Consolidated Financial Statements of

THE GEORGE BROWN COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Year ended March 31, 2007

Deloitte & Touche LLP
5140 Yonge Street
Suite 1700
Toronto ON M2N 6L7
Canada

Tel: 416-601-6150
Fax: 416-601-6151
www.deloitte.ca

Auditors' Report

To the Board Governors of
The George Brown College of Applied Arts and Technology

We have audited the consolidated statement of financial position of The George Brown College of Applied Arts and Technology(the "College") as at March 31, 2007 and the consolidated statements of operations, changes in net assets and of 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 consolidated financial statements present fairly, in all material respects, the financial position of the College as at March 31, 2007 and the results of its operations and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Deloitte & Touche LLP

Chartered Accountants
Licensed Public Accountants

Toronto, Ontario
May 25, 2007 (except for note 10 which is dated June 20, 2007)

THE GEORGE BROWN COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Consolidated Statement of Financial Position

March 31, 2007, with comparative figures for 2006

	2007	2006
Assets		
Current assets:		
Cash	$ 41,328,430	$ 26,226,993
Grants receivable	4,607,070	6,787,146
Accounts receivable	6,864,558	5,606,642
Inventories	2,611,600	2,347,600
Prepaid expenses	915,055	1,015,752
	56,326,713	41,984,133
Deposits	1,175	38,675
Long Term Investments (note 3)	21,117,664	20,616,427
Capital assets (note 4)	133,962,533	135,037,509
	$ 211,408,085	$ 197,676,744
Liabilities, Deferred Contributions and Net Assets		
Current liabilities:		
Accounts payable and accrued liabilities	25,038,098	23,477,337
Deferred revenue	21,356,532	17,090,882
Current portion of obligations under capital leases (note 8)	1,199,868	1,379,519
	47,594,498	41,947,738
Long-term liabilities:		
Sick leave and termination gratuities liability (note 5)	4,306,734	4,425,586
Employee future benefits (note 6)	1,207,000	1,524,000
Obligations under capital leases (note 8)	772,447	943,707
	6,286,181	6,893,293
Deferred contributions:		
Expenses of future periods (note 9(a))	2,627,270	2,349,840
Capital assets (note 9(b))	86,627,123	90,757,064
	89,254,393	93,106,904
Net assets:		
Unrestricted:		
Operating	255,049	5,157,247
Employee Future Benefits	(1,207,000)	(1,524,000)
Vacation Pay	(8,250,448)	(7,579,453)
Vested Sick Leave Benefits	(4,190,000)	(4,300,000)
	(13,392,399)	(8,246,206)
Internally restricted (note 10)	27,700,000	12,200,000
Investment in capital assets (note 11)	49,414,108	47,767,000
Restricted for endowments (note 14)	4,551,304	4,008,015
	68,273,013	55,728,809
Commitments and contingent liabilities (note 12)		
	$ 211,408,085	$ 197,676,744

Approved on behalf of the Board of Governors:

_______________ Chair

_______________ President

See accompanying notes to financial statements.

THE GEORGE BROWN COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Consolidated Statement of Operations

Year ended March 31, 2007, with comparative figures for 2006

	2007	2006
		(Note 17)
Revenue: (Schedule 1)		
Grants and reimbursements	$ 89,174,280	$ 78,651,929
Student fees	69,712,375	64,470,279
Ancillary	10,412,936	9,884,197
Other	18,944,258	16,469,191
Amortization of deferred contributions related to:		
Capital assets	5,014,910	5,149,352
Expenses of future periods	6,039,202	5,178,431
	199,297,961	179,803,379
Expenditures:		
Salaries and benefits	111,635,133	96,213,767
Supplies and other expenses	43,469,889	36,624,172
Maintenance, utilities and municipal taxes	8,170,083	7,385,557
Ancillary	8,142,215	8,225,260
Scholarships, bursaries and grants	6,039,202	5,178,431
Amortization of capital assets	9,840,524	10,210,566
	187,297,046	163,837,752
Excess of revenue over expenditures	$ 12,000,915	$ 15,965,627

See accompanying notes to financial statements.

