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Return of Organization Exempt From Income Tax

OMB No 1545-0047

2011

Department of the Treasury
Internal Revenue Service

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

Open to Public
Inspection

A For the 2011 calendar year, or tax year beginning MAY 1 , 2011, and ending APRIL 30 , 20 12	
B Check if applicable: ☐ Address change ☐ Name change ☐ Initial return ☐ Terminated ☐ Amended return ☐ Application pending	C Name of organization BROCK UNIVERSITY Doing Business As _____ Number and street (or P O box if mail is not delivered to street address) Room/suite 500 GLENRIDGE AVENUE City or town, state or country, and ZIP + 4 ST. CATHARINES, ONTARIO, CANADA, L2S 3A1 D Employer identification number 98 0052780 E Telephone number 905-688-5550 G Gross receipts \$ 268,967,198 H(a) Is this a group return for affiliates? ☐ Yes ☒ No H(b) Are all affiliates included? ☐ Yes ☐ No If "No," attach a list (see instructions) H(c) Group exemption number ▶ _____ I Tax-exempt status ☒ 501(c)(3) ☐ 501(c) () ◀ (insert no) ☐ 4947(a)(1) or ☐ 527 J Website ▶ www.brocku.ca K Form of organization ☐ Corporation ☐ Trust ☐ Association ☒ Other ▶ University L Year of formation 1964 M State of legal domicile ON
F Name and address of principal officer JACK LIGHTSTONE, PRESIDENT SAME AS ABOVE	

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities Teaching and research in broadly based undergraduate and graduate education in professional and interdisciplinary programs			
	2 Check this box ☐ if the organization discontinued its operations or disposed of more than 25% of its net assets			
	3 Number of voting members of the governing body (Part VI, line 1a)	3	32	
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4	21	
	5 Total number of individuals employed in calendar year 2011 (Part V, line 2a)	5	5,374	
	6 Total number of volunteers (estimate if necessary)	6	479	
	7a Total unrelated business revenue from Part VIII, column (C), line 12	7a	-	
b Net unrelated business taxable income from Form 990-T, line 34	7b	-		
Revenue	8 Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year	
	9 Program service revenue (Part VIII, line 2g)	94,303,165	98,407,461	
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	114,061,539	120,287,448	
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	799,336	1,696,567	
	12 Total revenue—add lines 8 through 11 (must equal Part VIII, column (A), line 12)	45,428,822	48,575,722	
	13 Grants and similar amounts paid (Part IX, column (A), lines 1–3)	254,592,862	268,967,198	
	14 Benefits paid to or for members (Part IX, column (A), line 4)	-	-	
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5–10)	-	-	
	16a Professional fundraising fees (Part IX, column (A), line 11e)	167,263,213	178,007,005	
	b Total fundraising expenses (Part IX, column (D), line 25) ▶ 4,507,896	-	-	
Expenses	17 Other expenses (Part IX, column (A), lines 11a–11d, 11f–24e)	93,178,676	93,251,608	
	18 Total expenses Add lines 13–17 (must equal Part IX, column (A), line 25)	260,441,889	271,258,613	
	19 Revenue less expenses Subtract line 18 from line 12	(5,849,027)	(2,291,415)	
	Net Assets or Fund Balances	20 Total assets (Part X, line 16)	Beginning of Current Year	End of Year
		21 Total liabilities (Part X, line 26)	390,855,101	427,997,598
		22 Net assets or fund balances Subtract line 21 from line 20	333,762,299	368,255,662
			57,092,802	59,741,936

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here Signature of officer *[Signature]* Date **Nov. 29/12**
 Type or print name and title **Barbara Sainty Interim Assoc. Vice Pres. Finance**

Paid Preparer Use Only Print/Type preparer's name Preparer's signature Date Check ☐ if self-employed PTIN
 Firm's name ▶ Firm's EIN ▶
 Firm's address ▶ Phone no

May the IRS discuss this return with the preparer shown above? (see instructions) ☐ Yes ☐ No

For Paperwork Reduction Act Notice, see the separate instructions.

Cat No 11282Y

Form 990 (2011)

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Part III Statement of Program Service AccomplishmentsCheck if Schedule O contains a response to any question in this Part III ☐

- 1** Briefly describe the organization's mission
Teaching and research in broadly based undergraduate and graduate education in professional and interdisciplinary programs
-
- 2** Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? ☐ Yes ☒ No
 If "Yes," describe these new services on Schedule O.
- 3** Did the organization cease conducting, or make significant changes in how it conducts, any program services? ☐ Yes ☒ No
 If "Yes," describe these changes on Schedule O
- 4** Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported

4a (Code:) (Expenses \$ 268,781,878 including grants of \$) (Revenue \$ 114,645,500)
Undergraduate and Graduate University Education

4b (Code:) (Expenses \$ 2,476,735 including grants of \$) (Revenue \$ 5,641,948)
Research

4c (Code:) (Expenses \$ including grants of \$) (Revenue \$)

4d Other program services (Describe in Schedule O)
 (Expenses \$ including grants of \$) (Revenue \$)

4e Total program service expenses **▶** 271,258,613

Part IV Checklist of Required Schedules

	Yes	No
1 Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A	☒	☐
2 Is the organization required to complete Schedule B, Schedule of Contributors (see instructions)?	☐	☒
3 Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I	☐	☒
4 Section 501(c)(3) organizations. Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? If "Yes," complete Schedule C, Part II	☐	☒
5 Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? If "Yes," complete Schedule C, Part III	☐	☒
6 Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I	☐	☒
7 Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? If "Yes," complete Schedule D, Part II	☐	☒
8 Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III	☒	☐
9 Did the organization report an amount in Part X, line 21; serve as a custodian for amounts not listed in Part X; or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV	☐	☒
10 Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? If "Yes," complete Schedule D, Part V	☒	☐
11 If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable		
a Did the organization report an amount for land, buildings, and equipment in Part X, line 10? If "Yes," complete Schedule D, Part VI	☒	☐
b Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VII	☐	☒
c Did the organization report an amount for investments—program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part VIII	☐	☒
d Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? If "Yes," complete Schedule D, Part IX	☐	☒
e Did the organization report an amount for other liabilities in Part X, line 25? If "Yes," complete Schedule D, Part X	☒	☐
f Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? If "Yes," complete Schedule D, Part X	☐	☒
12 a Did the organization obtain separate, independent audited financial statements for the tax year? If "Yes," complete Schedule D, Parts XI, XII, and XIII	☒	☐
b Was the organization included in consolidated, independent audited financial statements for the tax year? If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI, XII, and XIII is optional	☐	☒
13 Is the organization a school described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E	☒	☐
14 a Did the organization maintain an office, employees, or agents outside of the United States?	☒	☐
b Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at \$100,000 or more? If "Yes," complete Schedule F, Parts I and IV	☒	☐
15 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Parts II and IV	☐	☒
16 Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Parts III and IV	☐	☒
17 Did the organization report a total of more than \$15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? If "Yes," complete Schedule G, Part I (see instructions)	☐	☒
18 Did the organization report more than \$15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II	☐	☒
19 Did the organization report more than \$15,000 of gross income from gaming activities on Part VIII, line 9a? If "Yes," complete Schedule G, Part III	☐	☒
20 a Did the organization operate one or more hospital facilities? If "Yes," complete Schedule H	☐	☒
b If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to this return?	☐	☐

Part IV Checklist of Required Schedules (continued)

	Yes	No
21 Did the organization report more than \$5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? <i>If "Yes," complete Schedule I, Parts I and II</i>	21	✓
22 Did the organization report more than \$5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? <i>If "Yes," complete Schedule I, Parts I and III</i>	22	✓
23 Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? <i>If "Yes," complete Schedule J</i>	23	✓
24a Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? <i>If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25</i>	24a	✓
b Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b	✓
c Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c	✓
d Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?	24d	✓
25a Section 501(c)(3) and 501(c)(4) organizations. Did the organization engage in an excess benefit transaction with a disqualified person during the year? <i>If "Yes," complete Schedule L, Part I</i>	25a	✓
b Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? <i>If "Yes," complete Schedule L, Part I</i>	25b	✓
26 Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? <i>If "Yes," complete Schedule L, Part II</i>	26	✓
27 Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? <i>If "Yes," complete Schedule L, Part III</i>	27	✓
28 Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):		
a A current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>	28a	✓
b A family member of a current or former officer, director, trustee, or key employee? <i>If "Yes," complete Schedule L, Part IV</i>	28b	✓
c An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? <i>If "Yes," complete Schedule L, Part IV</i>	28c	✓
29 Did the organization receive more than \$25,000 in non-cash contributions? <i>If "Yes," complete Schedule M</i>	29	✓
30 Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? <i>If "Yes," complete Schedule M</i>	30	✓
31 Did the organization liquidate, terminate, or dissolve and cease operations? <i>If "Yes," complete Schedule N, Part I</i>	31	✓
32 Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? <i>If "Yes," complete Schedule N, Part II</i>	32	✓
33 Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? <i>If "Yes," complete Schedule R, Part I</i>	33	✓
34 Was the organization related to any tax-exempt or taxable entity? <i>If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1</i>	34	✓
35a Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a	✓
b Did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? <i>If "Yes," complete Schedule R, Part V, line 2</i>	35b	✓
36 Section 501(c)(3) organizations. Did the organization make any transfers to an exempt non-charitable related organization? <i>If "Yes," complete Schedule R, Part V, line 2</i>	36	✓
37 Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? <i>If "Yes," complete Schedule R, Part VI</i>	37	✓
38 Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? Note. All Form 990 filers are required to complete Schedule O	38	✓

Part V Statements Regarding Other IRS Filings and Tax ComplianceCheck if Schedule O contains a response to any question in this Part V ☐

	Yes	No
1a Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable.	1a	
b Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable.	1b	
c Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	1c	✓
2a Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return.	2a	
b If at least one is reported on line 2a, did the organization file all required federal employment tax returns? Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions).	2b	
3a Did the organization have unrelated business gross income of \$1,000 or more during the year?	3a	✓
b If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O.	3b	
4a At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	4a	✓
b If "Yes," enter the name of the foreign country: Canada See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts.		
5a Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?	5a	✓
b Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?	5b	✓
c If "Yes" to line 5a or 5b, did the organization file Form 8886-T?	5c	
6a Does the organization have annual gross receipts that are normally greater than \$100,000, and did the organization solicit any contributions that were not tax deductible?	6a	✓
b If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	6b	
7 Organizations that may receive deductible contributions under section 170(c).		
a Did the organization receive a payment in excess of \$75 made partly as a contribution and partly for goods and services provided to the payor?	7a	✓
b If "Yes," did the organization notify the donor of the value of the goods or services provided?	7b	
c Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?	7c	✓
d If "Yes," indicate the number of Forms 8282 filed during the year.	7d	
e Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	7e	✓
f Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	7f	✓
g If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?	7g	✓
h If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?	7h	✓
8 Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations. Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	8	✓
9 Sponsoring organizations maintaining donor advised funds.		
a Did the organization make any taxable distributions under section 4966?	9a	✓
b Did the organization make a distribution to a donor, donor advisor, or related person?	9b	✓
10 Section 501(c)(7) organizations. Enter		
a Initiation fees and capital contributions included on Part VIII, line 12.	10a	
b Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities.	10b	
11 Section 501(c)(12) organizations. Enter		
a Gross income from members or shareholders.	11a	
b Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them).	11b	
12a Section 4947(a)(1) non-exempt charitable trusts. Is the organization filing Form 990 in lieu of Form 1041?	12a	
b If "Yes," enter the amount of tax-exempt interest received or accrued during the year.	12b	
13 Section 501(c)(29) qualified nonprofit health insurance issuers.		
a Is the organization licensed to issue qualified health plans in more than one state? Note. See the instructions for additional information the organization must report on Schedule O.	13a	
b Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans.	13b	
c Enter the amount of reserves on hand.	13c	
14a Did the organization receive any payments for indoor tanning services during the tax year?	14a	✓
b If "Yes," has it filed a Form 720 to report these payments? If "No," provide an explanation in Schedule O.	14b	

Part VI Governance, Management, and Disclosure For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions. Check if Schedule O contains a response to any question in this Part VI ☐

Section A. Governing Body and Management

		Yes	No
1a Enter the number of voting members of the governing body at the end of the tax year . If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O.	1a 32		
b Enter the number of voting members included in line 1a, above, who are independent	1b 21		
2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?	2		✓
3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?	3		✓
4 Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?	4		✓
5 Did the organization become aware during the year of a significant diversion of the organization's assets?	5		✓
6 Did the organization have members or stockholders?	6		✓
7a Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?	7a		✓
b Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?	7b		✓
8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following:			
a The governing body?	8a	✓	
b Each committee with authority to act on behalf of the governing body?	8b	✓	
9 Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O	9		✓

Section B. Policies (This Section B requests information about policies not required by the Internal Revenue Code.)

