<b>Total Liabilities and Net Assets</b>	<b><u>\$ 40,623,150</u></b>	<b><u>\$ 39,641,187</u></b>

See accompanying notes to financial statements

On behalf of the Board of Governors \_\_\_\_\_

**Statement of Operations**  
**Year ended March 31, 2012 with comparative figures for 2011**

	2012	2011
<b>Revenues</b>		
Administration fees	\$ 12,543	\$ 18,105
Amortization of deferred contributions	520,210	567,896
Facility lease	1,003,749	991,420
Federal government grant	7,000,000	7,000,000
Interest	27,983	399
Miscellaneous	22,587	1,865
Nursing and dental program grants	2,830,178	3,793,594
Provincial government grant	3,228,900	3,000,000
Research programs	78,860	256,276
Sales of services and products	91,428	160,145
Special projects	692,936	678,252
Student academic fees	<u>4,233,671</u>	<u>4,094,037</u>
<b>Total Revenues</b>	<b><u>19,743,045</u></b>	<b><u>20,561,989</u></b>
<b>Expenses</b>		
Academic instruction	7,788,083	9,760,663
Administration	3,314,636	2,835,268
Amortization of property, plant and equipment	1,368,302	1,547,519
Ancillary services	63,097	207,436
Computing and communications	619,852	432,344
Interest on long-term debt	888,801	994,624
Library	368,192	655,997
Physical plant	2,309,710	2,127,480
Research projects	103,618	284,881
Special projects	660,340	626,513
Student services	<u>1,044,478</u>	<u>861,096</u>
<b>Total Expenses</b>	<b><u>18,529,109</u></b>	<b><u>20,333,821</u></b>
<b>Surplus before the undernoted</b>	<b>\$ 1,213,936</b>	<b>\$ 228,168</b>
Gain on sale of campus property	<u>-</u>	<u>2,905,039</u>
<b>Excess of revenues over expenses</b>	<b><u>\$ 1,213,936</u></b>	<b><u>\$ 3,133,207</u></b>

See accompanying notes to financial statements

First Nations University of Canada

Statement of Changes in Net Assets

Year ended March 31, 2012 with comparative figures for 2011

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	Investment in property, plant and equipment	Restricted for trust and endowments	Restricted for research	Unrestricted	Total	
					2012	2011
Balance, beginning of year	\$ 594,920	\$ 1,318,966	\$ 85,235	\$ 3,128,517	\$ 5,127,638	\$ 1,918,700
Excess (deficiency) of revenue over expenses (note 10 b)	(848,092)	-	(24,761)	2,086,789	1,213,936	3,133,207
Donations	-	189,558	-	-	189,558	47,727
Scholarships and grants	-	(41,290)	-	-	(41,290)	(48,826)
Investment income related to trust and endowments	-	21,947	-	-	21,947	168,143
Change in investment in property, plant and equipment (note 10 b)	1,350,809	-	-	(1,350,809)	-	-
<b>Balance, end of year</b>	<b>\$ 1,097,637</b>	<b>\$ 1,489,181</b>	<b>\$ 60,474</b>	<b>\$ 3,864,497</b>	<b>\$ 6,511,789</b>	<b>\$ 5,127,638</b>

See accompanying notes to financial statements

	2012	2011
Cash provided by (used for):		
<b>Operations</b>		
Excess of revenue over expenses	\$ 1,213,936	\$ 3,133,207
Items not involving cash:		
Amortization of property, plant and equipment	1,368,302	1,547,519
Amortization of deferred contributions	(520,210)	(567,896)
Change in non-cash operating items:		
Accounts receivable	(56,812)	(268,271)
Prepaid expenses and inventory	4,407	770
Accounts payable	1,032,304	670,392
Deferred revenue	(279,591)	22,583
	<u>2,762,336</u>	<u>4,538,304</u>
<b>Investing</b>		
Donations restricted for trust and endowments	189,558	47,727
Payment of grants and scholarships	(41,290)	(48,826)
Investment gain related to trust and endowments	21,947	76,830
Purchase of investments	(30,917)	(819,642)
Purchase of property, plant and equipment	(716,118)	(295,003)
Disposal of property, plant and equipment	-	692,579
	<u>(576,820)</u>	<u>(346,355)</u>
<b>Financing</b>		
Receipt of deferred contributions	22,530	31,750
Repayment of long-term debt	(657,221)	(309,638)
	<u>(634,691)</u>	<u>(277,888)</u>
Increase in cash	1,550,825	3,914,081
Cash, beginning of year	<u>4,191,171</u>	<u>277,090</u>
Cash, end of year	<u>\$ 5,741,996</u>	<u>\$ 4,191,171</u>

