For Information

S.92-54

SIMON FRASER UNIVERSITY
FINANCIAL SERVICES
MEMORANDUM

To:	R. Heath Registrar Registrar's Office	From:	Denis Berube Director Accounting Services
Subject:	Financial Statements	Date:	August 20, 1992

I am pleased to enclose a copy of the audited financial statements for Simon Fraser University for the year ended March 31, 1992. Should you have any questions, please do not hesitate to contact us.

/dps
enc.

SIMON FRASER UNIVERSITY

NOUS SOMMES PRETS

FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1992

SIMON FRASER UNIVERSITY
BRITISH COLUMBIA EDUCATIONAL INSTITUTIONS CAPITAL FINANCING AUTHORITY DEBENTURES
AS AT MARCH 31, 1992
(thousands of dollars)

Maturity Date	Interest Rate (%)	Face Value	Sinking Fund Balance	Balance Outstanding 1992	Balance Outstanding 1991	Annual Payments
Apr. 8, 1993	9.10	$ 280	$ 218	$ 62	$ 115	$ 57
Jul. 6, 1994	9.75	2,639	1,049	1,590	2,148	707
Jul. 6, 1994	9.75	1,025	398	627	834	275
Jul. 6, 1994	9.75	2,260	167	2,093	2,260	376
Jun. 9, 1998	9.41	2,000	1,390	610	777	237
Oct. 9, 1998	10.00	553	-	553	-	94
Jan. 10, 1999	9.82	2,000	1,346	654	858	245
Mar. 9, 1999	10.16	3,700	2,411	1,289	1,687	466
Apr. 10, 1999	10.26	800	511	289	359	102
Nov. 9, 1999	10.68	3,700	2,207	1,493	1,894	485
Mar. 10, 2000	12.74	2,000	1,123	877	1,032	304
Aug. 16, 2000	11.25	4,250	311	3,939	4,250	771
Aug. 16, 2000	11.25	3,538	82	3,456	3,538	475
Sep. 10, 2000	12.55	2,100	1,139	961	1,173	315
Mar. 10, 2001	13.13	210	103	107	123	33
Apr. 10, 2001	13.66	2,500	970	1,530	1,680	396
May 8, 2001	13.69	2,280	912	1,368	1,538	362
Jul. 10, 2001	14.81	1,880	729	1,151	1,280	320
Oct. 9, 2001	17.00	1,000	373	627	688	192
Jan. 2, 2002	9.00	5,160	-	5,160	-	577
Mar. 10, 2002	16.10	1,756	620	1,136	1,225	321
May 10, 2002	15.25	1,980	703	1,277	1,425	345
Jun. 10, 2002	14.96	1,000	340	660	723	171
Aug. 10, 2002	16.53	1,400	461	939	1,020	262
Oct. 8, 2002	14.16	2,000	641	1,359	1,462	327
Nov. 10, 2002	13.43	1,607	515	1,092	1,180	251
Dec. 10, 2002	12.01	1,000	318	682	736	142
Apr. 5, 2003	11.59	2,000	597	1,403	1,529	275
May 2, 2003	11.53	2,545	720	1,825	1,953	349
Aug. 2, 2003	11.51	1,000	276	724	772	137
Dec. 1, 2003	11.79	1,000	266	734	780	140
Mar. 1, 2004	12.13	2,099	547	1,552	1,651	300
Apr. 2, 2004	12.60	1,000	235	765	809	148
Oct. 10, 2006	9.36	387	55	332	345	45
Apr. 8, 2008	9.62	700	57	643	664	83
May 10, 2008	10.07	290	23	267	275	36
Jun. 10, 2008	10.31	1,590	126	1,464	1,509	199
Apr. 10, 2009	10.31	5,750	292	5,458	5,609	718
May 10, 2009	10.17	6,150	323	5,827	6,000	760
Jul. 10, 2009	9.61	1,000	49	951	976	118
Aug. 10, 2009	9.41	1,337	65	1,272	1,305	155
Nov. 10, 2009	9.62	2,400	114	2,286	2,345	283
Mar. 9, 2010	9.78	1,000	46	954	978	120
Apr. 10, 2010	10.36	1,028	25	1,003	1,028	129
May 10, 2010	10.81	974	23	951	974	127
Jun. 8, 2010	11.33	275	6	269	275	37
Jul. 10, 2010	10.47	696	16	680	696	88
Aug. 10, 2010	10.46	1,148	27	1,121	1,148	145
Feb. 21, 2011	10.75	1,215	27	1,188	1,215	92
Apr. 10, 2011	10.01	2,750	-	2,750	-	335
May 10, 2011	9.81	2,275	-	2,275	-	273
Jun. 10, 2011	9.86	1,850	-	1,850	-	223
Jul. 10, 2011	10.04	900	-	900	-	110
Jan. 9, 2012	9.50	3,913	-	3,913	-	457
		$ 101,890	$ 22,952	$ 78,938	$ 66,841	$ 14,490

(See Note 4a)

