



**FOR RECOMMENDATION
TO CAMPUS COUNCIL**

PUBLIC

OPEN SESSION

TO: UTM Campus Affairs Committee

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PRESENTER: See sponsor

CONTACT INFO:

DATE: January 9, 2019 for January 16, 2019

AGENDA ITEM: 3

ITEM IDENTIFICATION:

2019-20 Operating Plans: UTM Service Ancillaries

JURISDICTIONAL INFORMATION:

Under Section 5.3.1.b, the Campus Affairs Committee “considers and recommends to the UTM Council for approval the operating plans for the campus and student services ancillaries.”

GOVERNANCE PATH:

1. **Campus Affairs Committee [For Recommendation] (January 16, 2019)**
2. UTM Campus Council [For Approval] (January 30, 2019)
3. University Affairs Board [For Information] (March 4, 2019)
4. Executive Committee [For Confirmation] (March 26, 2019)

PREVIOUS ACTION TAKEN:

The 2018-19 UTM service ancillaries were recommended for approval by the Campus Affairs Committee, on January 9, 2018 and approved by the UTM Campus Council on January 24, 2018.

HIGHLIGHTS:

The UTM Campus Affairs Committee approves operating plans for all UTM service ancillaries on an annual basis. These plans include a Management Report that describes the proposed services and programs offered within the financial parameters of the University’s operating budget and financial policies set by the Business Board. The plans also include each ancillary’s annual operating budget, as well as changes to program and levels of service, categories of users, accessibility, and compulsory or optional fees. This year, the plans include actual financial results

for the 2017-18 fiscal year, the forecast for 2018-19 and projections for the five year period, 2019-20 to 2023-24. Only the proposed budget for 2019-20 is presented for approval.

Presented for consideration and approval to members are the following:

- The proposed 2019-20 Operating Plans and Budgets for the UTM Service Ancillaries, as summarized in Schedule 1 (page 16), the service ancillary capital budgets as summarized in Schedule 5 (page 22), and the rates and fees in Schedule 6 (page 23).

For a comprehensive look at the budgets, the detailed management reports and operating plans for each ancillary are contained in Appendix 2 (page 28 to 610).

Consultation:

The review and consultation process is detailed in Appendix 1, on page 27.

A number of bodies or groups continue to be involved in consultative processes for major ancillaries prior to the operating plans being submitted to the Campus Affairs Committee. The Student Housing & Residence Life operating plan is reviewed by the Student Housing Advisory Committee (SHAC) that includes membership from all residence constituencies, including graduate and undergraduate students in residence, families in residence, student staff in residence as well as representation from UTM's undergraduate Residence Council. Hospitality Services is reviewed by the Food Service Advisory Committee with membership of students (undergraduate, graduate, the UTM Student Union - UTMSU, and Residence Council), faculty and staff. Details of the Meal Plan component of Hospitality Services is also reviewed by the Resident Student Dining Committee drawing membership from each of the residences (including first and upper year townhouse clusters). The Parking operating plan is reviewed by the Transportation & Parking Advisory Committee that includes undergraduate and graduate students, faculty and staff.

All of the advisory committees (Student Housing, Hospitality Services and Transportation & Parking) were provided with an opportunity to review and give feedback on their respective ancillary's management plans, proposed rates and financials. While most of the discussion focused on the proposed 2019-20 year, long term budget projections were also provided. The advisory committees had detailed discussions of the issues affecting each ancillary, including the following: investment in the residence facilities including the major maintenance schedule; the restructuring of the residence rates; the amalgamating of the premium unreserved parking permit with the unreserved parking permit; combining Food Services and Conference Services operations; and the various food court/outlet renovations. In addition, the ancillary operating plans and management reports were reviewed by the University of Toronto's Financial Services Department (FSD).

Service Ancillaries Overview:

The service ancillaries at UTM include the Student Housing & Residence Life (residence), Hospitality Services (which is the combination of Food and Conference Services) and Parking Services.

These service ancillaries have been continuously looking at service excellence and operational efficiencies to better serve our students. Residence continues to upgrade the older stock residences through major maintenance and capital renewal. With the growth in demand and a growing waitlist every year, they also continue to review the need for a new residence. For Hospitality Services a new food court in Davis will further enhance the current retail food offerings. Conference groups have been challenging to maintain due to the ever changing availability of meeting rooms and also for not having desired accommodation spaces. Parking continues to make payments towards the loan received from UTM for the parking deck; and they continue introduce and adapt to more sustainable and technologically advanced operations while minimizing the cost increase to the patrons.

2019-20 Service Ancillary Operating Plans and Budgets:

The 2019-20 budget incorporates a \$2.2 million (9.7%) increase in revenues of which: \$1.5 million is from Residence; \$0.1 million from Parking Services; and Hospitality Services (Food Services & Conference Services combined) anticipates an increase of \$0.6 million.

2019-20 Service Ancillary Capital Budgets:

Facilities improvements and equipment purchases total \$1.9 million for Residence and \$0.4 million for Hospitality.

2019-20 Service Ancillary Rates and Fees:

The 2019-20 parking budget has been limited to a 2% permit price increase this year, against an annual increase of 3% that was implemented in 2010-11. Pay & Display daily maximum rates will not increase in 2019-20. The CCT parking Garage requires more maintenance and capital investment and so the permit fee will increase by 10%. Most Residence rates are set to increase by 4% in 2019-20, except MaGrath Valley which will increase by 7% and the newly renovated Putnam Place by 15%. Meal plan rates includes an average increase by 2% which is below the CPI and the retail will increase between 2% and 3% which is in line with the CPI of 2.6% (a detailed breakdown of rate increases can be found in schedule 6).

FINANCIAL IMPLICATIONS:

The anticipation of each ancillary in achieving the objectives of the budget guidelines is summarized in Schedule 2.

RECOMMENDATION:

Be it Recommended,

THAT, the proposed 2019-20 Operating Plans and Budgets for the UTM Service Ancillaries, as summarized in Schedule 1, the service ancillary capital budgets as summarized in Schedule 5, and the rates and fees in Schedule 6, as recommended by Saher

Fazilat, Chief Administrative Officer, in the proposal dated November 30, 2018, be approved, effective May 1, 2019.

DOCUMENTATION PROVIDED:

UTM Service Ancillary Report on Operating Plans 2019-20



UNIVERSITY OF
TORONTO
MISSISSAUGA

Service Ancillary Report on Operating Plans

2019-20

December 20, 2018

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Introduction

The service ancillaries at UTM include Student Housing & Residence Life (Residence), Hospitality Services and Parking Services.

The ancillaries each face unique challenges on campus. The Residence operation is entering a period of major maintenance and capital renewal of its residences. Hospitality is also in a period of major reconstruction and renovations to service the growing UTM population, including the reconstruction of the Davis Food Court and planned renovations of Starbucks and Subway. Parking is making payments, as planned, toward the loan received from UTM for the construction of the parking deck. As well, we are investigating the possibility of a second underground parking garage at the north end of the campus.

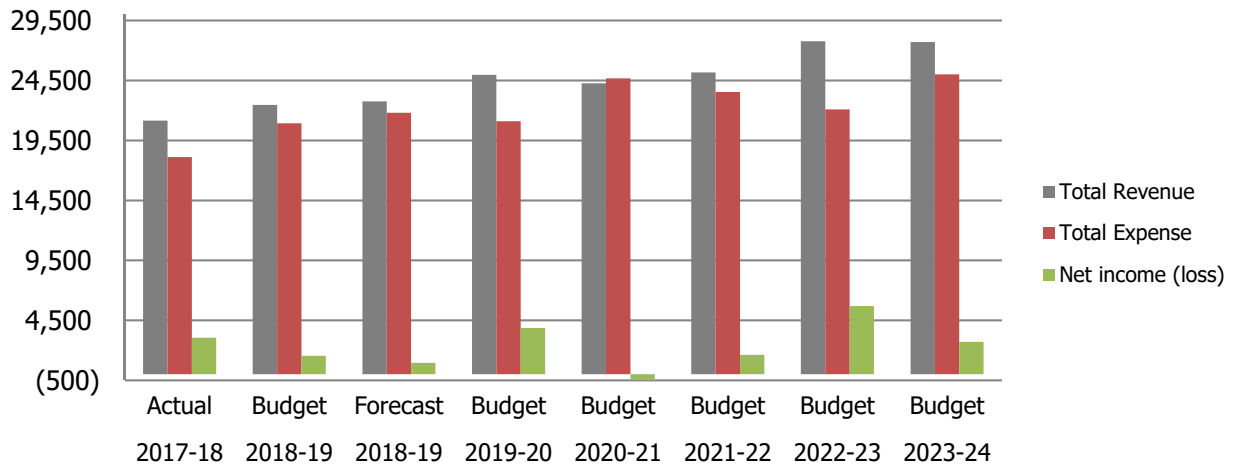
These operations are measured over the long-term on their success in meeting the following four objectives:

- To operate without subsidy from the operating budget. Should the need for a subsidy be identified, the subsidy must be expressed as a matter of policy and compete on equal terms with other priorities in the operating budget.
- To provide for all costs of capital renewal, including deferred maintenance. Provision must be made for regular replacement of furniture and equipment.
- Having achieved the first two objectives, create and maintain an operating reserve (excluding capital requirements) at a minimum level of 10 percent of annual expenditure budgets (net of cost of goods sold, capital renewal costs and deans' and dons' expenses), as a protection against unforeseen events which would have a negative financial impact on the operation.
- Having obtained the first three objectives, service ancillaries will contribute net revenues to the operating budget (for purposes of clarification, the fourth objective relates to all contributions of net revenues made by the ancillary operation to any operating budget outside of their own operation). Each individual campus will establish the rate of contribution for each individual ancillary.

This report includes financial highlights for 2018-19 forecasts, 2019-20 budgets and long-range plans. The report also includes summary financial schedules and the detailed operating statements and schedules.

Budget Highlights

Revenues and Expenses for the years ended April 30 (thousands of dollars)



Revenues and Expenses for the years ended April 30 (thousands of dollars)

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue								
Residence	14,144	14,970	15,321	16,803	16,157	16,843	19,217	18,932
Conference	951	-	-	-	-	-	-	-
Hospitality ⁽¹⁾	2,506	3,009	3,015	3,621	3,458	3,572	3,691	3,801
Parking	4,244	4,479	4,421	4,538	4,643	4,751	4,860	4,973
Total Revenue	21,845	22,458	22,757	24,962	24,258	25,166	27,768	27,706
Total Expense	18,802	20,921	21,800	21,097	24,675	23,540	22,084	25,005
Net income (loss)	3,043	1,537	957	3,865	(417)	1,626	5,684	2,701

⁽¹⁾ The figures presented as Hospitality's 2017-18 Actuals represent actuals for Food Services operations only.

The UTM service ancillaries are forecasting net income of \$1.0 million before transfers for the year ending April 30, 2019 on total projected revenues of \$22.8 million, which is \$0.6 million less than budget. Total expenses are expected to be \$0.9 million more than budget. The resulting forecasted net income is \$2.1 million less than prior year actuals of \$3.0 million.

Each of the ancillaries contributed to the forecasted net income of \$1.0 million, as follows:

- Residence revenues are expected to be better than budget due to exceeding residence occupancy targets because of doubling rooms, process improvements as well as increased demand. The Summer session was better than budgeted due to the growth for housing by students participating in the summer ACE@UTM program. Summer Conference revenue is

also higher because some conference groups had more participants than had been anticipated in the budget. Expenses are also expected to exceed budget due to unplanned furniture purchases to double-up rooms in Erindale Hall, offset by savings in salary, wages and benefits due to delay in filling vacant positions and job reclassifications.

- Hospitality net revenues from food services are expected to be lower than budget due to lower-than-expected revenues from the Temporary Food Court (TFC) due to on-going renovations in the Davis Building and 2-months delay in opening the New North food outlets. Cost of Sales is also forecasted to be lower than budget as it correlates to the decrease in food sales. This is offset by Hospitality's net revenues from conference services, which are forecasted to be higher than budgeted due to more conference bookings. As a direct result of the higher-than-expected revenue, the forecasted cost of conference services are also forecasted to be higher. Forecasted total direct expenditures are expected to be higher than budget primarily due to hiring new staff and costs associated with the earlier-than-anticipated opening of the new food court in the Davis Building (i.e., depreciation and operating costs).
- Parking Services revenues are expected to exceed budget due to additional permit sales. Cost savings are attributed to gaps in hiring for a full-time position as well as less ongoing maintenance costs for the Pay and Display (P&D) machines. Major Maintenance expenses are forecasted to be higher than budgeted due to the procurement of Electrical Vehicle (EV) charging stations, paving repairs and completion of the LED lighting project.
- The long-range plan projects revenues to increase by \$5.0 million by 2023-24 of which \$3.6 million is from Residence, \$0.8 million from Hospitality and \$0.6 million from Parking.

Review of the UTM Ancillary Operations

Residence exceeded its occupancy and revenue targets for 2018-19. Putnam Place renovation planning was completed and renovation commenced in September 2018. Units will be fully renovated with new kitchens, bathrooms, floors, windows and more. Putnam Place is expected to return to operation in Summer 2019. Residence also has a first-year guarantee and experienced a dramatic increase in first-year applications to residence in 2018-19. With a major furniture purchase, UTM Residence was able to accommodate 1,212 first-year students (up from 1,074 in 2017-18). In August 2018, Residence added approximately 120 double-room spaces in Erindale Hall to accommodate more first-year students. In addition, two new Living Learning Communities (LLCs) were launched in Fall 2018.

