Financial Statements of

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Year ended March 31, 2002

AUDITORS' REPORT

To the Governors of
St. Clair College of Applied Arts and Technology

We have audited the statement of financial position of St. Clair College of Applied Arts and Technology as at March 31, 2002 and the statements of revenue and expenditure, changes in net assets and cash flows for the year then ended. These financial statements are the responsibility of the College'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 College as at March 31, 2002 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Chartered Accountants

Windsor, Ontario

June 19, 2002

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Financial Statements

Year ended March 31, 2002

Financial Statements

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Financial Position

March 31, 2002, with comparative figures for 2001

	2002	2001
Assets		
Current assets:		
Cash	$ 2,597,969	$ 2,192,956
Deposit receipts	8,036,809	8,858,780
Grants receivable	710,754	2,442,305
Accounts receivable	1,903,058	1,793,057
Short-term investment (note 2)	11,438,125	-
Current portion of contribution receivable	151,859	143,128
Prepaid and other assets	165,308	196,059
	25,003,882	15,626,285
Contribution receivable (note 3)	868,220	1,015,163
Long-term investment	-	11,608,723
Capital assets (note 4)	72,654,730	58,287,533
Less accumulated amortization	41,653,648	40,053,411
	31,001,082	18,234,122
	$ 56,873,184	$ 46,484,293

	2002	2001

Liabilities and Net Assets

	2002	2001
Current liabilities:		
5.2% demand bank loan, unsecured	$ 475,350	$ 620,000
Student Residence construction demand bank loan, unsecured	5,657,000	-
Accounts payable and accrued liabilities	6,087,948	2,904,687
Accrued vacation pay	3,896,301	3,788,193
Due to student associations	1,596,494	1,203,486
Due to St. Clair College Foundation	259,032	523,066
Due to Campus Living Centres	34,768	-
Deferred revenues and contributions (note 5)	6,269,595	7,088,868
Current portion of long-term obligations under capital leases	53,571	42,223
Current portion of long-term debt	218,961	253,965
	24,549,020	16,424,488
Long-term:		
Accrued future employee benefits (note 6)	2,471,000	2,363,000
Deferred capital contributions (note 7)	27,871,591	26,532,340
Long-term obligations under capital leases (note 8)	89,434	84,444
Long-term debt (note 9)	1,765,462	1,977,153
	32,197,487	30,956,937
Net assets:		
Unrestricted:		
Unrestricted before vacation pay and future employee benefits accruals	2,371,033	2,192,355
Vacation pay accrual	(3,896,301)	(3,788,193)
Future employee benefits accrual	(2,471,000)	(2,363,000)
	(3,996,268)	(3,958,838)
Invested in capital assets (note 10)	2,725,443	2,332,293
Restricted appropriations (note 11)	1,397,502	729,413
	126,677	(897,132)
Commitments (note 13)		
Contingent liabilities (note 14)		
	$ 56,873,184	$ 46,484,293

See accompanying notes to financial statements.

On behalf of the Board:

Stephen Funtig, Treasurer

John Strasser, President

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Revenue and Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Revenue:		
Government operating grants	$ 28,784,401	$ 29,162,702
Government capital support grants	1,379,230	1,191,030
Contract income	14,108,302	13,058,299
Student tuition	15,516,933	14,136,681
Ancillary operations	3,015,063	2,809,603
Donations	805,584	2,619,134
Other	2,797,082	2,908,337
	66,406,595	65,885,786
Expenditure:		
Academic	38,932,808	38,900,561
Student services	6,465,811	5,917,957
Administration	7,002,534	7,080,488
Plant and property	5,291,880	5,162,049
Supplementary	2,352,689	1,951,647
Other expenditures out of capital support grants	1,379,228	2,612,477
Ancillary operations	2,597,963	2,515,490
Accrued vacation pay adjustment	108,108	51,243
Accrued future employee benefits	108,000	86,000
Bursaries	376,753	342,933
	64,615,774	64,620,845
Excess of revenue over expenditure before the undernoted	1,790,821	1,264,941
Amortization of capital assets	(2,077,164)	(1,969,740)
Amortization of deferred capital contributions	1,305,890	1,211,435
Gain on disposition of capital assets	4,262	63,625
	(767,012)	(694,680)
Excess of revenue over expenditure	$ 1,023,809	$ 570,261

See accompanying notes to financial statements.

