

The University of Western Ontario

**STUDENT FEE FUNDED UNITS,
ANCILLARIES, ACADEMIC SUPPORT UNITS,
AND ASSOCIATED COMPANIES**

2007-08 BUDGETS

The University of Western Ontario

**STUDENT FEE FUNDED UNITS, ANCILLARIES, ACADEMIC SUPPORT
UNITS, AND ASSOCIATED COMPANIES
COMMENTS ON THE 2006/07 PROJECTED AND 2007/08 BUDGETS
(Updated May 17, 2007 to include the information for the UWO Research and
Development Park)**

The attached table is a summary of the projected position for 2006/07 as well as the 2007/08 budgets for Student Fee Funded Units, Ancillaries, Academic Support Units, and Associated Companies. The schedule also reports the budgeted closing reserve balances as at April 30, 2008. Brief highlight notes are outlined below.

Student Fee Funded Units

Campus Recreation:

Fiscal 2006/07 projected – (\$81,000)

Fiscal 2007/08 budget – \$60,900

The deficit in fiscal 2006/07 is primarily attributed to minor facility renovations, maintenance to bring the purchase of used cardio equipment up to University specifications, and higher expenditures for Sports Western clothing. The clothing for Sports Western programs was previously provided through a sponsorship arrangement that was not renewed. A \$3.74 (5%) increase in the activity fee rate is recommended to offset salary increases resulting from collective agreements, general inflation, and a \$75,000 contribution to a reserve that will be used to purchase equipment for the new Student Recreation Centre, scheduled to open in the fall of 2008.

Centre for New Students:

Fiscal 2006/07 projected – \$10,800

Fiscal 2007/08 budget – (\$6,000)

A \$0.20 (1.5%) increase in the activity fee rate is proposed for fiscal 2006/07 to partially offset salary increases resulting from collective agreements and other costs that have increased due to general inflation.

Financial Aid:

Fiscal 2006/07 projected – (\$200)

Fiscal 2007/08 budget – breakeven

Higher salaries resulting from collective agreements and the return of full-time staff from temporary leaves will be offset by a proposed \$0.44 (1.5%) increase in the activity fee rate for 2007/08. Also contributing to the increase in revenue for fiscal 2007/08 is a gift that will fund a credit counselor for students. Expenses will be up accordingly because of this new part-time position.

First Nations Services:

Fiscal 2006/07 projected – (\$5,300)

Fiscal 2007/08 surplus – \$1,100

A proposed \$0.07 (1.4%) increase in the activity fee rate will offset increased full-time salaries resulting from collective agreements.

Intercollegiate Athletics:

Fiscal 2006/07 projected – (\$250,600)

Fiscal 2007/08 budget – (\$58,300)

The deficit in fiscal 2006/07 is the result of increased promotional expenditures, the addition of a strength supervisor for the Kirkley Facility, increased expenditures for athlete uniforms, web site license fees, and a photographer for games. The cost of athlete uniforms is higher because a sponsorship arrangement that previously covered this expense was not renewed. The lower deficit in 2007/08 will be achieved by reducing the budgets available to teams for supplies and exhibition play, sports promotion, coaching, and sports apparel.

Off Campus Housing & Housing Mediation Office:

Fiscal 2006/07 projected – \$11,300

Fiscal 2007/08 budget – (\$15,100)

Expenses are budgeted to increase in fiscal 2007/08 primarily due to higher printing costs, training expenses, and the full year impact of a new Off-Campus Housing Coordinator position that was added midway through fiscal 2006/07. A proposed \$0.11 (1.6%) increase in the activity fee rate will partially offset higher expenses.

Services for Students With Disabilities:

Fiscal 2006/07 projected – \$4,800

Fiscal 2007/08 budget – breakeven

Fiscal 2006/07 marks the last year of a three year funding commitment from the USC that provided \$80,000 per year to the budget of Services for Students With Disabilities. In Fiscal 2007/08 it is recommended that the fee rate increase by \$1.00 (11.5%) to partially offset this loss of funding and increased demand for services.

Student Development Centre:

Fiscal 2006/07 projected – (\$11,200)

Fiscal 2007/08 budget – \$100

The \$4.00 (4.9%) maximum increase in the activity fee rate allowed under the activity fee protocol is recommended for this unit to offset the impact of higher salaries resulting from collective agreements and to provide increased funding for career services.