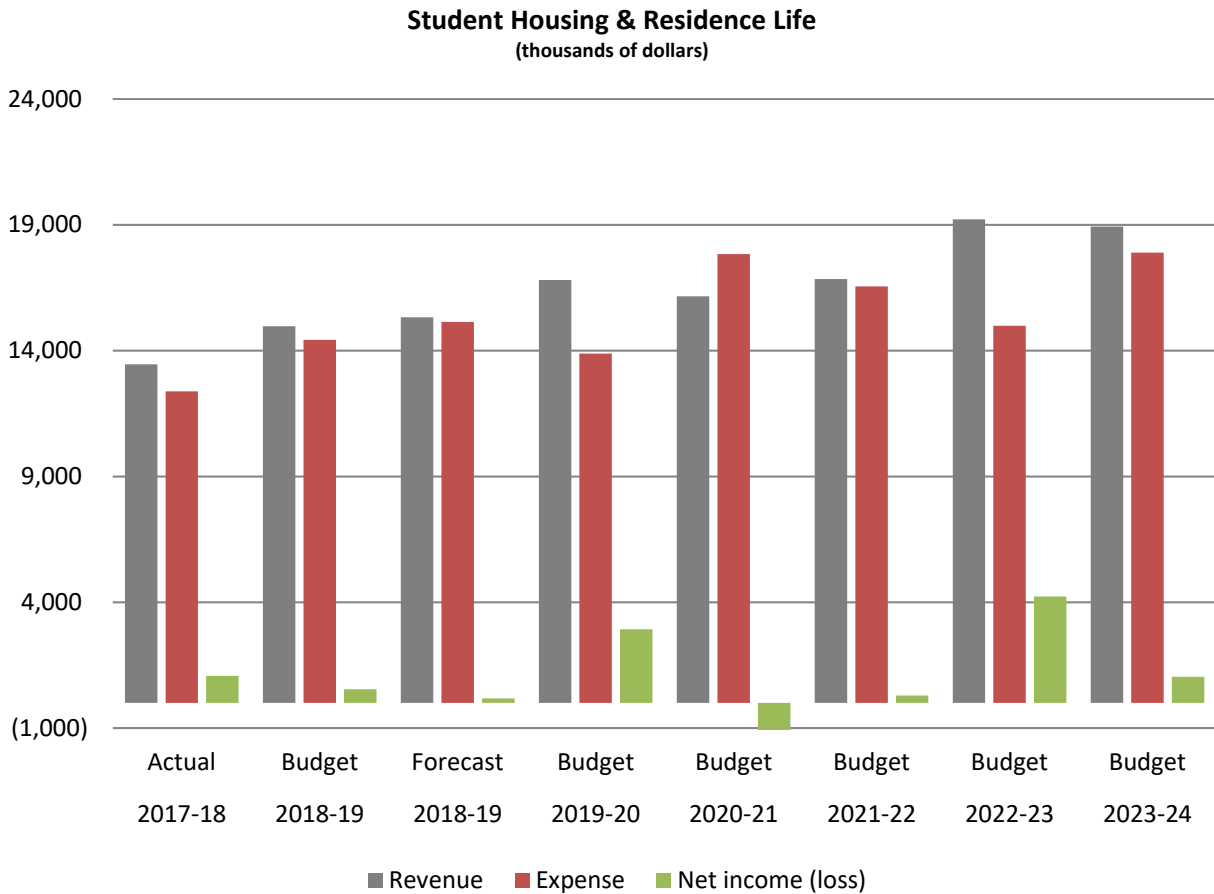
Hospitality Services continues to expand food services on campus to meet the overall food service capacity shortfall. The new Permanent Food Court to replace the Temporary Food Court is expected to open early 2019 (as part of the W.G. Davis Building Renovation – Phase 2 Meeting Place Project). The Permanent Food Court was originally planned to be open September 2019. It is now expected to open in February 2019, which is much earlier than planned. Along with the food service additions, the multi-use seating and common area renovation and expansion will provide more valuable space to attract external groups to use UTM as a venue when these resources are not being used for academic purposes. However, during the period of ongoing construction beside the TFC, there is a noticeable negative impact on sales.

Parking supply and demand are carefully monitored to ensure sufficient parking is available on campus. Efforts are made to spread the demand by reviewing campus population, hourly course enrolment, and by offering alternatives to driving to campus such as carpool, Zipcar, Shuttle Bus and Mississauga Transit UPass. Major Maintenance in the near term includes the expansion/reconfiguration of parking lot P5 and parking lot P8 (old Argo lot) during the summer of 2019. Parking will direct the surplus generated from operations to repay the loan received from UTM for the parking deck.

Student Housing and Residence Life (Residence)

The UTM residences provide accommodation to over 1,500 residents in eight building complexes with a multitude of options, such as 3 and 4 bedroom townhouses, 2 and 4 bedroom apartment suites, and dormitory/traditional style rooms, including single and double occupancy units. Once again, Residence experienced an increase in first-year applicants.

The ancillary will meet three of the objectives in 2018-19 and 2019-20, as it does not contribute to the operating budget (see Schedule 2).



Student Housing & Residence Life
Revenue & Expense
for the years ended April 30
(thousands of dollars)

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue	14,144	14,970	15,321	16,803	16,157	16,843	19,217	18,932
Expense	13,070	14,430	15,140	13,880	17,833	16,552	14,988	17,894
Net income (loss)	1,074	540	181	2,923	(1,676)	291	4,229	1,038

2018-19 Forecast:

Revenues are expected to be better than budget because the ancillary was able to exceed the budgeted occupancy as a result of doubling rooms, process improvements such as better marketing and increased demand.

Summer residence business was better than budget due to growth for housing students participating in the ACE@UTM program and summer conference business was higher than anticipated in the budget.

Salaries, wages and benefits are down due to a number of unexpected lengthy vacancies.

Increased spending on Maintenance and Capital renewal is reflected in operating forecasts for this year. The top priority of SHRL spending is renewal of existing facilities as outlined in the Student Housing Master Plan. Major maintenance is forecasted to be well above budget. This is primarily due to a large, un-planned furniture purchase to double Erindale Hall. The operating result before transfers is projected to be \$0.2 million. The closing total fund balance is expected to be a surplus of \$6.4 million. The surplus will be directed toward future major maintenance and renovation projects.

2019-20 Budget & Long Range Plan:

One of the biggest changes to the SHRL 2018-19 budget was a departure from 'across the board' (ATB) increases. Following the recommendations and evidence from the Student Housing Master Plan, we developed differentiated residence rates by residence building.

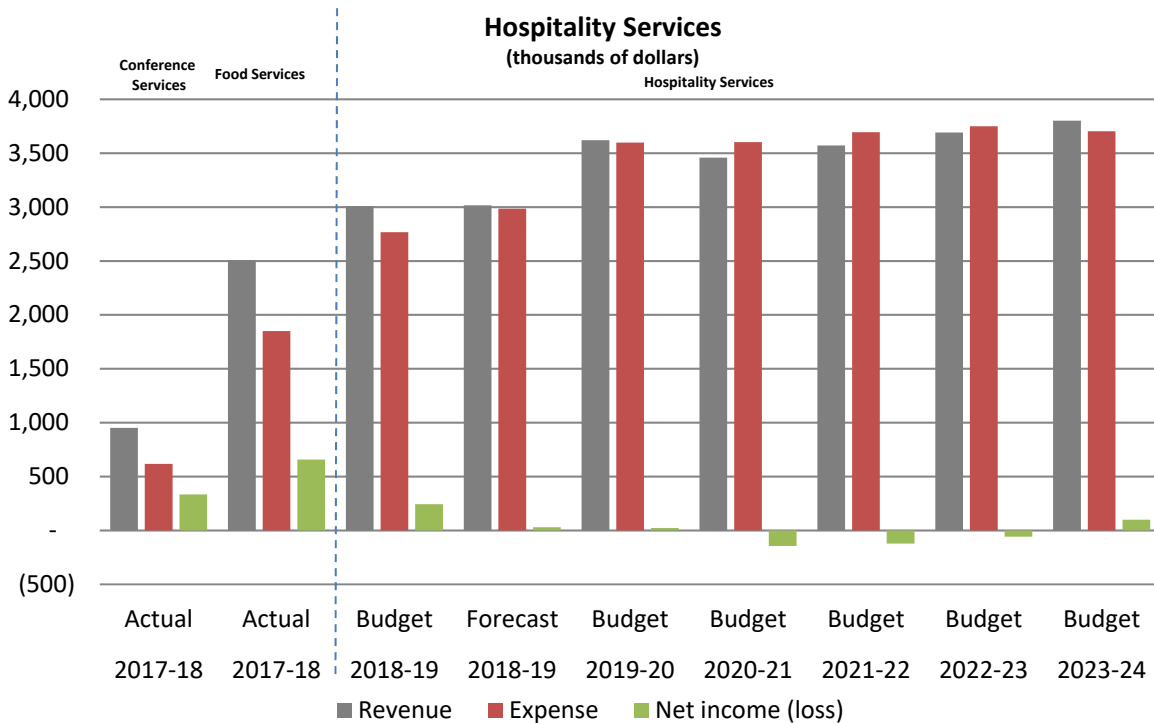
In 2019-20, the budgeted significant positive Operating Results before Transfers will be directed toward a Building Renovation Reserve to be used the next year for the Leacock Lane renovation in 2020-21. The anticipated deficit in 2020-21 is largely due to this renovation, which will be expensed in that year. A transfer from the aforementioned Building Renovation Reserve will cover the costs of the renovation. These results are typical and expected when a major investment is made toward facilities. SHRL is expected to return to an operating surplus in 2021-22. It is also important to highlight that the Fund is expected to be in positive net cash flow position in each of these years.

The ancillary is projecting an operating surplus of \$2.9 million and a closing total fund balance of \$9.4 million in 2019-20.

Hospitality Services

The Hospitality Services budget includes both Food Services and the external customer activities of Conference Services. Food Services are delivered through an independent food services provider with management oversight provided by the Director of Hospitality & Retail Operations, who works closely with the food services provider on all aspects of food service at UTM. Conference services income is generated through the utilization of campus resources that would otherwise remain idle. The conference business relates to external conference customers only and does not include room bookings by faculty, staff and students and any internal events.

As per Schedule 2, Hospitality Services will meet three of the objectives in 2018-19 and 2019-20, as it will not contribute to the operating budget.



**Hospitality Services
Revenue & Expense**
for the years ended April 30
(thousands of dollars)

	Conference 2017-18 Actual	Food 2017-18 Actual	2018-19 Budget	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue	951	2,506	3,009	3,015	3,621	3,458	3,572	3,691	3,801
Expense	618	1,849	2,766	2,985	3,599	3,603	3,694	3,749	3,702
Net income (loss)	333	657	243	30	22	(145)	(122)	(58)	99

2018-19 Forecast:

Forecasted net income is less than budget due to lower-than-expected revenues from the Temporary Food Court because of ongoing renovations in the Davis Building, and the delay in opening of the New North food outlets. As a direct result of lower-than-expected revenue, forecasted total cost of sales and service are also forecasted to be lower than budget.

The contribution margin for vending is forecasted to be lower than budgeted due to lower margins under the terms of a new vending machine contract, as well as relocation of many machines due to the Davis Building construction.

Revenues from conference services are forecasted to be higher-than-budgeted due to more conference bookings. As a direct result of the higher revenue, the forecasted cost of Conference Services are forecasted to be higher.

Forecasted total direct expenditures are expected to be higher than budgeted primarily due to hiring new staff and the costs associated with the earlier-than-anticipated opening of the New Food Court in the Davis Building.

The forecasted net income before transfers is anticipated to be \$0.03 million with a total fund balance, closing of \$5.5 million. This includes the transfer of \$0.8 million, which is the closing fund balance for Conference Services as at April 30, 2018.

2019-20 Budget & Long Range Plan:

Total revenues for 2019-20 are expected to increase due to increases in retail food prices, the opening of the New North food outlets and the opening of the New Food Court in Davis Building. Meal plan rates will increase by just under 2%.

Non-depreciable assets and furniture & equipment depreciation are expected to increase due to the costs associated with opening the New North food outlets and New Food Court in Davis Building. In addition, direct expenses in 2019-20 includes consultation cost in support of the food service contract request for proposal (RFP).

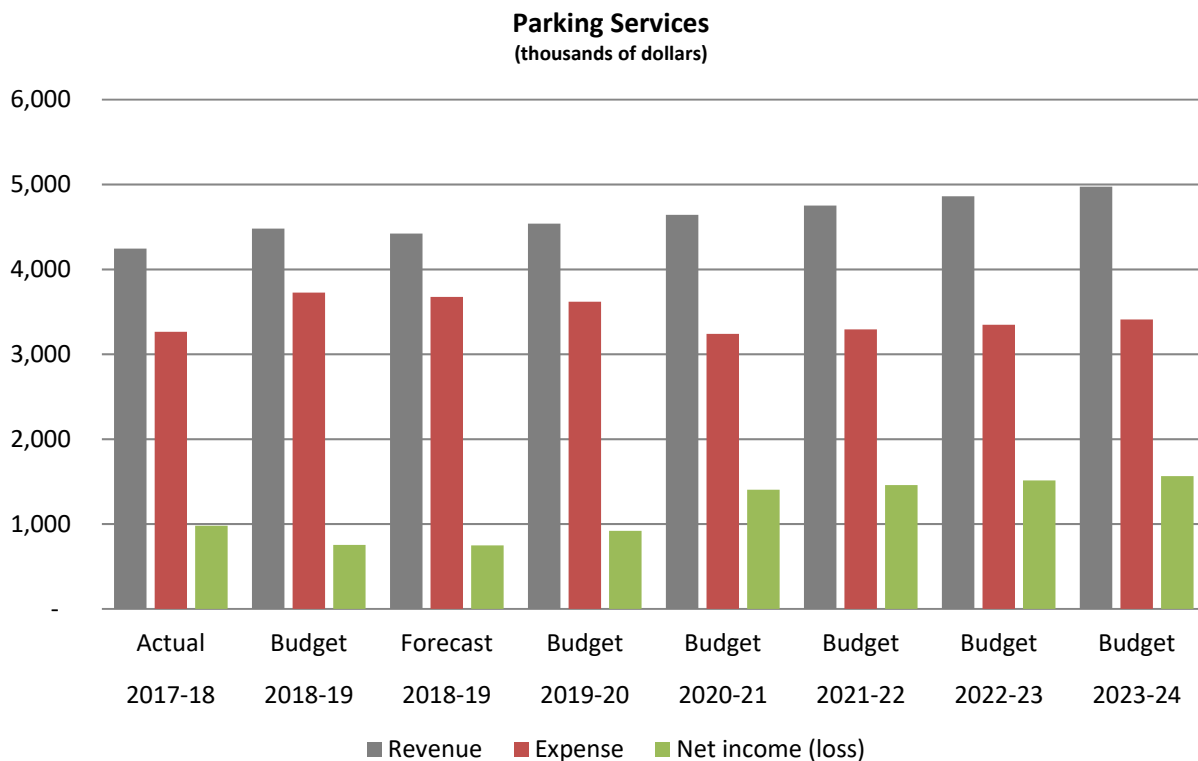
Net income before transfers are budgeted to be \$0.02 million and the closing total fund balance is expected to be \$5.5 million at the end of 2019-20. All unrestricted surplus is being allocated to the construction reserve to be used for projects like the Davis Building Food Court and Starbucks/Subway renovations to support the food service demands of a growing campus.

Parking Services

The Mississauga campus is a suburban, commuter campus where the use of cars is more extensive than that of a downtown campus. UTM Parking strives to embrace the Transportation Demand Management (TDM) philosophy – supporting alternative transportation modes to ease congestion - and this is demonstrated through the implementation of carpooling initiatives, a car sharing program, various campus commuter promotions, and the UTM Shuttle Bus service. Though there are many campus initiatives to encourage the use of buses and bike to school/work campaigns, such as the student UPass, the Brampton Transit Express Bus and collaboration with SustainMobility, the use of cars and the related need for a substantial number of parking spaces continues.

As of September 2018, UTM had 2,693 gross parking spaces, a slight increase of 31 spaces over the same time last year. The increase is a result of the reacquisition of spaces in parking lot P1, which were temporarily lost during the New North building construction.

The Parking ancillary will meet three objectives in 2018-19 and 2019-20. The ancillary does not contribute net revenues to the operating budget (see Schedule 2).



Parking Services
Revenue & Expense
for the years ended April 30
(thousands of dollars)

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue	4,244	4,479	4,421	4,538	4,643	4,750	4,860	4,973
Expense	3,265	3,725	3,675	3,618	3,239	3,293	3,347	3,409
Net income (loss)	979	754	746	920	1,404	1,457	1,513	1,564

2018-19 Forecast:

Permit revenues are expected to be better than budget due to additional permit sales anticipated in Winter 2019 as we release additional permits to persons from the waitlist. Pay and Display (P&D) revenues are expected to be less than budget due to a decrease in contractor paid parking. It is also speculated that due to less vehicle turnover on campus during the day, there has been less availability for P&D purchasers to park on campus, resulting in less P&D revenue.