THE GEORGE BROWN COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Consolidated Statement of Changes in Net Assets

Year ended March 31, 2007, with comparative figures for 2006

	Invested in capital assets (Note 11)	Restricted for endowments (Note 14)	Unrestricted	Internally Restricted	2007 Total	2006 Total
Balance, beginning of year	$ 47,767,000	$ 4,008,015	$ (8,246,206)	$ 12,200,000	$ 55,728,809	$ 39,205,279
Excess of revenue over expenditures (Note 11(b))	(4,825,614)	-	16,826,529	-	12,000,915	15,965,627
Endowment contributions	-	543,289	-	-	543,289	557,903
Net change in investment in capital assets (Note 11(b))	6,472,722	-	(6,472,722)	-	-	-
Internally imposed restrictions (Note 10)	-	-	(15,500,000)	15,500,000	-	-
Balance, end of year	$ 49,414,108	$ 4,551,304	$ (13,392,399)	$ 27,700,000	$ 68,273,013	$ 55,728,809

See accompanying notes to financial statements.

THE GEORGE BROWN COLLEGE
OF APPLIED ARTS AND TECHNOLOGY

Consolidated Statement of Cash Flows

Year ended March 31, 2007, with comparative figures for 2006

	2007	2006
Cash provided by (used in):		
Operating activities:		
Excess of revenue over expenditures	$ 12,000,915	$ 15,965,627
Items not involving cash:		
Amortization of capital assets	9,840,524	10,210,566
Amortization of deferred contributions related to capital assets	(5,014,910)	(5,149,352)
Amortization of deferred contributions related to expenses of future periods	(6,039,202)	(5,178,431)
Change in non-cash operating working capital (Note A)	6,585,268	6,808,275
Decrease in Employee Future Benefits	(317,000)	(2,248,000)
Decrease in sick leave and termination gratuities liability	(118,852)	(489,145)
	16,936,743	19,919,540
Financing activities:		
Endowment contributions	543,289	557,903
Deferred contributions received related to capital assets	884,969	3,468,364
Deferred contributions received related to expenses of future periods	6,316,632	5,347,319
Principal payments under capital leases	(1,600,892)	(1,606,313)
	6,143,998	7,767,273
Investing activities:		
Purchase of capital assets	(7,515,567)	(19,591,661)
Long Term Investments (Net)	(501,237)	(616,427)
Deposits	37,500	(1,175)
	(7,979,304)	(20,209,263)
Increase in cash and cash equivalents	15,101,437	7,477,550
Cash, beginning of year	26,226,993	18,749,443
Cash, end of year	$ 41,328,430	$ 26,226,993
Supplementary information:		
Interest paid	$ 121,298	$ 84,389
Non-Cash Transactions:		
Capital assets financed by capital leases	$ 1,249,980	$ 1,479,479

Note A:
The net change in non-cash working capital balances related to operations consists of the following:

	2007	2006
Grants receivable	$ 2,180,076	$ 2,703,611
Accounts receivable	(1,257,916)	1,187,037
Inventories	(264,000)	(627,198)
Prepaid expenses	100,697	(49,418)
Accounts payable and accrued liabilities	1,560,761	1,187,103
Deferred revenue	4,265,650	2,407,140
	$ 6,585,268	$ 6,808,275

See accompanying notes to financial statements.

The George Brown College of Applied Arts and Technology (the "College") was established as a community college in 1967 under The Department of Education Act of the Province of Ontario. The College is dedicated to providing post-secondary and vocationally-oriented education. The College is a registered charity and is exempt from income taxes under the Income Tax Act, provided the specified disbursements quota is achieved.

1. Significant accounting policies:

These consolidated financial statements are the representation of management and have been prepared in accordance with Canadian generally accepted accounting standards for not-for-profit organizations, using the deferral method of accounting for restricted contributions. The significant accounting policies are as follows:

(a) Basis of accounting:

The College's consolidated financial statements include the accounts of the College and the College's 50% interest in the GBSP Centre Corp. ("GBSP") joint venture.

(b) Revenue recognition:

The College follows the deferral method of accounting for restricted contributions, which include donations and government grants.

Operating grants are recorded as revenue in the period to which they relate. Grants earned but not received at the end of an accounting period are accrued. Where a portion of a grant relates to a future period, it is deferred and recognized in that subsequent period.

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, other than endowment contributions, are recognized as revenue in the year in which the related expenses are incurred. 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.

Endowment contributions are recognized as direct increases in endowment net assets.

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

Tuition fees are deferred to the extent that the related courses extend beyond the fiscal year of the College. Other operating revenues are deferred to the extent that related services provided, or goods sold, are rendered/delivered subsequent to the end of the College's fiscal year.

