

DRAFT

Supplementary Financial Report

April 30, 2004

UNIVERSITY OF TORONTO
SUPPLEMENTARY REPORT
INDEX

The supplementary report provides additional information to that which is found in the University's annual financial report.

SCHEDULE 1 (Page 4)
FINANCIAL STATEMENTS BY FUND

The University reports its financial results in one column. A schedule has been prepared which provides the Balance Sheet and the Statement of Operations and Changes in Deficit by fund.

SCHEDULE 2 (Page 6)
INVESTMENTS

This schedule provides a summary of investment holdings by fund and type of security with comparative figures for 2002-03.

SCHEDULE 3 (Page 7)
GOVERNMENT GRANTS AND STUDENT FEES

This schedule provides government grants and student fees per FTE student.

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This schedule provides a summary of transfers between funds in accordance with the interfund transfer policy.

SCHEDULE 5 (Page 9)
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This schedule provides funds received by source and expenses by functional grouping for the operating fund.

SCHEDULE 6 (Page 10)
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET

This schedule provides a comparison of the operating fund's financial results compared to the original budget approved by Governing Council.

SCHEDULE 7 (Page 14)
OPERATING FUND COMMITTED CAPITAL

This report summarizes total appropriations carried forward for 2003-04 and 2002-03 by functional categories and by individual faculties and divisions. Academic divisions report how they intend on spending their carryforward funds net of purchase orders. The spending plans are grouped in five categories as follows:

a) Independently funded projects:

Included in this section are a number of projects housed in operating units which exist because they generate their own source of funds (i.e. self funded units). Examples would be

continuing education programs and "fee for service" contracts. The funds generated are expected to only be applied to future expenses of that unit.

b) Research:

Funds set aside for research would be included in this section. This includes funds allocated to Principal Investigators as a result of the Faculty members and Librarians expense reimbursement program, overheads, research allowance or start-up funds. Also included are funds set aside for Canada Research Chairs and EAF Chairs including any related research allowance.

c) Student assistance:

This category captures all funds set-aside for scholarships, bursaries and other student assistance.

d) Infrastructure:

This category is intended to capture funds that have been set-aside by the unit in anticipation of a major renovation to their facility; infrastructure upgrades, such as computer networking, security, equipment and furniture renewal; and associated moving costs.

e) Other academic purposes:

This section includes divisional funds that are used for purposes other than those identified above. Funds in this category would include funds set aside for anticipated budget reductions, voluntary early academic retirements, professional development and start-up funds.

SCHEDULE 8 (Page 18)

HISTORICAL SUMMARY OF CAPITAL

This schedule provides an historical summary of the operating fund's capital.

SCHEDULE 9 (Page 19)

HISTORICAL SUMMARY OF OPERATING RESULTS

This schedule provides a five-year summary of income, expenditures and surplus (deficit) for the year of the operating fund.

SCHEDULE 10 (Page 20)

ANCILLARY CAPITAL

This schedule provides a summary of capital for the year for each individual ancillary operation. Capital consists of surplus (deficit), committed capital and equity in capital assets.

SCHEDULE 11 (Page 21)

ANCILLARY OPERATIONS HISTORICAL SUMMARY OF OPERATING RESULTS

This schedule provides a five year historical summary of income, expenditures and the surplus (deficit) for the year of ancillary operations.

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CAPITAL FUND

The capital fund accounts for amounts expended and funds available to be spent on both the operating and ancillary buildings. The balance in the capital fund of \$69.1 million consists of \$86.4

million on hand for specific projects less \$17.3 million used to bridge finance other specific projects.

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CAPITAL FUND ANALYSIS OF FUND BALANCE

This schedule provides a detailed listing of capital projects with their corresponding fund balances. Small projects have been summarized instead of individually listed.

SCHEDULE 14 (Page 24)

ESTIMATED COST TO COMPLETE CONSTRUCTION AND RENOVATION PROJECTS BY SOURCE OF FUNDS

The estimated cost to complete capital projects in progress at April 30, 2004 is approximately \$297.6 million. These projects will be funded by government grants, donations, student levies and operations.

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ENDOWMENTS AND EXPENDABLE FUNDS

This schedule provides a summary of endowments and expendable funds.

SCHEDULE 16 (Page 26)

GRANTS, OTHER ADDITIONS AND CONTRACTS

This schedule provides a summary of grants, other additions and contracts awarded by source and by faculty.

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RATIO OF ENDOWMENTS TO OPERATING FUNDS

This schedule provides a five-year history of endowments at market value and the ratio of endowments to operating funds.

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RATIO OF ENDOWMENTS PER FTE STUDENT

This schedule provides a five-year history of endowments at market value and the ratio of endowments per FTE student.

SCHEDULE 19 (Page 29)

DONATIONS RECEIVED

This schedule provides a summary of donations received by source and distribution by faculty.

SCHEDULE 20 (Page 30)

HISTORICAL SUMMARY OF DONATIONS RECEIVED

This schedule provides endowed and expendable donations received for the past ten years.

UNIVERSITY OF TORONTO
BALANCE SHEET
April 30, 2004
(with comparative figures at April 30, 2003)
(millions of dollars)

	Operating fund	Ancillary operations	Capital fund	Restricted funds	2004 Total	2003 Total
	\$	\$	\$	\$	\$	\$
ASSETS						
Current						
Cash and short-term investments	269.6	16.8	(72.9)	(45.8)	167.7	309.2
Accounts receivable	52.3	11.7	19.3	3.7	87.0	72.1
Inventories and prepaid expenses	3.5	10.6	2.4		16.5	18.8
Investments				1,800.8	1,800.8	1,339.1
Advance to University of Toronto Press Incorporated	7.8	(7.8)				
Capital assets, net		254.2	704.3		958.5	706.0
	<u>333.2</u>	<u>285.5</u>	<u>653.1</u>	<u>1,758.7</u>	<u>3,030.5</u>	<u>2,445.2</u>
LIABILITIES						
Current						
Accounts payable and accrued liabilities	82.8	24.7	27.8	19.5	154.8	130.7
Deferred contributions				261.0	261.0	267.0
Accrued pension liability	101.8				101.8	30.1
Employee future benefit obligation other than pension	112.9				112.9	88.2
Internal loans	176.4	177.8	(354.2)			
Other long-term debt		48.6	6.5		55.1	56.7
Series A - senior unsecured debenture			160.0		160.0	160.0
Series B - senior unsecured debenture			200.0		200.0	
Deferred capital contributions		6.6	491.3		497.9	448.3
	<u>473.9</u>	<u>257.7</u>	<u>531.4</u>	<u>280.5</u>	<u>1,543.5</u>	<u>1,181.0</u>
CAPITAL						
Unrestricted capital (deficit)	(10.5)	(16.4)	(20.8)		(47.7)	(67.2)
Committed capital	(130.2)	7.0	(8.2)	190.5	59.1	79.5
Equity in capital assets		37.2	150.7		187.9	189.6
Endowments				1,287.7	1,287.7	1,062.3
	<u>(140.7)</u>	<u>27.8</u>	<u>121.7</u>	<u>1,478.2</u>	<u>1,487.0</u>	<u>1,264.2</u>
	<u>333.2</u>	<u>285.5</u>	<u>653.1</u>	<u>1,758.7</u>	<u>3,030.5</u>	<u>2,445.2</u>

UNIVERSITY OF TORONTO
STATEMENT OF OPERATIONS AND CHANGES IN DEFICIT
April 30, 2004
(with comparative figures at April 30, 2003)
(millions of dollars)

	Operating fund	Ancillary operations	Capital fund	Restricted funds	2004 Total	2003 Total
REVENUES						
Government grants for general operations	479.8				479.8	422.7
Student fees	426.4	5.1	1.6		433.1	380.9
Government and other grants for restricted purposes		(6.1)	40.2	261.1	295.2	222.1
Sales, services and sundry income	66.7	106.8	1.2		174.7	159.4
Investment income (loss)						
Endowments	33.0			46.7	79.7	
Other	26.3	(7.6)	2.0	23.5	44.2	(55.6)
Donations		6.2	12.2	21.0	39.4	36.6
Contract research	5.2			16.8	22.0	26.6
	<u>1,037.4</u>	<u>104.4</u>	<u>57.2</u>	<u>369.1</u>	<u>1,568.1</u>	<u>1,192.7</u>
EXPENSES						
Salaries and benefits	740.8	9.2		157.8	907.8	800.8
Materials and supplies	64.5	3.4		116.3	184.2	153.4
Scholarships, fellowships and bursaries	108.8				108.8	98.8
Amortization of capital assets	4.1	7.0	65.7		76.8	71.1
Cost of sales and services		70.7			70.7	67.4
Utilities	32.5	5.7			38.2	39.1
Repairs and maintenance	23.0	8.1	2.8	4.4	38.3	38.8
Travel and conferences	10.8			16.9	27.7	28.8
Interest	15.9	3.9			19.8	15.4
External contracted services	13.1			2.8	15.9	14.8
Telecommunications	9.0			1.2	10.2	9.6
Other	12.4		2.4	8.3	23.1	19.1
	<u>1,034.9</u>	<u>108.0</u>	<u>70.9</u>	<u>307.7</u>	<u>1,521.5</u>	<u>1,357.1</u>
Net income (loss)	2.5	(3.6)	(13.7)	61.4	46.6	(164.4)
Net transfer between funds	(4.4)	(0.2)	(16.6)	21.2		
Transfer of capital assets	(31.1)		31.1			
Change in committed capital	56.1	0.3	(2.6)	(33.4)	20.4	58.3
Change in equity in capital assets		(12.0)	13.7		1.7	5.4
Transfers of donations to endowments				(16.0)	(16.0)	(8.2)
Transfer from internally restricted endowments				(33.2)	(33.2)	73.7
Net change in deficit for the year	<u>23.1</u>	<u>(15.5)</u>	<u>11.9</u>	<u>(33.2)</u>	<u>19.5</u>	<u>(35.2)</u>
Deficit, beginning of year	<u>(33.6)</u>	<u>(0.9)</u>	<u>(32.7)</u>	<u>(67.2)</u>	<u>(67.2)</u>	<u>(32.0)</u>
Deficit, end of year	<u>(10.5)</u>	<u>(16.4)</u>	<u>(20.8)</u>	<u>(47.7)</u>	<u>(47.7)</u>	<u>(67.2)</u>