Prepared without audit

SIMON FRASER UNIVERSITY

FINANCIAL STATEMENTS

MARCH 31, 1992

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Schedule 7

SIMON FRASER UNIVERSITY
SCHEDULE OF ACADEMIC EXPENDITURES - ALL FUNDS
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	General Operating	Sponsored Research	Specific Purpose	Capital	Totals 1992	Totals 1991
FACULTY OF ARTS						
General faculty	$ 461	$ 54	$ 197	$ 350	$ 1,062	$ 803
Archaeology	1,281	237	17	4	1,539	1,459
Contemporary Arts	2,920	15	250	33	3,218	2,963
Criminology	2,326	443	302	11	3,082	2,488
Economics	3,970	125	220	12	4,327	3,684
English	3,884	229	2	4	4,119	3,678
French	1,246	13	-	10	1,269	-
Geography	2,356	196	12	12	2,576	2,329
Gerontology	165	260	167	4	596	785
History	2,833	149	37	4	3,023	2,737
Interdisciplinary Studies	580	-	-	2	582	604
Linguistics	1,075	140	-	7	1,222	2,879
Philosophy	1,343	16	1	3	1,363	1,170
Political Science	2,062	55	4	7	2,128	1,956
Psychology	4,592	634	27	74	5,327	4,365
Sociology and Anthropology	2,006	18	1	6	2,031	1,759
Spanish and Latin American Studies	803	4	6	6	819	-
Other Studies	692	8	91	12	803	612
	34,595	2,596	1,334	561	39,086	34,271
FACULTY OF APPLIED SCIENCE						
General faculty	128	-	-	22	150	18
Communication Studies	2,201	153	682	90	3,126	3,006
Computing Science	5,225	1,075	102	197	6,599	5,118
Engineering Science	2,618	1,213	84	193	4,108	4,305
Kinesiology	2,516	700	90	252	3,558	3,240
Natural Resources Management	1,006	321	105	81	1,513	1,223
Centre for Policy Research on Science and Technology	-	244	-	-	244	-
Centre for Systems Science	-	751	87	-	838	1,945
	13,694	4,457	1,150	835	20,136	18,855
FACULTY OF BUSINESS ADMINISTRATION	6,471	176	244	217	7,108	6,282
FACULTY OF EDUCATION	8,003	507	3,426	99	12,035	10,927
FACULTY OF SCIENCE						
General faculty	551	119	14	27	711	416
Biological Sciences	5,947	2,814	83	297	9,141	8,118
Chemistry	4,452	2,247	58	303	7,060	6,352
Mathematics and Statistics	4,598	573	8	64	5,243	4,781
Physics	3,607	2,488	10	190	6,295	5,698
Science Workshops	844	-	-	75	919	841
Western Canadian Universities Marine Biological Society	154	-	-	-	154	150
	20,153	8,241	173	956	29,523	26,356
OTHER EXPENDITURES						
Animal Care Facility	140	5	-	53	198	140
Continuing Studies	6,721	23	2,310	18	9,072	9,124
Co-op Education	559	-	894	5	1,458	1,156
Graduate Studies	387	130	39	4	560	470
Instructional Media Centre	1,285	-	109	160	1,554	1,151
International Programs	-	-	4,450	-	4,450	3,976
Library	-	6	-	-	6	42
	9,092	164	7,802	240	17,298	16,059
TOTAL ACADEMIC EXPENDITURES	$ 92,008	$ 16,141	$ 14,129	$ 2,908	$ 125,186	$ 112,750

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND - NON-ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	Salaries	Employee Benefits	Professional Fees	Other Expenses	Internal Cost Allocations	External Cost Recoveries	Totals 1992	Totals 1991
LIBRARY								
General Operations	$ 4,612	$ 660	$ 26	$ 996	$ 47	$ (379)	$ 5,962	$ 5,049
Library Acquisitions	-	-	-	2,789	-	-	2,789	2,569
	4,612	660	26	3,785	47	(379)	8,751	7,618
STUDENT SERVICES AND AWARDS								
Director's Office	217	31	-	101	(3)	-	346	277
Academic Advice Centre	286	41	6	25	-	-	358	316
Athletics and Recreation	1,494	214	45	877	-	(117)	2,513	2,220
Counselling Services	525	75	1	92	-	-	693	514
Financial Aid - General Office	456	65	-	75	1	-	597	562
- Student Awards	-	-	-	4,460	-	-	4,460	4,193
Health Services	885	126	2	75	-	(806)	282	251
	3,863	552	54	5,705	(2)	(923)	9,249	8,333
PLANT AND MAINTENANCE								
General Operations	3,296	478	48	2,328	(7)	-	6,143	5,959
Contract Services	-	-	-	1,435	-	-	1,435	1,358
Utilities	-	-	-	1,107	-	-	1,107	1,217
	3,296	478	48	4,870	(7)	-	8,685	8,534
COMPUTING SERVICES	3,297	469	-	2,652	(736)	(197)	5,485	6,389
ADMINISTRATION AND GENERAL								
Analytical Studies	188	27	-	21	9	-	245	229
Development Office	910	131	26	569	2	-	1,638	1,522
Financial Services	2,185	317	64	248	107	-	2,921	2,253
General University	(88)	(154)	299	535	(718)	(42)	(168)	15
Personnel/Employee Relations	833	118	84	160	1	-	1,196	1,067
President's Office	407	59	-	207	-	-	673	648
Printing and Duplicating	495	84	-	(486)	-	-	93	(43)
Purchasing	236	34	-	22	-	-	292	263
Registrar's Office	2,011	288	2	706	24	-	3,031	2,567
Systems Development	251	37	298	388	18	-	992	1,273
Traffic and Security	488	70	4	861	-	(1,409)	14	376
University Archives	116	17	-	41	1	-	175	153
Media/Public Relations	271	39	5	130	-	-	445	579
Vice President Academic	717	105	12	209	(62)	-	981	911
Vice President Administrative Services	102	15	27	33	-	-	177	163
Vice President SFU at Harbour Centre	224	32	-	62	-	-	318	343
Vice President Research	349	52	69	136	-	-	606	476
	9,695	1,271	890	3,842	(618)	(1,451)	13,629	12,795
TOTALS	$ 24,763	$ 3,430	$ 1,018	$ 20,854	$ (1,316)	$ (2,950)	$ 45,799	$ 43,669

Prepared without audit

STATEMENT OF MANAGEMENT RESPONSIBILITY

The University is responsible for the preparation of the financial statements and has prepared them with reference to 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. They are in compliance with generally accepted accounting principles. The financial statements present fairly the financial position of the University as at March 31, 1992 and the results of its operations and the changes in its fund balances for the year then ended.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, the University has developed and maintains a system of internal control designed to provide reasonable assurance that University assets are safeguarded from loss and that the accounting records are a reliable basis for the preparation of financial statements.

The Board of Governors carries out its responsibility for review of the financial statements principally through its Audit Committee. The majority of the members of the Audit Committee are not officers or employees of the University. The Audit Committee meets with Management and the external auditors to discuss the results of audit examinations and financial reporting matters. The external auditors have full access to the Audit Committee, with and without the presence of Management.

The financial statements for the year ended March 31, 1992 have been reported on by the Auditor General of the Province of British Columbia, the auditor appointed under the University Act. The Auditor's Report outlines the scope of his examination and provides his opinion on the fairness of presentation of the information in the financial statements.

Wm. G. Saywell
President

R. W. Ward
Vice-President
Financial Services

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SIMON FRASER UNIVERSITY

REPORT OF THE VICE-PRESIDENT, FINANCIAL SERVICES
1991/92

The audited financial statement of Simon Fraser University is a public document which is circulated internally including the university library and is available to the general public. The purpose of this report is to provide a brief description of the type of activity that takes place in each fund and to highlight some financial comparisons with prior years.