Expenses are forecast to be less than budget due to a savings in Salary, Wages & Benefits, Furniture & Equipment Repair and Utilities. Higher Major Maintenance offsets this. Salary savings are primarily due to a gap in hiring a position. Furniture & Equipment Repair is forecasted to be under budget primarily due to lower than budgeted P&D usage and the need for less ongoing maintenance by the vendor. Utilities are forecasted to be lower than budget due to lower than expected hydro rates and less gas consumption. The higher Major Maintenance expenses are due to the procurement of EV charging stations, P9 paving repairs, various asphalt repairs and the completion of the LED lighting project, which carried forward into this fiscal year.

The operating result before transfers is expected to be a surplus of \$0.7 million. The total closing fund balance of \$9.7 million includes the transfer to the operating budget of \$1.5 million, which is the year’s repayment of the loan from UTM for the parking deck. Parking will repay the loan to the extent of its net positive cash flow from operating results (before transfers) each year until the loan is fully repaid.

2019-20 Budget & Long Range Plan:

Past budget plans have anticipated a 3% permit price increase for all permit types. For 2019-2020, the budget includes a different permit model; 10% increase for CCT Underground Garage permits, and 2% increase for all other annual and sessional permit types. Market comparisons indicate that the current price for underground parking at UTM is low. The adjusted permit prices better reflect the operating costs associated with maintaining an underground parking facility, are more in line with market comparators and creates more accurate price differentiation between the different permit types and their locations.

Parking Permit revenues are expected to increase from the 2018-2019 forecast. This is due to the change in permit rates and anticipated increase in commercial permit sales for workers of the new Science Building. Although an estimated 150 new parking spaces are planned for September 2019, these will help offset the temporary loss of parking spaces (approximately 92 spaces) required to facilitate the construction of the Science Building.

Most expenses are expected to increase with inflation and contractual obligations.

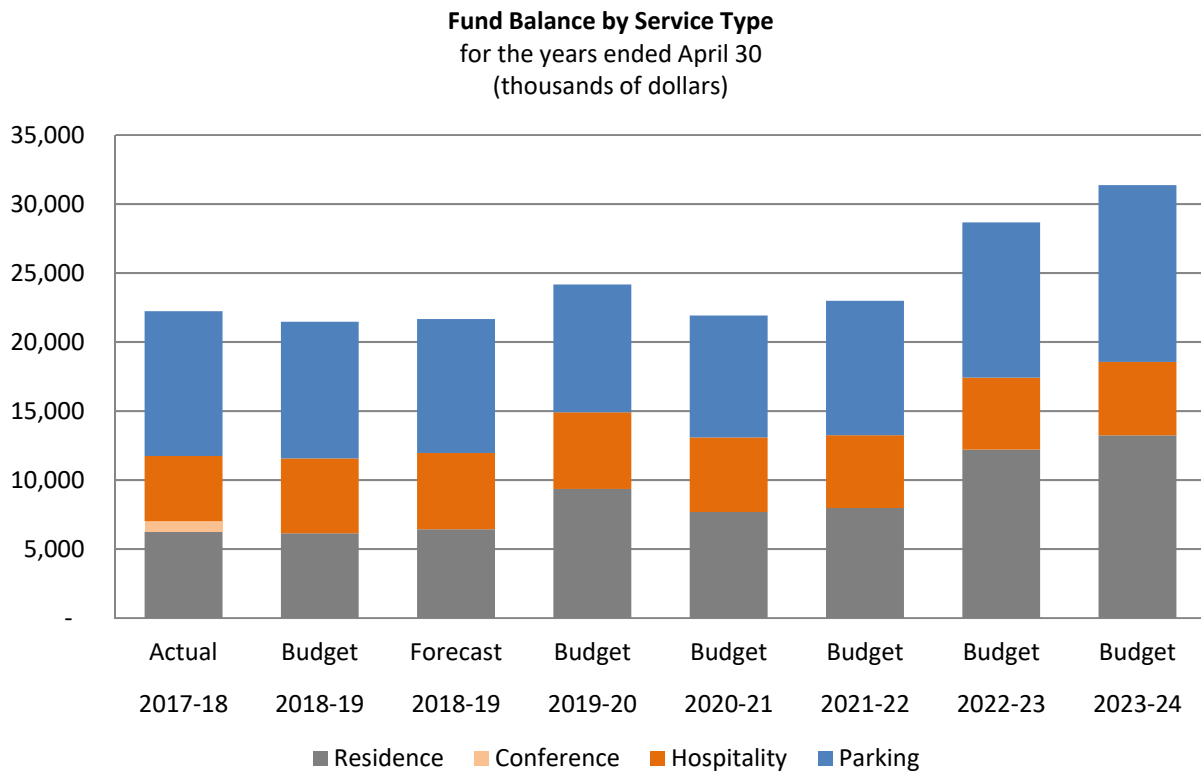
The operating result before transfers is expected to be \$0.9 million at the end of 2019-20. The closing total fund balance is expected to be \$9.3 million after transferring the loan repayment to the UTM operating budget of \$1.4 million. As noted above, the unrestricted surplus is \$0 in each year until the loan has been repaid. It is estimated that the loan will be fully repaid in September 2021. Once the loan is fully repaid, the unrestricted surplus will be put toward the construction reserve in anticipation of any large capital projects related to parking.

Total Fund Balance

The Total Fund Balance reflects the net worth of the service ancillaries. Over time, the fund balance changes due to the net income or loss for the year and transfers in or out of the operation. The fund balance is recorded in several sub-categories and the sum of these categories represents the total net worth of each ancillary.

- The unrestricted surplus/deficit category represents fund balance that has not been set aside for any specific purpose.
- Various reserves such as the operating reserve, capital renewal reserve, building renovations reserve and construction reserve represent funds that have been set aside for these specific purposes.
- Investment in capital assets represents university funds that have been spent on capital assets less depreciation. The funds spent when a capital asset is purchased results in an increase in the investment in capital assets category and a decrease in the unrestricted fund balance. Depreciation charges over the life of the capital asset will result in a decrease in the investment in capital assets and an increase in the unrestricted fund balance.

The following chart shows the total fund balances for the ancillaries from 2017-18 to 2023-24.



Fund Balance by Service Type
for the years ended April 30
(thousands of dollars)

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Residence	6,252	6,138	6,433	9,356	7,680	7,971	12,201	13,239
Conference	763	-	-	-	-	-	-	-
Hospitality	4,728	5,427	5,521	5,544	5,399	5,277	5,219	5,317
Parking	10,490	9,894	9,704	9,268	8,833	9,731	11,244	12,809
Total	22,233	21,459	21,658	24,168	21,912	22,979	28,664	31,365

For 2018-19, the service ancillaries are forecasting a total fund balance of \$21.7 million. The 2019-20 operating plans are projecting a total fund balance of \$24.2 million, the difference coming from the Net Income projected for each ancillary, less the amount of the principal and interest repayment from the loan to Parking.

The fund balance is expected to grow to \$31.4 million by 2023-24, reflecting an increase of \$9.7 million from 2018-19. This increase consists of a growth of \$6.8 million from Residence and \$3.1 million from Parking and a decrease of \$0.2 million from Hospitality. This net growth is attributed to the investments in capital assets being projected for each of the ancillaries. Capital assets are depreciated over their useful life. The expense to the operating statement is the amount of depreciation not the total amount spent at the time of the capital expenditure. The investment in capital asset, which makes up the balance of the total fund balance, reflects the amount of investment made in capital.

The total fund balance is made up of various reserves as set by the ancillary and/or required to ensure the ancillary meets the four objectives noted above.

Fund Balance by Category
for the budget year 2019-20
(thousands of dollars)

	Unrestricted Surplus/Deficit	Investment in Capital Assets	Capital Renewal Reserve	Operating Reserve	Construction Reserve	Building Renovation Reserve	Total Fund Balance
Residence	-	6,369	50	1,044	-	1,893	9,356
Hospitality	-	2,972	10	263	2,299	-	5,544
Parking	-	9,056	10	202	-	-	9,268
Total	-	18,397	70	1,509	2,299	1,893	24,168

The anticipated total fund balance for 2019-20 is \$24.2 million. Residence is allocating all unrestricted surplus to their building renovation reserve for future residence enhancements. Hospitality is allocating all unrestricted surplus to their construction reserves for future capital expansions. Parking is allocating all unrestricted surplus to repay the UTM loan on the deck.

Ancillary Debt

The service ancillaries are projecting a total outstanding debt of \$39.2 million (on original loans issued of \$64.3 million) for 2018-19. Estimated principal and interest repayments for Residence are \$4.3 million on an outstanding balance of \$32.3 million and for Parking (CCT underground garage) are \$1.0 million on an outstanding balance of \$7.0 million. This represents 28.3% and 23.6% of revenue, respectively.

The estimated interest cost of borrowing is \$2.3 million or 15.2% of revenue or 15.4% of expenses for Residence and \$0.5 million for Parking which represents 11.4% of revenues or 13.8% of expenses.

Principal Loan Balances
for the years ended April 30
(thousands of dollars)

	2017-18 Actual	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Residence	35,060	32,277	29,310	26,917	24,361	21,632	18,706
Hospitality	-	-	-	-	-	-	-
Parking	7,527	6,955	6,345	5,695	5,001	4,261	3,472
Total Loan Balance	42,587	39,232	35,655	32,612	29,362	25,893	22,178

The second parking deck has been paid for by a contribution by the Parking ancillary of \$3.7 million and a loan from UTM operating account for \$7.0 million, which is being repaid as follows:

Principal Loan Balance - Transfer in from UTM Operating
for the years ended April 30
(thousands of dollars)

	2017-18 Actual	2018-19 Forecast	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Total Loan Balance	4,928	3,565	2,325	554	-	-	-

The Parking ancillary will repay this principal and interest to the full extent of the net positive cash flow from operating results (before transfers), until the loan is fully repaid.

The total principal and interest repayment for the second parking deck for 2018-19 is expected to be \$1.5 million. Annual repayments are noted on Schedule 2 of the ancillary's financial statements.

SCHEDULE 1

University of Toronto Mississauga
Projected Operating Results for the year ending April 30, 2020
 (with comparative projected surplus for the year ending April 30, 2019)
 (thousands of dollars)

Service Ancillary	Revenue	Expense	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers 2020	Net Operating Results after Transfers 2019
Residence	16,803	13,880	2,923	-	2,923	181
Hospitality	3,621	3,599	22	-	22	793
Parking	4,538	3,618	920	(1,356)	(436)	(786)
Total	24,962	21,097	3,865	(1,356)	2,509	188

SCHEDULE 2

**University of Toronto Mississauga
Summary of Long-Range Budget Results**
(thousands of dollars)

		2019-20								2019-20	2021-22	2023-24	
Service Ancillary	Objectives to be met within 2019-20				Unrestricted Surplus/ (Deficit)	Projected Investment in Capital Assets	Projected Commitment to Capital Renewal (Schedule 3)	Projected Operating Reserve (Schedule 3.1)	Projected Construction Reserve (Schedule 3.1)	Projected Building Renovation Reserve (Schedule 3.1)	Fund Balance	Fund Balance	Fund Balance
	1	2	3	4									
Residence	yes	yes	yes	no	-	6,369	50	1,044	-	1,893	9,356	7,971	13,239
Hospitality	yes	yes	yes	no	-	2,972	10	263	2,299	-	5,544	5,277	5,317
Parking	yes	yes	yes	no	-	9,056	10	202	-	-	9,268	9,731	12,809
	Total				-	18,397	70	1,509	2,299	1,893	24,168	22,979	31,365

Objectives:

Plans reflect (yes) or do not reflect (no) that the Ancillary

1. Operates without subsidy from the operating budget.
2. Includes all costs of capital renewal including deferred maintenance.
3. Generates sufficient surplus to cover operating contingencies.
4. Contributes net revenue to the operating budget.

SCHEDULE 3

University of Toronto Mississauga
Projected Funds to be Committed for Capital Renewal
 for the years ending April 30
 (thousands of dollars)

Service Ancillary	Balance May 1, 2019	Net increase (decrease) in commitments to capital renewal	Balance April 30, 2020	Balance April 30, 2024
Residence	50	-	50	50
Hospitality	10	-	10	10
Parking	10	-	10	10
Total	70	-	70	70

University of Toronto Mississauga
Projected Funds to be Committed for Operating, Construction and Building Reserves
for the years ending April 30
(thousands of dollars)

	Operating Reserve				Construction Reserve				Building Renovation Reserve			
	Balance May 1, 2019	Increase/ (Decrease) in Operating Reserve	Balance April 30, 2020	Balance April 30, 2024	Balance May 1, 2019	Increase/ (Decrease) in Construction Reserve	Balance April 30, 2020	Balance April 30, 2024	Balance May 1, 2019	Increase/ (Decrease) in Renovation Reserve	Balance April 30, 2020	Balance April 30, 2024
Service Ancillary												
Residence	975	69	1,044	1,125	-	-	-	-	1,204	689	1,893	5,603
Hospitality	228	35	263	291	2,110	189	2,299	4,152	-	-	-	-
Parking	198	4	202	219	-	-	-	5,255	-	-	-	-
Total	1,401	108	1,509	1,635	2,110	189	2,299	9,407	1,204	689	1,893	5,603

SCHEDULE 4

**University of Toronto Mississauga
Long Range Projected Operating Results**
for the years ending April 30
(thousands of dollars)

Service Ancillary	2018-19 Forecast			2019-20 Budget			2020-21 Budget		
	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers
Residence	181		181	2,923	-	2,923	(1,676)	-	(1,676)
Hospitality	30	763	793	22	-	22	(145)	-	(145)
Parking	746	(1,532)	(786)	920	(1,356)	(436)	1,404	(1,839)	(435)
Total	957	(769)	188	3,865	(1,356)	2,509	(417)	(1,839)	(2,256)

SCHEDULE 4, continued

**University of Toronto Mississauga
Long Range Projected Operating Results**
for the years ending April 30
(thousands of dollars)

Service Ancillary	2021-22 Budget			2022-23 Budget			2023-24 Budget		
	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers	Net Operating Results before Transfers	Transfers in/(out)	Net Operating Results after Transfers
Residence	291	-	291	4,229	-	4,229	1,038	-	1,038
Hospitality	(122)	-	(122)	(58)	-	(58)	99	-	99
Parking	1,457	(559)	898	1,513	-	1,513	1,564	-	1,564
Total	1,626	(559)	1,067	5,684	-	5,684	2,701	-	2,701

SCHEDULE 5

**University of Toronto Mississauga
Summary of 2019-20 Capital Budgets**
with comparative figures for 2018-19
(thousands of dollars)

Service Ancillary	2019-20 Budget	2018-19 Budget
Residence	1,910	590
Hospitality	431	882
Parking	-	-
Total	2,341	1,472

