

2022 Financial Statements

March 31, 2022



THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

FINANCIAL STATEMENTS AND SUPPLEMENTARY SCHEDULES

I N D E X

FINANCIAL STATEMENTS:

Management’s Responsibility for Financial Reporting	1
Independent Auditor’s Report.....	2
Statement 1 – Statement of Financial Position	4
Statement 2 – Statement of Operations.....	5
Statement 3 – Statement of Changes in Net Assets	6
Statement 4 – Statement of Cash Flows.....	7
Statement 5 – Statement of Remeasurement Gains and Losses.....	8
Notes to the Financial Statements	9-24

SUPPLEMENTARY SCHEDULES:

Schedule 1 – Analysis of Operating Grants, Ancillary and Other Revenue	25
Schedule 2 – Analysis of Ancillary Expenses	26
Schedule 3 – Analysis of Ontario Student Opportunity Trust Fund (OSOTF I & II).....	27
Schedule 4 – Analysis of Ontario Trust for Student Support (OTSS)	28

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Management's Responsibility for Financial Reporting

The financial statements of The Mohawk College of Applied Arts and Technology (the "College"), are the responsibility of management and have been approved by the Board of Governors.

The financial statements have been prepared by management in accordance with Canadian public sector accounting standards for government not-for-profit organizations, including the 4200 series of standards, as issued by the Public Sector Accounting Board ("PSAB for Government NPOs"). When alternative accounting methods exist, management has chosen those it deems most appropriate in the circumstances. Financial statements are not precise since they include certain amounts based on estimates and judgements. Management has determined such amounts on a reasonable basis in order to ensure that the financial statements are presented fairly, in all material respects.

The College maintains systems of internal accounting and administrative controls of high quality, consistent with reasonable cost. Such systems are designed to provide reasonable assurance that the financial information is relevant, reliable and accurate and that the College's assets are appropriately accounted for and adequately safeguarded.

The College's liabilities have been reviewed by management. There are no material liabilities in either fact or contingency as at the date of this report that have been omitted from these financial statements.

The Board of Governors is responsible for ensuring that management fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board carries out this responsibility principally through its Audit, Finance and Infrastructure Committee (the "Committee").

The Committee is appointed by the Board of Governors and meets regularly with management, as well as the external auditors, to discuss internal controls over the financial reporting process, auditing matters and financial reporting issues, to satisfy itself that each party is properly discharging its responsibilities, and to review the financial statements and the external auditor's report. The Committee reports its findings to the Board for consideration when approving the financial statements. The Committee also considers, for review and approval by the Board, the engagement or re-appointment of the external auditors.

The financial statements have been audited by BDO Canada LLP, the external auditors, in accordance with Canadian generally accepted auditing standards. BDO Canada LLP has full and free access to the Committee.



President & CEO



Chief Financial Officer

June 8, 2022

Independent Auditor's Report

To the Board of Governors of Mohawk College of Applied Arts and Technology

Opinion

We have audited the financial statements of Mohawk College of Applied Arts and Technology (the "College"), which comprise the statement of financial position as at March 31, 2022, and the statements of operations, changes in net assets, cash flows and remeasurement gains and losses for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the College as at March 31, 2022, and the results of its operations, its cash flows, and its remeasurement gains and losses for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the College in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements for the year ended March 31, 2021 were audited by another auditor who expressed an unqualified opinion on those financial statements on June 9, 2021.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian public sector accounting standards, 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.

In preparing the financial statements, management is responsible for assessing the College's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the College or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the College's financial reporting process.

Independent Auditor's Report (Continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 College's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the College's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the College to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants

Oakville, Ontario
June 8, 2022

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Financial Position

March 31, 2022, with comparative figures for 2021

Statement 1

		2022	2021
		\$	\$
ASSETS			
Current			
Cash	(note 2)	23,926,080	15,375,256
Investments	(note 2)	136,233,798	117,534,673
Accounts receivable		15,207,189	13,243,699
Grants receivable		5,782,809	5,584,849
Inventories		1,223,320	1,724,315
Prepaid expenses and other assets		5,806,963	7,011,273
Current portion of long-term receivable	(note 4)	1,092,853	1,123,918
		<u>189,273,012</u>	<u>161,597,983</u>
Long-term			
Long-term investments	(note 3)	1,098,201	873,472
Long-term receivable	(note 4)	26,620,642	27,710,141
Construction in progress		927,514	51,992
Capital assets	(note 5)	190,133,980	203,591,097
		<u>218,780,337</u>	<u>232,226,702</u>
		<u><u>408,053,349</u></u>	<u><u>393,824,685</u></u>
LIABILITIES, DEFERRED CONTRIBUTIONS AND NET ASSETS			
Current Liabilities			
Accounts payable and accrued liabilities		21,533,221	20,290,021
Deferred revenue	(note 6)	66,241,636	41,466,293
Vacation pay		8,323,658	7,898,223
Current portion of long-term debt	(note 7)	2,868,910	2,752,736
		<u>98,967,425</u>	<u>72,407,273</u>
Long-Term Liabilities			
Long-term debt	(note 7)	44,730,022	47,598,932
Post-employment benefits and compensated absences	(note 8)	6,384,000	6,640,000
		<u>51,114,022</u>	<u>54,238,932</u>
Deferred Contributions			
Deferred contributions	(note 9a)	8,211,582	7,030,273
Deferred contributions related to construction in progress	(note 9b)	261,002	46,811
Deferred contributions related to expenses of future periods	(note 9c)	4,530,618	3,984,226
Deferred contributions related to capital assets	(note 9d)	123,997,097	128,924,256
		<u>137,000,299</u>	<u>139,985,566</u>
Net Assets (statement 3)			
Net assets invested in capital assets	(note 10)	47,882,430	54,037,735
Unrestricted net assets:			
Operating		10,804,036	10,449,359
Vacation pay		(8,323,658)	(7,898,223)
Post-employment benefits and compensated absences		(6,384,000)	(6,640,000)
Restricted net assets:			
Internally restricted assets		62,073,000	58,325,000
Endowment contributions	(note 11)	17,954,380	17,717,792
		<u>124,006,188</u>	<u>125,991,663</u>
Accumulated remeasurement (losses) gains (statement 5)		(3,034,585)	1,201,251
		<u>120,971,603</u>	<u>127,192,914</u>
		<u><u>408,053,349</u></u>	<u><u>393,824,685</u></u>