Statement 3 of the financial statements indicates the sources of funding and areas of expenditures in five of the six separate funds of SFU for 1991/92. The Endowment Principal Fund is shown on statement 4. The concept of fund accounting organizes transactions so that revenues and their related expenses are accounted for in separate funds in accordance with objectives specified by donors, limitations and restrictions imposed by sources outside the university and determinations made by the Board of Governors.

General Operating Fund

The main sources of revenue for this fund are the Provincial Government's operating grant and student fees. This fund covers the expenditures of the academic and associated services as well as the supporting areas of library, student services, plant and maintenance, computing services and general administration.

Operating revenue of $140 million for 1991/92 is an increase of $19.7 million over 1990/91. This large increase reflects increases in Provincial grants and student tuition revenue due to rate and volume increases and the transfer of Distance Education and Fund for Excellence in Education programs from the Specific Purpose Fund to the General Operating Fund. These programs were previously funded by government as designated programs but are now included in the University's base Operating Grant. The transfer of these programs is also reflected in the increase in operating expenses of $15.4 million to $137.8 million in 1991/92. The $15.4 million increase is comprised of an increase in salary and benefits of $14.1 million and operating supplies and expenses of $1.2 million.

The fund balance deficit of $1,792,000 at March 31, 1992 is due to the vacation pay accrual of $1,800,000 less an $8,000 unappropriated balance. The Canadian Institute of Chartered Accountants made changes in the generally accepted accounting principles applicable to non profit organizations. As a result of these changes we are required to accrue the costs for vacation pay for staff as it is earned instead of when it is paid.

Table 1 shows the sources of funding and a breakdown of the expenditures by function as well as a graph of the expenditures on a percentage basis over the last five years.

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND - ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

Schedule 5

	Salaries									Totals	
	Academic	Other Instructional & Research	Other	Total	Employee Benefits	Equipment, Rentals and Alterations	Other Expenses	Internal Cost Allocations	External Cost Recoveries	1992	1991
FACULTY OF ARTS											
General faculty	$ (172)	$ 18	$ 408	$ 254	$ 93	$ 14	$ 143	$ (43)	$ -	$ 461	$ 631
Archaeology	711	140	195	1,046	150	6	78	1	-	1,281	1,177
Contemporary Arts	1,579	272	363	2,214	323	96	304	-	(17)	2,920	2,595
Criminology	1,540	207	167	1,914	279	22	96	18	(3)	2,326	2,201
Economics	2,450	609	216	3,275	475	10	143	67	-	3,970	3,409
English	2,658	398	199	3,255	471	9	151	6	(8)	3,884	3,572
French	726	130	173	1,029	150	4	61	1	1	1,246	-
Geography	1,462	256	239	1,957	285	22	84	8	-	2,356	2,131
Gerontology	121	3	4	128	20	-	17	-	-	165	139
History	2,056	155	149	2,360	339	11	122	1	-	2,833	2,561
Interdisciplinary Studies	425	8	59	492	70	1	17	-	-	580	598
Linguistics	698	116	74	888	132	10	43	2	-	1,075	2,757
Philosophy	912	127	71	1,110	162	12	59	-	-	1,343	1,127
Political Science	1,418	194	115	1,727	254	2	75	4	-	2,062	1,774
Psychology	2,398	980	423	3,801	552	3	202	34	-	4,592	3,956
Sociology and Anthropology	1,425	126	109	1,660	242	7	94	3	-	2,006	1,691
Spanish and Latin American Studies	487	110	59	656	99	1	47	-	-	803	-
Other Studies	458	52	28	538	78	6	68	2	-	692	504
	21,352	3,901	3,051	28,304	4,174	236	1,804	104	(27)	34,595	30,823
FACULTY OF APPLIED SCIENCE											
General faculty	14	12	92	118	12	9	32	(43)	-	128	17
Communication Studies	1,247	342	202	1,791	264	21	122	3	-	2,201	2,060
Computing Science	2,156	799	846	3,801	516	399	458	51	-	5,225	3,975
Engineering Science	1,318	93	632	2,043	290	65	219	1	-	2,618	2,569
Kinesiology	1,185	478	320	1,983	292	49	175	17	-	2,516	2,299
Natural Resources Management	635	67	96	798	114	13	76	5	-	1,006	864
	6,555	1,791	2,188	10,534	1,488	556	1,082	34	-	13,694	11,784
FACULTY OF BUSINESS ADMINISTRATION	3,714	684	662	5,060	744	50	623	49	(55)	6,471	5,456
FACULTY OF EDUCATION	4,559	496	1,073	6,128	878	80	900	17	-	8,003	6,801
FACULTY OF SCIENCE											
General faculty	98	35	6	139	42	185	265	(74)	(6)	551	380
Biological Sciences	2,889	904	848	4,641	659	70	558	19	-	5,947	5,130
Chemistry	2,204	705	538	3,447	490	104	359	52	-	4,452	4,040
Mathematics and Statistics	2,777	832	224	3,833	555	29	167	23	(9)	4,598	4,129
Physics	1,937	415	420	2,772	388	91	246	110	-	3,607	3,219
Science Workshops	-	-	750	750	109	8	(23)	-	-	844	819
Western Canadian Universities Marine Biological Society	-	-	-	-	-	-	154	-	-	154	150
	9,905	2,891	2,786	15,582	2,243	487	1,726	130	(15)	20,153	17,867
OTHER EXPENDITURES											
Animal Care Facility	-	3	99	102	15	4	19	-	-	140	130
Continuing Studies	1,324	1,190	2,154	4,668	483	209	1,619	(108)	(150)	6,721	4,059
Co-op Education	-	10	419	429	62	6	62	-	-	559	408
Graduate Studies	99	9	99	207	36	6	137	1	-	387	325
Instructional Media Centre	-	-	893	893	128	94	170	-	-	1,285	1,131
	1,423	1,212	3,664	6,299	724	319	2,007	(107)	(150)	9,092	6,053
TOTALS	$ 47,508	$ 10,975	$ 13,424	$ 71,907	$ 10,251	$ 1,728	$ 8,142	$ 227	$ (247)	$ 92,008	$ 78,784