	Yes	No
10a Did the organization have local chapters, branches, or affiliates?	10a	✓
b If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?	10b	
11a Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	11a	✓
b Describe in Schedule O the process, if any, used by the organization to review this Form 990		
12a Did the organization have a written conflict of interest policy? If "No," go to line 13	12a	✓
b Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	12b	✓
c Did the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this was done	12c	✓
13 Did the organization have a written whistleblower policy?	13	✓
14 Did the organization have a written document retention and destruction policy?	14	✓
15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?		
a The organization's CEO, Executive Director, or top management official	15a	✓
b Other officers or key employees of the organization	15b	✓
If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions)		
16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	16a	✓
b If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?	16b	

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed ►

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply
☐ Own website ☐ Another's website ☒ Upon request

19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year.

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization ► **Brock University, 500 Glenridge Ave, St Catharines, Ontario, Canada, 905-688-5550 x 3289**

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent ContractorsCheck if Schedule O contains a response to any question in this Part VII ☐**Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees****1a** Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.

- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."

- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations.

- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations.

- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors; institutional trustees; officers; key employees; highest compensated employees; and former such persons.

☐ Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee

(A) Name and Title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(1) Joe Robertson Board of Trustee Chair		✓						-	-	-
(2) John Suk Board of Trustee Vice-Chair		✓						-	-	-
(3) Rudi Kroeker Immediate Past Chair		✓						-	-	-
(4) David Blackmore Trustee		✓						-	-	-
(5) Jeffrey Cairns Trustee		✓						-	-	-
(6) Allan Cole Trustee		✓						-	-	-
(7) Aurora DiFruscia Trustee		✓						-	-	-
(8) Nick DiPietro Trustee		✓						-	-	-
(9) Glen Fell Trustee		✓						-	-	-
(10) Kristine Freudenthaler Trustee		✓						-	-	-
(11) Dennis Hewko Trustee		✓						-	-	-
(12) Paul House Trustee		✓						-	-	-
(13) Carolyn Hurst Trustee		✓						-	-	-
(14) Laura Menechella Trustee		✓						-	-	-

Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees (continued)

(A) Name and title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
(15) Catherine Mindorff-Facca Trustee		✓						-	-	-
(16) Maureen Sabia Trustee		✓						-	-	-
(17) Abe Schwartz Trustee		✓						-	-	-
(18) Hugo Sorensen Trustee		✓						-	-	-
(19) Betty-Lou Souter Trustee		✓						-	-	-
(20) Terry Suess Trustee		✓						-	-	-
(21) Helen Young Trustee		✓						-	-	-
(22) Susan Sydor Faculty Trustee	40		✓					-	-	132,725
(23) Mary-Louise Vanderlee Faculty Trustee	40		✓					-	-	113,880
(24) David Vivian Faculty Trustee	40		✓					-	-	105,015
(25) Geraldine Jones Staff Trustee	35		✓					-	-	57,137
1b Sub-total								-	-	408,757
c Total from continuation sheets to Part VII, Section A								-	-	2,517,445
d Total (add lines 1b and 1c)								-	-	2,926,202

2 Total number of individuals (including but not limited to those listed above) who received more than \$100,000 of reportable compensation from the organization **▶ 502**

- 3** Did the organization list any **former** officer, director, or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual
- 4** For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual
- 5** Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? If "Yes," complete Schedule J for such person

	Yes	No
3		✓
4	✓	
5		✓

Section B. Independent Contractors

- 1** Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year

(A) Name and business address	(B) Description of services	(C) Compensation
Ellis Don Corporation	Construction	31,512,036
Diamond & Schmitt Architects	Architect	1,920,198
Architects Alliance	Architect	1,699,911
Telus Communications	Communication	913,101
M J Dixon Construction	Construction	910,193

- 2** Total number of independent contractors (including but not limited to those listed above) who received more than \$100,000 of compensation from the organization **▶ 22**

Part VIII Statement of Revenue

				(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, Gifts, Grants and Other Similar Amounts	1a	Federated campaigns	1a	-			
	b	Membership dues	1b	-			
	c	Fundraising events	1c	-			
	d	Related organizations	1d	-			
	e	Government grants (contributions)	1e	89,013,052			
	f	All other contributions, gifts, grants, and similar amounts not included above	1f	9,394,409			
	g	Noncash contributions included in lines 1a-1f. \$		2,573,413			
	h	Total. Add lines 1a-1f		98,407,461			
Program Service Revenue	2a	Student Fees	Business Code 611710	114,645,500	114,645,500	-	-
	b	Research	611710	5,641,948	5,641,948	-	-
	c			-	-	-	-
	d			-	-	-	-
	e			-	-	-	-
	f	All other program service revenue		-	-	-	-
	g	Total. Add lines 2a-2f		120,287,448			
	Other Revenue	3	Investment income (including dividends, interest, and other similar amounts)		1,696,567	1,696,567	-
4		Income from investment of tax-exempt bond proceeds		-	-	-	-
5		Royalties		-	-	-	-
6a		Gross rents	(i) Real 374,274	-			
b		Less: rental expenses	556,045	-			
c		Rental income or (loss)	(181,771)	-			
d		Net rental income or (loss)		(181,771)	(181,771)	-	-
7a		Gross amount from sales of assets other than inventory	(i) Securities -	-			
b		Less: cost or other basis and sales expenses	(ii) Other -	-			
c		Gain or (loss)		-			
d		Net gain or (loss)		-	-	-	-
8a		Gross income from fundraising events (not including \$ of contributions reported on line 1c) See Part IV, line 18	a	372,055			
b		Less: direct expenses	b	513,677			
c		Net income or (loss) from fundraising events		(141,622)			
9a		Gross income from gaming activities. See Part IV, line 19	a	-			
b		Less: direct expenses	b	-			
c		Net income or (loss) from gaming activities		-			
10a		Gross sales of inventory, less returns and allowances	a	10,955,366			
b	Less: cost of goods sold	b	8,113,054				
c	Net income or (loss) from sales of inventory		2,842,312	2,842,312	-	-	
Miscellaneous Revenue		Business Code					
11a	Ancillary	611710	26,881,089	26,881,089	-	-	
b	Sundry	611710	14,489,004	14,489,004	-	-	
c	Amortization of Def Cap Contrib	611710	4,686,710	4,686,710	-	-	
d	All other revenue		-	-	-	-	
e	Total. Add lines 11a-11d		46,056,803				
12	Total revenue. See instructions		268,967,198	170,701,359	-	-	

Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D)

Check if Schedule O contains a response to any question in this Part IX ☐

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.

	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21	-	-		
2 Grants and other assistance to individuals in the United States. See Part IV, line 22	-	-		
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16	-	-		
4 Benefits paid to or for members	-	-		
5 Compensation of current officers, directors, trustees, and key employees	1,770,653	351,619	1,419,034	-
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	-	-	-	-
7 Other salaries and wages	127,070,263	109,344,914	15,456,882	2,268,467
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	19,141,364	16,267,162	2,507,185	337,017
9 Other employee benefits	22,646,128	19,281,156	2,966,248	398,724
10 Payroll taxes	7,378,597	6,282,216	966,468	129,913
11 Fees for services (non-employees):				
a Management	-	-	-	-
b Legal	337,852	-	337,852	-
c Accounting	92,475	-	92,475	-
d Lobbying	-	-	-	-
e Professional fundraising services. See Part IV, line 17	-	-	-	-
f Investment management fees	-	-	-	-
g Other	939,619	338,140	601,479	-
12 Advertising and promotion	1,551,127	920,153	3,071	627,903
13 Office expenses	2,536,558	2,172,506	165,007	199,045
14 Information technology	870,712	870,712	-	-
15 Royalties	-	-	-	-
16 Occupancy	13,482,844	5,244,079	8,144,460	94,305
17 Travel	2,537,628	2,355,934	152,656	29,038
18 Payments of travel or entertainment expenses for any federal, state, or local public officials	-	-	-	-
19 Conferences, conventions, and meetings	1,655,404	1,614,494	21,009	19,901
20 Interest	6,129,357	4,509,269	1,620,088	-
21 Payments to affiliates	-	-	-	-
22 Depreciation, depletion, and amortization	14,317,230	11,884,725	2,432,505	-
23 Insurance	637,911	-	637,911	-
24 Other expenses. Itemize expenses not covered above. (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a Other Operating Supplies	19,047,045	18,871,844	169,222	5,979
b Membership Dues	410,969	139,696	263,967	7,306
c Scholarships	11,478,527	11,478,527	-	-
d Research	2,476,735	2,476,735	-	-
e All other expenses Miscellaneous	14,749,615	13,850,596	508,721	390,298
25 Total functional expenses. Add lines 1 through 24e	271,258,613	228,284,477	38,466,240	4,507,896
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here ☐ if following SOP 98-2 (ASC 958-720)				

Part X Balance Sheet

		(A) Beginning of year		(B) End of year
Assets	1 Cash—non-interest-bearing	-	1	-
	2 Savings and temporary cash investments	34,242,674	2	53,027,423
	3 Pledges and grants receivable, net	3,107,356	3	4,576,777
	4 Accounts receivable, net	14,766,393	4	9,588,126
	5 Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L	-	5	-
	6 Receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions)	-	6	-
	7 Notes and loans receivable, net	-	7	-
	8 Inventories for sale or use	2,728,653	8	3,385,877
	9 Prepaid expenses and deferred charges	728,120	9	330,229
	10a Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D	10a 533,417,982		
	b Less: accumulated depreciation	10b (283,530,200)	256,121,266	10c 294,887,782
	11 Investments—publicly traded securities	79,160,639	11	62,201,384
	12 Investments—other securities. See Part IV, line 11	-	12	-
	13 Investments—program-related. See Part IV, line 11	-	13	-
	14 Intangible assets	-	14	-
	15 Other assets. See Part IV, line 11	-	15	-
16 Total assets. Add lines 1 through 15 (must equal line 34)	390,855,101	16	427,997,598	
Liabilities	17 Accounts payable and accrued expenses	38,060,501	17	24,576,273
	18 Grants payable	-	18	-
	19 Deferred revenue	167,870,733	19	183,170,247
	20 Tax-exempt bond liabilities	-	20	-
	21 Escrow or custodial account liability. Complete Part IV of Schedule D	-	21	-
	22 Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L	-	22	-
	23 Secured mortgages and notes payable to unrelated third parties	115,741,751	23	145,671,010
	24 Unsecured notes and loans payable to unrelated third parties	-	24	-
	25 Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D	12,089,314	25	14,838,132
	26 Total liabilities. Add lines 17 through 25	333,762,299	26	368,255,662
Net Assets or Fund Balances	Organizations that follow SFAS 117, check here ☐ and complete lines 27 through 29, and lines 33 and 34.			
	27 Unrestricted net assets	2,538,966	27	(4,057,120)
	28 Temporarily restricted net assets	5,226,753	28	8,159,359
	29 Permanently restricted net assets	49,327,083	29	55,639,697
	Organizations that do not follow SFAS 117, check here ☐ and complete lines 30 through 34.			
	30 Capital stock or trust principal, or current funds	-	30	-
	31 Paid-in or capital surplus, or land, building, or equipment fund	-	31	-
	32 Retained earnings, endowment, accumulated income, or other funds	-	32	-
	33 Total net assets or fund balances	57,092,802	33	59,741,936
	34 Total liabilities and net assets/fund balances	390,855,101	34	427,997,598

Part XI Reconciliation of Net AssetsCheck if Schedule O contains a response to any question in this Part XI ☐

1	Total revenue (must equal Part VIII, column (A), line 12)	1	268,967,198
2	Total expenses (must equal Part IX, column (A), line 25)	2	271,258,613
3	Revenue less expenses. Subtract line 2 from line 1	3	(2,291,415)
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	57,092,802
5	Other changes in net assets or fund balances (explain in Schedule O)	5	4,940,549
6	Net assets or fund balances at end of year. Combine lines 3, 4, and 5 (must equal Part X, line 33, column (B))	6	59,741,936

Part XII Financial Statements and ReportingCheck if Schedule O contains a response to any question in this Part XII ☐

- 1** Accounting method used to prepare the Form 990: ☐ Cash ☒ Accrual ☐ Other _____
If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O.
- 2a** Were the organization's financial statements compiled or reviewed by an independent accountant?
- b** Were the organization's financial statements audited by an independent accountant?
- c** If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?
If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O.
- d** If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a separate basis, consolidated basis, or both
☐ Separate basis ☐ Consolidated basis ☐ Both consolidated and separate basis
- 3a** As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?
- b** If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits

	Yes	No
2a		✓
2b	✓	
2c	✓	
3a		✓
3b		

SCHEDULE A
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Public Charity Status and Public Support

Complete if the organization is a section 501(c)(3) organization or a section 4947(a)(1) nonexempt charitable trust.

► Attach to Form 990 or Form 990-EZ. ► See separate instructions.

OMB No 1545-0047

2011

**Open to Public
Inspection**

Name of the organization
BROCK UNIVERSITY

Employer identification number
98 0052780

Part I Reason for Public Charity Status (All organizations must complete this part.) See instructions.

The organization is not a private foundation because it is: (For lines 1 through 11, check only one box.)

