

FOR INFORMATION

S.89-30

SIMON FRASER UNIVERSITY

MEMORANDUM

TO: Senate

FROM: W.R. Heath
Registrar

SUBJECT: Annual Financial Statement

DATE: Sept. 15, 1989

Section 31 of the University Act states: "The board shall make an annual report of its transactions to the Minister, in which shall be set out a balance sheet and a statement of revenue and expenditure for the year ending on the preceding March 31, and other particulars the Minister may require. A copy of the annual report shall be transmitted promptly to the senate."

A copy of the report is attached.

NOTE: AS COPIES OF THE FINANCIAL REPORT ARE IN SHORT SUPPLY, IT IS REQUESTED THAT STATEMENTS BE RETURNED FOLLOWING PERUSAL TO THE OFFICE OF THE REGISTRAR (ATTN. BOBBIE GRANT). (SENATORS ARE ASKED TO RETURN THE STATEMENTS FOLLOWING THE OCTOBER MEETING OF SENATE).

S I M O N F R A S E R U N I V E R S I T Y

HARBOUR CENTRE OPERATING RESULTS
FOR THE YEAR ENDED MARCH 31, 1989

REVENUE

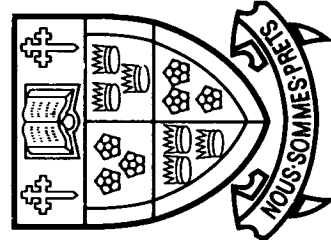
PROVINCE OF B.C. GRANT	\$1,000,000
INVESTMENT INCOME	753,900
LEASE RENTAL AND MISCELLANEOUS	19,634
TOTAL REVENUE	<u>1,773,534</u>

EXPENDITURES

ADMINISTRATION/OPERATIONS	382,676
LEASE/OPERATING AND MAINTENANCE	841,686
REGISTRAR	2,010
LIBRARY	1,568
COMPUTING SERVICES	1,024
INSTRUCTIONAL MEDIA CENTRE	700
CLASSROOM AND OFFICE FURNITURE	450,000
TOTAL EXPENDITURES	<u>1,679,664</u>
BALANCE CARRIED FORWARD TO 1989/90	<u>\$ 93,870</u> =====

d.HCresult (mw)

SIMON FRASER UNIVERSITY



FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1989

SIMON FRASER UNIVERSITY
FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1989

TABLE OF CONTENTS

AUDITOR'S REPORT	Page
	1
STATEMENTS	
1. Balance Sheet	2
2. Changes in Reserves and Appropriated Expendable Fund Balances	3
3. Changes in Unappropriated Expendable Fund Balances	4
4. Changes in Non-Expendable Fund Balances	5
5. Changes in Equity in Plant Assets	6
NOTES TO FINANCIAL STATEMENTS	
	7
SCHEDULES (Prepared without audit)	
1. Changes in General Operating, Sponsored Research, and Capital Funds Balances	14
2. Changes in Specific Purpose Fund Balances	15
3. Changes in Ancillary Enterprises Fund Balances	16
4. General Operating Fund Expenditures	17
5. General Operating Fund - Academic Expenditures	18
6. General Operating Fund - Non-Academic Expenditures	19
7. Academic Expenditures - All funds	20
8. British Columbia Educational Institutions Capital Financing Authority Debentures	21

S I M O N F R A S E R U N I V E R S I T Y

Schedule 8

BRITISH COLUMBIA EDUCATIONAL INSTITUTIONS CAPITAL FINANCING AUTHORITY DEBENTURES

AS AT MARCH 31, 1989

(thousands of dollars)

Maturity Date	Interest Rate	Face Value	Sinking Fund Balance	Balance Outstanding 1989	Outstanding 1988	Annual Payments
Dec 10, 1990	9.75%	\$ 2,927	\$ 364	\$ 2,563	\$ 2,696	\$ 393
Jul 6, 1991	13.50	458	253	205	278	113
Aug 15, 1991	9.00	350	253	97	160	72
Apr 8, 1993	9.10	280	72	208	247	57
Jun 9, 1998	9.41	2,000	891	1,109	1,204	237
Jan 10, 1999	9.82	2,000	841	1,159	1,282	245
Mar 9, 1999	10.16	3,700	1,477	2,223	2,429	466
Apr 10, 1999	10.26	800	328	472	518	102
Nov 9, 1999	10.68	3,700	1,304	2,396	2,585	485
Mar 10, 2000	12.74	2,000	710	1,290	1,397	304
Sep 10, 2000	12.55	2,100	650	1,450	1,560	315
Mar 10, 2001	13.13	210	62	148	158	33
Apr 10, 2001	13.66	2,500	573	1,927	2,031	396
May 8, 2001	13.69	2,280	514	1,766	1,861	362
Jul 10, 2001	14.81	1,880	417	1,463	1,541	320
Oct 9, 2001	17.00	1,000	218	782	822	192
Mar 10, 2002	16.10	1,756	368	1,388	1,456	321
May 10, 2002	15.25	1,980	366	1,614	1,690	345
Jun 10, 2002	14.96	1,000	184	816	855	171
Aug 10, 2002	16.53	1,400	252	1,148	1,200	262
Oct 8, 2002	14.16	2,000	356	1,644	1,718	327
Nov 10, 2002	13.43	1,607	283	1,324	1,383	251
Dec 10, 2002	12.01	1,000	175	825	862	142
Apr 5, 2003	11.59	2,000	295	1,705	1,776	276
May 2, 2003	11.53	2,545	373	2,172	2,261	349
Aug 2, 2003	11.51	1,000	143	857	891	137
Dec 1, 2003	11.79	1,000	138	862	895	140
Mar 1, 2004	12.13	2,099	282	1,817	1,884	300
Apr 2, 2004	12.60	1,000	111	889	921	148
Oct 10, 2006	9.36	387	19	368	378	45
Apr 8, 2008	9.62	700	-	700	-	83
May 10, 2008	10.07	290	-	290	-	36
Jun 10, 2008	10.31	1,590	-	1,590	-	199
TOTALS		\$51,539	\$12,272	\$39,267	\$38,939	\$ 7,624

