Consolidated financial statements of Algonquin College of Applied Arts and Technology

March 31, 2024

Management's Letter of Responsibility for Financial Reporting

The consolidated financial statements of the Algonquin College of Applied Arts and Technology (the "College") are the responsibility of management and have been approved by the Board of Governors.

The consolidated financial statements have been prepared by management in accordance with Canadian public sector accounting standards for government not-for-profit organizations, including the 4200 series of standards, as issued by the Public Sector Accounting Board ("PSAS for Government NPOs"). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. Consolidated financial statements are not precise since they include certain amounts based on estimates and judgements. Management has determined such amounts on a reasonable basis in order to ensure that the consolidated financial statements are presented fairly, in all material respects.

The College maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and that the College's assets are appropriately accounted for and adequately safeguarded.

The College's insurance liabilities have been reviewed by management in consultation with its broker. There are no material liabilities in either fact or contingency as at the date of this report.

The Board of Governors is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the consolidated financial statements. The Board carries out this responsibility principally through its Audit and Risk Management Committee.

The Audit and Risk Management Committee is appointed by the Board of Governors and meets regularly with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy itself that each party is properly discharging its responsibilities, and to review the consolidated financial statements and the external auditor's report. The Committee reports its findings to the Board for consideration when approving the consolidated financial statements. The Committee also considers, for review and approval by the Board, the engagement or re-appointment of the external auditors.

The consolidated financial statements have been audited by Deloitte LLP, the external auditor, in accordance with Canadian generally accepted auditing standards, on behalf of the Board. Deloitte LLP has full and free access to the Audit and Risk Management Committee.

Claude Brulé
President and CEO

Grant Perry
Chief Financial Officer

June 3, 2024

Deloitte LLP
100 Queen Street
Suite 1600
Ottawa ON K1P 5T8
Canada

Tel: 613-236-2442
Fax: 613-236-2195
www.deloitte.ca

Independent Auditor's Report

To the Board of Governors of
Algonquin College of Applied Arts and Technology

Opinion

We have audited the consolidated financial statements of Algonquin College of Applied Arts and Technology (the "College"), which comprise the consolidated statement of financial position as at March 31, 2024, and the consolidated statements of operations, changes in net assets, remeasurement gains and losses and cash flow for the year then ended, and notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of the College as at March 31, 2024, and the results of its consolidated operations, its consolidated remeasurement gains and losses, changes in its consolidated net assets and its consolidated cash flows for the year then ended in accordance with Canadian public sector accounting standards ("PSAS").

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards ("Canadian GAAS"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the College in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical 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.

Emphasis of Matter

We draw your attention to Note 18 of the financial statements, which describes that certain comparative information presented for the year ended March 31, 2023, have been restated. Our opinion is not modified in respect of this matter.

Other Matter

The financial statements for the year ended March 31, 2023, were audited by another auditor who expressed an unmodified opinion on those statements dated June 9, 2023.

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 PSAS, 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 College'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 College or to cease operations, or has no realistic alternative but to do so.

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

Auditor's 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 auditor's 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 GAAS 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 these financial statements.

As part of an audit in accordance with Canadian GAAS, 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.
- 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 College'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 College's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's 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 auditor's report. However, future events or conditions may cause the College 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.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the College to express an opinion on the financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We 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.

Deloitte LLP

Chartered Professional Accountants
Licensed Public Accountants
June 3, 2024

Algonquin College of Applied Arts and Technology

Consolidated statement of financial position

As at March 31, 2024

	Notes	2024 $	2023 $ (Restated - Note 18)
Assets			
Current assets			
Cash		**60,178,764**	55,343,102
Short-term investments	3	**77,014,862**	70,505,473
Accounts receivable	4	**26,866,028**	21,059,168
Inventory	5	**1,694,872**	1,847,583
Prepaid expenses		**10,501,228**	7,696,309
		176,255,754	156,451,635
Investments	3	**62,048,516**	35,722,527
Long Term Prepaid - Students' Association		**5,215,833**	5,325,833
Endowment assets	6(a)	**39,911,204**	34,807,402
Capital assets	7	**331,549,949**	333,689,717
		614,981,256	565,997,114
Liabilities			
Current liabilities			
Accounts payable and accrued liabilities		**54,930,755**	41,274,436
Accrued salaries and employee deductions payable		**4,440,108**	3,990,869
Deferred revenue	8	**78,263,413**	73,625,053
Current portion of long-term debt	10(a)	**4,336,936**	4,083,732
Current portion of obligations under capital leases	10(b)	**2,239,635**	1,985,578
		144,210,847	124,959,668
Long-term debt	10(a)	**23,917,885**	28,254,820
Obligations under capital leases	10(b)	**36,453,354**	38,692,981
Interest rate swaps	10(c)	**540,599**	1,060,212
Vacation, sick leave and post-employment benefits	11(b)	**21,163,081**	19,537,405
Deferred capital contributions	12	**136,688,167**	143,193,030
Asset retirement obligation	9	**1,812,969**	1,812,969
		364,786,902	357,511,085
Commitments, guarantees and contingencies	13		
Net assets (deficiency)			
Unrestricted		**1,000,000**	1,000,000
Investment in capital assets	14	**126,101,003**	116,947,843
Vacation, sick leave and post-employment benefits	11(b)	**(21,163,081)**	(19,537,405)
Internally restricted	15	**104,761,520**	77,302,203
Endowment fund	6(b)	**39,911,204**	34,807,402
		250,610,646	210,520,043
Accumulated remeasurement losses		**(416,292)**	(2,034,014)
		250,194,354	208,486,029
		614,981,256	565,997,114

The accompanying notes and schedules are an integral part of the consolidated financial statements.

Approved by the Board

James McCracken, Chair

Claude Brule, Member

Algonquin College of Applied Arts and Technology
Consolidated statement of operations
Year ended March 31, 2024

	Notes	2024 $	2023 $ (Restated - Note 18)
Revenue (Schedule A)			
Grants and reimbursements		**113,619,556**	116,085,061
Student tuition fees		**217,916,631**	160,296,963
Contract educational services		**67,855,030**	49,180,991
Campus Services (Schedule B)		**33,264,784**	28,419,083
Other		**36,484,126**	28,109,276
Amortization of deferred capital contributions	12	**7,470,371**	7,440,434
		476,610,498	389,531,808
Expenses			
Salaries and benefits		**255,973,383**	228,026,947
Building maintenance and utilities		**19,754,824**	14,984,292
Instructional supplies and equipment		**7,610,695**	7,022,552
Bursaries and other student aid		**7,127,601**	7,670,445
Interest		**2,408,006**	2,545,746
Amortization of capital assets		**18,704,151**	18,753,979
Amortization of long term prepaid - Students' Association		**110,000**	174,167
Campus Services (Schedule B)		**23,787,621**	21,364,270
Contract services		**58,133,201**	39,207,958
Information technology, software and licenses		**15,400,725**	14,448,051
Other		**30,987,814**	24,349,852
		439,998,021	378,548,259
Change in vacation, sick leave and post-employment benefits liabilities	11(b)	**1,625,676**	729,583
		441,623,697	379,277,842
Excess of revenue over expenses		**34,986,801**	10,253,966

The accompanying notes and schedules are an integral part of the consolidated financial statements.