See accompanying notes to financial statements

**1. Nature of operations**

The First Nations University of Canada (the “University”) is a First Nations controlled, post-secondary educational institution providing educational opportunities to both First Nations and non-First Nations students. It is incorporated under the *Non-profit Corporations Act of Saskatchewan*.

The University’s mission is to enhance the quality of life, and to preserve, protect, and interpret the history, language, culture, and artistic heritage of First Nations.

The University is a registered charity under the *Income Tax Act* (Canada) and accordingly is exempt from income taxes.

**2. Significant accounting policies**

The University’s financial statements are prepared in accordance with Canadian generally accepted accounting principles.

The University will be transitioning from Canadian generally accepted accounting principles to Accounting Standards for Not-For-Profit Organizations in the fiscal year ending March 31, 2013. Accordingly, these financial statements will be the last prepared by the University under pre-conversion Canadian GAAP. For the year ending March 31, 2013 current and comparative information will be prepared under Accounting Standards for Not-For-Profit Organizations. The University will also present an opening statement of financial position as at April 1, 2011, the University’s date of transition, as part of the University’s annual financial statements.

The following summary of significant accounting policies contains a description of the accounting methods and practices that are used by the University.

**(a) Property, plant and equipment**

Purchased property, plant and equipment is recorded at cost. Contributed property, plant and equipment is 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 property, plant and equipment no longer contribute to the University’s ability to provide services, its carrying amount is written down to its residual value.

Property, plant and equipment are amortized on a straight line basis over their estimated useful lives as follows:

Building	40 years
Furniture, fixtures and equipment	8 years
Leasehold improvements	5 years
Library	10 years
Computer equipment	4 years

Artwork is treated as a collection and, accordingly, is not being amortized.



**2. Significant accounting policies (continued)**

**(b) Revenue recognition**

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

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.

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 trust and endowment contributions are recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of property, plant and equipment are deferred and amortized into revenue at a rate corresponding with the amortization rate for the related property, plant and equipment.

The amounts restricted for research consists of grant and contract revenue and expenses specifically identified for research or related activities as restricted by the granting agencies, research institutes and other public and private organizations.

Trust and endowment contributions are recognized as direct increases in trust and endowment net assets. Scholarships and grants expenses are recognized as direct decreases in trust and 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.

**(c) Investments**

All investments are carried at fair value. Fair value of pooled fund investments are based on the fair value of the underlying assets.

**(d) Financial Instruments**

Financial assets and financial liabilities are initially recognized at fair value and are subsequently accounted for based on their classification as described below. The classification depends on the purpose for which the financial instruments were acquired and their characteristics. The classification is not changed subsequent to initial recognition. Financial assets purchased and sold, where the contract requires the asset to be delivered within an established time frame, are recognized on a trade-date basis. Transactions costs are recognized immediately in net earnings or are capitalized, depending upon the nature of the transaction and associated investment.

**Held-for-trading**

Financial assets that are purchased and incurred with the intention of generating profits in the near term are classified as held-for-trading. These instruments are accounted for at fair value with the changes in the fair value recognized in the statement of operations. Cash and investments have been designated as held-for-trading assets.

**Loans and receivables**

Accounts receivable has been designated as loans and receivables and are accounted for at amortized cost using the effective interest method.

**2. Significant accounting policies (continued)**

## Other liabilities

Accounts payable and long-term debt have been designated as other financial liabilities and are measured at amortized cost using the effective interest method.