Prepared without audit

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

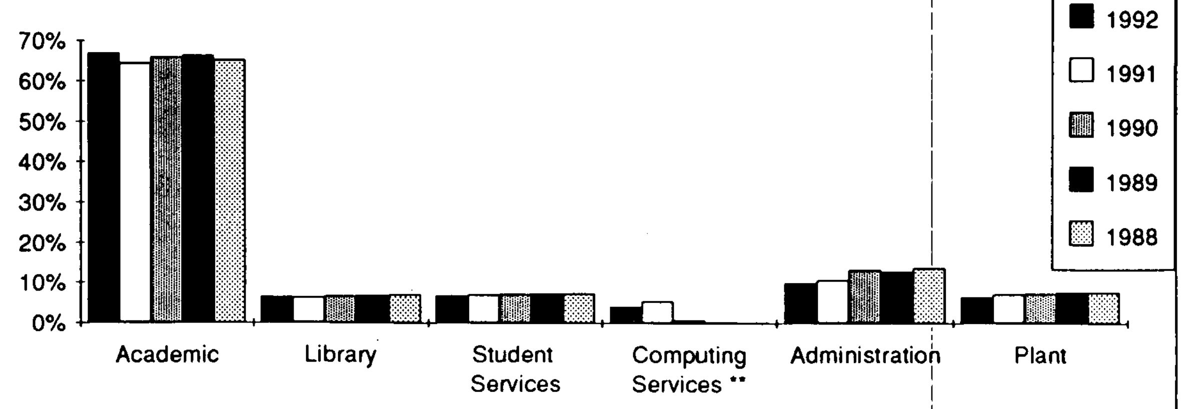
	Academic	Library	Student Services & Awards	Plant & Maintenance	Computing Services	Administration & General	Totals 1992	Totals 1991
	(Schedule 5)	(----------	----------	Schedule 6	----------	----------)		
EXPENDITURES								
Salaries								
Academic	$ 47,508	$ -	$ -	$ -	$ -	$ -	$ 47,508	$ 42,936
Other instruction and research	10,975	-	-	-	-	-	10,975	8,728
Other support staff	13,424	4,612	3,863	3,296	3,297	9,695	38,187	33,533
Total salaries	71,907	4,612	3,863	3,296	3,297	9,695	96,670	85,197
Employee benefits	10,251	660	552	478	469	1,271	13,681	11,076
Travel and personnel costs	2,493	39	449	44	72	681	3,778	3,327
Supplies and expenses	4,739	648	554	1,930	1,139	1,511	10,521	9,291
Equipment and furnishings	1,173	122	93	169	127	404	2,088	2,032
Equipment and facility rentals	389	103	36	30	1,230	328	2,116	1,756
Library acquisitions	1	2,789	-	-	-	-	2,790	2,674
Utilities	597	33	66	1,107	56	204	2,063	2,047
Scholarships, fellowships, and bursaries	44	-	4,460	-	-	1	4,505	4,193
Contract services	11	-	-	1,435	-	599	2,045	1,844
Professional fees	257	26	54	48	-	890	1,275	2,210
Renovations and alterations	166	51	47	155	28	114	561	706
Internal cost allocations	227	47	(2)	(7)	(736)	(618)	(1,089)	(1,392)
External cost recoveries	(247)	(379)	(923)	-	(197)	(1,451)	(3,197)	(2,508)
Total	$ 92,008	$ 8,751	$ 9,249	$ 8,685	$ 5,485	$ 13,629	$ 137,807	$ 122,453

TABLE 1
Summary comparisons of total general operating revenue and expenditures
For the fiscal years 1987-88 to 1991-92
($000)

Source		1991-92 *		1990-91		1989-90		1988-89		1987-88	
Province of BC grants		107,845	77.0%	94,626	78.6%	83,512	77.1%	72,471	78.1%	69,092	79.0%
Student fees	-credit	26,779	19.1%	20,637	17.1%	18,805	17.4%	16,203	17.5%	14,937	17.1%
	-non-credit	1,225	0.9%	1,348	1.1%	1,559	1.4%	1,070	1.2%	910	1.0%
	-others	1,324	0.9%	1,082	0.9%	1,026	0.9%	849	0.9%	679	0.8%
Gifts		216	0.2%	368	0.3%	188	0.2%	122	0.1%	40	0.0%
Investment income		1,905	1.4%	1,736	1.5%	2,694	2.6%	1,659	1.7%	1,367	1.5%
Other		750	0.5%	599	0.5%	478	0.4%	456	0.5%	487	0.6%
Total		140,044	100.0%	120,396	100.0%	108,262	100.0%	92,830	100.0%	87,512	100.0%
Distribution by function		1991-92 *		1990-91		1989-90		1988-89		1987-88	
Academic		92,008	66.8%	78,784	64.3%	69,524	65.8%	60,753	66.2%	56,439	65.1%
Library		8,751	6.4%	7,618	6.2%	6,817	6.5%	6,178	6.7%	5,988	6.9%
Student Services		9,249	6.7%	8,333	6.8%	7,336	6.9%	6,614	7.2%	6,185	7.1%
Computing Services **		5,485	4.0%	6,389	5.2%	709	0.7%	-107	-0.1%	-138	-0.2%
Administration		13,629	9.8%	12,795	10.5%	13,758	13.0%	11,470	12.6%	11,709	13.6%
Plant		8,685	6.3%	8,534	7.0%	7,531	7.1%	6,802	7.4%	6,543	7.5%
Total		137,807	100.0%	122,453	100.0%	105,675	100.0%	91,710	100.0%	86,726	100.0%

* Includes Distance Education and the Fund for Excellence in Education program for the first time.
** Computer Services has been allocated to departments prior to 1990-91.

Percentage of total operating expenditures by function for the fiscal years 1987-88 to 1991-92



Sponsored Research Fund

This fund consists of grant funds received by the University for use by academic staff to conduct research. The grants come mainly from government departments and agencies such as Natural Sciences and Engineering Research Council of Canada, Social Sciences and Humanities Research Council of Canada, Province of B.C. Health Care Research Foundation, Science Council of B.C. Research Grant etc. (Federal 68%, Provincial 16%) and other sources. The grantees use the funds to cover the costs of research assistants, travel, supplies and equipment.

Specific Purpose Fund

This fund consists of funds allocated for specific activities that would not be considered sponsored research, operating or capital. It is funded through government grants (Provincial 24%, Federal 27%) and other sources such as student fees, other grants and contracts and investment income from the endowment funds. Examples of some activities would be Canadian International Development Agency funded projects, the Teacher Education Expansion program, conferences, and other centres and institutes funded from external sources.

Table 2 is a comparison of sources of funding and expenditures for Sponsored Research and Specific Purpose for the last 5 years.