Student Health Services:

Fiscal 2006/07 projected – \$210,300

Fiscal 2007/08 budget – (\$36,100)

A \$4.00 (9.8%) reduction in the activity fee rate is proposed for this unit to create a planned deficit that will gradually draw down the reserve balance over time. The reserve has been growing at a steady rate because of higher revenue from medical billings and rents from medical tenants. The reserve balance is expected to be \$694,100 at the end of fiscal 2007/08, compared to a target level of \$160,000. The situation will be monitored closely in future years to avoid a structural funding problem. The fiscal 2007/08 budget reflects the amortization of capital renovations to improve infection control, enhance the waiting area, and create a new medical pod for expanded services. These renovations were postponed from fiscal 2006/07.

Western Foot Patrol:

Fiscal 2006/07 projected – (\$100)

Fiscal 2007/08 budget – breakeven

A recommended \$0.06 (1.6%) increase in the activity fee rate for this unit is required to offset salary increases resulting from collective agreements and general inflation.

Thompson Recreation and Athletic Centre (TRAC):

Fiscal 2006/07 projected – \$5,700

Fiscal 2007/08 budget – \$15,000

The activity fee rate for this unit will remain unchanged in fiscal 2007/08. Lower revenues and expenses in fiscal 2007/08 are attributed to the closure of the curling rink and lounge for the entire year to facilitate construction of the new Student Recreation Centre. The reserve balance reflects a \$230,000 contribution to the Student Recreation Centre construction budget. These funds were previously set aside in the reserve to cover the cost of renovations to the curling facility but are no longer required for this purpose now that the curling area has been removed as part of the integration with the Student Recreation Centre.

Ancillaries

Family Practice Unit:

Fiscal 2006/07 projected – \$16,400

Fiscal 2007/08 budget – \$4,400

Revenue is budgeted to be higher in fiscal 2007/08 due to increased patient volumes. Expenses for contract and part-time physicians are budgeted to be up to cover the demand.

Housing:

Fiscal 2006/07 projected – \$12,700

Fiscal 2007/08 budget – (\$2,769,000)

The deficit in fiscal 2007/08 is primarily due to the closure of Bayfield Hall for one year starting in May 2007 to undergo major renovations that will modernize the building and provide for additional amenities. Also contributing to the deficit are major maintenance projects scheduled for other student residence and apartment buildings. These include painting, fire alarm replacements, carpeting, and mechanical system upgrades.

Parking:

Fiscal 2006/07 projected – \$79,800

Fiscal 2007/08 budget – \$16,700

A 3% increase in parking rates is proposed for 2007/08 to offset higher salaries resulting from collective agreements, lot maintenance, and cost increases associated with general inflation. Major capital expenditures planned for fiscal 2007/08 include the expansion of the Westminster parking lot, computer & software upgrades, and upgrades to the gate systems.

Retail Services:

Fiscal 2006/07 projected – breakeven

Fiscal 2007/08 budget – breakeven

Higher gross margins are budgeted from all divisions in fiscal 2007/08 but will be more than offset by increased operating costs. As a result, the contribution to the operating budget will be lower.

Academic Support Units

Animal Care & Veterinary Services:

Fiscal 2006/07 projected – (\$218,600)

Fiscal 2007/08 budget – (\$52,700)

The deficit projected for fiscal 2006/07 is the result of reduced salary support from the CFI – IOF program because of delays in opening of the west valley facility. The improvement in fiscal 2007/08 is attributed the reinstatement of the IOF funding for the entire year and the ramping up of activity in the new complex.

Boundary Layer Wind Tunnel:

Fiscal 2006/07 projected – (\$243,825)

Fiscal 2007/08 budget – \$182,400

The deficit in fiscal 2006/07 is due to the replacement of a fan motor (\$176,000) and a reduction in project revenues over the summer months. The surplus budgeted for 2007/08 is the result of increased project revenue, lower part-time salary costs, and a normal level for maintenance expenses.

