

SIMON FRASER UNIVERSITY

S.77-91

MEMORANDUM

To..... SENATE
.....
FOR INFORMATION
.....
Subject..... ANNUAL REPORT - FOR INFORMATION

From..... SECRETARY OF SENATE
.....
Date..... SEPTEMBER 23, 1977

Section 32 of the Universities Act states: "The Board shall make an annual report of its transactions to the Universities Council, in which shall be set forth a balance-sheet and a statement of revenue and expenditure for the year ending on the preceding thirty-first day of March, and such other particulars as the Universities Council may require. A copy of the annual report shall be forthwith transmitted to the Senate."

A copy of the report is attached.

SIMON FRASER UNIVERSITY

MEMORANDUM

To..... Mr. Harry M. Evans.....
..... Registrar, Secretary of Senate.....
Subject..... Annual Report.....

From..... Donald H.M. Ross.....
..... Bursar.....
Date..... September 1 1977.....

I am forwarding herewith the University's Financial Statements, as at March 31 1977, in accordance with Section 32 (2) of the Universities Act.

:at
Encl.

Donald H.M. Ross

RECEIVED

SEP - 6 1977

REGISTRAR'S OFFICE
MAIL DESK

SIMON FRASER UNIVERSITY

FINANCIAL STATEMENTS

AS AT MARCH 31 1977

SIMON FRASER UNIVERSITY

Financial Statements

as at March 31 1977

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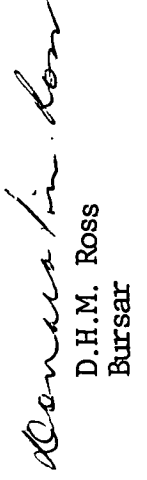
SIMON FRASER UNIVERSITY
Balance Sheet
as at March 31 1977

	<u>1977</u>	<u>1976</u>	<u>Liabilities and Fund Balances</u>
<u>Assets</u>			
<u>OPERATING FUNDS</u>			
Cash and short-term deposits	\$ 4,469,838	\$ 4,702,951	Accounts payable and accrued liabilities
Accounts receivable	758,222	883,565	Deferred operating grant
Inventories (Note 1)	703,647	739,316	General purposes fund
	<u>\$ 5,931,707</u>	<u>\$ 6,325,832</u>	Unappropriated
			Appropriated (Note 2)
			Specific purposes fund
			(Exhibit B)
			(Exhibit B)
			(Exhibit B)
			<u>\$ 4,197,424</u>
			<u>\$ 3,421,425</u>
			<u>1,836,750</u>
<u>ENDOWMENT AND STUDENT LOAN FUNDS</u>			
Cash and short-term deposits	\$ 276,928	\$ 61,758	Endowment fund
Investments, at cost	82,696	133,196	Student loan fund
(market \$80,223; 1976 \$128,928)	24,909	13,576	
Student loans receivable	1	1	
Land, at nominal value	<u>\$ 384,534</u>	<u>\$ 208,531</u>	(Exhibit B)
			<u>\$ 327,894</u>
			<u>56,640</u>
			<u>\$ 178,960</u>
			<u>29,571</u>
<u>CAPITAL FUND</u>			
Short-term deposits	\$ 4,488,411	\$ 5,863,626	Accounts and holdbacks payable
Investments, at cost and market	150,000	160,000	Debentures payable (Note 3)
Accounts receivable	166,031	340,031	Net investment in land, buildings and equipment
Land, buildings and equipment, at cost (Note 1)	56,182,339	53,907,104	Capital fund (Note 4)
	<u>\$ 4,888,441</u>	<u>\$ 6,370,761</u>	(Exhibit B)
			<u>\$ 210,174</u>
			<u>3,548,459</u>
			<u>\$ 1,428,441</u>
			<u>3,564,856</u>
			<u>50,342,248</u>
			<u>4,935,216</u>
			<u>\$ 60,270,761</u>

The accompanying notes are an integral part of these financial statements

Signed on behalf of the Board of Governors


R. Parkinson, M.D.
Chairman, Board of Governors


D.H.M. Ross
Bursar

SIMON FRASER UNIVERSITY
Statement of Revenue and Expenditure and Changes in Fund Balances
for the year ended March 31 1977

