

Consolidated Financial Statements of

# **CARLETON UNIVERSITY**

Year ended April 30, 2024

# CARLETON UNIVERSITY

Index

Year ended April 30, 2024

---

	<b>Page</b>
<b>Independent Auditor's Report</b>	
<b>Consolidated Financial Statements</b>	
Consolidated Statement of Financial Position .....	1
Consolidated Statement of Operations .....	2
Consolidated Statement of Changes in Net Assets .....	3
Consolidated Statement of Cash Flows .....	5
Notes to Consolidated Financial Statements .....	6
Schedule 1 Consolidated Schedule of Changes in Ancillary Net Assets .....	29



**KPMG LLP**

150 Elgin Street, Suite 1800  
Ottawa, ON K2P 2P8  
Canada  
Telephone 613 212 5764  
Fax 613 212 2896

**INDEPENDENT AUDITOR'S REPORT**

To the Board of Governors of Carleton University

***Opinion***

We have audited the consolidated financial statements of Carleton University (the Entity), which comprise:

- the consolidated statement of financial position as at April 30, 2024
- the consolidated statement of operations for the year then ended
- the consolidated statement of changes in net assets for the year then ended
- the consolidated statement of cash flows for the year then ended
- and notes to the consolidated financial statements, including a summary of significant accounting policies

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

In our opinion, the accompanying financial statements, present fairly, in all material respects, the consolidated financial position of the Entity as at April 30, 2024, and its consolidated results of operations, and its consolidated cash flows for the year then ended in accordance with Canadian accounting standards for not-for-profit organizations.

***Basis for Opinion***

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

We are independent of the Entity in accordance with the ethical requirements that are relevant to our audit of the consolidated 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.



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

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of consolidated 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 Entity'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 Entity or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Entity'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 generally accepted auditing standards will always detect a material misstatement when it exists.

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

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

We also:

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

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

- 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 Entity's internal control.



Page 3

- 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 Entity'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 Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the group Entity 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.

A handwritten signature in black ink that reads 'KPMG LLP' with a horizontal line underneath.

Chartered Professional Accountants, Licensed Public Accountants

Ottawa, Canada

October 18, 2024

# CARLETON UNIVERSITY

## Consolidated Statement of Financial Position

April 30, 2024, with comparative information for 2023  
(in thousands of dollars)

	2024	2023
<b>Assets</b>		
Current assets:		
Cash	\$ 66,352	\$ 33,884
Short term investments (note 3)	573,076	573,046
Accounts receivable (note 4)	42,972	37,983
Prepaid expenses	9,525	9,787
Current portion of net investment in lease (note 5)	1,139	1,066
	<u>693,064</u>	<u>655,766</u>
Investments (note 3)	491,741	554,557
Net investment in lease (note 5)	2,536	3,675
Tangible capital and intangible assets (note 6)	718,932	700,414
Collections (note 7)	24,947	24,947
	<u>\$ 1,931,220</u>	<u>\$ 1,939,359</u>
<b>Liabilities and Net Assets</b>		
Current liabilities:		
Accounts payable and accrued liabilities (note 8)	\$ 91,669	\$ 51,540
Deferred revenue (note 9)	147,250	147,171
Accrued leave	21,315	20,496
Current portion of long-term debt (note 10)	4,080	4,858
	<u>264,314</u>	<u>224,065</u>
Long-term debt (note 10)	257,749	265,544
Deferred capital contributions (note 11)	177,240	180,699
Employee future benefits liability (note 12(a))	72,019	94,116
	<u>\$ 771,322</u>	<u>\$ 764,424</u>
Net assets:		
Unrestricted deficiency	(72,133)	(93,680)
Internally restricted (note 13(b))	403,959	442,715
Investment in tangible capital and intangible assets (note 14)	432,968	439,530
Investment in collections (note 7)	24,947	24,947
Endowments (note 15)	370,157	361,423
	<u>1,159,898</u>	<u>1,174,935</u>
Contingent liabilities and commitments (notes 16)		
	<u>\$ 1,931,220</u>	<u>\$ 1,939,359</u>

See accompanying notes to consolidated financial statements.

# CARLETON UNIVERSITY

## Consolidated Statement of Operations

April 30, 2024, with comparative information for 2023  
(in thousands of dollars)

	2024	2023
Revenue:		
Government grants for general operations	\$ 180,354	\$ 176,680
Fees	354,124	348,309
Research grants and contracts	99,777	82,378
Sales and services	21,253	19,890
Donations	26,727	27,432
Investment income	27,286	37,940
Amortization of deferred capital contributions (note 11)	13,207	12,946
Other revenue (note 17)	24,846	21,204
	<u>747,574</u>	<u>726,779</u>
Expenses:		
Salaries	427,715	378,710
Benefits	47,760	40,139
Scholarships and bursaries	56,088	58,872
Amortization of tangible capital and intangible assets	41,926	44,191
Other expenses (note 18)	60,452	59,492
Externally contracted services and fees	41,958	34,423
Employee future benefits (note 12(b))	33,140	36,220
Renovations	31,241	31,343
Supplies	15,010	14,932
Utilities	13,747	14,389
Minor equipment and furnishings	14,100	16,309
Interest	2,195	2,383
Travel	12,370	9,144
	<u>797,702</u>	<u>740,547</u>
Deficiency of revenue over expenses	<u>\$ (50,128)</u>	<u>\$ (13,768)</u>

See accompanying notes to consolidated financial statements.

