FOR INFORMATION **S.95-44**

SIMON FRASER UNIVERSITY

MEMORANDUM

TO: Senate

FROM: W.R. Heath
Registrar and
Secretary of Senate

SUBJECT: Annual Financial Statement

DATE: August 30, 1995

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:

IF YOU DO NOT WISH TO KEEP THE ANNUAL FINANCIAL STATEMENT, PLEASE RETURN IT TO BOBBIE GRANT, OFFICE OF THE REGISTRAR.

SIMON FRASER UNIVERSITY

FINANCIAL STATEMENTS
FOR THE YEAR ENDED MARCH 31, 1995

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, 1995
(thousands of dollars)

Maturity Date	Interest Rate (%)	Face Value	Sinking Fund Balance	Balance Outstanding 1995	Balance Outstanding 1994	Annual Payments
Jul 6, 1994	9.75	2,640	2,640	-	408	-
Jul 6, 1994	9.75	1,025	1,025	-	170	-
Jul 6, 1994	9.75	2,260	2,260	-	1,739	-
May 6, 1997	9.25	4,418	1,650	2,768	3,624	1,162
Jun 9, 1998	9.41	2,000	1,744	256	336	237
Oct 9, 1998	10.00	553	126	427	471	94
Jan 10, 1999	9.82	2,000	1,999	1	165	245
Jan 18, 1999	5.40	3,562	616	2,946	3,562	800
Mar 9, 1999	10.16	3,700	3,713	(13)	357	466
Apr 10, 1999	10.26	800	752	48	121	102
Nov 9, 1999	10.68	3,700	3,294	406	747	485
Mar 10, 2000	12.74	2,000	1,697	303	481	304
Aug 16, 2000	11.25	4,250	1,398	2,852	3,234	771
Aug 16, 2000	11.25	3,538	365	3,173	3,276	475
Sep 10, 2000	12.55	2,100	1,755	345	491	315
Mar 10, 2001	13.13	210	154	56	71	33
Apr 10, 2001	13.66	2,500	1,495	1,005	1,176	396
May 8, 2001	13.69	2,280	1,385	895	1,031	362
Jul 10, 2001	14.81	1,880	1,104	776	917	319
Oct 9, 2001	17.00	1,000	580	420	487	192
Jan 9, 2002	9.00	5,160	361	4,799	4,921	577
Mar 10, 2002	16.10	1,756	1,005	751	876	321
May 10, 2002	15.25	1,980	1,143	837	985	345
Jun 10, 2002	14.96	1,000	556	444	517	171
Aug 10, 2002	16.53	1,400	749	651	759	262
Oct 8, 2002	14.16	2,000	1,032	968	1,081	327
Nov 10, 2002	13.43	1,607	797	810	884	251
Dec 10, 2002	12.01	1,000	501	499	564	142
Apr 5, 2003	11.59	2,000	1,018	982	1,082	275
May 2, 2003	11.53	2,545	1,255	1,290	1,483	349
Jun 16, 2003	7.75	4,778	351	4,427	4,778	700
Jun 16, 2003	7.75	9,150	213	8,937	9,150	909
Aug 2, 2003	11.51	1,000	431	569	626	137
Dec 1, 2003	11.79	1,000	416	584	636	140
Mar 1, 2004	12.13	2,099	884	1,215	1,332	300
Apr 2, 2004	12.60	1,000	406	594	646	148
Jun 21, 2004	9.00	1,004	-	1,004	-	160
Jun 21, 2004	9.60	8,987	-	8,987	-	1,483
Jun 21, 2004	9.00	7,189	-	7,189	-	1,143
Oct 10, 2006	9.36	387	99	288	304	45
Apr 8, 2008	9.62	700	149	551	577	83
May 10, 2008	10.07	290	54	236	246	36
Jun 10, 2008	10.31	1,590	281	1,309	1,364	199
Apr 10, 2009	10.31	5,750	940	4,810	5,003	718
May 10, 2009	10.17	6,150	973	5,177	5,296	760
Jul 10, 2009	9.61	1,000	131	869	898	118
Aug 10, 2009	9.41	1,337	172	1,165	1,197	155
Nov 10, 2009	9.62	2,400	324	2,076	2,135	283
Mar 9, 2010	9.78	1,000	124	876	902	120
Apr 10, 2010	10.36	1,028	103	925	949	129
May 10, 2010	10.81	974	97	877	900	127
Jun 8, 2010	11.33	275	28	247	255	37
Jul 10, 2010	10.47	696	70	626	645	88
Aug 10, 2010	10.46	1,148	117	1,031	1,063	145
Feb 21, 2011	10.75	1,215	121	1,094	1,128	157
Apr 10, 2011	10.01	2,750	200	2,550	2,617	335
May 10, 2011	9.81	2,275	162	2,113	2,165	273
Jun 10, 2011	9.86	1,850	134	1,716	1,761	223
Jul 10, 2011	10.04	900	65	835	857	110
Jan 9, 2012	9.50	3,913	274	3,639	3,732	457
Jun 10, 2012	9.45	7,000	310	6,690	6,838	814
Aug 23, 2013	8.50	22,276	1,013	21,263	21,787	2,380
Aug 23, 2013	8.50	5,625	255	5,370	5,502	601
Jun 9, 2014	7.50	15,081	-	15,081	15,081	1,461
Jun 9, 2014	9.63	668	-	668	-	79
		$ 191,349	$ 47,066	$ 144,283	$ 136,386	$ 24,831

Pre[illegible] without audit

SIMON FRASER UNIVERSITY

FINANCIAL STATEMENTS

MARCH 31, 1995

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SIMON FRASER UNIVERSITY
SCHEDULE OF ACADEMIC EXPENDITURES - ALL FUNDS
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