(Note 4a)



Legislative Assembly
Province of British Columbia

AUDITOR GENERAL

8 Bastion Square
Victoria
British Columbia
V8V 1X4
Telephone: (604) 387-6803
Fax: (604) 387-1230

AUDITOR'S REPORT

To the Chairman and Members of the Board of Governors of
Simon Fraser University, and

To the Minister of Advanced Education and Job Training,
Province of British Columbia:

I have examined the balance sheet of Simon Fraser University as at
March 31, 1989 and the following statements for the year then ended:

- | | |
|---------------|--|
| Statement 2 - | Statements of changes in reserves and appropriated
expendable fund balances |
| Statement 3 - | Statement of changes in unappropriated expendable
fund balances |
| Statement 4 - | Statement of changes in non-expendable fund
balances |
| Statement 5 - | Statement of changes in equity in plant assets |

My examination was made in accordance with generally accepted auditing
standards, and accordingly included such tests and other procedures as I
considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of
the University as at March 31, 1989 and the results of its operations and changes
in fund balances for the year then ended in accordance with accounting
principles described in note 1 to the financial statements applied on a basis
consistent with that of the preceding year.

George L. Morfitt, F.C.A.
Auditor General

S I M O N F R A S E R U N I V E R S I T Y
SCHEDULE OF ACADEMIC EXPENDITURES - ALL FUNDS
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

Schedule 7

	General Operating	Sponsored Research	Other Grants and Programs	Capital	Totals
					19891988
FACULTY OF ARTS					
General faculty	\$ 470	\$ 28	\$ 180	\$ 8	\$ 832
Archaeology	871	309	9	7	1,204
Centre for the Arts	1,751	-	15	67	2,040
Criminology	1,613	234	11	2	1,700
Economics	2,540	131	21	6	2,508
English	2,730	36	3	9	2,651
Geography	1,625	115	7	126	1,775
History	1,990	75	-	5	1,825
Interdisciplinary Studies	426	28	-	8	244
Languages,Literatures & Linguistics	1,893	19	-	8	1,897
Philosophy	954	8	1	1	964
Political Science	1,101	39	1	-	1,141
Psychology	3,050	195	-	23	3,027
Sociology and Anthropology	1,308	20	-	3	1,274
Other Studies	477	227	166	13	626
	22,799	1,464	414	286	23,542
FACULTY OF APPLIED SCIENCE					
General faculty	89	5	-	-	94
Communication Studies	1,289	173	20	31	1,293
Computing Science	2,587	667	18	107	3,630
Engineering Science	1,934	275	45	172	2,176
Kinesiology	1,780	559	55	42	2,152
Natural Resources Management	502	89	-	2	531
Centre for Systems Science	-	622	1,738	-	585
	8,181	2,390	1,876	354	10,482
	3,817	102	90	36	4,211
	5,357	477	1,776	108	7,619
FACULTY OF BUSINESS ADMINISTRATION					
FACULTY OF EDUCATION					
FACULTY OF SCIENCE					
General faculty	291	-	-	17	332
Biological Sciences	3,739	1,914	13	132	5,770
Chemistry	3,744	1,584	9	88	5,107
Mathematics and Statistics	3,334	416	5	75	3,705
Physics	3,612	1,696	42	91	4,688
Science Workshops	679	-	-	50	617
WCUMBS	138	-	-	11	149
	15,537	5,610	69	464	20,368
OTHER EXPENDITURES					
Animal Research Facility	106	-	-	4	96
Continuing Studies	3,194	7	3,299	17	5,615
Co-op Education	334	-	678	7	828
Graduate Studies	467	-	-	5	474
Instructional Media Centre	961	-	-	30	974
International Programs	-	-	1,950	-	-
	5,062	7	5,927	63	7,987
TOTAL ACADEMIC EXPENDITURES	\$60,753	\$10,050	\$10,152	\$ 1,311	\$82,266
		Prepared without audit			\$74,209

Statement 1

AS AT MARCH 31, 1989

ASSETS		1989	1988 (Note 10)	LIABILITIES AND FUND BALANCES		1989	1988 (Note 10)
Cash and short-term investments		\$ 43,574	\$ 42,702	Accounts payable and accrued liabilities		\$ 15,565	\$ 8,579
Accounts receivable		10,152	5,684	Loans payable (Note 3)		21,622	6,893
Prepaid expenses		880	428	Long-term debt (Note 4)		46,076	45,856
Inventories		1,810	1,862	Reserves (Statement 2) (Note 5)			
Long-term investments (Note 2)		7,175	2,329	Group insurance		1,041	946
Plant assets				Retirement benefits		4,009	3,898
Land and buildings		118,086	104,208	Lease commitment		14,336	13,737
Equipment		40,376	35,495	Expendable fund balances			
Library holdings		24,872	22,892	Appropriated (Statement 2)			
Roads and parking lots		11,401	9,604	General operating		6,460	6,658
Leasehold improvements		6,716	348	Ancillary enterprises		395	430
				Capital		664	1,578
				Unappropriated (Statement 3)			
				General operating		99	141
				Sponsored research		3,173	2,545
				Specific purpose		6,517	4,545
				Ancillary enterprises		265	140
				Capital		1,741	1,767
				Non-expendable fund balances (Statement 4)			
				Endowment		10,066	7,868
				Student loan		83	83
				Equity in plant assets (Statement 5)			
						132,930	119,888
						\$265,042	\$225,552


D. Hudson
Chairman, Board of Governors


P. S. Boyle, C.A.
Vice President,
Financial Services

S I M O N F R A S E R U N I V E R S I T Y

Schedule 6

SCHEDULE OF GENERAL OPERATING FUND - NON-ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