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Changes in Net Assets

Year ended March 31, 2002, with comparative figures for 2001

	Unrestricted	Invested in Capital Assets	Restricted Appropriation	2002 Total	2001 Total
Balance, beginning of year	$ (3,958,838)	$ 2,332,293	$ 729,413	$ (897,132)	$ (1,467,393)
Excess of revenue over expenditure (expenditure over revenue)	1,790,821	(767,012)	-	1,023,809	570,261
Invested in capital assets	(1,160,162)	1,160,162	-	-	-
Internally imposed restrictions	(668,089)	-	668,089	-	-
Balance, end of year	$ (3,996,268)	$ 2,725,443	$ 1,397,502	$ 126,677	$ (897,132)

See accompanying notes to financial statements.

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Cash Flows

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Cash provided by (used in):		
Operations (note 12)	$ 6,186,960	$ (502,777)
Financing and investments:		
Decrease in deposit receipts	821,971	1,607,618
Decrease (increase) in long-term investment	11,608,723	(11,608,723)
Purchase of short-term investment	(11,438,125)	-
Repayment of demand bank loan	(144,650)	(80,000)
Student Residence construction demand loan	5,657,000	-
Decrease in contribution receivable	138,212	131,552
Advance on capital lease	68,254	-
Repayment of capital lease obligations	(51,916)	(42,223)
Deferred capital contributions	2,645,141	3,292,007
Repayment of long-term debt	(246,695)	(244,621)
Proceeds on sale of capital assets	4,262	63,625
Purchase of capital assets	(14,844,124)	(2,266,997)
	(5,781,947)	(9,147,762)
Increase (decrease) in cash	405,013	(9,650,539)
Cash, beginning of year	2,192,956	11,843,495
Cash, end of year	$ 2,597,969	$ 2,192,956

See accompanying notes to financial statements.

St. Clair College of Applied Arts and Technology was incorporated as a College in 1965 under the laws of the Province of Ontario. The College is dedicated to providing post-secondary education.

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

1. Significant accounting policies:

(a) Revenue recognition:

The College follows the deferral method of accounting for contributions which include donations and government grants. Externally restricted contributions are recognized as revenue in the year in which the related expenses are recorded. Contributions restricted for the purchase of capital assets are deferred and amortized into revenue on a straight-line basis at a rate corresponding with the amortization rate for the related capital assets. Unrestricted contributions are recognized as revenue when received or receivable.

Donations of assets are recorded at fair value when a fair value can be reasonably estimated. Pledges receivable are not recorded as an asset in the accompanying financial statements.

Revenue from student fees and from the sale of services and products is recognized at the time the products are delivered or the services provided.

Endowment contributions are recognized as direct increases in net assets.

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

(b) Accrual accounting:

The accrual accounting method of reporting revenue and expenditure has been used except that no provision is accrued in the accounts for vested sick leave benefits. The College is liable to pay up to 50% of an employee's accumulated sick leave credit on termination or retirement after ten years service to a maximum of six months' salary. The Ministry of Training, Colleges and Universities' undertakes the annual funding of these expenditures, as they are incurred, therefore, the accumulated sick leave credits of $3,138,824 (2001 - $4,072,446) at March 31, 2002 cease to be a contingent liability of the College.

1. Significant accounting policies (continued):

(c) Capital assets:

Capital assets are stated at cost, or at fair market value on the date of acquisition for donated assets. Amortization is provided on a straight-line basis using the following rates:

Buildings	40 years
Site improvements	10 years
Equipment	5 years

(d) Student organizations and Foundation:

These financial statements do not reflect the assets, liabilities and results of operations of the various student organizations or the St. Clair College Foundation.

(e) Cost allocation:

Expenditure is reported as required by the Ministry of Training, Colleges and Universities' "Ontario College Information System" (OCIS). As well, the College has followed the cost allocation plan approved by the Committee of Finance Officers and the Committee of Presidents of the Colleges of Applied Arts and Technology and endorsed by the Ministry of Training, Colleges and Universities.

Accordingly, direct costs are charged to programs and courses on an actual basis wherever possible and elsewhere allocated on the basis of full-time equivalent students.