UNIVERSITY OF TORONTO
SCHEDULE OF INVESTMENTS
AS AT APRIL 30, 2004

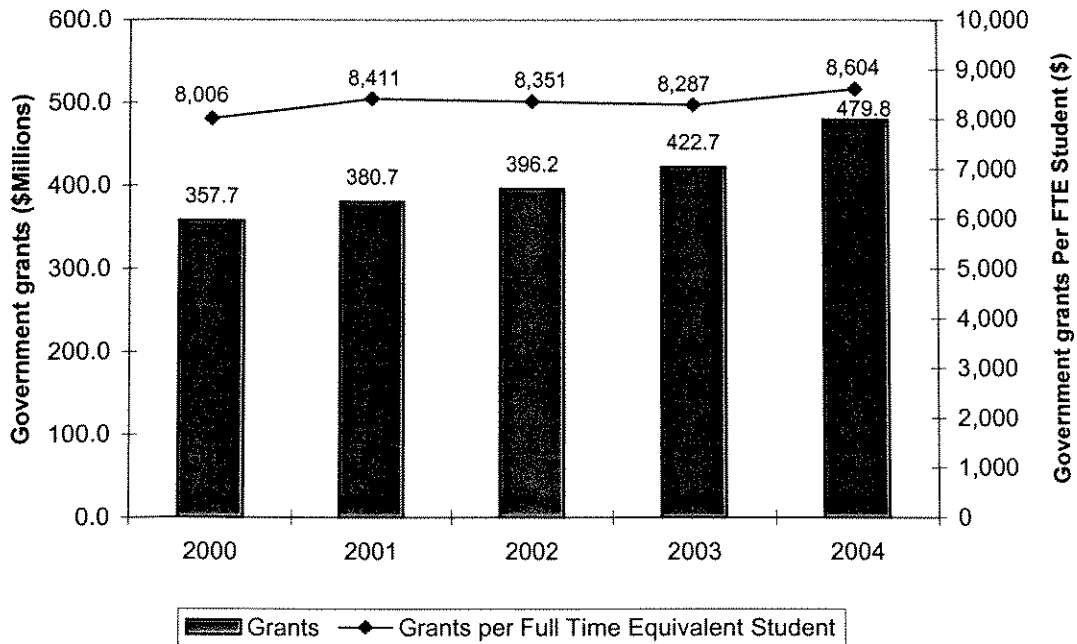
SCHEDULE 2

(with comparative totals as at April 30, 2003)
(millions of dollars)

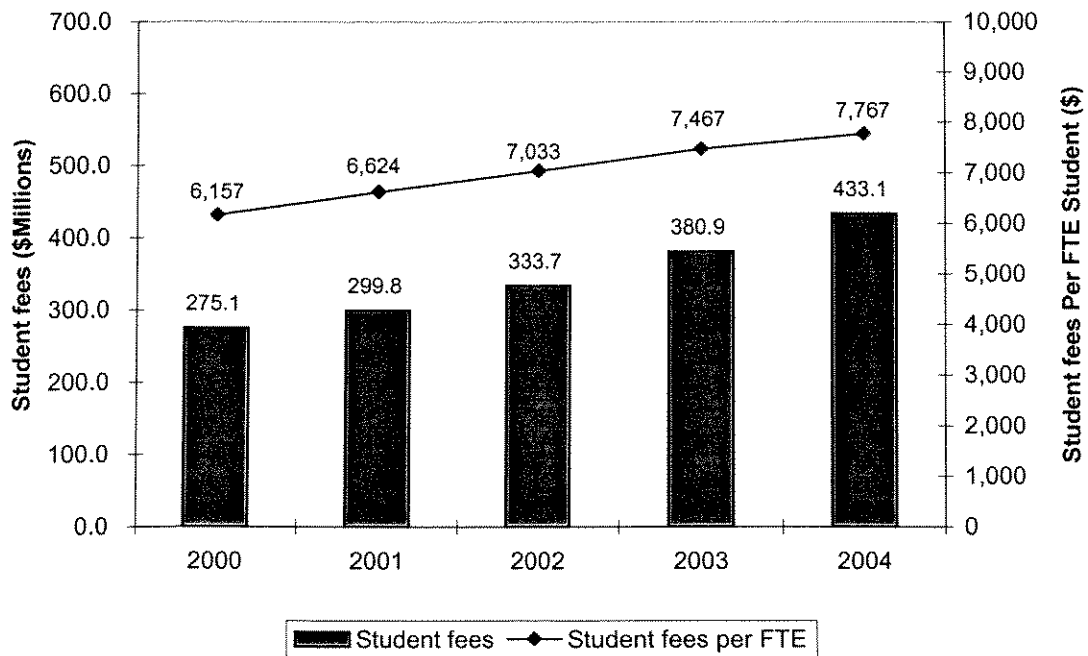
	2004		2003	
	<u>Book</u>	<u>Market</u>	<u>Book</u>	<u>Market</u>
	<u>Value</u>	<u>Value</u>	<u>Value</u>	<u>Value</u>
	\$	\$	\$	\$
Expendable Funds Investment Pool				
Short-Term Notes and Treasury Bills	104.1	104.1	56.0	56.0
Government Bonds	336.8	337.6		
Corporate Bonds	29.7	30.0	0.1	0.1
Derivative Related Net Receivable (Payable)		(3.7)		2.8
Pooled Investments	110.3	117.5	396.4	398.6
Total	<u>580.9</u>	<u>585.5</u>	<u>452.5</u>	<u>457.5</u>
Long Term Capital Appreciation Pool				
Short-Term Notes and Treasury Bills	64.4	63.0	33.8	33.7
Government Bonds	253.4	264.0	94.6	95.7
Corporate Bonds	26.0	27.0	29.7	30.1
Canadian Equities	60.7	70.8	31.4	28.6
International Equities (1)	382.3	416.5	441.6	364.6
Canadian Private Equities	6.6	6.6	4.8	4.8
International Private Equities (1)	43.9	41.4	35.6	33.3
Derivative Related Net Receivable (Payable)		(20.9)		18.8
Pooled Investments	443.1	470.8	485.0	456.5
Real Estate			16.8	23.9
Total	<u>1,280.4</u>	<u>1,339.2</u>	<u>1,173.3</u>	<u>1,090.0</u>
Long Term Borrowing Pool				
Short-Term Notes and Treasury Bills			0.4	0.4
Government Bonds			15.5	15.1
Corporate Bonds			3.8	3.7
Pooled Investments			37.8	37.8
			<u>57.5</u>	<u>57.0</u>
Specific Investments	25.8	27.5	26.0	27.5
Real Estate	16.3	16.3	16.3	16.3
Total Investments	<u>1,903.4</u>	<u>1,968.5</u>	<u>1,725.6</u>	<u>1,648.3</u>
Securities - By fund:				
Operating Funds	265.0	269.6	79.4	84.4
Restricted Funds	1,694.5	1,755.0	1,574.9	1,492.7
Ancillaries	16.8	16.8	12.5	12.5
Capital	(72.9)	(72.9)	58.7	58.7
	<u>1,903.4</u>	<u>1,968.5</u>	<u>1,725.5</u>	<u>1,648.3</u>

(1) Equities other than Canadian.

UNIVERSITY OF TORONTO
Government grants for general operations
per FTE student



UNIVERSITY OF TORONTO
Student fees per FTE student



**UNIVERSITY OF TORONTO
INTERFUND TRANSFERS
FOR THE YEAR ENDED APRIL 30, 2004**

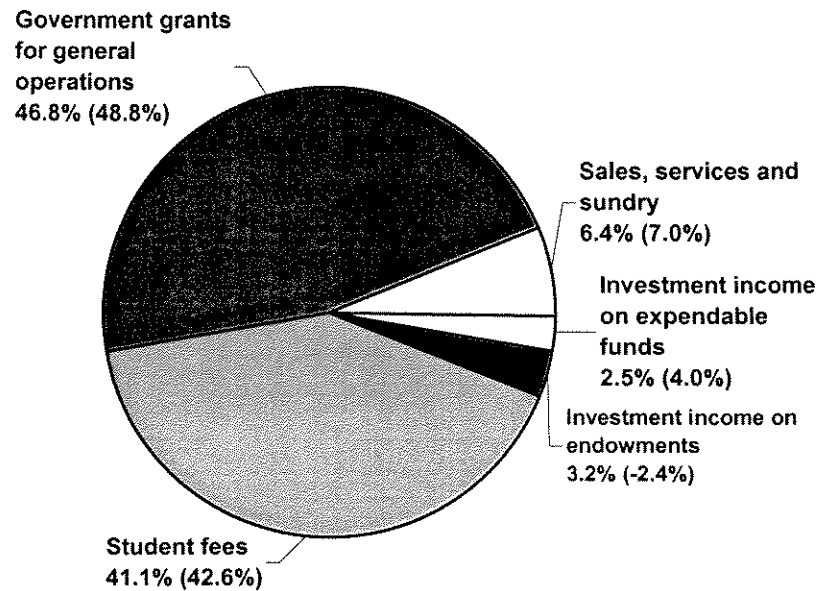
(thousands of dollars)

Purpose	Operating Fund \$	Ancillary Operations \$	Capital Fund \$	Restricted Funds \$
Provost contributions for matching programs	(13,113)		13	13,100
Funding of Supplementary Retirement Arrangement	(9,482)			9,482
Restricted fund support to capital projects			1,999	(1,999)
Operating fund support from various Ancillary Operations	635	(635)		
Operating fund support to residence operations	(1,135)	1,135		
Family Housing residence contribution to the capital trust fund for deferred maintenance issues		(600)		600
Transfer of unused capital funds back to operating fund	305	(20)	(285)	
Investment infrastructure fund support designated to fund various capital projects	(1,342)		1,342	
Innis residence contribution to the establishment of a bursary/scholarship fund for residence students		(75)		75
Redirection of funds previously designated for capital projects	19,700		(19,700)	
	<u>(4,432)</u>	<u>(195)</u>	<u>(16,631)</u>	<u>21,258</u>

UNIVERSITY OF TORONTO

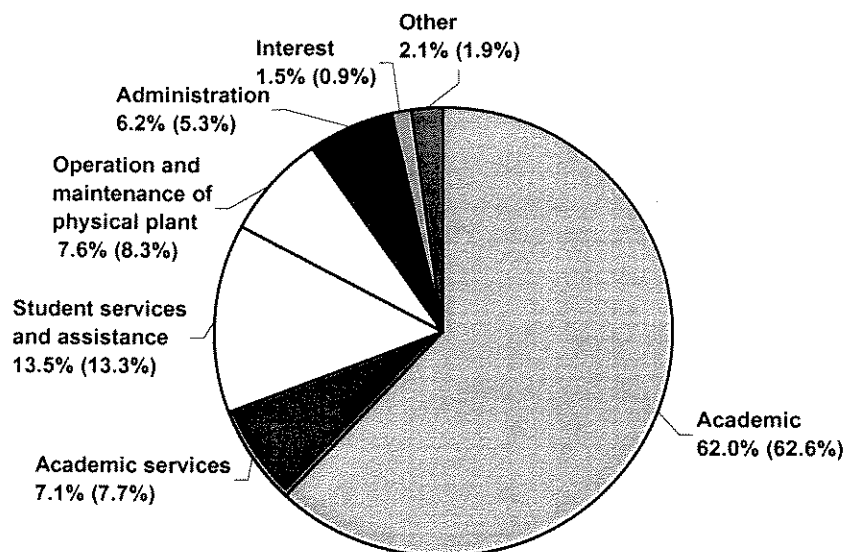
OPERATING FUNDS RECEIVED BY SOURCE
FOR THE YEAR ENDED APRIL 30, 2004

\$1,037.4 million (2003 - \$878.3 million)



