

DRAFT

Supplementary Financial Report

April 30, 2003

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 2001-02.

SCHEDULE 3 (Page 7)
FUNDS RECEIVED AND EXPENSES

This schedule provides funds received by source and expenses by category for all funds.

SCHEDULE 4 (Page 8)
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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 2002-03 and 2001-02 by functional categories and by individual faculties and divisions. Academic divisions report how they intend on spending their academic 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.

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HISTORICAL SUMMARY OF OPERATING RESULTS

This schedule provides a five-year summary of income, expenditures and cumulative deficit 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.

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This schedule provides a five year historical summary of income, expenditures and cumulative surplus of ancillary operations.

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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 \$70.6 million consists of \$86.3

million on hand for specific projects and \$3.0 million of undesignated funds, less \$18.7 million used to bridge finance other specific projects.

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

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The estimated cost to complete capital projects in progress at April 30, 2003 is approximately \$340.0 million. These projects will be funded by government grants, donations, student levies and operations.

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

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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

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

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

UNIVERSITY OF TORONTO
BALANCE SHEET
April 30, 2003
(with comparative figures at April 30, 2002)
(millions of dollars)

	Operating fund	Ancillary operations	Capital fund	Restricted funds	2003 Total	2002 Total
	\$	\$	\$	\$	\$	\$
ASSETS						
Current						
Cash and short-term investments	84.4	12.5	58.7	153.6	309.2	216.3
Accounts receivable	57.6	13.5		1.0	72.1	69.6
Inventories and prepaid expenses	7.1	10.2	1.5		18.8	12.4
Deferred pension charge						5.7
Investments				1,339.1	1,339.1	1,654.8
Advance to University of Toronto Press Incorporated	7.4	(7.4)				
Capital assets, net		118.5	587.5		706.0	618.8
	156.5	147.3	647.7	1,493.7	2,445.2	2,577.6
LIABILITIES						
Current						
Accounts payable and accrued liabilities	86.6	23.8	12.9	7.4	130.7	132.5
Deferred contributions				267.0	267.0	266.7
Accrued pension liability	30.1				30.1	
Employee future benefit obligation other than pension	88.2				88.2	64.3
Internal loans	59.4	41.8	(101.2)			
Other long-term debt		50.0	6.7		56.7	58.6
Series A - senior unsecured debenture			160.0		160.0	160.0
Deferred capital contributions			448.3		448.3	395.0
	264.3	115.6	526.7	274.4	1,181.0	1,077.1
CAPITAL						
Unrestricted capital (deficit)	(33.6)	(0.9)	(32.7)		(67.2)	(32.0)
Committed capital	(74.2)	7.4	(10.7)	157.0	79.5	137.8
Equity in capital assets		25.2	164.4		189.6	195.0
Endowments				1,062.3	1,062.3	1,199.7
	(107.8)	31.7	121.0	1,219.3	1,264.2	1,500.5
	156.5	147.3	647.7	1,493.7	2,445.2	2,577.6

UNIVERSITY OF TORONTO
STATEMENT OF OPERATIONS AND CHANGES IN DEFICIT
April 30, 2003
(with comparative figures at April 30, 2002)
(millions of dollars)

	Operating fund	Ancillary operations	Capital fund	Restricted funds	2003 Total	2002 Total
REVENUES						
Government grants for general operations	422.7				422.7	396.2
Student fees	374.5	5.1	1.3		380.9	333.7
Donations		0.1	7.6	28.9	36.6	34.3
Government and other grants for restricted purposes			23.9	198.2	222.1	211.2
Contract research	5.7			20.9	26.6	30.5
Sales, services and sundry income	61.2	96.5	1.7		159.4	149.6
	<u>864.1</u>	<u>101.7</u>	<u>34.5</u>	<u>248.0</u>	<u>1,248.3</u>	<u>1,155.5</u>
EXPENSES						
Salaries and benefits	653.3	7.0		140.5	800.8	714.7
Investment loss	(14.3)	(1.3)	(3.1)	74.3	55.6	3.4
Materials and supplies	62.9	2.5		88.0	153.4	166.1
Scholarships, fellowships and bursaries	98.8				98.8	86.7
Amortization of capital assets	2.6	5.6	62.9		71.1	61.4
Cost of sales and services		67.4			67.4	63.0
Utilities	34.1	5.0		4.9	39.1	35.1
Repairs and maintenance	16.6	7.5	9.8		38.8	57.3
Travel and conferences	11.7			17.1	28.8	26.6
Interest	8.7	6.7			15.4	13.4
External contracted services	12.2			2.6	14.8	16.7
Telecommunications	8.6			1.0	9.6	9.4
Other	12.6		2.0	4.5	19.1	18.0
	<u>907.8</u>	<u>100.4</u>	<u>71.6</u>	<u>332.9</u>	<u>1,412.7</u>	<u>1,271.8</u>
Net income (loss)	(43.7)	1.3	(37.1)	(84.9)	(164.4)	(116.3)
Net transfer between funds	(11.4)	(2.6)	(0.1)	14.1		
Transfer of capital assets	(33.1)		33.1			
Change in committed capital	72.7	1.1	(20.8)	5.3	58.3	73.5
Change in equity in capital assets		0.6	4.8		5.4	(27.3)
Transfers of donations to endowments				(8.2)	(8.2)	(4.7)
Transfer from internally and externally restricted endowments				73.7	73.7	62.1
Net change in deficit for the year	<u>(15.5)</u>	<u>0.4</u>	<u>(20.1)</u>	<u>73.7</u>	<u>(35.2)</u>	<u>(12.7)</u>
Deficit, beginning of year	<u>(18.1)</u>	<u>(1.3)</u>	<u>(12.6)</u>	<u>—</u>	<u>(32.0)</u>	<u>(19.3)</u>
Deficit, end of year	<u>(33.6)</u>	<u>(0.9)</u>	<u>(32.7)</u>	<u>—</u>	<u>(67.2)</u>	<u>(32.0)</u>

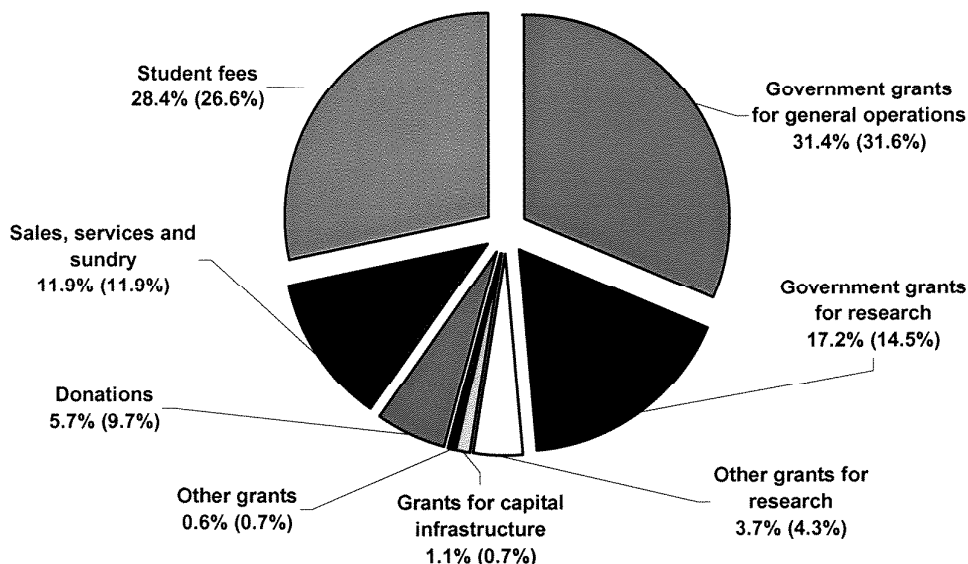
UNIVERSITY OF TORONTO
SCHEDULE OF INVESTMENTS
AS AT APRIL 30, 2003
(with comparative totals as at April 30, 2002)
(millions of dollars)

	2003		2002	
	<u>Book</u> <u>Value</u> \$	<u>Market</u> <u>Value</u> \$	<u>Book</u> <u>Value</u> \$	<u>Market</u> <u>Value</u> \$
<u>Expendable Funds Investment Pool</u>				
Short-Term Notes and Treasury Bills	56.0	56.0	5.3	5.3
Corporate Bonds	0.1	0.1	0.1	0.1
Derivative Related Net Receivable	-	2.8	-	0.6
Pooled Investments	396.4	398.6	384.8	391.0
Total	<u>452.5</u>	<u>457.5</u>	<u>390.2</u>	<u>397.0</u>
<u>Long Term Capital Appreciation Pool</u>				
Short-Term Notes and Treasury Bills	33.8	33.7	33.0	33.0
Government Bonds	94.6	95.7	45.2	44.8
Corporate Bonds	29.7	30.1	12.5	12.4
Canadian Equities	31.4	28.6	27.6	24.9
International Equities (1)	441.6	364.6	411.5	429.7
Canadian Private Equities	4.8	4.8	3.2	3.2
International Private Equities (1)	35.6	33.3	13.7	13.7
Derivative Related Net Receivable	-	18.8	-	4.8
Pooled Investments	485.0	456.5	756.8	734.4
Real Estate	16.8	23.9	17.8	25.6
Total	<u>1,173.3</u>	<u>1,090.0</u>	<u>1,321.3</u>	<u>1,326.5</u>
<u>Long Term Borrowing Pool</u>				
Short-Term Notes and Treasury Bills	0.4	0.4	-	-
Government Bonds	15.5	15.1	15.5	15.5
Corporate Bonds	3.8	3.7	14.9	14.9
Pooled Investments	37.8	37.8	72.9	72.9
Total	<u>57.5</u>	<u>57.0</u>	<u>103.3</u>	<u>103.3</u>
<u>Specific Investments</u>	26.0	27.5	26.3	28.0
<u>Real Estate</u>	16.3	16.3	16.3	16.3
Total Investments	<u>1,725.6</u>	<u>1,648.3</u>	<u>1,857.4</u>	<u>1,871.1</u>
<u>Securities - By fund:</u>				
Operating Funds	79.4	84.4	97.7	85.4
Restricted Funds Endowments	1,574.9	1,492.7	1,617.6	1,643.6
Ancillaries	12.5	12.5	11.3	11.3
Capital	58.7	58.7	130.8	130.8
	<u>1,725.5</u>	<u>1,648.3</u>	<u>1,857.4</u>	<u>1,871.1</u>

