Brescia University College

Financial Statements
April 30, 2013, April 30, 2012 and May 1, 2011

June 26, 2013

Independent Auditor's Report

To the Members of Brescia University College

We have audited the accompanying financial statements of Brescia University College, which comprise the statement of financial position as at April 30, 2013, April 30, 2012 and May 1, 2011 and the statement of operations, statement of changes in net assets, and statement of cash flows for the years ended April 30, 2013 and April 30, 2012, and the related notes, which comprise a summary of significant accounting policies and other explanatory information.

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

Auditor's responsibility
Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

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Opinion
In our opinion, the financial statements present fairly, in all material respects, the financial position of Brescia University College as at April 30, 2013, April 30, 2012 and May 1, 2011 and the results of its operations, changes in net assets and its cash flows for the years ended April 30, 2013 and April 30, 2012 in accordance with Canadian accounting standards for not-for-profit organizations.

PricewaterhouseCoopers LLP

Chartered Accountants, Licensed Public Accountants

Brescia University College

Statement of Financial Position

As at April 30, 2013, April 30, 2012 and May 1, 2011

	April 30, 2013 $	April 30, 2012 $	May 1, 2011 $
Assets			
Current assets			
Cash (note 3)	3,633,227	4,373,180	3,131,243
Accounts receivable	2,504,296	339,684	578,581
Prepaid expenses	108,515	84,940	70,844
Inventory	11,798	11,459	10,783
Due from related parties (note 12)	296,246	273,178	212,095
	6,554,082	5,082,441	4,003,546
Long-term assets			
Investments (note 4)	1,478,841	1,314,703	1,287,212
Capital assets (note 5)	55,287,819	37,369,853	34,957,664
Total assets	63,320,742	43,766,997	40,248,422
Liabilities and net assets			
Current liabilities			
Accounts payable and accrued liabilities (note 15)	3,425,369	2,108,830	1,149,820
Deposits on residence	44,590	24,600	20,400
Deferred revenue	210,186	269,414	155,908
Current portion of capital lease obligations (note 13)	36,621	45,216	27,684
Current portion of mortgage payable (note 9)	200,000	200,000	200,000
Unrealized loss on interest rate swap (note 11)	79,566	106,633	-
	3,996,332	2,754,693	1,553,812
Long-term liabilities			
Deferred grant funding (note 7)	77,576	111,021	128,598
Deferred contributions (note 7)	13,316,611	14,016,798	14,873,538
Pension benefit obligation (note 8)	1,158,474	1,150,979	923,444
Mortgage payable (note 9)	2,600,000	2,800,000	3,000,000
Capital lease obligation (note 13)	35,336	73,372	63,061
Bank debt (note 10)	20,500,000	2,500,000	-
	41,684,329	23,406,863	20,542,453
Net assets	21,636,413	20,360,134	19,705,969
Total liabilities and net assets	63,320,742	43,766,997	40,248,422

Commitments (note 13)

Approved by the Council of Trustees

____________________ Trustee ____________________ Trustee

The accompanying notes are an integral part of these financial statements.

Brescia University College

Statement of Changes in Net Assets

For the years ended April 30, 2013 and April 30, 2012

	2013 $	2012 $
Balance - Beginning of year	20,360,134	19,705,969
Excess of revenue over expenses for the year	1,276,279	654,165
Balance - End of year	21,636,413	20,360,134

The accompanying notes are an integral part of these financial statements.