# CARLETON UNIVERSITY

## Consolidated Statement of Changes in Net Assets

Year ended April 30, 2024, with comparative information for 2023  
(in thousands of dollars)

	Unrestricted	Internally restricted (note 13(b))	Investment in tangible capital and intangible assets (note 14)	Collections (note 7)	Endowments (note 15)	2024 Total	2023 Total
Net assets (deficit), beginning of year	\$ (93,680)	\$ 442,715	\$ 439,530	\$ 24,947	\$ 361,423	\$ 1,174,935	\$ 1,148,338
Change in accounting policy (note 2)	–	–	–	–	–	–	(9,610)
Revised net assets/(deficit), beginning of year	(93,680)	442,715	439,530	24,947	361,423	1,174,935	1,138,728
Deficiency of revenue over expenses	(50,128)	–	–	–	–	(50,128)	(13,768)
Employee future benefit re-measurements and other items (note 12(c))	28,646	–	–	–	–	28,646	36,549
Internally imposed restrictions	36,584	(38,756)	–	–	2,172	–	–
Internally endowed restrictions	(117)	–	–	–	117	–	–
Net change in investment in tangible capital and intangible assets (note 14)	6,562	–	(6,562)	–	–	–	–
Contributions to collections (note 7)	–	–	–	–	–	–	38
Endowment contributions and investment income (note 15)	–	–	–	–	4,687	4,687	8,203
Unrealized gain on endowment investments (note 15)	–	–	–	–	1,758	1,758	5,185
Net assets (deficit), end of year	\$ (72,133)	\$ 403,959	\$ 432,968	\$ 24,947	\$ 370,157	\$ 1,159,898	\$ 1,174,935



# CARLETON UNIVERSITY

Consolidated Statement of Changes in Net Assets (continued)

Year ended April 30, 2024, with comparative information for 2023  
(in thousands of dollars)

	Unrestricted	Internally restricted (note 13(b))	Investment in tangible capital and intangible assets (note 14)	Collections (note 7)	Endowments (note 15)	2024 Total	2023 Total
Details of year, end balance:							
Plant	\$ (114)	\$ —	\$ —	\$ —	\$ —	\$ (114)	\$ 436
Provision for employee future benefits (note 12(a))	(72,019)	—	—	—	—	(72,019)	(94,116)
Appropriations – Operating	—	282,611	—	—	—	282,611	335,187
Research	—	63,583	—	—	—	63,583	58,801
Appropriations – Ancillary (Schedule 1)	—	42,091	—	—	—	42,091	35,782
Entrepreneurial initiatives	—	5,839	—	—	—	5,839	5,132
Professional expense	—	4,130	—	—	—	4,130	4,181
Sinking Funds	—	5,678	—	—	—	5,678	3,622
Scholarships	—	27	—	—	—	27	10
Tangible capital and intangible assets	—	—	432,968	—	—	432,968	439,530
Collections	—	—	—	24,947	—	24,947	24,947
Endowment	—	—	—	—	370,157	370,157	361,423
<b>Net assets (deficit), end of year</b>	<b>\$ (72,133)</b>	<b>\$ 403,959</b>	<b>\$ 432,968</b>	<b>\$ 24,947</b>	<b>\$ 370,157</b>	<b>\$ 1,159,898</b>	<b>\$ 1,174,935</b>

# CARLETON UNIVERSITY

## Consolidated Statement of Cash Flows

Year ended April 30, 2024, with comparative information for 2023  
(in thousands of dollars)

	2024	2023
Cash provided by (used in):		
Operating activities:		
Deficiency of revenue over expenses	\$ (50,128)	\$ (13,768)
Add (deduct) non-cash items:		
Amortization of tangible capital and intangible assets	41,926	44,191
Amortization of deferred capital contributions	(13,207)	(12,946)
Unrealized losses (gains) on investments and marketable securities	6,479	(4,090)
Net change in other non-cash operating working capital (note 19)	36,300	1,639
Changes relating to employee future benefits:		
Employee future benefits contributions (note 12(b))	(26,591)	(27,644)
Employee future benefits expenses (note 12(b))	33,140	36,220
Net cash provided by operating activities	27,919	23,602
Financing activities:		
Decrease in loans payable (note 10(a))	(8,573)	(4,582)
Capital contributions received (note 11)	9,748	7,318
Endowment contributions and investment income	6,445	8,203
Net cash used in financing activities	7,620	10,939
Investing activities:		
Net change in investments	56,307	(264,608)
Decrease in net investment in lease	1,066	1,000
Tangible capital and intangible assets additions	(60,444)	(39,506)
Net cash used in investing activities	(3,071)	(303,114)
Increase (decrease) in cash and cash equivalents	32,468	(268,573)
Cash, beginning of year	33,884	302,457
Cash, end of year	\$ 66,352	\$ 33,884

See accompanying notes to consolidated financial statements.

# CARLETON UNIVERSITY

## Notes to Consolidated Financial Statements

Year ended April 30, 2024  
(in thousands of dollars)

---

### 1. Description:

Carleton University (the “University”) was incorporated as a university in 1943 under the laws of the Province of Ontario. The University is dedicated to providing post-secondary and graduate education and to conducting research.

The University is a registered charity and therefore is, under section 149(1)(f) of the Income Tax Act (Canada), exempt from payment of income tax.