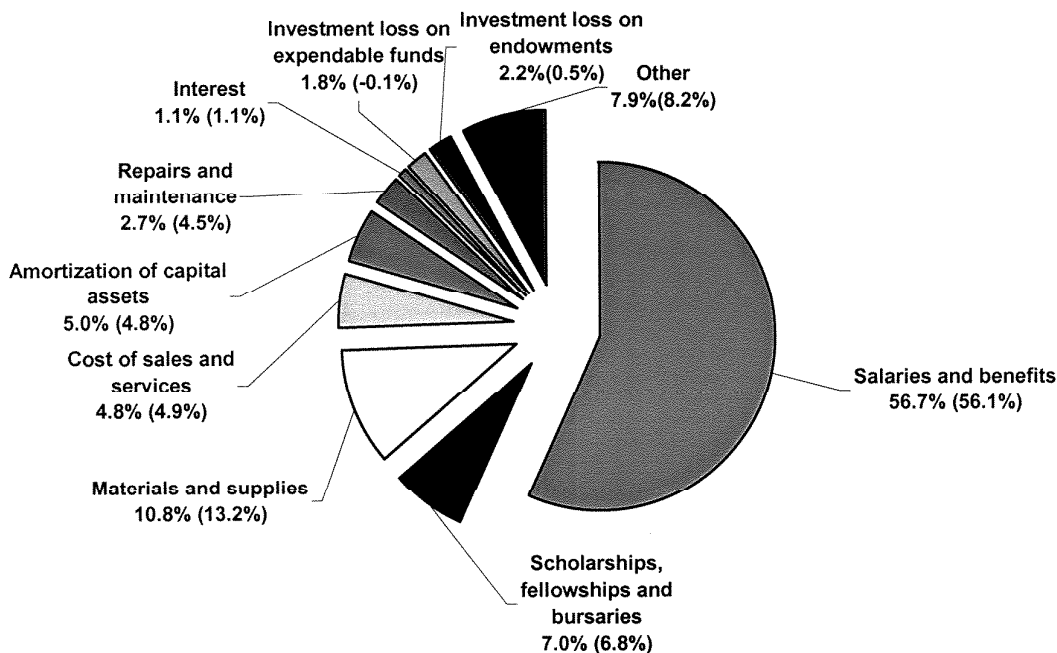
(1) Equities other than Canadian.

UNIVERSITY OF TORONTO

**FUNDS RECEIVED BY SOURCE
FOR THE YEAR ENDED APRIL 30, 2003**
\$1.3 billion (2002 - \$1.2 billion)



**EXPENSES BY CATEGORY
FOR THE YEAR ENDED APRIL 30, 2003**
\$1.4 billion (2002 - \$1.3 billion)

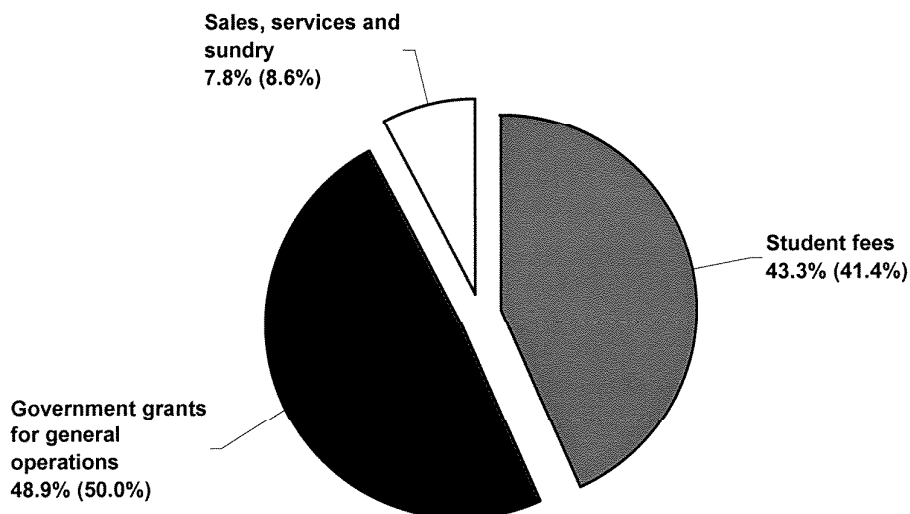


**UNIVERSITY OF TORONTO
INTERFUND TRANSFERS
FOR THE YEAR ENDED APRIL 30, 2003**
(thousands of dollars)

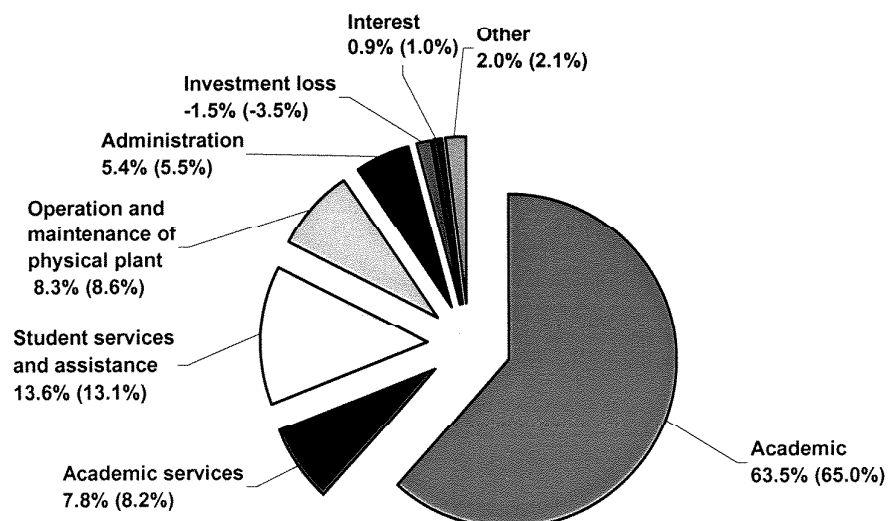
Purpose	Operating Fund \$	Ancillary Operations \$	Capital Fund \$	Restricted Funds \$
Funding of Supplementary Retirement Arrangement	(8,581)			8,581
Provost contributions for matching programs	(2,928)			2,928
Operating fund support from various Ancillary Operations	1,452	(1,452)		
Divisional contributions for matching programs	(1,442)		42	1,400
Family Housing residence contribution to the capital trust fund for deferred maintenance issues		(1,200)		1,200
Transfer of unused capital funds back to operating fund	199		(199)	
Investment infrastructure fund support designated to fund various capital projects	(105)	70	35	
Innis residence contribution to the establishment of a bursary/scholarship fund for residence students		(25)		25
	<u>(11,405)</u>	<u>(2,607)</u>	<u>(122)</u>	<u>14,134</u>

