
FINANCIAL STATEMENTS

SIMON FRASER STUDENT SOCIETY

April 30, 2009

***TWM* TOMPKINS, WOZNY, MILLER & CO.**
Chartered Accountants

A partnership of incorporated professionals.

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AUDITORS' REPORT

To the Members of
Simon Fraser Student Society

We have audited the statement of financial position of **Simon Fraser Student Society** as at April 30, 2009 and the statements of changes in net assets, operations and cash flows for the year then ended. These financial statements are the responsibility of the Society's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance as to whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the Society as at April 30, 2009 and the results of its operations and cash flows for the year then ended in accordance with Canadian generally accepted accounting principles. As required by the British Columbia Society Act, we report that, in our opinion, these principles have been applied on a basis consistent with that of the preceding year.

Tompkins, Wozny, Miller & Co.

Vancouver, Canada
July 3, 2009

Chartered Accountants

STATEMENT OF FINANCIAL POSITION

As at April 30

	2009 \$	2008 \$
ASSETS		
Current assets		
Cash	224,061	337,200
Restricted cash [note 4]	601,567	535,731
Accounts receivable - SFU - Undergraduate Health Plan	157,096	—
- other	42,110	76,207
Inventory [note 5]	50,341	53,051
Prepaid expenses [note 6]	801,105	8,547
Total current assets	1,876,280	1,010,736
Cash held for Space Expansion Fund [statement 5]	3,638,767	3,503,743
Capital assets [note 7]	4,323,131	4,410,079
	9,838,178	8,924,558
LIABILITIES AND NET ASSETS		
Current liabilities		
Accounts payable and accruals	419,567	425,037
Deferred revenue [note 8]	815,582	—
Accessibility Fund [statement 5]	144,438	101,913
First Nations Students Association [statement 7]	92,248	80,130
Graduate Student Health Plan [statement 6]	—	348,561
Undergraduate Health Plan Fund [statement 7]	174,585	—
Total current liabilities	1,646,420	955,641
Space Expansion Fund [statement 5]	3,638,767	3,503,743
Deferred levies relating to capital assets [note 9]	4,180,725	4,317,241
Total liabilities and deferred levies	9,465,912	8,776,625
Net assets		
Internally restricted [note 10]	174,912	—
Invested in capital assets	142,406	92,838
Repair and Replacement Reserves [statement 6]	54,948	53,562
Unrestricted	—	1,533
Total net assets	372,266	147,933
	9,838,178	8,924,558

Commitments [note 13]

Contingent liabilities [note 14]

See accompanying notes

On behalf of the Board:

"Ada Nadison"

Director

"Joe Zelezny"

Director

STATEMENT OF CHANGES IN NET ASSETS

Year ended April 30

	Internally Restricted \$	Invested in Capital Assets \$	Repair and Replacement Reserve \$	Un- Restricted \$	Total \$
	[Note 10]		[Statement 6]		
2009					
Excess of revenue (expenses) for the year	—	—	(3,443)	227,776	224,333
Purchase of capital assets with unrestricted funds	—	110,717	(5,579)	(105,138)	—
Amortization of capital assets purchased with unrestricted funds	—	(61,149)	—	61,149	—
Interfund transfer	174,912	—	10,408	(185,320)	—
Increase (decrease) in net assets during the year	174,912	49,568	1,386	(1,533)	224,333
Balance, beginning of year	—	92,838	53,562	1,533	147,933
Balance, end of year	174,912	142,406	54,948	—	372,266
2008					
Excess of expenses for the year	—	—	(6,995)	(72,528)	(79,523)
Purchase of capital assets with unrestricted funds	—	47,544	(5,370)	(42,174)	—
Amortization of capital assets purchased with unrestricted funds	—	(37,102)	—	37,102	—
Interfund transfer	—	—	11,843	(11,843)	—
Increase (decrease) in net assets during the year	—	10,442	(522)	(89,443)	(79,523)
Balance, beginning of year	—	82,396	54,084	90,976	227,456
Balance, end of year	—	92,838	53,562	1,533	147,933