1. Significant accounting policies (continued):

(c) Inventories:

Inventories other than books are valued at the lower of cost, (determined on the first-in first-out basis) and net realizable value. Books are valued at the lower of cost and net realizable value using the retail inventory method.

(d) Long Term Investments:

Investments are recorded at cost, except if the market value of investments becomes lower than cost and this decline is considered to be other than temporary, then investments are written down to their respective market values.

(e) Investment in Joint Venture:

The investment in the 50% owned joint venture “GBSP Centre Corp.” is accounted for using the proportionate consolidation method.

(f) Capital assets:

(i) Title to land, buildings, furniture and equipment and other capital assets occupied and used by predecessor institutions was transferred to the College at nominal value. If these assets are not used by the College for educational purposes, the Province of Ontario has the right to repurchase the assets at the nominal value.

1. Significant accounting policies (continued):

(f) Capital assets (continued):

(ii) Purchased capital assets are recorded at cost. Contributed capital assets are recorded at fair value at the date of contribution when fair value is reasonably determinable. Otherwise contributed assets are recorded at a nominal amount. Amortization is provided on a straight-line basis over the assets' estimated useful lives, which has been determined as/ follows:

Buildings and improvements	40 years
Buildings under capital lease	49 years
Leasehold improvements (GBSP)	20 years
Equipment	5 years
Automotive Equipment	5 years
Other Assets	5 years
Equipment under capital lease	3 years
Computer Equipment	3 years

(iii) Assets under capital leases.

The College leases building and equipment on terms which transfer substantially all the benefits and risks of ownership to the College. These leases have been accounted for as a “capital lease” as though an asset had been purchased and a liability incurred.

(g) Employee Future Benefits

The College recognizes employee future benefits (health, dental, life insurance, sick leave and other retirement obligations) as they are earned during the employee’s tenure of service.

(h) Student Organization

These financial statements do not reflect the assets, liabilities and the results of operations of the various student organizations.

1. Significant accounting policies (continued):

(i) Use of estimates

The preparation of financial statements 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 revenue and expenses during the year. The most significant items subject to management estimation are the allowance for doubtful accounts and accruals for sick leave gratuities and union grievances. Actual results could differ from those estimates.

2. GBSP Centre Corp.:

Pursuant to a Joint Venture Agreement dated February 12, 2004, the College has a 50% interest in GBSP Centre Corp., a joint venture corporation providing facilities for education and instruction in theatre, dance, music and the related arts. The joint venture has a December 31 year end.

The proportional share of the joint venture from April 1, 2006 to March 31, 2007 has been included in these financial statements.

The College's interest in the joint venture is summarized below:

	2007	2006
Current Assets	$ 527,000	$ 1,051,314
Capital Assets	6,896,913	7,149,000
Current Liabilities	(433,000)	(550,000)
Deferred Contributions	(1,957,500)	(2,175,000)
Net Assets	5,033,413	5,475,314
Revenue	$ 581,000	$ 90,000
Expenses	(1,239,470)	(574,000)
Deficiency of revenue over expenses	$ (658,470)	$ (484,000)
Cash flows used in operating activities	$ (272,595)	$ (111,000)
Cash flows related to change in working capital during pre-operating period	-	799,548
Cash flows provided by financing activities	-	1,230,000
Cash flows used in investing activities	(10,756)	(4,538,717)
Net cash flows	$ (283,351)	$ (2,620,169)

3. Long Term Investments:

Long Term Investments, comprised mainly of a bond portfolio, are held with the College's investment management firm. As at March 31, 2007 the market value of the long term investments was $21,273,574 (2006 - $20,420,088). The effective yield on these investments at March 31, 2007 was 4.16% (2006 – 4.14%).