Algonquin College of Applied Arts and Technology
Consolidated statement of changes in net assets
Year ended March 31, 2024

	Notes	Unrestricted $	Investment in capital assets $	Vacation, sick leave and post-employment benefits $	Internally restricted $	Endowment fund $	2024 $	2023 $ (Restated - Note 18)
Net assets (deficiency), beginning of year as previously reported		**1,000,000**	**114,029,194**	**(19,537,405)**	**77,302,203**	**34,807,402**	**207,601,394**	196,832,576
Prior period adjustment	18	**—**	**2,918,649**	**—**	**—**	**—**	**2,918,649**	4,008,656
Net assets (deficiency), beginning of year as restated		**1,000,000**	**116,947,843**	**(19,537,405)**	**77,302,203**	**34,807,402**	**210,520,043**	200,841,232
Excess of revenue over expenses		**34,986,801**	**—**	**—**	**—**	**—**	**34,986,801**	10,253,966
Change in vacation, sick leave and post-employment benefits liabilities	11(b)	**1,625,676**	**—**	**(1,625,676)**	**—**	**—**	**—**	—
Fund Transfers	15	**(27,459,317)**	**—**	**—**	**27,459,317**	**—**	**—**	—
Net change in investment in capital assets	14	**(9,153,160)**	**9,153,160**	**—**	**—**	**—**	**—**	—
Endowment contributions and investment income	6(b)	**—**	**—**	**—**	**—**	**5,103,802**	**5,103,802**	(575,155)
Net assets (deficiency), end of year		**1,000,000**	**126,101,003**	**(21,163,081)**	**104,761,520**	**39,911,204**	**250,610,646**	210,520,043

The accompanying notes and schedules are an integral part of the consolidated financial statements.

Algonquin College of Applied Arts and Technology
Consolidated statement of remeasurement gains and losses
Year ended March 31, 2024

	2024 $	2023 $
Accumulated remeasurement losses, beginning of year	**(2,034,014)**	(3,397,669)
Unrealized gains (losses) attributable to		
Fair value change in unrestricted investments	**124,306**	(973,803)
Interest rate swaps	**519,613**	1,152,004
	643,919	178,201
Realization of prior year losses	**973,803**	1,185,454
	1,617,722	1,363,655
Accumulated remeasurement losses, end of year	**(416,292)**	(2,034,014)

The accompanying notes and schedules are an integral part of the consolidated financial statements.

Algonquin College of Applied Arts and Technology
Consolidated statement of cash flows
Year ended March 31, 2024

	Notes	2024 $	2023 $ (Restated - Note 18)
Operating activities			
Excess of revenue over expenses		**34,986,801**	10,253,966
Items not affecting cash			
Amortization of long term prepaid - Students' Association		**110,000**	174,167
Amortization of capital assets		**18,704,151**	18,753,979
Adjustment to capital assets		**9,951**	13,694
Amortization of deferred capital contributions	12	**(7,470,371)**	(7,440,434)
Change in vacation, sick leave and post-employment benefits liabilities	11(b)	**1,625,676**	729,583
		47,966,208	22,484,955
Changes in non-cash operating working capital items	17	**10,284,850**	23,397,236
		58,251,058	45,882,191
Financing activities			
Principal repayments of long-term debt		**(4,083,731)**	(3,845,715)
Principal repayments of obligations under capital leases		**(1,985,570)**	(1,805,648)
Capital contributions received	12	**958,508**	3,056,357
Net contribution to Endowment Fund	6	**3,362,195**	928,949
Reduction of asset retirement obligation (ARO) liability	9	**—**	(4,131)
		(1,748,598)	(1,670,188)
Capital activity			
Capital asset additions	14	**(16,567,334)**	(17,865,217)
Investing activities			
Proceeds on disposal of investments		**113,860,535**	62,812,268
Purchases of investments		**(148,959,999)**	(107,141,289)
		(35,099,464)	(44,329,021)
Increase (decrease) in cash and cash equivalents		**4,835,662**	(17,982,235)
Cash and cash equivalents, beginning of year		**55,343,102**	73,325,337
Cash and cash equivalents, end of year		**60,178,764**	55,343,102
Interest paid in the year		**1,734,303**	2,010,023

The accompanying notes and schedules are an integral part of the consolidated financial statements.

1. Description of the College

The Algonquin College of Applied Arts and Technology (the "College") was incorporated as a College in 1966 under the laws of the Province of Ontario. The College is dedicated to providing post-secondary education.

The College is a registered charity and therefore is exempt, under Section 149 of the *Income Tax Act*, from payment of income taxes.

2. Significant accounting policies

The consolidated financial statements of the College have been prepared by management in accordance with Canadian public sector accounting standards, including the 4200 series of standards, as issued by the Public Sector Accounting Board ("PSAB") and include the following significant accounting policies:

(a) Basis of presentation

These consolidated financial statements include the accounts of the College and its controlled for-profit subsidiary, 2364193 Ontario Inc., which is fully consolidated in these consolidated financial statements.

These consolidated financial statements do not reflect the assets, liabilities and results of operations of the various student organizations at the College, as these organizations are not controlled by the College.

(b) Revenue

Adoption of Section PS 3400 Revenue

Effective April 1, 2023, the College adopted new Public Sector Accounting Handbook Standard PS 3400 Revenue prospectively. This Section establishes standards on how to account for and report on revenue. Specifically, it differentiates between revenue arising from transactions that include performance obligations, referred to as "exchange transactions", and transactions that do not have performance obligations, referred to as "non-exchange transactions". The adoption of this standard had no impact on the College's financial statements.

Revenue recognition

The College uses the deferral method of accounting for contributions for government not-for-profit organizations.

(i) Unrestricted contributions are recognized as revenue when received or receivable. Contributions externally restricted for purposes other than endowment are deferred and recognized as revenue in the period in which the related expenses are recognized. Contributions to endowment funds are recognized as direct increases in net assets in the period received.