See accompanying notes

STATEMENT OF OPERATIONS

Year ended April 30

	2009	2008
	\$	\$
REVENUES		
Activity fees [note 11]	1,802,620	1,560,022
Retail services [schedule 1]	1,764,828	2,006,883
General office [schedule 2]	57,858	53,903
Rental revenue	113,266	112,847
Graduate Student Society Service sharing revenue	39,499	—
Health Plan Reserve fee	27,095	—
Interest	11,871	21,060
Space Expansion Funds [statement 5]	120,987	120,892
Accessibility Fund [statement 5]	1,134	12,711
First Nations Students Association [statement 7]	38,417	45,226
Graduate Student Health Plan [statement 6]	—	617,898
Undergraduate Health Plan Fund [statement 7]	982,175	—
Amortization of deferred levies [note 9]	251,349	241,730
Total revenues	5,211,099	4,793,172
EXPENSES		
Retail services [schedule 1]	2,016,839	2,228,008
Administration and financial office [schedule 2]	182,246	153,917
General office [schedule 2]	188,153	179,105
Building operating costs (net of recoveries)	15,444	32,240
Total office, operating and administration	385,843	365,262
Space Expansion Fund – building maintenance and renovation costs [statement 5]	120,987	120,892
Activity and program expenditures [schedule 3]	2,005,432	1,691,757
Discretionary grants – departmental student unions	98,667	135,733
Discretionary grants – clubs	70,705	58,978
Student bursaries	10,000	10,000
Total activity, programs and grants	2,184,804	1,896,468
Amortization – assets purchased through Space Expansion Fund	251,349	241,730
– other	26,944	20,335
Total expenses	4,986,766	4,872,695
Excess of revenue (expenses) for the year	224,333	(79,523)

See accompanying notes

**SPACE EXPANSION FUND
AND ACCESSIBILITY FUND**

Year ended April 30

SPACE EXPANSION FUND

	2009 \$	2008 \$
Membership levy	822,239	927,560
Interest earned	75,468	119,045
	897,797	1,046,605
DISBURSEMENTS		
Building maintenance	(103,235)	(102,005)
Repairs and renovations	(17,752)	(18,887)
	(120,987)	(120,892)
Purchase of capital assets <i>[note 9]</i>	(114,834)	(2,149)
Transferred to Graduate Student Society	(526,952)	—
TOTAL DISBURSEMENTS	(762,773)	(123,041)
Increase in the year	135,024	923,564
Balance, beginning of year	3,503,743	2,580,179
Balance, end of year	3,638,767	3,503,743

ACCESSIBILITY FUND

	2009 \$	2008 \$
Membership levy	41,013	46,611
Interest earned	2,646	2,952
Disbursements transferred to income	(1,134)	(12,711)
Increase in fund for the year	42,525	36,852
Balance, beginning of year	101,913	65,061
Balance, end of year	144,438	101,913

See accompanying notes

**REPAIR AND REPLACEMENT RESERVES
AND GRADUATE STUDENT HEALTH PLAN**

Year ended April 30

REPAIR AND REPLACEMENT RESERVES

	2009			2008
	Premises Repair Reserve \$	Equipment Replacement and Repair Reserve \$	Total \$	Total \$
Transfer from unrestricted net assets	5,204	5,204	10,408	11,843
Expenditures [schedule 5]	—	(3,443)	(3,443)	(6,995)
Capital asset purchases	—	(5,579)	(5,579)	(5,370)
Increase (decrease) during the year	5,204	(3,818)	1,386	(522)
Balances, beginning of year	53,377	185	53,562	54,084
Interfund transfer	(3,633)	3,633	—	—
Balances, end of year	54,948	—	54,948	53,562

GRADUATE STUDENT HEALTH PLAN

[Note 15a]