UNIVERSITY OF TORONTO

**Operating Funds Received by Source
for the year ended April 30, 2003
\$864.1 million (2002 - \$791.9 billion)**



**Operating Expenses by Functional Grouping
for the year ended April 30, 2003
\$940.9 million (2002 - \$827.4 million)**



UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH
ORIGINAL BUDGET FOR THE YEAR ENDED APRIL 30, 2003

(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	416.1		416.1	391.2	24.9
Canada research chairs		21.0	21.0	21.0	
Federal grants				14.6	(14.6)
Student fees	278.0	8.3	286.3	272.6	13.7
Investment income:					
Endowment (chairs and student aid)	35.5		35.5	34.6	0.9
Other	(21.3)		(21.3)	6.5	(27.8)
Sundry income:					
Contract Research	5.7		5.7	7.5	(1.8)
Other	10.3	10.6	20.9	22.5	(1.6)
Municipal Taxes	3.3	(3.2)	0.1		0.1
	<u>727.6</u>	<u>36.7</u>	<u>764.3</u>	<u>770.5</u>	<u>(6.2)</u>
Divisional income:					
Provincial grants	2.2		2.2	2.3	(0.1)
Student fees	89.4	(18.7)	70.7	66.3	4.4
Sales and services	59.2	(6.0)	53.2	41.0	12.2
	<u>150.8</u>	<u>(24.7)</u>	<u>126.1</u>	<u>109.6</u>	<u>16.5</u>
	<u>878.4</u>	<u>12.0</u>	<u>890.4</u>	<u>880.1</u>	<u>10.3</u>
EXPENSES					
Academic	597.6	12.6	610.2	556.7	(53.5)
Academic services	73.2	(0.4)	72.8	59.0	(13.8)
Student services	21.4	(0.7)	20.7	13.9	(6.8)
Student assistance	106.0	(11.0)	95.0	83.7	(11.3)
Physical plant maintenance and services	43.3	3.0	46.3	37.3	(9.0)
Physical plant utilities and rent	36.1	4.3	40.4	35.9	(4.5)
Alterations and renovations	(0.7)		(0.7)	0.8	1.5
Administration	50.2	6.9	57.1	61.2	4.1
Amortization	2.6	(2.6)			
Interest expense	8.7	(8.3)	0.4		(0.4)
General university expense	13.8	11.4	25.2	36.0	10.8
Municipal taxes	3.0	(3.2)	(0.2)		0.2
	<u>955.2</u>	<u>12.0</u>	<u>967.2</u>	<u>884.5</u>	<u>(82.7)</u>
Operating results before the following:	(76.8)		(76.8)	(4.4)	(72.4)
Change in committed capital (Schedule 7)	72.7		72.7		72.7
Transfers (Schedule 4)	(11.4)		(11.4)		(11.4)
NET CHANGE IN DEFICIT	<u>(15.5)</u>		<u>(15.5)</u>	<u>(4.4)</u>	<u>(11.1)</u>

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2003

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 deficit for the year was \$15.5 million compared to a budgeted deficit of \$4.4 million. This unfavourable variance of \$11.1 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 \$890.4 million compared to a budget of \$880.1 million resulting in a favourable variance of \$10.3 million comprised of the following:

- (a) A favourable variance of \$24.9 million in operating grants mainly due to an increase in accessibility grants of \$14.5 million, special medical grant of \$7.0 million, AIM for the top scholarships of \$4.5 and Ontario scholarship funding of \$5.2 million offset by an unfavourable variance from budget of \$3.2 million in base operating grants, \$3.4 million in research performance funding and \$1.2 million in the special health research grant.
- (b) An unfavourable variance of \$14.6 million from the Federal government's support for indirect costs of federally funded research which did not materialize.

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2002

- (c) A favourable variance of \$13.7 million resulting from an increase in undergraduate student fees and enrolment.
- (d) An unfavourable variance of \$26.9 million was reported for investment income comprised of an investment loss of \$21.3 million compared to an investment income budget of \$6.5 million. A total of \$25.0 million (representing the unfavourable variance from long-term investments) was deducted from the current year's loss and carried forward as a deduction against funds committed to be reduced over the next 4 years to April 30, 2007.
- (e) An unfavourable variance of \$3.4 million resulting from a decrease in funding for research overhead costs.
- (f) A favourable divisional income variance from budget of \$16.5 million from student fees and sales and services.

Operating expenses for the year totalled \$967.2 million as compared to a budget of \$884.5 million, an unfavourable variance of \$82.7 million. Adjustment for \$11.4 million in transfers (see schedule 4) and a \$72.7 million change in committed capital (see schedule 7), resulted in an unfavourable variance of \$21.4 million ($-\$82.7 - \$11.4 + \72.7) which is mainly comprised of the following:

- (a) An unfavourable variance of \$17.1 million as a result of costs related to higher than expected enrolment.
- (b) An unfavourable variance of \$2.6 million in utilities mainly as a result of increases in hydro rates partially offset by savings from lower natural gas prices.
- (c) An unfavourable variance of \$0.9 million as a result of legal advice obtained on various internal related matters and the recruitment of faculty.
- (d) Other divisional variances amounting to an unfavourable variance of \$0.8 million.

UNIVERSITY OF TORONTO
COMPARISON OF ACTUAL OPERATING FUND RESULTS WITH ORIGINAL BUDGET
FOR THE YEAR ENDED APRIL 30, 2002

The decrease in committed capital of \$72.7 million is made up of a decrease of \$25.0 million as a result of the current year's investment losses, a decrease of \$60.9 million relating to the employee future benefit costs including pensions, an increase of \$8.3 million in divisional funds and an increase of \$4.9 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, 2003
(with previous year comparative figures)
(thousands of dollars)

	2002-03			2001-02		
	Carryforward or unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
<u>Divisional Carryforwards</u>						
Academic	51,584	3,973	55,557	38,721	2,875	41,596
Academic services	3,346	331	3,677	2,607	379	2,986
Student services	3,792	68	3,860	2,631	52	2,683
Student assistance	(304)	14	(290)	2,726	11	2,737
Facilities & services	2,005	1,584	3,589	319	1,854	2,173
Administration	4,117	331	4,448	4,754	241	4,995
Administrative systems	125	46	171	168	46	214
General university	(5,660)		(5,660)	(686)		(686)
U of T Campaign	(11,013)	30	(10,983)	(10,604)		(10,604)
Net Divisional carryforwards	47,992	6,377	54,369	40,636	5,458	46,094
<u>Centrally held funds</u>						
Pension charge commitment	(30,064)		(30,064)	5,744		5,744
Other employee future benefit obligation	(67,969)		(67,969)	(42,829)		(42,829)
Total	(98,033)		(98,033)	(37,085)		(37,085)
Investment income reserve	(47,592)		(47,592)	(22,599)		(22,599)
Research overhead	6,293		6,293	7,494		7,494
<u>Infrastructure</u>						
Accommodation & facilities directorate fund	9,472		9,472	4,334		4,334
<u>Other funds</u>						
University investment infrastructure fund	841		841	154		154
Transitional fund	207		207	806		806
Priorities fund	292		292	(633)		(633)
	1,340		1,340	327		327
Committed capital	(80,528)	6,377	(74,151)	(6,893)	5,458	(1,435)

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

AT APRIL 30, 2003

(with previous year comparative figures)

(thousands of dollars)

	2002-03					2001-02	
	Independently Funded Projects	Research	Student Assistance	Infrastructure	Other	Total	Total
ACADEMIC DIVISIONS:							
Arts and Science, colleges and schools:							
Faculty of Arts and Science	827	9,248	144	2,053	11,299	23,571	20,519
University College					111	111	304
New College			50		54	104	(37)
Innis College					99	99	7
Transitional Year Programme			15	5	36	56	36
Woodsworth College		30	50	50	1,308	1,438	212
Scarborough academic	401	2,105	33	545	(5,666)	(2,582)	(4,612)
Mississauga academic	172	1,488	19	97	(3,657)	(1,881)	493
School of Continuing Studies					675	675	1,142
Munk Centre for International Studies					284	284	289
School of Graduate Studies			784	180	547	1,511	826
Graduate institutes and centres	577	708	1,637	174	2,356	5,452	6,158
	<u>1,977</u>	<u>13,579</u>	<u>2,732</u>	<u>3,104</u>	<u>7,436</u>	<u>28,828</u>	<u>25,337</u>
Health sciences:							
Faculty of Dentistry		234	82	109	(803)	(378)	(1,057)
Faculty of Medicine	6,299	7,731	792	1,896	10,073	26,791	22,519
Faculty of Nursing	196	591			697	1,484	941
Faculty of Pharmacy					1,140	1,140	547
School of Physical Education and Health	202	148		445	507	1,302	801
	<u>6,697</u>	<u>8,704</u>	<u>874</u>	<u>2,450</u>	<u>11,614</u>	<u>30,339</u>	<u>23,751</u>
Other professional faculties:							
Faculty of Applied Science and Engineering	(890)	5,284	567	2,017	184	7,162	8,795
School of Architecture and Landscape Architecture					(114)	(114)	13
Rotman School of Management					(14,071)	(14,071)	(11,179)
OISE/UT	1,461	1,751	661	326	1,384	5,583	5,727
University of Toronto Schools					(198)	(198)	(79)
Faculty of Forestry		31	40	30	471	572	565
Faculty of Law		333	165	18	19	535	446
Faculty of Information Studies	335	83	23		205	646	634
Faculty of Music	15	53	17	19	7	111	161
Faculty of Social Work	6	115			1,778	1,899	1,973
	<u>927</u>	<u>7,650</u>	<u>1,473</u>	<u>2,410</u>	<u>(10,335)</u>	<u>2,125</u>	<u>7,056</u>
Vacation Pay accrual					(7,931)	(7,931)	(7,446)
Voluntary Early Academic Retirement Program accrual					(3,894)	(3,894)	(5,485)
Other academic costs					2,117	2,117	(4,492)
TOTAL ACADEMIC DIVISIONS	<u>9,601</u>	<u>29,933</u>	<u>5,079</u>	<u>7,964</u>	<u>(993)</u>	<u>51,584</u>	<u>38,721</u>