	General Operating	Sponsored Research	Specific Purpose	Capital	Totals 1995	Totals 1994
FACULTY OF ARTS						
General faculty	$ 492	$ 152	$ 568	$ 398	$ 1,610	$ 950
Archaeology	1,492	122	35	16	1,665	1,748
Canadian Studies	79	-	1	-	80	78
Contemporary Arts	3,311	8	187	18	3,524	3,302
Criminology	2,617	91	35	16	2,759	2,734
Economics	3,901	198	83	10	4,192	4,171
English	4,240	152	40	10	4,442	4,313
First Nations	412	-	-	-	412	-
French	1,433	36	2	15	1,486	311
Geography	2,719	199	155	16	3,089	1,677
Gerontology	204	172	253	3	632	2,720
Graduate Liberal Studies	163	-	-	0	163	635
History	3,120	76	3	7	3,206	236
Humanities	395	80	13	1	489	3,206
Interdisciplinary Studies	516	-	-	-	516	302
Linguistics	1,285	175	93	6	1,559	570
Masters of Publishing	21	-	-	-	21	-
Philosophy	1,475	10	6	3	1,494	1,525
Political Science	2,178	79	-	22	2,279	1,546
Psychology	5,109	622	47	43	5,821	2,669
Sociology and Anthropology	1,818	140	-	18	1,976	5,270
Spanish and Latin American Studies	1,034	37	2	1	1,074	1,888
Women's Studies	503	-	65	4	572	1,038
Other Studies	40	-	7	4	51	598
	38,557	2,349	1,595	611	43,112	41,487
FACULTY OF APPLIED SCIENCE						
General faculty	768	136	179	8	1,091	583
Communication Studies	2,467	344	1,487	55	4,353	3,733
Computing Science	4,110	1,466	35	89	5,700	5,076
Engineering Science	3,340	980	17	46	4,383	3,915
Kinesiology	2,960	1,101	193	61	4,315	3,862
Resource and Environmental Management	1,096	486	1	36	1,619	1,681
Centre for Policy Research on Science and Technology	6	349	40	-	395	296
Centre for Systems Science	1,115	755	278	-	2,148	2,156
	15,862	5,617	2,230	295	24,004	21,302
FACULTY OF BUSINESS ADMINISTRATION	7,596	178	284	434	8,492	7,963
FACULTY OF EDUCATION	8,316	683	4,039	40	13,078	11,640
FACULTY OF SCIENCE						
General faculty	801	533	136	62	1,532	1,267
Biological Sciences	6,740	3,631	240	556	11,167	10,765
Chemistry	4,797	3,261	-	108	8,166	7,888
Mathematics and Statistics	5,076	700	26	33	5,835	5,561
Molecular Biology and Biochemistry	281	45	-	-	326	379
Physics	3,679	2,692	-	54	6,425	6,344
Science Workshops	1,020	-	-	-	1,020	1,040
Western Canadian Universities Marine Biological Society	158	-	-	-	158	158
	22,552	10,862	402	813	34,629	33,402
OTHER EXPENDITURES						
Animal Care Facility	155	5	-	24	184	147
Centre for University Teaching	59	-	-	-	59	
Continuing Studies	7,893	-	1,040	-	8,933	8,484
Co-op Education	724	-	105	-	829	709
Graduate Studies	329	176	688	3	1,196	859
Instructional Media Centre	1,547	-	-	390	1,937	1,576
International Programs	-	-	5,158	-	5,158	4,400
Library	-	5	-	-	5	45
	10,707	186	6,991	417	18,301	16,220
TOTAL ACADEMIC EXPENDITURES	$ 103,590	$ 19,876	$ 15,541	$ 2,610	$ 141,616	$ 132,014

Prepared without audit

Schedule 6

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND - NON-ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

	Salaries	Employee Benefits	Other Expenses	Internal Cost Allocations	External Cost Recoveries	Totals 1995	Totals 1994
LIBRARY							
General Operations	$ 5,197	$ 847	$ 1,302	$ 33	$ (683)	$ 6,696	$ 6,588
Library Acquisitions	-	-	4,058	-	-	4,058	3,411
	5,197	847	5,360	33	(683)	10,754	9,999
STUDENT SERVICES AND AWARDS							
Director's Office	384	64	137	-	-	585	451
Academic Resource Office	475	76	58	-	-	609	300
Athletics and Recreation	1,638	260	1,022	(24)	(136)	2,760	2,530
Counselling Services	642	103	103	-	(9)	839	781
Financial Aid - General Office	315	48	20	-	-	383	563
- Student Awards	-	-	4,286	-	-	4,286	3,834
Health Services	1,153	203	109	-	(949)	516	422
	4,607	754	5,735	(24)	(1,094)	9,978	8,881
PLANT AND MAINTENANCE							
General Operations	3,333	536	2,740	20	-	6,629	6,066
Contract Services	-	-	1,495	-	-	1,495	1,585
Utilities	-	-	1,827	-	-	1,827	1,892
	3,333	536	6,062	20	-	9,951	9,543
COMPUTING SERVICES	2,847	470	2,183	(50)	(193)	5,257	5,390
ADMINISTRATION AND GENERAL							
Administrative Systems	613	106	28	-	-	747	824
Analytical Studies	209	33	17	-	-	259	243
Development Office	640	27	161	-	-	828	1,313
Financial Services	1,801	298	210	-	-	2,309	2,281
General University	-	-	3,010	(1,231)	(7)	1,772	1,586
Human Resources/Employee Relations	924	168	145	-	-	1,237	1,348
Media/Public Relations	295	49	149	-	-	493	481
President's Office	1,085	250	418	(72)	-	1,681	832
Printing and Duplicating	579	111	(630)	8	(6)	62	85
Purchasing	282	46	16	-	-	344	316
Registrar's Office	2,385	382	700	-	-	3,467	3,463
Traffic and Security	743	152	1,433	2	(2,353)	(23)	166
University Archives	177	29	40	-	-	246	185
Vice President Academic	635	108	335	(78)	-	1,000	926
Vice President Finance and Administration	414	69	21	-	-	504	623
Vice President SFU at Harbour Centre	694	113	1,219	(165)	-	1,861	1,890
Vice President Research	485	146	443	-	(4)	1,070	689
	11,961	2,087	7,715	(1,536)	(2,370)	17,857	17,251
TOTALS	$ 27,945	$ 4,694	$ 27,055	$ (1,557)	$ (4,340)	$ 53,797	$ 51,064

Prepared without audit
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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, 1995 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, 1995 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.