The University has elected to apply the disclosure requirements of the CICA Handbook Section 3861 in place of Handbook sections 3862 and 3863 which results in more limited disclosure of the nature and extent of risks arising from financial instruments.

**(e) Use of estimates**

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Significant items subject to such estimates and assumptions include the carrying amounts of property, plant and equipment and underlying estimations of useful lives of depreciable assets, the carrying amounts of accounts receivable and underlying provision for bad debts, the assessment of contingencies, and the carrying value of investments. Actual results could differ from those estimates.

**3. Accounts receivable**

	2012	2011
Accounts receivable - general	\$ 317,656	\$ 539,692
GST receivable	14,365	16,379
Operating and travel advances	1,416	2,640
Student receivables	809,759	632,289
Tuition sponsors	<u>389,431</u>	<u>290,987</u>
	<b>1,532,627</b>	<b>1,481,987</b>
Less: Allowance for doubtful accounts	<u>120,460</u>	<u>126,632</u>
	<b><u>\$ 1,412,167</u></b>	<b><u>\$ 1,355,355</u></b>

During the year \$279,752 (2011 - \$297,259) of bad debt expense was recorded in administrative expenses.

**4. Property, plant and equipment**

	Cost	Accumulated amortization	Net book value	
			2012	2011
Land	\$ 1	\$ -	\$ 1	\$ 1
Artwork	1,381,771	-	1,381,771	1,381,771
Building-Regina	36,831,849	8,178,007	28,653,842	29,566,490
Furniture, fixtures and equipment	5,128,692	4,730,421	398,271	404,704
Computer equipment	770,494	384,280	386,214	247,281
Leasehold improvements	239,050	135,156	103,894	58,355
Library	4,090,676	3,201,410	889,266	806,841
	<u>\$ 48,442,533</u>	<u>\$ 16,629,274</u>	<u>\$ 31,813,259</u>	<u>\$ 32,465,443</u>

**5. Investments**

	<b>2012</b>	<b>2011</b>
Pooled funds	\$ 840,936	\$ 819,394
Investment held in trust	<u>759,375</u>	<u>750,000</u>
	<b><u>\$ 1,600,311</u></b>	<b><u>\$ 1,569,394</u></b>

Pooled fund investments are held in a balanced pooled fund on behalf of the First Nations University of Canada by the University of Regina. The pooled fund has no fixed distribution rate and fund returns are based on the success of the fund manager.

On May 1, 2010 the First Nations University of Canada entered into an Administrations Services Contract with the University of Regina. Under this Administrations Services Contract, which expires on March 31, 2014, the University of Regina provides certain administrative and financial management services to the First Nations University of Canada. In order to indemnify the University of Regina for any liabilities that may arise out of the performance of these administrative and financial management services the First Nations University of Canada has placed a \$750,000 guaranteed investment certificate in trust with the University of Regina. This guaranteed investment certificate pays interest at the rate of 1.25% in the first year, 1.5% in the second year and 2.25% in the third year.

**Determination of fair value**

Fair value is best evidenced by an independent quote market price for the same instrument in an active market. An active market is one where quoted prices are readily available, representing regularly occurring transactions. The determination of fair value requires judgment and is based on market information where available and appropriate. Fair value measurements are categorized into levels within a fair value hierarchy based on the nature of the inputs used in the valuation.

Level 1 – where quoted prices are readily available from an active market.

Level 2 – valuation model not using quoted prices, but still using predominantly observable market inputs, such as market interest rates.

Level 3 – models using inputs that are not based on observable market data.

Of the total investments \$1,510,264 (2011 – \$1,536,782) is invested in Level 1 investments and \$90,047 (2011 – \$32,612) is invested in Level 2 investments.

**6. Risk management:**

Exposure to credit risk, liquidity risk and market risk (consisting of interest rate risk, foreign exchange risk and equity price risk) arise in the normal course of the University's business.

**Credit risk**

The University's principal financial assets are cash, accounts receivable and investments. The carrying amounts of financial assets in the balance sheet represent the University's maximum credit exposure at the balance sheet date.