	Salaries	Employee Benefits	Books and Periodicals	Student Awards	Utilities	Contract Services	Professional Fees	Other Expenses	Internal Cost Allocations	External Cost Recoveries	Totals
	\$ 3,312	\$ 422	\$ 2,021	\$ -	\$ 28	\$ -	\$ 7	\$ 569	\$ 85	\$ (266)	1989 1988
LIBRARY											\$ 6,178 \$ 5,988
STUDENT SERVICES											
Director's Office	144	17	-	-	4	-	2	77	1	-	245 221
Academic Advice Centre	198	22	-	-	4	-	6	18	1	-	249 219
Athletics and Recreation	1,113	114	-	-	16	-	35	715	2	(74)	1,921 1,603
Counselling Services	309	36	-	-	5	-	-	23	-	-	373 321
Financial Aid Office	355	76	-	3,081	5	-	-	-	95	-	3,644 3,632
Health Services	671	85	-	-	7	-	4	46	-	(631)	182 189
Other Services	-	-	-	-	-	-	-	-	-	-	- -
	2,790	350	-	3,081	41	-	47	911	99	(705)	6,614 6,185
PLANT AND MAINTENANCE	2,654	375	-	-	1,221	1,550	95	1,505	34	(632)	6,802 6,543
COMPUTING SERVICES	2,801	359	-	-	113	-	31	2,298	(5,332)	(377)	(1107) (138)
ADMINISTRATION AND GENERAL											
Analytical Studies	152	19	-	-	2	-	2	24	11	-	210 207
Ancillary Services	629	99	-	-	7	-	1	(461)	4	-	279 117
Development Office	700	72	-	-	14	-	24	323	165	-	1,298 1,285
Finance	1,483	175	-	-	16	-	18	143	486	-	2,321 2,192
General University	-	-	-	-	-	-	379	622	(903)	(43)	55 422
Personnel/Employee Relations	618	76	-	-	7	-	10	102	8	-	821 793
President's Office	285	34	-	-	4	-	5	148	1	(3)	474 427
Registrar's Office	1,359	182	-	-	24	-	5	506	805	-	2,881 2,508
Systems Development	3	-	-	-	1	-	107	240	603	-	954 1,811
University Archives	97	12	-	-	1	-	-	12	3	-	125 121
Media/Public Relations	210	25	-	-	2	-	9	125	1	-	372 360
Vice President Academic	526	60	-	-	10	-	50	212	2	(8)	852 761
Executive Director,											
Administrative Services	88	10	-	-	1	-	4	21	-	-	124 108
Vice President SFU at											
Harbour Centre	193	23	-	-	3	-	8	64	1	-	292 252
Vice President Research and											
Information Systems	192	26	-	-	3	-	79	111	1	-	412 345
	6,535	813	-	-	95	-	701	2,192	1,188	(54)	11,470 11,709
TOTALS	\$18,092	\$ 2,319	\$ 2,021	\$ 3,081	\$ 1,498	\$ 1,550	\$ 881	\$ 7,475	\$ (3,926)	\$ (2,034)	\$30,957 \$30,287

Prepared without audit

S I M O N F R A S E R U N I V E R S I T Y

Statement 2

STATEMENTS OF CHANGES IN RESERVES AND APPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

RESERVES (NOTE 5)

Group insurance	\$ 946	\$ -	\$ 95	\$ 1,041
Retirement benefits	3,898	279	111	4,009
Lease commitment	<u>13,737</u>	<u>-</u>	<u>599</u>	<u>14,336</u>
TOTALS	<u>\$18,581</u>	<u>\$ 279</u>	<u>\$ 805</u>	<u>\$19,386</u>

APPROPRIATIONS

GENERAL OPERATING FUND

Provisions:	\$ 908	\$ 908	\$ 1,145	\$ 1,145
Annualized costs	2,539	2,539	1,499	1,499
Non-recurring expenditures	752	752	891	891
Research grants carryover	100	-	-	100
Self insurance and appraisal	380	379	564	565
Specific expenditures	751	149	156	758
Systems development	100	-	-	100
Contingencies	<u>1,128</u>	<u>771</u>	<u>1,045</u>	<u>1,402</u>
Other authorized allocations to following fiscal year	6,658	5,498	5,300	6,460

ANCILLARY ENTERPRISES FUND

Provision for equipment replacement and capital improvements	430	231	196	395
--	-----	-----	-----	-----

CAPITAL FUND

Provision for authorized projects (Note 10)	<u>1,578</u>	<u>1,578</u>	<u>664</u>	<u>664</u>
TOTALS	<u>\$ 8,666</u>	<u>\$ 7,307</u>	<u>\$ 6,160</u>	<u>\$ 7,519</u>

S I M O N F R A S E R U N I V E R S I T Y
SCHEDULE OF GENERAL OPERATING FUND - ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