**University of Toronto Mississauga
Schedule of 2019-20 Residence Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Residence					
Undergraduate Students (Sept 1 - Apr 30)					
Roy Ivor Hall & Erindale Hall - Single	10,526	10,947	421	4.00%	4.00%
Erindale Hall - Double	6,842	7,116	274	4.00%	4.00%
Oscar Peterson Hall	9,946	10,344	398	4.00%	9.00%
MaGrath Valley - Single	9,946	10,644	698	7.02%	-1.73%
MaGrath Valley - Double	6,465	6,919	454	7.02%	-1.73%
Schreiberwood	9,467	9,822	355	3.75%	3.75%
McLuhan Court	9,467	9,822	355	3.75%	3.75%
Putnam Place	9,467	10,947	1,480	15.63%	3.75%
Leacock Lane	9,467	9,822	355	3.75%	3.75%
Graduate Student Housing (Sept 1 - Apr 30)					
Schreiberwood - Small Bachelor	8,292	8,603	311	3.75%	3.75%
Schreiberwood - Large Bachelor	8,715	9,042	327	3.75%	3.75%
Medical Student Housing (Sept 1 - May 31)					
Schreiberwood - Small Bachelor	9,328	9,678	350	3.75%	3.75%
Schreiberwood - Large Bachelor	9,804	10,172	368	3.75%	3.75%
Family Student Housing - Monthly Rate					
Schreiberwood - 3 bedroom	1,667	1,730	63	3.78%	5.00%
Schreiberwood - 3 bedroom	1,730	1,795	65	3.75%	3.75%
Schreiberwood - 4 bedroom	1,728	1,793	65	3.76%	5.00%
Schreiberwood - 4 bedroom	1,793	1,860	67	3.75%	3.75%

**University of Toronto Mississauga
Schedule of 2019-20 Meal Plan Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Meal Plans					
Group A					
Regular+500 ⁽¹⁾	4,500	n/a	n/a	n/a	4.0%
Regular+250	4,250	4,330	80	1.9%	4.3%
Regular+100	4,100	4,180	80	2.0%	4.5%
Small+500 ⁽¹⁾	4,050	n/a	n/a	n/a	3.2%
Small+250	3,800	3,870	70	1.8%	3.4%
Small+100	3,650	3,720	70	1.9%	3.5%
Group B					
Regular+500 ⁽¹⁾	2,925	n/a	n/a	n/a	3.5%
Regular+250	2,675	2,720	45	1.7%	3.9%
Regular+100	2,525	2,570	45	1.8%	4.1%
Small+500 ⁽¹⁾	2,600	n/a	n/a	n/a	4.0%
Small+250	2,350	2,390	40	1.7%	4.4%
Small+100	2,200	2,240	40	1.8%	4.8%

(1) The "Regular+500" and "Small+500" Meal Plans will be discontinued after 2018-19.

**University of Toronto Mississauga
Schedule of 2019-20 Parking Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Parking					
CCT Garage (annual)	1,082.69	1,190.96	108.27	10.0%	3.0%
Reserved P1 & P5	1,082.69	1,104.34	21.65	2.0%	n/a
Unreserved (annual - Lots P4, P8 and P9)	747.65	762.60	14.95	2.0%	3.0%
Student Unreserved (sessional - Lots P4, P8 and P9)	311.50	317.73	6.23	2.0%	3.0%
Unreserved Afternoon (annual - after 3:30pm)	220.00	224.40	4.40	2.0%	4.8%
Commercial (annual)	1,252.58	1,277.63	25.05	2.0%	3.0%
Pay & Display (daily maximum) <i>(6:30am to 8:00am next day)</i>	15.00	15.00	-	0.0%	7.1%
Pay & Display (evening/weekend) <i>(5:00pm to 8:00am next day)</i>	6.00	6.00	-	-	-
Pay & Display (per half hour) <i>(6:30am to 5:00pm)</i>	2.50	2.50	-	-	-
Pay & Display (per half hour) <i>(weekdays 5:00pm to 8:00am next day; weekends & holidays)</i>	1.00	1.00	-	-	-

Review and Consultation Process

The UTM Campus Affairs Committee makes recommendations to the UTM Campus Council on the annual budget related to service ancillaries. The budgets approved by the Campus Council require confirmation by the Executive Committee of Governing Council. Those plans include a Management Report that describes the proposed services and programs offered within the financial parameters of the University's operating budget and financial policies set by the Business Board. The plans also include each ancillary's annual operating budget, as well as changes to program and levels of service, categories of users, accessibility, and compulsory or optional fees. This year, the plans will report on actual financial results for the 2017-18, the forecast for 2018-19 and budgets for the five-year period 2019-20 to 2023-24. Only the proposed budget for 2019-20 is presented for approval. The remaining budgets, actual and forecast are for comparison and information purposes.

The Student Housing and Residence Life operating plan is reviewed by the Student Housing Advisory Committee that includes membership from all residence constituencies, including graduate and undergraduate students in residence, families in residence, and student staff in residence as well as representation from UTM's undergraduate Residence Council.

The Hospitality Services operating plan is reviewed by the Food Service Advisory Committee with membership of students (undergraduate, graduate, UTMSU, Residence Council), faculty and staff. Details of the Meal Plan component of Hospitality Services are reviewed by the Resident Student Dining Committee drawing membership from each of the residences (including first and upper-year townhouse clusters).

The Transportation & Parking Advisory Committee that includes undergraduate and graduate students, faculty and staff reviews the Parking operating plan.

As well, the University of Toronto Financial Services Department (FSD) reviews the operating plans and management reports submitted by each ancillary. Issues requiring further attention are identified by FSD and are addressed by the ancillaries.

Review and Consultation Process

Advisory Committee Meeting Dates:

Transportation and Parking Advisory Committee

October 9th, 2018

October 30th, 2018

Food Services Advisory Committee

October 17th, 2018

Resident Student Dining Committee

November 7th, 2018

Student Housing Advisory Committee

September 27th, 2018

October 4th, 2018

October 18th, 2018

October 25th, 2018



Student Housing & Residence Life Operating Plans 2018-19 to 2023-24

Management Report

1. Student Housing & Residence Life Mission

The University of Toronto Mississauga department of Student Housing & Residence Life advances the mission of the University by creating a holistic student experience that promotes academic and personal success. We provide facilities that are safe & secure, well-maintained, and competitively priced in an effort to foster a supportive community that values diversity, equity, and inclusion. Informed by research & assessment, we offer innovative programs & services that enhance student learning & development. Our peer-based approach, dedicated professional staff, and collaborative attitude contribute to a unique and unparalleled student *experience*.

1.1 Service Ancillary Review Group (SARG) Guidelines

- i. To operate without subsidy from the University operating budget;
- ii. To provide for all costs of capital renewal including deferred maintenance;
- iii. To create and maintain an operating reserve (excluding capital requirements) at a minimum of ten percent of annual operating expenditures as protection against unforeseen events which would have a negative financial impact on the operation;
- iv. Contribute net revenues to the operating budget, where possible.

1.2 Background and Recent Accomplishments

Student Housing & Residence Life (SHRL) provides a transformative experience for students in residence with over 1,500 workshops, events and programs. There are eight residence communities at the University of Toronto Mississauga including three residence buildings and five townhouse complexes. The department also provides 24-hour on-call response, 365 days per year.

Main accomplishments or issues facing the ancillary include:

- SHRL exceeded occupancy and revenue targets for 2018-19

- Putnam Place renovation planning was completed and renovation commenced in September 2018. Units will be fully renovated with new kitchens, bathrooms, floors, windows and more. Putnam Place will return to operation in Summer 2019.
- SHRL has a first-year guarantee. We experienced a dramatic increase in first-year applications to residence in 2018-19. With a major furniture purchase we were able to accommodate 1,212 first-year students (up from 1,074 in 2017-18).
- In August 2018, we added approximately 120 double-room spaces in Erindale Hall to accommodate more first-year students.
- Two new Living Learning Communities (LLCs) were launched in Fall 2018.

2. 2018-19 Operating Forecast

Forecasted total revenues are expected to be better than budget by \$350,521. This is due to exceeding residence occupancy targets because of doubling rooms, process improvements as well as increased demand. Summer residence revenue was strong and exceeded targets for a total of \$734,176. We continue to see growth for housing by students participating in the summer ACE@UTM program. Summer Conference revenue was also higher than budget for a total of \$185,219.

Total spending on Salary and Benefits is forecasted to be \$2,200,827. This is considerably lower than budget as we had a number of unexpected lengthy vacancies.

Increased spending on Maintenance and Capital renewal is reflected in operating forecasts for this year. The top priority of SHRL spending is renewal of existing facilities as outlined in our Student Housing Master Plan. Major maintenance is forecasted to be well above budget. This is primarily due to a large, un-planned furniture purchase to double Erindale Hall.

Loan Principal and Interest Expense of \$4,258,823 continues to dominate the Student Housing & Residence Life operating budget making up 29% of our total expenses.

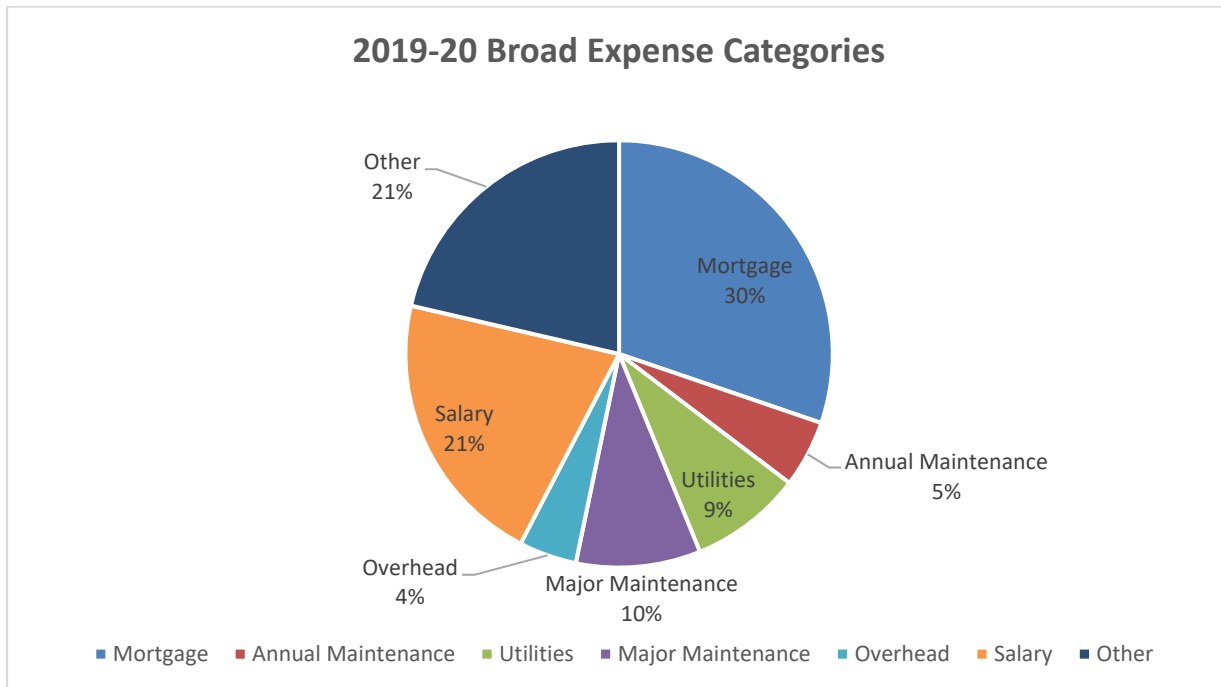
Utilities are forecasted to be \$1,135,063 (8% of expenses) and our combined overhead charges are \$575,469 (3.8% of expenses).

The operating result before transfers is projected to be \$180,497, which is \$360,015, less than budget. The total fund closing balance as shown on Schedule 2 is forecasted at \$6,432,835.

3. 2019-20 Proposed Budget

Fall/Winter session revenues are based on occupancy of 96.5%. Putnam Place will be back online for the 2019-20 cycle. Summer session revenues are expected to grow slightly over 2018-19 as we continue to develop demand for summer residence and the summer ACE@UTM program. Our proposed total revenues will be \$16,803,230.

PROPOSED EXPENSES



Loan Principal & Interest Expense continues to be the largest expense accounting for 30% of total expenses. Mortgage-related expenses and investment in renovations are the two biggest pressures on the SHRL budget.

Major Maintenance and Capital Renewal continue to be top priorities for Student Housing & Residence Life. Major Maintenance (see Schedule 3) primarily includes large-scale renovations to existing residence buildings and large-scale replacement of appliances and furniture. Capital Renewal (see Schedule 5) are larger projects such as building enhancements and replacement of major systems. Capital Renewal projects are subject to capitalization and depreciation. The investment in capital renewal is seen by the increase in the Furniture and Equipment Depreciation. Annual Maintenance expenses reflect costs associated with repairs and maintenance required annually or periodically (e.g., supplies, painting, electrical, plumbing).

New furniture and appliances will be purchased for the newly renovated Putnam Place.

As we are taking on significant renovations over the next 10+ years, cash flow becomes of upmost importance. All renovations to existing buildings are expensed in the given year.

RESIDENCE RATES

One of the biggest changes to the SHRL 2018-19 budget was a departure from 'across the board' (ATB) increases. Following the recommendations and evidence from the Student Housing Master Plan, we developed differentiated residence rates by residence building and completed a detailed analysis of our rates. A much simpler rate sheet is available on Schedule 6.

For 2019-20, there is a noticeable increase (15.63%) in the Putnam Place rates. This increase is to reflect the newly renovated condition and upgrades in that phase. Putnam Place units will be fully renovated with new kitchens, bathrooms, floors, windows and more. Based on student consultation we have aligned the rates in the newly renovated space with our comparable Roy Ivor Hall and Erindale Hall apartments singles.

It should be noted that with several price points available, SHRL had a healthy waitlist at move-in day and that our rates compare favourably with the market and our institutional peers.

In 2018-19, SHRL had reduced the MaGrath Valley rate to be in-line with other townhouse phases. The feedback we received from residents after this change was that they found MaGrath Valley to be more valuable. Residents shared that MaGrath Valley is larger, has more privacy and requires less sharing with roommates. In 2018-19, demand was very strong for MaGrath Valley and the decision was made to adjust the rate to be higher than other townhouses. In 2019-20, the proposed rate will be between OPH and Roy Ivor & Erindale Hall.

In 2019-20, the Operating Results before Transfers is budgeted to be \$2,923,094. This significant positive balance will be directed toward a *Building Renovation Reserve* to be used the next year for the Leacock Lane renovation in 2020-21. The deficit of \$1,675,959 in 2020-21 is largely due to this renovation which will be expensed in that year. A transfer from the aforementioned Building Renovation Reserve will cover the costs of the renovation. These results are typical and expected when a major investment is made toward facilities. SHRL is expected to return to an operating surplus in 2021-22. It is also important to highlight that the Fund is expected to be in a *positive net cash flow* position in each of these years.

The Total Fund Balance, closing for 2019-20 is expected to be \$9,355,929.

4. Long Range Plan: 2020-21 to 2023-24

As recommend by the Student Housing Master Plan - the Student Housing & Residence Life long-range plan has been designed around a multi-year re-investment in our existing housing stock. To maintain our first-year guarantee, we will need to build a new first-year building. This is the priority once renovations are underway. There are no new residence construction expenses reflected in this budget.

Each renovation outlined below will take one cycle and will be off-line for the renovation.