Brescia University College

Statement of Operations

For the years ended April 30, 2013 and April 30, 2012

	2013 $	2012 $
Revenue		
Tuition fees	7,890,304	7,178,097
Provincial government grants	7,635,736	7,074,390
Residence	849,106	941,206
Food services	801,425	741,044
Revenue for research grants	144,876	81,775
Miscellaneous	401,046	347,064
Student fees	292,952	283,850
Amortization of deferred contributions	995,531	972,958
Investment income	112,570	99,972
Tuition and grant revenue for distribution as bursaries	412,594	347,677
	19,536,140	18,068,033
Expenses		
Faculty salaries and benefits	6,379,935	6,081,791
Staff salaries and benefits	3,777,774	3,497,363
Administrative salaries and benefits	868,035	823,061
Physical plant and facilities maintenance	676,514	663,095
Business office	18,942	27,401
Library	99,618	122,163
Education administration	68,025	48,285
Student residence	91,922	65,314
Alumnae relations	66,671	53,125
Academic services	304,075	217,477
Food services	416,249	384,079
Central services	1,300,049	1,203,456
Donations in Kind (note 12)	250,000	250,000
Amortization	1,390,587	1,372,899
Finance	178,090	161,258
College administration	150,251	126,057
Student services	348,196	294,639
Human resources	81,134	31,061
Scholarships	579,541	623,667
Bursaries	406,835	396,559
Information technology	123,858	144,416
Food and nutritional sciences	130,550	144,221
Student recruitment	659,799	573,296
	18,366,650	17,304,682
	1,169,490	763,351
Realized and unrealized gain (loss) on investments		
Change in unrealized appreciation (depreciation) in value of investments	92,486	(7,963)
Net realized (loss) gain on investments	(12,764)	5,410
Unrealized gain (loss) on interest rate swap	27,067	(106,633)
	106,789	(109,186)
Excess of revenue over expenses for the year	1,276,279	654,165

The accompanying notes are an integral part of these financial statements.

Brescia University College

Statement of Cash Flows

For the years ended April 30, 2013 and April 30, 2012

	2013 $	2012 $
Cash provided by (used in)		
Operating activities		
Excess of revenue over expenses for the year	1,276,279	654,165
Add (deduct) non-cash items:		
Amortization	1,390,587	1,372,899
Amortization of deferred contributions	(995,531)	(972,958)
Change in unrealized (appreciation) depreciation of investments	(92,486)	7,963
Increase in pension obligation	7,495	227,535
Unrealized (gain) loss on interest rate swap	(27,067)	106,633
Change in non-cash working capital items:		
(Increase) decrease in accounts receivable	(2,164,612)	238,897
(Increase) in prepaid expenses	(23,576)	(14,096)
(Increase) in due from Foundation	(23,068)	(61,083)
(Increase) in inventory	(340)	(676)
Increase in accounts payable and accrued liabilities	1,316,539	959,010
Increase in deposits on residence	19,990	4,200
(Decrease) increase in deferred revenue	(59,227)	113,506
	624,983	2,635,995
Financing activities		
Deferred contributions	295,344	116,218
(Decrease) increase in capital lease obligation	(46,631)	27,843
(Decrease) in mortgage payable	(200,000)	(200,000)
Increase (decrease) in deferred grant funding	(33,445)	(17,577)
Bank debt	18,000,000	2,500,000
	18,015,268	2,426,484
Investing activities		
Additions to capital assets	(19,308,554)	(3,785,088)
(Purchase) of investments	(71,650)	(35,454)
	(19,380,204)	(3,820,542)
Net (decrease) increase in cash during the year	(739,953)	1,241,937
Cash - Beginning of year	4,373,180	3,131,243
Cash - End of year	3,633,227	4,373,180

The accompanying notes are an integral part of these financial statements.

1 Purpose of Brescia

Brescia University College (Brescia) is a Catholic university college for women, affiliated with Western University. Brescia offers undergraduate students a full range of liberal arts academic programming as well as specialist programs in Food and Nutritional Sciences.

Brescia was registered as a corporation without share capital under Part II of the Canada Corporations Act on August 16, 1999. As a not-for-profit registered charity, Brescia is exempt from tax under the Income Tax Act pursuant to Section 149(1) (h.1) of the Act. Brescia is subject to Harmonized Sales Tax on its activities pursuant to provisions of the Excise Tax Act.

2 Summary of significant accounting policies

Basis of Presentation

Effective May 1, 2011, Brescia elected to adopt Canadian accounting standards for not-for-profit organizations (ASNPO) as issued by the Canadian Accounting Standards Board. The accounting policies selected under this framework have been applied consistently and retrospectively as if these policies had always been in effect. The changes that have been applied to net assets as at April 30, 2012 are as follows:

	$
Net assets as at April 30, 2012 as previously reported	14,511,907
Interest rate swap adjustment (i)	5,848,227
Net assets as at April 30, 2012 under ASNPO	20,360,134

(i) An adjustment was recorded to net assets as at April 30, 2012 to de-recognize the unrealized loss on the interest rate swap. Prior to the transition, the unrealized loss was recorded in net assets. For 2013, the unrealized loss on this swap arrangement is disclosed in note 11.