OPERATING EXPENSES BY FUNCTIONAL GROUPING
FOR THE YEAR ENDED APRIL 30, 2004

\$1,066.0 million (2003 - \$955.2 million)



UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH
ORIGINAL BUDGET FOR THE YEAR ENDED APRIL 30, 2004

(thousands of dollars)

	ACTUAL			BUDGET	VARIANCE
	Audited financial statements	Actual and budget reclassifications	Total excluding reclassifications	Original budget	Favourable (Unfavourable)
	\$	\$	\$	\$	\$
REVENUES					
General university income:					
Provincial grants	453.3		453.3	412.9	40.4
Canada research chairs		27.3	27.3	29.3	(2.0)
Federal indirect costs program	14.5		14.5	15.8	(1.3)
Student fees	326.4	9.0	335.4	320.2	15.2
Investment income:					
Endowment (chairs and student aid)	33.0		33.0	28.7	4.3
Other	26.3		26.3	1.3	25.0
Sundry income:					
Contract Research	5.2		5.2	5.5	(0.3)
Other	17.9	7.6	25.5	29.5	(4.0)
Municipal Taxes	3.6		3.6	3.6	
	<u>880.2</u>	<u>43.9</u>	<u>924.1</u>	<u>846.8</u>	<u>77.3</u>
Divisional income:					
Provincial grants	2.7		2.7	4.2	(1.5)
Student fees	94.2	(9.3)	84.9	79.4	5.5
Sales and services	60.3	(9.6)	50.7	40.8	9.9
	<u>157.2</u>	<u>(18.9)</u>	<u>138.3</u>	<u>124.4</u>	<u>13.9</u>
	<u>1,037.4</u>	<u>25.0</u>	<u>1,062.4</u>	<u>971.2</u>	<u>91.2</u>
EXPENSES					
Academic	661.0	21.7	682.7	624.8	(57.9)
Academic services	75.9	(0.4)	75.5	61.9	(13.6)
Student services	24.4	(0.9)	23.5	16.2	(7.3)
Student assistance	119.8	(0.9)	118.9	89.7	(29.2)
Physical plant maintenance and services	47.7	(0.3)	47.4	38.5	(8.9)
Physical plant utilities	32.6	1.6	34.2	36.3	2.1
Alterations and renovations	1.6		1.6	0.7	(0.9)
Administration	65.6	7.1	72.7	65.7	(7.0)
Amortization	4.1	(4.1)			
Interest expense	15.9	(15.9)			
General university expense	13.9	17.1	31.0	34.1	3.1
Municipal taxes	3.5		3.5	3.6	0.1
	<u>1,066.0</u>	<u>25.0</u>	<u>1,091.0</u>	<u>971.5</u>	<u>(119.5)</u>
Operating results before the following:					
	(28.6)		(28.6)	(0.3)	(28.3)
Change in committed capital (Schedule 7)	56.1		56.1		56.1
Transfers (Schedule 4)	(4.4)		(4.4)	19.7	(24.1)
	<u>23.1</u>		<u>23.1</u>	<u>19.4</u>	<u>3.7</u>
NET CHANGE IN DEFICIT					

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2004

The process of reconciling the University's audited financial statements to the original operating budget is a complex one which involves the consideration of internal transactions, appropriation adjustments and changes in annual carryforwards.

The financial statements are prepared in accordance with Canadian generally accepted accounting principles, which require the elimination of internal transactions. Since the operating budget is prepared without the elimination of internal transactions it has been necessary to add back these transactions for the purpose of this comparison.

The operating surplus for the year was \$23.1 million compared to a budgeted surplus of \$19.4 million. This favourable variance of \$3.7 million from original budget was a result of variances in general university income and general university expenses as discussed below. The timetable for the preparation of budgets is such that it is exceedingly difficult to expect that all items of projected revenue and expense be forecast accurately. Changes in general university revenue and expense budgets are sometimes required and represent changes made in accordance with policy. Changes made to divisional appropriations are made in accordance with the budget change policy which delegates authority to management to transfer appropriations between accounts and to increase appropriations offset by additional divisional income.

The following is an explanation of the revenue and expense variances as well as the change in commitments.

The operating revenues for the year were \$1,062.4 million compared to a budget of \$971.2 million resulting in a favourable variance of \$91.2 million comprised of the following:

- (a) A favourable variance of \$40.4 million in operating grants mainly due to an unexpected announcement by the Ministry in Quality Assurance grants of \$14.6 million, an increase in enrolment related growth of \$8.5 million, Ontario scholarship funding of \$6.6 million, AIM for the top scholarships of \$5.9 million, \$3.1 million in accessibility grants and \$1.1 million in SARS compensation grants.
- (b) A favourable variance of \$15.2 million resulting from an increase in undergraduate student fees and enrolment.

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2004

- (c) A favourable variance of \$29.3 million in investment income was a result of positive market performance, of which \$21.7 million was used to reduce unamortized investment losses from previous years and \$4.3 million was used to offset the negative variance in student assistance.
- (d) An unfavourable variance of \$4.0 million resulting mainly from a \$1.5 million reduction in funding from ancillary operations and \$1.0 million unfavourable variance from a policy decision to delay applying student service charges on unpaid fees.
- (e) An unfavourable variance of \$2.0 million in Canada Research Chairs as a result of lower overhead recoveries associated with fewer chairs being realized.
- (f) An unfavourable variance of \$1.3 million from the Federal government's support for indirect costs of federally funded research which did not materialize.
- (g) An favourable divisional income variance from budget of \$13.9 million from student fees and sales and services

Operating expenses for the year totalled \$1,091.0 million as compared to a budget of \$971.5 million, an unfavourable variance of \$119.5 million. Adjustment for \$4.4 million in transfers (see schedule 4) and a \$56.1 million change in committed capital (see schedule 7), \$35.0 million in funds spent by divisions during the year due to the favourable revenue variances, resulted in an unfavourable variance of \$32.8 million ($-\$119.5 - \$4.4 + \$56.1 + \35.0) which is mainly comprised of the following:

- (a) A favourable variance of \$1.2 million in benefit costs was mainly a result of lower actual salary costs than estimated.
- (b) An unfavourable variance of \$24.4 million as a result of \$19.8 million in costs related to higher than expected enrolment, \$2.7 million to support student housing and \$1.9 million for enhancements to the Student Information System (SIS).

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2004

- (c) An unfavourable variance of \$7.3 million as a result of the targeted one-time-only deficit control measures which did not materialize.
- (d) An appropriation of \$2.1 million was made to cover the negative balance in the Capital Renewal Fund as planned in the 2003-2004 Budget Report (\$3.3 million was the initial allocation).
- (e) An unfavourable variance of \$0.5 million as a result of legal advice obtained on various internal related matters and the recruitment of faculty.

The decrease in committed capital of \$56.1 million is made up of an increase of \$21.7 million as a result of the current year's investment gains, a decrease of \$97.3 million relating to recording the annual expense for the cost of employee future benefits including pensions, an increase of \$15.3 million in divisional funds and an increase of \$4.2 million in centrally held funds. Under the carryforward policy, any unspent divisional budget is carried forward to the following year as funds committed for specific purposes. This carryforward policy also allows other funds such as the infrastructure, transitional and priorities funds to be carried forward to the next fiscal year. Furthermore, any divisional overspending or income shortfalls against budget are expensed in the University's financial statements during that fiscal year. Such net overspending or income shortfall becomes a first charge, however, against the division's budget in the following fiscal year.

UNIVERSITY OF TORONTO
SUMMARY OF OPERATING FUND DIVISIONAL CARRYFORWARD OF UNSPENT FUNDS AND
CENTRALLY HELD FUNDS COMMITTED FOR SPECIFIC PURPOSES
AT APRIL 30, 2004
(with previous year comparative figures)
(thousands of dollars)

	2003-04			2002-03		
	Carryforward of unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
<u>Divisional Carryforwards</u>						
Academic	78,693	3,021	81,714	51,584	3,973	55,557
Academic services	3,081	324	3,405	3,346	331	3,677
Student services	4,388	210	4,598	3,792	68	3,860
Student assistance	(2,633)	20	(2,613)	(304)	14	(290)
Facilities & services	2,619	1,172	3,791	2,005	1,584	3,589
Administration	5,880	301	6,181	4,117	331	4,448
Administrative systems	234	207	441	125	46	171
General university	(16,774)		(16,774)	(5,660)		(5,660)
U of T Campaign	(11,100)		(11,100)	(11,013)	30	(10,983)
Net Divisional carryforwards	64,388	5,255	69,643	47,992	6,377	54,369
<u>Centrally held funds</u>						
Pension charge commitment	(101,776)		(101,776)	(30,064)		(30,064)
Other employee future benefit obligation	(93,498)		(93,498)	(67,969)		(67,969)
Total	(195,274)		(195,274)	(98,033)		(98,033)
Investment income reserve	(25,916)		(25,916)	(47,592)		(47,592)
Research overhead	9,398		9,398	6,293		6,293
<u>Infrastructure</u>						
Accommodation & facilities directorate fund	9,364		9,364	9,472		9,472
<u>Other funds</u>						
University investment infrastructure fund	249		249	841		841
Transitional fund	760		760	207		207
Priorities fund	1,551		1,551	292		292
	2,560		2,560	1,340		1,340
Committed capital	(135,480)	5,255	(130,225)	(80,520)	6,377	(74,151)

UNIVERSITY OF TORONTO
SUMMARY OF OPERATING FUND DIVISIONAL CARRYFORWARD OF UNSPENT FUNDS AND
CENTRALLY HELD FUNDS COMMITTED FOR SPECIFIC PURPOSES
AT APRIL 30, 2004
(with previous year comparative figures)
(thousands of dollars)