(f) Use of estimates:

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

2. Short-term investment:

	2002	2001
6.145% Bank of Nova Scotia amortizing deposit note, due September 3, 2002 and UBS Global Asset Management Cash in Action Fund (includes accrued interest of $42,925)	$11,438,125	$ -

3. Contribution receivable:

The St. Clair Student Representative Council Incorporated ("SRC") has entered into an agreement with the College to provide funding totaling $2,133,033 representing its commitment towards the total cost of $4,031,010 for construction of the South Campus Student Centre. The SRC is raising these funds by way of an annual Student Centre Levy which is expected to be sufficient to satisfy the annual principal and interest due under the terms of the 6.10% bank loan described in note 9, long-term debt.

The contribution receivable, which also bears interest at 6.10% per annum, represents the Student Centre levy funds to be collected in the future by the SRC.

4. Capital assets:

	Cost	Accumulated Amortization	2002 Net Book Value	2001 Net Book Value
Land	$ 1,023,821	$ -	$ 1,023,821	$ 1,023,821
Buildings	29,669,934	17,949,542	11,720,392	12,459,728
Site improvements	2,196,166	1,981,750	214,416	336,412
Equipment	25,066,936	21,722,356	3,344,580	3,389,720
Construction in progress	14,697,873	-	14,697,873	1,024,441
	$ 72,654,730	$ 41,653,648	$ 31,001,082	$ 18,234,122

5. Deferred revenues and contributions:

Deferred revenues and contributions are comprised of the following:

	2002	2001
Unearned tuition fees	$ 926,472	$ 1,268,428
Unearned grants	3,878,287	4,538,928
Other deferred contributions	1,464,836	1,281,512
	$ 6,269,595	$ 7,088,868

Unearned tuition fees and grants represent funds received related to services and/or projects yet to be delivered and/or to be completed in subsequent fiscal years. Other deferred contributions represent unspent externally restricted resources.

5. Deferred revenues and contributions (continued):

Changes in these balances are as follows:

	2002	2001
Balance, beginning of year	$ 7,088,868	$ 5,567,248
Amount recognized as revenue in the year	(4,987,744)	(4,286,483)
Amount received related to a following year	4,173,946	5,806,943
Transfer from (to) Foundation	(5,475)	1,160
Balance, end of year	$ 6,269,595	$ 7,088,868

6. Pensions and other post-employment benefits:

Employees are participants in the contributory retirement pension plans administered by the Colleges of Applied Arts and Technology Plan and the Ontario Teachers' Superannuation Fund. Under this arrangement, the College makes contributions to these plans equal to those of the employees. Employer contributions made to the plan during 2002 by the College amounted to $1,948,600 (2001 - $1,928,933). These amounts have been included in the statement of revenue and expenditure.

The College also participates in a group plan with other Colleges in Ontario, which effectively provides post-retirement benefits and other post-employment benefits. These benefits are provided to current retired employees and future early retirees, as well as claimants on long-term disability. The expense for the College’s group benefit plans for the year ended March 31, 2002 is $1,739,600.

Information about the College’s other post-employment benefit plans as at March 31, 2002, calculated as a percentage of the total amounts for the College plans, are as follows:

	2002	2001
Accrued benefit obligation	$ 2,634,000	$ 2,600,000
Fair value of plan assets	(128,000)	(237,000)
Funded status, plan deficit	$ 2,506,000	$ 2,363,000
Accrued benefit liability, net of valuation allowance	$ 2,471,000	$ 2,363,000

The balance sheet carrying amount of the accrued benefit liability for post-retirement benefit plans at March 31, 2002 is net of a valuation allowance of $35,000.

The discount rate used to value the accrued benefit obligation was 6.75% (2001 – 7%).

7. Deferred capital contributions:

Deferred capital contributions are comprised of the following:

	2002	2001
Deferred revenue – future capital expansion	$ 15,876,524	$ 13,474,446
Other deferred capital contributions	11,995,067	13,057,894
	$ 27,871,591	$ 26,532,340

(i) Deferred revenue – future capital expansion:

The Province of Ontario's total $1 billion investment through its Superbuild Growth Fund, combined with its private sector partners' contributions, will result in a total of $1.8 billion invested for more than 73,000 new student spaces in Ontario's colleges and universities.