The consolidated financial statements reflect the assets, liabilities, net assets, revenue, expenses and other transactions of all of the operations and organizations controlled by the University. Accordingly, these consolidated financial statements include the academic, administrative and other operating expenditures funded by fees, grants and other general revenue; restricted purpose endowment funds and ancillary operations. These consolidated statements also include the assets, liabilities, deficit and operations of the University’s subsidiary and joint ventures as follows:

Sudbury Neutrino Observatory Institute is a joint venture of the University and four other Canadian universities, which performs research in sub-atomic physics. The University’s proportionate share of the Institute’s operations has been included in these consolidated financial statements.

The University is a member, along with 20 other universities, of TRIUMF, which performs research in particle and nuclear physics and is located on the campus of the University of British Columbia (UBC). Prior to June 1, 2021, TRIUMF was a joint venture and was an unincorporated registered charity. On June 1, 2021, TRIUMF transferred all of its assets and liabilities to TRIUMF Inc., a not-for-profit corporation and the University became a member of the corporation with the 13 other universities. On March 6 2023, 7 universities joined TRIUMF increasing the membership to 21 universities. Each university has an undivided 1/21 interest 4.76%. (2023 – 4.76%) in its assets, liabilities and obligations. The land and buildings it occupies are owned by UBC. The facilities and its operations are funded by federal government grants, and the University has made no direct financial contribution to date. TRIUMF’s net assets are not contemplated to be and are not readily realizable by the University. The University’s proportionate share of TRIUMF’s operations has been included in these consolidated financial statements.

Carleton University Foundation (U.S.) (the “Foundation”) was incorporated without share capital on February 12, 1996 under the District of Columbia Non-Profit Corporation Act. The Foundation is not included in these consolidated financial statements. The objects of the Foundation, as established by the Internal Revenue Code of 1986, are to accept, receive, manage and distribute money and other property to support education and research at the University. The Foundation had minimal activity in the year.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 2. Summary of significant accounting policies:

The consolidated financial statements have been prepared by management in accordance with Canadian accounting standards for not-for-profit organizations, and include the following significant accounting policies.

(a) Basis of presentation:

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

These consolidated financial statements do not reflect the assets, liabilities and results of operations of the various student organizations at the University, or the Foundation.

(b) Financial instruments:

(i) Investments:

Investments are recorded at fair value. The fair value of investments recorded in the financial statements is determined as follows:

- a. Short term investments include investments that can be withdrawn without prior notice or penalty. Guaranteed Investment Certificates, are stated at cost which together with accrued interest income approximates fair value.
- b. Equities and Fixed Income are valued at year end quoted market prices
- c. Pooled fund investments are valued at the unit values supplied by the pooled fund administrator, which represent the University's proportionate share of underlying net assets at fair value.
- d. Infrastructure investments are held in open or closed-ended pooled funds. They are valued at their estimated fair values by external investment managers using appropriate industry valuation techniques or independent appraisals.

(ii) Derivative and other financial instruments:

The University is party to certain derivative financial instruments, principally interest rate swaps. The University accounts for interest rate swaps as hedges. The University uses the accrual basis of accounting for hedges. At the inception of the hedging relationship, the University designated that hedge accounting would be applied and formally documented the hedging relationship between the swap and the loan. At inception and throughout the loan period, the critical terms of the swap and the loan are the same.

Gains or losses realized on settlement are deferred until the settlement of the swap. Payments and receipts under the interest rate swaps are recognized as adjustments to interest expense on long-term debt. The fair value of the swap is not recorded on the consolidated statement of financial position, but is disclosed in note 10(d).

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 2. Summary of significant accounting policies (continued):

### (b) Financial instruments (continued):

#### (ii) Derivative and other financial instruments (continued):

Other financial instruments, are recorded at fair value upon initial recognition, which represents cost and are subsequently recorded at cost, net of any provisions for impairment unless management has elected to carry the instruments at fair value.

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

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

### (c) Tangible capital and intangible assets:

Purchased tangible capital and intangible assets are recorded at cost. Donated tangible capital and intangible assets are recorded at an appraised value established by independent appraisal in the period received by the University. Land acquired prior to May 1, 2011 are recorded at deemed cost, being its fair value at May 1, 2011, the transition date to Canadian accounting standards for not-for-profit organizations. All subsequent purchases are recorded at cost.

Amortization is provided on a straight-line basis over the estimated useful life of the asset. When components of a capital asset have different useful lives, they are accounted for as separate items of capital assets and depreciated separately.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 2. Summary of significant accounting policies (continued):

(c) Tangible capital and intangible assets:

The estimated useful lives of assets are as follows:

Asset	Useful life
Tangible capital assets:	
Buildings and its components	20 to 40 years
Cogeneration facility	25 years
Equipment and furniture	10 years
Computer equipment	4 years
Automobiles	5 years
Library holdings	10 years
Intangible assets:	
Software	4 years

Construction costs are capitalized as work progresses and amortization commences in the period that the asset is available for use.

When a tangible capital or intangible asset no longer contributes to the University's ability to provide services, its carrying amount is written down to its residual value.

(d) Art collection:

Purchases of items to be included in the collection are expensed. Donations of items to be included in the collection are recorded as direct increases in net assets at an appraised value established by independent appraisal in the period received by the University.

(e) Deferred capital contributions:

Contributions received for tangible capital and intangible assets are deferred in the accounts and amortized over the same term and on the same basis as the related capital asset.

(f) Recognition of revenue and other contributions:

(i) 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.

(ii) Contributions and investment income externally restricted for purposes other than endowment are deferred and recognized as revenue in the period in which the related expenses are recognized.

(iii) Endowment contributions and restricted investment revenue earned for re-endowment are recognized as direct increases in net assets in the period in which they are received or earned.