Subsequent major townhouse renovation is currently planned as follows:

- 2019-20 No renovations planned to build cash reserves
- 2020-21 Leacock Lane Renovation
- 2021-22 McLuhan Court Renovation
- 2022-23 No renovation planned to build cash reserves
- 2023-24 MaGrath Valley Phase I

Long-term renovation plans extend through 2029. Any unrestricted surplus has been allocated to a Building Renovation Reserve in order to fund the capital renewal and renovation plan associated with the Student Housing Master Plan.

APPENDIX A

University of Toronto Mississauga Student Housing Advisory Committee Membership

Student representatives are elected (or acclaimed) from various residence sub-populations. I wish to thank all representatives for the time invested in consultation with SHRL leadership team.

Student Housing & Residence Life provided considerable opportunity for student consultation on the 2019-20 budget. The Student Housing Advisory Committee (SHAC) had four (4) budget related meetings in September and October. **SHAC supported a draft 2019-20 budget and the proposed residence rates as presented in Schedule 6.** Membership is comprised of:

Three (3) Undergraduate Representatives within Residence Council

(Elected by a majority of completed ballots from the Residence Council)

Emily Muller, Anna Povoroziuk, Chris Lee

Two (2) UTM First Year Residence Community Representatives

(Elected by majority of completed ballots from first year residents)

Angela Nguyen, Hari Chandramouliswaran

One (1) UTM Upper Year Residence Community Representatives

(Elected by majority of completed ballots from upper year residents)

Jayaditya Kedia

One (1) Graduate Student Representatives within Residence

(Elected by a majority of completed ballots from graduate students living in residence)

Currently Vacant

One (1) Family Representative within Residence

(Elected by a majority of completed ballots from family households)

Currently Vacant

One (1) Residence Life Don

(Elected by majority of completed ballots from Don Team)

Adam Snyder

One (1) Residence Peer Academic Leader

(Elected by majority of completed ballots from PAL team)

Joanna Matthews

One (1) Residence Service Desk Staff

(Elected by majority of completed ballots from service desk team)

Adelaide Chan

Students looking to share feedback or input on matters pertaining to housing services, programming for students, resources and departmental budget priorities, are encouraged to contact their area representative(s).

**University of Toronto Mississauga
Student Housing & Residence Life
Statement of Operating Results
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue									
Residence Fees - Fall/Winter Session	12,256,531	13,133,846	13,267,015	133,169	14,820,012	14,154,547	14,736,914	16,986,712	16,694,187
Residence Fees - Summer Session	624,727	649,716	734,176	84,460	648,543	674,485	701,464	729,523	758,704
Conference	12,843	106,501	185,219	78,718	108,631	110,804	113,020	115,280	117,586
Laundry Income	-	29,274	29,274	-	29,859	30,457	31,066	31,687	32,321
Other Income	530,904	233,700	233,700	-	238,374	243,141	248,004	252,964	258,024
Investment Income	28,120	30,000	33,761	3,761	30,600	31,212	31,836	32,473	33,122
Value of Don's & Dean's Rooms	691,128	787,366	837,778	50,412	927,211	912,602	980,599	1,068,836	1,038,039
Total Revenue	14,144,253	14,970,403	15,320,924	350,521	16,803,230	16,157,247	16,842,903	19,217,476	18,931,983
Direct Expenditures									
Salary, Wages & Benefits - SHRL	2,328,675	2,559,744	2,200,827	358,917	2,876,615	3,020,446	3,171,468	3,330,041	3,496,544
Supplies	110,178	81,535	78,500	3,035	70,070	71,471	72,901	74,359	75,846
Utilities	1,193,054	1,479,230	1,135,063	344,167	1,187,223	1,210,967	1,235,187	1,259,891	1,285,088
Garbage	28,818	36,943	32,500	4,443	37,682	38,435	39,204	39,988	40,788
Snow Removal, Grounds Maintenance, Engineering Costs	249,878	262,940	354,924	(91,984)	362,789	370,819	379,451	381,990	390,883
Insurance	67,647	70,089	70,353	(264)	77,092	78,634	80,207	81,811	83,447
Communication - Computer Svcs	194,909	93,511	155,234	(61,723)	93,511	-	-	-	-
Communication - Cable/Telephone/Cell	-	88,230	45,097	43,133	45,999	46,919	47,858	48,815	49,791
Furniture & Equipment Repair	14,294	6,630	-	6,630	-	-	-	-	-
Annual Maintenance	1,113,694	645,593	694,500	(48,907)	708,390	722,558	737,009	751,749	766,784
Major Maintenance	1,086,067	2,287,854	3,503,493	(1,215,639)	1,314,647	5,204,604	3,559,732	1,606,673	4,259,851
Furniture & Equipment Depreciation	187,882	356,992	336,149	20,843	468,903	455,744	498,743	543,350	553,086
Non-Depreciable Assets	314,836	20,400	17,036	3,364	20,808	21,224	21,649	22,082	22,523
Loan Principal & Interest Expenses	4,297,518	4,258,823	4,258,823	-	4,217,806	4,194,674	4,194,674	4,194,674	4,194,674
Finance Charges	766	-	-	-	-	-	-	-	-
Value of Don's & Dean's Rooms	691,128	787,366	837,778	(50,412)	927,211	912,602	980,599	1,068,836	1,038,039
Cleaning Costs	128,835	117,300	123,500	(6,200)	119,646	122,039	124,480	126,969	129,509
Security Services	2,330	-	-	-	-	-	-	-	-
Residence Life Expenses	-	257,608	245,000	12,608	262,632	267,885	273,242	278,707	284,281
Residence Admin Expenses	16,554	184,554	195,000	(10,446)	209,765	213,961	218,240	222,605	227,057
Advertising/Marketing/Other Commission	1,496	25,500	28,100	(2,600)	25,516	26,026	26,547	27,078	27,619
Credit Card Fees	27,241	30,600	34,500	(3,900)	31,212	31,836	32,473	33,122	33,785
Miscellaneous	409,993	202,980	218,580	(15,600)	212,952	182,211	185,855	189,572	193,363
Total Direct Expenditures	12,465,793	13,854,422	14,564,958	(710,536)	13,270,468	17,193,055	15,879,517	14,282,310	17,152,959
Indirect Expenditures									
Central Overhead Charges	46,772	47,244	47,244	-	51,832	54,424	57,145	60,002	63,002
Department/College Overhead Charges	485,261	490,926	490,926	-	520,448	546,470	573,794	602,484	632,608
Facilities & Services Overhead Charges	72,741	37,299	37,299	-	37,388	39,257	41,220	43,281	45,445
Total Indirect Expenditures	604,774	575,469	575,469	-	609,668	640,151	672,159	705,767	741,055
Total Expenditures	13,070,567	14,429,891	15,140,427	(710,536)	13,880,136	17,833,206	16,551,676	14,988,077	17,894,014
Operating Results Before Transfers	1,073,686	540,512	180,497	(360,015)	2,923,094	(1,675,959)	291,228	4,229,399	1,037,969

**University of Toronto Mississauga
Student Housing & Residence Life
Statement of Reserves
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Total Fund Balance - Opening	4,196,869	5,597,613	6,252,338	654,725	6,432,835	9,355,929	7,679,970	7,971,198	12,200,596
Net Operating Results before Transfers	1,073,686	540,512	180,497	(360,015)	2,923,094	(1,675,959)	291,228	4,229,399	1,037,969
Transfers in (out) of Ancillary Operations	981,783	-	-	-	-	-	-	-	-
Net Operating Results after Transfers	2,055,469	540,512	180,497	(360,015)	2,923,094	(1,675,959)	291,228	4,229,399	1,037,969
Total Fund Balance - Closing	6,252,338	6,138,125	6,432,835	294,710	9,355,929	7,679,970	7,971,198	12,200,596	13,238,565
<i>Closing Fund Balance is made up of:</i>									
Investment in Capital Assets	3,828,819	5,266,485	4,203,547	(1,062,938)	6,369,272	5,913,528	6,033,785	6,561,555	6,459,946
Internally Restricted:									
Capital Renewal Reserve	260,287	50,000	50,000	-	50,000	50,000	50,000	50,000	50,000
Operating Reserve	966,267	1,032,506	975,147	(57,359)	1,044,018	1,051,647	1,075,394	1,099,539	1,125,373
Construction Reserve	-	-	-	-	-	-	-	-	-
Building Renovation Reserve	-	-	1,204,141	1,204,141	1,892,639	664,795	812,019	4,489,502	5,603,246
Unrestricted Surplus/(Deficit)	1,196,965	(210,866)	-	210,866	-	-	-	-	-

**University of Toronto Mississauga
Student Housing & Residence Life
Schedule of Major Maintenance
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Major Maintenance	1,086,067	2,287,854	3,503,493	(1,215,639)	1,314,647	5,204,604	3,559,732	1,606,673	4,259,851
Total Major Maintenance	1,086,067	2,287,854	3,503,493	(1,215,639)	1,314,647	5,204,604	3,559,732	1,606,673	4,259,851

**University of Toronto Mississauga
Student Housing & Residence Life
Schedule of Deferred Maintenance
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Deferred Maintenance	-	-	-	-	-	-	-	-	-
Total Deferred Maintenance	-	-	-	-	-	-	-	-	-

**University of Toronto Mississauga
Student Housing & Residence Life
Schedule of Capital Expenditure
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Building Enhancements	361,174	590,073		590,073	1,185,000	-		220,000	-
Furniture & Equipment			27,607	(27,607)	725,341	-	619,000	-	451,477
Total Capital Expenditure	361,174	590,073	27,607	562,466	1,910,341	-	619,000	1,071,120	451,477

**University of Toronto Mississauga
Student Housing & Residence Life
Schedule of Rates
in \$'s**

	Period	2018-19	% Change	2019-20	% Change	2020-21	% Change	2021-22	% Change	2022-23	% Change	2023-24
Undergraduate Student Housing												
Roy Ivor Hall & Erindale Hall - Single	Sept 1 - Apr 30	10,526	4.00%	10,947	4.00%	11,385	4.00%	11,840	4.00%	12,314	4.00%	12,806
Erindale Hall - Double	Sept 1 - Apr 30	6,842	4.00%	7,116	4.00%	7,400	4.00%	7,696	4.00%	8,004	4.00%	8,324
Oscar Peterson Hall	Sept 1 - Apr 30	9,946	4.00%	10,344	4.00%	10,758	4.00%	11,188	4.00%	11,635	4.00%	12,101
MaGrath Valley - Single	Sept 1 - Apr 30	9,946	7.02%	10,644	4.00%	11,070	4.00%	11,513	4.00%	11,973	4.00%	12,452
MaGrath Valley - Double	Sept 1 - Apr 30	6,465	7.02%	6,919	4.00%	7,195	4.00%	7,483	4.00%	7,783	4.00%	8,094
Schreiberwood	Sept 1 - Apr 30	9,467	3.75%	9,822	3.75%	10,190	3.75%	10,572	3.75%	10,969	3.75%	11,380
McLuhan Court	Sept 1 - Apr 30	9,467	3.75%	9,822	3.75%	10,190	3.75%	10,572	16.47%	12,314	4.00%	12,806
Putnam Place	Sept 1 - Apr 30	9,467	15.63%	10,947	4.00%	11,385	4.00%	11,840	4.00%	12,314	4.00%	12,806
Leacock Lane	Sept 1 - Apr 30	9,467	3.75%	9,822	3.75%	10,190	16.19%	11,840	4.00%	12,314	4.00%	12,806
Graduate Student Housing												
Schreiberwood - Small Bachelor	Sept 1 - Apr 30	8,292	3.75%	8,603	3.75%	8,926	3.75%	9,260	3.75%	9,608	3.75%	9,968
Schreiberwood - Large Bachelor	Sept 1 - Apr 30	8,715	3.75%	9,042	3.75%	9,381	3.75%	9,733	3.75%	10,098	3.75%	10,476
Medical Student Housing												
Schreiberwood - Small Bachelor	Sept 1 - May 31	9,328	3.75%	9,678	3.75%	10,041	3.75%	10,417	3.75%	10,808	3.75%	11,213
Schreiberwood - Large Bachelor	Sept 1 - May 31	9,804	3.75%	10,172	3.75%	10,553	3.75%	10,949	3.75%	11,359	3.75%	11,785
Family Student Housing - Monthly Rate												
Schreiberwood - 3 bedroom	May 1 - Aug 31	1,667	3.78%	1,730	3.75%	1,795	3.75%	1,862	3.75%	1,932	3.75%	2,004
Schreiberwood - 3 bedroom	Sept 1 - Apr 30	1,730	3.75%	1,795	3.75%	1,862	3.75%	1,932	3.75%	2,004	3.75%	2,080
Schreiberwood - 4 bedroom	May 1 - Aug 31	1,728	3.76%	1,793	3.75%	1,860	3.75%	1,930	3.75%	2,002	3.75%	2,077
Schreiberwood - 4 bedroom	Sept 1 - Apr 30	1,793	3.75%	1,860	3.75%	1,930	3.75%	2,002	3.75%	2,077	3.75%	2,155



Hospitality Services

Operating Plan 2018-19 to 2023-24

Management Report

PREFACE

The Hospitality Services budget includes both Food Services and the external customer activities of Conference Services. The internal customer activities of Conference Services ('Internal Events') are supported by the UTM operating budget and are not included as part of the Hospitality Budget.

1. Overview of Objectives, Issues and Services

1.1 University of Toronto - Service Ancillary Review Group (SARG) Guidelines

- Operate without subsidy from the University operating budget.
- Include all costs of capital renewal and deferred maintenance.
- Maintain an operating reserve equal to ten percent of total annual operating expenses.
- Contribute net revenue to the operating budget, where possible.

1.2 Hospitality Services Mission

- To serve a variety of quality products in well-maintained, relaxing and engaging food service outlets at prices which provide value to customers;
- To produce income for UTM through the utilization of campus resources that might otherwise remain idle;
- To maintain and replace campus resources which can be used for both conference and other uses;
- To further the academic mission and recruiting efforts by providing opportunities for academic and youth conferences;
- To increase campus activity in the spring/summer by contributing to a vibrant campus; providing increased employment opportunities for campus service staff; and stabilizing the annual work cycle of this typically seasonal campus group.

1.3 Background, Issues and Service

Food Service is currently provided through:

- The Tim Horton's full service outlet at the Davis Building Meeting Place
- The Davis Building Temporary Food Court
 - Tim Horton's Express kiosk, Pizza Pizza, Fusion 5, Quesada, International Kitchen, Vegelicious, On the Go, oooh la-la Breakfast Bar
- The Tim Hortons Café Express and On the Go in the CCT Building
- The Starbucks Café located in the Hazel McCallion Academic Learning Centre
- The multi-concept Colman Commons Dining Hall located in Oscar Peterson Hall, including the Tea Bar
- The North Side Bistro at Deerfield Hall
- The Bento Sushi, Quesada and Subway at the Instructional Centre – IB Court
- The Second Cup, Soups and On the Go at the Kaneff/Innovation Complex
- The Fair Trade Coffee and Tea and On the Go at the New North Building
- The Booster Juice at the RAWC
- The rotating Food Trucks
- An arrangement enabling students to use their student meal plans to purchase:
 - pizza for delivery from Pizza Pizza
 - pita for delivery and in-store from Pita Pit
 - meals at Sheridan College – Trafalgar Campus
 - meals at the Blind Duck in the Student Center, operated by the University of Toronto Mississauga Student's Union

1.4 Highlights for 2018-19

- Opening of the food service outlet and event space in the New North Building in November 2018, 2 months later than original plan.
- Anticipated opening of the new Permanent Food Court to replace the Temporary Food Court (TFC) in early 2019 (as part of the W.G. Davis Building Renovation – Phase 2 Meeting Place Project). The Permanent Food Court was originally planned to be open September 2019. It is now expected to open in February 2019, which is much earlier than planned. However, during the period of ongoing construction beside the TFC, there is a noticeable negative impact on sales.
- As part of the Davis Building Reconstruction project, the Davis Building Food Court represents a major step in the Food Service Master Plan – 13 years in the making. This comprehensive food court will offer a blend of branded and non-branded concepts in eight food service outlets, with a second 2-concept food service outlet to be located separate from the main food court. Along with the food service additions, the multi-use seating and common area renovation and expansion will provide more valuable space to attract external groups to use UTM as a venue when these resources are not being used for academic purposes.