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

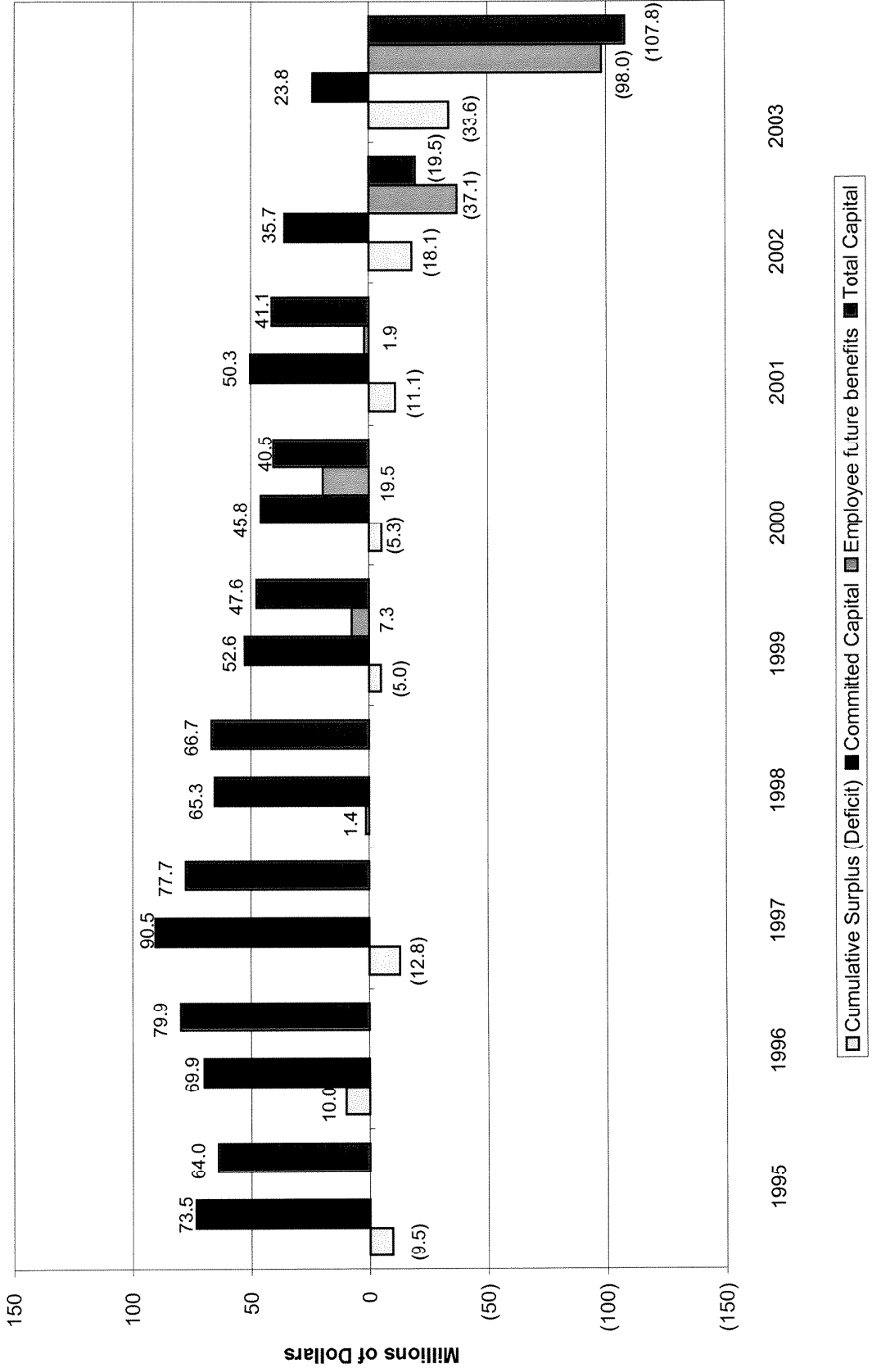
AT APRIL 30, 2003
(with previous year comparative figures)
(thousands of dollars)

	2002-03			2001-02		
	Carryforward of unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
ACADEMIC SERVICES:						
U of T Computing	1,890	199	2,089	2,003	182	2,185
St. George library	203	82	285	2	141	143
Information Commons	12		12	53	10	63
Scarborough library	1,087	30	1,117	432	39	471
Mississauga library	154	20	174	117	7	124
TOTAL ACADEMIC SERVICES	3,346	331	3,677	2,607	379	2,986
STUDENT SERVICES:						
Student services						
- St. George campus	2,686	22	2,708	1,930	23	1,953
- Scarborough campus	756	21	777	616	14	630
- Mississauga campus	350	25	375	85	15	100
TOTAL STUDENT SERVICES	3,792	68	3,860	2,631	52	2,683
STUDENT ASSISTANCE:						
Recruitment and retention	14		14	1,112		1,112
Graduate fellowships	10		10	158		158
Scarborough campus	207		207	326		326
Mississauga campus	19		19	9		9
St. George campus	(554)	14	(540)	1,121	11	1,132
TOTAL STUDENT ASSISTANCE	(304)	14	(290)	2,726	11	2,737
FACILITIES & SERVICES						
St. George campus	736	1,318	2,054	(69)	1,770	1,701
Scarborough campus	1,171	22	1,193	794	36	830
Mississauga campus	98	244	342	(406)	48	(358)
TOTAL FACILITIES & SERVICES	2,005	1,584	3,589	319	1,854	2,173

UNIVERSITY OF TORONTO
SUMMARY OF OPERATING FUND DIVISIONAL CARRYFORWARD OF UNSPENT FUNDS AND
CENTRALLY HELD FUNDS COMMITTED FOR SPECIFIC PURPOSES
AT APRIL 30, 2003
(with previous year comparative figures)
(thousands of dollars)

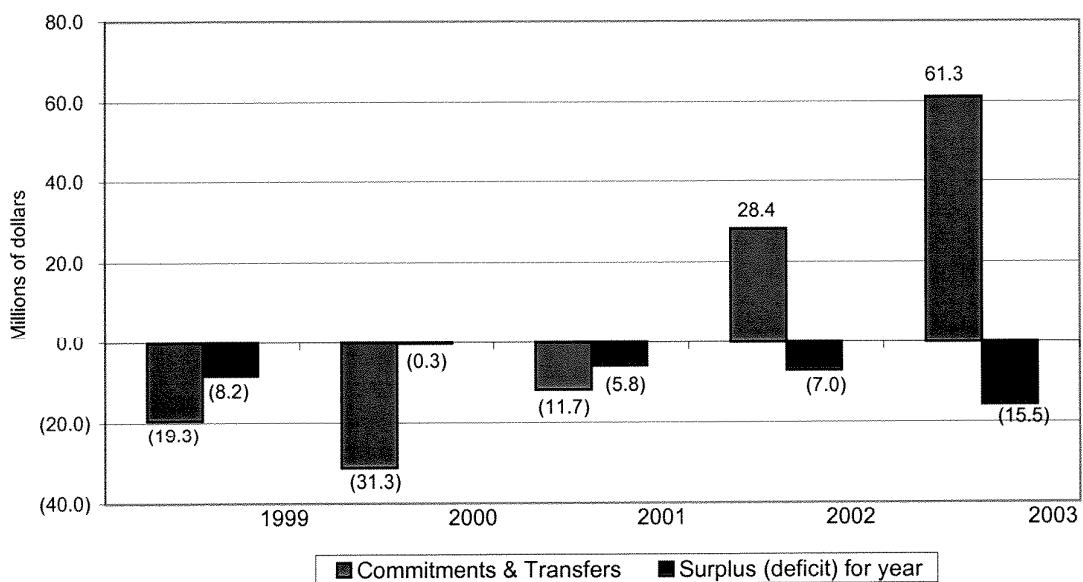
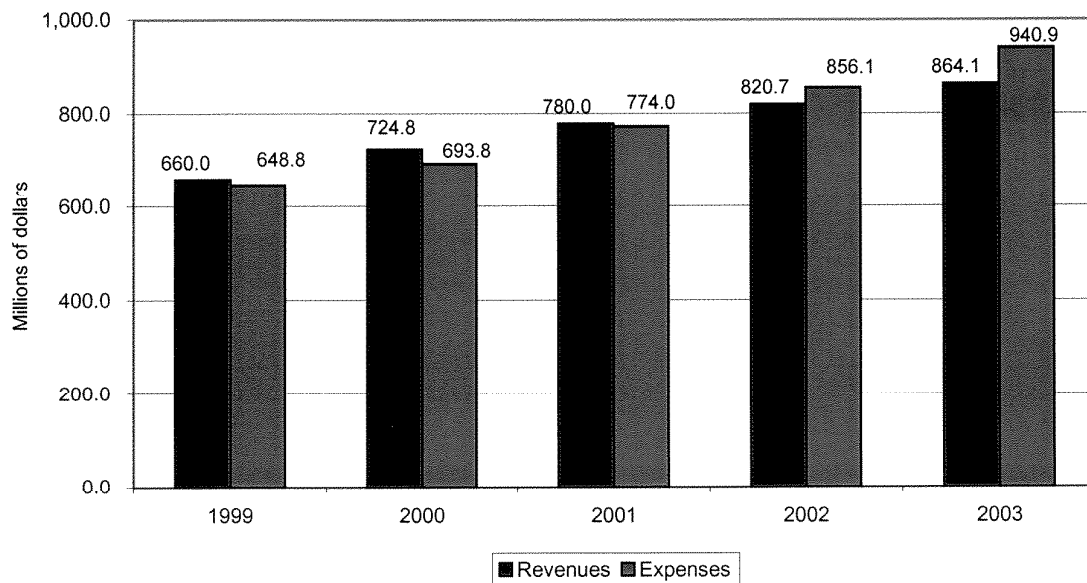
	2002-03			2001-02		
	Carryforward of unspent divisional funds	Purchase order commitments	Total	Carryforward of unspent divisional funds	Purchase order commitments	Total
CENTRAL ADMINISTRATION:						
Office of the Governing Council	87		87	(44)		(44)
Office of the President	1		1	(3)		(3)
Institutional costs	47		47	12		12
Vice-President and Provost	(400)	93	(307)	1,448	58	1,506
Vice-President - Research and International Relations	330		330	(18)		(18)
Vice-President - Development and University Relations	1,425	66	1,491	1,698	1	1,699
Vice-President - Government and Institutional Relations	8		8	40		40
Vice-President - Business Affairs	2,441	16	2,457	1,670	54	1,724
Vice-President - Human Resources	543	17	560	485	79	564
Scarborough campus	1,170	4	1,174	836	2	838
Mississauga campus	317	135	452	382	47	429
Vacation Pay accrual	(1,852)		(1,852)	(1,752)		(1,752)
TOTAL CENTRAL ADMINISTRATION	4,117	331	4,448	4,754	241	4,995
ADMINISTRATIVE SYSTEMS:						
AMS Integrated Systems	12	34	46	(17)	30	13
Student Record System	74	12	86	182	16	198
Research Information System	39		39	3		3
TOTAL ADMINISTRATIVE SYSTEMS	125	46	171	168	46	214
GENERAL UNIVERSITY:						
Vice-President - Human Resources						
Employee Assistance	256		256	149		149
Other	383		383	590		590
Vice-President - Business Affairs						
Insurance reserve	9		9	51		51
Long-term borrowing pool	(3,380)		(3,380)	(1,476)		(1,476)
Vice-President and Provost						
Matching Funds Program	(2,920)		(2,920)			
TOTAL GENERAL UNIVERSITY	(5,660)		(5,660)	(686)		(686)
U of T Campaign	(11,013)	30	(10,983)	(10,604)		(10,604)
	47,992	6,377	54,369	40,636	5,458	46,094