- 1 ☐ A church, convention of churches, or association of churches described in **section 170(b)(1)(A)(i)**.
- 2 ☒ A school described in **section 170(b)(1)(A)(ii)**. (Attach Schedule E)
- 3 ☐ A hospital or a cooperative hospital service organization described in **section 170(b)(1)(A)(iii)**.
- 4 ☐ A medical research organization operated in conjunction with a hospital described in **section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state _____
- 5 ☐ An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **section 170(b)(1)(A)(iv)**. (Complete Part II)
- 6 ☐ A federal, state, or local government or governmental unit described in **section 170(b)(1)(A)(v)**.
- 7 ☐ An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **section 170(b)(1)(A)(vi)**. (Complete Part II.)
- 8 ☐ A community trust described in **section 170(b)(1)(A)(vi)**. (Complete Part II)
- 9 ☐ An organization that normally receives: (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See **section 509(a)(2)**. (Complete Part III)
- 10 ☐ An organization organized and operated exclusively to test for public safety See **section 509(a)(4)**.
- 11 ☐ An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2) See **section 509(a)(3)**. Check the box that describes the type of supporting organization and complete lines 11e through 11h.
- a ☐ Type I b ☐ Type II c ☐ Type III—Functionally integrated d ☐ Type III—Other
- e ☐ By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2)
- f If the organization received a written determination from the IRS that it is a Type I, Type II, or Type III supporting organization, check this box ☐
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?
- (i) A person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the supported organization?

	Yes	No
11g(i)		
11g(ii)		
11g(iii)		
- (ii) A family member of a person described in (i) above?
- (iii) A 35% controlled entity of a person described in (i) or (ii) above?
- h Provide the following information about the supported organization(s)

(i) Name of supported organization	(ii) EIN	(iii) Type of organization (described on lines 1–9 above or IRC section (see instructions))	(iv) Is the organization in col (i) listed in your governing document?		(v) Did you notify the organization in col (i) of your support?		(vi) Is the organization in col (i) organized in the U.S.?		(vii) Amount of support
			Yes	No	Yes	No	Yes	No	
(A)									
(B)									
(C)									
(D)									
(E)									
Total									

Part II Support Schedule for Organizations Described in Sections 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)

(Complete only if you checked the box on line 5, 7, or 8 of Part I or if the organization failed to qualify under Part III. If the organization fails to qualify under the tests listed below, please complete Part III.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add lines 1 through 3						
5 The portion of total contributions by each person (other than a governmental unit or publicly supported organization) included on line 1 that exceeds 2% of the amount shown on line 11, column (f).						
6 Public support. Subtract line 5 from line 4.						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
11 Total support. Add lines 7 through 10						
12 Gross receipts from related activities, etc. (see instructions)					12	
13 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here ► ☐						

Section C. Computation of Public Support Percentage

14 Public support percentage for 2011 (line 6, column (f) divided by line 11, column (f))	14	%
15 Public support percentage from 2010 Schedule A, Part II, line 14	15	%
16a 33 1/3% support test—2011. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization ► ☐		
b 33 1/3% support test—2010. If the organization did not check a box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization ► ☐		
17a 10%-facts-and-circumstances test—2011. If the organization did not check a box on line 13, 16a, or 16b, and line 14 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here . Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ► ☐		
b 10%-facts-and-circumstances test—2010. If the organization did not check a box on line 13, 16a, 16b, or 17a, and line 15 is 10% or more, and if the organization meets the "facts-and-circumstances" test, check this box and stop here . Explain in Part IV how the organization meets the "facts-and-circumstances" test. The organization qualifies as a publicly supported organization ► ☐		
18 Private foundation. If the organization did not check a box on line 13, 16a, 16b, 17a, or 17b, check this box and see instructions ► ☐		

Part III Support Schedule for Organizations Described in Section 509(a)(2)

(Complete only if you checked the box on line 9 of Part I or if the organization failed to qualify under Part II.
If the organization fails to qualify under the tests listed below, please complete Part II.)

Section A. Public Support

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants.")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total. Add lines 1 through 5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of \$5,000 or 1% of the amount on line 13 for the year						
c Add lines 7a and 7b						
8 Public support. (Subtract line 7c from line 6.)						

Section B. Total Support

Calendar year (or fiscal year beginning in) ►	(a) 2007	(b) 2008	(c) 2009	(d) 2010	(e) 2011	(f) Total
9 Amounts from line 6						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after June 30, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income. Do not include gain or loss from the sale of capital assets (Explain in Part IV)						
13 Total support. (Add lines 9, 10c, 11, and 12.)						
14 First five years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a section 501(c)(3) organization, check this box and stop here ► ☐						

Section C. Computation of Public Support Percentage

15 Public support percentage for 2011 (line 8, column (f) divided by line 13, column (f))	15	%
16 Public support percentage from 2010 Schedule A, Part III, line 15	16	%

Section D. Computation of Investment Income Percentage

17 Investment income percentage for 2011 (line 10c, column (f) divided by line 13, column (f))	17	%
18 Investment income percentage from 2010 Schedule A, Part III, line 17	18	%
19a 33 1/3% support tests—2011. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization ► ☐		
b 33 1/3% support tests—2010. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3%, and line 18 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization ► ☐		
20 Private foundation. If the organization did not check a box on line 14, 19a, or 19b, check this box and see instructions ► ☐		

Part IV

Supplemental Information. Complete this part to provide the explanations required by Part II, line 10, Part II, line 17a or 17b; and Part III, line 12. Also complete this part for any additional information. (See instructions)

SCHEDULE D
(Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

► Complete if the organization answered "Yes," to Form 990,
Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.
► Attach to Form 990. ► See separate instructions.

OMB No 1545-0047

2011

**Open to Public
Inspection**

Name of the organization

BROCK UNIVERSITY

Employer identification number

98 0052780

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate contributions to (during year)		
3 Aggregate grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		☐ Yes ☐ No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit?		☐ Yes ☐ No

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

1 Purpose(s) of conservation easements held by the organization (check all that apply). ☐ Preservation of land for public use (e.g., recreation or education) ☐ Preservation of an historically important land area ☐ Protection of natural habitat ☐ Preservation of a certified historic structure ☐ Preservation of open space	
2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year	
a Total number of conservation easements	2a
b Total acreage restricted by conservation easements	2b
c Number of conservation easements on a certified historic structure included in (a)	2c
d Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2d
3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ►	
4 Number of states where property subject to conservation easement is located ►	
5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds?	☐ Yes ☐ No
6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ►	
7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ► \$	
8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)?	☐ Yes ☐ No
9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements	

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items.	
b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items: (i) Revenues included in Form 990, Part VIII, line 1 (ii) Assets included in Form 990, Part X	► \$ ► \$
2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items: a Revenues included in Form 990, Part VIII, line 1 b Assets included in Form 990, Part X	► \$ ► \$

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply):

- a ☐ Public exhibition d ☐ Loan or exchange programs
 b ☒ Scholarly research e ☐ Other _____
 c ☒ Preservation for future generations

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? ☐ Yes ☒ No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV and complete the following table:

	Amount
1c Beginning balance	
1d Additions during the year	
1e Distributions during the year	
1f Ending balance	

2a Did the organization include an amount on Form 990, Part X, line 21? ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV.

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance	49,764,329	41,094,853	30,986,683	26,777,046	
b Contributions	4,098,954	5,298,495	4,291,939	5,324,952	
c Net investment earnings, gains, and losses	1,405,675	3,789,363	4,334,431	(2,189,419)	
d Grants or scholarships	(918,179)	(794,877)	(829,446)	(1112,303)	
e Other expenditures for facilities and programs					
f Administrative expenses				(86,030)	
g End of year balance	54,350,779	49,387,834	38,783,607	28,714,246	

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as:

- a Board designated or quasi-endowment ☐ 18 20 %
 b Permanent endowment ☐ 81 80 %
 c Temporarily restricted endowment ☐ 0 00 %

The percentages in lines 2a, 2b, and 2c should equal 100%

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by:

	Yes	No
(i) unrelated organizations	☐	☒
(ii) related organizations	☐	☒
b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?	☐	☐

4 Describe in Part XIV the intended uses of the organization's endowment funds.

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land	545,958	2,157,533	-	2,703,491
b Buildings	6,034,978	367,869,455	121,898,900	252,005,533
c Leasehold improvements	-	50,037,297	17,853,821	32,183,476
d Equipment	-	54,586,017	49,400,669	5,185,348
e Other	-	52,186,744	49,376,810	2,809,934

Total. Add lines 1a through 1e (Column (d) must equal Form 990, Part X, column (B), line 10(c).) ☐ 294,887,782

Part VII Investments—Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1) Financial derivatives		
(2) Closely-held equity interests		
(3) Other		
(A)		
(B)		
(C)		
(D)		
(E)		
(F)		
(G)		
(H)		
(I)		
Total. (Column (b) must equal Form 990, Part X, col (B) line 12.) ►		

Part VIII Investments—Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation Cost or end-of-year market value
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		
Total. (Column (b) must equal Form 990, Part X, col (B) line 13.) ►		

Part IX Other Assets. See Form 990, Part X, line 15

(a) Description	(b) Book value
(1)	
(2)	
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
Total. (Column (b) must equal Form 990, Part X, col (B) line 15.) ►	

Part X Other Liabilities. See Form 990, Part X, line 25.

1. (a) Description of liability	(b) Book value
(1) Federal income taxes	
(2) Accrued Benefit Obligations	14,838,132
(3)	
(4)	
(5)	
(6)	
(7)	
(8)	
(9)	
(10)	
(11)	
Total. (Column (b) must equal Form 990, Part X, col (B) line 25.) ►	
14,838,132	

2. FIN 48 (ASC 740) Footnote In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48 (ASC 740)

Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	268,967,198
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	271,258,613
3	Excess or (deficit) for the year. Subtract line 2 from line 1	3	(2,291,415)
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV)	8	
9	Total adjustments (net). Add lines 4 through 8	9	
10	Excess or (deficit) for the year per audited financial statements. Combine lines 3 and 9	10	(2,291,415)

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1	268,967,198
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12		
a	Net unrealized gains on investments	2a	
b	Donated services and use of facilities	2b	
c	Recoveries of prior year grants	2c	
d	Other (Describe in Part XIV)	2d	
e	Add lines 2a through 2d	2e	
3	Subtract line 2e from line 1	3	
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1 :		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total revenue. Add lines 3 and 4c . (This must equal Form 990, Part I, line 12)	5	268,967,198

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1	271,258,613
2	Amounts included on line 1 but not on Form 990, Part IX, line 25		
a	Donated services and use of facilities	2a	
b	Prior year adjustments	2b	
c	Other losses	2c	
d	Other (Describe in Part XIV.)	2d	
e	Add lines 2a through 2d	2e	
3	Subtract line 2e from line 1	3	
4	Amounts included on Form 990, Part IX, line 25, but not on line 1 :		
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a	
b	Other (Describe in Part XIV.)	4b	
c	Add lines 4a and 4b	4c	
5	Total expenses. Add lines 3 and 4c . (This must equal Form 990, Part I, line 18)	5	271,258,613

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9; Part III, lines 1a and 4; Part IV, lines 1b and 2b; Part V, line 4; Part X, line 2; Part XI, line 8; Part XII, lines 2d and 4b; and Part XIII, lines 2d and 4b. Also complete this part to provide any additional information.

Part V, Line 4 - The endowment funds are restricted contributions received by the University and unrestricted donations internally

designated by the Board of Trustees. The principal is required to be maintained intact. The investment income generated from the

the endowment must be used in accordance with the various purposes established by donors or the Board of Trustees.

Part X - Accrued benefit obligation is calculated as the accrued benefit obligation less the unamortized actuarial loss. The benefit

obligation consists of non-pension future benefits that are available to most employees. Non-pension benefits include retiree medical

and dental benefits, accumulating sick leave benefits, pre-retirement leave benefits and for faculty only, a health care spending account

Part XIV Supplemental Information *(continued)*

Area for supplemental information with horizontal lines.

SCHEDULE E
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service
Name of the organization

Schools

- Complete if the organization answered "Yes" to Form 990, Part IV, line 13, or Form 990-EZ, Part VI, line 48.
► Attach to Form 990 or Form 990-EZ.