TABLE 2

Sources of funding and Expenditures for Sponsored Research and Specific Purposes for the fiscal years 1987-88 to 1991-92

	1991-92	1990-91	1989-90	1988-89	1987-88
Sources of funding					
Government of BC	21.04%	29.94%	34.22%	28.73%	29.76%
Government of Canada	43.25%	35.94%	37.03%	44.16%	49.96%
Others	35.71%	34.13%	28.75%	27.12%	20.28%
Total	100.00%	100.00%	100.00%	100.00%	100.00%
Expenditures (in $000)					
Sponsored Research	16,141	14,013	11,653	10,050	9,030
Scholarships & Bursaries	1,574	1,459	960	856	808
Other Grants & Programs	19,676	21,957	19,191	12,529	9,106
Total	37,391	37,429	31,804	23,435	18,944

Schedule 3

SIMON FRASER UNIVERSITY
SCHEDULE OF CHANGES IN ANCILLARY ENTERPRISES FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	Bookstore	Food Services	Residences	Totals 1992	Totals 1991
REVENUES					
Sale of goods and services	$ 5,808	$ 2,817	$ 2,144	$ 10,769	$ 9,878
Investment income	-	-	99	99	136
	5,808	2,817	2,243	10,868	10,014
EXPENDITURES AND OTHER DEDUCTIONS					
Salaries - support staff	707	-	316	1,023	907
Employee benefits	102	-	35	137	100
Travel and personnel costs	26	-	22	48	53
Supplies and expenses	119	2	238	359	394
Equipment and furnishings	33	4	17	54	73
Equipment and facility rentals	7	-	1	8	9
Utilities	20	1	301	322	291
Scholarships and bursaries	-	-	-	-	3
Contract services	24	2,737	170	2,931	2,810
Professional fees	-	7	2	9	7
Renovations and alterations	13	47	341	401	413
Debt servicing - interest	-	-	525	525	536
- principal	-	-	138	138	127
Cost of goods sold	4,621	-	-	4,621	4,203
Internal cost allocations	112	-	-	112	202
External cost recoveries	-	-	(48)	(48)	(26)
	5,784	2,798	2,058	10,640	10,102
NET CHANGE IN THE YEAR	24	19	185	228	(88)
TRANSFERS AND APPROPRIATIONS					
Change in appropriations	-	-	(93)	(93)	(83)
NET (DECREASE) INCREASE DURING YEAR	24	19	92	135	(171)
FUND BALANCES AT BEGINNING OF YEAR	5	51	130	186	357
FUND BALANCES AT END OF YEAR	$ 29	$ 70	$ 222	$ 321	$ 186

Prepared without audit

SIMON FRASER UNIVERSITY

Schedule 2

SCHEDULE OF CHANGES IN SPONSORED RESEARCH AND SPECIFIC PURPOSE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	Sponsored Research 1992	Sponsored Research 1991	Specific Purpose 1992	Specific Purpose 1991
REVENUES AND OTHER ADDITIONS				
Government grants and contracts				
Province of British Columbia	$ 2,638	$ 2,692	$ 6,243	$ 10,187
Government of Canada	11,360	10,048	6,895	5,412
Other governments	195	157	-	-
Student fees - credit courses	-	-	138	1,924
- non credit	-	-	658	624
Gifts, grants and bequests	2,503	2,115	5,709	4,979
Investment income	-	-	5,028	4,297
Miscellaneous income	-	-	841	587
	16,696	15,012	25,512	28,010
EXPENDITURES AND OTHER DEDUCTIONS				
Salaries-academic	592	142	2,199	1,791
-other instruction and research	8,267	7,122	1,099	2,168
-other support staff	-	-	5,149	5,955
Total salaries	8,859	7,264	8,447	9,914
Employee benefits	577	401	1,177	1,313
Travel and personnel costs	1,425	1,314	3,515	3,375
Supplies and expenses	1,911	1,717	2,305	3,007
Equipment and furnishings	2,464	2,298	380	1,498
Equipment and facility rentals	18	29	1,970	842
Library acquisitions	-	-	47	8
Utilities	22	15	97	111
Scholarships,fellowships, and bursaries	-	-	1,574	1,459
Contract services	-	-	170	107
Professional fees	603	697	1,058	820
Renovations and alterations	-	9	118	206
Internal cost allocations	262	269	715	921
External cost recoveries	-	-	(323)	(165)
	16,141	14,013	21,250	23,416
NET CHANGE IN THE YEAR	555	999	4,262	4,594
TRANSFERS AND APPROPRIATIONS				
Interfund transfers	317	110	(1,074)	(2,478)
Transfer to non expendable funds (Note 8)	-	-	(1,635)	(1,673)
Group insurance reserve transfer (Statement 2)	-	-	(44)	(129)
Retirement benefits reserve transfer (Statement 2)	-	-	(122)	(45)
Lease commitment reserve transfer (Statement 2)	-	-	(159)	(161)
NET (DECREASE) INCREASE DURING YEAR	872	1,109	1,228	108
FUND BALANCES AT BEGINNING OF YEAR	4,965	3,856	6,931	6,823
FUND BALANCES AT END OF YEAR	$ 5,837	$ 4,965	$ 8,159	$ 6,931

Prepared without audit
Page 24

Ancillary Enterprises, which include the Bookstore, Food Services and Residences provide goods and services to the University community and are expected to operate on a break-even basis. There was a $135,000 operational contribution to unappropriated reserve for 1991/92 ($171,000 shortfall for 1990/91). The accumulated unappropriated balance at March 31, 1992 is $321,000.

Capital Fund

This fund consists of gifts, grants, interest and authorized capital borrowing received for the purpose of acquiring capital assets including those pertaining to Ancillary Enterprises.

In 1991/92, $35 million was spent towards construction of various phases of the following projects: South Sciences Building, Shrum Centre, Classroom Building, East Theatre Annex, West Mall Complex, West Parking Structure, New Residences, Harbour Centre Phase III, Central Mall Rehabilitation, Public Works, Renovations, Alterations and other smaller projects. In addition $4.8 million was spent on furnishings and equipment.

Endowment Fund

Endowment funds result from monies contributed for scholarships, bursaries, endowed activities and other purposes as specified by donors. Net additions to the total fund during the year were $5.5 million ($6.5 million in 1990/91). In order to protect the funds against inflation, a portion of the investment income is capitalized every year. The University is committed to an on-going program of fundraising with outstanding pledges in excess of $8 million at this time.

Many individuals from both the academic and support staff have contributed to the relative stability of the financial position of the University and I would like to express my gratitude for their efforts in 1991/92.