	2009 \$	2008 \$
Membership levy	—	656,972
Student add-ons	—	61,333
Interest earned	—	10,064
	—	728,369
DISBURSEMENTS		
Insurer's premiums	—	(522,510)
Administration and other	—	(95,388)
Total expenses transferred to income	—	(617,898)
Increase in fund for the year	—	110,471
Balance, beginning of year	348,561	248,090
Transfer funds to Graduate Student Society	(348,561)	(10,000)
Balance, end of year	—	348,561

See accompanying notes

**FIRST NATIONS STUDENT ASSOCIATION AND
UNDERGRADUATE HEALTH PLAN FUND**

Year ended April 30

FIRST NATIONS STUDENT ASSOCIATION

	2009 \$	2008 \$
Membership levy	48,530	46,611
Interest earned	2,005	3,243
Disbursements transferred to income	(38,417)	(45,226)
Increase in fund for the year	12,118	4,628
Balance, beginning of year	80,130	75,502
Balance, end of year	92,248	80,130

UNDERGRADUATE HEALTH PLAN FUND

	2009 \$	2008 \$
Membership levy	1,999,166	—
Interest earned	271	—
	1,999,437	—
DISBURSEMENTS		
Insurer's premiums	(972,179)	—
SFU administrative fees	(9,996)	—
Total expenses transferred to income	(982,175)	—
Prepaid insurer's premium	(778,491)	—
Prepaid SFU administrative fees	(9,996)	—
Health Plan Reserve fee	(54,190)	—
Total disbursements	(1,824,852)	—
Increase in fund for the year	174,585	—
Balance, beginning of year	—	—
Balance, end of year	174,585	—

See accompanying notes

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

1. NATURE OF ORGANIZATION

The Simon Fraser Student Society (the "Society") is a registered non-profit organization incorporated in the province of British Columbia and is exempt from income taxes. The purposes of the Society are to work cooperatively to make student life at Simon Fraser University (the "University") easier and more fulfilling, to fight to make education accessible, and to provide low cost, student-friendly services to its members.

2. SIGNIFICANT ACCOUNTING POLICIES

The following is a summary of significant accounting policies used in the preparation of the financial statements:

Inventory

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

Capital Assets

Capital assets are amortized on a straight-line basis at the rates outlined in note 7.

Deferred Levies Relating to Capital Assets

As levies specified for capital purposes (and related investment income) are expended on building, renovation and equipment costs, they are transferred to deferred levies relating to capital assets. These deferred levies are taken into income as the related building, renovations and equipment costs are amortized. The portion that is applied to interest on the loan which was used to fund the building renovations and related costs is taken into income as the related interest is paid.

Revenue Recognition

The Society follows the deferral method of accounting for contributions. Contributions for externally restricted purposes are recognized as revenue in the year in which the related expenses are incurred.

Student activity fees, other than those relating to externally restricted funds, are recognized as revenue according to the academic terms they relate to.

Restricted interest income is recognized as revenue in the year in which the related expenses are incurred. Unrestricted interest income is recognized as revenue when earned.

Revenue from all other sources is recognized when the service is provided or when the respective goods are sold to the customer.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Use of Estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reported period. Actual results could differ from the estimates.

Externally Restricted Funds

1. Space Expansion Fund

The Space Expansion Fund was established for the construction of additional space for student activities and renovation of existing Society space, and related costs. The use of the fund was subsequently amended through a referendum to include potential future expansion, renovations and ongoing maintenance of existing and future space for students, student groups and student activities. The capital fee levy portion of student activity fees is designated for the Space Expansion Fund. The fund was originally used to pay for construction of additional space. It is currently used to pay building maintenance and renovation costs as well as building capital costs.

2. Accessibility Fund

Commencing in 2006, the members of the Society agreed to contribute \$0.75 per student per semester, for the purpose of increasing the accessibility of, and removing barriers to, participation in campus activities and events for students with disabilities.

3. First Nations Students Association

Commencing in 2003, the members of the Society agreed to contribute \$0.75 cents per student per semester to the First Nations Student Association ("FSNA"). As the FSNA is not a separately incorporated society, these fees, and related expenditures are reflected as a restricted fund.