See accompanying notes to the financial statements

SIGNED ON BEHALF OF THE BOARD:

Approved by the Board of Governors

at the meeting of June 8, 2022

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Statement of Operations****For the year ended March 31, 2022, with comparative figures for 2021****Statement 2**

		2022	2021
		\$	\$
REVENUE			
Grants	(schedule 1)	108,058,387	97,760,308
Student fees	(note 12)	98,961,912	107,742,914
Ancillary	(schedule 1)	5,837,341	3,678,180
Amortization of deferred contributions		6,751,880	4,268,761
Amortization of deferred contributions related to capital assets		8,728,824	9,274,331
Other	(schedule 1)	12,022,804	9,475,919
		<u>240,361,148</u>	<u>232,200,413</u>
EXPENSES			
Salaries and benefits		154,000,081	148,094,510
Contracted services and professional fees		21,435,235	16,442,156
Supplies and other expenses		16,673,350	15,312,687
Utilities, maintenance and taxes		8,796,952	6,877,974
Instructional supplies		7,354,250	8,530,812
Ancillary	(schedule 2)	7,743,602	7,816,332
Scholarship, bursary and award payments		6,751,880	4,476,086
Amortization expense		17,708,514	19,559,739
Interest on long-term liabilities		2,119,347	2,225,280
		<u>242,583,211</u>	<u>229,335,576</u>
(DEFICIENCY) EXCESS OF REVENUE OVER EXPENSES		<u>(2,222,063)</u>	<u>2,864,837</u>

See accompanying notes and schedules to the financial statements

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Changes in Net Assets

For the year ended March 31, 2022, with comparative figures for 2021

Statement 3

	2022					
	Invested in Capital Assets (note 10) \$	Unrestricted Operating \$	Vacation & post-employment benefits & compensated absences \$	Internally Restricted \$	Endowment Contributions (note 11) \$	Total \$
Balance, beginning of year	54,037,735	10,449,359	(14,538,223)	58,325,000	17,717,792	125,991,663
(Deficiency) excess of revenue over expenses	(8,979,690)	6,940,505	(169,435)	(13,443)	-	(2,222,063)
Investment in capital assets	2,824,385	(2,586,650)	-	(237,735)	-	-
Change in internally imposed restrictions	-	(3,999,178)	-	3,999,178	-	-
Endowment contributions	-	-	-	-	236,588	236,588
Balance, end of year	47,882,430	10,804,036	(14,707,658)	62,073,000	17,954,380	124,006,188

	2021					
	Invested in Capital Assets (note 10) \$	Unrestricted Operating \$	Vacation & post-employment benefits & compensated absences \$	Internally Restricted \$	Endowment Contributions (note 11) \$	Total \$
Balance, beginning of year	53,436,273	10,283,279	(15,232,518)	56,922,000	17,633,012	123,042,046
(Deficiency) excess of revenue over expenses	(10,285,408)	14,315,906	694,295	(1,859,956)	-	2,864,837
Investment in capital assets	10,886,870	(2,705,654)	-	(8,181,216)	-	-
Change in internally imposed restrictions	-	(11,444,172)	-	11,444,172	-	-
Endowment contributions	-	-	-	-	84,780	84,780
Balance, end of year	54,037,735	10,449,359	(14,538,223)	58,325,000	17,717,792	125,991,663

See accompanying notes to the financial statements

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Statement of Cash Flows

For the year ended March 31, 2022, with comparative figures for 2021

Statement 4

	2022	2021
	\$	\$
Cash provided by (used in):		
OPERATING ACTIVITIES		
(Deficiency) excess of revenue over expenses	(2,222,063)	2,864,837
Items not involving cash:		
Amortization expense	17,708,514	19,559,739
Net income of Mohawk College Enterprise	(236,707)	(65,950)
(Decrease) increase in post-employment benefits and compensated absences	(256,000)	92,000
Gain on disposal of capital assets	(1,786)	(14,244)
Amortization of deferred contributions related to capital assets	(8,728,824)	(9,274,331)
	<u>6,263,134</u>	<u>13,162,051</u>
Changes in non-cash working capital items:		
Accounts receivable	(1,963,490)	1,842,863
Grants receivable	(197,960)	(179,309)
Inventories	500,995	(350,867)
Prepaid expenses and other assets	1,204,310	(203,072)
Accounts payable and accrued liabilities	1,255,178	(5,900,093)
Deferred revenue	24,775,343	1,428,291
Vacation pay	425,435	(786,295)
	<u>32,262,945</u>	<u>9,013,569</u>
INVESTING ACTIVITIES		
Purchase of investments, net	(22,934,961)	(3,020,545)
Long-term receivable	1,120,564	1,071,264
	<u>(21,814,397)</u>	<u>(1,949,281)</u>
CAPITAL ACTIVITIES		
Purchase of capital assets	(4,208,975)	(12,696,097)
Proceeds from sale of capital assets	11,356	14,244
Contributions for capital purposes	3,754,854	3,466,309
Construction in progress, net of deferred contributions	(666,512)	(5,181)
	<u>(1,109,277)</u>	<u>(9,220,725)</u>
FINANCING ACTIVITIES		
Contributions for endowment	236,588	84,780
Contributions for other restricted purposes, net	1,181,309	2,995,084
Contributions for expenses of future periods, net	546,392	559,063
Repayment of long-term debt	(2,752,736)	(2,643,529)
	<u>(788,447)</u>	<u>995,398</u>
INCREASE (DECREASE) IN CASH	8,550,824	(1,161,039)
CASH, BEGINNING OF YEAR	<u>15,375,256</u>	<u>16,536,295</u>
CASH, END OF YEAR	<u><u>23,926,080</u></u>	<u><u>15,375,256</u></u>