4. Capital assets:

	Cost	Accumulated amortization	2007 Net Book value	2006 Net Book value
Land	$ 2,324,224	$ -	$ 2,324,224	$ 2,324,224
Artwork	157,995	-	157,995	157,995
Building and improvements	161,968,204	54,623,514	107,344,690	107,184,044
Leasehold improvements GBSP (Note 2)	7,644,854	747,941	6,896,913	7,148,030
Assets under Capital Leases				
Equipment	8,519,198	6,546,862	1,972,336	2,323,247
Building (Note 8)	10,109,970	1,024,173	9,085,797	9,292,293
Equipment	33,473,181	28,608,986	4,864,195	4,969,863
Computer equipment	13,892,831	12,606,536	1,286,295	1,581,471
Automotive	55,015	33,009	22,006	33,009
Other assets	1,108,179	1,100,097	8,082	23,333
	$ 239,253,651	$ 105,291,118	$ 133,962,533	$ 135,037,509

5. Sick leave and termination gratuities:

The College is liable to pay 50% of certain employees' accumulated sick leave credit on termination or retirement after ten years' service, to a maximum of six months' salary. Included in the sick leave and termination gratuities liability is $116,734 (2006 - $125,586) relating to accumulated sick leave credits earned for pre-College service. The related benefit liability at March 31, 2007 of $4,306,734 (2006 - $4,425,586) was determined by management based on estimated future salary increases using a discount rate of 4.85%.

6. Employee future benefits:

Employee future benefits include health, dental and life insurance benefits that are provided to early retirees, future retirees, and employees currently on long-term disability. The related benefit liability at March 31, 2007 of $1,207,000 (2006 - $1,524,000) was determined by actuarial valuation as at March 31, 2007 using a discount rate of 4.85%.

Effective September 1, 2005 the plan provisions changed with the cost of the early retiree benefits (extended health, dental care and life insurance provided to age 65) no longer being subsidized by the college. The College's liability was reduced as a result of this plan curtailment. The gain was recognized in the financial statements as there were no unamortized losses to offset on the date of curtailment.

Information about the College's employee future benefits is as follows:

	2007	2006
Balance, beginning of year	$ 1,524,000	$ 3,772,000
Current service cost	(196,000)	134,000
Interest	43,000	94,000
Curtailment gain	-	(2,283,000)
Benefits paid	(164,000)	(193,000)
Balance, end of year	$ 1,207,000	$ 1,524,000

The major actuarial assumptions employed for the valuation are as follows:

(a) Hospital:

Hospital costs were assumed to increase at 5% per annum.

(b) Drugs:

Drug costs were assumed to increase at 9% per annum in 2004, grading down to 5% in 2010.

(c) Other Medical:

Other medical costs were assumed to increase at 5% per annum.

(d) Dental Costs:

Dental costs were assumed to increase at 4% per annum.

7. Pension Plan Costs:

A majority of the College's employees are enrolled in a multi-employer pension plan for employees of Ontario Colleges of Applied Arts and Technology. The plan is a defined benefits plan which specifies the amount of the retirement benefits to be received by the employees based on the length of service and rates of pay. Based on the latest actuarial report as at January 1, 2005, the plan has no unfunded liability. Contributions by the College on account of current service pension costs amounted to $5,910,000 (2006 – $4,718,000).

8. Obligations under leases:

The College is committed to lease payments for its leased premises and equipment under various operating and capital leases, until 2010. Future minimum annual lease payments are as follows:

	Capital Leases	Operating Leases
Year ending March 31:		
2008	$ 1,322,697	$ 702,464
2009	633,988	-
2010	225,758	-
Total minimum lease payments	2,182,443	$ 702,464
Less amount representing interest (at an average rate of approximately 7.5%)	(210,128)	
Present value of net minimum capital lease payments	1,972,315	
Less current portion of obligations included under current liabilities	(1,199,868)	
	$ 772,447	

Interest on capital leases amounted to $121,298 (2006 - $84,389).

During a prior year, the College entered into an agreement, as part of the Ontario Government Superbuild Program, with Ryerson Polytechnic University to lease additional premises at the Sally Horsfall Eaton Centre for a term of forty nine years, with related total capital lease payments over the lease period estimated at $9,966,037. These Capital Lease payments were paid as at March 31, 2003, from Superbuild funding, fundraising and College funds. As a result, there is no related obligation under capital lease.

9. Deferred contributions:

(a) Expenses of future periods:

Deferred contributions related to expenses of future periods represent unspent restricted grants and donations for bursary and other purposes.

	2007	2006
Balance, beginning of year	$ 2,349,840	$ 2,180,952
Less amount recognized as revenue	(6,039,202)	(5,178,431)
Add amount received related to future periods	6,316,632	5,347,319
Balance, end of year	$ 2,627,270	$ 2,349,840

(b) Capital assets:

Deferred capital contributions related to capital assets represent the unamortized amount of grants and other contributions received for the purchase of capital assets. The amortization of capital contributions is recorded as revenue in the statement of operations.