	2003-04					2002-03	
	Independently Funded Projects	Research	Student Assistance	Infrastructure	Other	Total	Total
ACADEMIC DIVISIONS:							
Arts and Science, colleges and schools:							
Faculty of Arts and Science	1,089	10,596	403	2,013	13,812	27,913	23,571
University College					120	120	111
New College					8	8	104
Innis College					86	86	89
Transitional Year Programme		8	14	5	20	47	56
Woodsworth College		7		150	528	685	1,438
Scarborough academic	247	2,592	3	596	2,186	5,624	(2,562)
Mississauga academic	967	2,362	(4)	454	(9,857)	(6,058)	(1,881)
School of Continuing Studies					490	490	675
Munk Centre for International Studies		168		98	(27)	239	284
School of Graduate Studies			74	300	567	941	1,511
Graduate institutes and centres	601	599	1,053	347	2,217	4,817	5,452
	<u>2,904</u>	<u>16,352</u>	<u>1,543</u>	<u>3,963</u>	<u>10,150</u>	<u>34,912</u>	<u>28,828</u>
Health sciences:							
Faculty of Dentistry		190	29	108	122	449	(378)
Faculty of Medicine	8,236	9,452	2,441	2,378	10,501	33,008	26,791
Faculty of Nursing	164	661			1,116	1,941	1,484
Faculty of Pharmacy	1,025	1,093	81		668	2,867	1,140
Faculty of Physical Education and Health	94	239		428	997	1,758	1,302
	<u>9,519</u>	<u>11,635</u>	<u>2,551</u>	<u>2,914</u>	<u>13,404</u>	<u>40,023</u>	<u>30,339</u>
Other professional faculties:							
Faculty of Applied Science and Engineering	(856)	3,660	1,838	2,077	(723)	5,996	7,162
Faculty of Architecture, Landscape, and Design		21	44			65	(114)
Faculty of Management					(11,563)	(11,563)	(14,071)
OISE/UT	2,136	2,032	1,880	251	2,626	8,925	5,583
University of Toronto Schools					(268)	(268)	(198)
Faculty of Forestry		221	62	35	176	494	572
Faculty of Law		408	343		41	792	535
Faculty of Information Studies	246	366	25		457	1,094	646
Faculty of Music	38	157	36	30	100	361	111
Faculty of Social Work	86	205	54		2,059	2,404	1,899
	<u>1,650</u>	<u>7,070</u>	<u>4,282</u>	<u>2,393</u>	<u>(7,095)</u>	<u>8,300</u>	<u>2,125</u>
Vacation Pay accrual					(8,617)	(8,617)	(7,931)
Voluntary Early Academic Retirement Program accrual					(4,534)	(4,534)	(3,894)
Other academic costs		1,706	1,000		5,903	8,609	2,117
TOTAL ACADEMIC DIVISIONS	<u>14,073</u>	<u>36,763</u>	<u>9,376</u>	<u>9,270</u>	<u>9,211</u>	<u>78,693</u>	<u>51,584</u>

UNIVERSITY OF TORONTO
SUMMARY OF OPERATING FUND DIVISIONAL CARRYFORWARD OF UNSPENT FUNDS AND
CENTRALLY HELD FUNDS COMMITTED FOR SPECIFIC PURPOSES
AT APRIL 30, 2004
(with previous year comparative figures)
(thousands of dollars)

	2003-04			2002-03		
	Carryforward of unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
ACADEMIC SERVICES:						
U of T Computing	1,088	288	1,376	1,890	199	2,089
Robarts library	67		67	203	82	285
Information Commons	56		56	12		12
Scarborough library	1,027	7	1,034	1,087	30	1,117
Mississauga library	109	29	138	154	20	174
Library - Electronic Acquisitions	734		734			
TOTAL ACADEMIC SERVICES	3,081	324	3,405	3,346	331	3,677
STUDENT SERVICES:						
Student services						
- St. George campus	2,308	128	2,436	2,686	22	2,708
- Scarborough campus	1,052	41	1,093	756	21	777
- Mississauga campus	1,028	41	1,069	350	25	375
TOTAL STUDENT SERVICES	4,388	210	4,598	3,792	68	3,860
STUDENT ASSISTANCE:						
Recruitment and retention	(26)		(26)	14		14
Graduate fellowships	584		584	10		10
Scarborough campus	208		208	207		207
Mississauga campus	(4)		(4)	19		19
St. George campus	(3,395)	20	(3,375)	(554)	14	(540)
TOTAL STUDENT ASSISTANCE	(2,633)	20	(2,613)	(304)	14	(290)
FACILITIES & SERVICES						
St. George campus	239	796	1,035	736	1,318	2,054
Scarborough campus	1,925	158	2,083	1,171	22	1,193
Mississauga campus	455	218	673	98	244	342
TOTAL FACILITIES & SERVICES	2,619	1,172	3,791	2,005	1,584	3,589

UNIVERSITY OF TORONTO
SUMMARY OF OPERATING FUND DIVISIONAL CARRYFORWARD OF UNSPENT FUNDS AND
CENTRALLY HELD FUNDS COMMITTED FOR SPECIFIC PURPOSES

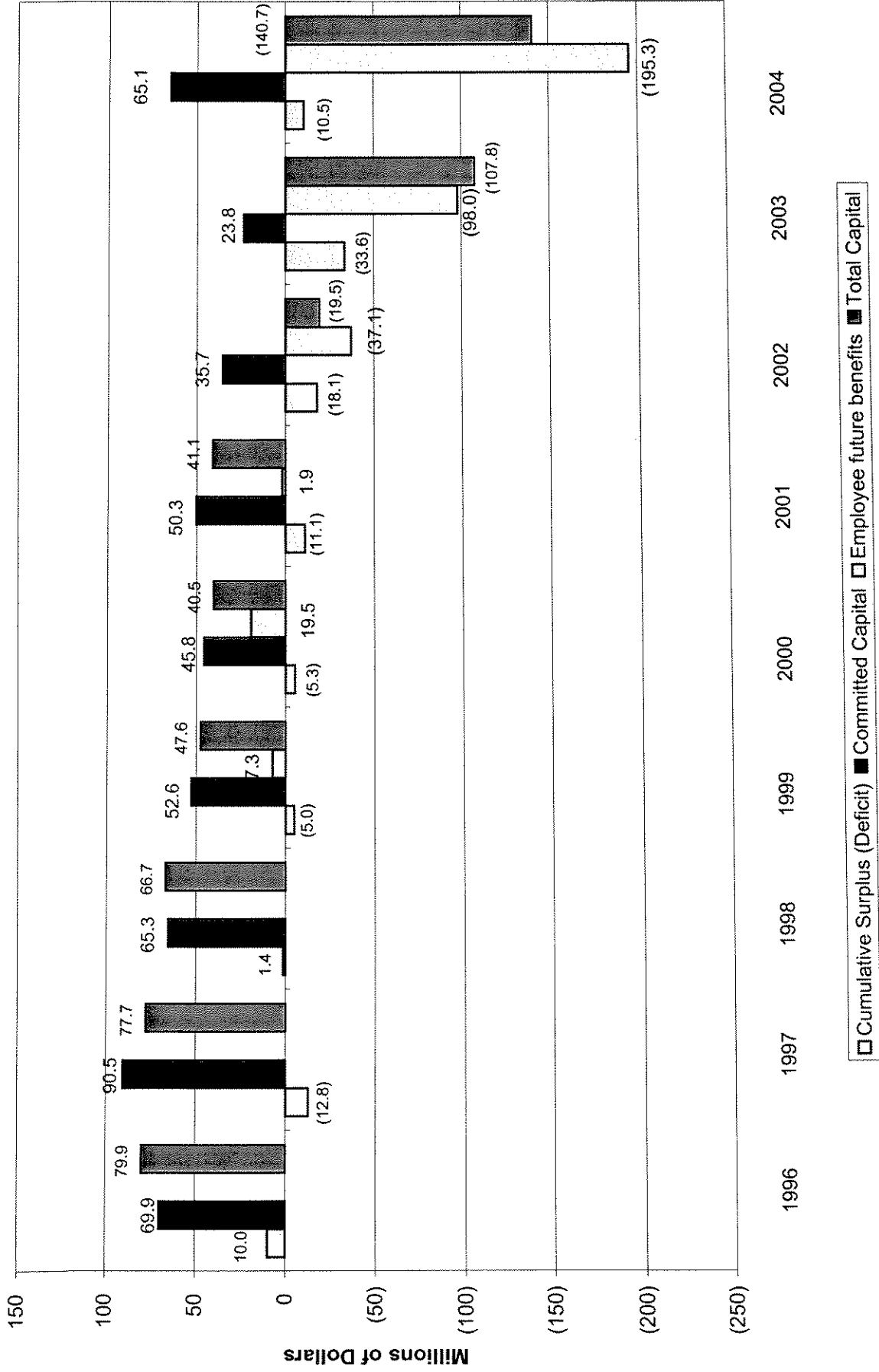
AT APRIL 30, 2004

(with previous year comparative figures)

(thousands of dollars)