Operating grants are recorded as revenue in the period to which they relate. Grant amounts relating to future periods are deferred and recognized in the subsequent period when the related activity occurs. Grants approved but not received are accrued or deferred.

(ii) Contributions received for capital assets are deferred and amortized into revenue over the same term and on the same basis as the related capital asset. Contributions of land are recognized as direct increases in investment in capital assets in the period received.

2. Significant accounting policies (continued)

(b) Revenue (continued)

Revenue recognition (continued)

(iii) Student tuition fees are recorded in the accounts based on the academic period of the specific courses. Tuition fees are deferred to the extent that the courses extend beyond the fiscal year of the College.

(iv) Contract educational services are recorded in the accounts based on the services provided in the College's fiscal year on a percentage-of-completion basis.

(v) Unrestricted investment income is recognized as revenue on an accrual basis. All unrealized gains or losses in the fair value of unrestricted investments are recognized in the consolidated statement of remeasurement gains and losses; once realized, these gains and losses are recognized in the consolidated statement of operations.

(c) Employee benefit plans

The College accrues its obligations for employee benefit plans. The cost of non-pension post-retirement and post-employment benefits earned by employees is actuarially determined using the projected benefit method pro-rated on services and management's best estimate of retirement ages of employees and expected health care costs.

The College is an employer member of the Colleges of Applied Arts and Technology Pension Plan, which is a multi-employer defined benefit pension plan. The College has adopted defined contribution plan accounting principles for this plan because insufficient information is available to apply defined benefit plan accounting principles.

(d) Financial instruments

All financial instruments reported on the consolidated statement of financial position of the College are classified as follows:

Cash	Amortized cost
Short-term investments	Fair value
Accounts receivable	Amortized cost
Investments	Fair value
Endowment investments	Fair value
Accounts payable and accrued liabilities	Amortized cost
Accrued salaries and employee deductions payable	Amortized cost
Long-term debt	Amortized cost
Obligations under capital leases	Amortized cost
Interest rate swaps	Fair value

Fair value for investments is determined using quoted market prices. The College has designated its fixed income securities that would otherwise be classified into the amortized cost category at fair value as the College manages and reports the performance on a fair value basis.

(i) Cash

Cash is comprised of the net amount of cash on hand and short-term investments, if any, which are highly liquid, subject to insignificant risk of changes in value and have a short maturity term of less than 90 days from the date of acquisition.

2. Significant accounting policies (continued)

(d) Financial instruments (continued)

(ii) Investments

Purchases of investments are recorded on the settlement date. Transaction costs related to the acquisition of investments are expensed. Short-term investments are fixed-term investments maturing within the next fiscal year.

Unrealized gains or losses on unrestricted investments, including the related foreign exchange gains or losses are recorded in the consolidated statement of remeasurement gains and losses; once realized, they are derecognized from the consolidated statement of remeasurement gains and losses and recognized in the consolidated statement of operations.

(iii) Endowed investments

Realized investment income and unrealized gains or losses from the change in fair value are recorded directly to the endowment fund in the consolidated statement of changes in net assets. Sales and purchases of endowed investments are recorded on the settlement date. Transaction costs related to the acquisition of endowed investments are recorded in expenses on the consolidated statement of operations.

(iv) Foreign currency

Investments denominated in foreign currencies are translated using rates of exchange in effect at the consolidated statement of financial position date.

(v) Interest rate swaps

The College is party to interest rate swap agreements used to manage the exposure to market risks from changing interest rates. The College's policy is not to utilize derivative financial instruments for trading or speculative purposes.

Unrealized gains or losses on interest rate swaps are recorded in the consolidated statement of remeasurement gains and losses; once realized, they are derecognized from the consolidated statement of remeasurement gains and losses and recognized in the consolidated statement of operations.

(vi) Impairment

With respect to financial assets measured at amortized cost, the College recognizes an impairment loss, if any, in the consolidated statement of operations when there are indicators of impairment and it determines that a significant adverse change has occurred during the period in the expected timing or amount of future cash flows. When the extent of impairment of a previously written-down asset decreases and the decrease can be related to an event occurring after the impairment was recognized, the previously recognized impairment loss is reversed to the consolidated statement of operations in the period the reversal occurs.

(e) Other financial instruments

The College records accounts receivable, accounts payable and accrued liabilities, accrued salaries and employee deductions payable and long-term debt at amortized cost using the effective interest method.

2. Significant accounting policies (continued)

(f) Inventory

Inventory is valued at the lower of cost and net realizable value. Cost is determined on a first in, first out basis.

(g) Capital assets

Purchased capital assets are recorded 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 that extend the estimated life of an asset are capitalized. Capital assets are reviewed for impairment whenever events or changes in circumstances indicate that the carrying amount of an asset may not be recoverable. When a capital asset no longer contributes to the College's ability to provide services, or the value of the future economic benefits associated with the capital asset is less than its net book value, the carrying value of the capital asset is reduced to reflect the decline in the asset's value.

(i) Furniture and library holdings are charged to expenses in the year of acquisition.

(ii) Land originally acquired at the Ottawa campus is recorded at a nominal value of $1 with subsequent additions recorded at cost. Land is not amortized due to its infinite life.

(iii) Works of Art are recorded based on a fair market value appraisal obtained at or near the time of acquisition. These capital assets are not subject to amortization as it is assumed that they will retain their value over time.

(iv) Donated capital assets are recorded at the value of the receipt issued to the donor, which reflects estimated fair value of the capital asset at the time of the donation.

(v) Construction in progress is not amortized until the project is complete and the facilities are available for use.

(vi) Assets under development are not amortized until the asset is complete and ready for use.

Capital assets are capitalized on acquisition and amortized on a straight-line basis over their useful lives, which has been estimated to be as follows:

Buildings	40 years
Leased capital equipment	20 years
Site improvements	10-20 years
Parking lots	10 years
Computers and equipment	5 years
Automotive equipment	5 years
Software	3-10 years

(h) Asset retirement obligations

A liability for an asset retirement obligation is recognized when there is a legal obligation to incur retirement costs in relation to a tangible capital asset; the past transaction or event giving rise to the liability has occurred; it is expected that future economic benefits will be given up; and a reasonable estimate of the amount can be made. The liability is recorded at an amount that is the best estimate of the expenditure required to retire a tangible capital asset at the financial statement date. This liability is subsequently reviewed at each financial reporting date and adjusted for the passage of time and for any revisions to the timing, amount required to settle the obligation or the discount rate. Upon the initial measurement of an asset retirement obligation, a corresponding asset retirement cost is added to the carrying value of the related tangible capital asset if it is still in productive use. This cost is amortized over the useful life of the tangible capital asset. If the related tangible capital asset is unrecognized or no longer in productive use, the asset retirement costs are expensed.