4. Graduate Student Health Plan

Commencing in 2006, the members of the Society agreed to contribute up to \$300 per Graduate Student per year, to the Graduate Student Health Plan, for a group plan providing extended health and dental benefits. Upon the Graduate Student Society separating from the Society, the Graduate Student Health Plan was transferred to the Graduate Student Society on May 1, 2008.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Externally Restricted Funds (cont'd)

5. Undergraduate Health Plan

Commencing January 1, 2009, the members of the Society agreed to contribute up to \$198 per year for the purpose of offering both an extended health plan and dental plan for undergraduate students.

Internally Restricted Net Assets

1. Repair and Replacement Reserves [statement 6]

Pursuant to its lease with the University, the Society allocates 3% of its gross catering revenues to each of a Premises Repair Reserve and an Equipment Replacement and Repair Reserve. These reserves are to be used for repairs to the premises used for catering operations and repairs and replacement of related equipment.

2. Health Plan Reserve

The Health Plan Reserve is funded by the Undergraduate Health Plan. The Society receives \$2.50 annually per member for both the extended health and dental plans. The Reserve is internally restricted for future expenses to manage, promote and maintain the Undergraduate Health Plan.

3. Society Development - CFS legal dispute

The Society has internally restricted \$158,957 of net assets relating to the CFS dispute described in Note 14(b), contingent liabilities. In 2009, the Society commenced the collection of fees ("Society Development Fees") that were formerly collected for the CFS (see note 11 – activity fees). These fees are to be used to fund the legal expenses relating to the CFS dispute.

Adoption of New Accounting Standards

(a) Financial Instruments

The Society has adopted the recommendations of Section 3855 and 3861 of the Canadian Institute of Chartered Accountant's ("CICA") Handbook regarding financial instruments. The Society has elected to use the exemption provided by the CICA permitting not-for-profit organizations not to apply the following sections of the CICA Handbook: 3862 and 3863, which would otherwise have applied to the financial statements of the Society for the year ended April 30, 2009.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Financial Instruments – Recognition and Measurement (Cont'd)

The Society has classified its financial instruments as follows:

- Cash and short-term investments
- Accounts receivable
- Accounts payable
- Held-for trading
- Loans and receivables
- Other financial liabilities

Held for Trading

The Society's held-for-trading financial instruments are recorded at their fair values with any gains or losses arising from changes in fair value being recognized immediately in income.

Loans Receivable and Other Financial Liabilities

Loans receivable and other financial liabilities are recorded at amortized cost.

The Society's financial instruments consist of cash, restricted cash, accounts receivable, and accounts payable. The Society's accounts receivable are subject to credit risk. In the opinion of management, there are no other significant risks associated with these financial instruments and their carrying value approximates fair value.

(b) The Society has adopted The Canadian Institute of Chartered Accountants (CICA) Handbook; Section 1535, Capital Disclosures.

Future Accounting Changes

The Accounting Standards Board (AcSB) of the Canadian Institute of Chartered Accountants has announced that all Canadian reporting entities, subject to certain exceptions which include not-for-profit organizations, will adopt International Financial Reporting Standards (IFRS's) as Canadian generally accepted accounting principles for years beginning on or after January 1, 2011. These standards are optional for not-for-profit organizations, and the Society may adopt IFRS's if it so chooses.

The AcSB has issued the following new standards that affect not-for-profit organizations: Section 4400 - Financial Statement Presentation by Not-for-Profit Organizations; Section 4460 - Disclosure of Related Party Transactions by Not-for-Profit Organizations; and Section 4470 - Disclosure of Allocated Expenses for Not-for-Profit Organizations. These standards are effective for the Society's

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

2. SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Future Accounting Changes (cont'd)

reporting period beginning May 1, 2009, and the Society will be assessing the impact of these new standards on the financial statements.

3. BUILDING OPERATING COSTS

Building operating costs represent amounts charged by Simon Fraser University for the maintenance and operations of the Society's premises in the Maggie Benston Centre. The Society is responsible for these costs on approximately two-thirds of the space it occupies in the Centre. Building operating costs have been allocated to the Food and Beverage operations based on the gross charge for the square footage of space used in Food and Beverage operations. The Society has allocated the space for which it is not responsible for building operating costs to non-revenue producing areas.