OMB No 1545-0047

2011

Open to Public Inspection

BROCK UNIVERSITY

Employer identification number

98 0052780

Part I

	YES	NO
1 Does the organization have a racially nondiscriminatory policy toward students by statement in its charter, bylaws, other governing instrument, or in a resolution of its governing body?	1 ✓	
2 Does the organization include a statement of its racially nondiscriminatory policy toward students in all its brochures, catalogues, and other written communications with the public dealing with student admissions, programs, and scholarships?	2 ✓	
3 Has the organization publicized its racially nondiscriminatory policy through newspaper or broadcast media during the period of solicitation for students, or during the registration period if it has no solicitation program, in a way that makes the policy known to all parts of the general community it serves? If "Yes," please describe. If "No," please explain. If you need more space, use Part II. <u>Brock University is subject to the Ontario Human Rights code, which is a provincial law for freedom from discrimination whereby every person has a right to equal treatment without discrimination because of race, ancestry, place of origin, colour, ethnic origin, citizenship, creed, sex, sexual orientation, age, marital status, family status or disability.</u>	3	✓
4 Does the organization maintain the following?		
a Records indicating the racial composition of the student body, faculty, and administrative staff?	4a	✓
b Records documenting that scholarships and other financial assistance are awarded on a racially nondiscriminatory basis?	4b	✓
c Copies of all catalogues, brochures, announcements, and other written communications to the public dealing with student admissions, programs, and scholarships?	4c ✓	
d Copies of all material used by the organization or on its behalf to solicit contributions? If you answered "No" to any of the above, please explain. If you need more space, use Part II. <u>Records indicating race would be in contradiction to the Ontario Human Rights Code.</u>	4d ✓	
5 Does the organization discriminate by race in any way with respect to:		
a Students' rights or privileges?	5a	✓
b Admissions policies?	5b	✓
c Employment of faculty or administrative staff?	5c	✓
d Scholarships or other financial assistance?	5d	✓
e Educational policies?	5e	✓
f Use of facilities?	5f	✓
g Athletic programs?	5g	✓
h Other extracurricular activities? If you answered "Yes" to any of the above, please explain. If you need more space, use Part II.	5h	✓
6a Does the organization receive any financial aid or assistance from a governmental agency?	6a ✓	
b Has the organization's right to such aid ever been revoked or suspended? If you answered "Yes" to either line 6a or line 6b, explain on Part II.	6b	✓
7 Does the organization certify that it has complied with the applicable requirements of sections 4 01 through 4 05 of Rev Proc 75-50, 1975-2 C B 587, covering racial nondiscrimination? If "No," explain on Part II.	7 ✓	

Part II

Schedule E (Form 990 or 990-EZ) (2011)

SCHEDULE F
(Form 990)

Statement of Activities Outside the United States

OMB No 1545-0047

2011

Open to Public Inspection

Department of the Treasury
Internal Revenue Service

► Complete if the organization answered "Yes" to Form 990,
Part IV, line 14b, 15, or 16.

► Attach to Form 990. ► See separate instructions.

Name of the organization

BROCK UNIVERSITY

Employer identification number

98 0052780

Part I **General Information on Activities Outside the United States.** Complete if the organization answered "Yes" to Form 990, Part IV, line 14b

1 For grantmakers. Does the organization maintain records to substantiate the amount of its grants and other assistance, the grantees' eligibility for the grants or assistance, and the selection criteria used to award the grants or assistance? ☒ Yes ☐ No

2 For grantmakers. Describe in Part V the organization's procedures for monitoring the use of its grants and other assistance outside the United States.

3 Activities per Region (The following Part I, line 3 table can be duplicated if additional space is needed)

(a) Region	(b) Number of offices in the region	(c) Number of employees, agents, and independent contractors in region	(d) Activities conducted in region (by type) (e.g., fundraising, program services, investments, grants to recipients located in the region)	(e) If activity listed in (d) is a program service, describe specific type of service(s) in region	(f) Total expenditures for and investments in region
(1) Ontario, Canada	1	5,374	University	Education & Research	271,258,613
(2)					
(3)					
(4)					
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					
(11)					
(12)					
(13)					
(14)					
(15)					
(16)					
(17)					
3a Sub-total	1	5,374			271,258,613
b Total from continuation sheets to Part I					
c Totals (add lines 3a and 3b)	1	5,374			271,258,613

Part II **Grants and Other Assistance to Organizations or Entities Outside the United States.** Complete if the organization answered "Yes" to Form 990, Part IV, line 15, for any recipient who received more than \$5,000. Check this box if no one recipient received more than \$5,000 ☐ **Part II** can be duplicated if additional space is needed

1	(a) Name of organization	(b) IRS code section and EIN (if applicable)	(c) Region	(d) Purpose of grant	(e) Amount of cash grant	(f) Manner of cash disbursement	(g) Amount of non-cash assistance	(h) Description of non-cash assistance	(i) Method of valuation (book, FMV, appraisal, other)
(1)									
(2)									
(3)									
(4)									
(5)									
(6)									
(7)									
(8)									
(9)									
(10)									
(11)									
(12)									
(13)									
(14)									
(15)									
(16)									

2 Enter total number of recipient organizations listed above that are recognized as charities by the foreign country, recognized as tax-exempt by the IRS, or for which the grantee or counsel has provided a section 501(c)(3) equivalency letter ☐

3 Enter total number of other organizations or entities ☐

Part III **Grants and Other Assistance to Individuals Outside the United States.** Complete if the organization answered "Yes" to Form 990, Part IV, line 16
Part III can be duplicated if additional space is needed.

(a) Type of grant or assistance	(b) Region	(c) Number of recipients	(d) Amount of cash grant	(e) Manner of cash disbursement	(f) Amount of non-cash assistance	(g) Description of non-cash assistance	(h) Method of valuation (book, FMV, appraisal, other)
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							
(8)							
(9)							
(10)							
(11)							
(12)							
(13)							
(14)							
(15)							
(16)							
(17)							
(18)							

Part IV Foreign Forms

- 1 Was the organization a U S transferor of property to a foreign corporation during the tax year? *If "Yes," the organization may be required to file Form 926, Return by a U S Transferor of Property to a Foreign Corporation (see Instructions for Form 926)* ☐ Yes ☒ No
- 2 Did the organization have an interest in a foreign trust during the tax year? *If "Yes," the organization may be required to file Form 3520, Annual Return to Report Transactions with Foreign Trusts and Receipt of Certain Foreign Gifts, and/or Form 3520-A, Annual Information Return of Foreign Trust With a U S Owner (see Instructions for Forms 3520 and 3520-A)* ☐ Yes ☒ No
- 3 Did the organization have an ownership interest in a foreign corporation during the tax year? *If "Yes," the organization may be required to file Form 5471, Information Return of U S Persons With Respect To Certain Foreign Corporations. (see Instructions for Form 5471)* ☐ Yes ☒ No
- 4 Was the organization a direct or indirect shareholder of a passive foreign investment company or a qualified electing fund during the tax year? *If "Yes," the organization may be required to file Form 8621, Information Return by a Shareholder of a Passive Foreign Investment Company or Qualified Electing Fund. (see Instructions for Form 8621)* ☐ Yes ☒ No
- 5 Did the organization have an ownership interest in a foreign partnership during the tax year? *If "Yes," the organization may be required to file Form 8865, Return of U S Persons With Respect To Certain Foreign Partnerships. (see Instructions for Form 8865)* ☐ Yes ☒ No
- 6 Did the organization have any operations in or related to any boycotting countries during the tax year? *If "Yes," the organization may be required to file Form 5713, International Boycott Report (see Instructions for Form 5713)* ☐ Yes ☒ No

Part V Supplemental Information

Complete this part to provide the information required by Part I, line 2 (monitoring of funds), Part I, line 3, column (f) (accounting method; amounts of investments vs. expenditures per region); Part II, line 1 (accounting method), Part III (accounting method); and Part III, column (c) (estimated number of recipients), as applicable. Also complete this part to provide any additional information (see instructions).

Grants are recorded upon receipt into separate general ledger accounts. The activity in these accounts are monitored and reviewed

by the Office of Research Services and the Finance Department. The Office of Research Services in conjunction with the researcher

assigned to each grant provide oversight of the accounts and the activity contained within

SCHEDULE J
(Form 990)

Department of the Treasury
Internal Revenue Service

Name of the organization

Compensation Information

For certain Officers, Directors, Trustees, Key Employees, and Highest
Compensated Employees

► Complete if the organization answered "Yes" to Form 990,
Part IV, line 23.

► Attach to Form 990. ► See separate instructions.

OMB No 1545-0047

2011

**Open to Public
Inspection**

Employer identification number

Part I Questions Regarding Compensation

1a Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a. Complete Part III to provide any relevant information regarding these items

- | | |
|--|---|
| ☒ First-class or charter travel | ☒ Housing allowance or residence for personal use |
| ☐ Travel for companions | ☐ Payments for business use of personal residence |
| ☐ Tax indemnification and gross-up payments | ☐ Health or social club dues or initiation fees |
| ☒ Discretionary spending account | ☐ Personal services (e.g., maid, chauffeur, chef) |

b If any of the boxes on line 1a are checked, did the organization follow a written policy regarding payment or reimbursement or provision of all of the expenses described above? If "No," complete Part III to explain

2 Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?

3 Indicate which, if any, of the following the filing organization used to establish the compensation of the organization's CEO/Executive Director. Check all that apply. Do not check any boxes for methods used by a related organization to establish compensation of the CEO/Executive Director. Explain in Part III

- | | |
|--|---|
| ☒ Compensation committee | ☒ Written employment contract |
| ☐ Independent compensation consultant | ☒ Compensation survey or study |
| ☐ Form 990 of other organizations | ☒ Approval by the board or compensation committee |

4 During the year, did any person listed in Form 990, Part VII, Section A, line 1a, with respect to the filing organization or a related organization

a Receive a severance payment or change-of-control payment?

b Participate in, or receive payment from, a supplemental nonqualified retirement plan?

c Participate in, or receive payment from, an equity-based compensation arrangement?

If "Yes" to any of lines 4a–c, list the persons and provide the applicable amounts for each item in Part III

Only section 501(c)(3) and 501(c)(4) organizations must complete lines 5–9.

5 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of:

a The organization?

b Any related organization?

If "Yes" to line 5a or 5b, describe in Part III

6 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of

a The organization?

b Any related organization?

If "Yes" to line 6a or 6b, describe in Part III

7 For persons listed in Form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If "Yes," describe in Part III

8 Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regulations section 53.4958-4(a)(3)? If "Yes," describe in Part III

9 If "Yes" to line 8, did the organization also follow the rebuttable presumption procedure described in Regulations section 53.4958-6(c)?

Yes No

1b

✓

2

✓

4a

✓

4b

✓

4c

✓

5a

✓

5b

✓

6a

✓

6b

✓

7

✓

8

✓

9

✓

Part III Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees. Use duplicate copies if additional space is needed

For each individual whose compensation must be reported in Schedule J, report compensation from the organization on row (i) and from related organizations, described in the instructions, on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

Note. The sum of columns (B)(i)-(iii) for each listed individual must equal the total amount of Form 990, Part VII, Section A, line 1a, applicable column (D) and (E) amounts for that individual

(A) Name		(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Retirement and other deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation reported as deferred in prior Form 990
		(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other reportable compensation				
1	Susan Sydor	(i)	132,725				132,725	131,397
		(ii)						
2	Mary-Louise Vanderlee	(i)	113,880				113,880	-
		(ii)						
3	David Vivian	(i)	105,015				105,015	101,317
		(ii)						
4	Geraldine Jones	(i)	57,137				57,137	-
		(ii)						
5	Mike Sawyer	(i)	47,141				47,141	-
		(ii)						
6	Sheila Young	(i)	80,635				80,635	78,451
		(ii)						
7	Jack Lightstone	(i)	332,219				332,219	329,853
		(ii)						
8	Murray Knuttlla	(i)	224,084				224,084	222,489
		(ii)						
9	Steven Pillar	(i)	240,752				240,752	239,038
		(ii)						
10	David Petis	(i)	224,831				224,831	223,321
		(ii)						
11	Gary Libben	(i)	96,677				96,677	-
		(ii)						
12	Mike Farrell	(i)	115,558				115,558	114,735
		(ii)						
13	Terrance Boak	(i)	256,801				256,801	254,972
		(ii)						
14	Martin Kusy	(i)	253,901				253,901	244,786
		(ii)						
15	Raafat Roubi	(i)	221,041				221,041	192,154
		(ii)						
16	Tansu Barker	(i)	212,668				212,668	-
		(ii)						

Part III **Supplemental Information**

Complete this part to provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 3, 4a, 4b, 4c, 5a, 5b, 6a, 6b, 7, and 8, and for Part II. Also complete this part for any additional information.

Area with horizontal dashed lines for supplemental information.

SCHEDULE J-2
(Form 990)

Continuation Sheet for Form 990

OMB No 1545-0047

2009

Open to Public Inspection

▶ Attach to Form 990 to list additional information for Form 990, Part VII, Section A, line 1a.

▶ See the Instructions for Form 990.