(iv) Student fees are recognized as revenue in the period that the courses and seminars are held. Sales revenue is recognized at point of sale.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 2. Summary of significant accounting policies (continued):

(f) Recognition of revenue and other contributions (continued):

(v) Contract revenue is recognized as the service is provided.

(g) Internally imposed restrictions on net assets:

The University internally restricts the use of portions of its externally unrestricted net assets for specific future uses. When incurred, expenses are charged to operations, and the balance of internally restricted assets is reduced accordingly.

(h) Contributed services:

Volunteers, as well as members of the staff and faculty of the University, contribute an indeterminable number of hours per year to assist the University 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.

(i) Employee benefit plans:

The University accrues its obligations and related costs for funded employee future benefit plans as the employees render the service necessary to earn the pension and other retirement benefits, based on the latest going concern funding valuation. The actuarial determination of the accrued benefit obligations for pensions and other employee future benefits uses the projected method on service (which incorporates management's assumptions used for funding purposes, other cost escalation, retirement ages of employees and other actuarial factors). The actuarial valuation is performed at least every three years. In the years between valuations, pension plan results are prepared based on extrapolations of the latest available funding valuation results. Assets of the employee future benefit plans are valued using fair values at the date of the consolidated financial statements.

The benefit plan expense for the year consists of the current service and finance costs. Re-measurements and other items are recorded directly on the consolidated statement of changes in net assets.

(j) Use of estimates:

The preparation of consolidated financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the consolidated financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates. These estimates are reviewed annually and as adjustments become necessary, they are recognized in the consolidated financial statements in the period in which they become known.

Significant management estimates include assumptions used in determining the employee future benefits liability.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

### 3. Investments:

Fair value details of investments are as follows:

	2024	2023
Current:		
Short term	\$ 573,076	\$ 573,046
Non-current:		
Pooled Endowment Fund	357,323	360,041
Restricted Pooled Investment Fund	4,285	4,489
Fixed Income	130,133	190,027
	<u>491,741</u>	<u>554,557</u>
	<u>\$ 1,064,817</u>	<u>\$ 1,127,603</u>

### 4. Accounts receivable:

	2024	2023
Student	\$ 11,996	\$ 11,644
Research	15,374	13,051
Government	2,664	1,704
Other	14,902	13,438
	<u>44,936</u>	<u>39,837</u>
Less allowance for doubtful accounts	(1,964)	(1,854)
	<u>\$ 42,972</u>	<u>\$ 37,983</u>



# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 5. Net investment in lease:

Carleton University has entered into an agreement with Environment Canada under which Carleton University built the National Wildlife Research Centre (NWRC) on its property and leased the building to Environment Canada. The lease term is for 99 years starting May 1, 2002. The University can terminate the lease after 25 years, with no penalty, with the final payment April 2027.

Carleton University's net investment in the direct financing lease consists of:

	2024	2023
Minimum lease payments receivable	\$ 3,900	\$ 5,200
Unearned financing revenue	(225)	(459)
	<u>3,675</u>	<u>4,741</u>
Less current portion of net investment in lease	(1,139)	(1,066)
Net investment in lease	<u>\$ 2,536</u>	<u>\$ 3,675</u>

At April 30, 2024, future minimum lease payments receivable under the direct financing lease are as follows:

2024-25	\$ 1,300
2025-26	1,300
2026-27	1,300
	<u>\$ 3,900</u>

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 6. Tangible capital and intangible assets:

Tangible capital and intangible assets consist of the following:

	2024		2023	
	Cost	Accumulated amortization	Net book value	Net book value
Tangible capital assets:				
Land	\$ 93,300	\$ –	\$ 93,300	\$ 93,300
Buildings and its components	954,074	402,809	551,265	529,437
Cogeneration facility	21,892	4,301	17,591	18,466
Equipment and furniture	93,124	49,265	43,859	44,430
Computer equipment	16,168	10,373	5,795	6,665
Automobiles	943	491	452	459
Library holdings	15,957	9,396	6,561	7,287
Intangible assets:				
Software	1,045	936	109	370
	<u>\$ 1,196,503</u>	<u>\$ 477,571</u>	<u>\$ 718,932</u>	<u>\$ 700,414</u>

Cost and accumulated amortization at April 30, 2023 amounted to \$1,150,968 and \$450,554, respectively. In the year, \$14,909 (2023 - \$23,253) of cost and accumulated amortization was removed from the respective balances for assets that had been fully-amortized and no longer in use.

Included in buildings and its components is \$62,505 (2023 - \$24,019) of construction in progress. As construction in progress is not yet in use, these assets are not amortized.

## 7. Collections:

The University has an art collection comprised of approximately 30,000 works of art. The collection focuses on three main areas. The first is twentieth-century Canadian art, in particular prints, drawings and photographs created since 1950. The second is European works on paper, in particular French prints from the 18<sup>th</sup> and 19<sup>th</sup> centuries. The third is Indigenous (Inuit, Métis and First Nations) art in all forms, including prints, drawings, sculptures and textiles. In 2024, there were no additions of donated pieces of art (2023 - \$38).

## 8. Accounts payable and accrued liabilities:

As at year end, the University had \$6,025 (2023 - \$5,784) payable for government remittances, including harmonized sales tax/goods and services tax and payroll remittances.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 9. Deferred revenue:

Deferred revenue includes deposits, prepayments on contracts and deferred contributions received by the University. Deferred contributions are unspent externally restricted grants and donations received in the current and prior years for expenditures in a future year.

