

YORK UNIVERSITY FINANCIAL STATEMENTS, 2021–22

CONSOLIDATED STATEMENT OF OPERATIONS AND CHANGES IN DEFICIT

(Thousands of dollars)

Year ended April 30	2022 \$	2021 \$
REVENUE		
Student fees	731,460	741,478
Grants and contracts	390,580	388,177
Investment income	26,889	36,202
Fees, recoveries and other income	28,752	27,612
Sales and services	43,207	26,872
Amortization of deferred capital contributions	18,522	18,250
Donations	15,303	8,221
Total revenue	1,254,713	1,246,812
EXPENSES		
Salaries and benefits	846,290	806,909
Operating costs	151,918	132,189
Scholarships and bursaries	116,119	123,530
Amortization of capital assets	49,142	48,360
Interest on long-term debt	29,511	30,269
Taxes and utilities	25,261	22,965
Cost of sales and services	7,208	7,446
Total expenses	1,225,449	1,171,668
Revenue over expenses for the year	29,264	75,144
Employee benefit plans — remeasurements	(58,076)	54,693
Net transfers to internally restricted net assets	21,065	(142,275)
Net transfers to internally restricted endowments	1,642	(3,701)
Change in unrestricted deficit in the year	(6,105)	(16,139)
Unrestricted deficit, beginning of year	(47,568)	(31,429)
Unrestricted deficit, end of year	(53,673)	(47,568)

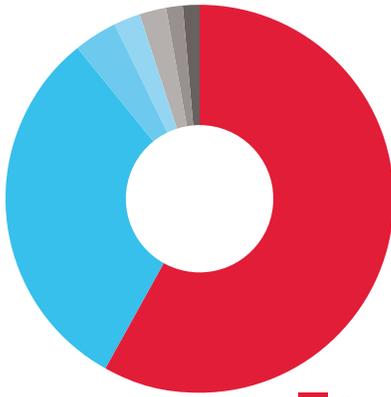
CONSOLIDATED BALANCE SHEET

(Thousands of dollars)

As at April 30	2022 \$	2021 \$
ASSETS		
Current		
Cash and cash equivalents	126,827	468,225
Accounts receivable	108,614	102,861
Inventories	2,697	3,348
Prepaid expenses	20,045	16,974
Total current assets	258,183	591,408
Pension plan asset	51,437	98,149
Investments	1,553,784	1,262,790
Investment in lease	40,229	40,840
Capital assets, net	1,635,596	1,532,441
	3,539,229	3,525,628
LIABILITIES		
Current		
Accounts payable and accrued liabilities	193,736	148,969
Current portion of long-term debt	368	345
Deferred revenue	75,543	58,228
Total current liabilities	269,647	207,542
Deferred contributions	211,980	203,016
Long-term liabilities	199,434	187,453
Long-term debt	596,998	597,304
Deferred capital contributions	444,858	441,209
Total liabilities	1,722,917	1,636,524
NET ASSETS		
Unrestricted deficit	(53,673)	(47,568)
Internally restricted	1,336,418	1,357,483
Endowments	533,567	579,189
Total net assets	1,816,312	1,889,104
	3,539,229	3,525,628

SUMMARY OF REVENUE & EXPENSES – FISCAL YEAR 2022

Revenue



TOTAL
\$1,254.7 million

- Student fees
- Grants and contracts
- Sales and services
- Fees, recoveries and other income
- Investment income
- Amortization of deferred capital contributions
- Donations

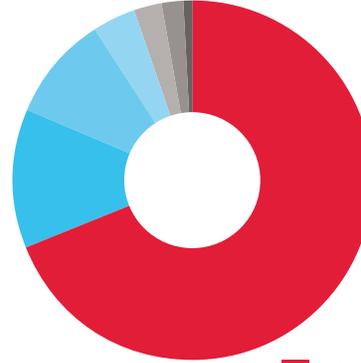
Narrative

Revenue has increased by 0.6% since 2021, as a result of increased funding through grants and contracts; fees, recoveries and other income; and amortization of deferred capital contributions. Student fees have decreased from last year as domestic and international student enrolments have dropped, but sales and services have witnessed a 60.8% increase and donations have increased by 86.1%.