See accompanying notes to the financial statements

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY
Statement of Remeasurement Gains and Losses
For the year ended March 31, 2022, with comparative figures for 2021

Statement 5

	2022	2021
	\$	\$
Accumulated remeasurement gains, beginning of year	1,201,251	495,792
Unrealized (losses) gains attributable to:		
Investments	(4,339,122)	762,901
Amounts reclassified to the statement of operations:		
Disposition of investments	103,286	(57,442)
Net remeasurement (losses) gains for the year	<u>(4,235,836)</u>	<u>705,459</u>
Accumulated remeasurement (losses) gains, end of year	<u><u>(3,034,585)</u></u>	<u><u>1,201,251</u></u>

See accompanying notes to the financial statements

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

General

The Mohawk College of Applied Arts and Technology (the “College”), established in 1966, is an Ontario College of Applied Arts and Technology duly established pursuant to Ontario regulation 34/03 made under the Ontario Colleges of Applied Arts and Technology Act, 2002. The College is an agency of the Crown and provides postsecondary, vocationally oriented education in the areas of applied arts, business, health sciences and technology.

The College is a not-for-profit organization and, as such, is exempt from income taxes under the Income Tax Act (Canada).

1. SIGNIFICANT ACCOUNTING POLICIES:

(a) Basis of presentation

The financial statements of the College have been prepared in accordance with Canadian public sector accounting standards for government not-for-profit organizations, including the 4200 series of standards, as issued by the Public Sector Accounting Board (“PSAB for Government NPOs”).

These financial statements do not reflect the assets, liabilities and results of operations of the various student organizations or The Mohawk College Foundation which is a separate public foundation.

(b) Revenue recognition

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

Operating grants from the Ministry of Colleges and Universities (“MCU”) and other government agencies are recorded as revenue in the year to which they relate. Grants approved but not received at the end of the fiscal year are accrued. Where a portion of a grant relates to a future year, it is deferred and recognized in the subsequent year.

Revenue from tuition fees, contracts and sales from ancillary operations is recognized when the services are provided or the goods are sold 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.

Unrestricted contributions are recognized as revenue when received or receivable.

Endowment contributions are recognized as direct increases in endowment net 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.

(c) Inventories

Inventories consist primarily of items held for resale in the Campus Stores. Inventories are valued at the lower of cost and net realizable value.

(d) Construction in progress

Construction in progress costs are capitalized as work progresses. Once the construction has been completed, the total costs will be transferred to the various categories of capital assets and are amortized on a basis consistent with similar assets.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued):

(e) Capital assets

Purchased capital assets are recorded at cost less accumulated amortization. Donated capital assets are recorded at their fair market value at the date of donation. Repairs and maintenance costs are charged to expense. Betterments, which extend the estimated life of an asset, are capitalized. When a capital asset no longer contributes to the College's ability to provide services, its carrying amount is written down to residual value. Remaining capital assets are amortized on a straight-line basis over their estimated useful lives using the following rates:

<u>Asset Class</u>	<u>Rate</u>
Land	n/a
Buildings	40 years
Portables & roof replacement	20 years
Major equipment	10 years
Site improvements	10 years
Furniture & equipment	5 years
Vehicles	5 years
Computers & software	3 years

(f) Vacation pay

The College recognizes vacation pay as an expense on the accrual basis.

(g) Retirement and post-employment benefits and compensated absences

The College provides defined retirement and post-employment benefits and compensated absences to certain employee groups. These benefits include pension, health and dental, vesting sick leave and non-vesting sick leave. The College has adopted the following policies with respect to accounting for these employee benefits:

- (i) The costs of post-employment future benefits are actuarially determined using management's best estimate of health care costs, disability recovery rates and discount rates. Adjustments to these costs arising from changes in estimates and experienced gains and losses are amortized to income over the estimated average remaining service life of the employee groups on a straight-line basis.
- (ii) The costs of the multi-employer defined benefit pension are the employer's contributions due to the plan in the period.
- (iii) The cost of vesting and non-vesting sick leave benefits are actuarially determined using management's best estimate of salary escalation, employees' use of entitlement and discount rates. Adjustments to these costs arising from changes in actuarial assumption and/or experience are recognized over the estimated average remaining service life of the employees.
- (iv) The discount rate used in the determination of the above-mentioned liabilities is based on the effective yield of Ontario bonds (trading on the market) that approximate the weighted average duration of the cash flows for the employee future benefits.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

1. SIGNIFICANT ACCOUNTING POLICIES (continued):

(h) Financial instruments

Financial instruments are recorded at fair value on initial recognition. Financial instruments are subsequently recorded at fair value or amortized cost. Management has elected to record all investments at fair value as they are managed and evaluated on a fair value basis.

Unrealized changes in fair value, unless the investment income is externally restricted, are recognized in the statement of remeasurement gains and losses until they are realized, when they are transferred to the statement of operations.

Transaction costs incurred on the acquisition of financial instruments measured subsequently at fair value are expensed as incurred. All other financial instruments are adjusted by transaction costs incurred on acquisition and financing costs, which are amortized using the straight-line method.

All financial assets are assessed for impairment on an annual basis. When a decline is determined to be other than temporary, the amount of the loss is reported in the statement of operations and any unrealized gains/losses are adjusted through the statement of remeasurement gains and losses.

When the asset is sold, the unrealized gains and losses previously recognized in the statement of remeasurement gains and losses are reversed and recognized in the statement of operations.

The College classifies fair value measurements using a fair value hierarchy, which includes three levels of information that may be used to measure fair value:

Level 1 – Unadjusted quoted market prices in active markets for identical assets or liabilities;

Level 2 – Observable or corroborated inputs, other than level 1, such as quoted prices for similar assets or liabilities in inactive markets or market data for substantially the full term of the assets or liabilities; and

Level 3 – Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets and liabilities.

(i) Internally restricted assets

Net assets internally restricted by the Board of Governors are for capital projects, strategic initiatives, and future operating expenses. Expenses require approval by the Board of Governors.