- Completed transition to the new Commerce Management System that allows UTM to manage funds attached to the TCard. The new system will also improve speed of service by processing flex and basic purchases in one transaction.
- Vending machine contract with new service provider effective November 1, 2018. As this contract is nonexclusive, there is more flexibility with testing the new generation of vending machines including: Theos Coffee, Froyo (Ice Cream), Best Buy and more. UTM community will also see lower prices for most vending items.

2. 2018-19 Operating Forecast

Forecasted total food and beverage revenues (excluding vending) are expected to be less than budget by \$444,250 due to:

- Lower than expected revenues from TFC due to ongoing renovations in the Davis Building.
- 2 months delay in opening New North food outlets

As a direct result of lower than expected revenue, forecasted total cost of sales and service (excluding vending) are forecasted to be \$427,333 lower than budget.

Contribution margin for vending are forecasted to be \$38,776 lower than budgeted due to lower margins under the terms of the new vending machine contract as well as relocation of many machines due to the Davis construction.

Revenues from Conference Services are forecasted to be \$100,669 higher than budgeted due to more conference bookings than budgeted. As a direct result of higher-than-expected revenue, the forecasted cost of Conference Services are forecasted to be \$61,645 higher.

Forecasted total direct expenditures (excluding Conference Accommodation) are expected to be \$157,275 higher than budget primarily due to hiring new staff and costs associated with the earlier-than-anticipated opening of the New Food Court in the Davis Building.

Therefore, the forecasted operating result before transfers is a surplus of \$29,904 and the resultant forecasted closing total fund balance is a positive \$5,521,317 at the end of 2018-19.

3. 2019-20 Proposed Budget

Hospitality Service ancillary is committed to providing meal plans that provide value and are competitively priced with peer institutions. The proposed meal plan rate increase will be an average of just under 2% for 2019-20, due to:

- The cost of food is forecasted to increase by approximately 3% depending on the Food CPI for Ontario (before considering the impact of labour costs).

- Resultant changes to meal plan costs must follow suit with any changes in food prices to ensure that:
 - UTM is abiding by government regulations defining tax-exempt meal plans.
 - Purchasing power of meal plans is maintained from year-to-year.

Cafeteria revenue is expected to increase by 14% primarily as a result of:

- Aforementioned food price increases.
- Opening of New North food service outlet.
- Opening of New Food Court in Davis Building.

Total Cost of Sales and Service expense is expected to increase by 5%. This expense increase is as a direct result of the increase in budgeted overall revenue for 2019-20.

Total direct expenses are budgeted to increase when compared to 2018-19 forecasted amounts primarily due to the hiring of new staff to support the ancillary's growing operations and salary increases due to contractual obligations. In addition, direct expenses reflect increased costs for realized depreciation due to the opening of the new Food Court and for consultation in support of the food service contract RFP.

The operating results before transfer are budgeted to be a surplus of \$22,448, and the closing total fund balance is projected to be a positive \$5,543,765 at the end of 2019-20.

4. Categories of Users and Accessibility

Food Services are available and used by faculty, staff, students and visitors at the various locations and through vending machines from 7:30 am to midnight, with extended hours for purchases with the off-campus partners.

Conference Services provides event and conference planning advisory to both external and internal groups. Demand from internal departments and student groups continues to increase every year, reducing the options for promoting UTM's facilities to external guests. However, work continues on developing a long-range plan to maximize space, standardize procedures and sell the available space to external customers through social media, marketing and word of mouth advertising. The Department will continue to offer high quality services while taking into account our competition and market trends.

5. Long Range Plan: 2020-21 to 2023-24

The significant investment in food services from the Davis Building Food Court reconstruction, the renovations of Starbucks and Subway impact the direct expenses in the form of depreciation and increased operating costs which results in an operating deficit in each of 2020-21 to 2022-23.

After a major investment has been made toward facilities, it is typical and expected that the ancillary will normally operate with a net deficit for a few years.

It is important to note that although the Hospitality Services ancillary has a net deficit in each of 2020-21 to 2022-23, the Department is working toward an annual break even operating model for the future. All Hospitality deficit will be covered from Operating Reserves.

- For 2020-21 – The budgeted 3.4% increase in Net Revenue accounts for price increases as per CPI tempered by flat enrolment growth and a projected commission reduction as a result of the new food service contract to start in 2020. The operating results before transfers is expected to result in a deficit of \$144,569. All Hospitality deficit will be covered from Operating Reserves.
- For 2021-22 – Net Revenue is budgeted to increase by 3.4% as a result of CPI and projected flat enrolment increases. Due to a continued relatively high depreciation expense, operating results before transfers is expected to be a deficit of \$121,954.
- For 2022-23 – Net Revenue is budgeted to increase by 3.4% once again as a result of CPI and projected flat enrolment increases. With some earlier investments now reaching full amortization, operating results before transfers are expected to be a deficit of \$58,443.
- For 2023-24 – Net Revenue is budgeted to increase by 3.0% as a result of CPI and projected flat enrolment increases. Operating results before transfers are expected to increase once again, this time to a surplus of \$98,584.

As the UTM campus continues to grow, it is anticipated that additional food service facilities will be needed to support the larger campus. The Construction Reserve represents the funding that will be used to invest in future food service construction projects.

It should be noted that the Hospitality Services ancillary maintained a strong positive Fund Balance to support the various construction projects, including that of the Davis Building Food Court. As a result, the ancillary is not projected to have an Unrestricted Deficit during the 3 years it shows negative operating results. Therefore, the aforementioned investments will not put the Hospitality Services ancillary in violation of any of SARG's financial objectives for Service Ancillaries.

**University of Toronto Mississauga
Hospitality Services
Statement of Operating Results
in \$'s**

	Conference	Food								
	2017-18 Actual	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue										
Meal Plans	-	4,509,405	5,556,721	5,267,200	(289,521)	5,672,892	5,824,124	5,975,795	6,132,515	6,316,491
Cafeteria	-	4,710,207	5,897,572	5,567,752	(329,820)	6,727,213	6,997,479	7,278,603	7,571,021	7,798,151
Catering	-	1,236,508	807,209	982,300	175,091	835,462	864,703	894,967	926,291	954,080
Vending	-	170,832	241,860	191,600	(50,260)	245,500	249,195	252,945	256,752	264,455
Total Revenue	-	10,626,952	12,503,362	12,008,852	(494,510)	13,481,067	13,935,501	14,402,310	14,886,579	15,333,176
Cost of Sales & Services										
Meal Plans & Cafeteria	-	7,087,883	9,474,293	8,978,818	495,475	9,982,084	10,513,714	10,868,606	11,236,899	11,574,006
Catering	-	953,354	678,055	746,197	(68,142)	701,788	734,997	760,722	787,348	810,968
Vending	-	117,815	145,116	133,632	11,484	147,300	149,517	151,767	154,051	158,673
Total Cost of Sales & Service	-	8,159,052	10,297,464	9,858,647	438,817	10,831,172	11,398,229	11,781,096	12,178,298	12,543,647
Contribution Margin - Net Revenue	-	2,467,900	2,205,898	2,150,205	(55,693)	2,649,895	2,537,272	2,621,215	2,708,281	2,789,529
Other Revenue										
Conference Accommodation	407,385	-	325,000	425,669	100,669	398,000	411,520	425,581	440,204	453,410
Facility/Space Rental	488,802	-	375,000	375,000	-	465,563	397,838	409,773	422,066	434,728
Investment Income	7,511	37,849	28,020	28,020	-	28,380	28,200	28,380	29,040	29,911
Other	47,499	-	75,000	36,400	(38,600)	78,750	82,688	86,822	91,163	93,898
Total Other Revenue	951,196	37,849	803,020	865,089	62,069	970,693	920,245	950,555	982,473	1,011,947
Net Revenue	951,196	2,505,749	3,008,918	3,015,294	6,376	3,620,587	3,457,517	3,571,770	3,690,754	3,801,476
Direct Expenditures										
Salary, Wages & Benefits	207,585	567,608	904,070	961,708	(57,638)	1,205,862	1,255,552	1,308,913	1,364,541	1,422,534
Supplies	14,492	33,505	79,078	79,078	-	59,042	60,813	62,637	64,516	66,452
Insurance	-	6,688	6,930	6,930	-	7,622	7,851	8,086	8,329	8,579
Communications	6,726	5,722	15,079	15,079	-	22,958	23,647	24,356	25,087	25,839
Conference Accommodation	163,464	-	135,640	197,285	(61,645)	181,065	186,708	192,576	198,679	204,640
Furniture & Equipment Repair	27,267	94,377	80,497	93,420	(12,923)	61,012	62,012	65,572	66,835	68,840
Annual Maintenance	4,005	130,509	100,487	100,487	-	108,052	111,293	114,632	118,071	121,613
Major Maintenance	-	-	53,045	53,045	-	54,636	56,275	57,964	59,703	61,494
Furniture & Equipment Depreciation	-	186,891	274,034	353,817	(79,783)	632,351	637,429	622,467	569,820	411,077
Non-Depreciable Assets	10,855	79,810	108,176	102,165	6,011	111,421	114,764	118,207	121,753	125,405
Loan Principal & Interest Payments	-	-	-	-	-	-	-	-	-	-
Occupancy & Space	-	380,416	388,984	388,984	-	329,246	339,123	349,297	359,776	370,569
Garbage & Recycling	-	62,030	49,394	57,400	(8,006)	58,548	60,304	62,114	63,977	65,896
Cleaning	-	2,712	4,635	4,635	-	5,006	5,156	5,311	5,470	5,634
Smallwares	-	-	61,313	61,313	-	66,218	68,205	70,251	72,358	74,529
Licenses/Permits	-	-	66,729	66,729	-	68,731	70,793	72,917	75,104	77,357
Advertising/Marketing	15,011	27,927	30,000	45,000	(15,000)	47,400	48,822	50,286	51,795	53,349
Other	62,244	158,876	180,584	170,520	10,064	286,001	191,581	197,329	203,249	209,346
Total Direct Expenditures	511,650	1,737,070	2,538,675	2,757,595	218,920	3,305,170	3,300,327	3,382,913	3,429,062	3,373,153
Indirect Expenditures										
Central Overhead Charges	3,217	12,077	17,415	17,415	-	18,968	19,537	20,123	20,727	21,349
Department/College Overhead Charges	88,279	73,426	164,292	164,292	-	220,821	227,446	234,269	241,297	248,536
Facilities & Services Overhead Charges	14,591	26,387	46,088	46,088	-	53,180	54,775	56,419	58,111	59,855
Total Indirect Expenditures	106,087	111,890	227,795	227,795	-	292,969	301,758	310,811	320,135	329,739
Total Expenditures	617,737	1,848,960	2,766,470	2,985,390	218,920	3,598,139	3,602,086	3,693,724	3,749,197	3,702,892
Operating Results Before Transfers	333,460	656,789	242,448	29,904	(212,544)	22,448	(144,569)	(121,954)	(58,443)	98,584

Note: Food Services and Conference Services combined into Hospitality Services commencing May 1, 2018.

**University of Toronto Mississauga
Hospitality Services
Statement of Reserves
in \$'s**

	Conference	Food								
	2018-19 Actual	2018-19 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Total Fund Balance - Opening	429,907	3,913,357	4,385,238	4,728,046	342,809	5,521,317	5,543,765	5,399,196	5,277,242	5,218,799
Operating Results before Transfers	333,460	656,789	242,448	29,904	(212,544)	22,448	(144,569)	(121,954)	(58,443)	98,584
Transfers in (out) of Ancillary Operations ⁽²⁾	-	157,900	799,441	763,367	(36,074)	-	-	-	-	-
Net Operating Results after Transfers	333,460	814,689	1,041,889	793,271	(248,619)	22,448	(144,569)	(121,954)	(58,443)	98,584
Total Fund Balance - Closing	763,367	4,728,046	5,427,127	5,521,317	94,190	5,543,765	5,399,196	5,277,242	5,218,799	5,317,383
<i>Closing Fund Balance is made up of:</i>										
Investment in Capital Assets Internally Restricted	-	595,579	1,240,996	3,173,066	1,932,070	2,971,615	2,366,013	1,776,328	1,240,273	863,974
Capital Renewal Reserve	-	10,000	10,000	10,000	-	10,000	10,000	10,000	10,000	10,000
Operating Reserve	58,646	143,718	213,515	228,246	14,731	263,067	262,031	271,488	281,302	291,446
Construction Reserve	704,721	3,978,749	3,962,616	2,110,006	(1,852,610)	2,299,083	2,761,152	3,219,426	3,687,224	4,151,962
Unrestricted Surplus/(Deficit)										

Notes:

- (1) Food Services and Conference Services have combined into Hospitality Services commencing May 1, 2018
(2) The 2018-19 transfer in to Hospitality Services is the remaining total Fund Balance of Conference Services

**University of Toronto Mississauga
Hospitality Services
Schedule of Major Maintenance
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Capital Renewal - Major Maintenance	-	53,045	53,045	-	54,636	56,275	57,964	59,703	61,494
Total Major Maintenance	-	53,045	53,045	-	54,636	56,275	57,964	59,703	61,494

Note: Food Services and Conference Services have combined into Hospitality Services commencing May 1, 2018

University of Toronto Mississauga
Hospitality Services
Schedule of Deferred Maintenance
in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Deferred Maintenance	-	-	-	-	-	-	-	-	-
Total Deferred Maintenance	-	-	-	-	-	-	-	-	-

Note: Food Services and Conference Services have combined into Hospitality Services commencing May 1, 2018

Schedule 5

University of Toronto Mississauga
 Hospitality Services
 Schedule of Capital Expenditure
 in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Equipment	50,000	781,976	2,070,639	1,288,663	130,900	31,827	32,782	33,765	34,778
Construction	-	100,000	860,665	760,665	300,000	-	-	-	-
Total Capital Expenditure	50,000	881,976	2,931,304	2,049,328	430,900	31,827	32,782	33,765	34,778

Note: Food Services and Conference Services have combined into Hospitality Services commencing May 1, 2018

**University of Toronto Mississauga
Hospitality Services
Schedule of Rates
in \$'s**

	2018-19	% increase	2019-20	2020-21	2021-22	2022-23	2023-24
Group A							
Regular+500 ⁽¹⁾	4,500	-	-	-	-	-	-
Regular+250	4,250	1.9%	4,330	4,430	4,530	4,630	4,730
Regular+100	4,100	2.0%	4,180	4,280	4,380	4,480	4,580
Small+500 ⁽¹⁾	4,050	-	-	-	-	-	-
Small+250	3,800	1.8%	3,870	3,970	4,070	4,170	4,270
Small+100	3,650	1.9%	3,720	3,820	3,920	4,020	4,120
Group B							
Regular+500 ⁽¹⁾	2,925	-	-	-	-	-	-
Regular+250	2,675	1.7%	2,720	2,820	2,920	3,020	3,120
Regular+100	2,525	1.8%	2,570	2,670	2,770	2,870	2,970
Small+500 ⁽¹⁾	2,600	-	-	-	-	-	-
Small+250	2,350	1.7%	2,390	2,490	2,590	2,690	2,790
Small+100	2,200	1.8%	2,240	2,340	2,440	2,540	2,640

(1) The 'Regular+500' and 'Small+500' Meal Plans will be discontinued after 2018-19.