J.O. Stubbs
President & Vice-Chancellor

R.W. Ward
Vice President, Finance & Administration

SIMON FRASER UNIVERSITY
REPORT OF THE VICE-PRESIDENT, FINANCE & ADMINISTRATION
1994/95

The audited financial statements of Simon Fraser University is a public document which is circulated to University departments and is also available in the library for 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 illustrates the sources of funding and areas of expenditure in five of the six funds. The sixth fund, 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 $162 million for 1994/95 is an increase of $8 million over 1993/94. The grant of $118,815,000 from the Province of British Columbia represents an increase of $2,648,000 over the previous year. The change is composed mainly of increases in the grants for enrollment growth $2,380,000, the non-recurring grant for enrollment growth $438,000 and pay equity $725,000, which was offset by a decrease of $952,000 from the previous year's base operating grant. Student fees for credit courses is $35,580,000, up $4,800,000 over the previous year, non credit fees are up by $300,000 and other fees up by $500,000. Investment income decreased by $300,000 due to lower interest rates and miscellaneous income increased by $300,000.

Operating expenses increased by $7 million to $157 million. Increases in total salaries and benefits were $5 million (4.1%). There were also increases of $1,000,000 in operating supplies, $600,000 for library acquisitions and $1,000,000 for all other expenses combined. This was offset by an increase of $600,000 in external recoveries.

The fund balance deficit of $2,200,000 is due entirely to the vacation pay accrual which is not funded.

Table 1 shows the sources of funding and a breakdown of the expenditure by function as well as a graph of the expenditures on a percentage basis over the last 5 years.

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND - ACADEMIC EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Schedule 5

	Salaries								Totals	
	Academic	Other Instruction & Research	Other	Total	Employee Benefits	Other Expenses	Internal Cost Allocations	External Cost Recoveries	1995	1994
FACULTY OF ARTS										
General faculty	$ (424)	$ 38	$ 675	$ 289	$ 49	$ 176	$ (22)	$ -	$ 492	$ 328
Archaeology	851	134	226	1,211	197	84	-	-	1,492	1,547
Canadian Studies	36	3	18	57	9	13	-	-	79	76
Contemporary Arts	1,764	343	466	2,573	415	332	1	(10)	3,311	3,102
Criminology	1,773	207	185	2,165	352	115	-	(15)	2,617	2,497
Economics	2,419	545	271	3,235	526	140	-	-	3,901	3,939
English	2,887	448	212	3,547	576	126	-	(9)	4,240	4,178
First Nations	270	34	35	339	56	17	-	-	412	296
French	866	105	210	1,181	193	58	1	-	1,433	1,408
Geography	1,657	325	258	2,240	364	115	-	-	2,719	2,602
Gerontology	155	12	-	167	27	10	-	-	204	208
Graduate Liberal Studies	79	4	36	119	19	25	-	-	163	119
History	2,216	177	172	2,565	421	133	1	-	3,120	3,133
Humanities	328	4	-	332	48	15	-	-	395	263
Interdisciplinary Studies	341	16	73	430	69	17	-	-	516	465
Linguistics	843	94	126	1,063	174	48	-	-	1,285	1,487
Masters of Publishing	3	-	6	9	1	11	-	-	21	-
Philosophy	999	148	79	1,226	202	47	-	-	1,475	1,426
Political Science	1,501	169	143	1,813	296	69	-	-	2,178	2,071
Psychology	2,803	909	479	4,191	688	230	-	-	5,109	5,003
Sociology and Anthropology	1,208	178	114	1,500	248	70	-	-	1,818	1,872
Spanish and Latin American Studies	632	126	88	846	140	48	-	-	1,034	1,025
Women's Studies	328	36	41	405	65	33	-	-	503	455
Other Studies	14	-	16	30	5	5	-	-	40	35
	23,549	4,055	3,929	31,533	5,140	1,937	(19)	(34)	38,657	37,535
FACULTY OF APPLIED SCIENCE										
General faculty	126	19	408	553	79	317	(103)	(78)	768	540
Communication Studies	1,433	329	228	1,990	322	172	(16)	(1)	2,467	2,286
Computing Science	2,363	368	553	3,284	537	286	3	-	4,110	3,934
Engineering Science	1,793	71	789	2,653	438	249	-	-	3,340	3,099
Kinesiology	1,468	503	351	2,322	379	269	-	(10)	2,960	2,778
Resource and Environmental Management	675	72	127	874	140	83	-	(1)	1,096	1,080
Centre for Policy Research on Science and Technology	-	5	-	5	1	-	-	-	6	3
Centre for Systems Science	(3)	207	486	690	98	330	(3)	-	1,115	1,380
	7,855	1,574	2,942	12,371	1,994	1,706	(119)	(90)	15,862	15,100
FACULTY OF BUSINESS ADMINISTRATION	4,390	647	852	5,889	960	832	(1)	(84)	7,596	7,569
FACULTY OF EDUCATION	4,953	399	1,105	6,457	1,060	882	(83)	-	8,316	7,902
FACULTY OF SCIENCE										
General faculty	99	67	151	317	74	565	(155)	-	801	538
Biological Sciences	3,358	1,173	765	5,296	860	582	2	-	6,740	6,205
Chemistry	2,295	846	622	3,763	618	415	1	-	4,797	4,681
Mathematics and Statistics	3,026	913	283	4,222	686	168	-	-	5,076	4,778
Molecular Biology and Biochemistry	-	87	102	189	24	68	-	-	281	381
Physics	2,132	458	363	2,953	473	253	-	-	3,679	3,544
Science Workshops	-	-	817	817	126	75	-	-	1,020	1,031
Western Canadian Universities Marine Biological Society	-	-	-	-	-	158	-	-	158	158
	10,910	3,544	3,103	17,557	2,863	2,284	(152)	-	22,552	21,316
OTHER EXPENDITURES										
Animal Care Facility	-	3	127	130	-	25	-	-	155	117
Centre for University Teaching		3	37	40	3	16			59	
Continuing Studies	1,400	1,500	2,830	5,730	938	1,191	98	(64)	7,893	7,047
Co-op Education	-	22	510	532	86	106	-	-	724	612
Graduate Studies	72	15	124	211	9	109	-	-	329	389
Instructional Media Centre	-	10	1,124	1,134	182	231	-	-	1,547	1,472
	1,472	1,553	4,752	7,777	1,218	1,678	98	(64)	10,707	9,637
TOTALS	$ 53,129	$ 11,772	$ 16,683	$ 81,584	$ 13,235	$ 9,319	$ (276)	$ (272)	$ 103,590	$ 99,059