The University's credit risk is primarily attributable to accounts receivable and investments. The amounts disclosed in the balance sheet are net of allowance for doubtful accounts, estimated based on previous experience and an assessment of the current economic environment. With the exception of amounts receivable from the University of Regina, the University does not have significant exposure to any individual customer.

**Market risk**

The University is exposed to interest rate risk on its long-term debt, the details of which are discussed in note 8.

The University's investments are in a pooled fund which consists of individual equity investments and, accordingly, are subject to equity price risk.

The University is not subject to foreign exchange risk.

**Liquidity risk**

Liquidity risk is the risk that the University is unable to meet its financial obligations as they fall due. The University manages this risk by managing its cash resources and having a \$500,000 (2011 - \$1,000,000) line of credit available to it.

**7. Line of credit**

The University has an authorized line of credit to a maximum of \$500,000 bearing interest at prime, secured by a general security agreement. At March 31, 2012 no amounts were drawn against this line of credit (2011 - \$nil).

**8. Long-term debt**

	<b>2012</b>	<b>2011</b>
Mortgage payable at an interest rate of 6.12% repayable in monthly instalments of \$95,600 due June 2032. The mortgage is secured by a first mortgage on the Regina Building located at the U of R Campus, Regina, Saskatchewan and a general security agreement.	\$13,074,312	\$ 13,407,406
Loan payable, at an interest rate of 6.50% per annum, repayable in monthly instalments at an amount equal to parking receipts less any administrative and maintenance charges related to the parking lot. Due October 30, 2022, the loan is secured by a general assignment of the revenue derived from the parking lot located at 1 First Nations Way, Regina, Saskatchewan.	-	324,127
	<u>13,074,312</u>	<u>13,731,533</u>
Less current portion	<u>352,672</u>	<u>358,094</u>
	<b><u>\$ 12,721,640</u></b>	<b><u>\$ 13,373,439</u></b>

Required principal repayments on long-term debt in each of the next five years, calculated using the minimum required payments, and assuming loans are refinanced on similar terms and conditions, are approximately as follows:

2013	\$ 352,672
2014	373,400
2015	395,348
2016	418,585
2017	443,188
Thereafter	11,091,119

**9. Deferred contributions**

Deferred contributions relate to property, plant and equipment and represent the unamortized amount of donations and grants received for the purchase of property, plant and equipment. The amortization of capital contributions is recorded as revenue in the statement of operations as the related property, plant and equipment is amortized.

	<b>2012</b>	<b>2011</b>
Balance, beginning of year	\$ 18,138,990	\$ 18,675,135
Additional contributions received	22,530	31,751
Amortization of deferred contributions	<u>(520,210)</u>	<u>(567,896)</u>
	<b><u>\$ 17,641,310</u></b>	<b><u>\$ 18,138,990</u></b>

**10. Investment in property, plant and equipment**

a) Investment in property, plant and equipment is calculated as follows:

	<b>2012</b>	<b>2011</b>
Property, plant and equipment – net book value	\$ 31,813,259	\$ 32,465,443
Purchase of assets financed by		
Deferred contributions	(17,641,310)	(18,138,990)
Long-term debt	<u>(13,074,312)</u>	<u>(13,731,533)</u>
	<b><u>\$ 1,097,637</u></b>	<b><u>\$ 594,920</u></b>

b) Change in net assets invested in property, plant and equipment is calculated as follows:

	<b>2012</b>	<b>2011</b>
Deficiency of revenue over expenses		
Amortization of property, plant and equipment	\$ (1,368,302)	\$ (1,547,519)
Amortization of deferred contributions	<u>520,210</u>	<u>567,896</u>
	<b><u>\$ (848,092)</u></b>	<b><u>\$ (979,623)</u></b>
Net change in investment in property, plant and equipment		
Purchase of property, plant and equipment	\$ 716,118	\$ 295,003
Disposals of property, plant and equipment	-	(692,579)
Additions to deferred contributions used to purchase property, plant and equipment	(22,530)	(31,750)
Repayment of long-term debt	<u>657,221</u>	<u>309,638</u>
	<b><u>\$ 1,350,809</u></b>	<b><u>\$ (119,688)</u></b>