Measurement uncertainty

The preparation of financial statements in conformity with ASNPO requires management to make estimates and assumptions that affect the reported amounts of the assets and liabilities, disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the period. Significant areas requiring the use of estimates include the valuation of donated land and buildings, the useful life of capital assets and the future pension benefit obligation. Actual results could differ from those estimates.

Revenue recognition

Brescia follows the deferral method of accounting for contributions, which include donations and government grants. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.

Externally restricted contributions are recognized as revenue in the year in which the related expenses are recognized. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue using the straight-line method, at a rate corresponding with the amortization rate for the related capital assets.

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

Revenue from student fees and from the sale of services and products is recognized at the time the products are delivered or services provided. Operating grants are recorded as revenue in the period to which they relate.

Grants approved but not received at the end of an accounting period are accrued if the amount to be received can be reasonably estimated and collection is reasonably assured. Where a portion of a grant relates to a future period, it is deferred and recognized in the subsequent period.

Capital assets

Capital assets are recorded at cost. Amortization is provided using the straight-line method at the following rates:

Buildings	20 years
Leasehold improvements	20 years
Furniture & equipment	10 years
Computer hardware	3 years
Automotive	3 years

Construction in progress is not amortized until the asset is complete.

Financial instruments

A financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity. Financial instruments in the form of financial assets and financial liabilities are generally presented separately. Financial instruments are recognized as soon as Brescia becomes a party to the contractual provisions of the financial instrument. Upon initial recognition, financial instruments are measured at fair value. The fair value of a financial instrument is the estimated amount that Brescia would receive or pay to terminate the instrument agreement at the reporting date. The following methods and assumptions were used to estimate the fair value of each type of financial instrument by reference to various market value data and other valuation techniques as appropriate.

Measurement in subsequent periods depends on whether the financial instrument has been classified as "held-for-trading", "available for sale", "held-to-maturity", "loans and receivable" or "other financial liabilities" as defined by the standard.

Cash

Cash consists primarily of cash on hand and cash held in the investment fund account.

Investments

Investments are designated as held-for-trading under the standard and measured at fair value. Changes in fair value are recorded in the statement of operations.

Other financial liabilities

Other financial liabilities are non-derivative financial liabilities with fixed or determinable payments that are not quoted in an active market including accounts payable and accrued liabilities, mortgage payable and bank debt. After initial recognition, other financial liabilities are subsequently carried at amortized cost using the effective interest method less any impairment losses, if necessary. Gains and losses are recognized in the statement of operations when the other liabilities are derecognized or impaired. Interest effects on the application of the effective interest method are also recognized in the statement of operations.

The carrying value of accounts payable and accrued liabilities approximates their fair values due to the short-term maturity of these financial instruments.

The mortgage payable was initially recorded at the exchange amount in accordance with Canadian Institute of Chartered Accountants (CICA) Handbook Section 3856 - Financial Instruments - Recognition and Measurement and Section 3840 - Related Party Transactions. The balance has been measured using amortized cost using the effective interest rate method as prescribed by CICA Handbook Section 3856.

Derivative financial instruments

From time to time, Brescia uses derivative financial instruments in their hedging strategies to manage their exposure to interest rate risk. Where hedge accounting can be applied, a hedge relationship is designated and documented at inception to detail the particular risk management objective and the strategy for undertaking the hedge transaction. The documentation identifies the specific asset, liability or anticipated cash flows being hedged, the risk that is being hedged, the type of hedging instrument used and how effectiveness will be assessed. The hedging instrument must be highly effective in accomplishing the objective of offsetting changes in the anticipated cash flows attributable to the risk being hedged both at inception and throughout the life of the hedge. Hedge accounting is discontinued prospectively when it is determined that the hedging instrument is no longer effective as a hedge, the hedging instrument is terminated or sold, or upon the sale or early termination of the hedged item.