2. Significant accounting policies (continued)

(i) Expenses

In the consolidated statement of operations, the College presents its expenses by object, except for Campus Services which are presented by function.

Expenses are recognized in the year incurred and are recorded in the applicable function to which they are directly related. The College does not allocate expenses among functions after initial recognition.

(j) Contributed services

Volunteers contribute an indeterminable number of hours per year to assist the College in carrying out its service delivery activities. Because of the difficulty of determining their fair value, contributed services are not recognized in these consolidated financial statements.

(k) Use of estimates

The preparation of these consolidated 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 consolidated financial statements, as well as the reported amounts of revenues and expenses during the period. Actual results could differ from these estimates. These estimates are reviewed periodically and, as adjustments become necessary, they are reported in the periods in which they become known. The most significant estimates used in preparing these consolidated financial statements include assumptions used in determining the fair value of investments and interest rate swaps, the allowance for doubtful accounts, the amount of certain accrued liabilities, the estimated useful lives of tangible capital assets and the assumptions underlying the post-employment benefit liabilities and asset retirement obligation calculations.

3. Investments

Short-term investments of $77,014,862 ($70,505,473 in 2023) consist entirely of fixed income securities that will be maturing within a year.

Long-term investments consist of the following:

	2024	2023
	$	$
Fixed income securities	**61,663,031**	35,385,582
Equity investments	**385,485**	336,945
	62,048,516	35,722,527

The College’s fixed income securities have effective interest rates ranging from 0.25% to 6.66% and maturity dates ranging from July 2024 to September 2028 (0.25% to 4.41% and maturity dates ranging from May 2023 to June 2028 in 2023).

4. Accounts receivable

	2024	2023
	$	$
Government of Ontario	**3,879,620**	3,474,579
Harmonized Sales Tax receivable	**1,574,325**	1,707,048
Trade	**9,448,465**	3,190,633
Students	**9,110,081**	6,286,952
Other	**6,094,957**	8,719,731
Allowance for doubtful accounts	**(3,241,420)**	(2,319,775)
	26,866,028	21,059,168

Details on due dates for receivables are as follows:

	0-30 days	**31-60 days**	**61-90 days**	**Over 90 days**	**2024 Total**
	$	**$**	**$**	**$**	**$**
Government of Ontario	**3,879,620**	**—**	**—**	**—**	**3,879,620**
Harmonized Sales Tax receivable	**1,062,308**	**512,017**	**—**	**—**	**1,574,325**
Trade	**6,623,033**	**350,425**	**2,302,588**	**172,419**	**9,448,465**
Students	**401,717**	**6,427,751**	**—**	**2,280,613**	**9,110,081**
Other	**6,070,514**	**—**	**—**	**24,443**	**6,094,957**
Allowance for doubtful accounts	**—**	**(1,156,995)**	**—**	**(2,084,425)**	**(3,241,420)**
	18,037,192	**6,133,198**	**2,302,588**	**393,050**	**26,866,028**

	0-30 days	31-60 days	61-90 days	Over 90 days	2023 Total
	$	$	$	$	$
Government of Ontario	3,474,579	—	—	—	3,474,579
Harmonized Sales Tax receivable	1,707,048	—	—	—	1,707,048
Trade	2,656,563	248,401	98,406	187,263	3,190,633
Students	476,019	3,115,035	—	2,695,898	6,286,952
Other	8,707,535	—	—	12,196	8,719,731
Allowance for doubtful accounts	—	(560,706)	—	(1,759,069)	(2,319,775)
	17,021,744	2,802,730	98,406	1,136,288	21,059,168

5. Inventory

	2024	2023
	$	$
Bookstore	**1,380,590**	1,548,708
Food services	**274,942**	262,687
Publishing centre	**20,055**	19,952
Hospitality	**19,285**	16,236
	1,694,872	1,847,583

Included in Campus Services expenses is inventory expensed during the year in the amount of $9,757,499 ($9,250,766 in 2023).

6. Endowment investments

(a) Endowment investments represent funds held or receivable by the College which have been permanently endowed. The carrying value of endowed investments is recorded at fair value.

The endowment investments consist of the following:

Fair value

	2024 $	2023 $
Endowed investments		
Cash equivalents	**3,304,020**	1,578,922
Bonds	**12,936,714**	11,788,836
Equities	**23,670,470**	21,439,644
	39,911,204	34,807,402

Cost

	2024 $	2023 $
Endowed investments		
Cash equivalents	**3,295,701**	1,554,370
Bonds	**14,762,853**	13,588,675
Equities	**18,669,703**	18,223,016
	36,728,257	33,366,061

Endowed investments are managed by investment managers under an investment policy approved by the Board of Governors. The investment policy limits investments to Canadian and foreign equities traded on a public market, Canadian and the United States government bonds, corporate bonds with a minimum credit rating of BBB, and cash equivalents.

The bond amounts are invested in a pooled fixed-income fund.

6. Endowment investments (continued)

(b) Endowed funds consist of external contributions that either the donor or the College has designated as a permanent endowment. The endowed funds cannot be expended by the College. The annual income earned on the endowed funds may be expended only for the externally restricted purpose specified by the donor or the College. The changes during the year in the Endowment Fund / Assets are as follows:

	2024	2023
	$	$
Opening balance	**34,807,402**	35,382,557
Contributions	**2,385,627**	358,239
Realized investment income	**2,069,564**	1,645,796
Distributions	**(1,092,996)**	(1,075,086)
Net contribution to Endowment Fund	**3,362,195**	928,949
Unrealized gains (losses) due to changes in fair value of endowment assets		
Net change in Endowment Fund	**1,741,607**	(1,504,104)
Ending balance	**5,103,802**	(575,155)
	39,911,204	34,807,402

The College's endowment policy is to annually distribute investment income equal to 5% of the Endowment Fund's book value at the end of the preceding fiscal year. The policy requires 4% to be distributed as student financial aid and 1% to cover a portion of fundraising expenses. The purpose of this policy is to allow the College to distribute a consistent amount of income from the endowed funds on an annual basis regardless of the investment income actually earned in the fiscal year.