Prepared without audit

SIMON FRASER UNIVERSITY
SCHEDULE OF GENERAL OPERATING FUND EXPENDITURES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

	Academic (Schedule 5)	Library	Student Services & Awards	Plant & Maintenance	Computing Services	Administration & General	Totals 1995	Totals 1994
		(------------------	------------------	Schedule 6	------------------	------------------)		
EXPENDITURES								
Salaries								
Academic	$ 53,129	$ -	$ -	$ -	$ -	$ -	$ 53,129	$ 51,503
Other instruction and research	11,772	-	-	-	-	-	11,772	11,514
Other support staff	16,683	5,197	4,607	3,333	2,847	11,961	44,628	42,545
Total salaries	81,584	5,197	4,607	3,333	2,847	11,961	109,529	105,562
Employee benefits	13,235	847	754	536	470	2,087	17,929	16,864
Travel and personnel costs	1,441	29	435	10	25	511	2,451	2,406
Supplies and expenses	4,830	876	680	2,185	1,008	2,209	11,788	10,725
Equipment and furnishings	1,346	174	102	322	102	449	2,495	2,055
Equipment and facility rentals	292	143	31	13	948	2,181	3,608	3,433
Library acquisitions	-	4,058	-	-	-	-	4,058	3,411
Utilities	730	39	74	1,827	49	275	2,994	2,910
Scholarships, fellowships, and bursaries	-	-	4,309	-	-	15	4,324	3,844
Contract services	8	5	-	1,495	-	1,127	2,635	2,813
Professional fees	449	10	56	178	15	755	1,463	1,346
Renovations and alterations	223	26	48	32	36	193	558	478
Internal cost allocations	(276)	33	(24)	20	(50)	(1,536)	(1,833)	(1,684)
External cost recoveries	(272)	(683)	(1,094)	-	(193)	(2,370)	(4,612)	(4,040)
Total	$ 103,590	$ 10,754	$ 9,978	$ 9,951	$ 5,257	$ 17,857	$ 157,387	$ 150,123

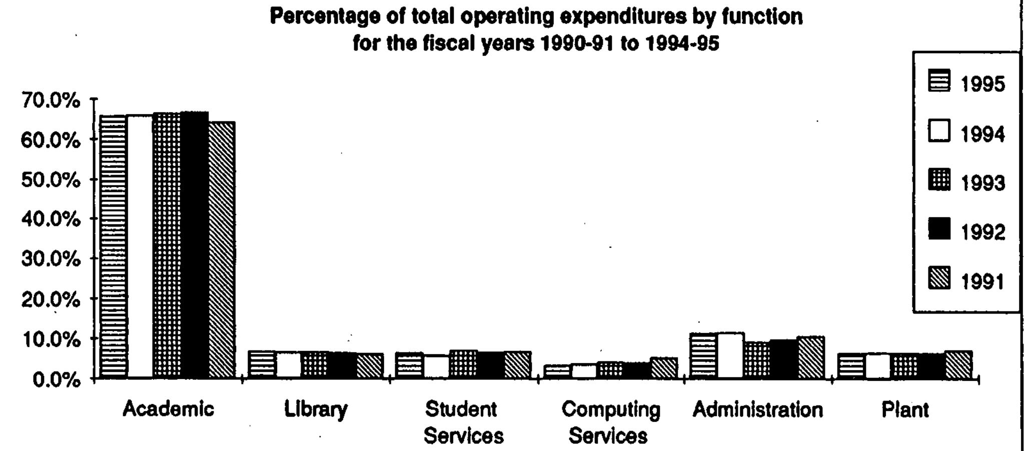
Prepared without audit

TABLE 1
Summary comparisons of total general operating revenue and expenditures
For the fiscal years 1990-91 to 1994-95
($000)

Source		1994-95		1993-94		1992-93		1991-92 *		1990-91	
Province of BC grants		118,816	73.2%	116,167	75.3%	112,908	77.2%	107,845	77.0%	94,626	78.6%
Student fees	-credit	35,580	21.9%	30,801	20.0%	27,823	19.1%	26,779	19.1%	20,637	17.1%
	-non-credit	1,812	1.1%	1,521	1.0%	1,236	0.8%	1,225	0.9%	1,348	1.1%
	-others	2,382	1.5%	1;873	1.2%	1,356	0.9%	1,324	0.9%	1,082	0.9%
Gifts		138	0.1%	152	0.1%	181	0.1%	216	0.2%	368	0.3%
Investment income		2,309	1.3%	2,663	1.6%	2,021	1.4%	1,905	1.4%	1,736	1.5%
Other		1,385	0.9%	1,164	0.8%	709	0.5%	750	0.5%	599	0.5%
Total		162,421	100.0%	154,341	100.0%	146,234	100.0%	140,044	100.0%	120,396	100.0%
Distribution by function		1994-95		1993-94		1992-93		1991-92 *		1990-91	
Academic		103,590	65.8%	99,059	66.0%	94,727	66.5%	92,008	66.8%	78,784	64.3%
Library		10,754	6.8%	9,999	6.7%	9,509	6.7%	8,751	6.4%	7,618	6.2%
Student Services		9,978	6.4%	8,871	5.9%	10,133	7.1%	9,249	6.7%	8,333	6.8%
Computing Services		5,257	3.4%	5,390	3.6%	5,774	4.1%	5,485	4.0%	6,389	5.2%
Administration **		17,857	11.3%	17,261	11.4%	13,141	9.1%	13,629	9.8%	12,795	10.5%
Plant		9,951	6.3%	9,543	6.4%	9,260	6.5%	8,685	6.3%	8,534	7.0%
Total		157,387	100.0%	150,123	100.0%	142,544	100.0%	137,807	100.0%	122,453	100.0%

* Includes Distance Education and the Fund for Excellence in Education program for the first time.
** Prior to 1993/94, all Harbour Centre operating expenses were charged to the Specific Purpose Fund.

