

**Private Career Training Institutions Agency -
Student Training Completion Fund
Financial Statements
For the period ended March 31, 2005**

**Private Career Training Institutions
Agency - Student Training Completion
Fund
Financial Statements
For the period ended March 31, 2005**

Contents

Auditors' Report	2
Financial Statements	
Statement of Financial Position	3
Statement of Operations and Changes in Net Assets	4
Statement of Cash Flows	5
Summary of Significant Accounting Policies	6
Notes to Financial Statements	7



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Auditors' Report

**To the Board of the
Private Career Training Institutions Agency**

We have audited the Statement of Financial Position of the Private Career Training Institutions Agency - Student Training Completion Fund as at March 31, 2005 and the Statements of Operations and Changes in Net Assets and Cash Flows for the period then ended. These financial statements are the responsibility of the Fund'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 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 Fund as at March 31, 2005 and the results of its operations and its cash flows for the period then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Vancouver, British Columbia
May 6, 2005

**Private Career Training Institutions Agency -
Student Training Completion Fund
Statement of Financial Position**

March 31

2005

Assets

Current

Cash	\$ 1,306,839
Accounts receivable	<u>3,000</u>
	\$ 1,309,839

Liabilities and Net Assets

Liabilities


Current

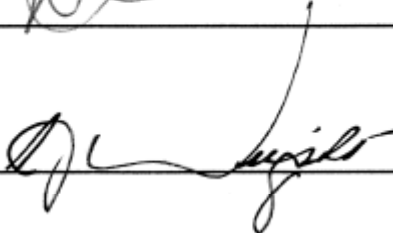
Accounts payable and accrued liabilities	\$ <u>2,500</u>
	2,500

Net Assets

Available	<u>1,307,339</u>
	\$ 1,309,839

Approved on behalf of the Board:





**Private Career Training Institutions Agency -
Student Training Completion Fund
Statement of Operations and Change in Net Assets**

For the period ended March 31

2005

Revenue

STCF Initial Contribution	
Previous registrants	\$ 1,099,081
New registrants	88,888
Tuition Revenue Fee Payment (Note 2)	160,979
Interest and miscellaneous	5,039
	<hr/>
	1,353,987

Expenses

Interest and bank charges	156
Management fees (Note 3)	43,992
Professional fees	2,500
	<hr/>
	46,648

**Excess of revenues over expenses for the period and
Net assets, end of the period**

\$ 1,307,339

**Private Career Training Institutions Agency -
Student Training Completion Fund
Statement of Cash Flows**

For the period ended March 31

2005

Cash provided by (used in)

Operating activities

Excess of revenue over expenses for the period \$ 1,307,339

Changes in non-cash working capital balances

Accounts receivable (3,000)

Accounts payable and accrued liabilities 2,500

Increase in cash during the period and

Cash, end of period \$ 1,306,839

Private Career Training Institutions Agency - Student Training Completion Fund Summary of Significant Accounting Policies

March 31, 2005

Nature of Business The Private Career Training Institutions Agency - Student Training Completion Fund (the "Fund") was established under section 13 of the Private Career Training Institutions Act on November 22, 2004. These financial statements report transactions arising from the inception of the Fund to March 31, 2005.

The Fund is administered by the Private Career Training Institutions Agency (the "Agency"), a self-funding and self-regulating agent of the Province of British Columbia. Separate financial statements are available that report on the activities of the Agency.

The Fund is administered as part of the Agency's mandatory registration system and voluntary accreditation program for private post-secondary educational institutions in the Province of British Columbia. Specifically, it is the mechanism by which students attending registered institutions that cease to operate may make claims in order to recover lost tuition.

Revenue Institutions that were previously members of the Private Post-Secondary Education Commission (a predecessor entity to the Agency) must pay into the Fund a portion of the security held on their behalf by the Agency in order to register. These fees are recognized when the institutions register under the new Act for the first time.

STCF Initial Contribution is recognized upon registration.

Monthly Tuition Revenue Fee Payments are recognized when received.

Financial Instruments The Agency's financial instruments consists of cash, accounts receivable and accounts payable. Unless otherwise noted, it is management's opinion that the Agency is not exposed to any significant interest, currency or credit risks arising from these financial instruments. Fair values of financial instruments are approximated by their carrying values unless otherwise stated.

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 at March 31, 2005 and revenues and expenses during the period then ended. The actual outcome could differ from the estimates made in the preparation of the financial statements.

**Private Career Training Institutions Agency -
Student Training Completion Fund
Notes to Financial Statements**

March 31, 2005

1. Income, Capital and Goods and Services Taxes

The Fund, by virtue of the Agency, is exempt from federal and provincial income taxes under Section 141(1)(d) of the Income Tax Act. As an agent of the Province, the Fund is not subject to goods and services tax.

2. Reliance on Participating Institutions' Data

The regulations of the Agency obligate registered institutions to make payments to the Fund based on a percentage of training fees charged to students. The payment rates are established by the Regulations to the Act. Payments are recorded based on information from the participating institutions.

3. Fund Administration and Related Party Transactions

In administering the Fund, the Agency may invest the Fund only in the manner authorized by the Trustee Act.

The Fund pays the Agency a monthly management fee in exchange for administering the fund. The Agency's Board sets the amount at which the fee will be charged.

4. Economic Dependence

As the Fund was established solely for the purpose of carrying out the mandate of the Agency, its ability to continue as a going concern is dependent on the continuation of the Agency.