Schedule 5

	Salaries				Other	Employee		Equipment, Rentals and Alterations	Other Expenses	Internal Cost Allocations		Totals	
	Academic	Instructional & Research	Other	Total		Benefits	Total					1989	1988
FACULTY OF ARTS													
General faculty	\$ 191	\$ 40	\$ 78	\$ 309	\$ 46	\$ 93	\$ 101	\$ 12	\$ 2	\$ 470	\$ 458		
Archaeology	488	59	168	715	163	163	2	58	3	871	862		
Centre for the Arts	1,071	105	173	1,349	163	163	42	196	1	1,751	1,647		
Criminology	1,070	128	129	1,327	172	172	4	80	30	1,613	1,503		
Economics	1,548	418	146	2,112	235	235	11	91	91	2,540	2,425		
English	1,929	270	139	2,338	281	281	14	82	15	2,730	2,501		
Geography	1,019	140	191	1,350	165	165	5	74	31	1,625	1,619		
History	1,421	142	102	1,665	209	209	7	102	7	1,990	1,762		
Interdisciplinary Studies	338	-	37	375	43	43	-	8	-	426	244		
Languages, Literature & Linguistics	1,202	194	217	1,613	190	190	20	63	7	1,893	1,862		
Philosophy	663	101	57	821	104	104	3	26	-	954	878		
Political Science	756	112	69	937	110	110	5	44	5	1,101	999		
Psychology	1,627	558	318	2,503	283	283	38	132	94	3,050	2,821		
Sociology and Anthropology	950	85	85	1,120	135	135	4	39	10	1,308	1,186		
Other Studies	345	37	23	405	39	39	2	28	3	477	362		
	14,618	2,389	1,932	18,939	2,268	2,268	258	1,035	299	22,799	21,129		
FACULTY OF APPLIED SCIENCE													
General faculty	47	0	5	52	19	19	7	11	-	89	107		
Communication Studies	755	183	117	1,055	125	125	27	59	23	1,289	1,191		
Computing Science	1,371	276	302	1,949	229	229	46	199	164	2,587	2,607		
Engineering Science	811	51	474	1,336	166	166	105	252	75	1,934	1,862		
Kinesiology	966	203	208	1,377	172	172	39	122	70	1,780	1,658		
Natural Resources Management	295	39	51	385	45	45	8	47	17	502	422		
	4,245	752	1,157	6,154	756	756	232	690	349	8,181	7,847		
	2,272	455	287	3,014	366	366	32	295	110	3,817	3,757		
	3,244	252	649	4,145	454	454	76	581	101	5,357	5,045		
FACULTY OF BUSINESS ADMINISTRATION													
	7,246	1,252	2,181	10,679	1,298	1,298	231	1,224	2,105	15,537	14,415		
FACULTY OF EDUCATION													
	85	20	118	223	25	25	34	8	1	291	307		
FACULTY OF SCIENCE													
General faculty	1,848	334	650	2,832	346	346	20	485	56	3,739	3,646		
Biological Sciences	1,697	281	398	2,376	295	295	37	283	753	3,744	3,500		
Chemistry	2,177	424	164	2,765	323	323	21	131	94	3,334	3,169		
Mathematics and Statistics	1,439	193	271	1,903	229	229	102	177	1,201	3,612	3,045		
Physics	-	-	580	580	80	80	17	2	-	679	610		
Science Workshops	-	-	-	-	-	-	-	138	-	138	138		
WCUMBS	7,246	1,252	2,181	10,679	1,298	1,298	231	1,224	2,105	15,537	14,415		
OTHER EXPENDITURES													
Animal Research Facility	-	4	68	72	9	9	9	16	-	106	88		
Continuing Studies	799	35	938	1,772	126	126	224	1,053	19	3,194	2,635		
Co-op Education	-	7	246	253	31	31	5	45	-	334	220		
Graduate Studies	81	223	61	365	32	32	8	61	1	467	385		
Instructional Media Centre	-	-	709	709	112	112	64	76	-	961	918		
	880	269	2,022	3,171	310	310	310	1,251	20	5,062	4,246		
TOTALS	\$32,505	\$ 5,369	\$ 8,228	\$46,102	\$ 5,452	\$ 5,452	\$ 1,139	\$ 5,076	\$ 2,984	\$60,753	\$56,439		

Prepared without audit

S I M O N F R A S E R U N I V E R S I T Y
STATEMENT OF CHANGES IN UNAPPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

Statement 3

	General Operating	Sponsored Research	Specific Purpose	Ancillary Enterprises	Capital	Totals 1989 (Note 10)	1988
REVENUES AND OTHER ADDITIONS							
Government grants and contracts	\$72,471	\$ 1,317	\$ 6,883	\$ -	\$10,817	\$ 91,488	\$ 83,597
Province of British Columbia	-	8,380	4,225	-	-	12,605	10,816
Government of Canada	-	99	1,116	-	-	1,215	43
Other governments	16,203	-	1,243	-	-	17,446	16,004
Student fees -credit courses	1,070	-	7	-	-	1,077	939
-non-credit courses	849	-	-	-	-	849	679
-other	122	841	1,010	-	1,480	3,483	15,395
Gifts, grants and contracts	-	-	-	5,795	-	5,795	5,376
Sale of goods and services	1,659	-	2,883	57	452	5,091	3,130
Investment income	456	-	541	-	28	1,025	1,016
Miscellaneous income	-	-	-	-	20,175	20,175	4,793
Authorized capital borrowings	-	-	-	-	996	996	748
Interest earned on sinking fund	-	-	-	-	-	-	-
	92,830	10,637	17,908	5,852	33,948	161,175	142,536
EXPENDITURES AND OTHER DEDUCTIONS							
Salaries-academic	32,505	555	1,241	-	-	34,301	31,568
-other instruction and research	5,369	5,203	1,260	-	-	11,832	10,890
-support staff	26,320	-	3,407	641	-	30,368	27,293
Total salaries	64,194	5,758	5,908	641	-	76,501	69,751
Employee benefits	7,771	297	686	75	-	8,829	7,883
Travel and personnel costs	2,471	1,000	1,541	29	-	5,041	4,067
Operating supplies and expenses	7,366	1,212	1,725	340	-	10,643	9,639
Equipment and furnishings	1,040	1,169	1,079	77	4,035	7,400	7,539
Equipment and facility rentals	1,676	144	402	5	-	2,227	1,748
Library acquisitions	2,021	-	4	-	-	2,025	2,089
Utilities	1,894	7	58	253	-	2,212	2,212
Scholarships, fellowships and bursaries	3,081	-	856	2	-	3,939	3,916
Contract services	1,550	-	14	181	-	1,745	1,746
Professional fees	1,210	248	613	3	-	2,074	1,907
Renovations and alterations	426	2	56	366	118	968	814
Debt servicing - interest	-	-	-	626	7,148	7,774	6,944
- principal	-	-	-	111	4,205	4,316	2,105
Cost of goods sold	-	-	-	3,077	-	3,077	2,854
Capital acquisitions	-	-	-	-	22,040	22,040	3,870
Internal cost allocations	(942)	213	723	6	-	-	-
External cost recoveries	(2,048)	-	(280)	(26)	-	(2,354)	(2,248)
	91,710	10,050	13,385	5,766	37,546	159,457	126,836
NET INCREASE (DECREASE) DURING YEAR	1,120	587	4,523	86	(3,598)	2,748	15,700
FUND BALANCES AT BEGINNING OF YEAR (NOTE 10)	141	2,545	4,545	140	1,767	9,138	6,586
TRANSFERS AND APPROPRIATIONS							
Interfund transfers (Note 8)	(1,360)	41	(1,343)	4	2,658	-	-
Transfer to non expendable funds (Note 9)	-	-	(403)	-	-	(403)	(329)
Reserves transfers (Statement 2)	-	-	(805)	-	-	(805)	(13,695)
Change in appropriations (Statement 2)	198	-	-	35	914	1,147	876
	(1,162)	41	(2,551)	39	3,572	(61)	(13,148)
FUND BALANCES AT END OF YEAR	\$ 99	\$ 3,173	\$ 6,517	\$ 265	\$ 1,741	\$ 30,795	\$ 9,138