(j) Endowment contributions

Endowments represent restricted donations received by the College where the principal sum is held for investment while the income earned is expendable for the specific purpose outlined when the funds were donated.

(k) Management estimates

The preparation of financial statements in conformity with PSAB for Government NPOs requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenue and expenses during the period. Actual results could differ from these estimates. Areas of key estimation include determination of fair value for long-term investments, allowance for doubtful accounts, useful lives of capital assets, and actuarial estimation of post-employment benefits and compensated absences liabilities.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

2. CASH AND INVESTMENTS:

The College's cash and investments include externally restricted amounts for specific purposes that are not available to be spent at the College's discretion. The amounts available for operations are as follows:

	2022 \$	2021 \$
Cash	23,926,080	15,375,256
Investments	136,233,798	117,534,673
Total cash and investments	<u>160,159,878</u>	<u>132,909,929</u>
Less amounts related to:		
Deferred contributions (note 9a)	8,211,582	7,030,273
Deferred contributions related to expenses of future periods (note 9c)	4,530,618	3,984,226
Endowments (note 11)	<u>17,954,380</u>	<u>17,717,792</u>
	<u>129,463,298</u>	<u>104,177,638</u>

The Canadian bank account earns interest at prime less 1.70%. Cash is carried at fair market value.

Investments are held with the College's investment management firm and consist of the following:

	Level	2022 \$	2021 \$
Pooled investments			
Fixed income	2	11,781,753	10,684,741
Equities	2	12,339,236	10,870,923
Cash	2	291,407	626,923
Total pooled investments		<u>24,412,396</u>	<u>22,182,587</u>
Segregated investments			
Fixed income	1	105,122,693	89,982,276
Cash	1	6,698,709	5,369,810
Total segregated investments		<u>111,821,402</u>	<u>95,352,086</u>
Total investments		<u>136,233,798</u>	<u>117,534,673</u>

The total cost of the investment portfolio is \$137,310,865 (2021 – \$114,895,849).

There were no significant transfers between Levels 1 and 2 for the years ended March 31, 2022 and 2021. There were no transfers in or out of Level 3.

Maturity profile of fixed income held is as follows:

	March 31, 2022				
	Within 1 year \$	2 to 5 years \$	6 to 10 years \$	Over 10 years \$	Total \$
Carrying value	20,688,601	73,557,603	20,743,422	1,914,820	116,904,446
Percent of Total	18%	63%	18%	1%	100%

The College's fixed income portfolio has interest rates ranging from 0.8% to 4.61%. (2021 – 0.7% to 3.75%).

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Notes to Financial Statements****For the year ended March 31, 2022****3. LONG-TERM INVESTMENTS:**

Long-term investments are carried at cost and consist of:

		2022	2021
		\$	\$
Investment in Land	(i)	873,472	873,472
Investment in Mohawk College Enterprise	(ii)	224,729	-
		<u>1,098,201</u>	<u>873,472</u>

- (i) In October 1995, the College purchased land in conjunction with Hillfield-Strathallan College for undetermined future use.
- (ii) The College controls Mohawk College Enterprise Corporation (“MCE”) and is the only registered holder of issued and outstanding MCE shares (2022 – \$100; 2021 – \$100) and accounts for the investment using the modified equity method. The equity earnings are recorded in other revenue. MCE undertakes and carries out educational training programs and consulting projects for and on behalf of businesses and industries. MCE is the exclusive provider of corporate training on behalf of the College. MCE is a for-profit organization and was incorporated under the Business Corporations Act (Ontario) by Certificate of Incorporation dated April 1, 2010. The Board of Directors is approved by the College and the Shareholder Declaration provides for limitations on certain activities and actions on the part of MCE without the express consent of the College.

Mohawk College Enterprise Balance Sheet	2022	2021
	\$	\$
Total assets	<u>610,135</u>	<u>402,473</u>
Total liabilities	385,406	414,451
Total net assets	<u>224,729</u>	<u>(11,978)</u>
	<u>610,135</u>	<u>402,473</u>

Mohawk College Enterprise Statement of Operations & Deficit	2022	2021
	\$	\$
Total revenue	1,612,433	1,108,396
Total expenses	<u>1,375,726</u>	<u>1,042,446</u>
Net income for the year	236,707	65,950
Deficit, beginning of year	<u>(12,078)</u>	<u>(78,028)</u>
Surplus (deficit), end of year	<u>224,629</u>	<u>(12,078)</u>

Mohawk College Enterprise Statement of Cash Flows	2022	2021
	\$	\$
Cash flows provided by operating activities	138,010	34,862
Cash flows used in investing activities	<u>(1,641)</u>	<u>-</u>
Net cash flows	<u>136,369</u>	<u>34,862</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Notes to Financial Statements****For the year ended March 31, 2022****4. LONG-TERM RECEIVABLE:**

Long-term receivables held by the College consist of the following:

	2022	2021
	\$	\$
Student ancillary fee receivables	27,713,495	28,834,059
Less: Current portion of long-term receivable	(1,092,853)	(1,123,918)
	<u>26,620,642</u>	<u>27,710,141</u>

The annual principal and interest payments on the long-term debt incurred to finance the construction of the David Braley Athletic and Recreation Centre (the "DBARC") will be provided by the future collection of compulsory student ancillary fees. The total principal and interest payments amount has been discounted at a rate of 4.762% (2021 – 4.762%) and the current amount receivable is \$27,710,141 (2021 – \$28,749,554). Other student ancillary fee receivables of \$3,354 (2021 - \$84,505) are to support The Joyce Centre for Partnership & Innovation.