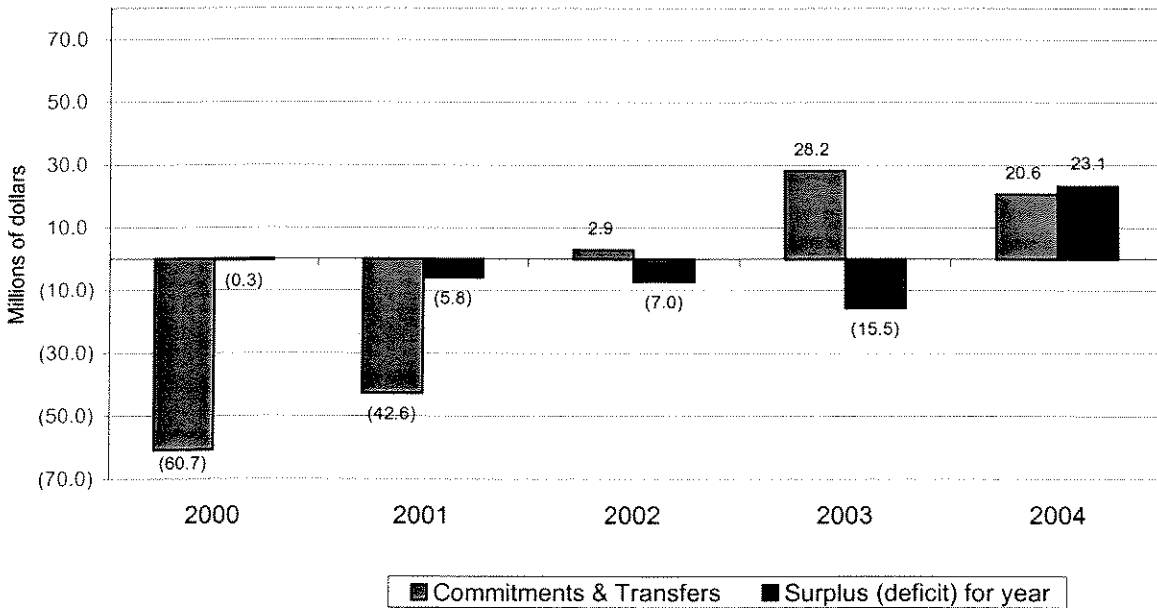
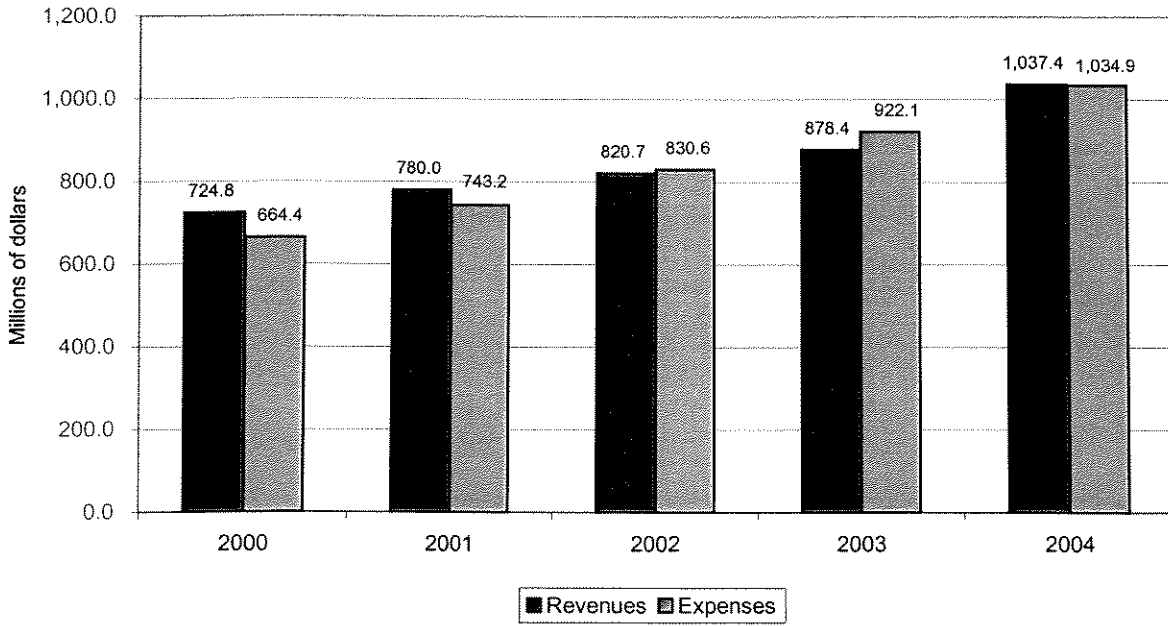
	2003-04			2002-03		
	Carryforward of unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
CENTRAL ADMINISTRATION:						
Office of the Governing Council	71		71	87		87
Office of the President	39		39	1		1
Institutional costs	154		154	47		47
Vice-President and Provost	789	31	820	(400)	93	(307)
Vice-President - Research and International Relations	384		384	330		330
Vice-President - Development and University Relations	128		128	1,425	66	1,491
Vice-President - Government and Institutional Relations	67		67	8		8
Vice-President - Business Affairs	2,607	93	2,700	2,441	16	2,457
Vice-President - Human Resources	484	157	641	543	17	560
Scarborough campus	3,256	18	3,274	1,170	4	1,174
Mississauga campus	(99)	2	(97)	317	135	452
Vacation Pay accrual	(2,000)		(2,000)	(1,852)		(1,852)
TOTAL CENTRAL ADMINISTRATION	5,880	301	6,181	4,117	331	4,448
ADMINISTRATIVE SYSTEMS:						
AMS Integrated Systems	4	184	188	12	34	46
Student Record System	130	23	153	74	12	86
Research Information System	100		100	39		39
TOTAL ADMINISTRATIVE SYSTEMS	234	207	441	125	46	171
GENERAL UNIVERSITY:						
Vice-President - Human Resources						
Employee Assistance	214		214	256		256
Other	978		978	383		383
Vice-President - Business Affairs						
Insurance reserve				9		9
Long-term borrowing pool	(3,508)		(3,508)	(3,380)		(3,380)
Vice-President and Provost						
Matching Funds Program	(14,458)		(14,458)	(2,928)		(2,928)
TOTAL GENERAL UNIVERSITY	(16,774)		(16,774)	(5,660)		(5,660)
U of T Campaign	(11,100)		(11,100)	(11,013)	30	(10,983)
	64,388	5,255	69,643	47,992	6,377	54,369

UNIVERSITY OF TORONTO
OPERATING FUND
HISTORICAL SUMMARY OF CAPITAL



Cumulative Surplus (Deficit)
 Committed Capital
 Employee future benefits
 Total Capital

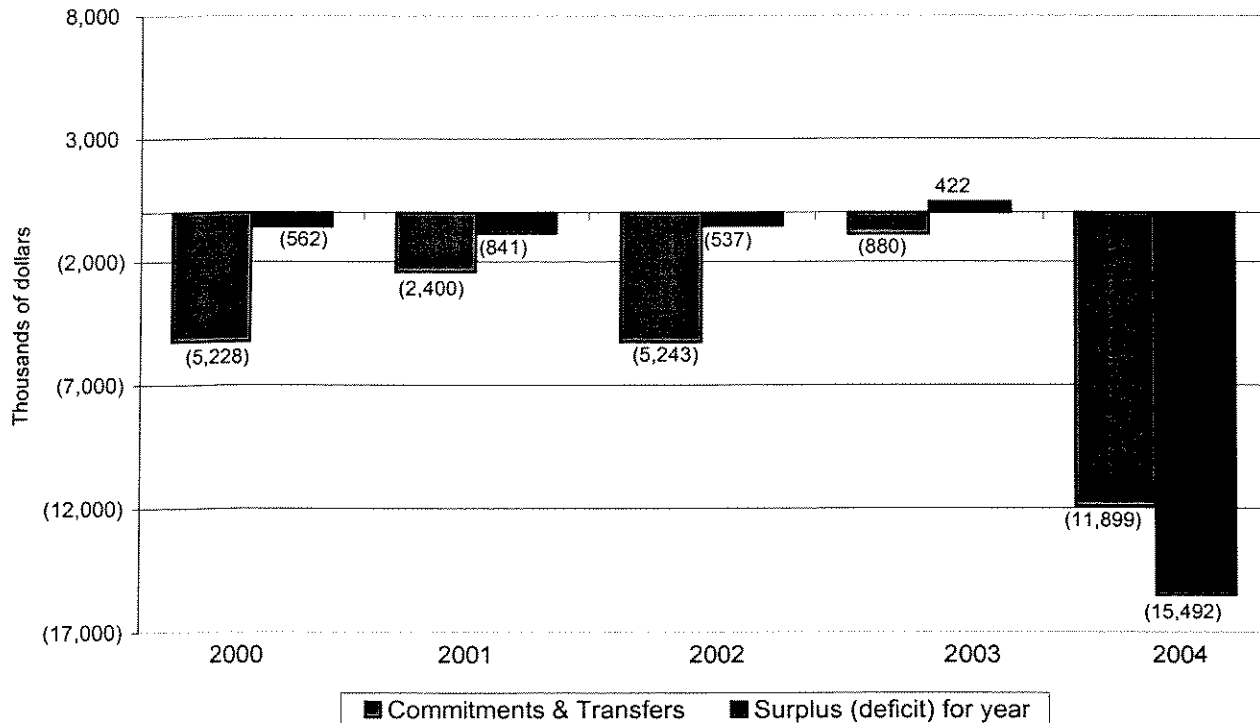
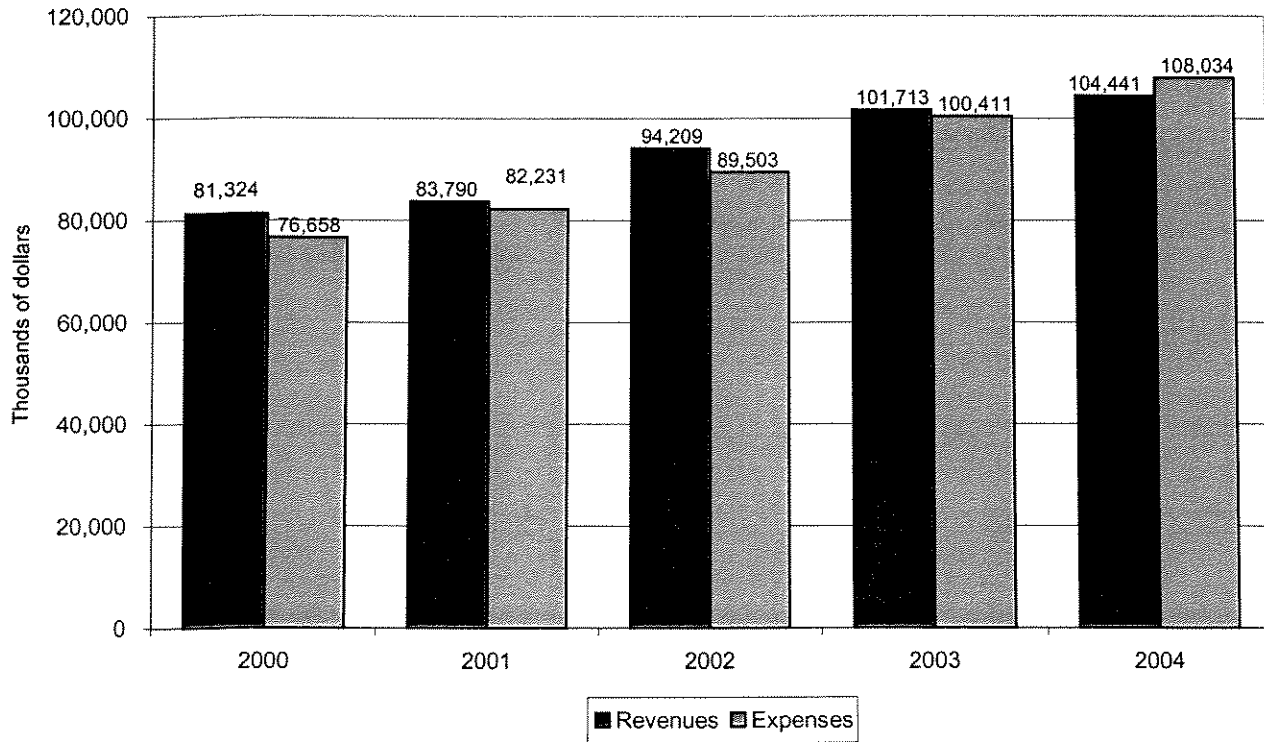
**UNIVERSITY OF TORONTO
OPERATING FUND
HISTORICAL SUMMARY OF OPERATING RESULTS FOR FIVE YEARS**