Parking Services Ancillary Operating Plans 2018-19 to 2023-24

Management Report

1. Overview of Objectives, Issues and Services

1.1 Service Ancillary Review Group (SARG) Guidelines

- To operate without subsidy from the University operating budget;
- To provide for all costs of capital renewal including deferred maintenance;
- To create and maintain an operating reserve (excluding capital requirements) at a minimum of ten percent of annual operating expenditures as protection against unforeseen events which would have a negative financial impact on the operation;
- Contribute net revenues to the operating budget, where possible.

1.2 Parking Services Mission

- To provide cost effective and safe parking facilities for students, faculty, staff and visitors.
- To protect the campus green space.
- To operate a financially viable ancillary while keeping rates as low as possible.

1.3 Background and Issues

The Mississauga campus is a suburban, commuter campus where the use of cars is more extensive than that of a downtown campus. UTM Parking strives to embrace the Transportation Demand Management (TDM) philosophy – supporting alternative transportation modes to ease congestion - and this is demonstrated through the implementation of carpooling initiatives, a car-sharing program, various campus commuter promotions, and the UTM Shuttle Bus service. Though there are many campus initiatives to encourage the use of buses and bike to school/work campaigns, such as the student UPass, the Brampton Transit Express Bus and collaboration with SustainMobility, the use of cars and the related need for a substantial number of parking spaces continues.

As of September 2018, UTM had 2,693 gross parking spaces, a slight increase of 31 spaces over the same time last year. The increase is a result of the reacquisition of spaces in parking lot P1, which were temporarily lost during the New North building construction.

Due to the minimal increase in parking space inventory on campus, it is not surprising that comparable levels of parking permits were sold by mid October 2018 vs the same period in 2017. However, with a larger than expected increase in first-year student enrolment for 2018-2019, the number of persons requesting to be added to the waitlist for unreserved parking areas has significantly increased. As of October 31, 2018, 478

people signed up for the Unreserved waitlist versus 380 total people last year. The demand for parking on campus continues to be prevalent. As parking patterns begin to settle, additional parking permits have been released to waitlisted applicants. However, it is evident that more vehicles are on campus for longer periods, versus prior year trends.

The ancillary continues to monitor supply and demand, which is based on current information, such as campus population projections, specific hourly course enrolment over the week and net usable parking spaces at peak times. As part of UTM Parking & Transportation's short and long-term planning, we have budgeted for the expanding/reconfiguration of parking lot P5 and parking lot P8 (old Argo lot) during the summer of 2019. The result would yield approximately 150 additional gross parking spaces on campus. This will also help to offset the temporary loss of parking spaces (approximately 92 spaces) required for staging during the building of the new Science Building. Construction of the Science Building is expected to begin January 2020, through to Fall 2022.

We are actively investigating various options for additional parking on campus. One of the potential options is a new underground parking facility under a new building on campus. The anticipated opening for this new building would be in 2022-2023. Since the planning of this project is still in its infancy, we do not yet have firm estimates on the total number of parking spaces or construction costs at this time. Other possible options to add parking on campus are to build a new parking deck over the existing P8 lot, or to build a parking facility under an athletic field. Although monetary assumptions have not been reflected in our budget, efforts are being made to pursue the various opportunities.

UTM Parking & Transportation Services continues to focus on sustainability at the Mississauga campus. Parking Services provides multiple carpool spaces in various lots for faculty, staff and students to encourage ride sharing and lessen Parking's carbon footprint. The Eco-Park Rebate program supports a 'green' community by promoting the use of low-emission and electric vehicles. This program partially reimburses an eligible applicant for their annual parking permit. UTM Parking & Transportation Services also uses solar powered parking equipment. The use of this equipment cuts power consumption, which essentially makes part of the parking operation "off the grid". The ancillary continues to offer space to Zipcar, a short-term car sharing service that provides service to the UTM community. As of September 2018, three cars are parked in Lot P9 and Lot P5.

UTM Parking & Transportation is a proud member of SustainMobility, which is an association that works to reduce traffic congestion and encourages the use of other sustainable modes of transportation, such as bikes and transit systems. UTM Parking & Transportation has been awarded the "Gold Workplace Designation" from SustainMobility for the operating of such campus programs from 2012 to 2016, and received "Platinum Designation" in 2017.

UTM Parking & Transportation Services has been working with Facilities, Management and Planning to procure six (6) Electric Vehicle (EV) charging stations on campus. The EV stations will be located on the lower level of the parking deck in P8, and will replace six existing carpool spaces (resulting in zero net effect on current "permissible" parking space inventory). The EV stations will be for UTM staff, faculty and student use only. An access card issued and administered by UTM Parking Services will control availability of the EV chargers. A four-hour charge limit will be enforced on all users to encourage turnover and greater user accommodation. It is anticipated that the project will be completed by January 2019.

A simplified permit model was introduced in 2018-2019. This model resulted in the amalgamation of "Premium Unreserved" and "Unreserved" permits into one all-encompassing "Unreserved" permit type. The new "Unreserved" classification includes access to parking lots P4, P8, and P9.

2. 2018-19 Operating Forecast

Permit revenues are expected to be more than budget by \$39,281. The increase is due to additional permit sales anticipated in Winter 2019 as we release additional permits to persons from the waitlist.

Pay and Display revenues are expected to be less than budget by \$133,100. This is due to a decrease in contractor paid parking. It is also speculated that due to less vehicle turnover on campus during the day, there has been less availability for P&D purchasers to park on campus, resulting in less P&D revenue.

Cash fees (day passes) are forecasted to be more than budget by \$35,290. This increase can be attributed to an increase in the demand for event parking paid for by departments and clients of the Trillium Cardiac Rehab Program who purchase day passes for their visits.

Salaries, Wages & Benefits expense is forecasted to be less than budget by \$42,995. This difference is primarily due to a gap in hiring for a full-time position.

Security Services is the cost of Campus Police, a unit that works very closely with UTM Parking, in enforcement, incidents and safety issues related to parking.

Furniture & Equipment Repair is forecasted to be \$38,288 under budget. This difference is primarily due to lower than budget pay and display usage, and the need for less ongoing maintenance (paper replacement, coin jams, repairs, etc.) by the vendor. Pay and display maintenance fees are directly linked to P&D sales (up to 2018-2019). A new pay and display contract has recently been negotiated (effective 2019-2020) which will result in overall cost savings for the rental, operation and maintenance of P&D machines on campus.

Annual Maintenance is forecasted to be \$9,297 under budget. This difference is due in part to the installation of LED lighting in the CCT Underground Garage (Summer 2018) which has resulted in electrical maintenance savings.

Major Maintenance expenses are forecasted to be \$73,184 over budget. This increase is due to the procurement of EV charging stations, P9 paving repairs, various asphalt repairs and the completion of the LED lighting project, which carried forward into this fiscal year.

Utilities is forecasted to be \$33,907 under budget. The decrease is a result of lower than expected hydro rates and less gas consumption.

Building Depreciation – Capital Investment is based on the actual parking deck cost.

Payment Processing Fees are amounts charged to the University for use of credit cards as

a form of payment. This amount is expected to fluctuate each year as the amount varies directly with permits sold.

The operating result before transfers is expected to be a surplus of \$746,467, which is almost the same as the budgeted surplus amount of \$753,860. The total fund balance, closing is expected to be \$9,704,109.

3. 2019-20 Proposed Budget

Past budget plans have anticipated a 3% permit price increase for all permit types. For 2019-2020, the budget includes a different permit model; 10% increase for CCT Underground Garage permits, and 2% increase for all other annual and sessional permit types.

The CCT Underground Garage permit price will increase 10% from the current annual price of \$1,082.69 to \$1,190.96/annum; Reserved P1 and P5 will increase 2% from the current annual price of \$1,082.69 to \$1,104.34/annum; Unreserved will increase 2% from \$747.65 to \$762.60/annum; Commercial rates will increase 2% from \$1,252.58 to \$1,277.63/annum. Evening permits will also increase, from \$220.00 to \$224.40/annum.

Market comparisons indicate that the current price for underground parking at UTM is low. The adjusted permit prices better reflect the operating costs associated with maintaining an underground parking facility, are more in line with market comparators and creates more accurate price differentiation between the different permit types and their locations.

Parking Permit revenues are expected to increase from the 2018-2019 forecast. This is due to the change in permit rates and anticipated increase in commercial permit sales for workers of the new Science Building. Although an estimated 150 new parking spaces are planned for September 2019, these will help offset the temporary loss of parking spaces (approximately 92 spaces) required to facilitate the construction of the Science Building.

Most expenses are expected to increase with inflation and contractual obligations.

Building Depreciation – Capital Investment reflects the depreciation of the parking deck over 25 years and will continue to be budgeted during the amortization period.

The operating result before transfers is expected to be a surplus of \$919,806. The total fund balance is expected to have a closing balance of \$9,268,162.

The net positive cash flow from operating results (before transfers) is used to repay the internal loan that was transferred to the Parking ancillary. The 2019-20 net cash flows from operating results (\$1,355,753) is calculated as: Operating Results before Transfers (\$919,806), *plus* depreciation (\$439,349) (non-cash expense), *minus* any increase in the Internally Restricted Reserves (\$211,548 - \$208,147) from prior year.

4. Categories of Users and Accessibility

Parking is available for faculty, staff, students and visitors. Parking & Transportation Services strives to provide sufficient parking each year; however, utilization is high and

demanding at peak times of the day and year (i.e., September). Space utilization is carefully monitored, especially during peak times, and additional permits are released where feasible.

Barrier-free parking is available for faculty, staff, students and visitors in various lots around campus. Barrier-free parking inventory in 2018-2019 exceeds Provincial requirements.

5. Long Range Plan: 2020-21 to 2023-24

Future construction, if planned on existing parking lots, would impact parking inventory during construction and may translate to reduced revenues and increased challenges to fulfill demand issues. Every effort is made to plan future parking expansion projects during off-peak and summer timelines to alleviate any negative impact on parking. Revenue and expenses related to the P5 and P8 parking expansions (Summer 2019) are included in the proposed budget. However, due to uncertainties, revenue and expenses related to a potential underground parking garage have not been included in the proposed budget.

The rates and budgets for the long range plan for 2020-2021 to 2023-2024 are viewed as plans and do not reflect set amounts.

The Operating Plan is on track to repay the internal loan that was transferred to Parking ancillary by September 2021. The repayment in each year is calculated as Operating Results before Transfers, plus depreciation (non-cash expense), minus any increase from prior year in the Internally Restricted Reserves.

University of Toronto Mississauga
Parking Services
Statement of Operating Results
in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Revenue									
Parking Permits	2,702,043	2,794,388	2,833,669	39,281	2,941,645	3,029,894	3,120,791	3,214,415	3,310,847
Pay & Display Meters	1,449,034	1,596,019	1,462,919	(133,100)	1,470,234	1,484,936	1,499,785	1,514,783	1,529,931
Cash Fees	73,788	67,048	102,338	35,290	102,850	104,393	105,959	106,489	107,021
Investment Income	18,667	22,000	22,124	124	23,000	23,500	24,000	24,600	25,200
Total Revenue	4,243,532	4,479,455	4,421,050	(58,405)	4,537,729	4,642,723	4,750,535	4,860,287	4,972,999
Direct Expenditures									
Salaries, Wages & Benefits	368,598	390,450	347,455	42,995	365,211	383,471	402,645	422,777	443,916
Security Services	199,070	202,387	202,386	1	203,532	213,709	224,394	235,614	247,395
Supplies	33,871	29,650	30,464	(814)	20,843	21,260	21,685	22,119	22,561
Furniture & Equipment Repair	466,362	515,882	477,594	38,288	279,234	284,819	290,515	296,325	302,252
Annual Maintenance	306,330	394,570	385,273	9,297	392,362	400,209	408,213	416,377	424,705
Major Maintenance	35,159	300,000	373,184	(73,184)	455,000	51,000	52,020	53,060	54,122
Furniture & Equipment Depreciation	-	11,073	11,073	-	11,073	11,073	7,497	824	-
Replacement of Non-Depreciable assets	10,387	7,500	17,715	(10,215)	36,500	6,630	6,763	6,898	7,036
Utilities	101,078	141,536	107,629	33,907	112,364	114,611	116,903	119,241	121,626
Loan Principal and Interest Expense	1,042,157	1,042,157	1,042,157	-	1,042,157	1,042,157	1,042,157	1,042,157	1,042,157
Building Depreciation - Capital Investment	447,234	428,276	428,276	-	428,276	428,276	428,276	428,276	428,276
Payment Processing Fees	83,067	85,989	83,655	2,334	86,047	87,768	89,523	91,313	93,139
Insurance	13,002	14,202	14,249	(47)	15,461	15,925	16,403	16,895	17,402
Telecommunications	6,832	8,343	8,230	113	8,875	9,053	9,234	9,419	9,607
Other	28,543	17,810	11,064	6,746	8,015	8,175	8,339	8,506	8,676
Total Direct Expenditures	3,141,691	3,589,825	3,540,404	49,421	3,464,950	3,078,136	3,124,567	3,169,801	3,222,870
Indirect Expenditures									
Central Overhead Charges	11,549	12,179	12,179	-	12,561	13,189	13,848	14,540	15,267
Departmental/College Overhead Charges	50,059	51,593	51,593	-	60,520	63,546	66,723	70,059	73,562
Facilities & Services Overhead Charges	61,616	71,998	70,407	1,591	79,892	83,887	88,081	92,485	97,109
Total Indirect Expenditures	123,224	135,770	134,179	1,591	152,973	160,622	168,652	177,084	185,938
Total Expenditures	3,264,915	3,725,595	3,674,583	51,012	3,617,923	3,238,758	3,293,219	3,346,885	3,408,808
Operating Results Before Transfers	978,618	753,860	746,467	(7,393)	919,806	1,403,965	1,457,316	1,513,402	1,564,191

**University of Toronto Mississauga
Parking Services
Statement of Reserves
in \$'s**

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Total Fund Balance - Opening	11,471,670	10,325,386	10,490,287	164,901	9,704,109	9,268,162	8,832,940	9,731,078	11,244,480
Net Operating Results before Transfers	978,618	753,860	746,467	(7,393)	919,806	1,403,965	1,457,316	1,513,402	1,564,191
Transfer in (out) of Ancillary operations ⁽¹⁾	(1,960,000)	(1,184,960)	(1,532,645)	(347,685)	(1,355,753)	(1,839,187)	(559,178)	-	-
Net Operating Results after Transfers	(981,382)	(431,100)	(786,178)	(355,078)	(435,947)	(435,222)	898,138	1,513,402	1,564,191
Total Fund Balance - Closing	10,490,287	9,894,286	9,704,109	(190,177)	9,268,162	8,832,940	9,731,078	11,244,480	12,808,671
Closing Fund balance is made up of:									
Investments in Capital Assets	9,935,312	9,687,457	9,495,963	(191,494)	9,056,614	8,617,265	8,181,492	7,752,392	7,324,116
Internally Restricted									
Capital Renewal Reserve	-	-	10,000	10,000	10,000	10,000	10,000	10,000	10,000
Operating Reserve	199,944	206,829	198,147	(8,682)	201,548	205,675	209,994	214,513	219,242
Construction Reserve	-	-	-	-	-	-	1,329,592	3,267,575	5,255,313
Unrestricted Surplus/(Deficit)	355,031	-	-	-	-	-	-	-	-

(1) Transfer out of Ancillary operations is the repayment of the loan from UTM for the deck.