For derivatives where hedge accounting has been applied, the change in fair value has been disclosed in the notes to the financial statements. For derivatives where hedge accounting has not been applied, the change in fair value has been recognized directly in the statement of operations in the current year.

Brescia does not use derivative financial instruments for trading or speculative purposes.

Inventories

Inventories are valued at the lower of cost and net realizable value on a FIFO basis.

3 Cash

Included in cash are balances in the amount of $1,176,526 (2012 - $930,528) relating to deferred revenue, grants, contributions and a capital reserve as follows:

	2013 $	2012 $
Capital reserve (note 6)	850,000	550,000
Deferred tuition revenue	106,250	108,531
Other deferred revenue	149,310	160,883
Unspent research grant	70,966	111,114
	1,176,526	930,528

4 Investments

	2013		2012	
	Cost $	Market value $	Cost $	Market value $
Common stocks and equivalents	635,640	751,323	593,474	684,802
Fixed income securities	685,866	727,518	656,384	629,901
	1,321,506	1,478,841	1,249,858	1,314,703

Fixed income securities have average maturities in January 2022 with average coupons between 4.40% and 6.15% over the term.

5 Capital assets

			2013
	Cost $	Accumulated amortization $	Net $
Land	15,042,167	-	15,042,167
Buildings	18,648,890	5,233,197	13,415,693
Leasehold improvements	6,640,228	2,796,847	3,843,381
Furniture and equipment	1,435,352	1,007,899	427,453
Computer hardware	909,888	799,537	110,351
Automotive	19,267	19,267	-
Residence construction in progress	22,448,774	-	22,448,774
	65,144,566	9,856,747	55,287,819

			2012
	Cost $	Accumulated amortization $	Net $
Land	15,042,167	-	15,042,167
Buildings	18,648,890	4,300,753	14,348,137
Leasehold improvements	6,262,851	2,500,409	3,762,442
Furniture and equipment	1,313,734	908,998	404,736
Computer hardware	825,820	736,732	89,088
Automotive	19,267	19,267	-
Residence construction in progress	3,723,283	-	3,723,283
	45,836,012	8,466,159	37,369,853

6 Restrictions on net assets

In 2013, Brescia's Council of Trustees restricted $300,000 (2012 - $550,000) of previously unrestricted net assets for purposes of future capital projects. This restricted amount is not available for other purposes without approval of the Council of Trustees. This internal restriction has been recorded as restricted cash as detailed in note 3.

	2013 $	2012 $
Future capital projects	850,000	550,000

7 Deferred contributions

	2013 $	2012 $
Unamortized capital contributions (i)	13,245,306	13,974,811
Unspent capital contributions:	71,305	41,987
Total deferred contributions	13,316,611	14,016,798
Unspent contributions to be distributed as grants (ii)	77,576	111,021

i) The balance of unamortized capital contributions consists of the following:

	2013 $	2012 $
Balance - Beginning of year	14,016,798	14,873,538
Add: contributions received and not spent during the year	71,305	41,987
Add: contributions received and spent during the year	224,039	74,231
Less: amounts amortized to revenue	(995,531)	(972,958)
	13,316,611	14,016,798

ii) The balance of unspent contributions to be distributed as grants consists of the following:

	2013 $	2012 $
Balance - Beginning of year	111,021	128,598
Add: grant contributions received	125,348	77,842
Less: amounts expended through statement of operations	(158,793)	(95,419)
	77,576	111,021

8 Pension benefit obligation

As at January 1, 1994, Brescia changed from a defined benefit pension plan (the DB plan) to a defined contribution plan (the DC plan). For all employees who were under the DB plan, Brescia has provided a guarantee that the value of their defined contribution plan at retirement will not be less than it would have been under the previous DB plan.

Brescia measures its accrued benefit obligation for the DB plan as at April 30 each year for accounting purposes.

Information about Brescia's DB plan as at April 30, 2013 is as follows:

	2013 $	2012 $
Funded status - amount included in the statement of financial position	1,158,474	1,150,979

The DB plan has no assets. Cash contributions are made upon benefits becoming payable. During 2013, $242,773 (2012 - $40,995) contributions were made.