S I M O N F R A S E R U N I V E R S I T Y
SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES
For the Year Ended March 31, 1989
(thousands of dollars)

Schedule 4

EXPENDITURES

	Academic (Schedule 5)	Library and Awards	Student Services	Plant and Maintenance	Computing Administration Services and General	Totals
						19891988
Salaries						
Academic ranks	\$32,505	\$ -	\$ -	\$ -	\$ -	\$32,505\$29,970
Other instruction and research	5,369	-	-	-	-	5,3695,142
Other support staff	8,228	3,312	2,790	2,654	2,801	26,32024,300
Total salaries	46,102	3,312	2,790	2,654	2,801	64,19459,412
Employee benefits	5,452	422	350	375	359	7,0716,861
Travel and personnel costs	1,479	9	369	37	60	2,4712,161
Operating supplies and expenses	2,970	439	429	1,242	1,102	7,3666,855
Equipment and furnishings	449	17	26	96	191	1,0401,928
Equipment and facility rentals	499	88	31	13	875	1,6761,661
Library acquisitions	-	2,021	-	-	-	2,0212,064
Utilities	396	28	41	1,221	113	1,8941,912
Scholarships, fellowships, and bursaries	-	-	3,081	-	-	3,0813,108
Contract services	-	-	-	1,550	-	1,5501,555
Professional fees	329	7	47	95	31	1,2101,460
Renovations and alterations	107	16	56	117	70	426407
Internal cost allocations	2,984	85	99	34	(5,332)	(942)(633)
External cost recoveries	(14)	(266)	(705)	(632)	(377)	(2,043)(2,025)
TOTALS	\$60,753	\$ 6,178	\$ 6,614	\$ 6,802	\$ (107)	\$91,710\$86,726

Prepared without audit

S I M O N F R A S E R U N I V E R S I T Y

Statement 4

STATEMENT OF CHANGES IN NON-EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

	Endowment	Student Loan	Totals 1989 1988 (Note 10)
GIFTS, GRANTS AND BEQUESTS	\$ 1,795	\$ -	\$ 1,795
TRANSFER FROM UNAPPROPRIATED EXPENDABLE FUNDS	403	-	403
Increase during the year	2,198	-	2,198
FUND BALANCES AT BEGINNING OF YEAR (NOTE 10)	7,868	83	7,951
FUND BALANCES AT END OF YEAR	\$10,066	\$ 83	\$10,149

S I M O N F R A S E R U N I V E R S I T Y

Schedule 3

SCHEDULE OF CHANGES IN ANCILLARY ENTERPRISES FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

	Bookstore	Residences	Totals
REVENUES			
Sale of goods and services	\$ 3,886	\$ 1,909	\$ 5,795
Investment income	7	50	57
	<u>3,893</u>	<u>1,959</u>	<u>5,852</u>
EXPENDITURES AND OTHER DEDUCTIONS			
Salaries-other support staff	401	240	641
Employee benefits	51	24	75
Travel and personnel costs	11	18	29
Operating supplies and expenses	82	258	340
Equipment and furnishings	63	14	77
Equipment and facility rentals	5	-	5
Utilities	14	239	253
Scholarships and bursaries	2	-	2
Contract services	17	164	181
Professional fees	3	-	3
Renovations and alterations	13	353	366
Debt servicing - interest	74	552	626
- principal	-	111	111
Cost of goods sold	3,077	-	3,077
Internal cost allocation	6	-	6
External cost recoveries	-	(26)	(26)
	<u>3,819</u>	<u>1,947</u>	<u>5,766</u>
NET INCREASE DURING YEAR	74	12	86
FUND BALANCES AT BEGINNING OF YEAR	50	90	140
TRANSFERS AND APPROPRIATIONS			
Interfund transfers	-	4	4
Change in appropriations	-	35	35
	-	39	39
FUND BALANCES AT END OF YEAR	\$ 124	\$ 141	\$ 265

S I M O N F R A S E R U N I V E R S I T Y

Statement 5

STATEMENT OF CHANGES IN EQUITY IN PLANT ASSETS
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

	1989	1988
EQUITY INCREASED BY		
Additions to plant assets		
Capitalized acquisitions		\$ 3,870
-Capital Fund	\$ 22,040	
Equipment expensed when acquired		
-General Operating Fund	1,040	1,928
-Sponsored Research Fund	1,169	994
-Specific Purpose Fund	1,079	952
-Ancillary Enterprises Fund	77	30
-Capital Fund	4,035	3,635
Library acquisitions expensed when acquired		
-General Operating Fund	2,021	2,064
-Specific Purpose Fund	4	25
	31,465	13,498
Repayment of capital borrowings	3,320	1,357
Interest earned on sinking fund	996	748
	35,781	15,603
EQUITY DECREASED BY		
Authorized capital borrowings	20,175	4,793
Equipment written off	2,519	1,928
Library dispositions	45	53
	22,739	6,774
Net increase during year	13,042	8,829
BALANCE AT BEGINNING OF YEAR	119,888	111,059
BALANCE AT END OF YEAR	\$132,930	\$119,888