The College received $10,981,552 in fiscal 2000, and has since received $1,548,750 in private cash donations, to establish a Centre for Excellence in Manufacturing. When built, the facility will provide new shops, labs, presentation space and hands-on equipment for a high-quality manufacturing related cluster of programs, all capable of being delivered under one roof. The facility will accommodate an additional 1,296 full time equivalent students and will boast an academic utilization rate of 93% of new net assignable space. The planned completion date for this facility is January 2003.

Interest earned from the investment of these Superbuild Growth Fund monies aggregates $1,471,222 to March 31, 2002 and has been deferred until such time as the related expenses are incurred.

The College has also been awarded $1,500,000, to be received in fiscal 2002/03, from the Strategic Skills Investment Program of the Ontario Ministry of Economic Development and Trade for expansion and modernization of its James Burgess Metal Trades Training Centre in Wallaceburg. In addition, the College received $95,000 in fiscal 2002 of private funding for this project.

7. Deferred capital contributions (continued):

(ii) Other deferred capital contributions:

Other deferred capital contributions represent the unamortized amount of donations and grants received for the purchase of capital assets.

Changes in deferred capital contributions are as follows:

	2002	2001
Balance, beginning of year	$ 26,532,340	$ 24,451,768
Contributions received for future capital expansion and other capital purposes	1,942,697	2,656,253
Amortization of deferred capital contributions	(1,305,890)	(1,211,435)
Interest earned	702,444	635,754
Balance, end of year	$ 27,871,591	$ 26,532,340

8. Long-term obligations under capital leases:

Year ending March 31:	
2003	$ 76,061
2004	76,061
2005	19,829
2006	19,937
Total minimum lease payments	191,888
Less amount representing interest	48,883
Present value of net minimum capital lease payments	143,005
Current portion of obligations under capital leases	53,571
	$ 89,434

Interest expense on long-term obligations included in the statement of revenue and expenditure is $24,143 (2001 - $14,009).

9. Long-term debt:

	2002	2001
6.10% bank loan, payable $17,289 monthly including interest, due January 9, 2008	$ 1,016,563	$ 1,155,400
6.15% bank loan, payable $10,226 monthly including interest, due January 9, 2008	967,860	1,028,232
6.0% bank loan	-	47,486
	1,984,423	2,231,118
Current portion of long-term debt	218,961	253,965
	$ 1,765,462	$ 1,977,153

Principal due within each of the next five years on long-term debt is approximately:

2003	$ 218,961
2004	232,384
2005	246,560
2006	261,638
2007	277,638

Interest expense on long-term debt included in the statement of revenue and expenditure is $123,833 (2001 - $140,300).

10. Invested in capital assets:

(a) Investment in capital assets is calculated as follows:

	2002	2001
Capital assets	$ 31,001,082	$ 18,234,122
Amount financed by:		
Deferred capital contributions	(11,995,067)	(13,057,894)
Construction in progress financed by deferred revenue	(14,697,873)	(1,024,441)
Demand bank loan	(475,350)	(620,000)
Obligations under capital leases	(143,005)	(126,667)
Long-term debt	(1,984,423)	(2,231,118)
Contribution receivable	1,020,079	1,158,291
	$ 2,725,443	$ 2,332,293

10. Invested in capital assets (continued):

(b) Change in net assets invested in capital assets is calculated as follows:

	2002	2001
Excess of revenues over expenses:		
Amortization of deferred contributions related to capital assets	$ 1,305,890	$ 1,211,435
Amortization of capital assets	(2,077,164)	(1,969,740)
Gain on disposition of assets	4,262	63,625
	(767,012)	(694,680)
Other changes to investment in capital assets:		
Purchase of capital assets	14,844,124	2,266,997
Amount funded by:		
Deferred contributions	(243,063)	(799,113)
Deferred revenue	(13,673,432)	(1,024,441)
Repayment (increase) of capital lease obligations	(16,338)	42,223
Repayment of long-term debt	246,695	244,621
Reduction of contribution receivable	(138,212)	(131,552)
Repayment of demand bank loan	144,650	80,000
Proceeds on sale of assets	(4,262)	(63,625)
	1,160,162	615,110
Net change in invested in capital assets	$ 393,150	$ (79,570)