**11. Restricted for trust and endowments**

	Trust	Endowment	2012	Total 2011
Non-expendable				
Capital balance	\$ —	\$ 400,000	400,000	\$ 400,000
Capital maintenance	<u>—</u>	<u>566,089</u>	<u>566,089</u>	<u>528,931</u>
	<u>—</u>	<u>966,089</u>	<u>966,089</u>	<u>928,931</u>
Expendable				
Trust funds	648,245	—	648,345	499,572
Accumulated deficit	<u>—</u>	<u>(125,153)</u>	<u>(125,153)</u>	<u>(109,537)</u>
	<u>648,245</u>	<u>(125,153)</u>	<u>523,092</u>	<u>390,035</u>
	<b><u>\$ 648,245</u></b>	<b><u>\$ 840,936</u></b>	<b><u>\$ 1,489,181</u></b>	<b><u>\$ 1,318,966</u></b>

Trust funds are expendable for scholarships at the discretion of the University's Scholarship Committees.

Endowment funds consist of a capital balance of \$400,000 plus a 4% per annum capital maintenance provision amounting to \$566,089 (2011 - \$528,931). The capital maintenance charge is to be applied on a compound basis. The capital portion of the trust and endowment has been restricted by the Board of Governors to provide for long-term revenue generation.

At March 31, 2012 the non-expendable capital balance plus capital maintenance provision within the endowment fund is \$125,153 (2011 - \$109,537) less than the value of the endowment fund assets. The deficit must be recovered prior to any endowment funds being expendable by the University.

**12. Restricted for research**

	2012	2011
Balance, beginning of year	\$ 85,235	\$ 116,921
Research projects revenue	78,860	256,276
Research projects expenses	<u>(103,621)</u>	<u>(284,881)</u>
	60,474	88,316
Transfer to unrestricted	<u>-</u>	<u>3,081</u>
Balance, end of year	<b><u>\$ 60,474</u></b>	<b><u>\$ 85,235</u></b>

**13. Other funds available - Stauffer Fund**

During 1985 a private endowment was entrusted to the University of Regina and is dedicated in perpetuity for the promotion and encouragement of education at the First Nations University of Canada. The Board of Governors of the University has passed a motion requiring a 4% per annum capital maintenance charge against the accumulated interest on the fund. This capital maintenance charge is to be applied on a compound basis. Any balance in the Stauffer Fund in excess of the principal balance and the interest accumulated for capital maintenance is, at the discretion of the Board of Governors of the University of Regina, paid to the First Nations University of Canada for its use. As the principal balance plus interest accumulated for capital maintenance is less than the carrying value of the Stauffer Fund investments this shortfall must be recovered prior to any funds being potentially available to the University.

**13. Other funds available - Stauffer Fund (continued)**

This fund balance is comprised as follows:

	<b>2012</b>	<b>2011</b>
Principle balance invested by the University of Regina	\$ 600,000	\$ 600,000
Interest accumulated for capital maintenance	<u>1,156,680</u>	<u>1,089,115</u>
	1,756,680	1,689,115
Stauffer Fund assets	<u>1,529,110</u>	<u>1,489,938</u>
Shortfall to be recovered prior to any potential payout to the University	<b><u>\$ 227,570</u></b>	<b><u>\$ 199,177</u></b>

These funds are potentially available to the First Nations University of Canada through an application by the University's Board of Governors to the University of Regina's Board of Governors. The approval of the application of the funds is under the discretion of the University of Regina. Accordingly, these funds have not been included in the University's statement of financial position.

During the current year the University received no distribution from the Stauffer Fund.

The fair value of investments held in the Stauffer fund approximate carrying value.

**14. Related party transactions**

Included in these financial statements are revenues and expenses resulting from routine operating transactions with related parties to the First Nations University of Canada. Related parties to the University include all programs of the Federation of Saskatchewan Indian Nations.