Percentage of total operating expenditures by function for the fiscal years 1990-91 to 1994-95



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. (Federal 67%, Provincial 11%) 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 23%, Federal 28%) 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, conferences, and other centres and institutes funded from external sources.

Table 2 shows the level of expenditures for Sponsored Research and Specific Purpose for the last 5 years. Expenditures for Specific Purpose are in 2 categories; 1) grants and programs 2) scholarships and bursaries.

TABLE 2

Expenditures for Sponsored Research and Specific Purposes for the fiscal years 1990-91 to 1994-95

	1994-95	1993-94	1992-93	1991-92	1990-91
Expenditures (In $000)					
Sponsored Research	19,875	17,642	17,712	16,141	14,013
Specific Purpose Grants & Programs	17,059	14,804	18,800	19,676	21,957
Scholarships & Bursaries	2,613	2,234	2,553	2,456	2,137
Total	39,547	34,680	39,065	38,273	38,107

SIMON FRASER UNIVERSITY
SCHEDULE OF CHANGES IN ANCILLARY ENTERPRISES FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Schedule 3

	Bookstore	Food Services	Microcomputer Store	Residences	Totals 1995	Totals 1994
REVENUES						
Sale of goods and services	$ 7,188	$ -	$ 5,532	$ 4,630	$ 17,350	$ 10,577
Investment income	23	-	-	128	151	126
	7,211	-	5,532	4,758	17,501	10,703
EXPENDITURES AND OTHER DEDUCTIONS						
Salaries - support staff	887	-	171	588	1,646	1,216
Employee benefits	158	-	29	75	262	188
Travel and personnel costs	28	-	2	8	38	21
Supplies and expenses	189	60	6	853	1,108	863
Equipment and furnishings	559	1	34	29	623	313
Equipment and facility rentals	24	1	-	1	26	13
Utilities	28	10	4	588	630	586
Contract services	43	67	-	268	378	318
Professional fees	-	-	-	-	-	84
Renovations and alterations	50	33	2	129	214	151
Debt servicing - interest	-	58	-	1,750	1,808	1,700
- principal	-	50	-	396	446	410
Cost of goods sold	5,303	-	5,095	-	10,398	4,785
Internal cost allocations	179	-	72	86	337	109
External cost recoveries	-	(357)	-	-	(357)	(220)
	7,448	(77)	5,415	4,771	17,557	10,537
NET CHANGE IN THE YEAR	(237)	77	117	(13)	(56)	166
TRANSFERS AND APPROPRIATIONS						
Interfund transfers	50	-	-	(56)	(6)	(15)
Change in appropriations	-	-	-	(237)	(237)	146
NET (DECREASE) INCREASE DURING YEAR	(187)	77	117	(306)	(299)	297
FUND BALANCES AT BEGINNING OF YEAR	321	(144)	-	515	692	395
FUND BALANCES AT END OF YEAR	$ 134	$ (67)	$ 117	$ 209	$ 393	$ 692

SIMON FRASER UNIVERSITY

Schedule 2

SCHEDULE OF CHANGES IN SPONSORED RESEARCH AND SPECIFIC PURPOSE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

	Sponsored Research 1995	Sponsored Research 1994	Specific Purpose 1995	Specific Purpose 1994
REVENUES AND OTHER ADDITIONS				
Government grants and contracts				
Province of British Columbia	$ 2,343	$ 2,461	$ 6,012	$ 4,494
Government of Canada	13,639	12,052	7,590	7,739
Other governments	218	480	69	9
Student fees - credit courses	-	-	380	394
- non credit	-	-	1,400	1,247
Gifts, grants and bequests	4,274	3,718	4,015	3,417
Investment income	-	-	6,315	6,715
Miscellaneous income	-	-	872	547
	20,474	18,711	26,653	24,562
EXPENDITURES AND OTHER DEDUCTIONS				
Salaries-academic	681	516	2,066	1,788
-other instruction and research	9,380	8,954	1,522	1,286
-other support staff	-	-	3,407	3,645
Total salaries	10,061	9,470	6,995	6,719
Employee benefits	776	725	1,466	1,147
Travel and personnel costs	2,133	1,713	2,766	2,269
Supplies and expenses	2,671	2,407	2,186	2,099
Equipment and furnishings	3,293	2,534	1,273	854
Equipment and facility rentals	7	15	434	431
Library acquisitions	5	-	86	3
Utilities	8	9	57	57
Scholarships,fellowships, and bursaries	-	-	2,613	2,234
Contract services	-	-	12	2
Professional fees	454	441	1,059	629
Renovations and alterations	14	3	135	35
Internal cost allocations	453	325	1,043	1,250
External cost recoveries	-	-	(453)	(691)
	19,875	17,642	19,672	17,038
NET CHANGE IN THE YEAR	599	1,069	6,981	7,524
TRANSFERS AND APPROPRIATIONS				
Interfund transfers	273	183	(1,743)	(771)
Transfer to non expendable funds (Note 8)	-	-	(2,016)	(1,354)
Funds committed to specific purposes (Statement 2)	-	-	(610)	(875)
NET (DECREASE) INCREASE DURING YEAR	872	1,252	2,612	4,524
FUND BALANCES AT BEGINNING OF YEAR	8,474	7,222	12,942	8,418
FUND BALANCES AT END OF YEAR	$ 9,346	$ 8,474	$ 15,554	$ 12,942

Prepa[illegible]ithout audit
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Ancillary Enterprises

Ancillary Enterprises, which include the Bookstore, Food Services, the Microcomputer Store and Residences provide goods and services to the University community and are expected to operate on a break-even basis. There was a $299,000 decrease to the fund balance for 1994/95. The accumulated fund balance at March 31, 1995 is $393,000.

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 1994/95, $20 million was spent to complete previously started projects for the Shrum Centre, West Mall Complex, the Student Services Building and to start on the 64KVA Power upgrade, the AQ seismic upgrade, the Daycare expansion and Minor Capital Projects and Renovations and other smaller projects.