	Operating Funds		Endowment & Student Loan Funds	Capital Fund	Total Funds	1976
	General Purposes	Specific Purposes				
<u>Revenue -</u>						
Province of British Columbia grants	\$37,738,520			1,300,000	\$39,038,520	\$33,044,195
Student fees	3,563,578				3,563,578	3,376,534
Sponsored and assisted research		2,095,938		23,757	2,095,938	1,900,680
Services and miscellaneous	849,601			527,681	873,358	1,795,042
Investment income	492,481	20,123		82,849	1,040,285	1,281,274
Gifts and grants	510	226,286	76,003		385,648	249,623
	42,644,690	2,342,347	76,003	1,934,287	46,997,327	40,647,348
(Schedule 1)						
<u>Expenditure -</u>						
Academic	26,954,982	15,926			26,970,908	23,821,297
Library	3,450,475	14,827			3,465,302	3,090,386
Sponsored and assisted research		1,886,037			1,886,037	1,930,278
Student services	1,746,567				1,746,567	1,579,337
Scholarships and bursaries	700,789	109,262			810,051	814,242
Plant maintenance	4,618,864				4,618,864	4,026,849
Administration and general	4,478,792	66,479		2,275,235	4,545,271	4,112,901
Buildings and equipment					2,275,235	7,768,165
	41,950,469	2,092,531		2,275,235	46,318,235	47,143,455
(Schedule 2)						
Ancillary enterprises (Schedule 5)	177,412				177,412	217,631
	42,127,881	2,092,531		2,275,235	46,495,647	47,361,086
<u>Changes in fund balances</u>						
Net increase for the year - excess of revenue over expenditure	516,809	249,816	76,003	(340,948)	100,000	
Inter-fund transfer (Note 5)	(100,000)					
Transfer to appropriated fund balance (Note 2) (Exhibit A)	(360,000)					
Beginning fund balances (Exhibit A)	622,922	444,735	208,531	4,935,216		
Ending fund balances (Exhibit A)	\$ 679,731	694,551	384,534	\$4,594,268		

The accompanying notes are an integral part of these financial statements

SIMON FRASER UNIVERSITY
Notes to Financial Statements
March 31 1977

SIMON FRASER UNIVERSITY

Statement of Revenue

for the year ended March 31 1977

1. Significant accounting policies

(a) The University accounts are maintained in compliance with the principles of fund accounting in order to recognize restrictions imposed on the use of available resources. Under this procedure resources are classified into funds in accordance with objectives, authorized by the Board of Governors or otherwise specified. Funds have been combined into the following major divisions.

General purposes operating funds comprise revenues which are administered by the Board of Governors.

Specific purposes operating funds consist of amounts used for projects designated by donors, together with the income earned on endowment funds.

Endowment funds are received with the understanding that the principal will be invested and that the income earned thereon will be expended for specified purposes.

Capital funds are grants and gifts received for the purpose of acquiring capital assets as described in Note 1(b).

(b) Land, buildings and original equipment are shown on the balance sheet at cost, as well as being recorded as expenditures of the capital fund in the year of acquisition.

Replacement equipment, renewals, alterations and renovations are recorded as expenditures of the operating fund in the year the costs thereof are incurred. No provision is made in the financial statements for amortization of the cost of buildings and equipment.

(c) Inventories of supplies are recorded at cost and inventories of merchandise held for resale are stated at the lower of cost or estimated realizable value.