Definition

Total revenue for the 2021-2022 year.

Expenses



TOTAL
\$1,225.4 million

- Salaries and benefits
- Operating costs
- Scholarships and bursaries
- Amortization of capital assets
- Interest on long-term debt
- Taxes and utilities
- Cost of sales and services

Narrative

Expenses have increased by 4.6% in 2022. Operating costs witnessed a 14.9% increase as the University transitioned to in-person learning, and broader macroeconomic conditions led to a 9.9% increase in taxes and utilities. Other expanded costs include salaries and benefits (4.9% increase) and amortization of capital assets (1.6% increase). Costs in other areas such as sales and services have been reduced.

Definition

Total expenses for the 2021-2022 year.

SUMMARY OF REVENUE & EXPENSES – FISCAL YEAR 2022

Investment Performance – Endowments



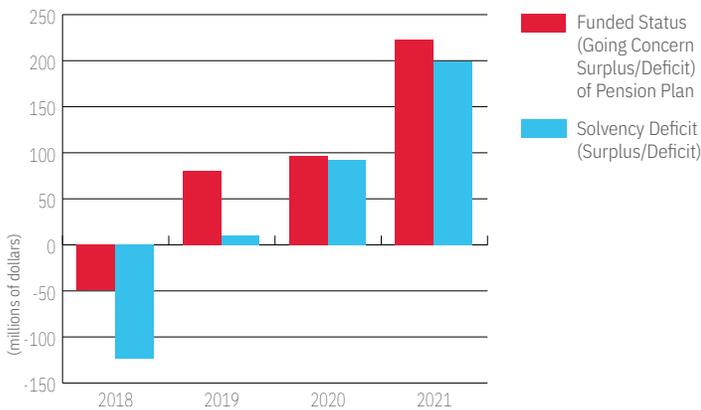
Narrative

The market value of the University’s endowments declined from \$595 million at April 30, 2021 to \$550 million at April 30, 2022, primarily due to capital market fluctuations in the latter part of the fiscal year. The University’s rate of return was -5.4% in 2021-22 (2020-21 – 23.2%).

Definition

Performance of endowments, which include restricted donations received by the University and funds that have been internally designated. Investment returns generated from endowments are used in accordance with the various purposes established by the donors or by the Board of Governors.

Pension Plan



Note: The most recent valuation filed with the provincial pension regulator (FSRA) was as at December 31, 2019.

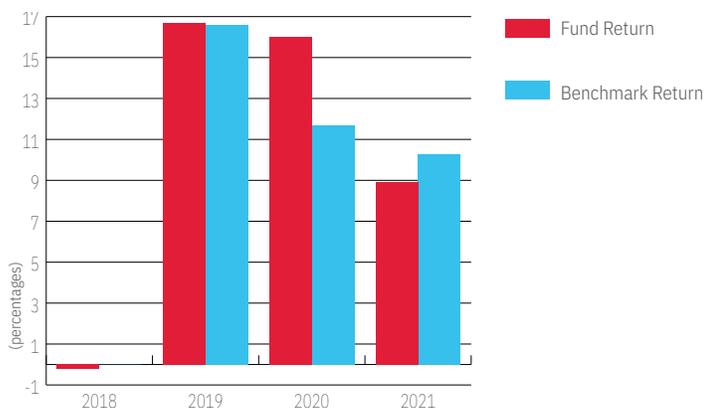
Narrative

Funded status of the Pension Plan has been increasing steadily over the last three years, consistently exceeding the solvency deficit. In line with the University’s commitment to covering its solvency liabilities, we expect this trend to continue.

Definition

Status of the pension plan, which is a defined contribution plan that has a defined benefit component which provides a minimum level of pension benefits.

Pension Investment Performance



Narrative

Over the years, the York University pension plan has performed well by all objective measures and made major changes to its asset allocation. Growing inflation and rapidly changing outlooks that resulted in monetary tightening and steeply raising policy rates have caused the fund return to decline.

Definition

The target asset allocation of the York University Pension Fund, consists of 20% Canadian Bonds, 10% Global Bonds, 50% Equity, 10% Infrastructure, and 10% Real Estate. Actual allocations differ from the benchmark providing the Fund Return.