Details of the year-end balances are as follows:

	2024	2023
Research	\$ 74,120	\$ 75,401
Donations	10,322	11,121
Student fees	14,489	9,649
Grants	11,969	11,251
Student aid	11,113	12,887
Other	25,237	26,862
	<u>\$ 147,250</u>	<u>\$ 147,171</u>

Research includes the unexpended portion of restricted research grants and prepayments on research contracts.

Donations are the unexpended portion of donor restricted gifts to be spent on specific items in future years.

Grants are unexpended restricted grants to be spent on specific items in future years.

Student aid is the unexpended donations and interest to be spent on student aid and other special purposes.

Student fees are tuition and related amounts received for courses beginning after April 30.

Other deferred revenue includes deposits and prepayments on contracts.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 10. Long-term debt:

As at April 30, 2024, the University has principal outstanding of \$257,749 (2023 - \$265,544) under long-term debentures and loans.

(a) Details of long-term debt:

	Maturity	Interest rate	2024 Principal outstanding	2023 Principal outstanding
Unsecured debenture, Series A Interest payable in equal semi-annual payments	2061	3.264%	\$ 220,000	\$ 220,000
Loans payable:				
Leeds Residence	2027	6.487%	3,461	4,786
Prescott Residence	2029	6.844%	5,845	6,958
Frontenac Residence	2039	4.855%	10,258	10,691
Lennox & Addington Residence	2042	2.815%	22,265	23,197
NWRC loan			–	4,770
			41,829	50,402
			261,829	270,402
Less current portion of long-term debt			(4,080)	(4,858)
			\$ 257,749	\$ 265,544

(b) Long-term debt repayments:

Principal repayments under the mortgage and loan agreements are as follows:

2024-25	\$ 4,080
2025-26	4,267
2026-27	2,979
2027-28	2,928
2028-29	2,303
Thereafter	245,272
	<u>\$ 261,829</u>

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 10. Long-term debt (continued):

### (c) Debenture:

The University established a sinking fund investment by purchasing units in the endowment fund to provide funding to repay the Series A senior unsecured debenture maturing on July 5, 2061. The value of the sinking fund investment at April 30, 2024 is \$5,678.

### (d) Interest rate swaps:

The University has entered into interest rate swap agreements to manage the volatility of interest rates. The University converted a net notional \$82,258 of floating rate debt for fixed rate debt. In 2024 the University terminated one swap and updated the rate on the remaining swap agreements from CDOR to CORRA with rates ranging from 2.815% to 6.844%. The related derivative agreements are in place until the maturity of the debts in 2027, 2029, 2039, and 2042.

These interest rate swaps qualify, and have been designated by the University, as cash flow hedging items against the floating rate long-term debt. The University has assessed the hedging relationship as effective. The fair value of the interest rate swaps at April 30, 2024 is estimated to be \$(1,981) (2023 - \$440) which represents the amount the University would be owed if the swap agreements were terminated on that date. The University is current with respect to the required payments under the loan and swap agreements.

## 11. Deferred capital contributions:

Deferred capital contributions represent the unamortized amount of donations and grants received for the purchase of tangible capital and intangible assets. 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	\$ 180,699	\$ 186,327
Less amortization of deferred capital contributions	(13,207)	(12,946)
Add capital contributions received:		
Contributions for equipment and buildings	8,766	7,197
Donated assets	982	121
	9,748	7,318
Balance, end of year	\$ 177,240	\$ 180,699

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 12. Employee future benefits:

Post-employment and post-retirement benefit plans:

The University has defined post-retirement benefit plans (other than pensions) and defined post-employment benefit plans covering substantially all of its employees. These plans provide health, dental and severance benefits to eligible employees. The most recent full actuarial valuation of employee future benefits was completed as at April 30, 2024.

Similar to many non-pension benefit plans in Canada, the University's plans are not pre-funded, resulting in plan deficits equal to the accrued benefit obligation.

Pension plan and pension plan liability:

The University contributes to the Carleton University Retirement Plan which is a defined contribution pension plan with a defined benefit minimum guarantee, covering substantially all full-time employees of the University.

An actuarial valuation of the Plan as of June 30, 2022 determined that the Plan is funded on a going concern basis with a surplus of \$51,447 and the plan is funded on a solvency (hypothetical wind up) basis with a surplus of \$70,547. The Plan is now fully funded and no special payments are required. The next actuarial valuation for funding purposes is required June 30, 2025, which will determine the minimum funding requirement commencing July 1, 2025.

An actuarial valuation roll-forward for funding purposes was performed as at April 30, 2024, the measurement date for financial reporting purposes.

Accrued benefit asset:

The reconciliation of the funded status of the Plan to the amounts recorded in the consolidated financial statements is as follows:

	2024	2023
Accrued benefit obligation	\$ 1,601,518	\$ 1,543,182
Less: fair value of Plan assets	1,694,816	1,615,010
Accrued benefit asset	\$ (93,298)	\$ (71,828)

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 12. Employee future benefits (continued):

(a) Employee future benefits liability:

	2024		2023	
Post-employment and post-retirement benefit plans	\$	165,317	\$	165,944
Pension plan asset		(93,298)		(71,828)
	\$	72,019	\$	94,116

(b) Employee future benefits expense:

	Current service cost	Carrying amortization	2024	2023
Post-employment and post-retirement benefit plans	\$	7,051	\$	15,178
Pension plan		22,344		17,962
	\$	29,395	\$	33,140
				\$
		3,745		36,220

During the year, the University made cash contributions included in the total above of \$4,665 (2023 - \$4,728) and \$21,926 (2023 - \$22,916), respectively.