Surface Science Western:

Fiscal 2006/07 projected – \$2,700

Fiscal 2007/08 budget – \$8,700

A budgeted decline in research projects for 2007/08 is partially offset by an increase in commercial contracts. The increase in the fiscal 2007/08 surplus is primarily due to a reduction in part-time salaries.

University Machine Services:

Fiscal 2006/07 projected – (\$24,000)

Fiscal 2007/08 budget – (\$13,100)

The lower deficit in fiscal 2007/08 is due to a budgeted increase in model construction for the Boundary Layer Wind Tunnel.

Western Continuing Studies:

Fiscal 2006/07 projected – \$17,400

Fiscal 2007/08 budget – \$18,000

Higher budgeted revenue for fiscal 2007/08 is primarily due to the introduction of new post degree programs. Development and instructional expenses for these courses are up accordingly.

Associated Companies

Richard Ivey School of Business Foundation:

Fiscal 2006/07 projected – (\$833,000)

Fiscal 2007/08 budget – \$922,700

Construction disruptions from the expansion of Spencer Hall resulted in the deficit projected for fiscal 2006/07. The forecast is expected to improve in the 2007/08 budget year when Spencer Hall returns to full operational status.

Ivey Management Services:

Fiscal 2006/07 projected – \$2,324,800

Fiscal 2007/08 budget – \$2,468,600

Lower revenues in 2007/08 are attributed to a conservative budget for non-degree course fees and publishing revenues. Expenses are budgeted to be lower due to reductions in administrative staff salaries.

Richard Ivey School of Business (Asia):

Fiscal 2006/07 projected – (\$149,900)

Fiscal 2007/08 budget – \$74,700

Revenue is budgeted to increase in 2007/08 due to increased enrolment in the EMBA program and non-degree programs. Faculty compensation will be up accordingly.

UWO Research and Development Park:

Fiscal 2006/07 projected – (\$435,100)

Fiscal 2007/08 budget - (\$198,100)

The deficit reported at the end of fiscal 2006/07 includes non-cash expenses of \$901,200, one-time property development fees for the Research Park, and one-time restructuring costs for Windermere Manor. The restructuring was implemented to transfer the operational management for Windermere Manor to the University's Hospitality Services Department. As a result of reduced overhead and increased cross-marketing with other University operations, fiscal 2007/08 revenues are budgeted to be higher and operating expenses are expected to be reduced.

On a cash-flow basis, the combined operations of the Research Park and Windermere Manor are expected to generate positive cash flows of \$577,700 that will be available to reduce outstanding debt and maintain the capital infrastructure.

London Museum of Archaeology:

Fiscal 2006/07 projected – (\$20,200)

Fiscal 2007/08 budget – \$2,400

Revenue is budgeted to be lower in fiscal 2007/08 primarily due to a reduction in grants. Grant related expenses are down accordingly. The improved position is partially due to a \$10,000 increase in the subsidy from the UWO operating budget and increased support from endowments.

The University of Western Ontario

STUDENT FEE FUNDED UNITS, ANCILLARIES, ACADEMIC SUPPORT UNITS, AND ASSOCIATED COMPANIES

2006/07 Projected and 2007/08 Budget

(Updated May 17, 2007 to include the information for the UWO Research and Development Park) (\$'000's)