**UNIVERSITY OF TORONTO
ANCILLARY OPERATIONS
STATEMENT OF CAPITAL
FOR THE YEAR ENDED APRIL 30, 2004**
(with comparative totals for 2003)
(thousands of dollars)

	Revenues	Expenses	Commitments and Transfers	Opening	Cumulative surplus/(deficit) Closing	Equity in Capital Assets	Committed Capital	2004 Total Capital	2003 Total Capital
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Residences									
Graduate House	3,001	2,798	(126)	(1,007)	(930)	2,967	2,037	2,037	1,814
Scarborough	2,701	2,646	(3,413)	387	(2,971)	4,056	1,311	1,311	1,255
Mississauga	4,434	4,848	(187)	394	(207)	178	498	498	913
University College	2,089	2,872	213	1,409	839	265	1,750	1,750	2,674
Innis College	2,316	2,012	(137)	628	795	246	2,138	2,138	2,015
New College	3,023	4,011	(247)	(401)	(1,636)	1,947	980	1,291	2,045
Family Housing	6,103	3,971	(1,108)	1,570	2,594	73	4,047	4,047	2,505
Woodsworth College				(23)	(23)			(23)	
89 Chestnut	5,094	7,499	1,093		(1,312)	(192)	(1,504)	(1,504)	
	<u>28,761</u>	<u>30,657</u>	<u>(3,912)</u>	<u>2,957</u>	<u>(2,851)</u>	<u>9,540</u>	<u>4,856</u>	<u>11,545</u>	<u>13,198</u>
Food/Beverage Service									
St. George	1,589	1,276	(27)	(147)	139	211	148	498	286
Scarborough	259	184	(44)	44	75	18	33	126	51
Mississauga	269	501	9	143	(80)	65			216
New College	422	386	(2,083)	142	(1,905)	2,136	52	283	246
University College	691	778	1	838	752	8		760	848
	<u>3,230</u>	<u>3,125</u>	<u>(2,144)</u>	<u>1,020</u>	<u>(1,019)</u>	<u>2,438</u>	<u>233</u>	<u>1,652</u>	<u>1,647</u>
Parking									
St. George	3,873	4,155	903	173	794	11,271	203	12,268	12,550
Scarborough	940	712	(4,940)	90	(4,622)	5,296		674	615
Mississauga	1,474	1,368	1	(216)	(109)	160		51	(55)
	<u>6,287</u>	<u>6,235</u>	<u>(4,036)</u>	<u>47</u>	<u>(3,937)</u>	<u>16,727</u>	<u>203</u>	<u>12,993</u>	<u>13,110</u>
Real Estate Division									
	<u>5,269</u>	<u>4,433</u>	<u>(1,514)</u>	<u>(2,765)</u>	<u>(3,463)</u>	<u>3,774</u>	<u>1,122</u>	<u>1,433</u>	<u>785</u>
University of Toronto Press									
Hart House	49,719	50,063	(182)	(791)	(1,317)	2,450		1,133	1,477
University of Toronto - Innovations Foundation	10,379	10,592	(669)	2,305	1,423	1,924	626	3,973	4,186
	<u>796</u>	<u>2,929</u>	<u>558</u>	<u>(3,659)</u>	<u>(5,234)</u>	<u>373</u>	<u>626</u>	<u>(4,861)</u>	<u>(2,728)</u>
	<u>60,884</u>	<u>63,584</u>	<u>(293)</u>	<u>(2,145)</u>	<u>(5,128)</u>	<u>4,747</u>	<u>626</u>	<u>245</u>	<u>2,935</u>
	<u>104,441</u>	<u>108,034</u>	<u>(11,899)</u>	<u>(906)</u>	<u>(16,398)</u>	<u>37,226</u>	<u>7,040</u>	<u>27,868</u>	<u>31,655</u>

**UNIVERSITY OF TORONTO
ANCILLARY OPERATIONS
HISTORICAL SUMMARY OF OPERATING RESULTS FOR FIVE YEARS**



**UNIVERSITY OF TORONTO
CAPITAL FUND
CHANGE IN FUND BALANCE
FOR THE YEAR ENDED APRIL 30, 2004**
(with comparative figures for year ended April 30, 2003)
(millions of dollars)

	2004	2003
	\$	\$
REVENUES		
Investments income, student fees and other income	4.8	5.8
Government grants		
- MTCU grants	5.3	5.5
- SuperBuild renewal fund	29.7	10.1
Donations	12.2	7.5
	52.0	28.9
EXPENSES	(36.9)	(12.4)
Revenue less expenses	15.1	16.5
Interfund transfers	(16.6)	(0.1)
NET CHANGE IN FUND	(1.5)	16.4
FUND BALANCE, BEGINNING OF YEAR	70.6	54.2
FUND BALANCE, END OF YEAR	69.1	70.6

FUND BALANCE IS MADE OUT OF:

Externally designated	*	77.3	81.3
Internally designated	**	9.1	8.0
Projects bridge financed	**	(17.3)	(18.7)
		69.1	70.6

* In 2004, this amount plus ancillary designated funds of \$6.1 million are reported as deferred capital contributions in the financial statements.

** These amounts are reported as committed capital in the financial statements.

UNIVERSITY OF TORONTO
CAPITAL FUND
ANALYSIS OF FUND BALANCE
April 30, 2004

SCHEDULE 13

(with comparative figures for year ended April 30, 2003)
(millions of dollars)

	2004	2003
	\$	\$
EXTERNALLY DESIGNATED FUNDS		
Leslie L. Dan Pharmacy Building	31.1	32.2
SuperBuild St. George	12.3	11.4
UTSC: Arts Classroom	8.6	
UTSC: Management Building	6.9	
UTM: Communication, Culture and Information Technology	5.4	20.1
UTM: Academic Learning Centre	4.9	
UTS - 371 Bloor Street	1.7	1.2
Lash Miller Courtyard Garden	1.7	0.8
Various renovation projects	1.6	2.7
UTSC-Electrical Infrastructure Phase 2A	0.8	
UTSC-Science Lab Upgrade	0.8	
Rotman Expansion	0.7	
Open Space Plan	0.5	2.8
Lash Miller Projects	0.3	1.9
UTSC: Academic Research Centre		3.3
Health Science Centre II: Gerstein Science Information Centre		0.6
Centre for Cellular and Biomolecular Research		1.8
UTM: SuperBuild		0.7
UTSC: SuperBuild		0.6
371 Bloor Street boiler		1.2
	77.3	81.3
INTERNALLY DESIGNATED FUNDS		
UTSC: Academic Research Centre	1.6	
UTORnet	1.6	1.8
Various renovation projects	1.4	2.3
Real Estate Strategy	1.3	0.9
UTSC-Electrical Infrastructure Phase 2A	0.8	
Relocate Campus Co-op Daycare	0.6	
UTM: Wellness Centre	0.4	
Lash Miller: Undergrad Lab	0.3	
UTSC: Gallery	0.3	
Sociology Relocation	0.2	
Woodsworth College Expansion	0.2	
Soil Storage Facility	0.2	
UTM: Collegeway Access	0.2	
Undesignated Funds		3.0
	9.1	8.0
FUNDS USED TO BRIDGE FINANCE PROJECTS		
UTM College Student Centre	(4.5)	(0.4)
Centre for Cellular and Biomolecular Research	(2.6)	
Graduate 2nd Entry Residence	(2.3)	(2.2)
SCS Project	(2.3)	
Munk Centre for International Studies	(1.3)	(1.6)
Woodsworth Steamline	(1.1)	
Information Commons Phase II	(0.8)	(0.7)
Electrical Serv. for St. George St. Development	(0.7)	(0.7)
SS Hall Student Space	(0.5)	
UTM: Kaneff Centre for Mgmt. & Social Sciences		(4.7)
Botany Greenhouse		(1.5)
UTM: Centre for Applied Bioscience & Biotechnology		(1.4)
OISE/UT Stairwell		(0.9)
Magellan Project		(0.8)
UTSC: Management Building		(0.8)
Rotman class renovation		(0.6)
Other small projects	(1.2)	(2.4)
	(17.3)	(18.7)
FUND BALANCE, END OF YEAR	69.1	70.6

UNIVERSITY OF TORONTO
ESTIMATED COST TO COMPLETE CONSTRUCTION AND
RENOVATION PROJECTS BY SOURCE OF FUNDS
AS AT APRIL 30, 2004
(thousands of dollars)

Construction and renovation project description	Estimated total cost by project \$	Funds secured by project (6) \$	Expenditures to April 30, 2004 \$	Cost of completion by source of funds				Total \$
				Provincial and Federal Government \$	Donations (7) \$	Other \$		
Centre for Cellular and Biomolecular Research	87,600	68,580	27,919	24,762	7,000	27,919	(3)	59,681
Leslie L. Dan Pharmacy Bldg	75,000	55,920	16,472	12,328	22,000	24,200	(3)	58,528
UTM - Academic Learning Centre	34,000	26,820	928	25,682		7,390	(1)	33,072
University College Residence	28,000	12,360	3,115		10,000	14,885	(5)	24,885
UTM - Wellness Centre	24,499	1,029	793			23,706	(5)	23,706
UTSC - Arts Classroom Bldg	20,380	12,620	1,371	11,249	513	7,760	(4)	19,009
UTM - Communication, Culture and Information Technology Economics Building	34,672	26,882	20,049			14,110	(4)	14,623
UTM - Management Building	14,300		92			14,208	(3)	14,208
Facilities Renewal/Superbuild 2001-02	15,522	9,862	8,549			6,973	(4)	6,973
Facilities Renewal/Superbuild 2003-04	17,558	17,558	12,466	5,092				5,092
UTSC - Science Renovations	4,896	4,896	596	4,300				4,300
School of Continuing Studies Renovations	4,300	1,830	149	1,681				1,681
Woodsworth Basement & 1st Floor	7,100	920	3,296			2,470	(4)	4,151
UTSC - Parking & Roadway Improvements	3,696	726			100	3,804	(3)	3,804
UTSC - Student Centre	10,135	2,315	6,608			3,596	(3)	3,696
Sidney Smith Patio	13,923	1,323	10,506		1,000	3,527	(1)	3,527
Rotman Expansion: 4th & 5th Floors	3,300		519			2,417	(2)	3,417
UTM - Alumni Gate and House	4,318	4,318	1,546		2,772	2,781	(4)	2,781
Woodsworth College Residence	2,500		25				(5)	2,772
500 University Avenue Renovation	32,000	1,680	29,721			2,475	(4)	2,475
Library Storage	11,123	4,954	9,662	1,171		2,279	(1)	2,279
UTM - CCIT Parking	4,954	4,954	3,783			1,461	(5)	1,461
	1,000							1,171
	12,830		11,890			1,000	(2)	1,000
	467,606	254,593	170,055	86,265	43,385	167,901	(1)	297,551