(c) Re-measurements and other items:

	2024		2023	
Post-employment and post-retirement benefit plans	\$	11,140	\$	21,855
Pension plan		17,506		14,694
	\$	28,646	\$	36,549

During the year, post-employment and post-retirement benefit plans had re-measurements of \$11,140 in actuarial gains (2023 - \$21,855 gains) on its obligation. The pension plan had re-measurements of \$17,506 (2023 - \$14,694 gains) related to actuarial gains and return of plan assets.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 13. Net assets:

### (a) Capital management:

The University's overall objective for its capital is to fund tangible capital and intangible assets, future projects and ongoing operations. The University manages its capital by appropriating amounts to internally restricted net assets for anticipated future projects, contingencies and other capital requirements. These allocations are disclosed in note 13(b).

The University also considers its endowments, as disclosed in notes 4(b) and 15 as part of its capital. The University's objective with regards to endowments is to grow the endowment principal such that it preserves the original capital investment and provides the prescribed distribution rate described in note 15.

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

### (b) Internally restricted net assets:

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

Internally restricted net assets have been designated for the following purposes:

	2024	2023
General appropriations	\$ 128,247	\$ 169,108
Pension liability reserve	69,212	69,212
Capital reserve	49,988	52,373
Student aid funds	1,778	1,500
Other projects and initiatives	33,386	42,994
Total operating appropriations	282,611	335,187
Research initiatives	63,583	58,342
Ancillary reserve fund	42,091	35,782
Entrepreneurial initiatives	5,839	5,591
Professional expense fund	4,130	4,181
Sinking funds	5,678	3,622
Scholarship funds	27	10
	\$ 403,959	\$ 442,715



# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 13. Net assets (continued):

### (b) Internally restricted net assets (continued):

- (i) General appropriations represent funds held centrally and within units to support long-term strategic initiatives and provide stability for economic uncertainties such as changes to student enrolment due to geopolitical events or government policy and salary cost escalations.
- (ii) Capital reserve funds relate to operating funds that have been allocated to capital improvements and additions, as well as for addressing the university's deferred maintenance.
- (iii) Pension liability reserve represents funds set aside to cover future pension liabilities.
- (iv) Student aid funds relates to funds available to provide financial support to students.
- (v) Other projects and initiatives relates to funding set aside to support various initiatives, including improvements to campus facilities and infrastructure, as well as other initiatives aimed at improving the quality of the university's activities and programs.
- (vi) Research initiatives relates to funds that have been internally restricted for research activities.
- (vii) Ancillary reserve fund relates to funding available for improving ancillary programs and physical facilities.
- (viii) Entrepreneurial initiatives represents funds earmarked for the continuation of providing entrepreneurial activities at the university, including professional development services and seminars, non-credit course offerings, and contract services.
- (ix) Professional expense funds are funds reserved for the professional expenses of faculty members.
- (x) Sinking funds have been established to fund the principal repayments of the bullet debenture held by the University, as disclosed in note 10.
- (xi) Scholarship funds relates to funds that do not have donor placed restrictions on them, but have been internally earmarked for student support in future years.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 14. Investment in tangible capital and intangible assets:

The investment in tangible capital and intangible assets consists of the following:

	2024	2023
Tangible capital and intangible assets	\$ 718,932	\$ 700,414
Less amounts financed by:		
Deferred capital contributions	(177,240)	(180,699)
Debenture	(43,250)	(7,312)
Loans payable (Leeds, Prescott, Frontenac Lennox & Addington residences)	(41,829)	(45,632)
Other short-term financing	(23,645)	(27,241)
	<u>\$ 432,968</u>	<u>\$ 439,530</u>

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

	2024	2023
Tangible capital and intangible assets additions:		
Total additions	\$ 60,444	\$ 39,506
Less:		
Donated assets	(982)	(121)
Additions financed with grants	(8,766)	(7,197)
	<u>50,696</u>	<u>32,188</u>
Financing:		
Debenture	(35,938)	(3,385)
Loans payable	3,803	3,594
Other short-term financing	3,596	(5,701)
	<u>(28,539)</u>	<u>(5,492)</u>
Amortization of deferred capital contributions	13,207	12,946
Amortization of tangible capital and intangible assets	(41,926)	(44,191)
	<u>(28,719)</u>	<u>(31,245)</u>
Net change in investment in tangible capital and intangible assets	<u>\$ (6,562)</u>	<u>\$ (4,549)</u>

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 15. Endowments:

Contributions restricted for endowment consist of monies received primarily as benefactions and which either the donor or the Board of Governors has designated as endowment. The annual income earned from funds designated as endowment by the donor may be expended only for the purpose designated. If no purpose is designated by the donor, then the income is expended at the direction of the Board. Monies designated as endowment by the Board are unrestricted and the principal and annual income may be expended at its direction.

Investment income earned on endowed investments is distributed at a rate of 4% (2023 - 4%) of the moving average market value over four years of the endowment fund investments. Actual investment income earned in excess of the distributed amount is accumulated in the endowment fund for future distribution and to maintain capital.