Student Fee Funded Units	2006/07 Projected			2007/08 Budget			% Change		Budgeted April 30/08 Reserve
	Revenues	Expenses	Surplus/ (Deficit)	Revenues	Expenses	Surplus/ (Deficit)	Revenues	Expenses	
1 Campus Recreation	3,802.0	3,883.0	(81.0)	3,969.8	3,908.9	60.9	4.4	0.7	518.8
2 Centre for New Students	332.0	321.2	10.8	332.1	338.1	(6.0)	0.0	5.3	26.9
3 Financial Aid	747.6	747.8	(0.2)	780.6	780.6	-	4.4	4.4	41.5
4 First Nations Services	237.6	242.9	(5.3)	230.6	229.5	1.1	(2.9)	(5.5)	69.6
5 Intercollegiate Athletics	3,743.4	3,994.0	(250.6)	3,950.0	4,008.3	(58.3)	5.5	0.4	(164.6)
6 Off Campus Housing & Housing Mediation Office	348.7	337.4	11.3	354.9	370.0	(15.1)	1.8	9.7	47.8
7 Services for Students With Disabilities	455.4	450.6	4.8	404.9	404.9	-	(11.1)	(10.1)	109.3
8 Student Development Centre	2,102.8	2,114.0	(11.2)	2,191.3	2,191.2	0.1	4.2	3.7	127.8
9 Student Health Services	3,196.6	2,986.3	210.3	3,280.5	3,316.6	(36.1)	2.6	11.1	694.1
10 Western Foot Patrol	137.9	138.0	(0.1)	139.8	139.8	-	1.4	1.3	7.7
11 Thompson Recreation & Athletic Centre	1,014.7	1,009.0	5.7	998.2	983.2	15.0	(1.6)	(2.6)	934.9
12 Total Student Fee Funded Units	16,118.7	16,224.2	(105.5)	16,632.7	16,671.1	(38.4)	3.2	2.8	2,413.8
Ancillaries									
13 Family Practice Clinic	395.6	379.2	16.4	432.0	427.6	4.4	9.2	12.8	24.8
14 Housing	41,134.5	41,121.8	12.7	40,293.0	43,062.0	(2,769.0)	(2.0)	4.7	3,846.3
15 Parking Services	3,715.1	3,635.3	79.8	3,797.9	3,781.2	16.7	2.2	4.0	2,483.6
16 Retail Services	36,295.3	36,295.3	-	36,767.6	36,767.6	-	1.3	1.3	1,400.0
17 Total Ancillaries	81,540.5	81,431.6	108.9	81,290.5	84,038.4	(2,747.9)	(0.3)	3.2	7,754.7
Academic Support Units									
18 Animal Care & Veterinary Services	2,641.6	2,860.2	(218.6)	3,089.2	3,141.9	(52.7)	16.9	9.8	28.4
19 Boundary Layer Wind Tunnel	4,526.3	4,770.1	(243.8)	4,569.0	4,386.6	182.4	0.9	(8.0)	1,583.4
20 Surface Science Western	1,635.8	1,633.1	2.7	1,629.2	1,620.5	8.7	(0.4)	(0.8)	1,169.0
21 University Machine Services	1,985.0	1,959.0	(24.0)	1,965.0	1,978.1	(13.1)	1.6	1.0	563.5
22 Western Continuing Studies	1,801.4	1,784.0	17.4	1,977.5	1,959.5	18.0	9.8	9.8	149.7
23 Total Academic Support Units	12,540.1	13,006.4	(466.3)	13,229.9	13,086.6	143.3	5.5	0.6	3,494.0
Associated Companies									
24 Richard Ivey School of Business Foundation	4,041.0	4,874.0	(833.0)	8,207.3	7,284.6	922.7	103.1	49.5	3,402.3
25 Ivey Management Services	13,141.5	10,816.7	2,324.8	12,615.7	10,147.1	2,468.6	(4.0)	(6.2)	(1,053.9)
26 Richard Ivey School of Business (Asia)	4,841.0	4,990.9	(149.9)	5,293.6	5,218.9	74.7	9.3	4.6	(2,454.1)
27 UWO Research and Development Park *	4,154.0	4,589.1	(435.1)	4,307.1	4,505.2	(198.1)	3.7	(1.8)	(11,023.0)
28 London Museum of Archaeology	446.2	466.4	(20.2)	371.1	368.7	2.4	(16.8)	(20.9)	(209.2)
29 Total Associated Companies	26,623.7	25,737.1	886.6	30,794.8	27,524.5	3,270.3	15.7	6.9	(11,337.9)
30 Total	136,823.0	136,399.3	423.7	141,947.9	141,320.6	627.3	3.7	3.6	2,324.6