Department of the Treasury
Internal Revenue Service

Name of the Organization

BROCK UNIVERSITY

Employer identification number

98 0052780

Part II Continuation of Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

(A) Name and title	(B) Average hours per week	(C) Position (check all that apply)						(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former			
Mike Sawyer Staff Trustee	35		✓					-	-	47,141
Sheila Young Staff Trustee	35		✓					-	-	80,635
Sohail Ahmed Student Trustee		✓						-	-	-
Roland Erman Student Trustee		✓						-	-	-
Tomasz Wierzba Student Trustee		✓						-	-	-
Ned Goodman Chancellor Ex Officio		✓		✓				-	-	-
Jack Lightstone President & Vice Chancellor	40		✓	✓	✓			-	-	332,219
Murray Knuttila Provost & Vice President	40			✓	✓			-	-	224,084
Steven Pillar Vice President Finance & Administration	40			✓	✓			-	-	240,752
David Petis Vice President Advancement	40			✓	✓			-	-	224,831
Gary Libben Vice President Research & Development	40			✓	✓			-	-	96,677
Mike Farrell Secretary	40			✓				-	-	115,558
Terrance Boak Professor	40					✓		-	-	256,801
Martin Kusy Professor	40					✓		-	-	253,901
Raafat Roubi Professor	40					✓		-	-	221,041
Tansu Barker Professor	40					✓		-	-	212,668
Philip Kitchen Professor	40					✓		-	-	211,137

SCHEDULE M
(Form 990)

Noncash Contributions

OMB No 1545-0047

2011

**Open To Public
Inspection**

Department of the Treasury
Internal Revenue Service

► **Complete if the organizations answered "Yes" on Form 990, Part IV, lines 29 or 30.**
► **Attach to Form 990.**

Name of the organization

BROCK UNIVERSITY

Employer identification number

98 005278

Part I **Types of Property**

	(a) Check if applicable	(b) Number of contributions or items contributed	(c) Noncash contribution amounts reported on Form 990, Part VIII, line 1g	(d) Method of determining noncash contribution amounts
1 Art—Works of art	✓	9	685,640	Appraisal
2 Art—Historical treasures				
3 Art—Fractional interests				
4 Books and publications	✓		31,482	Appraisal by Library
5 Clothing and household goods	✓		1,190	Appraisal > \$1,000
6 Cars and other vehicles				
7 Boats and planes				
8 Intellectual property				
9 Securities—Publicly traded	✓	24	1,839,249	FMV on date of donation
10 Securities—Closely held stock				
11 Securities—Partnership, LLC, or trust interests				
12 Securities—Miscellaneous				
13 Qualified conservation contribution—Historic structures				
14 Qualified conservation contribution—Other				
15 Real estate—Residential				
16 Real estate—Commercial				
17 Real estate—Other				
18 Collectibles	✓	1	1,046	Appraisal
19 Food inventory				
20 Drugs and medical supplies				
21 Taxidermy				
22 Historical artifacts	✓	2	1,150	Appraisal
23 Scientific specimens				
24 Archeological artifacts				
25 Other ► (Furniture & Equipm)	✓	5	7,506	Appraisal > \$1,000
26 Other ► (Insurance)	✓	5	6,149	Insurance company receipt
27 Other ► ()				
28 Other ► ()				

29 Number of Forms 8283 received by the organization during the tax year for contributions for which the organization completed Form 8283, Part IV, Donee Acknowledgement

29

	Yes	No
30a During the year, did the organization receive by contribution any property reported in Part I, lines 1–28 that it must hold for at least three years from the date of the initial contribution, and which is not required to be used for exempt purposes for the entire holding period?		✓
b If "Yes," describe the arrangement in Part II		
31 Does the organization have a gift acceptance policy that requires the review of any non-standard contributions?	✓	
32a Does the organization hire or use third parties or related organizations to solicit, process, or sell noncash contributions?		✓
b If "Yes," describe in Part II		
33 If the organization did not report an amount in column (c) for a type of property for which column (a) is checked, describe in Part II.		

Part II **Supplemental Information.** Complete this part to provide the information required by Part I, lines 30b, 32b, and 33, and whether the organization is reporting in Part I, column (b), the number of contributions, the number of items received, or a combination of both. Also complete this part for any additional information.

Lined area for supplemental information.

SCHEDULE O
(Form 990 or 990-EZ)

Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on
Form 990 or 990-EZ or to provide any additional information.

► Attach to Form 990 or 990-EZ.

OMB No 1545-0047

2011

**Open to Public
Inspection**

Name of the organization

BROCK UNIVERSITY

Employer identification number

98 0052780

PART VI - SECTION B

11a - Form 990 is prepared and reviewed by Financial and Administrative Services. It is available to any Senior Administrator or Board of Trustee member upon request

12c - The Senate of the University regularly and consistently monitors and enforces compliance of its Conflict of Interest Policy.

15a,b - All compensation for senior employees is managed through the Human Resource department and approved by the Senior Compensation Committee of the Board of Trustees

PART VI - SECTION C:

19 - The University's bylaws, policies and financial statements are all available on the University's website (www.brocku.ca).

PART VI - SCHEDULE E

6a - the University receives grants from the Canadian Federal Government and the Ontario Provincial Government

PART XI - RECONCILIATION OF NET ASSETS

5 - Other changes in net assets include the recognition of the fair market value of an interest rate swap, which has been accounted of using hedge accounting, along with, the current year endowment activities and effects of the foreign exchange rate.

SCHEDULE R
(Form 990)

Department of the Treasury
Internal Revenue Service

Name of the organization

BROCK UNIVERSITY

Related Organizations and Unrelated Partnerships

▶ Complete if the organization answered "Yes" to Form 990, Part IV, line 33, 34, 35, 36, or 37.
▶ Attach to Form 990. ▶ See separate instructions.

OMB No 1545-0047

2011

Open to Public Inspection

Employer identification number

98 0052780

Part I Identification of Disregarded Entities (Complete if the organization answered "Yes" to Form 990, Part IV, line 33)

(a) Name, address, and EIN of disregarded entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Total income	(e) End-of-year assets	(f) Direct controlling entity
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					

Part II Identification of Related Tax-Exempt Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related tax-exempt organizations during the tax year)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Exempt Code section	(e) Public charity status (if section 501(c)(3))	(f) Direct controlling entity	(g) Section 512(b)(13) controlled entity?	
						Yes	No
(1) FRIENDS OF BROCK	FUNDRAISING	CANADA	501 (C) (3)	SCHOOL	N/A		✓
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							

Part III Identification of Related Organizations Taxable as a Partnership (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a partnership during the tax year)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Predominant income (related, unrelated, excluded from tax under sections 512-514)	(f) Share of total income	(g) Share of end-of- year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
							Yes	No		Yes	No	
(1)												
(2)												
(3)												
(4)												
(5)												
(6)												
(7)												

Part IV Identification of Related Organizations Taxable as a Corporation or Trust (Complete if the organization answered "Yes" to Form 990, Part IV, line 34 because it had one or more related organizations treated as a corporation or trust during the tax year)

(a) Name, address, and EIN of related organization	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Direct controlling entity	(e) Type of entity (C corp, S corp, or trust)	(f) Share of total income	(g) Share of end-of-year assets	(h) Percentage ownership
(1)							
(2)							
(3)							
(4)							
(5)							
(6)							
(7)							

Part V Transactions With Related Organizations (Complete if the organization answered "Yes" to Form 990, Part IV, line 34, 35, 35a, or 36.)**Note.** Complete line 1 if any entity is listed in Parts II, III, or IV of this schedule**1** During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II–IV?

	Yes	No
a Receipt of (i) interest (ii) annuities (iii) royalties or (iv) rent from a controlled entity		☒
b Gift, grant, or capital contribution to related organization(s)		☒
c Gift, grant, or capital contribution from related organization(s)		☒
d Loans or loan guarantees to or for related organization(s)		☒
e Loans or loan guarantees by related organization(s)		☒
f Sale of assets to related organization(s)		☒
g Purchase of assets from related organization(s)		☒
h Exchange of assets with related organization(s)		☒
i Lease of facilities, equipment, or other assets to related organization(s)		☒
j Lease of facilities, equipment, or other assets from related organization(s)		☒
k Performance of services or membership or fundraising solicitations for related organization(s)		☒
l Performance of services or membership or fundraising solicitations by related organization(s)		☒
m Sharing of facilities, equipment, mailing lists, or other assets with related organization(s)		☒
n Sharing of paid employees with related organization(s)		☒
o Reimbursement paid to related organization(s) for expenses		☒
p Reimbursement paid by related organization(s) for expenses		☒
q Other transfer of cash or property to related organization(s)		☒
r Other transfer of cash or property from related organization(s)		☒

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds.

	(a) Name of other organization	(b) Transaction type (a–r)	(c) Amount involved	(d) Method of determining amount involved
(1)				
(2)				
(3)				
(4)				
(5)				
(6)				

Part VI **Unrelated Organizations Taxable as a Partnership** (Complete if the organization answered "Yes" to Form 990, Part IV, line 37.)

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

(a) Name, address, and EIN of entity	(b) Primary activity	(c) Legal domicile (state or foreign country)	(d) Predominant income (related, unrelated, excluded from tax under section 512-514)	(e) Are all partners section 501(c)(3) organizations?		(f) Share of total income	(g) Share of end-of-year assets	(h) Disproportionate allocations?		(i) Code V—UBI amount in box 20 of Schedule K-1 (Form 1065)	(j) General or managing partner?		(k) Percentage ownership
				Yes	No			Yes	No		Yes	No	
(1) _____													
(2) _____													
(3) _____													
(4) _____													
(5) _____													
(6) _____													
(7) _____													
(8) _____													
(9) _____													
(10) _____													
(11) _____													
(12) _____													
(13) _____													
(14) _____													
(15) _____													
(16) _____													

Part VII Supplemental Information

Complete this part to provide additional information for responses to questions on Schedule R (see instructions).

2012

Financial Statements of

BROCK UNIVERSITY

Year ended April 30, 2012

BROCK UNIVERSITY

Financial Statements

Year ended April 30, 2012

Index

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STATEMENT OF ADMINISTRATIVE RESPONSIBILITY

brocku.ca

The Administration of Brock University is responsible for the preparation of the financial statements, the notes and all other financial information contained in this annual report.

The Administration has prepared the financial statements in accordance with Canadian generally accepted accounting principles for not-for-profit organizations. The Administration believes that financial statements present fairly the University's financial position as at April 30, 2012 and the results of its operations for the year then ended.

In fulfilling its responsibilities and recognizing the limits inherent in all systems, the Administration has developed and maintains a system of internal control designed to provide reasonable assurance that University assets are safeguarded from loss and that the accounting records are a reliable basis for the preparation of financial statements.

The Board of Trustees is responsible for ensuring that the Administration fulfills its responsibilities for financial reporting and is ultimately responsible for reviewing and approving the financial statements. The Board of Trustees carries out its responsibility for review of the financial statements principally through the Audit Committee. The members of the Audit Committee are not officers or employees of the University. The Audit Committee meets with the Administration, as well as the external auditors, to discuss the results of audit examinations and financial reporting matters and to satisfy itself that each party is properly discharging its responsibilities. The auditors have full access to the Audit Committee with and without the presence of the Administration.

The financial statements for the year ended April 30, 2012 have been reported on by KPMG LLP, Chartered Accountants, the auditors appointed by the Board of Trustees. The auditors' report outlines the scope of their audit and their opinion on the presentation of the information included in the financial statements.

A handwritten signature in black ink, appearing to read "Dr. Jack Lightstone", with a long horizontal line extending to the right.

Dr. Jack Lightstone
President and Vice-Chancellor



KPMG LLP

Chartered Accountants

One St. Paul Street Suite 901
PO Box 1294 Stn Main
St. Catharines ON L2R 7A7

Telephone (905) 685-4811
Telefax (905) 682-2008
www.kpmg.ca

INDEPENDENT AUDITORS' REPORT

The Trustees of Brock University

We have audited the accompanying financial statements of Brock University, which comprise the statement of financial position as at April 30, 2012, the statements of operations, changes in net assets and cash flows for the year then ended, and notes, comprising a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Canadian generally accepted accounting principles, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Brock University as at April 30, 2012 and its results of operations, changes in net assets and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

KPMG LLP

Chartered Accountants, Licensed Public Accountants
October 4, 2012
St. Catharines, Canada

BROCK UNIVERSITY

Statement of Financial Position

Year ended April 30, 2012, with comparative figures for 2011
(in thousands of dollars)

	2012	2011
Assets		
Current assets:		
Cash and cash equivalents (note 2)	\$ 53,420	\$ 36,182
Accounts receivable	9,659	15,603
Government grants receivable	4,611	3,283
Prepaid expenses and other assets	333	769
Inventories	3,411	2,883
	71,434	58,720
Restricted investments (note 3)	62,662	83,644
Capital assets (note 4)	297,071	270,627
	\$ 431,167	\$ 412,991

Liabilities and Net Assets

Current liabilities:		
Accounts payable and accrued liabilities	\$ 24,758	\$ 40,216
Deferred revenue	14,244	12,246
Deferred contributions (note 5)	8,699	8,693
Current portion of long-term debt (note 6)	1,328	720
	49,029	61,875
Long-term debt (note 6)	52,656	31,288
Interest rate swap (note 16)	2,765	321
Debenture payable (note 7)	90,000	89,968
Deferred capital contributions (note 8)	161,584	156,440
Employee future benefits obligation (note 9)	14,948	12,774
Net assets:		
Endowment (note 10)	54,573	49,968
Invested in capital assets (note 11)	15,191	15,872
Internally restricted (note 12)	28,116	25,419
Unrestricted	(37,695)	(30,934)
	60,185	60,325

Commitments (note 13)
Contingencies (note 15)

	\$ 431,167	\$ 412,991
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The accompanying notes are an integral part of these financial statements.