These transactions are in the normal course of operations and are recorded at the exchange amount, which is the amount of consideration established and agreed by the related parties. The University had the following transactions with related parties:

	<b>2012</b>	<b>2011</b>
Accounts payable	\$ —	\$ 21,883

**15. Commitments**

The University has entered into lease agreements for its office equipment and buildings. The following is a schedule of the future minimum payments for the next five years under operating leases.

Year ended March 31

2013	\$ 533,728
2014	381,873
2015	164,126
2016	55,252
2017	55,252

**16. Contingencies**

Two wrongful dismissal claims filed by academic and administrative personnel previously employed at the University were outstanding as at March 31, 2012. The claims are being defended and the University and management has made accruals based upon the likely outcome of each claim. Any difference between management's accrual and the actual results will be recorded as an expense in the year of settlement.

**17. Capital management**

The University's primary objective when managing capital is to ensure adequate funding is available to deliver academic programs which are sustainable on a long-term basis. Its main sources of capital are bank financing and its net assets.

There were no changes to the University's capital structure during the period and there have been no changes to the University's capital management processes and measures since the prior year end.

**18. Fair value of financial assets and financial liabilities**

The fair value of all financial assets and liabilities, other than investments (note 5) approximate their carrying value.



First Nations University of Canada

Schedule 1 – Expenses - Unaudited  
 Year ended March 31, 2012 with comparative figures for 2011

	Functional Area						For the year ending	
	Academic Instruction	Student Services	Physical Plant	Library	Computing and Communication	Administration	March 31, 2012	March 31, 2011
Salaries & benefits	\$ 6,920,613	\$ 780,688	\$ 742,365	\$ 350,201	\$ 326,091	\$ 1,868,680	\$ 10,988,638	\$ 12,563,337
Space rental and occupancy	381,146	–	1,315,826	–	145,030	–	1,842,002	1,713,256
Student activities	33,352	56,336	–	–	648	4,300	94,636	89,923
Supplies and service	307,006	174,900	240,701	10,027	127,042	1,352,518	2,212,194	2,035,504
Travel	145,966	32,554	10,818	7,964	21,041	89,138	307,481	270,828
<b>Total</b>	<b>\$ 7,788,083</b>	<b>\$ 1,044,478</b>	<b>\$ 2,309,710</b>	<b>\$ 368,192</b>	<b>\$ 619,852</b>	<b>\$ 3,314,636</b>	<b>15,444,950</b>	<b>16,672,848</b>
Amortization							1,368,302	1,547,519
Ancillary services							63,097	207,436
Interest on long-term debt							888,801	994,624
Research projects (schedule 4)							103,618	284,881
Special projects (schedule 5)							<u>660,340</u>	<u>626,513</u>
							<b>3,084,158</b>	<b>3,660,973</b>
<b>Total</b>							<b>\$ 18,529,108</b>	<b>\$ 20,333,821</b>

Schedule 2 – Research Projects Revenue - Unaudited

Year ended March 31, 2012 with comparative figures for 2011

	2012	2011
U of R – University of Regina – Indigenous Peoples Health Research Centre	\$ 50,174	\$ 256,276
Social Sciences and Humanities Research Council	16,000	–
Canada Foundation of Innovation	12,686	–
<b>Total</b>	<b>\$ 78,860</b>	<b>\$ 256,276</b>

	2012	2011
<b>Provincial Government:</b>		
Saskatchewan Indian Gaming Authority (SIGA)	\$ 4,200	\$ 4,798
Sask Advanced Education & Employment	54,103	23,208
Saskatchewan Health	2,000	1,000
Sask Energy	500	500
SaskPower	-	3,859
Sask Environment	6,306	1,828
Sask Arts Board	12,050	-
Sask Culture	7,438	-
Regina Qu'Appelle Health Region	1,600	-
First Nations & Metis Relations	3,500	1,500
<b>Federal Government:</b>		
Aboriginal Affairs and Northern Development Canada (AANDC)	36,137	20,000
Health Canada – First Nations & Inuit Health Branch (FNIHB)	319,492	457,058
Natural Science and Engineering Research Council	8,701	5,134
<b>Other:</b>		
Northern Inter-Tribal Health Authority (NITHA)	-	3,969
Regina – First Nations University Annual Pow Wow	190,560	23,485
University of Regina	11,932	99,596
Golf Tournament Registration Fees	-	22,568
Nexen	-	2,500
Bank of Canada	3,668	2,081
Casino Regina	2,947	-
Farm Credit Canada	1,051	-
ACTUA	7,380	-
Royal Bank	-	2,500
Other	19,371	2,668
<b>Total</b>	<b>\$ 692,936</b>	<b>\$ 678,252</b>