As at March 31, 2024, the Endowment Fund assets included a balance of $12,482,820 ($11,506,252 in 2023) which represents the cumulative realized investment income in excess of amounts distributed. The changes during the year are as follows:

	2024	2023
	$	$
Amount available for future distribution, beginning of year	**11,506,252**	10,935,542
Realized investment income	**2,069,564**	1,645,796
Amount distributed for bursaries and to cover fundraising expenses	**(1,092,996)**	(1,075,086)
Amount available for future distribution, end of year	**12,482,820**	11,506,252

7. Capital assets

	Cost $	Accumulated amortization $	2024 Net book value $
Land	**5,370,625**	**—**	**5,370,625**
Buildings	**376,312,736**	**159,006,957**	**217,305,779**
Asset retirement obligation - buildings	**1,817,100**	**1,320,107**	**496,993**
Work in progress	**38,837,555**	**—**	**38,837,555**
Leased capital equipment	**57,913,108**	**17,211,555**	**40,701,553**
Site improvements	**53,686,005**	**36,857,820**	**16,828,185**
Parking lots	**926,213**	**926,213**	**—**
Computers and equipment	**39,677,469**	**35,027,232**	**4,650,237**
Automotive equipment	**465,661**	**375,912**	**89,749**
Software	**14,917,015**	**7,767,909**	**7,149,106**
Works of Art	**120,167**	**—**	**120,167**
	590,043,654	**258,493,705**	**331,549,949**

	Cost $	Accumulated amortization $	2023 Net book value $ (Restated - Note 18)
Land	5,370,625	—	5,370,625
Buildings	376,312,736	150,197,753	226,114,983
Asset retirement obligation - buildings	1,817,100	1,285,367	531,733
Work in progress	25,290,353	—	25,290,353
Leased capital equipment	57,913,108	14,315,899	43,597,209
Site improvements	52,813,127	33,175,870	19,637,257
Parking lots	926,213	926,213	—
Computers and equipment	38,684,478	33,698,748	4,985,730
Automotive equipment	447,200	347,812	99,388
Software	14,284,628	6,342,356	7,942,272
Works of Art	120,167	—	120,167
	573,979,735	240,290,018	333,689,717

Assets under development are comprised of construction in progress and software under development.

8. Deferred revenue

Details of the year-end balance are as follows:

	2024	2023
	$	$
Student tuition fees	**63,990,204**	61,339,267
Grants and reimbursements	**659,220**	767,853
Contract education services	**1,054,771**	1,212,625
Student aid	**2,844,940**	2,510,628
Miscellaneous projects	**9,714,278**	7,794,680
	78,263,413	73,625,053

Student tuition fees are for academic courses which extend beyond the fiscal year of the College.

Grants and reimbursements are unexpended externally restricted grants to be spent on future specific projects, including improvements and investments in the College's campus facilities, equipment and programs.

Contract education services represent prepayments for courses to be held in future years.

Student aid represents the unexpended donations and interest to be spent on student scholarships and bursaries in future years.

Miscellaneous projects include contributions, deposits and prepayments related to small, miscellaneous activities of the College.

9. Asset retirement obligation

The College's financial statements include an asset retirement obligation for four buildings on its Ottawa campus which were constructed using building materials containing asbestos. The related asset retirement costs are being amortized on a straight-line basis over the remaining useful life of the buildings. The estimated total future expenditures are $1,812,969 ($1,812,969 in 2023). The College will fund from operations any costs needed to remove asbestos before beginning new construction or renovation work in an area known to contain asbestos.

The carrying amount of the liability is as follows:

	2024	2023
	$	$
Opening balance	**1,812,969**	1,817,100
Decrease due to liability settled during the year	**—**	(4,131)
Ending balance	**1,812,969**	1,812,969

The total amount of the liability may change due to the discovery of additional asset retirement obligations.

10. Long-term debt and interest rate swaps

(a) Long-term debt

The College has entered into the following long-term debt agreements to finance the construction of student residences, the Police and Public Safety Institute, and the Student Commons:

	2024	2023
	$	$
Residence I building loan, bearing real interest rate of 8.05% maturing in 2025, with average monthly payments of $94,274	**2,193,096**	3,100,158
Residence II building loan, bearing real interest rate of 7.7% maturing in 2027, with average monthly payments of $125,889	**4,499,714**	5,606,132
Residence III building loan, bearing real interest rate of 6.97% maturing in 2029, with average monthly payments of $122,122	**6,325,314**	7,303,505
Police and Public Safety Institute loan, bearing real interest rate of 7.65% maturing in 2029, with average monthly payment of $34,653	**809,070**	1,145,575
Student Commons loan, bearing interest at 4.008%, maturing in 2037, with semi-annual payments of $678,301	**14,427,627**	15,183,182
	28,254,821	32,338,552
Less: current portion	**4,336,936**	4,083,732
	23,917,885	28,254,820

Interest is payable on a monthly basis. The principal of the loans is payable as follows:

	$
2025	4,336,936
2026	4,853,249
2027	4,076,548
2028	2,126,830
2029	2,695,726
Thereafter	10,165,532
	28,254,821

10. Long-term debt and interest rate swaps (continued)

(b) Obligations under capital leases

The College has entered into the following long-term capital leasing arrangements to finance facility improvement measures installed in multiple buildings at the Ottawa campus:

	2024	2023
	$	$
Phase 1, bearing an implicit interest rate of 4.44% maturing in 2035, with average monthly payments of $91,330	**10,606,773**	11,222,508
Phase 2, bearing an implicit interest rate of 5.26% maturing in 2035, with average monthly payments of $23,750	**2,651,452**	2,794,939
Phase 3, bearing an implicit interest rate of 5.17% maturing in 2035, with average monthly payment of $99,310	**12,110,108**	12,667,942
Phase 4, bearing an implicit interest rate of 4.35% maturing in 2029, with average monthly payment of $34,653	**13,324,656**	13,993,170
	38,692,989	40,678,559
Less: current portion	**2,239,635**	1,985,578
	36,453,354	38,692,981

Interest is payable on a monthly basis. The principal of the lease payments is payable as follows:

	$
2025	2,239,635
2026	2,440,311
2027	2,652,831
2028	2,877,818
2029	3,115,924
Thereafter	25,366,470
	38,692,989

(c) Interest rate swaps

The College has interest rate swap agreements to manage the volatility of interest rates. The College converted a net notional $59.0 million ($59.0 million in 2023) of floating rate long-term debt relating to the three phases of the Residence and the Police and Public Safety Institute. The fixed rates received under the interest rate swaps range from 6.97% to 8.05% (6.97% to 8.05% in 2023). The maturity dates of the interest rate swaps are the same as the maturity dates of the associated long-term debt, ranging from 2025 to 2029.

The fair value of the interest rate swaps in favour of the counterparty at March 31, 2024 is $540,599 ($1,060,212 in 2023).