(1) To be financed by debt
(2) To be financed from UJIF and departmental contribution
(3) To be financed by debt and departmental contribution
(4) To be financed by enrollment growth fund
(5) To be financed by donations and departmental contribution
(6) Funds secured consist of cash on hand, committed Government grants, donations pledged.
(7) Donations include funds raised and anticipated donations

UNIVERSITY OF TORONTO
RESTRICTED FUNDS
ENDOWMENT AND EXPENDABLE FUNDS AT MARKET
(thousands of dollars)

	Endowment funds			Expendable funds					April 30, 2004	
	April 30, 2003	Donations, and other additions	Preservation of Capital (note 1)	Transfers	April 30, 2003	Donations, grants and other additions	Distributed Investment Income/(loss) (note 1)	Transfers		Disbursements
	\$	\$	\$	\$	\$	\$	\$	\$	\$	
Student aid (note 2)	169,171	8,410	26,114	2,874	23,895	3,052	(4,114)	(77)		\$ 22,756
Ontario Student Opportunity										
Trust Funds - Phase 1 (note 2)	258,118		43,230	285	20,142	(820)		(36)		19,286
Ontario Student Opportunity										
Trust Funds - Phase 2 (note 2)		13,513	107	929		110				110
Research funds	100,268	247	16,656		140,259	315,531	4,936	2,615	319,007	144,334
Departmental funds	115,046	5,606	16,711	1,133	119,396	19,214	6,607	(211)	27,039	117,967
Faculty endowment funds (note 2)	314,495	11,122	52,407	12,724	7,018	508	5,581	(790)	3,970	8,347
Connaught fund	73,376		12,221	(1,813)	3,964	7	3,331	(1,697)	41	5,564
I'Anson fund	3,011	344		(415)	4,359		127	(4,486)		
Miscellaneous funds	28,756	112	2,907	(15)	15,989	2,242	1,000	756	5,780	14,207
Supplementary Retirement Arrangement					89,065	104	20,364	9,482	53	118,962
	1,062,241	39,010	170,697	15,702	424,087	340,658	37,122	5,556	355,890	451,533
Comprising:										
Externally designated	846,461	38,682	137,523	15,201	266,984	334,476	8,012	(3,412)	345,035	261,025
Internally designated	215,780	328	33,174	501	157,103	6,182	29,110	8,968	10,855	190,508
	1,062,241	39,010	170,697	15,702	424,087	340,658	37,122	5,556	355,890	451,533
Restricted										
Unrestricted										

Notes:

(1) Consisting of investment income earned on:
Endowment funds 184,306
Expendable funds 23,513
207,819

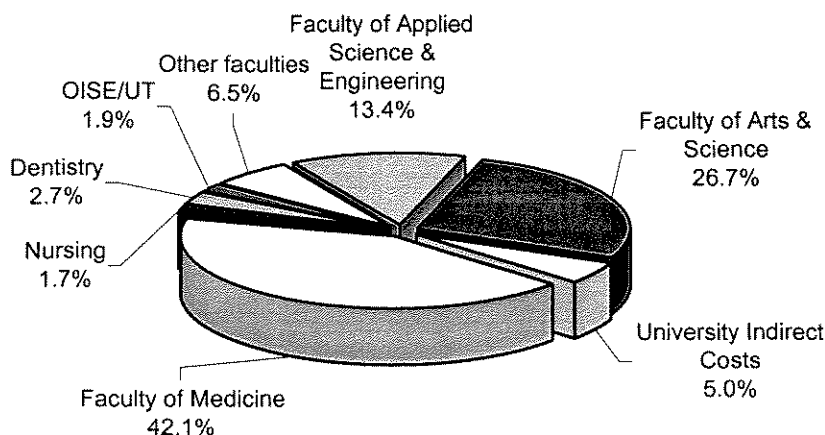
(2) Disbursements and corresponding distributed investment income for Students Awards (\$11,928), Ontario Student Opportunity Trust Funds (\$12,301) and Faculty Endowments (\$8,721) are reported in the Operating Fund.

**UNIVERSITY OF TORONTO
RESEARCH GRANTS AND CONTRACTS AWARDED
FOR THE YEAR ENDED APRIL 30, 2004**
(millions of dollars)

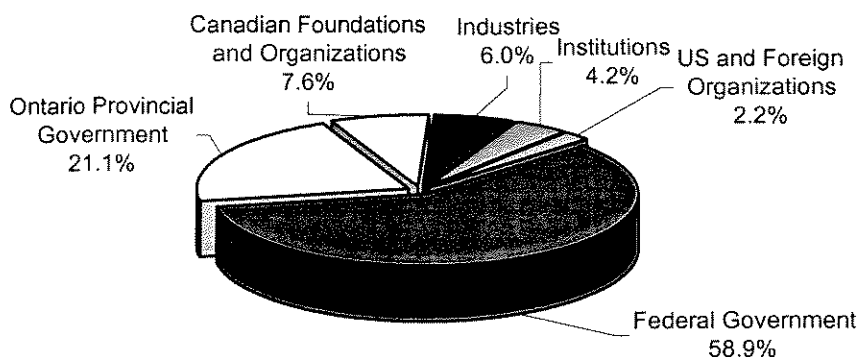
2004 - \$334.6

2003 - \$284.5

BY FACULTY:



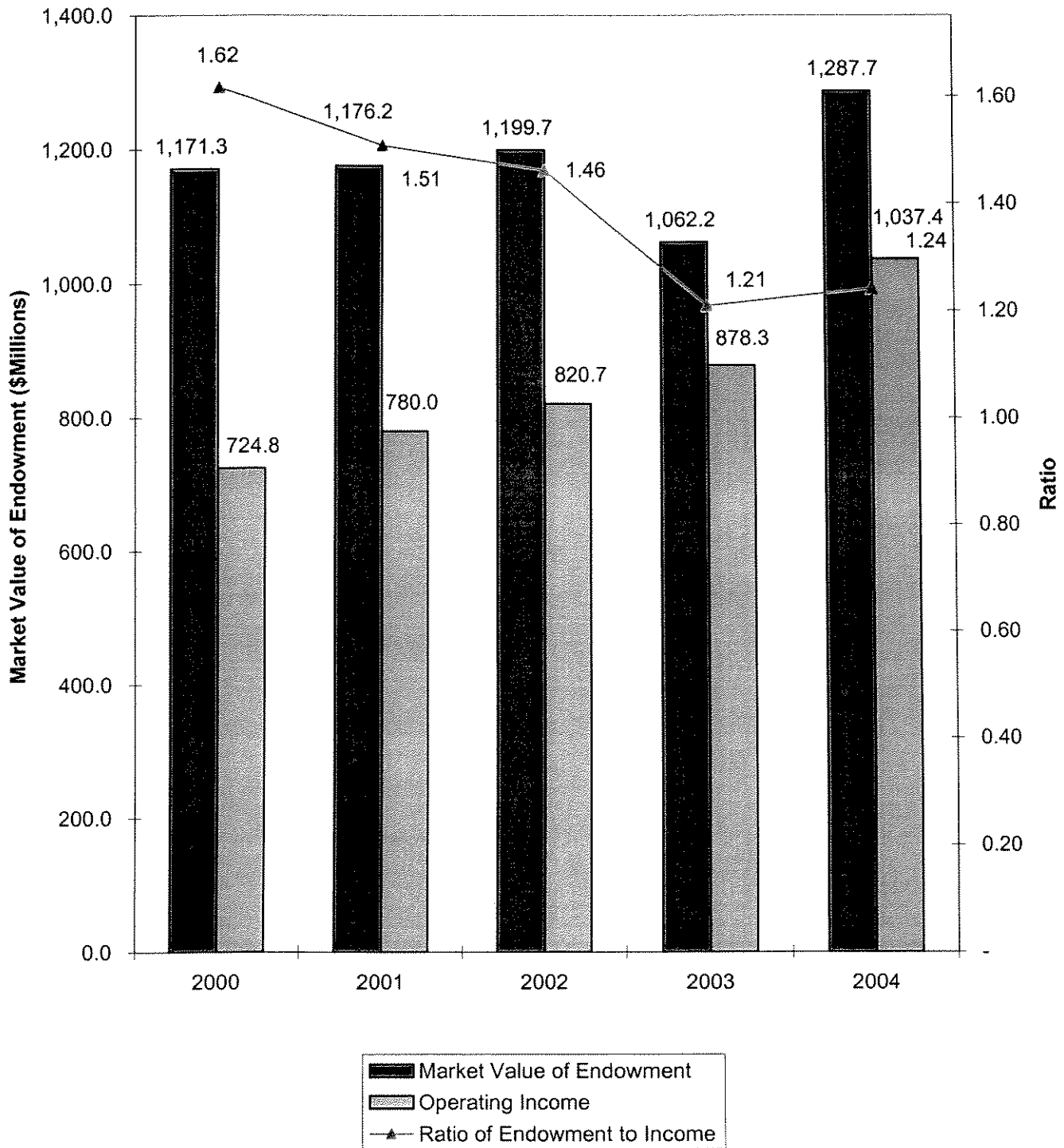
BY SOURCE:



Reported as revenue:	
Government and other grants for restricted purposes	\$261.1
Contract research	22.0
Reported as deferred capital contributions	48.2
Net amounts to be reported as revenue when received and earned	3.3
	\$334.6