4. RESTRICTED CASH

Cash restricted for specific purposes is segregated as follows:

	2009 \$	2008 \$
First Nations Student Association	92,601	81,163
Accessibility Fund	144,438	101,913
Graduate Student Health Plan [note 15a]	—	352,655
Undergraduate Health Plan Fund	21,792	—
Health Plan Reserve	39,797	—
Society Development fees – CFS dispute	302,939	—
	601,567	535,731

5. INVENTORY

	2009 \$	2008 \$
Merchandise	10,249	19,498
Production supplies	40,092	33,553
	50,341	53,051

Cost of sales includes a write-down of inventory in the amount of \$2,700 [2008 - \$24,982].

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

6. PREPAID EXPENSES

Prepaid expenses consist of the following items:

	2009	2008
	\$	\$
Insurer's Premiums – Undergraduate Health Plan	778,491	—
SFU administrative fees – Undergraduate Health Plan	9,996	—
Deposit	5,000	—
Supplies and other	7,618	8,547
	801,105	8,547

7. CAPITAL ASSETS

	Rate	Cost \$	Accumulated Amortization \$	Net Book Value \$
2009				
Space Expansion				
Leasehold interest – building	lease term	7,229,941	3,064,209	4,165,732
Food and beverage equipment	5 years	2,149	860	1,289
Equipment – other	5 years	17,130	3,426	13,704
		7,249,220	3,068,495	4,180,725
Other Capital				
Computers, software and data processing equipment	4 years	180,960	155,545	25,415
Other equipment	5 years	32,043	15,610	16,433
		213,003	171,155	41,848
Food and Beverage				
Computers	5 years	8,473	6,834	1,639
Other equipment	5 years	179,808	80,889	98,919
		188,281	87,723	100,558
		7,650,504	3,327,373	4,323,131

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

7. CAPITAL ASSETS (CONT'D)

	Rate	Cost \$	Accumulated Amortization \$	Net Book Value \$
2008				
Space Expansion				
Leasehold interest - building	lease term	7,132,238	2,816,716	4,315,522
Food and beverage equipment	5 years	2,149	430	1,719
		7,134,387	2,817,146	4,317,241
Other Capital				
Computers, software and data processing equipment	4 years	172,630	134,269	38,361
Other equipment	5 years	24,156	9,942	14,214
		196,786	144,211	52,575
Food and Beverage				
Computers	5 years	8,473	5,874	2,599
Other equipment	5 years	85,308	47,644	37,664
		93,781	53,518	40,263
		7,424,954	3,014,875	4,410,079

Space expansion costs are recorded net of a \$1,000,000 contribution from the University.

The Society contributed the Space Expansion amounts towards the construction and development of the Society's premises, including the Maggie Benston Centre ("MBC"). The Society has a right to occupy a portion of the MBC pursuant to a 30 year lease with the University, expiring in 2024. The lease may be extended for two additional 30 year periods. Annual rent of \$1 plus the Society's share of operating costs are payable to the University for the term of the lease.

8. DEFERRED REVENUE

Deferred revenue consists of the following items:

	2009 \$	2008 \$
Undergraduate Health Plan Fund	788,487	—
Health Plan Reserve	27,095	—
	815,582	—

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

9. DEFERRED LEVIES RELATING TO CAPITAL ASSETS

	2009	2008
	\$	\$
Balance, beginning of year	4,317,241	4,556,822
Amortization of deferred levies relating to capital assets	(251,349)	(241,730)
Space Expansion Funds used to purchase capital assets [statement 5]	114,833	2,149
Balance, end of year	4,180,725	4,317,241