S I M O N F R A S E R U N I V E R S I T Y

Schedule 2

SCHEDULE OF CHANGES IN SPECIFIC PURPOSE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

	Scholarships and Bursaries	Other Grants & Programs	Totals
	1989	1988	(Note 10)
REVENUES AND OTHER ADDITIONS			
Government grants and contracts			
Province of British Columbia	\$ 224	\$ 6,659	\$ 6,883
Government of Canada	37	4,188	4,225
Other governments	33	1,083	1,116
Student fees - credit courses	-	1,243	1,243
Gifts, grants and bequests	-	7	7
Investment income	315	695	1,010
Miscellaneous income	1,008	1,875	2,883
	-	541	541
	1,617	16,291	17,908
EXPENDITURES AND OTHER DEDUCTIONS			
Salaries-Academic ranks	-	1,241	1,241
-other instruction and research	-	1,260	1,260
-other support staff	-	3,407	3,407
Total salaries	-	5,908	5,908
Employee benefits	-	686	686
Travel and personnel costs	-	1,541	1,541
Operating supplies and expenses	-	1,725	1,725
Equipment and furnishings	-	1,079	1,079
Equipment and facility rentals	-	402	402
Library acquisitions	-	4	4
Utilities	-	58	58
Scholarships,fellowships, and bursaries	788	68	856
Contract services	-	14	14
Professional fees	-	613	613
Renovations and alterations	-	56	56
Internal cost allocations	-	723	723
External cost recoveries	-	(280)	(280)
	788	12,597	13,385
NET INCREASE DURING YEAR	829	3,694	4,523
FUND BALANCE AT BEGINNING OF YEAR (Note 10)	1,033	3,512	4,545
TRANSFERS AND APPROPRIATIONS			
Interfund transfers (Note 8)	(554)	(789)	(1,343)
Transfer to non expendable funds (Note 9)	(326)	(77)	(403)
Group insurance reserve transfer (Statement 2)	-	(95)	(95)
Retirement benefits reserve transfer (Statement 2)	-	(111)	(111)
Lease commitment reserve transfer (Statement 2)	-	(599)	(599)
	(880)	(1,671)	(2,551)
FUND BALANCES AT END OF YEAR	\$ 982	\$ 5,535	\$ 6,517

S I M O N F R A S E R U N I V E R S I T Y

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 1989

1) SIGNIFICANT ACCOUNTING POLICIES

a) General

These financial statements have been prepared with reference to accounting principles described in the "Guide to Accounting Principles, Practices and Standards of Disclosure for Universities and Colleges of Canada", published by the Canadian Association of University Business Officers (CAUBO).

b) Fund Accounting

Fund accounting procedures are employed in order to recognize restrictions placed on the use of resources by donors, funding agencies, or the Board of Governors. Separate accounts are maintained for each fund to facilitate observance of these restrictions. For financial reporting purposes, the Balance Sheet combines the assets and liabilities of all funds.

Funds are classified as expendable or non-expendable. Expendable funds may be expended within applicable restrictions. Non-expendable funds are held to generate investment income or to provide loans to students.

Expendable funds:

- General Operating
Funds received for general operations of the University under the direction of the Board of Governors.
- Sponsored Research
Funds received for the support of research activities in the form of restricted grants, contracts and gifts.
- Specific Purpose
Funds received for the support of specified projects and programs which may be restricted by external agencies or by the Board of Governors.

S I M O N F R A S E R U N I V E R S I T Y
CHANGES IN GENERAL OPERATING, SPONSORED RESEARCH AND CAPITAL FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1989
(thousands of dollars)

Schedule 1

	General Operating		Sponsored Research		Capital	
	1989	1988	1989	1988	1989	1988 (Note 10)
REVENUES AND OTHER ADDITIONS						
Government grants and contracts	\$72,471	\$69,092	\$ 1,317	\$ 1,036	\$10,817	\$ 8,062
Province of British Columbia	-	-	8,330	7,674	-	-
Government of Canada	-	-	99	3	-	-
Other governments	16,203	14,937	-	-	-	-
Student fees -credit courses	3,070	910	-	-	-	-
-non-credit courses	849	679	-	-	-	-
-other	122	40	841	550	1,480	341
Gifts, grants and contracts	1,659	1,367	-	-	452	287
Investment income	456	487	-	-	28	41
Miscellaneous income	-	-	-	-	20,175	4,793
Authorized capital borrowings	-	-	-	-	993	748
Interest earned on sinking fund	-	-	-	-	-	-
	92,830	87,512	10,637	9,263	33,948	14,272
EXPENDITURES AND OTHER DEDUCTIONS						
Salaries-academic	32,505	29,970	555	626	-	-
-other instruction and research	5,369	5,142	5,203	4,842	-	-
-other support staff	26,320	24,300	-	-	-	-
Total salaries	64,194	59,412	5,758	5,468	-	-
Employee benefits	7,771	6,861	297	291	-	-
Travel and personnel costs	2,471	2,161	1,000	793	-	-
Operating supplies and expenses	7,366	6,855	1,212	1,200	-	-
Equipment and furnishings	1,040	1,928	1,169	994	4,035	3,635
Equipment and facility rentals	1,676	1,661	144	19	-	-
Library acquisitions	2,021	2,064	-	-	-	-
Utilities	1,894	1,912	7	7	-	-
Scholarships,fellowships and bursaries	3,081	3,108	-	-	-	-
Contract services	1,550	1,555	248	111	-	-
Professional fees	1,210	1,460	2	21	-	-
Renovations and alterations	426	407	-	-	-	-
Debt servicing - interest	-	-	-	-	-	-
- principal	-	-	-	-	-	-
Capital acquisitions	-	-	-	-	118	151
Internal cost allocations	-	-	-	-	7,148	6,312
External cost recoveries	(942)	(633)	-	-	4,205	2,003
	(2,043)	(2,025)	213	126	22,040	3,870
	91,710	86,726	10,050	9,030	-	-
NET INCREASE (DECREASE) DURING YEAR	1,120	786	587	233	37,546	15,971
FUND BALANCES AT BEGINNING OF YEAR (Note 10)	141	145	2,545	2,259	(3,593)	(1,699)
TRANSFERS AND APPROPRIATIONS					1,767	2,035
Interfund transfers (Note 8)	(1,360)	(1,560)	41	53	2,658	1,204
Change in appropriations (Statement 2)	193	770	-	-	914	227
	(1,162)	(790)	41	53	3,572	1,431
FUND BALANCES AT END OF YEAR	\$ 99	\$ 141	\$ 3,173	\$ 2,545	\$ 1,741	\$ 1,767