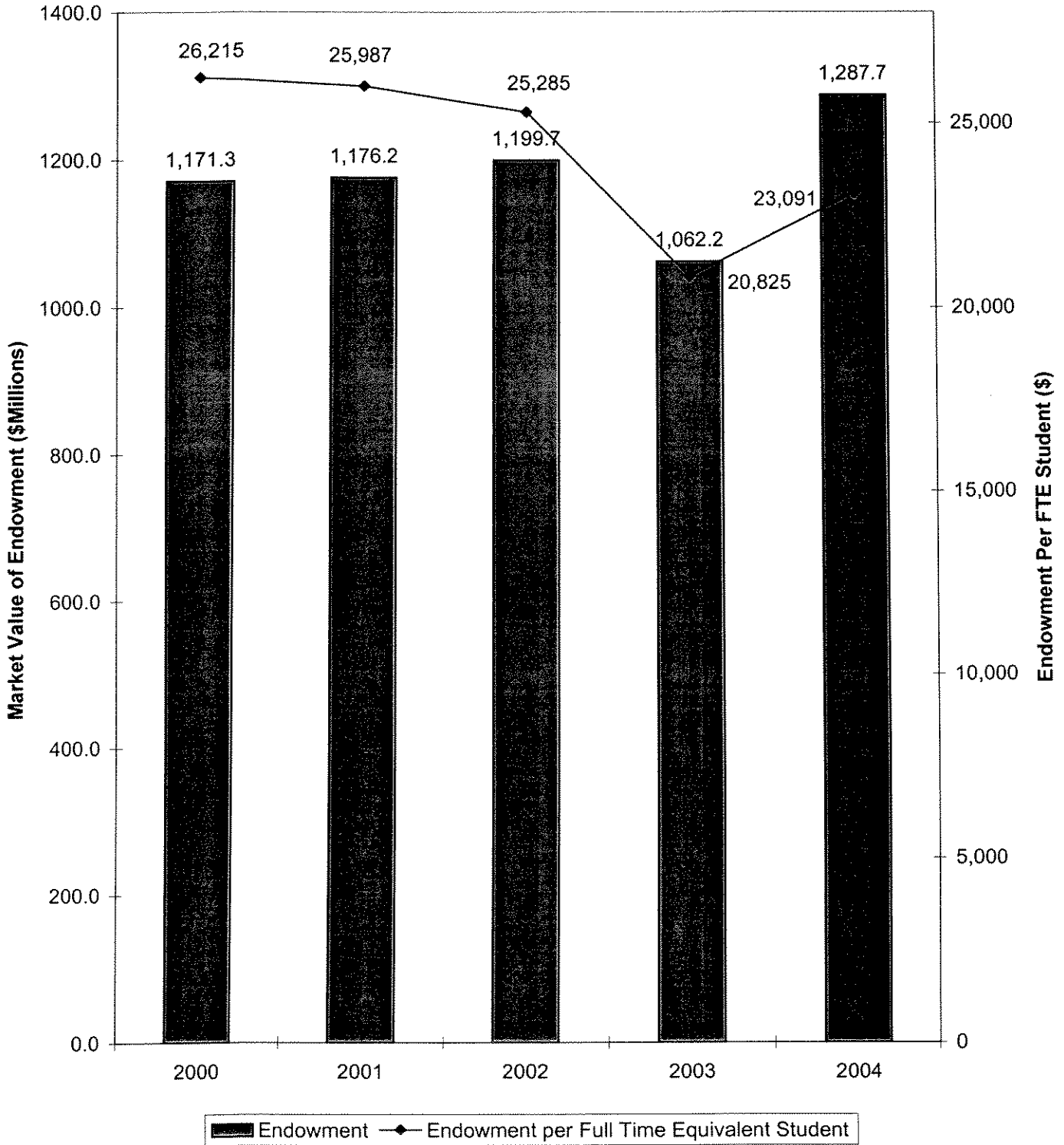
Note: The information in this schedule is based on awards made from April 2003 to March 2004 and excludes the affiliated teaching hospitals.

**UNIVERSITY OF TORONTO
RATIO OF ENDOWMENT TO OPERATING INCOME**



Note: The information provided in this schedule excludes the federated universities.

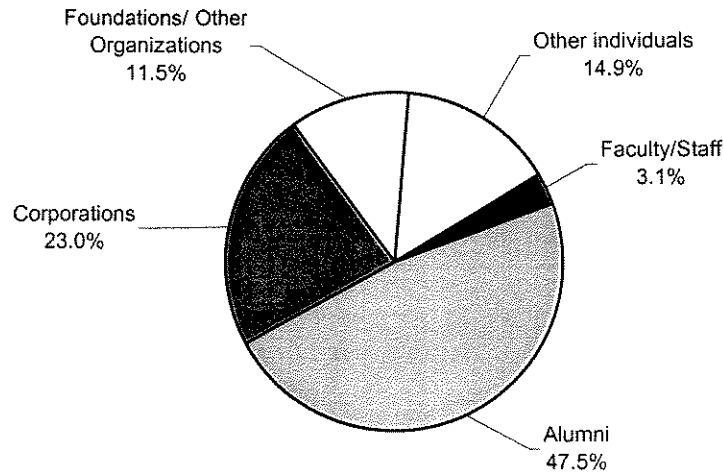
UNIVERSITY OF TORONTO
 ENDOWMENT PER FTE STUDENT



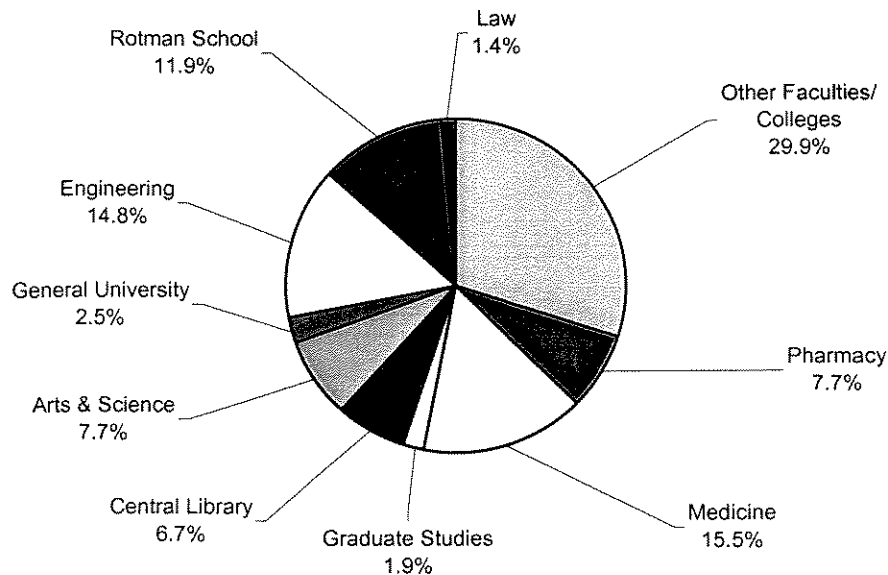
Note: The information provided in this schedule excludes the federated universities.

**UNIVERSITY OF TORONTO
DONATIONS RECEIVED
FOR THE YEAR ENDED APRIL 30, 2004**

BY SOURCE:



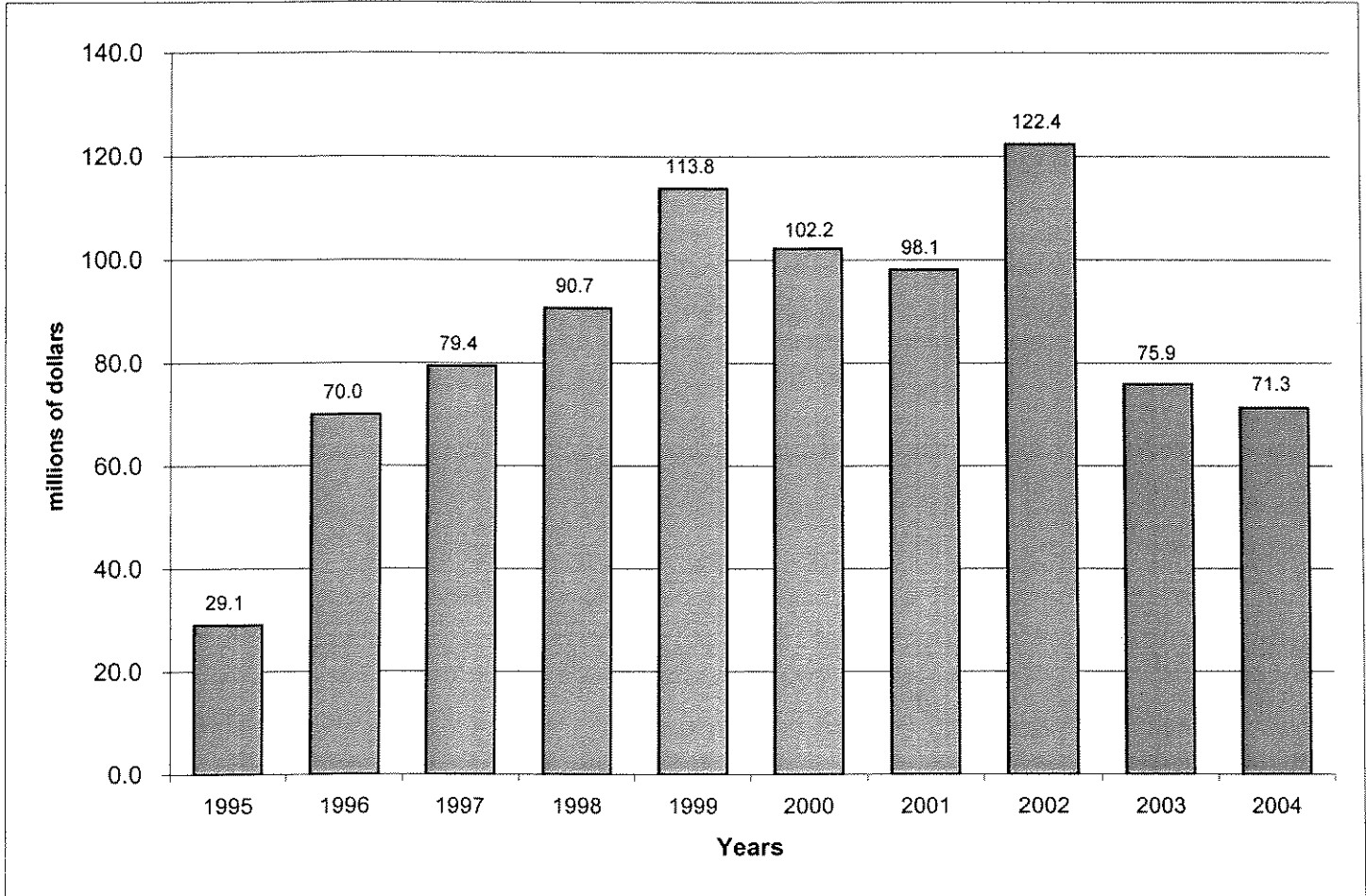
**DISTRIBUTION
BY FACULTY:**



The donations above are classified by the type of donor and by Division receiving credit for the gift. These donations include amounts received and receipted by the University on behalf of the federated universities, but do not include donations received and receipted directly by the federated universities.

	(millions of dollars)	
	2004	2003
Donations received as:		
Cash	62.9	68.5
Gifts in kind	8.4	7.4
Total	71.3	75.9
Pledges as at April 30:		
Faculty Endowments	33.5	38.1
Other	87.2	78.1
	120.7	116.2

**UNIVERSITY OF TORONTO
HISTORICAL SUMMARY OF DONATIONS RECEIVED
1995 to 2004**



Note: The information provided in this schedule excludes the federated universities and does not include pledges not yet turned into cash.