Endowment Fund

Endowment funds of $45 million 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 $6.2 million ($7.5 million in 1993/94). 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 of $3.9 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 1994/95.

Roger W. Ward
Vice-President
Finance & Administration

fs95/vprepfs

Report of the Auditor General of British Columbia

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, 1995 and the following statements for the year then ended:

Statement 2 - Statement of changes in appropriated expendable fund balances
Statement 3 - Statement of changes in unappropriated expendable fund balances
Statement 4 - Statement of changes in non-expendable fund balance
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, 1995 and the results of its operations and changes in fund balances for the year then ended in accordance with generally accepted accounting principles.

Victoria, British Columbia
June 2, 1995

SIMON FRASER UNIVERSITY
SCHEDULE OF CHANGES IN GENERAL OPERATING AND CAPITAL FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Schedule 1

	General Operating		Capital	
	1995	1994	1995	1994
REVENUES AND OTHER ADDITIONS				
Government grants and contracts				
Province of British Columbia	$ 118,815	$ 116,167	$ 25,976	$ 22,933
Government of Canada	-	112	-	-
Student fees -credit courses	35,580	30,801	-	-
-non-credit courses	1,812	1,521	-	-
-other	2,382	1,873	-	-
Gifts, grants and contracts	138	152	1,793	1,933
Investment income	2,309	2,663	648	571
Miscellaneous income	1,385	1,052	84	12
Capital borrowings	-	-	20,247	35,062
Interest earned on sinking fund	-	-	2,633	3,231
	162,421	154,341	51,381	63,742
EXPENDITURES AND OTHER DEDUCTIONS				
Salaries-academic	53,129	51,503	-	-
-other instruction and research	11,772	11,514	-	-
-other support staff	44,628	42,545	-	-
Total salaries	109,529	105,562	-	-
Employee benefits	17,929	16,864	-	-
Travel and personnel costs	2,451	2,406	-	-
Operating supplies and expenses	11,788	10,725	-	-
Equipment and furnishings	2,495	2,055	4,033	3,351
Equipment and facility rentals	3,608	3,433	-	-
Library acquisitions	4,058	3,411	-	-
Utilities	2,994	2,910	-	-
Scholarships,fellowships and bursaries	4,324	3,844	-	-
Contract services	2,635	2,813	-	-
Professional fees	1,463	1,346	-	-
Renovations and alterations	558	478	2,975	2,084
Debt servicing - - interest	-	-	19,085	16,963
- principal	-	-	8,973	8,396
Capital acquisitions	-	-	20,290	34,079
Internal cost allocations	(1,833)	(1,684)	-	-
External cost recoveries	(4,612)	(4,040)	-	-
	157,387	150,123	55,356	64,873
NET CHANGE IN YEAR	5,034	4,218	(3,975)	(1,131)
TRANSFERS AND APPROPRIATIONS				
Interfund transfers	(2,567)	(155)	4,043	758
Transfer to non expendable funds	-	(1)	-	-
Change in funds committed for specific purposes (Statement 2)	-	(419)	-	-
Change in appropriations (Statement 2)	(2,569)	(3,862)	778	1,264
NET (DECREASE) INCREASE DURING YEAR	(102)	(219)	846	891
FUND BALANCES AT BEGINNING OF YEAR	(2,098)	(1,879)	3,552	2,661
FUND BALANCES AT END OF YEAR	$ (2,200)	$ (2,098)	$ 4,398	$ 3,552

Prepared without audit

7. **Commitments - Capital Projects and Computer Leases**

Total commitments under contracts for capital projects amounted to $15,731,000 as at March 31, 1995 (1994 - $25,361,000). Future lease payments for computer equipment total $1,345,000.

	(000)
1996	$892
1997	$432
1998	$ 21

8. **Transfer to Non-Expendable Funds**

The transfer of $2,016,000 to the non-expendable endowment fund is comprised of capitalization of interest earnings of $1,416,000, $378,000 of transfers from programs and capitalization of capital gains of $322,000, less transfers to expendable capital funds of $100,000.

9. **Simon Fraser University Foundation**

This Foundation was established in 1987 under the provisions of the University Foundations 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 University Foundation amounting to $1,500,000 and nil 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.

SIMON FRASER UNIVERSITY
BALANCE SHEET
AS AT MARCH 31, 1995
(thousands of dollars)

Statement 1

ASSETS	1995	1994
Cash and short-term investments	$ 26,036	$ 10,039
Accounts receivable	15,753	15,658
Prepaid expenses	1,202	1,533
Inventories	2,800	2,604
Long-term investments (Note 2)	85,947	89,308
Deferred charges	2,470	2,451
Capital assets		
Land and buildings	267,772	247,940
Equipment	82,440	76,269
Library holdings	42,930	38,862
Roads and parking lots	14,537	14,408
Leasehold improvements	10,222	10,222
	$ 552,109	$ 509,294

LIABILITIES AND FUND BALANCES	1995	1994
Accounts payable and accrued liabilities	$ 26,223	$ 27,904
Loans payable (Note 3)	11,733	6,532
Long-term debt (Note 4)	172,755	165,605
Expendable fund balances		
Appropriated (Statement 2)		
General operating	14,539	11,970
Ancillary enterprises	1,234	997
Capital	2,014	2,792
Funds committed for specific purposes	18,115	17,505
Unappropriated (Statement 3)		
General operating	(2,200)	(2,098)
Sponsored research	9,346	8,474
Specific purpose	15,554	12,942
Ancillary enterprises	393	692
Capital	4,398	3,552
Non-expendable fund balance (Statement 4)		
Endowment	44,888	38,682
Equity in capital assets (Statement 5)	233,117	213,745
	$ 552,109	$ 509,294

Approved:

T. Nathoo
Deputy Chair
Board of Governors

R.W. Ward, Ph.D.
Vice President
Finance and Administration

The eleven accompanying notes are an integral part of these financial statements

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN APPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Statement 2