	2007	2006
Balance, beginning of year	$ 90,757,064	$ 92,438,052
Contributions received	884,969	3,468,364
Less amounts amortized to revenue	(5,014,910)	(5,149,352)
Balance, end of year	$ 86,627,123	$ 90,757,064

The balance of unamortized capital contributions related to capital assets consists of the following:

	2007	2006
Unamortized capital contributions used		
to purchase capital assets	$ 75,107,351	$ 77,279,100
to finance building under capital lease	7,468,759	7,668,183
Unspent contributions	4,051,013	5,809,781
	$ 86,627,123	$ 90,757,064

10. Internally imposed restrictions:

The Board of Governors, on June 20, 2007, approved the transfer of $15,500,000 unrestricted funds to internally restricted funds for strategic initiatives and capital projects.

Internally restricted funds are comprised of:

	2007	2006
Strategic initiatives	$ 17,200,000	$ 10,800,000
Capital projects	10,000,000	900,000
Fundraising initiatives	500,000	500,000
	$ 27,700,000	$ 12,200,000

11. Investment in capital assets:

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

	2007	2006
Capital assets	$ 133,962,533	$ 135,037,509
Amounts financed by:		
Deferred contributions	(82,576,110)	(84,947,283)
Capital leases	(1,972,315)	(2,323,226)
	$ 49,414,108	$ 47,767,000

11. Investment in capital assets (continued):

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

	2007	2006
Deficiency of revenue over expenditures:		
Amortization of deferred contributions related to capital assets	$ 5,014,910	$ 5,149,352
Less amortization of capital assets	(9,840,524)	(10,210,566)
	$ (4,825,614)	$ (5,061,214)
Net change in investment in capital assets:		
Net purchase of capital assets	$ 8,765,548	$21,071,143
Amounts funded by:		
Deferred contributions	(2,643,736)	(8,056,568)
Capital leases liability	(1,249,981)	(1,479,479)
Repayment of capital leases	1,600,891	1,606,313
	$ 6,472,722	$13,141,409

12. Commitments and contingent liabilities:

(a) Litigation:

The College has been named as a defendant in certain litigation alleging actual and punitive damages. The outcome of these legal actions is not determinable as at the date of reporting and therefore no amount has been recorded in these financial statements. Settlement, if any, will be accounted for during the period of resolution.

(b) Loan Guarantee for Casa Loma Centre:

The College has guaranteed a non-revolving term credit facility of $4 million for the Student Association of George Brown College to finance construction of a 24,000 square foot Student Center. This loan obligation has been assumed by the Student Association.

12. Commitments and contingent liabilities (continued):

(c) Effective December 31, 2003, the College entered into a lease agreement in connection with its joint venture (note 2) to lease certain facilities for an initial term of twenty (20) years, with an option to extend the lease for five (5) successive terms of twenty years each. During the period from the lease commencement date to August 31, 2014, annual lease payments under this agreement are $155,000 per annum for “grade level facilities” and $2 per square foot for “above grade premises”. Rent escalation is tied to CPI and is provided for during the period September 1, 2014 to February 29, 2024. During the year, an amended joint venture agreement was signed by the College to assign this lease to GBSP Centre Corporation.

(d) Letter of Credit

The College has issued a letter of credit on behalf of the Student Association for $400,000 to provide the Toronto Transit Commission (TTC) a guarantee of the obligations of the Student Association pursuant to the TTC agreement.

13. Financial instruments:

The carrying values of cash and cash equivalents, grants receivable, accounts receivable, accounts payable and accrued liabilities, approximate their fair values due to the relatively short periods to maturity of these instruments. The fair values of obligations under capital leases approximate their carrying values, as the interest rates on these obligations are similar to those currently available to the College.

14. Restricted for endowments:

Net assets restricted for endowments includes monies provided by the Government of Ontario from the Ontario Student Opportunity Trust Fund (“OSOTF”) and the Ontario Trust for Student Support (“OTSS”) matching programs to award student aid as a result of raising an equal amount of endowed donations.

Included in the amount for restricted for endowments are OSOTF trust funds in the amount of $3,130,119 (2006 - $3,109,034), and OSTSS trust funds of $1,011,287 (2006 - $391,413).