	Externally endowed	Board designated	Total 2024	Total 2023
Donations and bequests	\$ 4,628	\$ –	\$ 4,628	\$ 4,242
Internal contributions	2,172	–	2,172	3,684
Realized gains on sale of investment	9,512	262	9,774	14,539
Investment income	5,200	229	5,429	4,766
Income distributions	(14,653)	(371)	(15,024)	(14,401)
	6,859	120	6,979	12,830
Unrealized gains (losses) on investments	1,758	(3)	1,755	5,327
Net change in year	8,617	117	8,734	18,157
Fund balance, beginning of year	351,127	10,296	361,423	343,266
Fund balance, end of year	\$ 359,744	\$ 10,413	\$ 370,157	\$ 361,423

The endowment balance consists of:

	2024	2023
Cumulative endowment principal	\$ 234,297	\$ 227,497
Cumulative undistributed investment income	123,592	123,413
Cumulative unrealized gains	12,268	10,513
Endowment balance on endowment investments	\$ 370,157	\$ 361,423

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 16. Contingent liabilities and commitments:

(a) Litigation:

The nature of the University's activities are such that there may be litigation pending or in prospect at any time. With respect to claims at April 30, 2024, administration believes that the University has valid defenses and that appropriate insurance coverage is in place wherever it is possible to do so. In the event any claims are successful, administration believes that such claims are not expected to have a material effect on the University's financial position. Accordingly, no provision has been made in the financial statements.

(b) Insurance:

The University is a member of the Canadian University Reciprocal Insurance Exchange (CURIE), a self-insurance co-operative comprised of Canadian universities and colleges. CURIE insures general liability, university property, cyber and errors and omissions risks. Annual premiums paid by the University are determined by the CURIE Board, on the advice of the actuary. There is a provision under the agreement for assessments to all member universities if these premiums are not sufficient to cover losses. As of December 31, 2023, the date of the latest financial statements available, CURIE had subscribers' equity of \$107,548 (2023 - \$99,851). Additional insurance for automobiles, artwork, miscellaneous property, and major construction projects is purchased through commercial insurers to provide coverage for losses not insured by CURIE.

(c) SNOLAB - Asset retirement obligation:

As stipulated within the Constitution for SNOLAB, this joint-venture research project's assets and liabilities are to be divided among the member institutions. The agreements also indicate decommissioning costs for the former Sudbury Neutrino Observatory as well as SNOLAB facility expansions are the responsibility of member institutions based on their proportionate share. Currently, new experiments are being developed using the facility. There are no immediate plans for decommissioning of the facilities or a reasonable estimate of when such decommissioning may occur.

(d) TRIUMF - Asset retirement obligation:

The members of TRIUMF and the Canadian Nuclear Safety Commission (CNSC) approved a decommissioning plan which requires all members to be severally responsible for their share of the decommissioning costs, as well as provide financial covenants to the CNSC for the amount of these costs. While there are no current intentions of decommissioning the facilities, TRIUMF has complied with federal legislation by putting in place a decommissioning plan, including a funding plan. This decommissioning plan does not require any payments from the members. All decommissioning costs are expensed in the period in which the costs are incurred.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 16. Contingent liabilities and commitments:

### (e) Capital commitments:

As of April 30, 2024, commitments for future acquisitions, construction and renovations amount to approximately \$65,149 (2023 - \$74,815). These costs will be financed by a combination of debt, gifts, grants, and allocations from operations.

### (f) Other:

In addition to the capital commitments disclosed in note 16(e), the University has issued letters of credit totaling \$14,698 (2023 - \$14,765) related to capital and other obligations.

## 17. Other revenue:

	2024	2023
Commissions and sponsorships	\$ 9,403	\$ 8,276
Medical insurance recoveries	1,178	1,747
Salary and benefit recoveries	1,096	809
Miscellaneous	13,169	10,372
	<u>\$ 24,846</u>	<u>\$ 21,204</u>

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 18. Other expenses:

	2024	2023
Equipment rental	\$ 9,442	\$ 8,338
Licensing and membership fees	18,324	22,160
Minor repair and upkeep	6,453	6,196
Support services	7,485	5,445
Property taxes and insurance	4,654	4,446
Banking and bad debts	2,828	3,303
Advertising and promotion	4,104	3,678
Communication	1,608	1,670
Miscellaneous	5,554	4,256
	<u>\$ 60,452</u>	<u>\$ 59,492</u>

## 19. Net change in non-cash operating working capital:

	2024	2023
Increase in accounts receivable	\$ (4,989)	\$ (6,037)
Decrease in prepaid expenses	262	413
Increase (decrease) in accounts payable and accrued liabilities	40,129	(1,331)
Increase in deferred revenue	79	7,246
Increase in accrued leave	819	1,348
	<u>\$ 36,300</u>	<u>\$ 1,639</u>

## 20. Financial risks:

The University, through its financial assets and liabilities, is exposed to various risks.

### (a) Credit risk:

Credit Risk is the risk of financial loss to the University if a counterparty to a financial instrument fails to meet its contractual obligations. The University is exposed to credit risk with respect to its accounts receivable and fixed income investments. The University assesses on a continuous basis, accounts receivable and provides for any amounts that are not collectible in the allowance for doubtful accounts. In 2024, \$1,964 (2023 - \$1,854) is recorded as allowance for doubtful accounts.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## 20. Financial risks (continued):

### (a) Credit risk (continued):

To manage credit risk related to fixed income investments the University's Statement of Investment Policies and Procedures defines permitted investments and limitations are established on credit ratings, maturity term and fixed income products. The majority of the University's fixed income investments are highly rated securities. The University monitors the financial health of the investments included in its fixed income portfolio on an on-going basis with the assistance of the Investment Committee and its external investment managers.

### (b) Interest rate risk:

The University is exposed to interest rate risk with respect to its fixed income investments. To manage this risk, the University's Statement of Investment Policies and Procedures provides guidance and restrictions on the maturity term of these investments to manage the interest rate sensitivity with the capital requirements of the University.