5. CAPITAL ASSETS:

	Cost	Accumulated	2022	2021
	\$	Amortization	Net Book	Net Book
	\$	\$	Value	Value
	\$	\$	\$	\$
Land	2,201,275	-	2,201,275	2,201,275
Buildings	193,418,364	60,018,560	133,399,804	137,413,555
Portables & roof replacement	16,704,209	5,978,938	10,725,271	11,559,382
Major equipment	55,154,374	31,277,384	23,876,990	26,958,110
Site improvements	65,024,586	49,202,941	15,821,645	19,196,916
Furniture & equipment	24,069,116	21,541,996	2,527,120	3,031,081
Vehicles	1,589,391	1,436,389	153,002	163,260
Computers & software	30,983,737	29,554,864	1,428,873	3,067,518
	<u>389,145,052</u>	<u>199,011,072</u>	<u>190,133,980</u>	<u>203,591,097</u>

6. DEFERRED REVENUE:

Deferred revenue consists of the following:

	2022	2021
	\$	\$
Student fees	56,183,357	32,398,904
Contracts	6,942,493	4,864,552
Ministry grants	707,724	2,039,301
Student residence	295,182	123,443
Other	2,112,880	2,040,093
	<u>66,241,636</u>	<u>41,466,293</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY
Notes to Financial Statements
For the year ended March 31, 2022

7. LONG-TERM DEBT:

	<u>2022</u>	<u>2021</u>
	\$	\$
Unsecured loan payable to the Ontario Financing Authority at 4.762%, payable in blended semi-annual instalments of \$1,198,162, due November 25, 2038.	27,711,953	28,751,366
Unsecured loan payable to the Ontario Financing Authority at 3.855%, payable in blended semi-annual instalments of \$486,267, due November 29, 2028.	5,917,012	6,640,461
Unsecured loan payable to the Ontario Financing Authority at 4.183%, payable in blended monthly instalments of \$40,673, due September 2, 2031.	3,793,485	4,115,536
Unsecured loan payable to the Ontario Financing Authority at 3.591%, payable in blended semi-annual instalments of \$525,650, due October 26, 2033.	10,176,482	10,844,305
	<u>47,598,932</u>	<u>50,351,668</u>
Less current portion	2,868,910	2,752,736
	<u>44,730,022</u>	<u>47,598,932</u>

Principal repayments for the next five years and thereafter:

	<u>\$</u>
2023	2,868,910
2024	2,960,318
2025	3,144,448
2026	3,248,834
2027	3,386,174
Thereafter	<u>31,990,248</u>
	<u>47,598,932</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

8. POST-EMPLOYMENT BENEFITS AND COMPENSATED ABSENCES:

The following tables outline the components of the College’s post-employment benefits and compensated absences liabilities and related expenses.

	Post-employment benefits	Non-vesting sick leave	Vesting sick leave	2022 Total liability	2021 Total liability
	\$	\$	\$	\$	\$
Accrued employee future benefit obligations	1,352,000	5,316,000	147,000	6,815,000	7,442,000
Value of plan assets	(362,000)	-	-	(362,000)	(332,000)
Unamortized actuarial gains (losses)	129,000	(272,000)	74,000	(69,000)	(470,000)
Total liability	1,119,000	5,044,000	221,000	6,384,000	6,640,000

	Post-employment benefits	Non-vesting sick leave	Vesting sick leave	2022 Total expense	2021 Total expense
	\$	\$	\$	\$	\$
Current year benefit cost	7,000	478,000	6,000	491,000	628,000
Interest on accrued benefit obligation	2,000	104,000	3,000	109,000	102,000
Amortized actuarial (gains) losses	(109,000)	143,000	(196,000)	(162,000)	87,000
Total (recovery) expense	(100,000)	725,000	(187,000)	438,000	817,000

The benefits paid out in the year were \$694,000 (2021 – \$725,000).

Above amounts exclude pension contributions to the Colleges of Applied Arts and Technology pension plan, a multi-employer plan, described below.

Retirement Benefits

CAAT Pension Plan

All full-time employees of the College, and any part-time employees who opt to participate, are members of the Colleges of Applied Arts and Technology Pension Plan (the “Plan”), a multi-employer jointly-sponsored defined benefit plan for public colleges in Ontario and other employers across Canada. The College makes contributions to the Plan equal to those of employees. Contribution rates are set by the Plan’s governors to ensure the long-term viability of the Plan. Since the Plan is a multi-employer plan, the College’s contributions are accounted for as if the Plan were a defined contribution plan with the College’s contributions being expensed in the period they come due.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

8. POST-EMPLOYMENT BENEFITS AND COMPENSATED ABSENCES (continued):

Any pension surplus or deficit is a joint responsibility of the members and employers and may affect future contribution rates related to full-time members. The College does not recognize any share of the Plan's pension surplus or deficit as insufficient information is available to identify the College's share of the underlying pension assets and liabilities. The most recent actuarial valuation filed with pension regulators as at January 1, 2022 indicated an actuarial surplus on a going concern basis of \$4.4 billion. The College made contributions to the Plan and its associated retirement compensation arrangement of \$12,555,100 (2021 - \$12,464,540), which has been included in the statement of operations.

Post-employment Benefits

The College extends post-employment life insurance, health and dental benefits to certain employee groups subsequent to their retirement. The College recognizes these benefits as they are earned during the employees' tenure of service. The related benefit liability was determined by an actuarial valuation study commissioned by the College Employer Council.

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

(a) *Discount rate*

The present value as at March 31, 2022 of the future benefits was determined using a discount rate of 2.9% (2021 – 1.7%).

(b) *Hospital, Drug and other Medical costs*

Hospital, drug and other medical costs were assumed to increase at a 6.29% rate for 2022 (2021 – 6.42%) and decrease proportionately thereafter to an ultimate rate of 4% in 2040 for fiscal 2022 (2021 – 4%).

(c) *Dental costs*

Dental costs were assumed to increase at 4% per annum for fiscal 2022 (2021 – 4%).

Compensated Absences

Vesting Sick Leave

The College has provided for vesting sick leave benefits during the year. Eligible Faculty employees, hired before April 1, 1991 and Administrative employees hired before July 1, 1974 are entitled to receive on termination or retirement, accumulated sick days multiplied by their actual daily rate to a maximum of six months' salary. The related benefit liability was determined by an actuarial valuation study commissioned by the College Employer Council.