**UNIVERSITY OF TORONTO
OPERATING FUND
HISTORICAL SUMMARY OF CAPITAL**



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

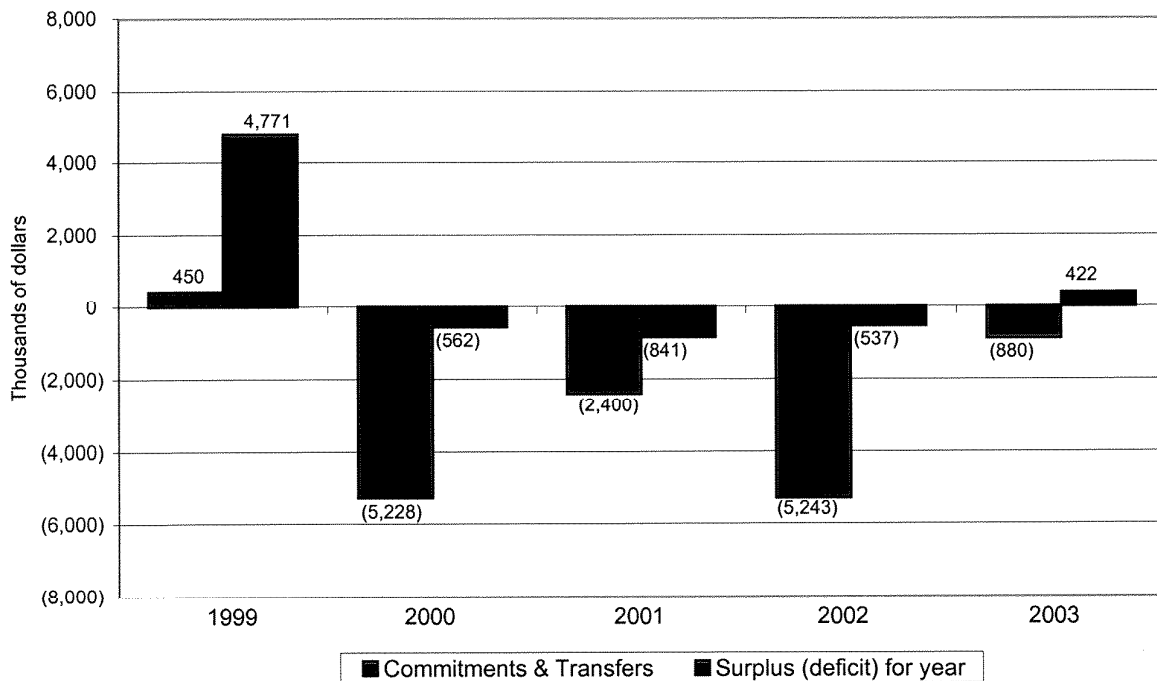
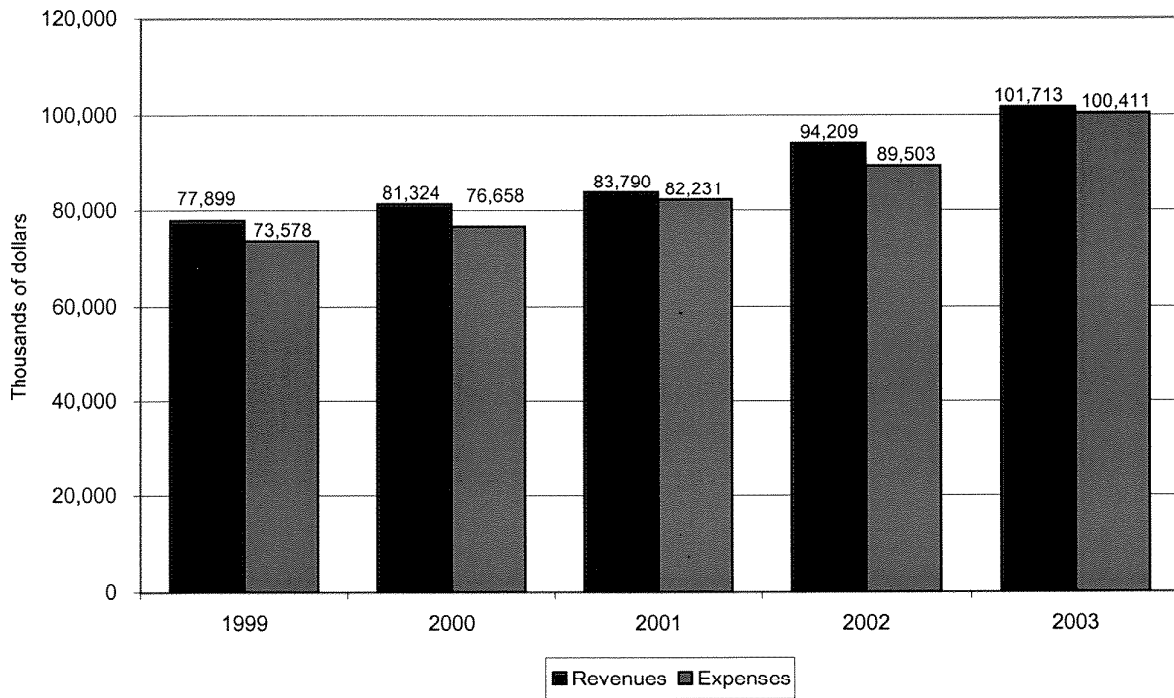
**UNIVERSITY OF TORONTO
OPERATING FUND
HISTORICAL SUMMARY OF OPERATING RESULTS FOR FIVE YEARS**



**UNIVERSITY OF TORONTO
ANCILLARY OPERATIONS
STATEMENT OF CAPITAL
FOR THE YEAR ENDED APRIL 30, 2003**
(with comparative totals for 2002)
(thousands of dollars)

	Revenues	Expenses	Commitments and Transfers	Opening	Cumulative surplus/(deficit) Closing	Equity in Capital Assets	Committed Capital	2003 Total Capital	2002 Total Capital
	\$	\$	\$	\$	\$	\$	\$	\$	\$
Residences									
St. George	2,969	2,763	(116)	(1,097)	(1,007)	2,821	226	1,814	1,575
Graduate House	2,731	2,413	(97)	166	387	642	527	1,255	938
Scarborough	4,534	4,165	260	(235)	394	(8)	527	913	667
Mississauga	2,295	3,399	913	1,600	1,409	262	1,003	2,674	3,829
University College	2,305	1,923	(181)	427	628	230	1,157	2,015	1,784
Innis College	3,406	2,989	(864)	56	(401)	726	1,720	2,045	1,926
New College	6,494	4,239	(1,717)	1,032	1,570	73	862	2,505	1,450
Family Housing			100	(123)	(23)			(23)	
Woodsworth College	24,734	21,901	(1,702)	1,826	2,957	4,746	5,495	13,196	12,028
Food/Beverage Service									
St. George	1,592	1,906	306	(140)	(147)	260	173	286	800
Scarborough	187	174	8	23	44	7		51	39
Mississauga	288	240	(98)	193	143		73	216	193
New College	373	307	(5)	81	142	55	49	246	182
University College	1,661	1,366	2	541	838	10		348	552
	4,101	3,983	213	688	1,020	332	295	1,347	1,766
Parking									
St. George	4,418	4,944	1,086	(387)	173	11,903	474	12,550	13,076
Scarborough	970	735	(93)	(52)	90	353	172	515	529
Mississauga	1,192	1,296	(60)	(52)	(216)	161		(55)	49
	6,580	6,975	933	(481)	47	12,417	646	13,110	13,654
Real Estate Division									
	6,133	5,260	(1,400)	(2,256)	(2,785)	3,147	403	765	462
University of Toronto Press									
Hart House	49,199	49,185	330	(1,135)	(791)	2,268	532	1,477	1,463
University of Toronto - Innovations Foundation	9,572	10,006	510	2,229	2,305	1,349		4,186	4,620
	1,394	3,091	236	(2,198)	(3,659)	931	532	(2,726)	(1,031)
	60,165	62,282	1,076	(1,104)	(2,145)	4,548		2,935	5,052
	101,713	100,411	(880)	(1,329)	(906)	25,190	7,371	31,555	32,960