11. Restricted appropriations:

The Board of Governors has internally restricted funds to be used as follows:

	2002	2001
Strategic initiatives	$ 86,450	$ 210,623
Student Fee Assistance	195,031	229,948
Pool upgrade	-	130,000
Academic equipment	-	52,753
Information systems	-	86,347
2002/03 Operating and capital requirements	1,058,855	-
Other	57,166	19,742
	$ 1,397,502	$ 729,413

12. Reconciliation of excess of revenue over expenditure to cash provided by operations:

	2002	2001
Excess of revenue over expenditure	$ 1,023,809	$ 570,261
Items not involving cash:		
Amortization of capital assets	2,077,164	1,969,740
Amortization of deferred capital contributions	(1,305,890)	(1,211,435)
Gain on sale of capital assets	(4,262)	(63,625)
	1,790,821	1,264,941
Decrease (increase) in grants receivable	1,731,551	(1,308,717)
Decrease (increase) in accounts receivable	(110,001)	14,848
Decrease in prepaid and other assets	30,751	11,395
Increase (decrease) in accounts payable and accrued liabilities	3,183,261	(412,905)
Increase in accrued vacation pay	108,108	51,243
Increase (decrease) in due to student associations	393,008	(17,571)
Increase (decrease) in due to St. Clair College Foundation	(264,034)	(1,713,631)
Increase in due to Campus Living Centres	34,768	-
Increase (decrease) in deferred revenues and contributions	(819,273)	1,521,620
Increase in accrued future employee benefits	108,000	86,000
Cash provided by operations	$ 6,186,960	$ (502,777)

13. Commitments:

(a) Lease commitments:

The College is obligated to make the following future minimum payments under various operating leases for equipment and rental premises:

2002	$ 346,627
2003	97,664
2004	47,088

(b) Purchase commitments:

The College is committed to the following contracts:

(i) Architectural services for the Centre for Excellence in Manufacturing in the approximate amount of $1,001,000. Value performed as at March 31, 2002 is approximately $863,362. Anticipated completion of these services is January 2003.

(ii) Construction of the Centre for Excellence in Manufacturing in the amount of $15,068,152. Value performed as at March 31, 2002 is approximately $2,818,497. Anticipated completion of this construction is January 2003.

13. Commitments (continued):

(b) Purchase commitments (continued):

(iii) Construction of a Student Residence in the amount of $18,500,000. Value performed as at March 31, 2002 is approximately $7,444,674. Anticipated completion of this construction is July 2002.

(iv) Renovation/construction of classrooms in the Student Centre basement in the amount of $1,400,000. Anticipated start of construction is June 2002.

(v) Software License and Services Agreement, for a new Enterprise Resource Planning System, signed in June 2002, in the amount of $1,239,541. Implementation planning has already commenced and the College is anticipating signing an agreement for an implementation partner by July 2002.

The costs incurred to date on these contracts are included in capital assets – construction in progress.

14. Contingent liabilities:

The College has been named as a defendant or co-defendant in several actions for damages. The outcome and the amount of the losses, if any, are not determinable at this time and accordingly, no provision for losses has been made in the financial statements. The amount will be accounted for in the period when and if such losses are determined.

15. Public Sector Salary Disclosure Act:

In accordance with the Public Sector Salary Disclosure Act, the following employees have been paid an annual salary of $100,000 or more for the 2001 calendar year:

Employee	Position	Salary	Taxable Benefits
John Strasser	President	$ 170,625	$ 2,215
Rachael Donovan	Vice-President - Academic	$ 101,971	$ 168
James Mills	Professor	$ 103,608	$ 77
William White	Professor	$ 102,157	$ 77

16. Related party transactions:

The St. Clair College Foundation was established to raise funds for the use of St. Clair College. The Foundation is a registered charity and is classified as a public Foundation under the Income Tax Act and as such, is exempt from tax. Resources of the Foundation are for the benefit of St. Clair College and are, to be used for purposes agreed upon by the College and the Foundation. During the year, an amount of $2,295,563 (2001 - $1,138,892), including $464,305 of in-kind donations (2001 - $833,385), was received from the Foundation. The College has recorded $449,515 as donation revenue and the balance as deferred contributions. It is available to be used at the discretion of the Board of Governors of the College.