* Including Windermere Manor

Table 2
The University of Western Ontario

RECOMMENDED 2007-08 FULL-TIME UNDERGRADUATE AND GRADUATE ANCILLARY FEES

	UNDERGRADUATE FULL-TIME (a)			GRADUATE - THREE TERMS (a)		
	2006-07 Rate \$	Recommended 2007-08 Rate \$	Change \$ %	2006-07 Rate \$	Recommended 2007-08 Rate \$	Change \$ %
Student Organization Fees						
1	146.31	98.99	(47.32) (32.3)	82.89	82.86	0.27 0.3
2	96.00	96.00	-	235.83	(e) 273.27	37.44 15.9
3	118.80	(d) 124.31	5.51 4.6	142.95	(e) 149.61	6.66 -
4	-	-	-	103.14	(e) 120.66	17.52 -
5	3.00	3.00	-	3.00	3.00	-
6	3.50	4.75	1.25 35.7	3.50	4.75	1.25 -
7	33.33	33.33	-	25.26	24.60	(0.66) (2.6)
8	400.94	360.38	(40.56) (10.1)	596.27	658.75	62.48 10.5
Building and Endowment Fee						
9	68.76	-	(68.76) (100.0)	68.76	-	(68.76) (100.0)
10	50.00	50.00	-	50.00	50.00	-
11	118.76	50.00	(68.76) (57.9)	118.76	50.00	(68.76) (57.9)
U.W.O.'s Student Ancillary Fees						
12	75.14	78.88	3.74 5.0	96.56	101.39	4.83 5.0
13	13.49	13.69	0.20 1.5	-	-	-
14	29.39	29.83	0.44 1.5	29.39	29.83	0.44 1.5
15	4.83	4.90	0.07 1.4	4.83	4.90	0.07 1.4
16	72.35	72.35	-	72.35	72.35	-
17	7.07	7.18	0.11 1.6	7.07	7.18	0.11 1.6
18	8.69	9.69	1.00 11.5	8.69	9.69	1.00 11.5
19	81.37	85.37	4.00 4.9	81.37	85.37	4.00 4.9
20	40.70	36.70	(4.00) (9.8)	40.70	36.70	(4.00) (9.8)
21	3.80	3.86	0.06 1.6	3.80	3.86	0.06 1.6
22	16.35	16.35	-	16.35	16.35	-
23	353.18	358.80	5.62 1.6	361.11	367.62	6.51 1.8
24	872.88	769.18	(103.70) (11.9)	1,076.14	1,076.37	0.23 -

(a) Applicable for the period September 1 to August 31. Fee adjustments will be implemented for September 1, 2007.

(b) The UCC Expansion Fee was approved by a student referendum in 1989-90 to repay the UCC loan. This loan was retired in fiscal 2006-07 and the fee will be discontinued.

(c) The Student Organizations have authorized the University to collect these funds for an endowment used to support student aid.

(d) Commencing in the summer of 2008 an additional \$25.00 bus pass fee will be collected from full-time undergraduate medical students on campus during the summer months. This fee will cover transit services for the summer term and was approved in a referendum held by undergraduate medical students.

(e) Actual rates will be determined by the service providers at a later date. Accordingly, the activity fee rate may be reduced (but not increased) upon written notification from the Society of Graduate Students.

Table 3
The University of Western Ontario

RECOMMENDED 2007-08 MBA AND PHD'S IN BUSINESS STUDENT ANCILLARY FEES

	GRADUATE - MBA				PHD'S IN BUSINESS - THREE TERMS (a)			
	Recommended		Change		Recommended		Change	
	2006-07 Rate (e) \$	2007-08 Rate (f) \$	\$	%	2006-07 Rate \$	2007-08 Rate \$	\$	%
Student Organization Fees								
1	(g)	(g)	-	-	44.91	47.18	2.27	5.1
2	(g)	(g)	-	-	240.00	250.00	10.00	4.2
3	-	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-	-
6	-	-	-	-	-	-	-	-
7	50.00	50.00	-	-	44.13	44.13	-	-
8	50.00	50.00	-	-	329.04	341.31	12.27	3.7
Building and Endowment Fee								
9	68.76	-	(68.76)	(100.0)	68.76	-	(68.76)	(100.0)
10	50.00	50.00	-	-	50.00	50.00	-	-
11	118.76	50.00	(68.76)	(57.9)	118.76	50.00	(68.76)	(57.9)
U.W.O.'s Student Ancillary Fees								
12	96.56	101.39	4.83	5.0	96.56	101.39	4.83	5.0
13	29.39	29.83	0.44	1.5	29.39	29.83	0.44	1.5
14	4.83	4.90	0.07	1.4	4.83	4.90	0.07	1.4
15	72.35	72.35	-	-	72.35	72.35	-	-
16	7.07	7.18	0.11	1.6	7.07	7.18	0.11	1.6
17	81.37	85.37	4.00	4.9	81.37	85.37	4.00	4.9
18	40.70	36.70	(4.00)	(9.8)	40.70	36.70	(4.00)	(9.8)
19	3.80	3.86	0.06	1.6	3.80	3.86	0.06	1.6
20	16.35	16.35	-	-	16.35	16.35	-	-
21	352.42	357.93	5.51	1.6	352.42	357.93	5.51	1.6
22	521.18	457.93	(63.25)	(12.1)	800.22	749.24	(50.98)	(6.4)