RWard

Roger W. Ward
Vice-President
Financial Services

0164db

Auditor General of British Columbia

8 Bastion Square
Victoria, British Columbia
V8V 1X4

(604) 387-6803
Fax (604) 387-1230

AUDITOR'S REPORT

To the Members of the Board of Governors
of Simon Fraser University:

I have audited the balance sheet of Simon Fraser University as at March 31, 1992 and the following statements for the year then ended:

Statement 2 - Statement 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 capital assets

These financial statements are the responsibility of the University's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In my opinion, these financial statements present fairly, in all material respects, the financial position of the University as at March 31, 1992 and the results of its operations and changes in fund balances for the year then ended in accordance with generally accepted accounting principles.

George L. Morfitt, FCA
Auditor General

Victoria, British Columbia
May 29, 1992

SIMON FRASER UNIVERSITY
SCHEDULE OF CHANGES IN GENERAL OPERATING AND CAPITAL FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

Schedule 1

	General Operating 1992	General Operating 1991	Capital 1992	Capital 1991
REVENUES AND OTHER ADDITIONS				
Government grants and contracts				
Province of British Columbia	$ 107,845	$ 94,626	$ 19,199	$ 14,860
Government of Canada	-	-	250	-
Student fees -credit courses	26,779	20,637	-	-
-non-credit courses	1,225	1,348	-	-
-other	1,324	1,082	-	-
Gifts, grants and contracts	216	368	1,808	2,589
Investment income	1,905	1,736	555	664
Miscellaneous income	750	599	54	40
Authorized capital borrowings	-	-	34,344	14,358
Interest earned on sinking fund	-	-	2,404	1,824
	140,044	120,396	58,614	34,335
EXPENDITURES AND OTHER DEDUCTIONS				
Salaries-academic	47,508	42,936	-	-
-other instruction and research	10,975	8,728	-	-
-other support staff	38,187	33,533	-	-
Total salaries	96,670	85,197	-	-
Employee benefits	13,681	11,076	-	-
Travel and personnel costs	3,778	3,327	-	-
Operating supplies and expenses	10,521	9,291	-	-
Equipment and furnishings	2,088	2,032	4,845	6,520
Equipment and facility rentals	2,116	1,756	-	-
Library acquisitions	2,790	2,674	-	-
Utilities	2,063	2,047	-	-
Scholarships,fellowships and bursaries	4,505	4,193	-	-
Contract services	2,045	1,844	-	-
Professional fees	1,275	2,210	-	-
Renovations and alterations	561	706	1,745	-
Debt servicing - interest	-	-	11,377	10,271
- principal	-	-	6,362	7,183
Capital acquisitions	-	-	33,348	14,557
Internal cost allocations	(1,089)	(1,392)	-	-
External cost recoveries	(3,197)	(2,508)	-	-
	137,807	122,453	57,677	38,531
NET CHANGE IN YEAR	2,237	(2,057)	937	(4,196)
TRANSFERS AND APPROPRIATIONS				
Interfund transfers	(2,312)	287	3,069	2,081
Transfer to non expendable funds	-	-	370	-
Change in appropriations (Statement 2)	(20)	1,270	(3,968)	1,807
NET (DECREASE) INCREASE DURING YEAR	(95)	(500)	408	(308)
FUND BALANCES AT BEGINNING OF YEAR	(1,697)	(1,197)	2,162	2,470
FUND BALANCES AT END OF YEAR	$ (1,792)	$ (1,697)	$ 2,570	$ 2,162

Prepar[illegible]out audit

9. **Simon Fraser University Foundation**

This Foundation was established in 1987 under the provisions of the University Foundation's Act. Its main purpose is to receive, manage and invest funds to further the purposes of the University. The Province of British Columbia through the Minister of Finance and Corporate Relations is the single shareholder. The assets and liabilities of the Simon Fraser Foundation amounting to $520,989 and $1,750 respectively are not included in the financial statements of the University.

10. **Contingent Liabilities**

Simon Fraser University is the defendant to several unresolved statements of claims. It is not expected that the ultimate outcome of these claims will have a material effect on the financial position of the University.

11. **Comparatives**

Certain comparative figures have been restated to conform with the current year's presentation.

Statement 1

SIMON FRASER UNIVERSITY
BALANCE SHEET
AS AT MARCH 31, 1992
(thousands of dollars)

ASSETS	1992	1991
Cash and short-term investments	$ 10,811	$ 19,353
Accounts receivable	12,438	10,946
Prepaid expenses	1,186	952
Inventories	3,397	2,427
Long-term investments (Note 2)	68,164	46,392
Capital assets		
Land and buildings	173,163	143,215
Equipment	64,425	58,619
Library holdings	32,269	29,472
Roads and parking lots	13,416	12,173
Leasehold improvements	9,396	7,205
	$ 388,665	$ 330,754

LIABILITIES AND FUND BALANCES	1992	1991
Accounts payable and accrued liabilities	$ 25,009	$ 17,401
Loans payable (Note 3)	13,730	7,968
Long-term debt (Note 4)	91,250	73,360
Reserves (Statement 2) (Note 5)		
Group insurance	1,325	1,281
Retirement benefits	3,907	3,785
Lease commitment	14,890	14,731
Expendable fund balances		
Appropriated (Statement 2)		
General operating	6,460	6,440
Ancillary enterprises	941	848
Capital	5,601	1,633
Unappropriated (Statement 3)		
General operating	(1,792)	(1,697)
Sponsored research	5,837	4,965
Specific purpose	8,159	6,931
Ancillary enterprises	321	186
Capital	2,570	2,162
Non-expendable fund balances (Statement 4)		
Endowment	28,186	22,619
Equity in capital assets (Statement 5)	182,271	168,141
	$ 388,665	$ 330,754

Approved:

F.H. Moonen
Chairman
Board of Governors

R.W. Ward, Ph.D.
Vice President
Financial Services

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN RESERVES AND APPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	Balances Beginning of Year	Released to meet Expenditures	Additions during the Year	Net Change for Year	Balances End of Year
RESERVES (NOTE 5)					
Group insurance	$ 1,281	$ 100	$ 144	$ 44	$ 1,325
Retirement benefits	3,785	304	426	122	3,907
Lease commitment	14,731	1,458	1,617	159	14,890
TOTALS	$ 19,797	$ 1,862	$ 2,187	$ 325	$ 20,122
APPROPRIATIONS					
GENERAL OPERATING FUND					
Provisions:					
Annualization and vacation costs	$ 400	$ 400	$ -	$ (400)	$ -
Non-recurring expenditures	1,466	1,466	2,209	743	2,209
Research grants carryover	1,823	1,823	1,838	15	1,838
Self insurance	100	100	100	-	100
Specific expenditures	1,103	1,103	827	(276)	827
Systems development	647	647	350	(297)	350
Other authorized allocations to following fiscal year	901	901	1,136	235	1,136
	6,440	6,440	6,460	20	6,460
ANCILLARY ENTERPRISES FUND					
Provision for equipment replacement and capital improvements	848	185	278	93	941
CAPITAL FUND					
Provision for authorized payments	1,633	1,633	5,601	3,968	5,601
TOTALS	$ 8,921	$ 8,258	$ 12,339	$ 4,081	$ 13,002