- Ancillary Enterprises

Funds received from the operation of the residences and bookstore, which provide goods and services supplementary to the primary functions of teaching and research. These enterprises operate on a self-supporting basis.

- Capital

Funds received for the acquisition of capital assets, renovations, and repayment of long term debt.

Non-expendable funds

- Endowment

Funds received through gifts and grants, and some transfers of interest earnings from expendable funds, to be maintained as principal to generate income for defined purposes.

- Student Loan

A revolving fund from which short-term loans are made to students.

c) Accrual Accounting

The University follows the accrual basis of accounting. Revenue is recorded when receivable and expenditures are recorded when goods or services are received, except that pension payments resulting from early retirement agreements are expensed as payments are made to retired employees or as annuities are purchased on their behalf and no accrual is made for salaried employees' vacation pay..

d) Reserves

Reserves are established to provide funding for contractual obligations to external parties in subsequent fiscal years and are reduced when payments have been made.

e) Appropriations

Appropriations are established by the Board of Governors to provide for specific requirements in subsequent fiscal years and are released when the related expenditures have been made.

f) Investments

Investments are recorded at cost or, where donated, at fair market value. Gains and losses on sales of investments are recognized in the year of disposal and are included in investment income.

g) Inventories

Inventories of supplies are stated at cost. Inventories of merchandise held for resale are stated at the lower of cost and net realizable value.

6) Pension Plans

The University pension plan for academic staff generally provides benefits on a money purchase basis but includes an option to members who were in the plan on March 20, 1973 to choose benefits based on years of service and the average of the highest sixty consecutive months' salary. The latest actuarial valuation as at January 1, 1989 showed an actuarial liability of \$12,274,110 for the formula retirement benefit option and related assets on hand of \$11,846,884.

The University pension plan for administrative and union staff provides benefits based on years of service and the average of the highest sixty consecutive months' salary. The latest actuarial valuation as at January 1, 1989 showed an actuarial liability of \$29,831,828 and assets on hand of \$41,739,813. The surplus is being amortized in accordance with a Board of Governors resolution dated July 29, 1986 which outlines an amortization period of 25 years.

The assets and liabilities of the pension plans are not reflected in the financial statements.

7) Commitments - Capital Fund

Total commitments under contracts for capital projects amounted to \$4,181,000 as at March 31, 1989 (1988 - \$13,532,000).

8) Interfund Transfers

Transfers between funds during the year are summarized as follows (to/from): (thousands of dollars)

	Operating	Research	Specific Purpose	Ancillary Enterprises	Capital
	\$(1,637)	-	\$103	-	\$1,534
	259	\$41	(1,446)	-	1,146
	<u>18</u>	<u>-</u>	<u>-</u>	<u>\$4</u>	<u>(22)</u>
Net Transfer	\$(1,360)	\$41	\$(1,343)	\$4	\$2,658

9) Transfer to Non-Expendable Funds

The transfer of \$402,814 to the non-expendable endowment fund is comprised of transfers from programs (\$77,405) and capitalization of interest earnings (\$325,409).

10) Comparative Figures

- a. Certain figures for the prior year asset categories have been reclassified in order to reflect the presentation adopted for the current year.
- b. In the prior year, certain gifts designated for capital expenditures were recorded as revenues in the Specific Purpose and Endowment funds. In order to properly classify these gifts, the prior year figures have been adjusted, increasing Capital fund revenues by \$320,775 and decreasing Specific Purpose and Endowment funds revenues by \$10,183 and \$310,592 respectively.

h) Donations

i) Gifts-In-Kind

Goods and services donated to the University are valued at fair market value but are not recorded in the financial statements:

	<u>1989</u>	<u>1988</u>
	(thousands of dollars)	(thousands of dollars)
Equipment	\$127	\$66
Library	15	11
Works of Art	30	18
Total	<u>\$172</u>	<u>\$95</u>

ii) Pledges

Promises made by donors to the University for donations to be received in future years are estimated at \$6,566,000. (\$5,597,000 in 1988.) Pledges are not recorded in the financial statements.

i) Plant Assets

Plant assets expenditures for land and buildings, equipment, library acquisitions, roads and parking lots, and leasehold improvements in all funds are recorded at cost in the Statement of Changes in Unappropriated Expendable Fund Balances. They are also recorded as assets on the Balance Sheet, except that renovations under \$10,000 are not capitalized. Capital leases are not considered to be material and are not recorded as assets. The cost of library acquisitions does not include expenditures for cataloging and shelving.