	2013 $	2012 $
Change in accrued benefit obligation		
Accrued benefit obligation - May 1	1,150,979	923,444
Net benefit cost	250,268	268,530
Benefits paid	(242,773)	(40,995)
Accrued benefit obligation - April 30	1,158,474	1,150,979

Brescia's net benefit plan cost includes the following components:

	2013 $	2012 $
Current service cost	36,607	33,115
Interest cost	33,585	34,634
Actuarial loss (gain)	180,076	200,781
Net pension costs recognized	250,268	268,530

The significant assumptions used are as follows:

	2013 %	2012 %
Discount rate	2.55	3.15
Salary escalation	3.00	3.00

9 Mortgage payable

During 2007, Brescia entered into an Agreement of Purchase and Sale with the Ursuline Religious of the Diocese of London in Ontario to purchase certain land and buildings at a negotiated exchange amount. Pursuant to the Agreement, Brescia has agreed to pay the vendor take-back mortgage in equal annual installments commencing on the first anniversary of the closing date and on each anniversary thereafter until paid in full. The mortgage has an interest rate of 0%. The purchase agreement was completed February 15, 2008.

The principal payments required over the next 5 years are as follows:

	$
2014	200,000
2015	200,000
2016	200,000
2017	200,000
2018 and thereafter	2,000,000

10 Bank debt

In a Commitment Letter dated April 27, 2011, Scotiabank agreed to lend Brescia the following credit facilities:

A $2,000,000 operating line of credit to finance general operating requirements. Repayable upon demand, bearing interest payable monthly at Prime minus 0.5% per annum. As at April 30, 2013, $1,750,000 of the facility was available to Brescia as $250,000 has been set aside in a Letter of Credit in favour of the City of London (the City) to support Brescia's responsibilities under its Development Agreement with the City in connection with the Residence Project.

A $31,100,000 non-revolving construction loan to finance residence project construction, bearing interest at Bankers' Acceptances plus fee of 1%, repayable in full on or before September 30, 2013 from the proceeds of a long-term non-revolving construction take-out loan.

A $31,000,000 long-term non-revolving construction take-out loan to repay the construction period loan, bearing interest at 1- month Bankers' Acceptances plus a fee of 1%, to be fully drawn down upon the earlier of construction completion and September 30, 2013, repayable in 89 monthly blended installments of principal and interest, with the balance of principal and interest due in the 90th month, amortized over 30 years. A $5,000,000 portion of the loan shall be interest-only until September 2015.

Security for the above credit facilities comprises a subordination and postponement agreement whereby the Ursuline Religious of the Diocese of London in Ontario agree to postpone principal repayments owing to it under the Mortgage Payable. However, Brescia is permitted to continue to make regularly scheduled payments on the Mortgage Payable as long as Brescia remains in good standing with the Scotiabank credit facilities.

The Scotiabank credit facilities require that Brescia maintain a ratio of EBITDA to interest expense plus the current portion of long-term debt and capital leases of 1.10: 1 or better, calculated on a rolling four quarter basis. EBITDA is defined as net income before extraordinary and other non-recurring items plus interest, income tax, depreciation and amortization plus unrestricted external contributions/donations received and otherwise available to be used to repay the Scotiabank loans.

Loans payable balances under the Scotiabank credit facilities are as follows:

	2013 $	2012 $
Scotiabank non-revolving construction loan to finance residence project construction, repayable on or before September 30, 2013 from the proceeds of a long-term take-out loan, remaining terms described above	20,500,000	2,500,000

Based on the loan balance outstanding at April 30, 2013, the principal payments required over the next five years are as follows:

	$
2014	20,500,000
2015 and thereafter	-
	20,500,000

11 Capital management

Credit risk

Credit risk is the risk of potential loss to Brescia if a counterparty to a financial instrument fails to meet its contractual obligations. Brescia's credit risk is primarily attributable to its cash, investments and accounts receivable.

Brescia has assessed its exposure to credit risk and has determined that such risk is minimal. The majority of Brescia's cash and investments are held with major financial institutions.

Currency risk

Foreign currency risk is the risk that the fair value of, or future cash flows from Brescia's financial instruments will fluctuate because of the changes in foreign exchange rates.