	Balances Beginning of Year	Released to meet Expenditures	Additions during the Year	Net Change for Year	Balances End of Year
GENERAL OPERATING FUND					
Carryovers - Faculties and departments	$ 2,462	$ 2,462	$ 3,125	$ 663	$ 3,125
- Auxiliaries and special projects	1,053	1,053	1,655	602	1,655
- Research and other grants	4,230	4,230	4,262	32	4,262
Specific provisions	2,001	2,001	2,322	321	2,322
Non-recurring expenditures	2,224	2,224	3,175	951	3,175
	11,970	11,970	14,539	2,569	14,539
ANCILLARY ENTERPRISES FUND					
Equipment replacement and capital improvements	997	349	586	237	1,234
CAPITAL FUND					
Authorized payments	2,792	2,792	2,014	(778)	2,014
FUNDS COMMITTED FOR SPECIFIC PURPOSES (NOTE 5)					
Group insurance	1,822	-	289	289	2,111
Lease commitment	15,483	1,421	1,680	259	15,742
Self insurance	200	53	115	62	262
	17,505	1,474	2,084	610	18,115
TOTALS	$ 33,264	$ 16,585	$ 19,223	$ 2,638	$ 35,902

Pension Plans (Cont'd.)

An amendment to the plan in 1981 and a letter of agreement between the University and the Faculty Association in 1990 addressed the funding and distribution of the formula retirement benefit account. The latest actuarial valuation of this account at January 1, 1995 estimates an unfunded liability of $1,112,000 to be funded over the next 7 1/2 years. The University will make special annual provisions of $195,000 starting January 1, 1995 until the liability for past service is fully funded. The new annual current service contribution, estimated to be $142,000 for 1995, is 1.2% of members' earnings. Provisions have been made in accounts payable to accommodate these obligations.

The University Pension Plan for Administrative/Union staff provides benefits based on years of service and the average of the highest sixty consecutive months' salary. A revised plan dated January 1, 1993 is still under review by Revenue Canada. Under the revised plan:

a. The University's contribution is based upon the amounts estimated by the Actuary and recommended by the Trustees to the Board of Governors of the University. The University shall contribute to the fund such amounts as the Board of Governors determines are required to fund the retirement benefits and other plan benefits.

b. The University shall not suspend or reduce its contribution to the pension fund without the prior approval of the employee organizations.

c. Any surplus in excess of a contingency reserve equal to 15% of the liabilities is to be distributed to members via separate money-purchase accounts maintained with the fund.

The latest actuarial valuation as of December 31, 1993 showed an actuarial liability of $64,439,787 and assets on hand of $70,770,000 resulting in a surplus of $6,330,213. As recommended by the Actuary, the rate of employer contribution was changed from 9.42% to 9.56% of annual earnings effective January 1, 1995.

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

5. **Funds Committed For Specific purposes**

These funds are set aside to meet the cost of future obligations.

a. **Group Insurance**

These funds are 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. **Lease Commitment**

These funds provide 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 $1,648,000 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.

c. **Self Insurance:**

These funds are held to pay self insured property and liability losses.

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.

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN UNAPPROPRIATED EXPENDABLE FUND BALANCES
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Statement 3

	General Operating	Sponsored Research	Specific Purpose	Ancillary Enterprises	Capital	Totals 1995	Totals 1994
REVENUES AND OTHER ADDITIONS							
Government grants and contracts							
Province of British Columbia	$ 118,815	$ 2,343	$ 6,012	$ -	$ 25,976	$ 153,146	$ 146,055
Government of Canada	-	13,639	7,590	-	-	21,229	19,903
Other governments	-	218	69	-	-	287	489
Student fees - credit courses	35,580	-	380	-	-	35,960	31,195
- non-credit courses	1,812	-	1,400	-	-	3,212	2,768
- other	2,382	-	-	-	-	2,382	1,873
Gifts, grants and contracts	138	4,274	4,015	-	1,793	10,220	9,220
Sale of goods and services	-	-	-	17,350	-	17,350	10,577
Investment income	2,309	-	6,315	151	648	9,423	10,075
Miscellaneous income	1,385	-	872	-	84	2,341	1,611
Capital borrowings	-	-	-	-	20,247	20,247	35,062
Interest earned on sinking fund	-	-	-	-	2,633	2,633	3,231
	162,421	20,474	26,653	17,501	51,381	278,430	272,059
EXPENDITURES AND OTHER DEDUCTIONS							
Salaries - academic	53,129	681	2,066	-	-	55,876	53,807
- other instruction and research	11,772	9,380	1,522	-	-	22,674	21,754
- support staff	44,628	-	3,407	1,646	-	49,681	47,407
Total salaries	109,529	10,061	6,995	1,646	-	128,231	122,968
Employee benefits	17,929	776	1,466	262	-	20,433	18,924
Travel and personnel costs	2,451	2,133	2,766	38	-	7,388	6,409
Supplies and expenses	11,788	2,671	2,186	1,108	-	17,753	16,094
Equipment and furnishings	2,495	3,293	1,273	623	4,033	11,717	9,106
Equipment and facility rentals	3,608	7	434	26	-	4,075	3,892
Library acquisitions	4,058	5	86	-	-	4,149	3,414
Utilities	2,994	8	57	630	-	3,689	3,562
Scholarships, fellowships and bursaries	4,324	-	2,613	-	-	6,937	6,078
Contract services	2,635	-	12	378	-	3,025	3,133
Professional fees	1,463	454	1,059	-	-	2,976	2,500
Renovations and alterations	558	14	135	214	2,975	3,896	2,751
Debt servicing - interest	-	-	-	1,808	19,085	20,893	18,663
- principal	-	-	-	446	8,973	9,419	8,806
Cost of goods sold	-	-	-	10,398	-	10,398	4,785
Capital acquisitions	-	-	-	-	20,290	20,290	34,079
Internal cost allocations	(1,833)	453	1,043	337	-	-	-
External cost recoveries	(4,612)	-	(453)	(357)	-	(5,422)	(4,951)
	157,387	19,875	19,672	17,557	55,356	269,847	260,213
NET CHANGE IN THE YEAR	5,034	599	6,981	(56)	(3,975)	8,583	11,846
TRANSFERS AND APPROPRIATIONS							
Interfund transfers	(2,567)	273	(1,743)	(6)	4,043	-	-
Transfer to non-expendable funds (Statement 4)	-	-	(2,016)	-	-	(2,016)	(1,355)
Funds committed for specific purposes (Statement 2)	-	-	(610)	-	-	(610)	(1,294)
Change in appropriations (Statement 2)	(2,569)	-	-	(237)	778	(2,028)	(2,452)
NET (DECREASE) INCREASE DURING YEAR	(102)	872	2,612	(299)	846	3,929	6,745
FUND BALANCES AT BEGINNING OF YEAR	(2,098)	8,474	12,942	692	3,552	23,562	16,817
FUND BALANCES AT END OF YEAR	$ (2,200)	$ 9,346	$ 15,554	$ 393	$ 4,398	$ 27,491	$ 23,562