Student Fees	Sponsored & Assisted Research	Services & Miscellaneous	Investment Income	Gifts & Grants	Total Funds	1976
2,835,888					\$ 2,835,888	\$ 2,706,700
650,820					650,820	641,205
76,870					76,870	28,629
	1,658,049			108,665	1,766,714	1,454,853
	369,221	270,641		9,044	39,687,426	33,699,321
	676			8,000	8,676	39,592
	5,700			143,710	149,410	35,814
	4,375			41,239	45,614	72,919
	57,917			74,990	132,907	82,205
			1,040,285		1,040,285	7,980
		95,332			95,332	1,281,274
		245,922			245,922	66,338
		130,230			130,230	339,268
		131,233			131,233	44,457
3,563,578	2,095,938	873,358	1,040,285	385,648	46,997,327	40,647,348
3,563,578	2,095,938	849,601	492,481	510	42,644,690	37,550,284
			20,123	226,286	2,342,347	2,076,099
3,563,578	2,095,938	849,601	512,604	226,796	44,987,037	39,626,383
3,563,578	2,095,938	873,358	1,040,285	385,648	\$46,997,327	\$40,647,348
		23,757	527,681	76,003	76,003	24,629
				82,849	1,934,287	996,336

SIMON FRASER UNIVERSITY
Statement of Expenditure
for the year ended March 31 1977

	Academic	Library	Sponsored & Assisted Research	Student Services	Scholarships & Bursaries	Plant Maintenance	Administration & General	Buildings & Equipment	Total Funds	1976
<u>Expenditure -</u>										
Salaries										
Academic and executive	\$15,835,718	139,650	1,318,199	135,853		93,282	583,746		\$18,106,448	\$16,209,815
All other staff	4,691,419	1,824,767		1,156,794		1,268,498	2,422,417		11,363,895	10,221,422
Employee benefits	1,983,897	209,359	44,529	124,451		152,779	367,346		2,882,361	2,400,278
Travel										
General	576,003	12,785	205,488	118,849		5,649	83,563		1,002,337	819,139
Staff moving	67,752								67,752	61,649
Expendable supplies	1,271,257	114,063	179,289	121,998		620,721	430,640		2,737,968	2,620,180
Equipment										
Expendable	882,166	23,076	95,771	30,685		31,328	87,656		1,150,653	761,486
Major	491,427	9,276	28,071			12,594	82,762		624,130	683,524
New facilities								68,992	68,992	59,698
Equipment rentals										
General	77,411			8,487			10,547		96,445	89,048
Computer	304,795	30,736		107		3,534	119,928		459,100	475,603
Memberships							32,394		32,394	27,088
Books and periodicals	6,191	749,592							755,783	837,011
Printing and copying	126,227	14,131		3,219		53	105,692		249,322	278,604
Utilities	1,507	701		561		925,596			928,365	816,232
Student awards	202,879				810,051				1,012,930	978,417
Grants	91,519								91,519	71,365
Insurance						50,186	40,934		91,120	72,884
Contract services		68,755				1,057,131	1,108		1,126,994	944,653
Professional fees	54,140					43,932	59,005	421,748	578,825	915,699
Renovations and alterations	232,847	264,099		688		348,015	24,927		870,576	495,196
Building contracts								1,784,495	1,784,495	6,962,305
Other expenditures	73,753	4,312	14,690	44,875		5,566	92,606		235,802	342,159
Total (Exhibit B)	26,970,908	3,465,302	1,886,037	1,746,567	810,051	4,618,864	4,545,271	2,275,235	46,318,235	47,143,455
<u>SUMMARY</u>										
General purposes fund	26,954,982	3,450,475		1,746,567	700,789	4,618,864	4,478,792		41,950,469	37,252,113
Specific purposes fund	15,926	14,827	1,886,037		109,262		66,479		2,092,531	2,123,177
Total operating funds	26,970,908	3,465,302	1,886,037	1,746,567	810,051	4,618,864	4,545,271	2,275,235	44,043,000	39,375,290
Capital fund										7,768,165
Total funds	\$26,970,908	3,465,302	1,886,037	1,746,567	810,051	4,618,864	4,545,271	2,275,235	\$46,318,235	\$47,143,455

SIMON FRASER UNIVERSITY

Statement of Academic Department and Research Expenditure
for the year ended March 31 1977