The University is also exposed to interest rate risk with respect to its floating rate debt. This risk is mitigated by entering into interest rate swap agreements for its floating rate debt that fixes the interest rate over the term of the debt. Long-term debt and interest rate swaps are disclosed in the consolidated statement of cash flows and note 10.

### (c) Currency risk:

The University is exposed to foreign currency risk from direct and indirect investments that are denominated in currencies other than the Canadian dollar. Fluctuations caused by changes in currency rates applied to these investments can result in a positive or negative effect on the fair value of these investments and on the cash flows from these investments. The University's overall currency positions are monitored by the Investment Committee and its external investment managers. In 2024, the equity investments remained unhedged and the majority of the fixed income investments are Canadian. There has been no material change to the risk exposure from 2023.

### (d) Liquidity risk:

Liquidity risk is the risk that the University will be unable to fulfill its obligations on a timely basis or at a reasonable cost. The University manages its liquidity risk by monitoring its operating and capital requirements. The University prepares capital and operating budget and cash forecasts to ensure it has sufficient funds to fulfill its obligations. The University invests its capital in accordance with the University's Statement of Investment Policies and Procedures which aligns risk tolerance with the liquidity requirements of the University's obligations.

# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

---

## **20. Financial risks (continued):**

### (e) Other price risk:

Other 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). The University is exposed to these risks in connection with its holdings of domestic and foreign equities (including pooled funds), as well as through its investments in real estate and infrastructure. This risk is managed by the University's Statement of Investment Policies and Procedures which sets limits on asset class allocation and the University monitors the financial health of its investments on an on-going basis with the assistance of its Investment Committee and its external investment managers.

## **21. Ontario Student Opportunity Trust Fund (Phase I and Phase II) and Ontario Trust for Student Support:**

The restricted endowment fund includes funds granted by the Government of Ontario for Phase I and Phase II of the Ontario Student Opportunity Trust Fund (OSOTF) and the Ontario Trust for Student Support (OTSS), as these programs provide for the matching by the Province of Ontario of the endowment contributions received by the University. The investment revenue earned on those funds must be used to provide financial aid to Ontario Students.



# CARLETON UNIVERSITY

Notes to Consolidated Financial Statements, continued

Year ended April 30, 2024  
(in thousands of dollars)

## 21. Ontario Student Opportunity Trust Fund (Phase I and Phase II) and Ontario Trust for Student Support (continued):

As per Ministry of Colleges and Universities policies, the transactions related to the Ontario Student Opportunity Trust Fund and to the Ontario Trust for Student Support must be presented in these consolidated financial statements, for the year ended March 31, 2024.

Endowment Fund	Ontario Student Opportunity Trust Funds		Trust for Student Support	Total 2024	Total 2023
	Phase I	Phase II			
Fund balance, beginning of year	\$ 17,429	\$ 6,996	\$ 17,324	\$ 41,749	\$ 40,176
Schedule of changes in expendable funds available for awards:					
Balance, beginning of year	\$ 325	\$ 1,138	\$ 110	\$ 1,573	\$ 1,467
Realized investment income net of direct investment- related expenses and preservation of capital contributions	1,695	296	903	2,894	2,873
Bursaries awarded	(1,620)	(233)	(921)	(2,774)	(2,767)
Balance, end of year	\$ 400	\$ 1,201	\$ 92	\$ 1,693	\$ 1,573
Endowment total book value	\$ 17,829	\$ 8,197	\$ 17,416	\$ 43,442	\$ 41,749

## 22. Comparative information:

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

# CARLETON UNIVERSITY

## Schedule 1 - Consolidated Schedule of Changes in Ancillary Net Assets

Year ended April 30, 2024  
(in thousands of dollars)

Unrestricted	Residence & Conference Services	Dining Services	Physical Recreation & Athletics	Parking Services	Health & Counselling Services	Other Ancillary Units	2024 Total	2023 Total
Revenues	\$ 28,674	\$ 7,164	\$ 15,733	\$ 5,985	\$ 3,562	\$ 3,503	\$ 64,621	\$ 60,013
Expenses	25,318	5,066	14,133	5,983	5,089	3,012	58,601	51,207
Excess (deficiency) of revenues over expenses	3,356	2,098	1,600	2	(1,527)	491	6,020	8,806
Net assets, beginning of year	–	–	–	–	–	–	–	677
Transfer from non-ancillary unrestricted net assets	(385)	4	(253)	(225)	816	332	289	3,905
Appropriated to internally restricted net assets	(2,971)	(2,102)	(1,347)	–	–	(1,251)	(7,671)	(13,724)
Return of funds from internally restricted net assets	–	–	–	223	711	428	1,362	336
Unrestricted net assets, end of year	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –	\$ –
Internally restricted	Residence & Conference Services	Dining Services	Physical Recreation & Athletics	Parking Services	Health & Counselling Services	Other Ancillary Units	2024 Total	2023 Total
Net assets (deficit), beginning of year	\$ 13,720	\$ 1,823	\$ 16,026	\$ (1,187)	\$ 1,950	\$ 3,450	\$ 35,782	\$ 22,394
Appropriated from unrestricted net assets	2,971	2,102	1,347	–	–	1,251	7,671	13,724
Return of funds to unrestricted net assets	–	–	–	(223)	(711)	(428)	(1,362)	(336)
Net assets (deficit), end of year	\$ 16,691	\$ 3,925	\$ 17,373	\$ (1,410)	\$ 1,239	\$ 4,273	\$ 42,091	\$ 35,782