On behalf of the Board:



Trustee

Trustee

BROCK UNIVERSITY

Statement of Operations

Year ended April 30, 2012, with comparative figures for 2011
(in thousands of dollars)

	2012	2011
Revenues		
Student fees	\$ 115,114	\$ 105,859
Government grants for general operations	89,377	86,574
Ancillary operations (note 20)	29,520	29,306
Grants and other revenues for restricted purposes	1,196	1,048
Investment income	1,704	809
Other	14,548	13,632
Research grants for restricted purposes	13,901	17,330
Amortization of deferred capital contributions (note 8)	4,706	5,881
	270,066	260,439
Expenses		
Salaries and benefits	178,521	166,475
Scholarships, fellowships and bursaries	11,530	12,503
Supplies and expenses	11,522	11,596
Materials and expendable equipment	3,424	3,824
Repairs, maintenance and rent	5,936	6,043
Utilities and taxes	7,424	7,706
Interest on long-term debt	6,154	6,203
Cost of sales	8,146	8,450
Other	11,433	12,575
Research, including fellowships	13,901	17,330
Amortization of capital assets	14,376	13,500
	272,367	266,205
Excess of expenses over revenues	\$ (2,301)	\$ (5,766)

The accompanying notes and Schedule I are an integral part of these financial statements

BROCK UNIVERSITY

Statement of Changes in Net Assets

Year ended April 30, 2012, with comparative figures for 2011
(in thousands of dollars)

	Endowments	Invested in capital assets	Internally restricted	Unrestricted	2012 Total	2011 Total
	(note 10)	(note 11)	(note 12)			
Net assets, beginning of year	\$ 49,968	\$ 15,872	\$ 25,419	\$ (30,934)	\$ 60,325	\$ 58,021
Excess of revenues over expenses (expenses over revenues)	-	(9,670)	-	7,369	(2,301)	(5,766)
Change in internally restricted net assets	-	-	2,697	(2,697)	-	-
Net change in investment in capital assets (note 11 (b))	-	8,989	-	(8,989)	-	-
Change in fair value of interest rate swap (note 16)		-	-	(2,444)	(2,444)	(321)
Change in endowment net assets (note 10(a))	4,605	-	-	-	4,605	8,391
Net assets, end of year	\$ 54,573	\$ 15,191	\$ 28,116	\$ (37,695)	\$ 60,185	\$ 60,325

The accompanying notes are an integral part of these financial statements

BROCK UNIVERSITY

Statement of Cash Flows

Year ended April 30, 2012, with comparative figures for 2011
(in thousands of dollars)

	2012	2011
Cash provided by (used in).		
Operating activities		
Excess of expenses over revenues	\$ (2,301)	\$ (5,766)
Add (deduct) non-cash items:		
Amortization of capital assets	14,376	13,500
Amortization of deferred capital contributions	(4,706)	(5,881)
Amortization of deferred charges	32	32
	7,401	1,885
Net change in non-cash working capital balances related to operations:		
Decrease (increase) in accounts receivable	5,944	(5,234)
Increase in government grants receivable	(1,328)	(17)
Decrease in prepaid expenses and other assets	436	158
Increase in inventories	(528)	(398)
(Decrease) Increase in accounts payable and accrued liabilities	(5,985)	4,334
Increase in deferred revenue	1,998	1,218
(Decrease) increase in deferred contributions	6	(280)
Net change in employee future benefits obligations	2,174	1,678
Cash provided by operating activities	10,118	3,344
Financing activities:		
Contributions restricted for capital purchases	9,850	36,621
Increase in long-term debt	22,696	10,000
Repayment of long-term debt	(720)	(671)
Cash provided in financing activities	31,826	45,950
Investing activities:		
Purchase of investments, net	20,982	186
Purchase of capital assets	(50,293)	(52,353)
Change in endowment net assets	4,605	8,391
Cash used in investing activities	(24,706)	(43,776)
Increase in cash	17,238	5,518
Cash and cash equivalents, beginning of year	36,182	30,664
Cash and cash equivalents, end of year	\$ 53,420	\$ 36,182

The accompanying notes are an integral part of these financial statements

BROCK UNIVERSITY

Notes to Financial Statements

Year ended April 30, 2012

Incorporated in 1964, Brock University has continually developed rigorous undergraduate, graduate and doctoral programs, including experiential learning opportunities and one of Canada's largest co-op programs. Our cross-disciplinary and interdisciplinary programs offer multi-faceted degrees that help students build careers and get jobs. Our culture allows students to develop intellectually and build the kind of social maturity and personal character that today's economy and employers demand

These financial statements reflect the assets, liabilities, net assets, revenue, expenses and other transactions of all of the operations controlled by the University. Accordingly, these financial statements include the academic, administrative and other operating expenditures funded by fees, grants and other general revenue; restricted purpose funds, including endowment, research and trust, and the ancillary operations, such as residence and parking

The University is a charitable organization and, as such, is exempt from income taxes under the Income Tax Act (Canada).

1. Significant accounting policies:

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles. Significant accounting policies are summarized below

(a) Cash and cash equivalents:

Cash equivalents are held for the purpose of meeting short-term cash commitments, are readily convertible to a known amount of cash and are subject to an insignificant amount of risk of changes in value. Cash equivalents include money market funds and investments with maturities of three months or less from the date of acquisition. Cash and cash equivalents are valued at market value.

(b) Inventories:

Inventories are stated at the lower of cost (weighted average cost) and net realizable value.

(c) Investments:

Investments are recorded at market value

(d) Capital assets

Purchased capital assets are recorded at cost less accumulated amortization. Contributions of capital assets are capitalized at fair market value at the date of contribution. Capital assets are amortized on a straight-line basis using the following annual rates.

Asset	Rate
Buildings	2.5% to 10%
Furnishings and equipment	10% to 33 1/3%
Library books	20%

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

1. Significant accounting policies (continued):

(d) Capital assets (continued)

Construction costs are capitalized as work progresses and amortization commences as work is substantially completed.

(e) Works of Art

Contributed works of art are recorded as revenue and expense, at fair market value, at the date of contribution. If the fair market value is not determinable, the contribution is recorded at a nominal amount. Artwork purchases are expensed as acquired.

(f) Endowments.

Contributions restricted for endowments consist of restricted donations received by the University and donations internally designated by the Board of Trustees, in the exercise of its discretion. The endowment principal is required to be maintained intact. The investment income generated from endowments must be used in accordance with the various purposes established by donors or the Board of Trustees. The University ensures, as part of its fiduciary responsibilities, that all funds received with a restricted purpose are expended for the purpose for which they were provided.

Investment income on endowments that is available for spending at the discretion of the University or is available for spending as the conditions established by the donor have been met has been recorded in the statement of operations and changes in net assets. University policy has been established with the objective of protecting the real value of the endowments by having an overall investment objective for endowments to earn, over time, a rate of return at least equal to the total of inflation plus spending and the costs of administering the funds. Underlying the investment objective is a spending rate that limits allocations to an estimated long-term rate of investment return. The spending rate is reviewed annually based on a moving three year average of the investment pool period. Investment income in excess of administration costs and spending allocations will be added to capital, up to the rate of inflation. Any additional excess will be set aside in a stabilization reserve that can be drawn upon in years when income is less than the spending allocated. In the case of new endowments where the pro-rata annual investment return less administrative costs is lower than the spending allocation, the spending on these endowments may be temporarily suspended in order to preserve donor capital.

(g) Internally imposed restrictions on net assets

The University internally restricts the use of portions of its externally unrestricted net assets for specific future uses. When incurred, expenses are charged to operations and the balance of internally restricted net assets is reduced accordingly.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

1. Significant accounting policies (continued):

(h) Revenue recognition:

The University follows the deferral method of accounting for contributions, which include donations and government grants. Unrestricted contributions are recognized as revenue when received or receivable, if the amount to be received can be reasonably estimated and collection is reasonably assured. Unrestricted donations are recognized on a cash basis since pledges are not legally enforceable claims. Contributions externally restricted for purposes other than endowment are deferred and recognized as revenue in the year in which the related expenses are recognized. Endowment contributions are recognized as direct increases in net assets in the year in which they are received. Student fees are recognized as revenue when courses and seminars are held. Sales and services revenue is recognized at the point of sale or when the service has been provided.

(i) Contributed services and materials:

Volunteers contribute an indeterminable number of hours per year. Because of the difficulty of determining their fair value, contributed services and materials are not recognized in these financial statements.

(j) Employee future benefits:

(i) Pension benefit plan:

The University provides pension benefits to employees primarily through a hybrid pension plan. Under this arrangement, the University and employees are required to make contributions based on a specified percentage of the employee's earnings. The amount of pension benefits provided to employees is based upon the accumulation of contributions and investment earnings thereon, when the employee retires, subject to a guaranteed minimum benefit amount. The University records the cost of providing this benefit equal to its requirement to make contributions on an annual basis. Certain faculty are members of the Teachers' Superannuation Fund, a multi-employer defined benefit plan. Contributions to this plan are expensed when due.

Assets of the pension plan are valued using market values at April 30, 2012. The excess of the cumulative net actuarial gain (loss) over 10% of the greater of the benefit obligation and the fair value of plan assets is amortized over the expected average remaining service period of active employees.

(ii) Other benefit plans:

The University also has a number of defined benefit programs that provide employees with benefits upon retirement or cessation of active service.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

1. Significant accounting policies (continued):

(j) Employee future benefits (continued)

(ii) Other benefit plans (continued):

The cost of these programs is determined on an actuarial basis using the projected benefit method prorated on services and management's best estimates regarding assumptions about a number of future conditions including salary changes, withdrawals, mortality rates and expected health care costs. The discount rate used to determine service cost and liabilities is based on the prevailing market interest rates on long-term fixed income securities with maturities that match the expected maturities of the obligations. The excess of the cumulative net actuarial gain (loss) over 10% of the greater of the benefit obligation and the fair value of plan assets is amortized over the expected average remaining service period of active employees.

(k) Derivative financial instrument and hedge accounting:

The University is party to interest rate swap agreements used to manage the exposure to market risks from changing interest rates. The University's policy is not to utilize derivative financial instruments for trading or speculative purposes.

The University accounts for interest rate swaps as hedges. The University formally documents all relationships between hedging instruments and hedged items, as well as its risk management objectives and strategies for undertaking various hedge transactions. This process includes linking the interest rate swaps to specific long-term debt on the statement of financial position. The University also formally assesses, both at the hedge's inception and on an on-going basis, whether the interest rate swaps that are used in hedging transactions are highly effective in offsetting changes in cash flows of the hedged items.

The effective portion of any unrealized gain or loss on the interest rate swaps is recorded as a direct increase or decrease to net assets, as the case may be. Payments and receipts under the interest rate swaps are recognized as adjustments to interest expense on long-term debt.

(l) Use of estimates

The preparation of financial statements in conformity with Canadian generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses for the period reported. Significant items subject to such estimates and assumptions include the carrying amount of capital assets, valuation allowances for receivables, valuation of derivative financial instruments, and assets and obligations related to employee future benefits. Actual results could differ from those estimates. These estimates are reviewed periodically, and, as adjustments become necessary, they are reported in earnings in the year in which they become known.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

1. Significant accounting policies (continued):

(m) Pledges.

Pledges are recorded as revenue on a cash basis and accordingly are not set up as assets in the financial statements. The total amount of pledges outstanding is approximately \$14,866,467 at April 30, 2012 (2011 - \$21,346,380) and is expected to be received as follows:

(000's)	2012	2011
2012	\$ -	\$ 4,472
2013	3,486	6,203
2014	2,873	3,044
2015	3,145	2,856
2016	2,716	2,587
2017	626	-
Thereafter	2,020	2,184
	\$ 14,866	\$ 21,346

(n) Financial instruments

All financial instruments are initially recorded on the statement of financial position at fair value. They are subsequently valued at fair value or amortized cost depending on the classification selected for the financial instrument. Financial assets are classified as either "held-for-trading", "held-to-maturity", "available-for-sale", or "loans and receivables" and financial liabilities are classified as either "held-for trading" or "other liabilities". Financial assets and liabilities classified as held-for-trading are measured at fair value with the change in fair value recorded in the statement of operations or in the endowment fund for externally restricted investments. Financial assets classified as held-to-maturity or loans and receivables and financial liabilities classified as other liabilities are subsequently measured at amortized costs using the effective interest method. Available-for-sale financial assets that have a quoted price in an active market are measured at fair value with the change in fair value recorded in net assets. Such gains or losses are reclassified to the statement of operations when the related financial asset is disposed of or when the decline in value is considered to be other-than-temporary.

The University has classified its financial instruments as follows.

Cash and cash equivalents	Held-for-trading
Accounts receivable	Loans and receivable
Government grants receivable	Loans and receivable
Investments	Held-for-trading
Accounts payable and accrued liabilities	Other liabilities
Current and long-term debt	Other liabilities

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

1. Significant accounting policies (continued):

(n) Financial instruments (continued):

The University has continued to disclose and present financial instruments under Handbook Section 3861, "Financial Instruments - Disclosure and Presentation" for the year end April 30, 2012

2. Cash and cash equivalents:

The market values of the cash and cash equivalents are as follows.