10. INTERNALLY RESTRICTED NET ASSETS

	2009	2008
	\$	\$
Health Plan Reserve		
Balance, beginning of year	—	—
Fees [statement 3]	27,095	—
Expenses [schedule 3]	(11,140)	—
Balance, end of year	15,995	—
Society Development – CFS dispute		
Balance, beginning of year	—	—
Activity fees [note 11]	418,839	—
Expended -- Legal fees [schedule 3]	(111,341)	—
– ISIC cards [schedule 3]	(10,525)	—
Used by operations	(138,056)	—
Balance, end of year	158,917	—
Total Internally Restricted	174,912	—

11. ACTIVITY FEES

Activity fees include fees collected from students known as a Society Development Fee. Commencing in 2009, upon withdrawal from the CFS, the members of the Society agreed to direct the former CFS membership fees of \$7.64 per semester for full-time students and \$3.82 per semester for part-time students as Society Development fees. During the year, the Society collected \$418,839 [2008 - \$Nil] of Society Development fees.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

12. NON-DISCRETIONARY ALLOCATIONS

During the year, the Society collected fees on behalf of the following autonomous organizations:

	2009	2008
	\$	\$
Simon Fraser Public Interest Research Group	163,910	184,824
Peak Publications Society	267,719	301,880
Canadian Federation of Students - National	—	234,386
- British Columbia	—	234,386
Simon Fraser Campus Radio Society (CJSF)	163,910	184,824
World University Services of Canada	54,636	61,608
	650,175	1,201,908

As these fees are collected in trust on behalf of the other organizations, they are not included in the statement of operations [see note 14b].

13. COMMITMENTS

[a] Maggie Benston Centre

The Society is required to pay building operating costs to the University for a portion of the space it occupies in the Maggie Benston Centre. An estimate of those costs total approximately \$263,328 per year.

[b] Ombudsperson and Office

Commencing December 8, 2008, the Ombudsoffice position was jointly funded by Simon Fraser University, The Graduate Student Society and the Society. The University will contribute 50% of the funding required for the Position, up to a maximum of \$60,000 per annum to be used to provide the employee's salary and benefits and related office operating expenses. The University will contribute 50% of all costs related to office operations including structured repair, renovations and maintenance costs. The Graduate Student Society and the Society will jointly contribute 50% of the funding required for the position, up to a maximum contribution of \$60,000 per annum. The Student Societies will provide the office space for the position, including necessary furnishings, computer, and telephone equipment by mutual agreement.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

13. COMMITMENTS (CONT'D)

[c] Undergraduate Health Plan

The Society entered into an agreement for extended health and dental benefits which are to be provided to undergraduate students who opt into the plan. The agreement is effective January 1, 2009 to August 31, 2010 with fees of \$184.84 per student per year for both benefits.

[d] Graduate Student Society

The Graduate Student Society separated from the Society effective May 1, 2008. The Society signed a premise lease agreement effective May 1, 2008, expiring on April 30, 2010, to provide meeting room premises at a rental rate of \$1 per annum. The Society also signed a one-year agreement to provide services effective May 1, 2008. This agreement automatically renews on May 1st of each year unless terminated in accordance with the agreement.

[e] Lease Obligations

The Society is committed to photocopier leases and maintenance contracts which require minimum lease payments for the next four years as follows:

	\$
2010	8,640
2011	6,488
2012	5,413
2013	2,706
	<hr/> 23,247 <hr/>

14. CONTINGENT LIABILITIES

[a] Letters of credit

The Society has outstanding letters of credit totalling \$12,500 [2008 - \$12,500] issued as security for liquor purchases. Equivalent funds are to be maintained in term deposits.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

14. CONTINGENT LIABILITIES (CONT'D)

[b] CFS membership and dispute

In 2008, the student society membership voted by way of referendum to withdraw from the Canadian Federation of Students ("CFS") effective May 1, 2008. The CFS has taken the position that the Society's withdrawal referendum was invalid and has sued the Society for CFS fees that should have been collected and remitted to them. The estimated claim for CFS fees for the year ended April 30, 2009 would be \$418,839 plus any fees that should have been collected after that date.

The Society believes that the CFS withdrawal referendum was valid and thus, no provision for this claim has been made in these financial statements.