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. An agreement amending the plan was signed on June 28, 1990 and is still subject to approval by Revenue Canada. Under the revised plan:

a. The University's contribution is the greater of:

   i. the cost of the defined benefits, and

   ii. the percentage of covered pay which the University is contributing to the Academic Plan.

b. Any surplus in excess of the contingency margin is distributed to individual money purchase accounts of the members.

The latest actuarial valuation as of January 1, 1992 showed an actuarial liability of $46,732,000 and assets on hand of $54,047,000. After deducting the equivalent of 15% of the actuarial liability for the contingency reserve, the remaining surplus to be allocated to members is $305,000. 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 $23,727,000 as at March 31, 1992 (1991 - $29,560,000).

8. Transfer to Non-Expendable Funds

The transfer of $1,265,000 to the non-expendable endowment fund is comprised of capitalization of interest earnings of $1,091,000, $454,000 of transfers from programs and capitalization of capital gains of $90,000, less transfers to expendable capital funds of $370,000.

5. **Reserves**

The reserves are funds set aside to meet the cost of future obligations. Payments are made from the reserve and from accrued investment earnings.

a. **Group Insurance**

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

b. **Retirement Benefits**

The reserve provides for early retirement benefit obligations and other 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.

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 for the formula retirement benefit option as at January 1, 1992 showed an actuarial liability of $12,892,000 and related assets on hand of $12,227,000. The unfunded liability of $665,000 can be reduced by $435,000 in 1992/93 by purchasing annuities for the pensioners. The University does not intend to make any payment toward funding the unfunded liability for the present.

Statement 3

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN UNAPPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	General Operating	Sponsored Research	Specific Purpose	Ancillary Enterprises	Capital	Totals 1992	Totals 1991
REVENUES AND OTHER ADDITIONS							
Government grants and contracts							
Province of British Columbia	$ 107,845	$ 2,638	$ 6,243	$ -	$ 19,199	$ 135,925	$ 122,365
Government of Canada	-	11,360	6,895	-	250	18,505	15,460
Other governments	-	195	-	-	-	195	157
Student fees - credit courses	26,779	-	138	-	-	26,917	22,561
- non-credit courses	1,225	-	658	-	-	1,883	1,972
- other	1,324	-	-	-	-	1,324	1,082
Gifts, grants and contracts	216	2,503	5,709	-	1,808	10,236	10,051
Sale of goods and services	-	-	-	10,769	-	10,769	9,878
Investment income	1,905	-	5,028	99	555	7,587	6,833
Miscellaneous income	750	-	841	-	54	1,645	1,226
Authorized capital borrowings	-	-	-	-	34,344	34,344	14,358
Interest earned on sinking fund	-	-	-	-	2,404	2,404	1,824
	140,044	16,696	25,512	10,868	58,614	251,734	207,767
EXPENDITURES AND OTHER DEDUCTIONS							
Salaries - academic	47,508	592	2,199	-	-	50,299	44,869
- other instruction and research	10,975	8,267	1,099	-	-	20,341	18,018
- support staff	38,187	-	5,149	1,023	-	44,359	40,395
Total salaries	96,670	8,859	8,447	1,023	-	114,999	103,282
Employee benefits	13,681	577	1,177	137	-	15,572	12,890
Travel and personnel costs	3,778	1,425	3,515	48	-	8,766	8,069
Supplies and expenses	10,521	1,911	2,305	359	-	15,096	14,409
Equipment and furnishings	2,088	2,464	380	54	4,845	9,831	12,421
Equipment and facility rentals	2,116	18	1,970	8	-	4,112	2,636
Library acquisitions	2,790	-	47	-	-	2,837	2,682
Utilities	2,063	22	97	322	-	2,504	2,464
Scholarships, fellowships and bursaries	4,505	-	1,574	-	-	6,079	5,655
Contract services	2,045	-	170	2,931	-	5,146	4,761
Professional fees	1,275	603	1,058	9	-	2,945	3,734
Renovations and alterations	561	-	118	401	1,745	2,825	1,334
Debt servicing - interest	-	-	-	525	11,377	11,902	10,807
- principal	-	-	-	138	6,362	6,500	7,310
Cost of goods sold	-	-	-	4,621	-	4,621	4,203
Capital acquisitions	-	-	-	-	33,348	33,348	14,557
Internal cost allocations	(1,089)	262	715	112	-	-	-
External cost recoveries	(3,197)	-	(323)	(48)	-	(3,568)	(2,699)
	137,807	16,141	21,250	10,640	57,677	243,515	208,515
NET CHANGE IN THE YEAR	2,237	555	4,262	228	937	8,219	(748)
TRANSFERS AND APPROPRIATIONS							
Interfund transfers	(2,312)	317	(1,074)	-	3,069	-	-
Transfer to non expendable funds (Note 8)	-	-	(1,635)	-	370	(1,265)	(1,673)
Reserves transfers (Statement 2)	-	-	(325)	-	-	(325)	(335)
Change in appropriations (Statement 2)	(20)	-	-	(93)	(3,968)	(4,081)	2,994
NET (DECREASE) INCREASE DURING YEAR	(95)	872	1,228	135	408	2,548	238
FUND BALANCES AT BEGINNING OF YEAR	(1,697)	4,965	6,931	186	2,162	12,547	12,309
FUND BALANCES AT END OF YEAR	$ (1,792)	$ 5,837	$ [illegible]159	$ 321	$ 2,570	$ 15,095	$ 12,547