The College administers the receipt and disbursement of funds on behalf of the St. Clair College Foundation at no charge. All other related party transactions and balances are disclosed elsewhere in these financial statements.

The Foundation's financial statements have not been consolidated with those of the College. Separate financial statements of the Foundation are available upon request. A financial summary of this non-consolidated entity as at March 31, 2002 and 2001 and for the years then ended is as follows:

	2002	2001
Financial position:		
Total assets	$ 2,644,854	$ 2,507,007
Total liabilities	193,205	178,991
Total net assets	2,451,649	2,328,016

$2,304,465 (2001 - $2,223,226) of the Foundation's net assets are subject to donor imposed restrictions that they be maintained permanently with the investment income to be used to provide scholarships.

	2002	2001
Results of operations:		
Total revenues	$ 2,344,969	$ 1,190,333
Total expenses	2,343,848	1,190,333

The Foundation's net assets restricted for endowments includes the Ontario Student Opportunity Trust Fund (OSOTF). The OSOTF program was established by the Government of Ontario whereby all eligible donations made prior to April 1, 2000 to the College's OSOTF were matched by the Government of Ontario on a dollar for dollar basis. Investment income from the funds must be used to assist academically qualified individuals who for financial reasons would not otherwise be able to attend college.

16. Related party transactions (continued):

The Foundation has recorded the following amounts under the program:

	2002	2001
Cash donations received	$ 9,310	$ 2,747
Balance, beginning of year	$ 1,841,325	$ 1,838,578
Donations received	9,310	2,747
Restricted for endowment, end of year	$ 1,850,635	$ 1,841,325

	2002	2001
Deferred contributions:		
Balance, beginning of year	$ 72,749	$ 82,457
Investment income, net of direct investment related expenses	78,571	70,092
Bursaries awarded	(76,000)	(79,800)
Balance, end of year	$ 75,320	$ 72,749
Number of bursaries awarded	141	132

17. Fair value of financial assets and financial liabilities:

The fair value of the College's cash and deposit receipts, accounts and grants receivable, contribution receivable, short-term investment, demand bank loan, accounts payable and accrued liabilities, accrued vacation pay, unearned tuition fees and grants, due to student associations, Campus Living Centres and St. Clair College Foundation, long-term obligations under capital leases and long-term debt approximate their carrying amounts due to the short-term maturity of these financial instruments and/or they bear interest rates which approximate current market rates.

AUDITORS' REPORT ON SUPPLEMENTARY INFORMATION

The Governors

St. Clair College of Applied Arts and Technology

We have audited and reported herein on the financial statements of St. Clair College of Applied Arts and Technology as at and for the year ended March 31, 2002.

Our audit was conducted for the purpose of forming an opinion on the basic financial statements of the College taken as a whole. The supplementary information included in the following schedules is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Chartered Accountants

Windsor, Ontario

June 19, 2002

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Schedule - Revenue

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Revenue:		
Government operating grants:		
Basic operating	$ 27,415,002	$ 27,675,860
Municipal taxes	387,000	399,900
Termination gratuities	443,107	452,351
Other	539,292	634,591
	28,784,401	29,162,702
Government capital support grants:		
Capital support grants	1,270,184	199,135
ATOP capital support	-	671,691
Superbuild Growth Fund	109,046	320,204
	1,379,230	1,191,030
Contract income:		
Federal government	785,002	1,007,078
Apprentice training	3,555,532	4,045,118
Career Employment Preparation Program	3,081,908	2,542,435
Summer and part-time employment experience program	579,078	583,930
Literacy basic skills	961,893	834,984
Contract training	1,226,437	1,448,636
Other	3,918,452	2,596,118
	14,108,302	13,058,299
Student tuition:		
Full-time students	11,821,526	10,698,619
Part-time students	3,071,246	3,060,917
Tuition short students	624,161	377,145
	15,516,933	14,136,681
Ancillary operations	3,015,063	2,809,603
Donations	805,584	2,619,134
Other:		
Interest earned	423,969	588,697
Other	2,373,113	2,319,640
	2,797,082	2,908,337
	$ 66,406,595	$ 65,885,786