The Society also attempted to seek, by way of summary judgment, a ruling by the courts that the CFS withdrawal referendum was valid. The court ruled that the case was too complex to do so and thus a full trial would be required.

The judge in the case may award costs to CFS and the amount of the costs, if any, can not be currently determined and thus no provision for these costs has been made in these financial statements.

15. OTHER INFORMATION

[a] Graduate Student Society

The Graduate Student Society legally separated from the Society effective May 1, 2008. As a result, the Graduate Health Plan cash of \$353,652 and fifteen percent of the Space Expansion Fund cash (\$526,952) was transferred to the Graduate Student Society.

[b] Copy Centre (previously Bookstore and Printshop)

In the prior year, the Printshop ceased certain printing operations where copyright was an issue and only continued to provide photocopier service to individuals. During the year, the Bookstore ceased purchasing and selling used textbooks, electronics, school supplies and consumables. The bookstore and printshop became the Copy Centre as of May 1, 2008.

NOTES TO FINANCIAL STATEMENTS

April 30, 2009

16. CAPITAL DISCLOSURES

The Society defines its capital as its net assets plus its externally restricted funds. The Society manages its capital by preparing and monitoring an operating and capital budget in order to ensure sufficient resources are available to continue as a going concern and to achieve its purpose as disclosed in note 1. The Society accomplishes this, in part, by depositing its capital with Canadian credit unions.

There were no changes in capital management policies during the year, and there were no external restrictions on the Association's capital at April 30, 2009, except those described in note 2.

17. COMPARATIVE FIGURES

Certain 2008 comparative figures have been reclassified to conform to the presentation adopted in the current year.

RETAIL SERVICES
SCHEDULE OF REVENUES AND EXPENSES

Year ended April 30

	Copy Centre \$	Food and Beverage \$	Total \$
	[Schedule 4] [note 15b]	[Schedule 5]	
2009			
Revenues			
Sales	115,021	1,624,046	1,739,067
Other income	470	25,291	25,761
Total revenues	115,491	1,649,337	1,764,828
Expenses			
Cost of sales	76,511	582,758	659,269
Direct expenses	—	1,003,236	1,003,236
Other expenses	71,198	283,136	354,334
Total expenses	147,709	1,869,130	2,016,839
Excess of expenses for the year	(32,218)	(219,793)	(252,011)
2008			
Revenues			
Sales	279,719	1,690,914	1,970,633
Other income	3,862	32,388	36,250
Total revenues	283,581	1,723,302	2,006,883
Expenses			
Cost of sales	253,211	573,359	826,570
Direct expenses	—	968,610	968,610
Other expenses	183,008	249,820	432,828
Total expenses	436,219	1,791,789	2,228,008
Excess of expenses for the year	(152,638)	(68,487)	(221,125)

**GENERAL, ADMINISTRATION AND FINANCIAL OFFICE
SCHEDULE OF REVENUES AND EXPENSES**

Year ended April 30

	2009	2008
	\$	\$
GENERAL OFFICE		
Revenues		
Craft Fair	3,261	2,919
Conference room rental	9,455	10,299
Vendor permits, net of SFU food bank donations	36,302	37,772
Advertising and other	8,840	2,913
	57,858	53,903
Expenses		
Copying	431	345
Craft Fair	3,159	2,204
Office supplies and other	4,781	2,367
Telephone and fax	1,549	1,669
Wages and benefits	178,233	172,520
	188,153	179,105
Net general office expenses	(130,295)	(125,202)

ADMINISTRATION AND FINANCIAL OFFICE

Expenses		
Professional fees	14,328	13,807
Insurance	22,504	22,759
Office and other	17,728	24,340
Wages and benefits – Financial office	86,172	93,011
– Senior Organizational Advisor	41,514	—
Total administration and financial office expenses	182,246	153,917