(000's)	2012	2011
Cash and cash equivalents	\$ 28,546	\$ 26,182
Held for future capital projects Cash and cash equivalents	24,874	10,000
	<u>\$ 53,420</u>	<u>\$ 36,182</u>

3. Restricted investments:

The market values of investments are as follows:

(000's)	2012	2011
Invested for endowments		
Cash and cash equivalents	\$ 705	\$ (573)
McLean Budden		
Equity Growth Fund	-	11,263
Fixed Income Pooled Fund	14,649	19,799
Walter Scott & Partners Global Fund	29,189	19,479
Mawer Equity Income Pooled Fund	10,030	-
	<u>54,573</u>	<u>49,968</u>
Invested for unspent capital projects		
Cash and cash equivalents	4,356	30,892
	<u>4,356</u>	<u>30,892</u>
Invested for future loan repayments		
McLean Budden long-term fixed income fund	3,733	2,784
	<u>3,733</u>	<u>2,784</u>
	<u>\$ 62,662</u>	<u>\$ 83,644</u>

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

4. Capital assets:

(000's)	2012			2011		
	Cost	Accumulated amortization	Net book value	Cost	Accumulated amortization	Net book value
Land	\$ 2,724	\$ -	\$ 2,724	\$ 2,415	\$ -	\$ 2,415
Buildings	427,080	140,788	286,292	389,533	129,321	260,212
Furnishings and equipment	67,881	61,165	6,716	65,412	58,816	6,596
Library books	39,682	38,343	1,339	39,187	37,783	1,404
	\$ 537,367	\$ 240,296	\$ 297,071	\$ 496,547	\$ 225,920	\$270,627

Included in buildings is \$112,626,076 (2011 - \$75,352,681) of construction in progress that was not amortized during the year

The increase in net book value of capital assets is due to the following:

(000's)	2012	2011
Balance, beginning of year	\$ 270,627	\$ 215,760
Purchase of capital assets funded by deferred capital contributions	13,630	66,436
Transfer of land from Foundation	308	-
Purchase of capital assets internally financed	7,652	1,623
Purchase of capital assets financed by proceeds of long term debt	7,822	-
Purchase of capital assets financed by accounts payable	11,408	309
Amortization of capital assets	(14,376)	(13,500)
Balance, end of year	\$ 297,071	\$ 270,627

5. Deferred contributions:

Deferred contributions represent unspent externally restricted grants and donations for research and other restricted purposes. The changes in the deferred contributions balance are as follows:

(000's)	2012	2011
Balance, beginning of year	\$ 8,693	\$ 8,973
Grants, donations and other expendable funds	13,908	17,050
Amounts recorded as revenue during the year	(13,902)	(17,330)
Balance, end of year	\$ 8,699	\$ 8,693

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

6. Long-term debt:

(000's)	2012	2011
Fixed rate instruments:		
Earp student residence:		
7 2% loan with certain residences and investments pledged as security, with monthly blended payments of principal and interest of \$90,570, due October 1, 2028	\$ 10,477	\$ 10,797
Lowenberger student residence		
7.2% loan with certain residences and investments pledged as security, with monthly blended payments of principal and interest of \$71,873, due October 1, 2028	8,315	8,568
460 St. David's Road.		
6.27% mortgage loan with monthly blended payments of principal and interest of \$25,459, due September 1, 2013	2,496	2,643
	21,288	22,008
Variable rate instrument:		
Cairns Family Health and Bioscience Research Complex.		
Variable rate mortgage loan with monthly payments commencing one month past June 29, 2012, due June 29, 2022	32,696	10,000
	53,984	32,008
Less current portion	1,328	720
	\$ 52,656	\$ 31,288

(a) Debt maturities.

The following are the future minimum annual debt principal repayments due over the next five fiscal years and thereafter

(000's)	
2012	\$ 1,328
2013	3,773
2014	1,514
2015	1,601
2016	1,695
Thereafter	44,073
	\$ 53,984

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

6. Long-term debt (continued):

(b) Bank credit facility.

The University has available operating lines of credit of \$10,000,000 and \$5,000,000 which were not utilized at April 30, 2012. The interest rate on the operating line of credits, when drawn, are the Bank's Prime lending rate from time to time minus 0.55% and the Bank's Prime lending rate from time to time, respectively (the prime rate at April 30, 2012 was 3.00%). Amounts are due on demand.

The University has available a committed overdraft loan totaling \$15,000,000 which was not utilized at April 30, 2012. The loan is to provide an interim bridge facility to assist in the construction of the Cairns Family Health and Bioscience Research Complex and the Marilyn I. Walker School of Fine and Performing Arts. The interest rate on the committed overdraft loan, when drawn, is the Bank's Prime lending rate from time to time (the prime rate at April 30, 2012 was 3.00%) and has a maturity date of 3 years from financial close.

The University has available a committed non-revolving, reducing term loan totaling \$33,000,000, of which \$32,696,000 has been drawn at April 30, 2012. The loan is for the financing of the construction of the Cairns Family Health and Bioscience Research Complex. The interest rate on the committed non-revolving, reducing term loan is the rate for Canadian Dollar Banker's Acceptances ("BA") plus 1.10% (the BA rate at April 30, 2012 was 1.17%) or monthly fixed rate operating loans available at CDOR Rate plus 1.10% per annum. The University has entered into interest rate swap agreements to manage the volatility of these interest rates on \$28,000,000 of the loan. Amounts are due 10 years from June 29, 2012.

(c) Fair value

The approximate fair value of the fixed rate instruments included in long-term debt is \$23,680,800 (2011 - \$24,890,000).

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

7. Debenture payable:

(000's)	2012	2011
Debenture payable, bearing interest at 4.967%, \$2,309,000 payable interest only semi-annually, due December 14, 2045	\$ 93,000	\$ 93,000
Deferred refinancing expenses	(3,000)	(3,032)
	<u>\$ 90,000</u>	<u>\$ 89,968</u>

The University has established an internal sinking fund and purchased McLean Budden long-term fixed income funds with a market value of \$3,732,630 (2011 - \$2,783,975). It is the University's policy to continue to make annual contributions so that the ultimate proceeds of the investments will be applied against the debenture payable, due December 14, 2045 (see note 3). The annual contributions are currently set at \$475,000 until 2028 at which time will increase to \$2,424,000 until 2045.

The approximate fair value of the debenture payable is \$94,026,400 (2011 - \$97,357,000)

8. Deferred capital contributions:

Deferred capital contributions represent the unamortized amount of donations and grants received for the purchase of capital assets. The amortization of deferred capital contributions is recorded as revenue in the statement of operations and changes in net assets. The changes in the deferred capital contributions balance are as follows:

(000's)	2012	2011
Balance, beginning of year	\$ 156,440	\$ 125,700
Less amortization of deferred capital contributions	(4,706)	(5,881)
Add contributions restricted for capital purposes	9,850	36,621
Balance, end of year	<u>\$ 161,584</u>	<u>\$ 156,440</u>

The balance of unamortized capital contributions related to capital assets consists of the following:

(000's)	2012	2011
Unamortized capital contributions used to purchase assets	\$ 157,401	\$ 148,477
Unspent capital contributions	4,183	7,963
	<u>\$ 161,584</u>	<u>\$ 156,440</u>

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

9. Employee future benefits obligation:

(a) Pension benefit plan:

The University sponsors a hybrid pension plan, which contains both a defined contribution component and a defined benefit component. The defined contribution component of the plan is funded by University and member contributions and provides a benefit to members based on their accumulated account balance. The defined benefit component of the plan is funded by University contributions and provides for a guaranteed minimum benefit. The latest actuarial funding valuation was performed as at July 1, 2011. The next required actuarial funding valuation will be July 1, 2014.

The University measured its accrued benefit obligation and fair value of plan assets for accounting purposes as at April 30, 2012. A summary of the financial status of the plan is as follows.

(000's)	2012	2011
Accrued benefit obligation	\$ 320,566	\$ 292,662
Fair value of plan assets	299,005	285,462
Plan deficit	(21,561)	(7,200)
Balance of unamortized actuarial loss	21,561	7,200
Accrued benefit liability	\$ -	\$ -

The principal actuarial assumptions adopted in measuring the University's employee future benefits obligation are as follows:

	2012	2011
Discount rate	4.85%	5.75%
Rate of compensation increases	3.75%	3.5% to 4.5%
Expected long-term rate of return on plan assets	6.25%	6.25%

The contribution and the amount expensed for the University's pension benefit plans is as follows:

(000's)	2012	2011
Pension benefit plan	\$ 15,354	\$ 10,578
Multi-employer teachers plan	85	99

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

9. Employee future benefits obligation (continued):

(b) Other benefit plans.

The University has a number of non-pension future benefits that are available to most of its employees. These non-pension benefits include *retiree medical and dental* benefits until the age of 65, accumulating sick leave benefits and pre-retirement leave benefits and, for specific employees, a health care spending account. The latest actuarial funding valuation was performed as at April 30, 2012.

A summary of the financial status of the plans is as follows.

(000's)	2012	2011
Accrued benefit obligation	\$ 18,858	\$ 16,558
Fair value of plan assets	-	-
Plan deficit	(18,858)	(16,558)
Balance of unamortized past service costs	2,326	2,264
Balance of unamortized actuarial loss	1,584	1,520
Accrued benefit liability	\$ (14,948)	\$ (12,774)

The principal actuarial assumptions adopted in measuring the University's employee future benefits obligation are as follows:

	2012	2011
Discount rate	4.25% - 4.85%	4.75% - 5.50%
Health care costs	9.45% in 2010 decreasing over 20 years to 4.50%	
Other benefits costs	3.75%	4.50%

The expense for the University's other benefit plans is as follows:

(000's)	2012	2011
Non-pension defined benefit plans	\$ 2,737	\$ 2,081
Non-pension benefit plans	563	403

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

10. Endowments:

(a) Change in endowment net assets

The following were recorded directly to endowment net assets:

(000's)	2012	2011
Contributions restricted for endowments	\$ 3,652	\$ 5,361
Investment income	1,302	2,203
Internally allocated for scholarship spending	(458)	(804)
Unrealized gain	109	1,631
	\$ 4,605	\$ 8,391

(b) Contributions restricted for endowments consist of the following

(000's)	2012	2011
Externally restricted	\$ 44,661	\$ 41,011
Internally restricted	9,912	8,957
	\$ 54,573	\$ 49,968

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

10. Endowments (continued):

(c) Ontario Student Opportunity Trust Fund, Phase One

Externally restricted endowments include grants provided by the Government of Ontario from the Ontario Student Opportunity Trust Fund ("OSOTF") matching program, Phase One to award student aid as a result of raising an equal amount of endowed donations

Schedule of Changes in Expendable Funds Available for Awards

(000's)	2012	2011
Expendable funds available for awards, beginning of year	\$ 389	\$ 176
Investment income eligible for expenditures	191	457
Bursaries awarded	(247)	(244)
Expendable funds available for awards, end of year	\$ 333	\$ 389
Total OSOTF, Phase One, end of year	\$ 8,580	\$ 8,678
Number of bursaries awarded	132	134

Schedule of Changes in Endowment Balance based on book and market value

(000's)	2012		2011	
	Market	Book	Market	Book
Endowment balance, beginning of year	\$ 8,887	\$ 8,289	\$ 8,399	\$ 8,073
Unrealized gain for the year	5	-	272	-
Investment income (loss) less bursaries awarded	(42)	(42)	216	216
Endowment balance, end of year	\$ 8,850	\$ 8,247	\$ 8,887	\$ 8,289

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

10. Endowments (continued):

(d) Ontario Student Opportunity Trust Fund, Phase Two

Externally restricted endowments include grants provided by the Government of Ontario from the Ontario Student Opportunity Trust Fund ("OSOTF") matching program, Phase Two to award student aid as a result of raising an equal amount of endowed donations

Schedule of Changes in Expendable Funds Available for Awards.

(000's)	2012	2011
Expendable funds available for awards, beginning of year	\$ 290	\$ 209
Investment income eligible for expenditures	67	177
Bursaries awarded	(96)	(96)
Expendable funds available for awards, end of year	\$ 261	\$ 290
Total OSOTF, Phase Two, end of year	\$ 3,390	\$ 3,444
Number of bursaries awarded	32	33

Schedule of Changes in Endowment Balance based on book and market value:

(000's)	2012		2011	
	Market	Book	Market	Book
Endowment balance, beginning of year	\$ 3,391	\$ 3,154	\$ 3,208	\$ 3,075
Unrealized gain for the year	1	-	104	-
Investment income (loss) less bursaries awarded	(24)	(24)	79	79
Endowment balance, end of year	\$ 3,368	\$ 3,130	\$ 3,391	\$ 3,154

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

10. Endowments (continued):

(e) Ontario Trust for Student Support

Externally restricted endowments include grants provided by the Government of Ontario from the Ontario Trust for Student Scholarship ("OTSS") matching program to award student aid as a result of raising an equal amount of endowment donations to an allocated ceiling

Schedule of Changes in Expendable Funds Available for Awards:

(000's)	2012	2011
Expendable funds available for awards, beginning of year	\$ 698	\$ 126
Investment income eligible for expenditures	500	781
Bursaries awarded	(225)	(209)
Expendable funds available for awards, end of year	\$ 973	\$ 698
Total OTSS, end of year	\$ 18,047	\$ 14,828
Number of bursaries awarded	219	138

Schedule of Changes in Endowment Balance based on book and market value

(000's)	2012		2011	
	Market	Book	Market	Book
Endowment balance, beginning of year	\$16,935	\$15,451	\$13,026	\$13,055
Cash donations received	660	660	796	796
Funds received from the Ministry	787	787	1,149	1,149
Unrealized gain in the current year	28	-	1,513	-
Investment income less bursaries awarded	176	176	451	451
Endowment balance, end of year	\$18,586	\$17,074	\$16,935	\$15,451

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

11. Net assets invested in capital assets:

(a) Net assets invested in capital assets consist of the following

(000's)	2012	2011
Capital assets, net (note 4)	\$ 297,071	\$ 270,627
Less amounts financed by:		
Long-term debt (note 6)	(53,984)	(32,008)
Deferred capital contributions (note 8)	(157,401)	(148,477)
Debenture payable	(83,961)	(83,961)
Accounts payable	(11,408)	(309)
Cash and cash equivalents held for future capital projects	24,874	10,000
Balance, end of year	\$ 15,191	\$ 15,872

(b) The change in net assets invested in capital assets is calculated as follows.