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN NON-EXPENDABLE FUND BALANCE
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

	1995	1994
GIFTS, GRANTS AND BEQUESTS	$ 4,190	$ 6,147
TRANSFER FROM UNAPPROPRIATED EXPENDABLE FUNDS (NOTE 8)	2,016	1,355
INCREASE DURING THE YEAR	6,206	7,502
FUND BALANCE AT BEGINNING OF YEAR	38,682	31,180
FUND BALANCE AT END OF YEAR	$ 44,888	$ 38,682

b. **Canada Mortgage and Housing Corporation**

Maturity Date	Interest Rate	Balance Outstanding 1995 (000)	1994 (000)	Annual Payments (Incl. Interest) Until Maturity (000)
Jan. 1, 2017	5.375%	$ 159	$ 163	$ 12
Jan. 1, 2018	5.875%	814	830	65
Jul. 1, 2019	6.875%	2,009	2,040	171
		$2,982	$3,033	$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 1995 (000)	1994 (000)	Annual Payments (Incl. Interest) Until Maturity (000)
Dec. 10, 1996	9.41%	$ 2,943	$ 3,072	$ 415
Jan. 18, 1999	5.40%	2,120	2,120	269
Jan. 9, 2002	9.00%	3,000	3,000	336
Jan. 9, 2002	9.00%	3,000	3,000	336
Jun. 16, 2003	7.75%	4,520	4,520	420
Jan. 9, 2012	9.50%	3,000	3,000	350
Jun. 10, 2012	9.45%	3,000	3,000	349
Aug. 19, 2022	8.75%	5,000	5,000	482
		$26,583	$26,712	$2,957

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 rest are bonds which were issued to finance capital expenditures on a parkade and student residences.

4. Long-Term Debt

Long-term debt consists of the following:

	1995 (000)	1994 (000)
British Columbia Educational Institutions Capital Financing Authority	$185,424	$173,501
Less: sinking fund	41,140	37,115
	144,284	136,386
Canada Mortgage and Housing Corporation	2,982	3,033
Province of British Columbia	26,583	26,712
Less: sinking fund	1,094	526
	28,471	29,219
Total	$172,755	$165,605

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 5.40% to 17.00% and maturing from 1997 to 2014. 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:

	(000)
1996	$24,831
1997	$24,831
1998	$24,783
1999	$23,515
2000	$21,787

SIMON FRASER UNIVERSITY
STATEMENT OF CHANGES IN EQUITY IN CAPITAL ASSETS
FOR THE YEAR ENDED MARCH 31, 1995
(thousands of dollars)

Statement 5

	1995	1994
EQUITY INCREASED BY		
Additions to capital assets		
Capital Fund projects	$ 20,290	$ 34,079
Equipment and furnishings expenditures		
- General Operating Fund	2,495	2,055
- Sponsored Research Fund	3,293	2,534
- Specific Purpose Fund	1,273	854
- Ancillary Enterprises Fund	623	312
- Capital Fund	4,033	3,351
Library acquisitions expenditures		
- General Operating Fund	4,058	3,411
- Specific Purpose Fund	86	3
- Sponsored Research Fund	5	
	36,156	46,599
Repayment of capital borrowings	6,786	5,573
Interest earned on sinking fund	2,633	3,231
	45,575	55,403
EQUITY DECREASED BY		
Authorized capital borrowings	20,247	35,062
Equipment written off	5,874	5,158
Library dispositions	82	50
	26,203	40,270
NET INCREASE DURING YEAR	19,372	15,133
BALANCE AT BEGINNING OF YEAR	213,745	198,612
BALANCE AT END OF YEAR	$ 233,117	$ 213,745

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.

The Vancouver Foundation holds a number of endowment funds for the benefit of the University. These funds total $7,216,000 at March 31, 1995 and the portion of $5,255,000 belonging to the University is included in the University's financial statements.

	1995 (000)	**1994** (000)
Centre for North American Studies	$ 210	$ 110
Gordon M. Shrum Chair in Science Fund	790	790
SFU Scholarship and Bursary Endowment Fund	1,235	1,235
Simon Fraser University Bridge Endowment Fund	4,010	4,010
Women's Studies Endowment Trust Fund	735	735
Tri-University's Paul and Helen Trussell Science Student Endowment Fund	236	227
	$7,216	$7,107

In the fiscal year 1994/95 income from these funds of $592,000 (1994 $578,000) was paid to the University for specific purposes.

3. Loans Payable

Loans payable consist of:

	1995 (000)	**1994** (000)
Interim financing	$10,733	$ 5,532
Revolving loans	1,000	1,000
Total	$11,733	$ 6,532

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:

	1995 (000)	1994 (000)
Vancouver Foundation	$ 5,255	$ 5,205
Other	80,692	84,103
Total	$85,947	$89,308

Market value of the investments at March 31, 1995 was $86,477,000 (1994 - $93,487,000).

Expendable funds (Cont'd.):

Ancillary Enterprises
Revenue from the operation of the bookstore, food services, microcomputer store and residences 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, with the stipulation that these funds be invested and the income earned be expended for designated 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

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.

d. Investments

Short term and long term investments are recorded at cost or, where donated, at fair market value on the date of donation. 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.

Pledges made by donors to the University for donations to be received in future years are estimated at $3,900,000 (1994 - $3,157,000). 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.

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 (1995 - $158,000, 1994 - $158,000) 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.