Non-vesting Sick Leave

The College allocates to certain employee groups a specified number of days each year for use as paid absences in the event of illness or injury. These days do not vest and are available immediately. Employees are permitted to accumulate their unused allocation each year, up to the allowable maximum provided in their employment agreements. Accumulated days may be used in future years to the extent that the employees' illness or injury exceeds the current year's allocation of days. Sick days are paid out at the salary in effect at the time of usage. The related benefit liability was determined by an actuarial valuation study commissioned by the College Employer Council.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Notes to Financial Statements****For the year ended March 31, 2022****8. POST-EMPLOYMENT BENEFITS AND COMPENSATED ABSENCES (continued):**

The assumptions used in the valuation of vesting and non-vesting sick leave are the College's best estimate of expected rates of:

	2022	2021
Wage and salary escalation	1% - 1.25%	1% - 2%
Discount rate	2.9%	1.7%

The probability that the employee will use more sick days than the annual accrual and the excess number of sick days used are within ranges of 0% to 26.2% and 0 to 51 days respectively for age groups ranging from 20 and under to 65 and over in bands of 5 years.

9. DEFERRED CONTRIBUTIONS:**a) Deferred contributions:**

Deferred contributions represent unspent externally restricted scholarships, bursaries, grants and donations for student awards and student assistance. It also includes unspent endowment investment income.

	2022	2021
	\$	\$
Balance, beginning of year	7,030,273	4,035,189
Additional contributions received	7,933,189	7,263,845
Less award payments & administrative expenses	(6,751,880)	(4,268,761)
Balance, end of year	<u>8,211,582</u>	<u>7,030,273</u>

Deferred contributions are comprised of:

Endowment interest funds and unrealized gains	5,041,274	3,847,311
Scholarships and bursaries	1,623,720	1,631,963
Tuition set-aside funds	950,393	943,984
Joint employment stability replacement fund	568,601	566,513
Ministry grants	24,525	34,540
Other	3,069	5,962
	<u>8,211,582</u>	<u>7,030,273</u>

b) Deferred contributions related to construction in progress:

	2022	2021
	\$	\$
Balance, beginning of year	46,811	500,000
Additional contributions received	261,002	46,811
Less amounts transferred to capital assets in the year	(46,811)	(500,000)
Balance, end of year	<u>261,002</u>	<u>46,811</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

9. DEFERRED CONTRIBUTIONS (continued):

c) Deferred contributions related to expenses of future periods:

Deferred contributions related to expenses of future periods represent unspent externally restricted grants and donations intended to support primarily college-wide equipment and facility improvements and also provide student financial assistance.

	2022	2021
	\$	\$
Balance, beginning of year	3,984,226	3,425,163
Additional contributions received	2,476,878	2,448,751
Less amounts recognized as revenue in the year	<u>(1,930,486)</u>	<u>(1,889,688)</u>
Balance, end of year	<u>4,530,618</u>	<u>3,984,226</u>

Deferred contributions related to expenses of future periods are comprised of:

Donations	2,477,059	2,008,922
Student ancillary fees	2,004,482	1,930,486
Other	<u>49,077</u>	<u>44,818</u>
	<u>4,530,618</u>	<u>3,984,226</u>

d) Deferred contributions related to capital assets:

Deferred capital contributions related to capital assets represent the unamortized amount of donations, grants and other contributions received for the purchase of capital assets.

	2022	2021
	\$	\$
Balance, beginning of year	128,924,256	134,232,278
Additional contributions received	3,754,854	3,466,309
Plus amounts transferred from deferred contributions related to construction in progress	46,811	500,000
Less amortization in the year	<u>(8,728,824)</u>	<u>(9,274,331)</u>
Balance, end of year	<u>123,997,097</u>	<u>128,924,256</u>

Deferred contributions related to capital assets are comprised of:

Ministry grants	56,857,674	57,995,716
Student ancillary fees - DBARC	25,815,758	26,695,070
Federal grants	19,810,508	20,453,289
Donations	18,339,939	19,618,572
Other	<u>3,173,218</u>	<u>4,161,609</u>
	<u>123,997,097</u>	<u>128,924,256</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Notes to Financial Statements****For the year ended March 31, 2022****10. INVESTMENT IN CAPITAL ASSETS:**

The College's investment in capital assets is calculated as follows:

	2022	2021
	\$	\$
Capital assets	190,133,980	203,591,097
Construction in progress	927,514	51,992
Investment in land	873,472	873,472
	<u>191,934,966</u>	<u>204,516,561</u>
Less:		
Current portion of long-term debt	(1,779,408)	(1,713,322)
Long-term debt	(18,015,029)	(19,794,437)
Deferred contributions related to construction in progress (note 9b)	(261,002)	(46,811)
Deferred contributions related to capital assets (note 9d)	(123,997,097)	(128,924,256)
Investment in capital assets	<u><u>47,882,430</u></u>	<u><u>54,037,735</u></u>

Change in net assets invested in capital assets is calculated as follows:

	2022	2021
	\$	\$
Deficiency of revenues over expenses:		
Amortization of deferred capital contributions related to capital assets	8,728,824	9,274,331
Amortization of capital assets	(17,708,514)	(19,559,739)
	<u>(8,979,690)</u>	<u>(10,285,408)</u>

	2022	2021
	\$	\$
Net change in investment of capital assets:		
Purchase of capital assets and construction in progress	5,136,489	12,748,090
Disposals of capital assets	(9,570)	-
Amounts funded by deferred capital contributions	(4,015,856)	(3,513,120)
Repayment of term debt	1,713,322	1,651,900
Investment in capital assets	<u><u>2,824,385</u></u>	<u><u>10,886,870</u></u>

11. ENDOWMENT CONTRIBUTIONS:

The College has the following endowment funds:

	2022	2021
	\$	\$
Ontario Student Opportunity Trust Funds (Schedule 3)	6,065,725	6,065,725
Ontario Trust for Student Support (Schedule 4)	8,052,103	8,028,103
Other	3,836,552	3,623,964
	<u><u>17,954,380</u></u>	<u><u>17,717,792</u></u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

11. ENDOWMENT CONTRIBUTIONS (continued):

Investment income on endowments that was disbursed during the year has been recorded in the statement of operations since this income is available for disbursement as scholarships and bursaries and the donors' conditions have been met. The unspent portion of investment income is recorded in deferred contributions. Investment income on endowed assets recognized and deferred was \$1,140,169 and \$3,083,752 respectively (2021 – \$618,313 and \$2,409,734).