(a) Applicable for the period September 1 to August 31. Fee adjustments will be implemented for September 1, 2007.
(b) The UCC Expansion Fee was approved by a student referendum in 1989-90 to repay the UCC loan. This loan was retired in fiscal 2006-07 and the fee will be discontinued.
(c) The Student Organizations have authorized the University to collect these funds for an endowment used to support student aid.
(d) Applicable for May intake.
(e) Applicable for October intake.
(f) Non-compulsory Health Plan and Association Fees are collected directly by the MBA Student Association.
(g) Non-compulsory Health Plan and Association Fees are collected directly by the MBA Student Association.

Table 4
The University of Western Ontario

RECOMMENDED 2007-08 PART-TIME UNDERGRADUATE AND GRADUATE STUDENT ANCILLARY FEES

	UNDERGRADUATE PART-TIME FULL COURSE (a) & (b)			UNDERGRADUATE INTERSESSION & SUMMER SCHOOL FULL COURSE (a)			GRADUATE PART-TIME PER TERM		
	Recommended			Recommended			Recommended		
	2006-07 Rate \$	2007-08 Rate \$	Change %	2006-07 Rate \$	2007-08 Rate (c) \$	Change %	2006-07 Rate \$	2007-08 Rate \$	Change %
Student Organization Fees									
1	29.26	19.80	(32.3)	14.63	9.90	(4.73)	18.34	17.62	(3.9)
2	0.60	0.60	-	0.30	0.30	-	-	-	-
3	0.70	0.95	35.7	0.35	0.48	0.13	-	-	-
4	6.67	6.67	-	3.33	3.33	-	-	-	-
5	37.23	28.02	(24.7)	18.61	14.01	(4.60)	18.34	17.62	(3.9)
Building and Endowment Fee									
6	13.75	-	(13.75)	6.88	-	(6.88)	-	-	-
7	10.00	10.00	-	5.00	5.00	-	8.33	8.33	-
8	23.75	10.00	(57.9)	11.88	5.00	(6.88)	8.33	8.33	-
U.W.O.'s Student Ancillary Fees									
9	15.03	15.78	0.75	7.51	7.89	0.38	-	-	-
10	2.70	2.74	0.04	1.35	1.37	0.02	-	-	-
11	5.88	5.97	0.09	2.94	2.98	0.04	4.90	4.97	0.07
12	0.97	0.98	0.01	0.48	0.49	0.01	0.81	0.82	0.01
13	14.47	14.47	-	7.24	7.24	-	-	-	-
14	1.41	1.44	0.03	0.71	0.72	0.01	-	-	-
15	1.74	1.94	0.20	0.87	0.97	0.10	-	-	-
16	16.27	17.07	0.80	8.14	8.54	0.40	13.56	14.23	0.67
17	8.14	7.34	(9.8)	4.07	3.67	(9.8)	-	-	-
18	0.76	0.77	0.01	0.38	0.39	0.01	0.63	0.64	0.01
19	3.27	3.27	-	1.64	1.64	-	-	-	-
20	70.64	71.77	1.13	35.33	35.90	0.57	19.90	20.66	0.76
21	131.62	109.79	(21.83)	65.82	54.91	(10.91)	46.57	46.61	0.04

(a) Half courses are charged 50% of the full course rate.
(b) Applicable for the period September 1 to August 31.
(c) Applicable for the summer of 2008
(d) The UCC Expansion Fee was approved by a student referendum in 1989-90 to repay the UCC loan. This loan was retired in fiscal 2006-07 and the fee will be discontinued.
(e) The Student Organizations have authorized the University to collect these funds for an endowment used to support student aid.