**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, 2003**
(with comparative figures for year ended April 30, 2002)
(millions of dollars)

	<u>2003</u>	<u>2002</u>
	\$	\$
REVENUES		
Investments income, student fees and other income	5.8	6.4
Government grants		
- MTCU grants	5.5	6.3
- SuperBuild renewal fund	10.1	3.1
Donations	<u>7.5</u>	<u>6.1</u>
	28.9	21.9
EXPENSES	<u>(12.4)</u>	<u>(106.1)</u>
Net income (loss)	16.5	(84.2)
Interfund transfers	<u>(0.1)</u>	<u>17.1</u>
NET CHANGE IN FUND	16.4	(67.1)
FUND BALANCE, BEGINNING OF YEAR	<u>54.2</u>	<u>121.3</u>
FUND BALANCE, END OF YEAR	<u><u>70.6</u></u>	<u><u>54.2</u></u>

**UNIVERSITY OF TORONTO
CAPITAL FUND
ANALYSIS OF FUND BALANCE
April 30, 2003**

SCHEDULE 13

(with comparative figures for year ended April 30, 2002)
(millions of dollars)

	2003	2002
	\$	\$
DESIGNATED FUNDS		
Leslie L. Dan Pharmacy Building	32.2	31.3
UTM: Communication, Culture and Information Technology	20.1	20.9
SuperBuild 2001-02 St. George	11.4	13.0
Various renovation projects	5.0	5.6
UTSC: Academic Research Centre	3.3	0.6
Open Space Plan	2.8	2.9
Lash Miller Projects	1.9	1.8
UTORnet	1.8	1.8
Centre for Cellular and Biomolecular Research	1.8	
371 Bloor Street boiler	1.2	0.7
UTS - 371 Bloor Street	1.2	0.6
Real Estate Strategy	0.9	1.0
Lash Miller Courtyard Garden	0.8	
UTM: SuperBuild 2000-01	0.7	0.8
Health Science Centre II: Gerstein Science Information Centre	0.6	6.5
UTSC: SuperBuild 2000-01	0.6	0.6
Binder Pharmacy Lab		1.4
Sidney Smith Hall: 3rd infill		1.1
UTM: SuperBuild 2001-02		0.8
	86.3	91.4
UNDESIGNATED FUNDS	3.0	2.9
	89.3	94.3
 FUNDS USED TO BRIDGE FINANCE PROJECTS		
UTM: Kaneff Centre for Mgmt. & Social Sciences	4.7	4.5
Other small projects	2.4	3.5
Graduate 2nd Entry Residence	2.2	2.2
Munk Centre for International Studies	1.6	1.6
Botany Greenhouse	1.5	3.3
UTM: Centre for Applied Bioscience & Biotechnology	1.4	
OISE/UT Stairwell	0.9	
Magellan Project	0.8	1.4
UTSC: Management Building	0.8	
Information Commons Phase II	0.7	0.7
Electrical Serv. for St. George St. Development	0.7	0.7
Rotman class renovation	0.6	0.8
UTM College Student Centre	0.4	1.6
Bahen Centre for Information Technology		18.2
252 Bloor Street Exit		0.9
500 University Ave. renovation		0.7
	18.7	40.1
FUND BALANCE, END OF YEAR	70.6	54.2

UNIVERSITY OF TORONTO
ESTIMATED COST TO COMPLETE CONSTRUCTION AND
RENOVATION PROJECTS BY SOURCE OF FUNDS
AS AT APRIL 30, 2003
(thousands of dollars)

Construction and renovation project description	Estimated total cost by project \$	Funds secured by project (5) \$	Expenditures to April 30, 2003 \$	Cost of completion by source of funds				Total \$
				Provincial and Federal Government \$	Donations \$	Other \$		
Centre for Cellular and Biomolecular Research	83,051	83,051	6,898	60,800	5,003	10,350	(3)	76,153
Leslie L. Dan Pharmacy Building	70,000	53,160	3,440	28,800	20,000	17,760	(2)	66,560
UTM: Communication, Culture and Information Technology	34,672	34,672	2,058	20,536	11,316	762	(2)	32,614
371 Bloor Street	23,240	7,240	7		15,993	7,240	(2)	23,233
UC: Residence	22,000	22,000	589			21,411	(2)	21,411
Woodsworth Residence	32,000	32,000	11,474			20,526	(1)	20,526
UTSC: Management Building	15,530	14,370	813	1,430		14,370	(4)	14,717
UTSC: Academic Resources Centre	22,560	22,491	8,170		347	3,189	(2)	14,390
UTSC: Student Centre	13,932	13,932	622		9,771	4,110	(2)	13,310
New College Residence	26,760	26,760	16,984		9,200	9,796	(3)	9,796
UTSC: Parking	10,015	9,200	260			9,755	(1)	9,755
UTM: Parking Garage	13,096	7,800	5,354			7,742	(1)	7,742
UTSC: Residence Phase IV	16,250	14,900	9,017			7,233	(1)	7,233
School of Continuing Studies Renovations	7,100	4,500	654			6,446	(1)	6,446
Facilities Renewal/SuperBuild projects 2001-02	15,343	15,343	10,672	4,671				4,671
UTM: Residence Phase VII	15,315	14,600	11,878			3,437	(1)	3,437
Facilities Renewal/SuperBuild projects 2002-03	4,953	4,953	1,927	3,026				3,026
Early Learning Centre	4,300	4,300	2,411			1,889	(2)	1,889
500 University Avenue renovations	11,123	11,123	9,750			1,373	(2)	1,373
Sidney Smith - infill addition	3,075	3,075	2,221			854	(2)	854
MSB: Centre for Disease Control Level 3	1,600	1,600	761	792		47	(2)	839
	445,915	401,070	105,940	120,055	71,630	148,290		339,975

(1) To be financed by debt
(2) To be financed from UIIF and departmental contribution
(3) To be financed by debt and departmental contribution
(4) To be financed by enrolment growth fund
(5) Funds secured consist of cash on hand, donations pledged or planned borrowing.

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

	Endowment funds				Expendable funds						
	April 30, 2002	Donations, and other additions	Investment loss and drawdown of previously earned income (note 1)	Transfers	April 30, 2003	April 30, 2002	Donations, grants and other additions	Distributed Investment Income/(loss) (note 1)	Transfers	Disbursements	April 30, 2003
	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$	\$
Student aid (note 2)	181,740	9,476	(31,634)	9,889	169,171	25,871	1,981	(5,359)	1,402	-	23,895
Ontario Student Opportunity Trust Funds (notes 2 & 3)	304,639	2,000	(48,535)	14	258,118	22,857	11	(2,712)	(14)	-	20,142
Research funds	117,444	697	(18,378)	505	100,268	143,726	277,417	4,698	4,397	289,979	140,259
Departmental funds	116,537	11,066	(13,642)	1,085	115,046	110,712	26,079	5,802	(1,395)	21,802	115,396
Faculty endowment funds (notes 2)	324,464	17,552	(52,682)	25,161	314,495	8,107	10	3,788	(1,648)	3,239	7,018
General endowment funds	19,155	-	(2,009)	(17,146)	-	-	-	-	384	384	-
Connaught fund	98,581	-	(15,096)	(10,109)	73,376	6,592	-	3,501	(6,096)	33	3,964
l'Anson fund	5,577	-	(866)	(1,700)	3,011	4,164	-	285	(90)	-	4,359
Miscellaneous funds	31,533	(51)	(2,647)	(79)	28,756	14,982	3,973	878	1,243	5,087	15,989
Supplementary Retirement Arrangement:	-	-	-	-	-	91,962	-	(1,486)	8,631	42	86,065
	<u>1,193,670</u>	<u>40,740</u>	<u>(185,489)</u>	<u>7,320</u>	<u>1,062,241</u>	<u>428,973</u>	<u>309,471</u>	<u>(605)</u>	<u>6,814</u>	<u>320,566</u>	<u>424,087</u>
Comprising:											
Externally designated	917,338	39,909	(145,647)	34,861	846,461						
Internally designated	282,332	831	(39,842)	(27,541)	215,780						
	<u>1,199,670</u>	<u>40,740</u>	<u>(185,489)</u>	<u>7,320</u>	<u>1,062,241</u>						
Restricted						266,743	301,778	1,719	4,711	307,967	266,984
Unrestricted						162,230	7,693	(2,324)	2,103	12,599	157,103
						<u>428,973</u>	<u>309,471</u>	<u>(605)</u>	<u>6,814</u>	<u>320,566</u>	<u>424,087</u>