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN NON-EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	1992	1991
GIFTS, GRANTS AND BEQUESTS	$ 4,302	$ 4,816
TRANSFER FROM UNAPPROPRIATED EXPENDABLE FUNDS	1,265	1,673
INCREASE DURING THE YEAR	5,567	6,489
FUND BALANCES AT BEGINNING OF YEAR	22,619	16,130
FUND BALANCES AT END OF YEAR	$ 28,186	$ 22,619

b. **Canada Mortgage and Housing Corporation**

Maturity Date	Interest Rate	Balance Outstanding 1992 ($000)	Balance Outstanding 1991 ($000)	Annual Payments (incl. interest) Until Maturity ($000)
Jan. 1, 2017	5.375%	$ 170	$ 173	$ 12
Jan. 1, 2018	5.875%	860	874	65
Jul. 1, 2019	6.875%	2,096	2,121	171
		$3,126	$3,168	$248

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 $6,361,000.

c. **The Province of British Columbia** (Minister of Finance and Corporate Relations)

Maturity Date	Interest Rate	Balance Outstanding 1992 ($000)	Balance Outstanding 1991 ($000)	Annual Payments (incl. interest) Until Maturity ($000)
Dec. 10, 1996	9.41%	$3,296	$3,394	$ 415
Jan. 9, 2002	9.00%	2,962	-	336
Jan. 9, 2012	9.50%	2,928	-	350
		$9,186	$3,394	$1,101

The debenture maturing in 1996 is secured by a floating charge on the McTaggart Cowan student residence. The residence is recorded on the balance sheet at a cost of $3,685,000.

The bonds maturing in 2002 and 2012 were issued to finance capital expenditures on a parkade and student residences.

4. Long-Term Debt

Long-term debt at fiscal year end consists of the following:

	1992 ($000)	1991 ($000)
British Columbia Educational Institutions Capital Financing Authority (Schedule 8)	$101,890	$ 85,297
Less: sinking fund	22,952	18,499
	78,938	66,798
Canada Mortgage and Housing Corporation	3,126	3,168
Province of British Columbia	9,186	3,394
Total	$ 91,250	$ 73,360

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 17.00% and maturing from 1993 to 2012. 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 fiscal years are as follows:

1993	$14,555,000
1994	$14,606,000
1995	$14,730,000
1996	$13,140,000
1997	$13,140,000

Statement 5

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1992
(thousands of dollars)

	1992	1991
EQUITY INCREASED BY		
Additions to capital assets		
Capital Fund projects	$ 33,348	$ 14,557
Equipment and furnishings expenditures		
- General Operating Fund	2,088	2,032
- Sponsored Research Fund	2,464	2,298
- Specific Purpose Fund	380	1,498
- Ancillary Enterprises Fund	54	73
- Capital Fund	4,845	6,520
Library acquisitions expenditures		
- General Operating Fund	2,790	2,674
- Specific Purpose Fund	47	8
	46,016	29,660
Repayment of capital borrowings	4,098	5,473
Interest earned on sinking fund	2,404	1,824
	52,518	36,957
EQUITY DECREASED BY		
Authorized capital borrowings	34,344	14,358
Equipment written off	4,004	2,683
Library dispositions	40	138
	38,388	17,179
NET INCREASE DURING YEAR	14,130	19,778
BALANCE AT BEGINNING OF YEAR	168,141	148,363
BALANCE AT END OF YEAR	$ 182,271	$ 168,141

SIMON FRASER UNIVERSITY

NOTES TO FINANCIAL STATEMENTS

FOR THE YEAR ENDED MARCH 31, 1992

1. Significant Accounting Policies

a. 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.

	($000)
Gordon M. Shrum Chair in Science Fund	$ 790
SFU Scholarship and Bursary Endowment Fund	1,235
Simon Fraser University Bridge Endowment Fund	4,010
Women's Studies Endowment Trust Fund	735
Tri-University's Paul and Helen Trussell Science Student Endowment Fund	263
	$7,033

Only the portion belonging to Simon Fraser University is included in the University's financial statements.

In the fiscal year 1991/92 income from these funds of $622,000 was paid to the University for specific purposes.

3. Loans Payable

Loans payable at fiscal year end consist of:

	1992 ($000)	1991 ($000)
Interim financing	$12,460	$ 5,863
Revolving loans	1,270	1,750
Tenant loan	-	355
Total	$13,730	$ 7,968

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 revolving loans are authorized under Section 55 of the University Act.

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. There is no expectation of monetary gain to the University from this venture.

iii. The University owns 100% of the shares of SF Univentures Corporation (SFUV), which was established to promote technology transfer to the private sector. The consolidated assets of SFUV are not considered to be material and are not included in these financial statements.

2. Long-Term Investments

Long-term investments at fiscal year end are comprised of the following:

	1992 ($000)	1991 ($000)
Vancouver Foundation	$ 5,155	$ 5,267
Other	63,009	41,125
Total	$68,164	$46,392

Market value of the investments at March 31, 1992 was $69,990,222 (1991 - $46,741,000). The Vancouver Foundation holds a number of endowment funds for the benefit of the University. These funds total $7,033,000 at March 31, 1992 of which $5,155,000 belongs to the University.

Expendable funds (Cont'd.):

- Ancillary Enterprises -
  Revenue from the operation of the residences, bookstore and food services 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.

b. Accrual Accounting

The University follows the accrual basis of accounting. Revenue is recognized when receivable and expenditures are recorded when goods or services are received.

c. Appropriations and Reserves

Appropriations and reserves 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.

d. Investments

Short term and long term 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.

e. **Inventories**

Inventories of supplies kept at Central Stores are recorded at cost. Inventories of merchandise held for resale in the Bookstore and the Microcomputer Store are recorded at the lower of cost and net realizable value.

f. **Donations**

Donations are recorded as revenue in the fiscal year in which they are received. Gifts-in-kind are recorded at fair market value on the date of their donation or at nominal value when the fair market value cannot be reasonably determined.

Promises made by donors to the University for donations to be received in future years are estimated at $8,248,000 (1991- $5,397,000). Pledges are not recorded in the financial statements.

g. **Capital Assets**

Capital asset expenditures for land and buildings, equipment, library acquisitions, roads and parking lots and leasehold improvements in all funds are recorded and capitalized at cost, except for renovations under $10,000 which are recorded as expenditures.

The campus land was granted or donated to the University in 1965. It is recorded at $1,559,000 based on the Municipality of Burnaby assessment at the date of donation.

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.

h. **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 capital assets, equipment and furnishings, library acquisitions, debt servicing and capital acquisitions are shown under "Expenditures and Other Deductions".

i. **Equity in Capital Assets**

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

j. **University Interests in WCUMBS, TRIUMF and SFUV**

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 (1992 - $154,000, 1991 - $150,000) 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 land and buildings on the Balance Sheet. There is no expectation of monetary gain to the University from this venture.