	2012	2011
<b>Educational:</b>		
IPHRC/CIHR Portion	\$ 50,491	\$ 212,881
Metis Health Strategy	16,630	8,022
Canada Foundation of Innovation Grant	12,686	–
Traditional Medicine Room	8,212	4,972
Developing Healthy Decision-Making with Aboriginal Youth Through Drama	4,677	3,336
Cree Concepts of Reincarnation	3,924	–
Culture Camp Approach in Aboriginal Education	2,651	266
Traditional Ways of Treating Skin Infections with Plants	2,215	–
Social Sciences and Humanities Council – Cohort Development Grant	1,000	–
Developing Healthy Decision-Making with Aboriginal Youth Through Theatre	834	–
National Aboriginal Special Education Symposium	298	614
Lori Campbell – Graduate Student Award	–	17,850
Heritage Project	–	7,600
Mahaila Scott – Summer Undergraduate Research Award	–	5,400
Danielle Cyr – Summer Undergraduate Research Award	–	5,400
Development of a Booklet on Tradition uses of Plants	–	4,166
Nakota Language Materials Catalogue and Digitization	–	3,985
Dialogic Process – Sturgeon Lake First Nation	–	2,942
IPHRC – Travel Willie Ermine	–	2,817
Modeling of the Influence of Aboriginal People in the Labor Market Dynamics of Saskatchewan	–	2,226
Western ACADRE Collaboration	–	2,028
Sharing the Knowledge	–	1,500
Somatic Experiencing, a Unique Approach to Trauma Work	–	464
ACADRE Knowledge Translation`	–	(1,588)
<b>Total</b>	<b>\$ 103,618</b>	<b>\$ 284,881</b>

	2012	2011
<b>Educational:</b>		
Drinking Water Quality Program (DWQP)	\$ 191,236	\$ 76,000
First Nations University Pow Wow – Regina	190,558	819
NFNECP – National First Nations Environmental Contaminants Program	101,356	109,678
Math/Science Camp	51,420	40,735
Aboriginal Youth Entrepreneurship Camp	34,353	28,178
TEL Grants – General	23,785	–
LING 100 (TEL Grant)	12,000	–
Treaty Four Historical & Interpretive Committee	9,503	–
Wiseman Mathematics Contest	8,701	5,134
Intercultural Leadership Program	8,426	99,596
Arts in Residence	7,549	–
Grassland Stompers and Little Prairie Jiggers Metis Dance Group	7,438	–
Student Networking Dinner	7,386	–
ADMN 260 (TEL Grant)	6,191	–
Community Literacy Plan	5,536	–
First Nations University Shared Garden	5,497	1,828
Environmental Health and Science Project	5,073	8,500
Art Gallery Programming	4,550	–
Bachelor of Health Studies – Mental Health & Addictions Course Development	3,506	–
Elders Christmas Dinner	2,947	–
Drama Course English	1,850	–
Aboriginal Spirituality	1,838	–
Young Writers	1,000	–
Indian Studies 100 Textbook Project	618	–
Cree Online Dictionary	592	–
Environmental Health	–	243,430
First Nations Presidents Golf Tournament	–	22,568
CREE 203 (TEL Grant)	–	12,000
Aboriginal Cultural Awareness Program (ACAP)	–	8,174
Northern Inter-Tribal Health Project (NITHA)	–	3,969
Native Prairie Area Project	–	3,859
Casino/Gaming	–	3,598
Bobby Kayseas	–	688
Regina Elders Office	–	611
	692,909	669,365
<b>Less administration fees</b>	32,569	42,852
<b>Total</b>	<b>\$ 660,340</b>	<b>\$ 626,513</b>