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Schedule - Academic Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Salaries:		
Instructional officers and staff	$ 2,286,974	$ 2,347,092
Full-time teaching	16,030,433	15,764,411
Part-time teaching	4,420,408	4,340,960
Support staff	6,102,025	5,840,460
	28,839,840	28,292,923
Fringe benefits	4,553,121	4,254,837
Travel and conference	416,179	484,251
Instructional supplies	2,384,468	2,092,429
Instructional equipment rental	128,936	271,080
Professional development	57,015	89,921
Field work	129,961	165,089
Office and supplies	481,826	506,374
Contract services	34,371	28,538
Professional fees	58,840	26,168
Staff employment	15,467	56,109
Contract clinical	938,795	814,349
Advertising and promotion	259,952	274,582
Telephone	228,482	214,469
Memberships and dues	61,104	95,739
Other equipment rental	22,938	25,632
Equipment maintenance	184,192	238,859
Equipment	137,321	969,212
	$ 38,932,808	$ 38,900,561

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Schedule - Student Services Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Salaries	$ 3,608,925	$ 3,501,797
Fringe benefits	686,122	612,928
Advertising and recruitment	498,153	463,122
Travel and conferences	104,955	85,581
Professional development	3,732	6,838
Office and supplies	230,775	182,562
Professional fees	2,234	6,507
Contract services	84,119	50,531
Equipment maintenance	10,297	22,773
Equipment	41,200	34,392
Staff employment	6,891	4,660
Telephone	54,566	56,116
Instructional supplies	221,738	193,101
Memberships and dues	3,512	2,425
Student assistance - tuition fee bursary	908,592	694,624
	$ 6,465,811	$ 5,917,957

Schedule - Administration Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Salaries	$ 3,665,715	$ 3,680,190
Fringe benefits	662,458	668,377
Staff employment and recruitment	21,163	44,256
Advertising and promotion	163,815	96,988
Office and supplies	460,348	381,794
Travel and conferences	138,666	207,737
Telephone	83,372	84,358
Professional fees	147,735	316,093
Equipment maintenance	238,200	279,787
Professional development	253,480	169,192
Insurance	217,387	205,480
Contract services	191,080	125,802
Equipment rental (net of chargebacks)	359,388	364,005
Memberships and dues	107,085	118,011
Interest	176,457	305,307
Equipment	116,185	33,111
	$ 7,002,534	$ 7,080,488

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Schedule - Plant and Property Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Salaries	$ 1,447,929	$ 1,453,364
Fringe benefits	279,062	266,437
Travel and conferences	9,342	9,196
Janitorial	306,165	260,912
Grounds maintenance	140,533	168,690
Utilities and services	1,439,288	1,419,268
Vehicle	22,527	18,151
Premise rental	369,146	455,402
Professional fees	24,878	4,514
Professional development	2,312	1,708
Contracted services	863,029	760,975
Advertising and promotion	4,133	-
Staff employment	-	664
Interest on long-term debt	23,567	42,131
Equipment rental	4,924	3,798
Office and supplies	40,256	35,609
Equipment maintenance	54,559	68,182
Maintenance of buildings	236,675	173,607
Telephone	17,048	12,146
Memberships and dues	1,788	1,454
Equipment	4,719	5,841
	$ 5,291,880	$ 5,162,049

Schedule - Supplementary Expenditure

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Program stipends and allowances	$ 1,962,891	$ 1,548,026
Municipal taxes	389,798	403,621
	$ 2,352,689	$ 1,951,647

ST. CLAIR COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Ancillary Operations

Year ended March 31, 2002, with comparative figures for 2001

	2002	2001
Revenue:		
Computer store	$ 1,627,976	$ 1,449,132
Bookstore	325,506	399,931
Snack bars/recreation facility	68,621	66,122
Parking lots	509,622	480,017
Varsity athletics	424,208	350,774
Cafeterias	34,140	39,297
Student lockers	24,990	24,330
	3,015,063	2,809,603
Expenditure:		
Computer store	1,648,774	1,494,172
Bookstore	17,775	18,161
Snack bars/recreation facility	85,140	81,217
Parking lots	322,709	467,690
Varsity athletics	422,917	345,570
Cafeterias	45,409	50,378
Student lockers	24,237	30,534
Scholarship fund	31,002	27,768
	2,597,963	2,515,490
Excess of revenue over expenditure	$ 417,100	$ 294,113