The original cost is deleted from the asset and equity accounts as follows:

- Land and buildings are deleted upon disposal.
- equipment is deemed to have an average useful life of eight years and is written off in the ninth year.
- library holdings are reduced by estimated disposals and losses during the year.

Land granted or donated to the University is recorded at \$1 per grant or donation and land acquired by the University is recorded at its fair market value at the time of acquisition. The current fair market value of the land is estimated to be \$55,000,000.

b. Canada Mortgage and Housing Corporation

Maturity Date	Interest Rate	Balance Outstanding		Annual Payments (including interest) until maturity
		1989	1988	
		(thousands of dollars)		
Jan 1, 2017	5.375%	\$ 179	\$ 182	\$ 12
Jan 1, 2018	5.875	899	911	65
Jul 1, 2019	6.875	2,167	2,187	171
		<u>\$3,245</u>	<u>\$3,280</u>	<u>\$248</u>

The debentures are secured by a floating charge on the Madge Hogarth, Shell House, and Louis Riel student residences respectively. The residences are recorded on the balance sheet at a cost of \$6,142,000.

c. British Columbia School Districts Capital Financing Authority

Maturity Date	Interest Rate	Balance Outstanding		Annual Payments (including interest) until maturity
		1989	1988	
		(thousands of dollars)		
Dec 10, 1996	9.41%	\$3,564	\$3,637	\$415

The debenture is secured by a floating charge on the McTaggart Cowan student residence recorded on the balance sheet at a cost of \$4,057,000.

5) Reserves

a. Group Insurance

The reserve represents funds designated for potential requirements relating to self-insured group life and long-term disability plans. Current requirements are funded from the General Operating Fund on a cost of claim plus fee for services basis.

b. Retirement Benefits

This reserve provides for early retirement benefit obligations and pension benefit supplements.

c. Lease Commitment

The reserve provides for commitments entered into for the occupancy of the University's Harbour Centre facility which include lease payments, tenant loan payments and a contribution towards operating costs. Lease and tenant loan obligations include annual payments of \$1,140,000 which started in September 1988 increasing to \$1,648,440 over the term of the lease, and a termination payment of \$8,000,000 upon the expiry of the lease in December 2017 or a discounted equivalent of that amount at an earlier date. Funding for this reserve was recorded in Specific Purpose fund revenue in 1987-88.

j) Capital Transactions

Borrowings authorized by the Province of British Columbia for capital expenditures are shown under "Revenues and Other Additions" of the Capital Fund. Payments for plant assets, equipment and furnishings, library acquisitions, debt servicing and capital acquisitions are shown under "Expenditures and Other Deductions".

k) Equity in Plant Assets

The equity in plant assets is increased as resources are used to pay for plant assets or to repay borrowings incurred for asset acquisitions. It is reduced by disposal of plant assets and write-off of equipment and library holdings.

l) University Interests in WCUMBS and TRIUMF

i) The University is one of five university members of the Western Canadian Universities Marine Biological Society (WCUMBS) which operates a research station at Bamfield, British Columbia. The University's annual operating grant to the Society (1989 - \$137,961, 1988 - \$137,961) is recorded as an expenditure from the General Operating Fund. The accounts of WCUMBS are not included in these statements except that initial contributions in the amount of \$347,000 for capital acquisitions are recorded as plant assets on the Balance Sheet.

ii) The University is one of four parties to a joint venture agreement under which research is conducted by University faculty members at the Tri-Universities Meson Facility (TRIUMF) on the University of British Columbia campus and elsewhere. The facility and its operations are funded by federal government grants and the University makes no direct financial contribution. The accounts of TRIUMF are not included in these statements.

iii) There is no expectation of monetary gain to the University from either of these ventures.

2) Long-Term Investments

Long-term investments are comprised of the following:

	<u>1989</u>	<u>1988</u>
	(thousands	of dollars)
Vancouver Foundation	\$4,180	\$1,975
Other	2,993	354
	<u>\$7,173</u>	<u>\$2,329</u>

Market value of the investments at March 31, 1989 was \$7,544,174 (1988 \$2,655,000). Vancouver Foundation investments represent permanently endowed trust funds held by the Foundation on behalf of the University.

3) Loans Payable
Loans payable consist of:

	<u>1989</u>	<u>1988</u>
	(thousands of dollars)	(thousands of dollars)
Interim financing	\$18,987	\$5,682
Tenant loan	<u>2,635</u>	<u>1,211</u>
	\$21,622	\$6,893

The interim financing is for capital projects, as authorized by the provisions of the Educational Institution Capital Finance Act and the Financial Administration Act, and will be replaced by long-term debt. The tenant loan is for renovations to the University's Harbour Centre facility.

4) Long-Term Debt
Long-term debt consists of the following:

British Columbia Educational Institutions Capital Financing Authority
Less sinking fund

Canada Mortgage and Housing Corporation
British Columbia School Districts Capital Financing Authority

<u>1989</u>	<u>1988</u>
(thousands of dollars)	(thousands of dollars)
\$51,539	\$48,959
<u>12,272</u>	<u>10,020</u>
39,267	38,939
3,265	3,280
<u>3,564</u>	<u>3,637</u>
\$46,076	\$45,856

a. British Columbia Educational Institutions Capital Financing Authority
These debentures are issued to the British Columbia Educational Institutions Capital Financing Authority under the Educational Institution Capital Finance Act, bearing interest at rates from 9.00% to 16.53% and maturing from 1990 to 2008. Payments to the sinking fund, which is held by the Authority, are based on the discounted present values required to fund repayment of the debentures at maturity. The debentures can be recalled by the Authority upon notice of not less than five months. Sinking fund and interest payments are made with funds received from the Province of British Columbia for that purpose. Annual sinking fund and interest payments due within the next five years amount to \$7,624,000 during the fiscal year ending 1990, \$9,686,000 in 1991, \$7,163,000 in each of 1992 and 1993 and \$7,041,000 in 1994.