12. PUBLIC-PRIVATE COLLEGE PARTNERSHIP:

The College entered into a public-private partnership with triOS College Business Technology Healthcare Inc. on January 25, 2021 to operate the College's Mississauga, Ontario campus. Gross revenue from the partnership included in student fees was \$2,090,643 (\$2021- nil).

13. FINANCIAL INSTRUMENT RISK MANAGEMENT:

General Risk

As the impacts of the COVID-19 pandemic continue, there could be further impact on the College and its students. The College is actively monitoring the effect of the pandemic on its financial condition, liquidity, operations, suppliers and workforce. The College is confident that through all of this, the core mission of educating and supporting students will continue to be a priority.

Credit risk

Credit risk is the risk of financial loss to the College if a debtor fails to make payments of interest and principal when due. The College is exposed to this risk relating to its cash, debt holdings in its investment portfolio, long-term receivable, accounts receivable and grants receivable. The College holds its cash accounts with federally regulated chartered banks who are insured by the Canadian Deposit Insurance Corporation. In the event of default, the College's cash accounts are insured up to \$100,000.

The College's investment policy operates within the constraints of the investment guidelines issued by the MCU and puts limits on the bond portfolio including portfolio composition limits, issuer type limits, bond quality limits, aggregate issuer limits, corporate sector limits and general guidelines for geographic exposure. All fixed income portfolios are measured for performance on a quarterly basis and monitored by management on a monthly basis. The guidelines permit the College's funds to be invested in bonds issued by the Government of Canada, a Canadian province or a Canadian municipality having a rating of AAA or better.

The College's maximum exposure to credit risk is representative of the carrying value of cash, investments, accounts receivable, grants receivable, current portion of long-term receivable and long-term receivable which as at March 31, 2022 totals \$208,863,371.

Accounts receivable are ultimately due from students. Credit risk is mitigated by financial approval processes before a student is enrolled and the highly diversified nature of the student population.

Grants receivable are due from government sources. The College works to ensure that all eligibility criteria are met in order to qualify to receive the funding.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Notes to Financial Statements****For the year ended March 31, 2022****13. FINANCIAL INSTRUMENT RISK MANAGEMENT (continued):**

The College measures its exposure to credit risk based on how long the amounts have been outstanding. An impairment allowance is set up based on the College's historical experience regarding collections.

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure the risk.

The amounts outstanding at year end were as follows:

	2022					
	Total	Current	31-60	61-90	91-120	Over 121
	\$	\$	days	days	days	days
	\$	\$	\$	\$	\$	\$
Grants receivable	5,782,809	5,782,809	-	-	-	-
Student receivables	785,231	527,346	25,776	32,206	501	199,402
Other receivables	14,600,311	14,144,343	31,101	71,303	6,174	347,390
Gross receivables	21,168,351	20,454,498	56,877	103,509	6,675	546,792
Less: impairment allowance	(178,353)	-	-	-	-	(178,353)
Net receivables	20,989,998	20,454,498	56,877	103,509	6,675	368,439

	2021					
	Total	Current	31-60	61-90	91-120	Over 121
	\$	\$	days	days	days	days
	\$	\$	\$	\$	\$	\$
Grants receivable	5,584,849	5,584,849	-	-	-	-
Student receivables	1,167,295	943,155	25,163	14,473	4,353	180,151
Other receivables	12,285,446	11,753,459	193,005	500	58,733	279,749
Gross receivables	19,037,590	18,281,463	218,168	14,973	63,086	459,900
Less: impairment allowance	(209,042)	-	-	-	-	(209,042)
Net receivables	18,828,548	18,281,463	218,168	14,973	63,086	250,858

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate as a result of market factors. Market factors include three types of risk: currency risk, interest rate risk and equity risk.

The College's investment policy operates within the constraints of the investment guidelines issued by the MCU. The policy's application is monitored by management, the investment managers and the board of governors. Diversification techniques are utilized to minimize risk.

Currency risk

Currency risk relates to the College operating in different currencies and converting non-Canadian earnings at different points in time at different foreign levels when adverse changes in foreign currency rates occur. The College does not have any material transactions or financial instruments denominated in foreign currencies.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Notes to Financial Statements

For the year ended March 31, 2022

13. FINANCIAL INSTRUMENT RISK MANAGEMENT (continued):

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods to measure the risk.

Interest rate risk

Interest rate risk is the potential for financial loss caused by fluctuations in fair value or future cash flows of financial instruments because of changes in market interest rates.

The College is exposed to this risk through its interest-bearing investments and long-term debt.

The College's long-term debt is fixed rate debt as disclosed in note 7. Fluctuations in market interest rates would not impact future cash flows and operations relating to term debt.

At March 31, 2022, a 1% fluctuation in interest rates, with all other variables held constant, would have an estimated impact on the fair value of bonds of \$3,777,262 (2021 - \$3,402,312).

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure the risk.

Equity risk

Equity risk is the uncertainty associated with the valuation of assets arising from changes in equity markets. The College is exposed to this risk through its equity holdings within its investment portfolio. At March 31, 2022, a 10% movement in the stock markets with all other variables held constant would have an estimated effect on the fair values of the College's equities of \$1,233,924. There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure the risk.

Liquidity risk

Liquidity risk is the risk that the College will not be able to meet all cash outflow obligations as they come due. The College mitigates this risk by monitoring cash activities and expected outflows through extensive budgeting and maintaining investments that may be converted to cash in the near-term if unexpected cash outflows arise.