	Salaries, Benefits	Supplies, Expenses	Research	Total	1976
Faculty of Arts -					
Dean's Office	\$ 192,402	21,129	15,133	\$ 228,664	\$ 238,539
Archaeology	339,168	111,163	59,545	509,876	338,837
Economics and Commerce	1,978,845	135,117	186,793	2,300,755	1,972,076
English	1,463,823	43,522	15,205	1,522,550	1,392,678
Geography	813,790	86,795	89,575	990,160	951,811
History	869,697	31,307	12,700	913,704	804,143
Modern Languages	1,112,125	71,812	10,185	1,194,122	1,105,523
Philosophy	343,334	32,639	3,730	379,703	343,995
Political Science	456,605	22,164	1,187	479,956	366,401
Psychology	1,102,805	179,204	85,081	1,367,090	1,099,040
Sociology and Anthropology	641,146	30,112	6,398	677,656	629,454
	9,313,740	764,964	485,532	10,564,236	9,242,497
Faculty of Education	3,141,740	432,564	98,803	3,673,107	3,371,608
Faculty of Interdisciplinary Studies -					
Dean's Office	218,237	12,703	2,044	232,984	141,692
Interdisciplinary Programs	23,744	8,697		32,441	22,982
Centre for the Arts	481,471	361,423		842,894	520,117
Communication Studies	556,240	70,523	71,640	698,403	611,425
Computing Science	527,873	418,255	37,239	983,367	821,475
Criminology	248,296	77,611	37,092	362,999	193,055
Kinesiology	552,079	173,863	83,175	809,117	728,883
	2,607,940	1,123,075	231,190	3,962,205	3,039,629
Faculty of Science -					
Dean's Office	135,821	30,668	71,822	238,311	232,182
Biological Sciences	1,664,591	426,615	420,203	2,511,409	2,308,134
Chemistry	1,366,159	251,297	819,862	2,437,318	2,252,195
Mathematics	1,062,438	55,978	111,189	1,229,605	1,064,523
Physics	843,798	224,736	397,169	1,465,703	1,328,680
Science Workshops	257,569	11,112		268,681	271,963
Western Canadian Universities Biological Society Grant		62,141	20,750	82,891	71,365
	5,330,376	1,062,547	1,840,995	8,233,918	7,529,042
Graduate Studies	160,644	243,774	251,409	655,827	662,533
Continuing Studies	654,895	182,288	12,467	849,650	997,046
Animal Care	4,822	20,768		25,590	
Audio Visual Centre	632,161	116,193		748,354	767,752
Reading and Study Skills Centre	140,436	3,622		144,058	141,468
	\$21,986,754	3,949,795	2,920,396	\$28,856,945	\$25,751,575
SUMMARY					
Academic Expenditure (Schedule 2)				\$26,970,908	\$23,821,297
Sponsored and Assisted Research Expenditure (Schedule 2)				1,886,037	1,930,278
				<u>\$28,856,945</u>	<u>\$25,751,575</u>

SIMON FRASER UNIVERSITY

Statement of Land, Buildings and Equipment
as at March 31 1977

	March 31 1976	Expenditures during the year	March 31 1977
Buildings:			
Academic quadrangle	\$ 6,756,185		\$ 6,756,185
Administration	2,695,995	18,864	2,714,859
Animal care	228,867	400,450	629,317
Central mall	3,214,071	22,191	3,236,262
Classroom block	3,899,941		3,899,941
Day care centre	510,549	711,014	1,221,563
East concourse cafeteria	455,101		455,101
Gymnasium	3,838,511	(76,615)	3,761,896
Library	9,199,103	680,018	9,879,121
Multi-purpose academic complex	422,705	158,904	581,609
Physical Plant and Planning	826,743		826,743
Professional foundation	265,798	13,091	278,889
Science complex	8,571,867	4,000	8,575,867
Teaching and laboratories complex	143,578	220,092	363,670
Temporary classrooms at Kelowna	139,198	(913)	138,285
Theatre	704,908		704,908
University centre	614,097		614,097
Water tower and pumphouse	435,973		435,973
Other projects	124,994	26,000	150,994
Land	43,048,184	2,177,096	45,225,280
	35,612		35,612
Playing fields	191,282		191,282
Roads, parking lots	1,234,287		1,234,287
Site development	1,262,230		1,262,230
Equipment	3,506,230	68,992	3,575,222
Preliminary library acquisitions	345,667		345,667
Western Canadian Universities Marine Biological Society Capital Contribution	251,850		251,850
	49,875,342	2,246,088	52,121,430
Student residences	4,031,762	29,147	4,060,909
	\$53,907,104	2,275,235	\$56,182,339