11. Employee benefits plans

(a) Pension plan

All full-time employees of the College are members of the Colleges of Applied Arts and Technology ("CAAT") Pension Plan (the "Plan"), which is a multi-employer defined benefit pension plan available to all eligible employees of the participating members of the CAAT. Plan members will receive benefits based on the length of service and on the average of annualized earnings during the highest five consecutive years prior to retirement, termination, or death. The College makes contributions to the Plan equal to those of the employees. Contribution rates are set by the Plan's governors to ensure the long-term viability of the Plan. Since the Plan is a multi-employer plan, the College's contributions are accounted for as if the plan were a defined contribution plan with the College's contributions being expensed in the period they come due.

Any pension surplus or deficit is a joint responsibility of the members and employers and may affect future contribution rates. The College does not recognize any share of the Plan's pension surplus or deficit as insufficient information is available to identify the College's share of the underlying pension assets and liabilities. The most recent actuarial valuation filed with pension regulators as of January 1, 2024, indicated an actuarial surplus on a going concern basis of $5.3 billion ($4.7 billion in December 31, 2022).

Contributions to the Plan and its associated retirement compensation arrangement made during the year by the College on behalf of its employees amounted to $21,337,858 ($19,552,865 in 2023) and are included in salaries and benefits in the consolidated statement of operations.

(b) Post-employment benefits

The College provides extended health care, dental insurance and life insurance benefits to certain of its employees under a multi-employer plan under CAAT. This coverage may be extended to the post-employment period. The most recent actuarial valuations of post-employment benefits were completed by the Plan's Actuary as of February 1, 2023, and were extrapolated for accounting purposes to March 31, 2024.

The significant actuarial assumptions adopted in estimating the College's accrued benefit liability are as follows:

	2024	2023
Discount rate for prior fiscal disclosure and current fiscal benefit cost	**3.40%**	2.90%
Discount rate for current fiscal disclosure	**3.50%**	3.40%
Dental cost and premium increase for post-employment benefits	**4.00%**	4.00%
Medical premium escalation	**6.16% in 2023 grading down to 4.0% in 2040**	6.16% in 2023, grading down to 4.0% in 2040
Expected return on assets for benefit cost	**4.20%**	1.50%
Expected return on assets for disclosure	**5.30%**	4.20%

11. Employee benefits plans (continued)

(b) Post-employment benefits (continued)

The composition of the vacation, sick leave and post-employment net asset deficiency is as follows:

	2024	2023
	$	$
Post-employment benefits	**2,899,270**	3,006,634
Vacation	**12,432,811**	10,996,771
Sick leave	**5,831,000**	5,534,000
	21,163,081	19,537,405

The employee future benefit liability change for the year ended March 31, 2024 is an increase of $1,625,676 (increase of $729,583 in 2023). This amount is comprised of:

	2024	2023
	$	$
Current year service cost	**695,000**	707,000
Interest expense on accrued benefit obligation	**281,000**	208,000
Amortization of actuarial loss	**188,000**	98,000
Benefit payments made by the College during the year	**461,676**	(283,417)
	1,625,676	729,583

12. Deferred capital contributions

Deferred capital contributions represent the unamortized amount of donations and grants received for the purchase and construction of capital assets. Investment income earned on government contributions received is also included in deferred capital contributions. The amortization of the deferred capital contributions is recorded as revenue in the consolidated statement of operations.

The changes in the deferred capital contributions balance are as follows:

	2024	2023
	$	$
Balance, beginning of year	**143,193,030**	147,554,107
Less amortization of deferred capital contributions	**7,470,371**	7,440,434
	135,722,659	140,113,673
Add capital contributions received	**—**	312,140
Government contributions		
Other capital projects	**758,372**	1,786,543
Apprenticeship Enhancement Fund	**200,136**	557,674
Contributions from the Students' Association	**—**	400,000
Contributions received before donated equipment	**958,508**	3,056,357
Donated equipment	**7,000**	23,000
	965,508	3,079,357
Balance, end of year	**136,688,167**	143,193,030

13. Commitments, guarantees and contingencies

Commitments

The College has committed to make the following minimum payments under various vehicle, premises rental, equipment leases and subscription agreements. The anticipated payments in each of the next five years and thereafter in aggregate under current arrangements are as follows:

	$
2025	5,052,279
2026	2,090,786
2027	678,983
2028	631,881
2029	602,006
Thereafter	833,725
	9,889,660

Letters of credit

The College is contingently liable under letters of credit amounting to $1,338,187 ($1,338,187 in 2023), which have been issued in the normal course of business.

Guarantees

In the normal course of business, the College has entered into lease agreements for premises and equipment. It is common in such commercial lease transactions for the College, as the lessee, to agree to indemnify the lessor's liabilities that may arise from the use of the leased assets. The maximum amount potentially payable under the foregoing indemnities cannot be reasonably estimated. The College has liability insurance that relates to the indemnifications described above.

Contingencies

The College is involved with pending litigation and claims which arise in the normal course of operations. In the opinion of the administration, any liability that may arise from such contingencies would not have a significant adverse effect on the consolidated financial statements of the College.

On January 22, 2024, the Government of Canada (the "Government") announced an intake cap on international student permit applications for a period of two years. At the end of 2024, the Government will re-assess the number of new study permits that will be processed in 2025.

In addition, as a result of these policy changes, students at public-private partnership campuses in Ontario will no longer be eligible for post-graduate work permits, which affects the sustainability of these partnerships.

A significant portion of the College's tuition revenues is derived from international students and the College is assessing the impact of this announcement on its ability to earn revenue from international students.

14. Investment in capital assets

The investment in capital assets consists of the following:

	2024 $	2023 $ (Restated - Note 18)
Capital assets	**331,549,949**	333,689,717
Less amounts financed by		
Deferred capital contributions used (Note 12)	**(136,688,167)**	(143,193,030)
Long-term debt	**(28,254,821)**	(32,338,552)
Obligation under capital lease	**(38,692,989)**	(40,678,559)
Asset retirement obligation	**(1,812,969)**	(531,733)
	126,101,003	116,947,843

The net change in investment in capital assets is calculated as follows:

	2024 $	2023 $ (Restated - Note 18)
Capital asset additions		
Total additions	**16,574,334**	17,888,217
Less: Donated equipment	**(7,000)**	(23,000)
Additions net of donated equipment	**16,567,334**	17,865,217
Less: Other capital assets financed with capital contributions	**(958,508)**	(3,056,357)
Capital assets purchased with College funds	**15,608,826**	14,808,860
External financing		
Decrease in long-term debt	**4,083,731**	3,845,717
Decrease in obligation under capital lease	**1,985,570**	1,805,648
Increase in asset retirement obligation	**(1,281,236)**	—
Amortization of capitalized asset retirement obligations	**—**	34,740
Amortization of deferred capital contributions	**7,470,371**	7,440,434
Amortization of capital assets	**(18,704,151)**	(18,753,979)
Adjustment of capital assets	**(9,951)**	(13,694)
Net change in investment in capital assets	**9,153,160**	9,167,726

15. Capital disclosures

Capital

The College considers its operating capital to consist of long-term debt including the interest rate swaps, net assets invested in capital assets, internally restricted net assets, and unrestricted net assets. The College's overall objective for its capital is to fund capital assets, future projects, and ongoing operations. The College manages its capital by appropriating amounts to internally restricted net assets for anticipated future projects, contingencies, and other capital requirements as disclosed below.