There have been no significant changes from the previous year in the exposure to risk or policies, procedures and methods used to measure the risk. The following table sets out the expected maturities, representing undiscounted cash-flows of financial liabilities:

	2022		
	Within 1 year	1 - 5 years	Over 5 years
	\$	\$	\$
Accounts payable and accrued liabilities	21,533,221	-	-
Long-term debt	2,868,910	12,739,774	31,990,248
	24,402,131	12,739,774	31,990,248

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY
Notes to Financial Statements
For the year ended March 31, 2022

13. FINANCIAL INSTRUMENT RISK MANAGEMENT (continued):

	2021		
	Within 1 year	1 - 5 years	Over 5 years
	\$	\$	\$
Accounts payable and accrued liabilities	20,290,021	-	-
Long-term debt	2,752,736	12,222,510	35,376,422
	<u>23,042,757</u>	<u>12,222,510</u>	<u>35,376,422</u>

The maturity profile of bonds and GICs held are disclosed in note 2.

14. COMMITMENTS:

a) Leases:

The College's commitments to annual rental payments in the aggregate and in each of the next five years principally as a result of premise rental leases are as follows:

	<u>\$</u>
2023	3,254,965
2024	3,280,079
2025	3,305,730
2026	3,331,813
2027	3,358,273
	<u>16,530,860</u>

b) Student residence:

Collegiate Management Services Corp. manages the student residence by way of a property management agreement. The annual property management fee is \$781,001 (2021 - \$731,960).

15. THE MOHAWK COLLEGE FOUNDATION:

The College has an economic interest in the Mohawk College Foundation (the "Foundation"), which raises funds from the community and alumni to finance certain expenses of the College. The Foundation's accounts are not included in these financial statements. The Foundation is incorporated under the Province of Ontario as a public foundation and is a registered charity under the Income Tax Act.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Analysis of Operating Grants, Ancillary and Other Revenue

For the year ended March 31, 2022, with comparative figures for 2021

Schedule 1

	2022	2021
	\$	\$
OPERATING GRANTS REVENUE		
General operating and capital grants	72,736,842	69,779,343
Apprenticeship	9,920,934	6,948,873
Collaborative program grants	8,571,970	7,997,521
Federal projects	5,417,447	5,225,038
Personal support worker grant	2,212,467	-
Employment Services	1,819,339	1,964,065
Disability Services	1,425,513	1,126,439
Literacy & Basic Skills	1,401,893	1,402,522
School College Works Initiative	1,021,654	1,154,252
Aboriginal grants	679,208	694,986
Municipal tax grant	653,400	715,875
Termination gratuities	115,378	179,917
Other	2,082,342	571,477
	<u>108,058,387</u>	<u>97,760,308</u>
ANCILLARY REVENUE		
Campus stores	2,762,887	2,593,889
Student residence	1,706,809	851,770
Parking	1,258,248	26,446
Food services	62,927	69,722
Facility rentals	36,434	127,600
Other	10,036	8,753
	<u>5,837,341</u>	<u>3,678,180</u>
OTHER REVENUE		
Contract projects	6,644,174	3,955,467
Investment income	2,523,867	2,459,741
Donations	885,353	1,035,693
Student government	227,820	211,410
Special events	184,760	153,764
Miscellaneous	1,556,830	1,659,844
	<u>12,022,804</u>	<u>9,475,919</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY

Analysis of Ancillary Expenditures

For the year ended March 31, 2022, with comparative figures for 2021

Schedule 2

	2022	2021
	\$	\$
Salaries and benefits	1,400,346	1,302,102
Cost of sales	2,098,518	2,102,128
Contracted services and professional fees	1,051,902	1,028,112
Supplies and other expenses	2,474,464	2,337,307
Utilities, maintenance and taxes	718,372	1,046,683
	<u>7,743,602</u>	<u>7,816,332</u>

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Analysis of Ontario Student Opportunity Trust Fund (OSOTF I)****For the year ended March 31, 2022, with comparative figures for 2021****Schedule 3**

	2022 (Book Value) \$	2021 (Book Value) \$
Endowment Fund Balance		
Fund Balance, beginning of year	5,998,497	5,997,497
Cash donations received	-	1,000
Fund Balance, end of year	<u>5,998,497</u>	<u>5,998,497</u>
Expendable Funds Available for Awards		
Balance, beginning of year	995,778	915,361
Investment income, net of related expenses	384,136	215,376
Awards issued (2022-#132; 2021-#155)	(118,891)	(134,959)
Balance, end of year	<u>1,261,023</u>	<u>995,778</u>

The amounts recorded above are for Ministry purposes only. The fair market value of the endowment and expendable funds as at March 31, 2022 were \$5,998,497 and \$1,923,620 respectively.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Analysis of Ontario Student Opportunity Trust Fund (OSOTF II)****For the year ended March 31, 2022, with comparative figures for 2021**

	2022 (Book Value) \$	2021 (Book Value) \$
Endowment Fund Balance		
Fund Balance, beginning and end of year	<u>67,228</u>	<u>67,228</u>
Expendable Funds Available for Awards		
Balance, beginning of year	34,245	31,360
Investment income, net of related expenses	5,906	2,885
Balance, end of year	<u>40,151</u>	<u>34,245</u>

The amounts recorded above are for Ministry purposes only. The fair market value of the endowment and expendable funds as at March 31, 2022 were \$67,228 and \$50,157 respectively.

THE MOHAWK COLLEGE OF APPLIED ARTS AND TECHNOLOGY**Analysis of Ontario Trust for Student Support (OTSS)****For the year ended March 31, 2022, with comparative figures for 2021****Schedule 4**

	2022 (Book Value) \$	2021 (Book Value) \$
Endowment Fund Balance		
Fund Balance, beginning of year	8,028,103	8,015,208
Cash donations received	24,000	12,895
Fund Balance, end of year	<u>8,052,103</u>	<u>8,028,103</u>
Expendable Funds Available for Awards		
Balance, beginning of year	789,967	758,823
Investment income, net of related expenses	490,358	267,591
Cash donations received	4,850	15,280
Awards issued (2022-#183; 2021-#194)	(232,806)	(251,727)
Balance, end of year	<u>1,052,369</u>	<u>789,967</u>

The amounts recorded above are for Ministry purposes only. The fair market value of the endowment and expendable funds as at March 31, 2022 were \$8,052,103 and \$1,856,840 respectively.