15. Related Party Transactions:

(a) Related Entity

The George Brown College Foundation (the "Foundation"), an organization in which the College has an economic interest, is incorporated under the Corporations Act (Ontario) and is a registered charity under the Income Tax Act. Its purpose is to raise and administer funds for the benefit of the College, as well as for charitable purposes, including the advancement of education, within Canada.

During the year ended March 31, 2007, the Foundation provided $240,000 (2006 - $5,200) directly to the College to support various projects, capital initiatives and award funds held by the College. In addition, the Foundation distributed $83,000 (2006 - $133,250) to the College's students through bursaries/scholarships.

The Foundation's primary goal is to raise funds for the College's capital initiatives and programs and for student awards. The College provided the Foundation with financial support during the year ended March 31, 2007 of $393,000 (2006- $215,000) for operations and $538,000 (2006- $200,000) for fundraising project start up expenses.

(b) Student Association Centre

Pursuant to an agreement dated in 2001, the College leases a portion of its facilities to the student body for use as a student centre. The agreement is for a term of 49 years with nominal rental to be paid at $1.00 per year.

16. Guarantees:

In the normal course of business, the College enters into agreements that meet the definition of a guarantee as follows:

(a) The College has provided indemnities under lease agreements for the use of various operating facilities. Under the terms of these agreements the College agrees to indemnify the counterparties for various items including, but not limited to, all liabilities, losses, suits, and damages arising during, on or after the term of the agreement. The maximum amount of any potential future payment cannot be reasonably estimated.

16. Guarantees (continued):

(b) Indemnity has been provided to all directors and or officers of the College for various items including, but not limited to, all costs to settle suits or actions due to association with the College, subject to certain restrictions. The College has purchased directors' and officers' liability insurance to mitigate the cost of any potential future suits or actions. The term of the indemnification is not explicitly defined, but is limited to the period over which the indemnified party served as a trustee, director or officer of the College. The maximum amount of any potential future payment cannot be reasonably estimated.

(c) In the normal course of business, the College has entered into agreements that include indemnities in favour of third parties, such as student work placement agreements. These indemnification agreements may require the College to compensate counterparties for losses incurred by the counterparties as a result of breaches in representation and regulations or as a result of litigation claims or statutory sanctions that may be suffered by the counterparty as a consequence of the transaction. The terms of these indemnities are not explicitly defined and the maximum amount of any potential reimbursement cannot be reasonably estimated.

The nature of these indemnification agreements prevents the College from making a reasonable estimate of the maximum exposure due to the difficulties in assessing the amount of liability which stems from the unpredictability of future events and the unlimited coverage offered to counterparties.

Historically, the College has not made any significant payments under such or similar indemnification agreements and therefore no amount has been accrued in the balance sheet with respect to these agreements.

17. Comparative Figures

Certain of the prior year's figures have been reclassified to conform with the basis of presentation adopted in the current year.

THE GEORGE BROWN COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Schedule 1 - Consolidated Analysis of Revenue

Year ended March 31, 2007, with comparative figures for 2006

	2007	2006
		(Note 17)
Grants and reimbursements:		
Operating	$ 77,086,852	$ 67,357,849
Apprentice training	4,728,794	4,546,058
Literacy Basic Skills	2,292,052	2,169,765
Deaf and hard of hearing & disability	2,805,216	2,385,446
Premise rentals	494,638	259,054
Termination gratuities	341,328	517,291
Ministry of Health	519,700	512,041
Municipal tax levy	905,700	904,425
	89,174,280	78,651,929
Student fees:		
Full-time	50,151,480	47,642,421
Part-time	14,675,708	12,733,264
Adult training - short program	4,101,500	3,401,736
Apprenticeship	783,687	692,858
	69,712,375	64,470,279
Ancillary:		
Bookstore sales	8,943,636	8,474,219
Hospitality sales	604,788	467,170
Parking lot fees	455,648	471,501
Commission on cafeteria sales	194,362	220,534
Other Retail sales	214,502	250,773
	10,412,936	9,884,197
Other:		
Daycare	5,137,246	4,914,780
Special Projects	7,765,928	7,124,470
Miscellaneous	3,953,716	3,142,008
Interest income	2,087,368	1,287,933
	18,944,258	16,469,191
Amortization of deferred contributions:		
Capital assets	5,014,910	5,149,352
Expenses of future periods	6,039,202	5,178,431
	11,054,112	10,327,783
	$ 199,297,961	$ 179,803,379

See accompanying notes to financial statements.