University of Toronto Mississauga
 Parking Services
 Schedule of Major Maintenance
 in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Capital Renewal - Major Maintenance	35,159	300,000	373,184	73,184	455,000	51,000	52,020	53,060	54,122
Total Major Maintenance	35,159	300,000	373,184	73,184	455,000	51,000	52,020	53,060	54,122

University of Toronto Mississauga
 Parking Services
 Schedule of Deferred Maintenance
 in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Deferred Maintenance	-	-	-	-	-	-	-	-	-
Total Deferred Maintenance	-	-	-	-	-	-	-	-	-

Notes:

There is no scheduled Deferred Maintenance

University of Toronto Mississauga
 Parking Services
 Schedule of Capital Expenditure
 in \$'s

	2017-18 Actual	2018-19 Budget	2018-19 Forecast	2018-19 Variance	2019-20 Budget	2020-21 Budget	2021-22 Budget	2022-23 Budget	2023-24 Budget
Capital Expenditure	-	-	-	-	-	-	-	-	-
Total Capital Expenditure	-	-	-	-	-	-	-	-	-

**University of Toronto Mississauga
Parking Services
Schedule of Rates
in \$'s**

	2018-19	\$ Increase	2019-20	2020-21	2021-22	2022-23	2023-24
CCT Garage (annual)	1,082.69	108.27	1,190.96	1,310.06	1,441.07	1,585.18	1,743.70
Reserved P1 and P5 (annual)	1,082.69	21.65	1,104.34	1,137.47	1,171.59	1,206.74	1,242.94
Unreserved (annual - Lots P4, P8 and P9)	747.65	14.95	762.60	785.48	809.04	833.31	858.31
Student Unreserved (sessional - Lots P4, P8 and P9)	311.50	6.23	317.73	327.26	337.08	347.19	357.61
Unreserved Afternoon (annual - after 3:30pm)	220.00	4.40	224.40	231.13	238.06	245.20	252.56
Commercial (annual)	1,252.58	25.05	1,277.63	1,315.96	1,355.44	1,396.10	1,437.98
Pay & Display (daily maximum) (6:30am to 8:00am next day)	15.00	-	15.00	15.00	15.00	15.00	15.00
Pay & Display (evening/weekend) (5:00pm to 8:00am next day)	6.00	-	6.00	6.00	6.00	6.00	6.00
Pay & Display (per half hour) (6:30am to 5:00pm)	2.50	-	2.50	2.50	2.50	2.50	2.50
Pay & Display (per half hour) (weekdays 5:00pm to 8:00am next day; weekends & holidays)	1.00	-	1.00	1.00	1.00	1.00	1.00
<i>Note: Rates include HST where applicable</i>							
Rate Increases (percentage)							
CCT Garage (annual)			10.0%	10.0%	10.0%	10.0%	10.0%
Reserved P1 and P5			2.0%	3.0%	3.0%	3.0%	3.0%
Unreserved (annual - Lots P4, P8 and P9)			2.0%	3.0%	3.0%	3.0%	3.0%
Student Unreserved (sessional - Lots P4, P8 and P9)			2.0%	3.0%	3.0%	3.0%	3.0%
Unreserved Afternoon (annual - after 3:30pm)			2.0%	3.0%	3.0%	3.0%	3.0%
Commercial (annual)			2.0%	3.0%	3.0%	3.0%	3.0%
Pay & Display - daily maximum			0.0%	0.0%	0.0%	0.0%	0.0%
Pay & Display - evening/weekend			0.0%	0.0%	0.0%	0.0%	0.0%

**University of Toronto Mississauga
Parking Services
Comparator Rates - 2018-19
in \$'s**

	UTM	UTSC	St. George	York	McMaster	Credit Valley Hospital
Reserved:						
Most expensive	\$1,082.69	\$1,031.12	\$3,660.00	\$1,735.68	\$1,524.00	N/A
Least expensive	\$1,082.69	\$940.86	\$1,800.00	\$1,410.24	\$612.00	N/A
Unreserved:						(2)
Most expensive	\$747.65	N/A	\$1,620.00		N/A	\$750.00
Least expensive	\$747.65	N/A	\$1,620.00	\$1,098.36	N/A	\$675.00
Pay & Display (daily maximum)			(3)			
Most expensive	\$15.00	\$12.00	No Daily Max	\$20.00	\$20.00	\$25.00
Least expensive	\$15.00	\$8.50	\$12.00	\$10.00	\$8.00	\$16.00
Pay & Display (evening/weekend)						
Most expensive	\$6.00	\$6.00	\$12.00	\$8.00	\$8.00	NA
Least expensive	\$6.00	\$2.00	\$7.00	\$5.00	\$4.00	NA
Pay and Display (per half hour)		(1)			(1)	
Most expensive	\$2.50	\$1.50	\$4.00	\$2.50	\$4.00	\$3.00
Least expensive	\$1.00	\$1.50	\$4.00	\$1.75	\$2.50	\$3.00
Evening Permit						
Most expensive	\$220.00	\$564.60	\$900.00		\$612.00	N/A
Least expensive	\$220.00	\$564.60	\$900.00		\$612.00	N/A

Notes:

- (1) Does not provide a 1/2 hour rate. Posted amounts have been prorated from the posted hourly rate.
(2) New hospital public parking options in effect; used multi-use parking pass options to calculate cost based on 260 weekdays in a year.
(3) U of T St. George implemented P&D parking with no maximum in certain areas as of 2018/19 (most expensive capped max is \$25.00)

UTM Ancillary Budgets

Campus Affairs Committee

January 16, 2019



Four Financial Objectives

Objective	Residence	Hospitality	Parking
Operate without subsidy	Yes	Yes	Yes
Provide for capital renewal	Yes	Yes	Yes
10% operating reserve	Yes	Yes	Yes
Contribute to operating	No	No	No

Ancillary Consultation Process for Proposed Operating Plans/Budgets

Student Housing Advisory Committee

September 27

October 4, 18, 25

Food Services Advisory Committee

October 17

December 12

Resident Housing Dining Committee

November 7

Transportation & Parking Advisory Committee

October 9, 30

Projected Revenues/Expenses

2018-19

(\$000's)

	<u>Residence</u>	<u>Hospitality</u>	<u>Parking</u>
Revenue	15,321	3,015	4,421
Expenses	<u>15,140</u>	<u>2,985</u>	<u>3,675</u>
Net income (loss)	181	30	746
Transfer *	<u>-</u>	<u>763</u>	<u>(1,533)</u>
Net income (loss) after transfer	<u>181</u>	<u>793</u>	<u>(786)</u>
Net income (loss) after transfer 2017-18	<u>2,056</u>	<u>815</u>	<u>(981)</u>

Notes:

* Hospitality transfer represents the transfer in of the remaining total Fund Balance from Conference Services. The 2017-18 Net income after transfer represents the results of Food Services only.

Parking transfer relates to the repayment of the loan from UTM for the Parking Deck

Parking



Parking

Summary Statement of Operating Results

(\$000's)

	2017-18 Actual	2018-19 Forecast	2019-20 Budget
Total Revenue	4,244	4,421	4,538
Total Expense	3,265	3,675	3,618
Operating Results before Transfers	979	746	920

Proposed Parking Rates

- CCT Underground Garage Permits to increase 10%
- All other permits to increase 2% (1% less than planned)
 - *Annual 3% increase was implemented 2010/11*
- **CCT Underground Garage**
 - \$1,190.96 /year (\$108.27 increase over 2018-19)
- **Reserved, P1 and P5**
 - \$1,104.34 /year (\$21.65 increase over 2018-19)
- **Unreserved**
 - Annual: \$762.60 /year (\$14.95 increase over 2018-19)
 - 8-month: \$635.46 (\$12.46 increase over 2018-19)
 - 4-month: \$317.73 (\$6.23 increase over 2018-19)
- No increase in Pay & Display rates

SCHEDULE 6

**University of Toronto Mississauga
Schedule of 2019-20 Parking Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Parking					
CCT Garage (annual)	1,082.69	1,190.96	108.27	10.0%	3.0%
Reserved P1 & P5	1,082.69	1,104.34	21.65	2.0%	n/a
Unreserved (annual - Lots 4,8,9)	747.65	762.60	14.95	2.0%	3.0%
Student Unreserved (sessional - Lots 4,8,9)	311.50	317.73	6.23	2.0%	3.0%
Unreserved Afternoon (annual - after 3:30pm)	220.00	224.40	4.40	2.0%	4.8%
Commercial (annual)	1,252.58	1,277.63	25.05	2.0%	3.0%
Pay & Display (daily maximum) <i>(6:30am to 8:00am next day)</i>	15.00	15.00	-	0.0%	7.1%
Pay & Display (evening/weekend) <i>(5:00pm to 8:00am next day)</i>	6.00	6.00	-	-	-
Pay & Display (per half hour) <i>(6:30am to 5:00pm)</i>	2.50	2.50	-	-	-
Pay & Display (per half hour) <i>(weekdays 5:00pm to 8:00am next day; weekends & holidays)</i>	1.00	1.00	-	-	-

Student Housing & Residence Life



- 1,648 beds
- Mix of styles, sizes
- 2019-20 = \$16.8m



Student Housing & Residence Life Summary Statement of Operating Results

(\$000's)

	2017-18 Actual	2018-19 Forecast	2019-20 Budget
Total Revenue	14,144	15,321	16,803
Total Expense	13,070	15,140	13,880
Operating Results before Transfers	1,074	181	2,923

Proposed Rate Changes

- Differentiated Residence Rates by Residence Building based on value in 2018-19
- 2019-20 Standard Rate increases between 3.75% - 4%
 - MaGrath Valley 7% increase
 - Newly renovated Putnam Place 15%
- Student Housing Residence Rate Ranges
 - Undergrad Housing \$6,919 to \$10,947
 - Graduate/Medical Housing \$8,603 to \$10,172
 - Family Housing \$1,730 to \$1,860 per month
- Competitive Rates
 - Comparable to UTSC
 - Less than New College, St. Michael's College, Trinity College, University College, Victoria College
 - More than McMaster, York, Brock, Guelph
 - Family housing units comparable to market
- "All-in" pricing competitive with local, off-campus alternatives

**University of Toronto Mississauga
Schedule of 2019-20 Residence Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Residence					
Undergraduate Students (Sept 1 - Apr 30)					
Roy Ivor Hall & Erindale Hall	10,526	10,947	421	4.00%	4.00%
Erindale Hall - Double	6,842	7,116	274	4.00%	4.00%
Oscar Peterson Hall	9,946	10,344	398	4.00%	9.00%
MaGrath Valley	9,946	10,644	698	7.02%	-1.73%
MaGrath Valley - Double	6,465	6,919	454	7.02%	-1.73%
Schreiberwood	9,467	9,822	355	3.75%	3.75%
McLuhan Court	9,467	9,822	355	3.75%	3.75%
Putnam Place	9,467	10,947	1,480	15.63%	3.75%
Leacock Lane	9,467	9,822	355	3.75%	3.75%
Graduate Student Housing (Sept 1 - Apr 30)					
Schreiberwood - Small Bachelor	8,292	8,603	311	3.75%	3.75%
Schreiberwood - Large Bachelor	8,715	9,042	327	3.75%	3.75%
Medical Student Housing (Sept 1 - May 31)					
Schreiberwood - Small Bachelor	9,328	9,678	350	3.75%	3.75%
Schreiberwood - Large Bachelor	9,804	10,172	368	3.75%	3.75%
Family Student Housing - Monthly Rate					
Schreiberwood - 3 bedroom	1,667	1,730	63	3.78%	5.00%
Schreiberwood - 3 bedroom	1,730	1,795	65	3.75%	3.75%
Schreiberwood - 4 bedroom	1,728	1,793	65	3.76%	5.00%
Schreiberwood - 4 bedroom	1,793	1,860	67	3.75%	3.75%

Food Services



Hospitality

Summary Statement of Operating Results

(in \$000's)

	Conference 2017-18 Actual	Food 2017-18 Actual	Hospitality 2018-19 Forecast	Hospitality 2019-20 Budget
Total Revenue	-	10,627	12,009	13,481
Total Cost of Sales & Service	-	8,159	9,859	10,831
Contribution Margin-Net Revenue	-	2,468	2,150	2,650
Other Revenue	951	38	865	971
Total Revenues	951	2,506	3,015	3,621
Total Expense	618	1,849	2,985	3,598
Operating Results before Transfers	333	657	30	23

Note: Food Services and Conference Services combined into Hospitality Services commencing May 1, 2018.

Food Services Budget Considerations

Food Prices

- Trading Economics Predicts: 2% to 3% Inflation for Food
- Canada Food Price Report (Dalhousie/Guelph University): Predicts Food Price Increase of up to 3.5%
- Budgeted Cash Price Increase Average: 3%

Meal Plans

- Budgeted Meal Plans Average: 2%

**University of Toronto Mississauga
Schedule of 2019-20 Meal Plan Rates**

	2018-19 \$	2019-20 \$	Increase \$	Increase %	Prior Year Increase %
Food					
Group A					
Regular+500 ⁽¹⁾	4,500	n/a	n/a	n/a	4.0%
Regular+250	4,250	4,330	80	1.9%	4.3%
Regular+100	4,100	4,180	80	2.0%	4.5%
Small+500 ⁽¹⁾	4,050	n/a	n/a	n/a	3.2%
Small+250	3,800	3,870	70	1.8%	3.4%
Small+100	3,650	3,720	70	1.9%	3.5%
Group B					
Regular+500 ⁽¹⁾	2,925	n/a	n/a	n/a	3.5%
Regular+250	2,675	2,720	45	1.7%	3.9%
Regular+100	2,525	2,570	45	1.8%	4.1%
Small+500 ⁽¹⁾	2,600	n/a	n/a	n/a	4.0%
Small+250	2,350	2,390	40	1.7%	4.4%
Small+100	2,200	2,240	40	1.8%	4.8%

(1) The "Regular +500" and "Small+500" Meal Plans will be discontinued after 2018-19.

Thank You

Motion

Discussion & Questions