Brescia's investments are denominated in Canadian dollars. Certain investments such as United States and other international equities include investments in foreign jurisdictions and are therefore subject to foreign currency fluctuations. Brescia mitigates the currency risk exposure of its foreign securities through diversification of its investments.

Market risk

Market risk is the risk that the value of an investment will decrease due to changes in market factors.

Equity and fixed income securities are held within pooled funds. Risk and volatility of investment returns are mitigated through diversification of investments in different countries, business sectors and corporation sizes.

Interest rate risk

Interest rate risk is the risk arising from the effect of changes in prevailing interest rates on Brescia's financial instruments.

In fiscal 2012, Brescia entered into a new debt agreement that has a variable interest rate. To manage the exposure to fluctuating prime interest rates, Brescia entered into two interest rate swap contracts during 2012. The terms of these respective instruments are as follows:

Term of agreement	January 3, 2012- September 1, 2013	September 1, 2013- September 1, 2043
Notional amount	$30,942,979	$31,100,000
Interest rate	1.94%	4.39%

All in interest rate includes a 1% stamping fee.

Hedge accounting has not been applied to the derivative financial instrument maturing on September 1, 2013 as despite best efforts, the match in critical terms was not achieved. As such, the change in fair value has been recognized directly in the statement of operations in the current year. If Brescia had decided to unwind the interest rate swap at April 30, 2013, the cost of doing so would have been $79,566 (2012 - $106,633). This amount has been recognized as an unrealized loss in the statement of financial position.

Hedge accounting has been applied to the derivative financial instrument maturing on September 1, 2043. As such, the change in the fair value has not been recognized in the statement of operations or on the statement of financial position. As at April 30, 2013, the unrealized loss related to this swap agreement was $8,179,707 (2012 - $5,848,227), based on a mark-to-market valuation prepared by Scotia Capital Markets.

12 Related parties

a) The Brescia University College Foundation (the Foundation) is incorporated without share capital under the laws of Ontario. The Foundation relies on Brescia to provide payroll, facilities and other administrative support. The Foundation provides funds to Brescia for capital and student bursaries.

During the year, Brescia paid $250,000 (2012 - $250,000) for expenses on behalf of the Foundation. The amount is a donation in-kind as Brescia will not be reimbursed. The balance due at year end represents Foundation expenditures in excess of $250,000.

Amounts due from related parties are as follows:

	2013 $	2012 $
Brescia University College Foundation	296,246	273,178

b) The Circle Women's Centre (the Circle) is a resource centre to women in the London community, providing unique programming, workshops and events. Prior to 2012, the Circle operated independently from Brescia, with Brescia contributing to the Circle by providing certain payroll, facilities and other administrative support. In 2012, the Circle was merged into Brescia's operations for consideration of $Nil. All Circle revenues and expenses for 2012 and subsequent years are included in Brescia's statement of operations.

13 Commitments

a) Operating and capital lease commitments

The minimum lease payments required under operating leases over the next five years and thereafter are as follows:

	$
2014	12,560
2015	6,201
2016	3,810
2017	3,810
2018 and thereafter	1,270
	27,651

The minimum lease payments required under capital leases, with interest rates ranging from 1.00% to 9.00%, and terms of four to five years, is calculated as follows:

	$
2014	37,796
2015	25,440
2016	10,387
2017	-
2018 and thereafter	-
Total obligation	73,623
Amount representing interest	(1,666)
	71,957

b) Commitments regarding construction of new student residence and associated financing

On March 31, 2011, Brescia entered into a contract with an architectural firm providing for architectural services in relation to a Residence and Dining Pavilion construction project (the Residence Project). Fees paid to the architectural firm will primarily comprise a percentage of the construction costs for the Residence Project.

On February 22, 2012, Brescia entered into a CCDC2-2008 stipulated price contract in the amount of $25,180,500, excluding HST, to construct the Residence Project with a general contractor. Financing for the Residence Project is disclosed in note 10.

14 Comparative figures

Certain prior year figures have been restated to conform to the current period's financial statement presentation.

15 Government remittances

Government remittances consist of amounts required to be paid to government authorities and are recognized when the amounts become due. No amounts were payable to government authorities for either 2012 or 2013.