15. Capital disclosures (continued)

Capital (continued)

The College also considers its endowments, as disclosed in Note 6 as part of its capital. The College's objective with regard to endowments is to grow the endowment principal and maximize investment income to increase funding for student aid.

The College may not incur an accumulated deficit without the approval of the Minister of Colleges and Universities of Ontario. The College would be required to eliminate any accumulated deficit within a prescribed period of time.

The College is not subject to any other externally imposed capital requirements and its approach to capital management remains unchanged from the prior year.

Internally restricted net assets

Internally restricted net assets are funds restricted by the College for future projects to improve and invest in the College's campus facilities, information systems, equipment, programs, student aid, and employee retraining.

Internally restricted net assets consist of the following:

	2024 $	2023 $
Specific reserves		
Other projects and initiatives	**36,542,585**	32,132,735
Campus Services reserve fund	**9,839,202**	4,754,805
Contingency reserve fund	**13,110,000**	10,454,000
Employment stabilization funds	**634,565**	627,856
Reserve funds		
Future capital expansion	**41,974,419**	26,809,586
Gain on sale of March Road land	**2,660,749**	2,523,221
Balance, end of year	**104,761,520**	77,302,203

During the year the Board of Governors approved the net transfer of $27,459,317 from the unrestricted fund to internally restricted net assets (net transfer of $1,815,822 from internally restricted net assets to the unrestricted fund in 2023).

16. Financial instruments

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The College is exposed to interest rate risk with respect to its interest-bearing investments and its long-term debt. The College mitigates interest rate risk on certain long-term debt through derivative interest-rate swap agreements which exchange the variable rate inherent in the loan for a fixed rate (Note 10b). As a result, fluctuations in market interest rates would not impact the future cash flows relating to these loans.

16. Financial instruments (continued)

Interest rate risk (continued)

As at March 31, 2024, a 1% increase in nominal interest rates would result in a decline of investments of approximately $1,147,592 ($973,191 in 2023) and an appreciation of the interest rate swap's fair value of approximately $270,606 ($412,816 in 2023). Conversely, a 1% decrease in nominal interest rates would result in an increase of investments of approximately $1,147,592 ($973,191 in 2023), and a decrease of the interest rate swap's fair value of approximately $278,423 ($428,550 in 2023). These amounts do not include other variables such as convexity.

Price risk

Price risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all similar financial instruments traded in the market. The College is exposed to price risk with respect to its investments held in equity instruments.

As at March 31, 2024, a 5% increase in price would result in an increase to endowment assets of approximately $1,183,524 ($1,071,982 in 2023).

Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. The College believes that it is not exposed to significant currency risks arising from its financial instruments.

Credit risk

Credit risk arises from the potential that a counterparty to an investment will fail to perform its obligations. The College is exposed to credit risk on its accounts receivable and its fixed-income investments. The maximum exposure to credit risk is the carrying value reported in the consolidated statement of financial position. Credit exposure is minimized by dealing mostly with creditworthy counterparties such as government agencies and public companies. The College also enforces approved collection policies for student accounts.

Concentrations of accounts receivable are described in Note 4. Primary credit portfolio concentrations on investments are detailed in Notes 3 and 6.

16. Financial instruments (continued)

Liquidity risk

Liquidity risk is the risk that the College will not be able to meet all cash flow obligations as they come due. The College mitigates this risk by monitoring cash activities and expected outflows through extensive budgeting and cash flow analysis. The College has the following financial liabilities as at March 31, 2024:

				2024
	Net book value	**2025**	**2026**	**2027 and after**
	$	**$**	**$**	**$**
Accounts payable and accrued liabilities	**54,930,755**	**54,930,755**	**—**	**—**
Accrued salaries and employee deduction payable	**4,440,108**	**4,440,108**	**—**	**—**
Long-term debt	**28,254,821**	**4,336,936**	**4,853,249**	**19,064,636**
Obligations under capital leases	**38,692,989**	**2,239,635**	**2,440,309**	**34,013,045**
Interest swaps	**540,599**	**—**	**—**	**540,599**
	126,859,272	**65,947,434**	**7,293,558**	**53,618,280**

				2023
	Net book value	2024	2025	2026 and after
	$	$	$	$
Accounts payable and accrued liabilities	41,274,436	41,274,436	—	—
Accrued salaries and employee deduction payable	3,990,869	3,990,869	—	—
Long-term debt	32,338,552	4,083,732	4,336,936	23,917,884
Obligations under capital leases	40,678,559	1,985,578	2,239,635	36,453,346
Interest swaps	1,060,212	—	—	1,060,212
	119,342,628	51,334,615	6,576,571	61,431,442

Fair values

The carrying values of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities, accrued salaries and employee deductions payable, approximate their fair value due to the relatively short periods to maturity of the instruments.

The carrying value of long-term debt including the interest rate swaps approximates fair value.

16. Financial instruments (continued)

Fair value hierarchy

Financial instruments are grouped into Levels 1 to 3 based on the degree to which fair value is observable:

- Level 1 fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2 fair value measurements are those derived from inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and
- Level 3 fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value hierarchy requires the use of observable market inputs whenever such inputs exist. A financial instrument is classified to the lowest level of the hierarchy for which a significant input has been considered in measuring fair value.