Notes:

- (1) Investment loss:
 - Drawdown of previously earned investment income: (142,426)
 - Distributed investment loss for expendable funds: (43,063)
 - Total investment loss reported in restricted funds: (605)
- (2) Consisting of investment loss on:
 - Endowment funds: (178,081)
 - Expendable funds: (8,013)
 - Total: (186,094)

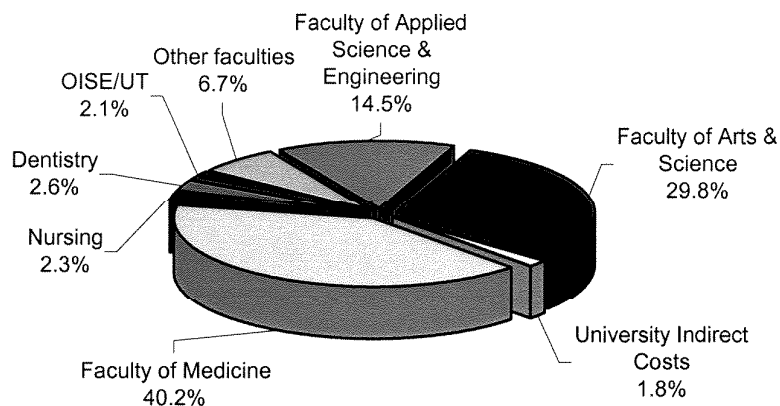
(2) Disbursements and corresponding distributed investment income for Students Awards (\$12,379), Ontario Student Opportunity Trust Funds (\$14,182) and Faculty Endowments (\$8,977) are reported in the Operating Fund

(3) Donations of \$2,000 have been received from Massey College. This donation includes a \$1,000 match received by Massey College from the Ministry.

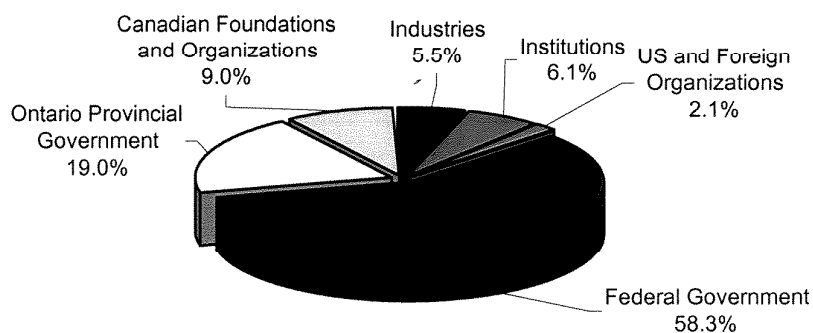
**UNIVERSITY OF TORONTO
RESEARCH GRANTS AND CONTRACTS AWARDED
FOR THE YEAR ENDED APRIL 30, 2003**
(millions of dollars)

2003 - \$284.5
2002 - \$258.0

BY FACULTY:



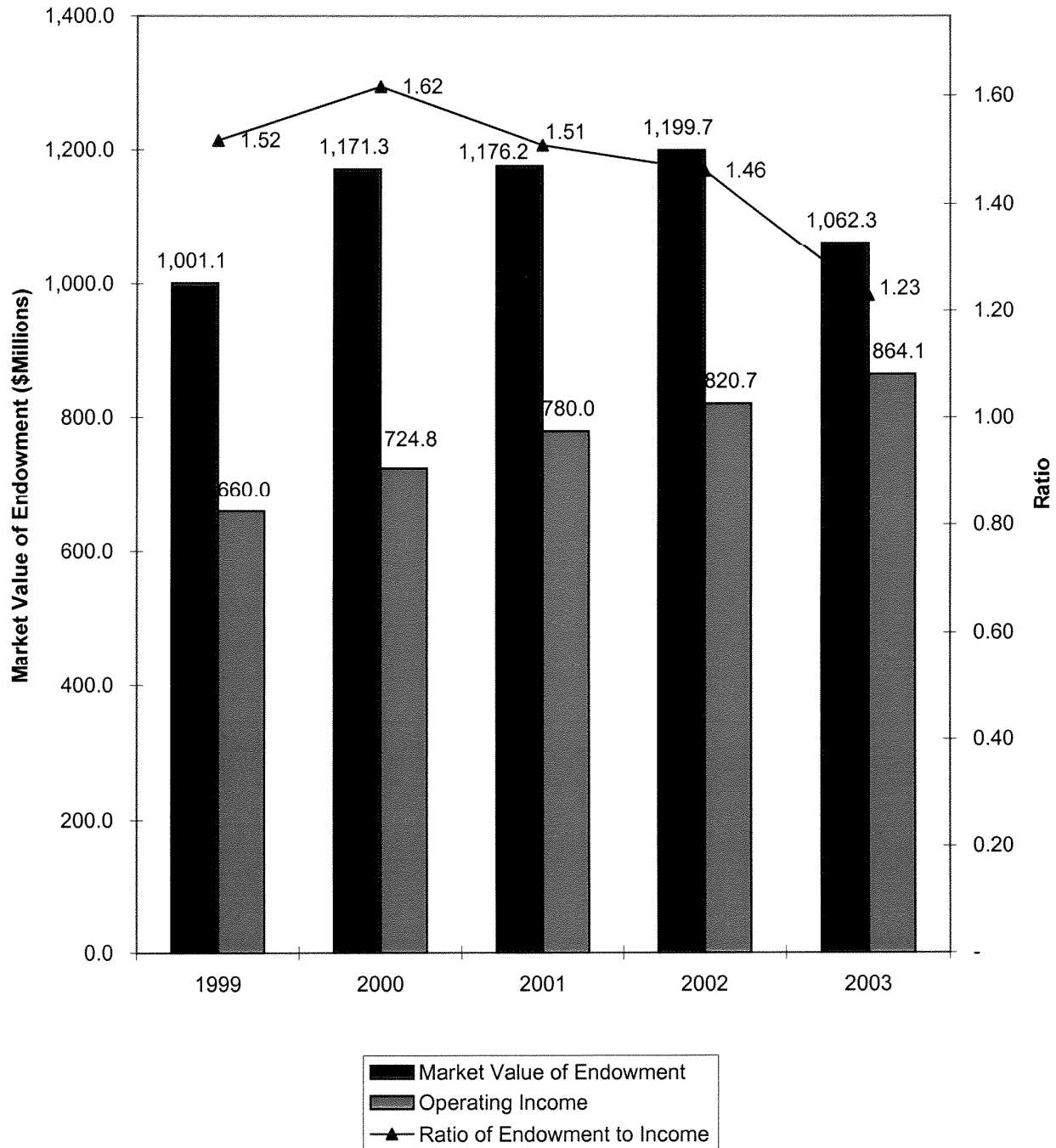
BY SOURCE:



Reported as revenue:	
Government and other grants for restricted purposes	\$198.2
Contract research	20.9
Reported as deferred capital contributions	62.0
Net amounts to be reported as revenue when received and earned	<u>3.4</u>
	<u><u>\$284.5</u></u>