SIMON FRASER UNIVERSITY

Statement of Ancillary Enterprise Operations
for the year ended March 31 1977

	Bookstore	Residences	Campus Food Services	Total
	1976	1977	1976	1977
	77			
	169	567,799	764,358	\$1,733,527
			844,357	\$1,690,517
	169	567,799	764,358	567,799
			844,357	2,301,326
	035		294,100	1,049,135
	044	46,877	344,759	510,103
	146	77,057	510,103	217,921
		16,397	5,616	92,819
	252	231,671		16,397
		59,905		251,923
		7,548		59,905
		67,409	7,500	7,548
	974	104,317		74,909
		48,084		106,291
	485	15,403	14,815	48,084
			20,313	43,703
	936	674,668	832,134	2,478,738
	767	(106,869)	(67,776)	\$ (177,412)
		(145,596)	(86,260)	\$ (217,631)
		658,183	930,617	2,420,735

SIMON FRASER UNIVERSITY
Notes to Financial Statements
March 31 1977

1. Significant accounting policies

- (a) The University accounts are maintained in compliance with the principles of fund accounting in order to recognize restrictions imposed on the use of available resources. Under this procedure resources are classified into funds in accordance with objectives, authorized by the Board of Governors or otherwise specified. Funds have been combined into the following major divisions.

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- (b) Land, buildings and original equipment are shown on the balance sheet at cost, as well as being recorded as expenditures of the capital fund in the year of acquisition. Replacement equipment, renewals, alterations and renovations are recorded as expenditures of the operating fund in the year the costs thereof are incurred. No provision is made in the financial statements for amortization of the cost of buildings and equipment.
- (c) Inventories of supplies are recorded at cost and inventories of merchandise held for resale are stated at the lower of cost or estimated realizable value.

2. General purposes fund - Appropriated

In accordance with a resolution of the Board of Governors, the amount of \$360,000 has been appropriated from operating funds on hand at March 31 1977 for the following accounts,

(a) Acquisition of specified departmental equipment and library materials	\$200,000
(b) Establishment of reserves,	
For expenses resulting from the increase in amount deductible from insurance policy claims	125,000
For appraisal of property values	35,000
	<u>\$360,000</u>

3. Debentures payable to Central Mortgage and Housing Corporation

	<u>Maturity Date</u>	<u>Balance Outstanding</u>	<u>Interest Rate</u>	<u>Annual Payments Including Interest</u>
1.	Jan. 1 2017	\$ 203,589	5 3/8%	\$ 12,433
2.	Jan. 1 2018	1,002,212	5 7/8%	64,925
3.	Jul. 1 2019	2,342,658	6 7/8%	170,710
		<u>\$3,548,459</u>		<u>\$248,068</u>

The debentures are secured by floating charge on the student residences.

4. Commitments

Commitments under building contracts aggregated \$3,307,713 at March 31 1977 of which \$1,761,713 will be financed from capital funds on hand whereas the balance of \$1,546,000 will be financed under the terms of the British Columbia Educational Institutions Capital Financing Authority Act.

5. Inter-fund transfer

The amount of \$100,000 was transferred from surplus general purposes funds to the endowment fund for student bursaries.

6. Comparative data

Certain amounts relating to 1976 have been restated to conform with new classifications used with respect to the current year.

SIMON FRASER UNIVERSITY

AUDITOR'S REPORT

To the Universities Council:

I have examined the balance sheet of Simon Fraser University as at March 31 1977 and the statement of revenue and expenditure and changes in fund balances for the year then ended. My examination was made in accordance with generally accepted auditing standards and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the University as at March 31 1977 and the results of its operations and the changes in its fund balances for the year then ended in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Victoria, British Columbia
July 6 1977



K.M. Lightbody, C.A.
Acting Comptroller-General