The following table presents the financial instruments recorded at fair value in the consolidated statement of financial position, classified using the fair value hierarchy described above:

	Level 1	**Level 2**	**Level 3**	**2024 Total**
	$	**$**	**$**	**$**
Short-term investments	**—**	**77,014,862**	**—**	**77,014,862**
Long-term investments	**385,485**	**61,663,031**	**—**	**62,048,516**
Endowment assets	**24,245,437**	**15,665,767**	**—**	**39,911,204**
Interest rate swaps	**—**	**540,599**	**—**	**540,599**
Total	**24,630,922**	**154,884,259**	**—**	**179,515,181**

	Level 1	Level 2	Level 3	2023 Total
	$	$	$	$
Short-term investments	—	70,505,473	—	70,505,473
Long-term investments	336,945	35,385,582	—	35,722,527
Endowment assets	21,859,809	12,947,593	—	34,807,402
Interest rate swaps	—	1,060,212	—	1,060,212
Total	22,196,754	119,898,860	—	142,095,614

17. Changes in non-cash operating working capital items

	2024 $	2023 $
Accounts receivable	**(5,806,860)**	5,758,577
Inventory	**152,711**	88,390
Prepaid expenses	**(2,804,919)**	(2,158,484)
Accounts payable and accrued liabilities	**13,656,319**	10,959,054
Accrued salaries and employee deductions payable	**449,239**	(6,910,416)
Deferred revenue	**4,638,360**	15,660,115
	10,284,850	23,397,236

18. Prior period adjustment

On October 15, 2013, the College signed an Energy Performance Contract with Siemens Canada Limited, as well as a tripartite agreement between the College, Siemens and Manulife in which the College agreed to pay Manulife from savings derived from the Energy Performance Contract for the facility improvement measures implemented by Siemens.

During the year ended March 31, 2024, the College determined that, as of the last contract modification date, June 30, 2015, there was no longer any variability in the amount of contingent rental to be paid to Manulife as the expected energy savings were being achieved. As a result, it was then possible for the College to estimate the present value of the liability under the terms of the agreement and account for the corresponding capital asset. Consequently, the College has recorded an adjustment to correct the prior period and restated the 2023 financial statements as follows:

	Original balance $	Adjustment $	2023 Restated balance $
Statement of financial position			
Capital assets	290,092,508	43,597,209	333,689,717
Obligations under capital leases	—	40,678,559	40,678,559
Investment in capital assets	114,029,194	2,918,649	116,947,843
Statement of operations			
Building maintenance and utilities	18,723,297	(3,739,005)	14,984,292
Interest expense	612,389	1,933,357	2,545,746
Amortization of capital assets	15,858,324	2,895,655	18,753,979
Excess of revenue over expenses	11,343,973	(1,090,007)	10,253,966
Statement of changes in net assets			
Net assets, April 1, 2022	196,832,576	4,008,656	200,841,232
Excess of revenue over expenses	11,343,973	(1,090,007)	10,253,966
Net assets, March 31, 2023	207,601,394	2,918,649	210,520,043

19. Comparative figures

Certain comparative figures have been reclassified to conform to the current year's presentation.

Algonquin College of Applied Arts and Technology

Schedule A – Supplementary information - Revenue

Year ended March 31, 2024

	Notes	2024 $	2023 $
Grants and reimbursements			
Post secondary activity		**103,958,653**	107,007,911
Apprentice programs		**7,804,700**	6,694,376
Special bursaries		**1,856,203**	2,382,774
		113,619,556	116,085,061
Student tuition fees			
Full-time post secondary		**194,967,767**	139,771,303
Full-time non-funded		**531,584**	481,416
Part-time		**11,762,518**	11,074,269
Adult training		**1,522,338**	1,264,214
Student information technology fees		**9,132,424**	7,705,761
		217,916,631	160,296,963
Contract educational services			
Provincially funded programs		**13,815,557**	19,085,529
Public college private partnership		**22,212,675**	4,381,879
International programs		**1,493,790**	1,420,872
Corporate and other programs		**30,333,008**	24,292,711
		67,855,030	49,180,991
Campus Services (Schedule B)		**33,264,784**	28,419,083
Other			
Early Learning Centre		**1,218,628**	1,216,975
Student ancillary fees		**7,302,332**	6,431,044
Investment income		**8,766,292**	3,856,867
Miscellaneous		**19,196,874**	16,604,390
		36,484,126	28,109,276
Amortization of deferred capital contributions	12	**7,470,371**	7,440,434
		476,610,498	389,531,808

Algonquin College of Applied Arts and Technology

Schedule B – Supplementary information - Campus Services operations summary

Year ended March 31, 2024

	Gross revenue $	Internal revenue $	Net revenue $	Expenses $	Internal expenses $	Net expenses $	Contribution including internal transactions $	2024 Contribution net of internal transactions $
Food services	**9,298,880**	**(302,250)**	**8,996,630**	**9,518,883**	**(302,250)**	**9,216,633**	**(220,003)**	**(220,003)**
Bookstore	**9,475,468**	**(2,890,417)**	**6,585,051**	**9,297,265**	**(2,836,058)**	**6,461,207**	**178,203**	**123,844**
Parking and lockers	**5,796,361**	**(66,764)**	**5,729,597**	**1,576,881**	**(18,163)**	**1,558,718**	**4,219,480**	**4,170,879**
Publishing centre	**1,654,368**	**(1,512,152)**	**142,216**	**951,795**	**(869,976)**	**81,819**	**702,573**	**60,397**
Residence	**11,642,559**	**—**	**11,642,559**	**6,509,219**	**—**	**6,509,219**	**5,133,340**	**5,133,340**
Director’s office	**168,731**	**—**	**168,731**	**1,374,435**	**—**	**1,374,435**	**(1,205,704)**	**(1,205,704)**
Overhead allocation	**—**	**—**	**—**	**—**	**(1,414,410)**	**(1,414,410)**	**—**	**1,414,410**
	38,036,367	**(4,771,583)**	**33,264,784**	**29,228,478**	**(5,440,857)**	**23,787,621**	**8,807,889**	**9,477,162**

	Gross revenue $	Internal revenue $	Net revenue $	Expenses $	Internal expenses $	Net expenses $	Contribution including internal transactions $	2023 Contribution net of internal transactions $
Food services	7,413,931	(185,785)	7,228,146	7,664,134	(185,785)	7,478,349	(250,203)	(250,203)
Bookstore	9,086,942	(2,676,613)	6,410,329	8,791,355	(2,589,546)	6,201,809	295,587	208,520
Parking and lockers	4,675,393	(62,084)	4,613,309	989,470	(13,139)	976,331	3,685,923	3,636,978
Publishing centre	1,317,684	(1,178,384)	139,300	850,074	(760,207)	89,867	467,610	49,433
Residence	9,889,123	—	9,889,123	5,861,661	—	5,861,661	4,027,462	4,027,462
Director’s office	138,876	—	138,876	985,893	—	985,893	(847,017)	(847,017)
Overhead allocation	—	—	—	—	(229,640)	(229,640)	—	229,640
	32,521,949	(4,102,866)	28,419,083	25,142,587	(3,778,317)	21,364,270	7,379,362	7,054,813