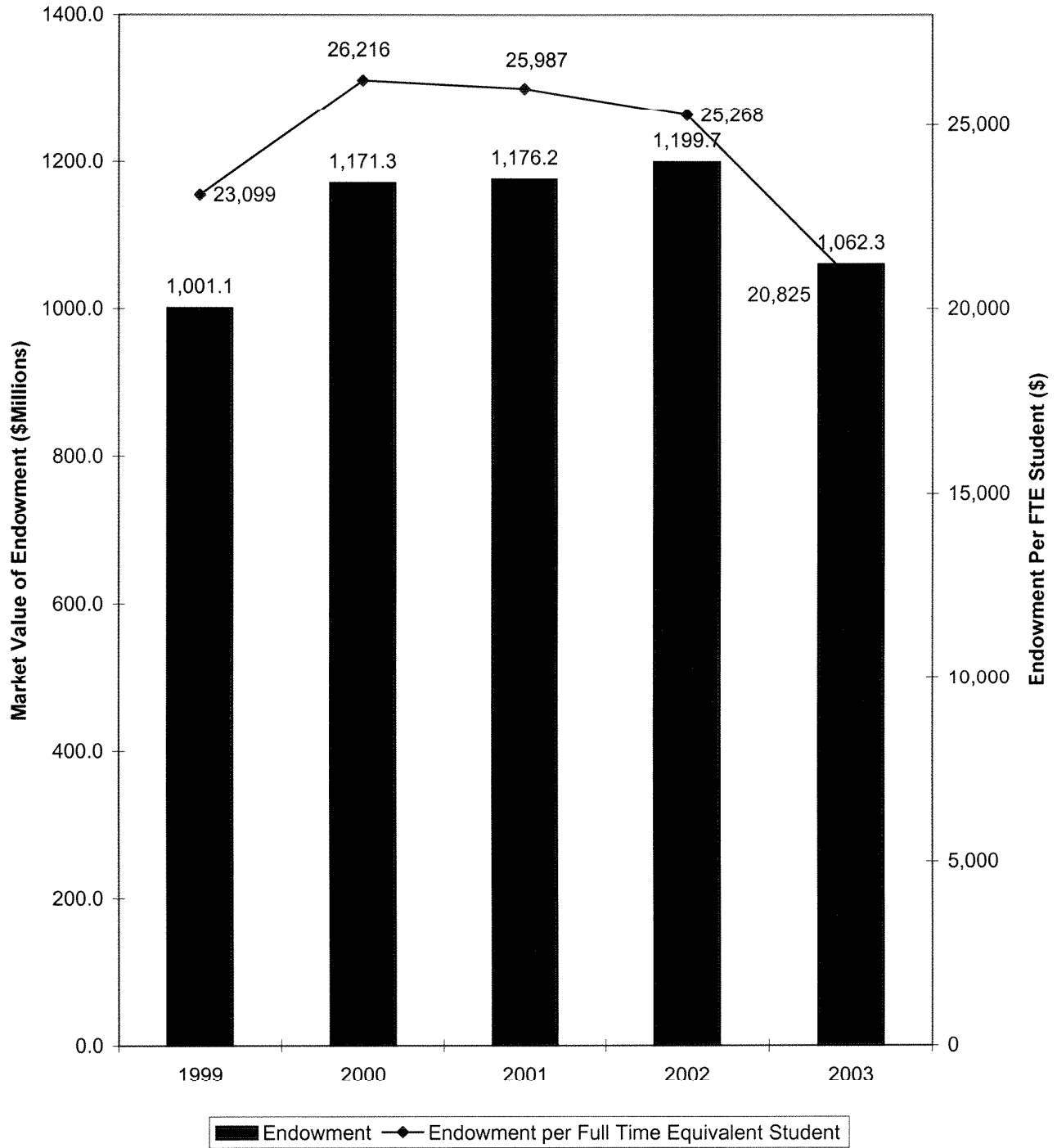
Note: The information in this schedule is based on awards made from April 2002 to March 2003 and excludes the affiliated teaching hospitals.

University of Toronto Ratio of Endowment to Operating Income



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

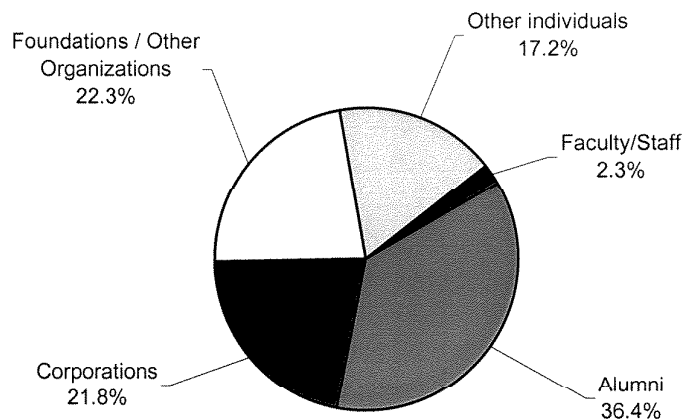
University of Toronto
Endowment Per FTE Student



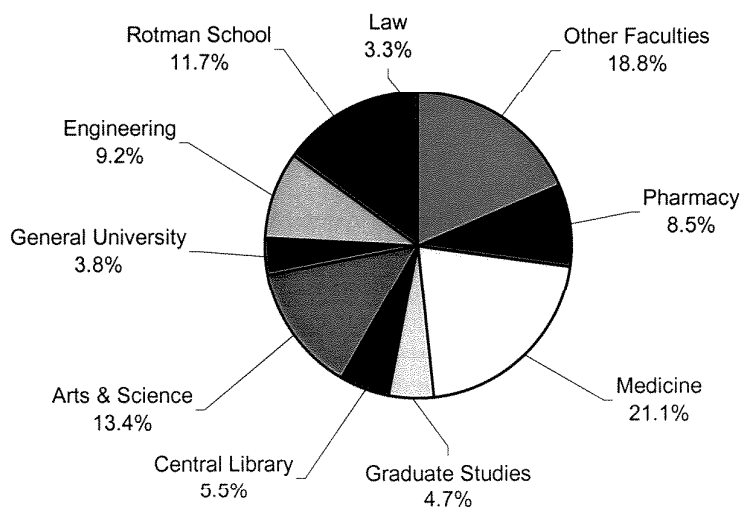
Note: The information provided in this schedule excludes the federated universities.

**UNIVERSITY OF TORONTO
DONATIONS RECEIVED
FOR THE YEAR ENDED APRIL 30, 2003**
(millions of dollars)

BY SOURCE:



**DISTRIBUTION
BY FACULTY:**



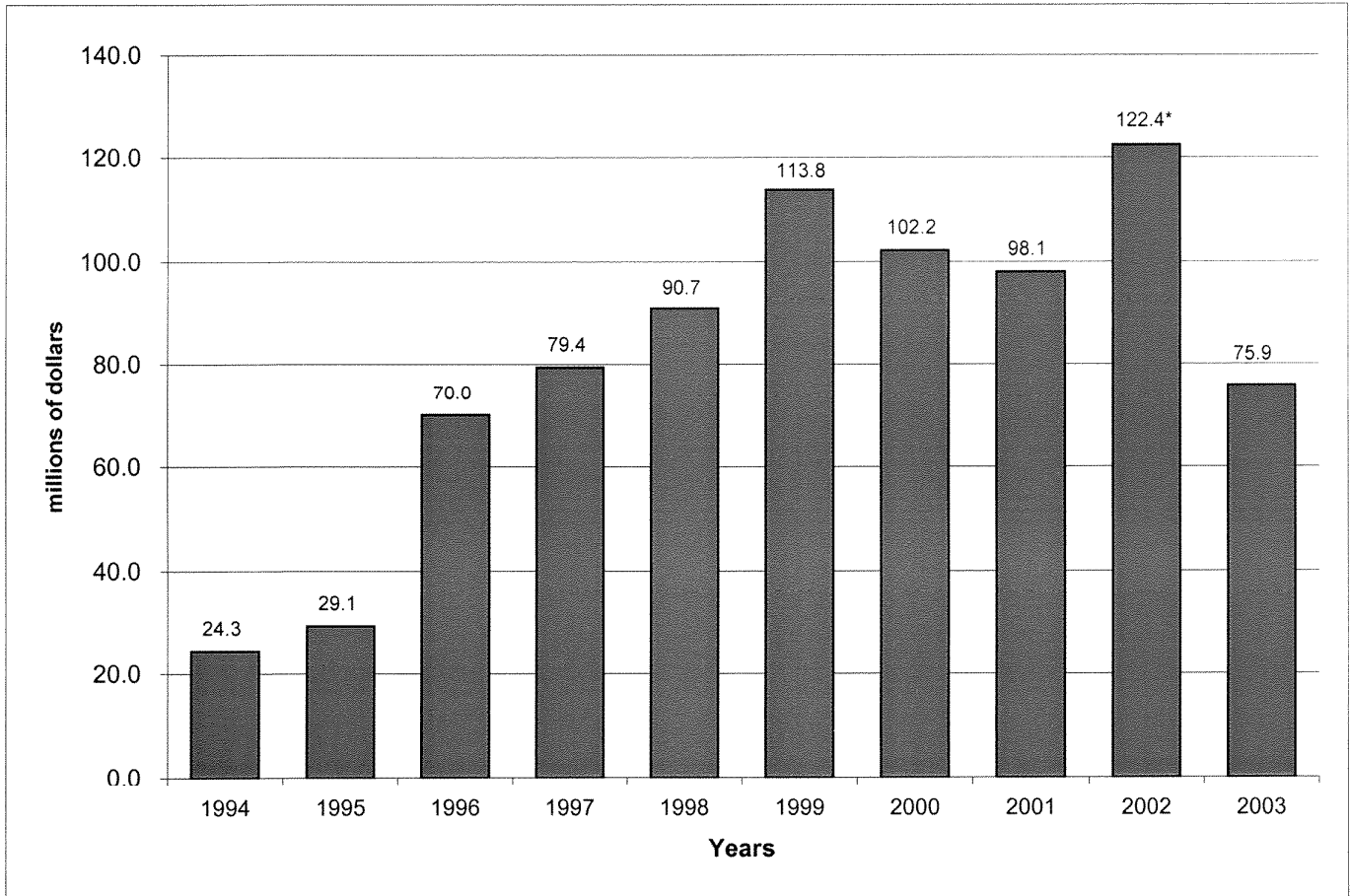
The donations above are classified by the type of donor and division who received credit for the gift.

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.

*Includes \$50M payment on pledge from The R Samuel McLaughlin Foundation.

Donations received as:	<u>2003</u>	<u>2002</u>
Cash	68.5	113.1
Gifts in kind	7.4	9.3
Total	75.9	122.4 *
Pledges as at April 30:		
Faculty Endowments	38.1	35.4
Other	78.1	80.6
	116.2	116.0

**UNIVERSITY OF TORONTO
HISTORICAL SUMMARY OF DONATIONS RECEIVED
1994 to 2003**



Note: 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.

* Includes full payment of a \$50.0 million pledge from the R. Samuel McLaughlin Foundation.