ACTIVITIES AND PROGRAMS SCHEDULE OF EXPENSES

Year ended April 30

	2009	2008
	\$	\$
Board of directors' allocations		
Activity days and events	22,265	21,688
Donations	531	—
Elections	15,836	33,431
Forum packages	552	1,780
Legal services – CFS withdrawal	111,341	58,950
- other	3,429	25,467
Surrey campus representation	4,987	4,296
Negotiations or consulting	3,761	40
Night Line	5,875	4,000
SCES/SFU (Kamloops Students Society)	2,424	2,282
Stipends	200,635	210,068
Travel and conference	1,572	13,400
Office, printing and other	8,465	17,377
	381,673	392,779
Advocacy and representation		
Student Union organizer	85,603	72,447
Advocacy Committee	12,515	8,596
Ombuds office	37,740	51,976
Resource office	121,939	136,596
University Relations office	59,802	58,771
Graduate Issues committee	—	34,883
	317,599	363,269
Other student programs and services		
Legal aid clinic	26,460	24,351
Handbook and website (net)	20,567	36,707
Health Plan Reserve expenses	11,140	—
ISIC cards	10,525	—
Women's Centre	90,724	71,708
Out on Campus	59,722	66,465
Surrey Campus	65,296	60,643
Accessibility Fund [statement 5]	1,134	12,711
First Nations Students Association [statement 7]	38,417	45,226
Graduate Student Health Plan [statement 6]	—	617,898
Undergraduate Health Plan Fund [statement 7]	982,175	—
	1,306,160	935,709
Total activity and program expenses	2,005,432	1,691,757

**COPY CENTRE
SCHEDULE OF REVENUES AND EXPENSES**

Year ended April 30

	2009 \$	2008 \$
	<i>[note 15b]</i>	
Revenues		
General	6,601	50,241
Book buybacks	6,511	116,075
Copying and printing	101,909	113,403
	115,021	279,719
Cost of sales [note 5]		
General	7,892	39,062
Book buybacks	4,499	91,089
Copying	34,888	105,495
Printing supplies	29,232	17,565
	76,511	253,211
Gross profit	38,510	26,508
Transit and postage (net)	470	3,862
	38,980	30,370
Expenses		
Office and administration (recovery)	(163)	3,077
Bank charges and interest	1,280	4,462
Other	2,473	2,103
Telephone	1,469	1,772
Wages and employee benefits	66,139	171,594
	71,198	183,008
Excess of expenses for the year	(32,218)	(152,638)

**FOOD AND BEVERAGE SERVICES
SCHEDULE OF REVENUES AND EXPENSES**

Year ended April 30

	2009 \$	2008 \$
Revenues [schedule 6]	1,624,046	1,690,914
Cost of sales [schedule 6]	582,758	573,359
Gross profit	1,041,288	1,117,555
Direct expenses [schedule 6]	1,003,236	968,610
	38,052	148,945
Other revenues		
Advertising	3,905	6,932
Arcade, vending machines and other	7,464	6,259
Admissions	13,922	19,197
	25,291	32,388
	63,343	181,333
Expenses		
Accounting	26,040	26,040
Administration and office	11,101	13,746
Advertising	4,810	2,284
Amortization	34,205	16,767
Bank charges, credit card merchant fees and armoured car	12,911	13,436
Repairs and maintenance	12,828	8,085
Repair and Replacement Reserve expenses [statement 6]	3,443	6,995
Entertainment	43,033	36,053
Insurance	33,757	34,139
Building operating costs	90,048	82,032
Professional fees	10,960	10,243
Total expenses	283,136	249,820
Excess of expenses for the year	(219,793)	(68,487)

**FOOD AND BEVERAGE SERVICES
SCHEDULE OF REVENUES, COST OF SALES AND
DIRECT EXPENSES**

Year ended April 30

	2009 \$	2008 \$
Revenues		
Beverages	460,711	426,713
Food	1,163,335	1,264,201
	1,624,046	1,690,914
Cost of sales		
Beverages	160,486	138,919
Food	422,272	434,440
	582,758	573,359
Direct expenses		
Restaurant and bar supplies	93,189	96,016
Wages and employee benefits - management	108,883	100,256
- other	801,164	772,338
	1,003,236	968,610