(000's)	2012	2011
Repayment of long-term debt	\$ 720	\$ 671
Donation of land	308	-
Purchase of capital assets internally financed	7,652	1,623
Payment of accounts payable related to capital assets	309	2,510
Increase in invested in capital assets	8,989	4,804
Amortization expense	(14,376)	(13,500)
Less amortization of deferred capital contributions	4,706	5,881
Decrease in invested in capital assets	(9,670)	(7,619)
Net change in invested in capital assets	\$ (681)	\$ (2,815)

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

12. Internally restricted net assets:

Internally restricted net assets carried forward for allocation and spending in subsequent years consist of the following

(000's)	2012	2011
Operations:		
Faculty departments	\$ 7,944	\$ 6,688
An agreement exists that permit faculty departments to automatically carryforward cumulative unspent budgeted funds. These funds are typically committed for targeted expenditures		
Other departments	7,228	7,618
Unspent budgeted funds for specific programs are automatically carried forward. In addition, other departments are permitted to make specific annual requests for targeted expenditures		
Student support grants, bursaries and fellowships	1,675	1,790
Budgeted funds established for specific student initiatives are committed for their intended purpose.		
Library department and acquisitions	650	796
An agreement exists that permits the library department to automatically carryforward cumulative unspent budgeted funds		
Capital and infrastructure projects and reserves	4,725	4,541
Department reserve funds and global budgets established for specific capital and infrastructure initiatives.		
Global Budget Initiatives	1,275	1,501
Unspent targeted global funds that are held centrally until departmental allocations are known.		
Operating Budget	3,472	1,769
One-time budgeted funds committed to the annual operating budget		
	26,969	24,703
Accumulated interest on investments for specific purposes	897	423
These funds are recognized on investments that have been established for the repayment of the debentures payable		
Research funds with no external obligations	250	293
These funds are recognized revenue from research contracts and have been restricted for use on research projects		
	\$ 28,116	\$ 25,419

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

13. Commitments:

- a) As at April 30, 2012, the estimated costs to complete approved capital and renovation projects are approximately \$17,774,000 (2011 - \$32,612,500), which will be funded by government grants, donations, operations and long-term debt proceeds
- b) The following are the future minimum annual operating lease payments due over the next five fiscal years and thereafter (in 000's).

2013	\$ 1,110
2014	1,093
2015	1,088
2016	1,102
2017	1,124
Thereafter	7,556
	\$ 13,073

14. Canadian Universities Reciprocal Insurance Exchange:

The University is a member of the Canadian Universities Reciprocal Insurance Exchange ("CURIE"). CURIE is a pooling of the property damage and public liability insurance risks of its members. All members pay annual deposit premiums which are actuarially determined and are subject to further assessment in the event members' premiums are insufficient to cover losses and expenses. No assessment has been made for the year ended April 30, 2012.

15. Contingencies:

The nature of the University's activities are such that there may be litigation pending or in the prospect at any time. With respect to claims at April 30, 2012, administration believes that the University has valid defenses and appropriate insurance coverage in place. In the event any claims are successful, administration believes that such claims are not expected to have a material effect on the University's financial position. No provision has been accrued in these financial statements in respect of the above litigation.

16. Financial instruments:

For certain of the University's financial instruments, including cash, accounts receivable, government grants receivable and accounts payable and accrued liabilities, the carrying values approximate the fair values due to their short-term maturity. The fair value of marketable securities and investments, determined based on quoted market values, are disclosed in notes 2 and 3. The fair market value of long-term debt is disclosed in notes 6 and 7.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

16. Financial instruments (continued):

Interest rate swaps.

The University has entered into interest rate swap agreements to manage the volatility of interest rates. The University converted a net notional of \$28,000,000 of floating rate long-term debt relating to the Cairns Family Health and Bioscience Research Complex and Marilyn I. Walker School of Fine and Performing Arts. The fixed rates received under the interest rate swaps range from 2.85% to 4.69%. The maturity dates of the interest rate swaps are the same as the maturity dates of the associated long-term debt of June 29, 2022.

The fair value of the interest rate swaps at April 30, 2012 are in a net unfavourable position of \$2,765,126 (2011 - \$321,299) which is recorded as a liability on the statement of financial position. The current year impact of the change in fair value of the interest rate swap is a decrease to net assets by \$2,443,827 (2011 - \$321,299).

17. Capital management:

In managing capital, the University focuses on liquid resources available for operations. The University's objective is to have sufficient liquid resources to continue operating despite adverse financial events and to provide it with the flexibility to take advantage of opportunities that will advance its purpose. The need for sufficient liquid resources is considered in the preparation of the annual operating budget and capital projects, with actual results being compared to budget on a regular basis, and in the monitoring and forecasting of cash flows.

The University has available lines of credit of \$30.0 million that can be used when sufficient cash flow is not available from operations to cover operating and capital expenditures. This line of credit was not utilized during the current fiscal year.

As at April 30, 2012, the University has met its objective of having sufficient liquid resources to meet its current obligations.

18. First Generation Pilot Project Initiatives:

For the period from April 1, 2010 to March 31, 2012, the University's financial statements include expenditures totaling \$878,383 for the purpose of carrying out the First Generation Pilot Project Initiatives. The goal of this project is to increase the awareness of the benefits of post-secondary education of first generation students thereby increasing their participation, retention and graduation rates.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

19. Other information:

The Statement of Operations consolidates all the revenue and expense activities of the university. Schedule I segments these activities of the university into the following funds: general and ancillary operations, externally restricted research and student awards, internally restricted, investments in capital and endowments. In addition the net assets for these segments are provided.

General operations include government operating grants, tuition fees and other income received to fund salaries, benefits, material and supplies, bursaries and general operating costs associated with instruction, academic, student and administrative support services and research other than sponsored or contract research. Ancillary operations include services provided which are supplementary to the university's primary function of instruction and research. They include the bookstore, parking, student residences and conferences services.

The format adopted for the operating budget enhances accountability and budgetary control of resources. The following schedule adjusts for those activities contained within the general and ancillary operations category to a basis consistent with the preparation and approval of the university's annual operating budget

(000's)	2012	2011
General and Ancillary Operations –		
Excess of revenue over expenses (Schedule I)	\$ 7,369	\$ 1,853
Net adjustments to restate to an operating budget basis	(5,103)	(304)
Excess of revenues over expenses on an operating budget basis	2,266	1,549
Opening unrestricted surplus from the operating budget	(6,968)	(2,805)
Transfers to internally restricted - operations (note 12)	(2,266)	(5,712)
Ending unrestricted deficit on an operating budget basis	\$ (6,968)	\$ (6,968)

Net adjustments relate to revenue and expenses that are treated differently in the financial statements, under generally accepted accounting principles from the treatment in the operating budget. Revenues that are not included in the operating budget such as donations and trust fund contributions, investment income for the internal sinking funds, and project funds designated for specific purposes such as internal research. Expenses not included in the operating budget include actuarially determined costs for employee future benefit costs, and student awards and bursaries paid through the trust fund. Expenses included only in the operating budget are principle repayments, sinking fund contributions and capital purchases for equipment, computers and library books.

BROCK UNIVERSITY

Notes to Financial Statements (continued)

Year ended April 30, 2012

20. Ancillary operations:

(000's)	2012	2011
Revenues		
Campus store	\$ 11,000	\$ 11,330
Parking	2,957	2,855
Residence/conference services	15,563	15,121
	29,520	29,306
Expenses		
Campus store	9,839	10,048
Parking	1,534	1,538
Residence/conference services	13,924	13,964
	25,297	25,550
Excess of revenues over expenses	\$ 4,223	\$ 3,756

21. Comparative figures:

The comparative financial statements have been reclassified to conform to the presentation of the 2012 financial statements

BROCK UNIVERSITY

Schedule I – Statement of Operations by Fund Page 1 of 2

Year ended April 30, 2012
(in thousands of dollars)

	General and ancillary operations	Research and student awards	Total unrestricted	Internally restricted	Invested in capital assets	Subtotal	Endowments	Total
Revenues								
Student fees	\$ 115,114	\$ -	\$ 115,114	\$ -	\$ -	\$ 115,114	\$ -	\$ 115,114
Government grants for general operations	89,377	-	89,377	-	-	89,377	-	89,377
Ancillary operations	29,520	-	29,520	-	-	29,520	-	29,520
Grants and donations for restricted purposes	-	1,196	1,196	-	-	1,196	3,652	4,848
Investment income	1,704	-	1,704	-	-	1,704	1,411	3,115
Other	14,548	-	14,548	-	-	14,548	-	14,548
Research grants for restricted purposes	-	13,901	13,901	-	-	13,901	-	13,901
Amortization of deferred capital contributions	-	-	-	-	4,706	4,706	-	4,706
	250,263	15,097	265,360	-	4,706	270,066	5,063	275,129
Expenses								
Salaries and benefits	178,521	-	178,521	-	-	178,521	-	178,521
Scholarships, fellowships and bursaries	10,334	1,196	11,530	-	-	11,530	458	11,988
Supplies and expenses	11,522	-	11,522	-	-	11,522	-	11,522
Materials and expendable equipment	3,424	-	3,424	-	-	3,424	-	3,424
Repairs, maintenance and rent	5,936	-	5,936	-	-	5,936	-	5,936
Utilities and taxes	7,424	-	7,424	-	-	7,424	-	7,424
Interest	6,154	-	6,154	-	-	6,154	-	6,154
Cost of sales	8,146	-	8,146	-	-	8,146	-	8,146
Other	11,433	-	11,433	-	-	11,433	-	11,433
Research	-	13,901	13,901	-	-	13,901	-	13,901
Amortization of capital assets	-	-	-	-	14,376	14,376	-	14,376
	242,894	15,097	257,991	-	14,376	272,367	458	272,825
Excess of revenues over expenses (expenses over revenues)	7,369	-	7,369	-	(9,670)	(2,301)	4,605	2,304
Inter-fund transfers								
Change in investment in capital assets	(8,989)	-	(8,989)	-	8,989	-	-	-
Change in internally restricted net assets	(2,697)	-	(2,697)	2,697	-	-	-	-
Change in fair market value of interest rate swap	(2,444)	-	(2,444)	-	-	(2,444)	-	(2,444)
Changes in net assets	(6,761)	-	(6,761)	2,697	(681)	(4,745)	4,605	(140)
Net assets, beginning of year	(30,934)	-	(30,934)	25,419	15,872	10,357	49,968	60,325
Net assets, end of year	\$ (37,695)	\$ -	\$ (37,695)	\$ 28,116	\$ 15,191	\$ 5,612	\$ 54,573	\$ 60,185

BROCK UNIVERSITY

Schedule I – Statement of Operations by Fund Page 2 of 2

Year ended April 30, 2011
(in thousands of dollars)

	General and ancillary operations	Research and student awards	Total unrestricted	Internally restricted	Invested in capital assets	Subtotal	Endowments	Total
Revenues								
Student fees	\$ 105,859	\$ -	\$ 105,859	\$ -	\$ -	\$ 105,859	\$ -	\$ 105,859
Government grants for general operations	86,574	-	86,574	-	-	86,574	-	86,574
Ancillary operations	29,306	-	29,306	-	-	29,306	-	29,306
Grants and donations for restricted purposes	-	1,048	1,048	-	-	1,048	5,361	6,409
Investment income	809	-	809	-	-	809	3,834	4,643
Other	13,632	-	13,632	-	-	13,632	-	13,632
Research grants for restricted purposes	-	17,330	17,330	-	-	17,330	-	17,330
Amortization of deferred capital contributions	-	-	-	-	5,881	5,881	-	5,881
	236,180	18,378	254,558	-	5,881	260,439	9,195	269,634
Expenses.								
Salaries and benefits	166,475	-	166,475	-	-	166,475	-	166,475
Scholarships, fellowships and bursaries	11,455	1,048	12,503	-	-	12,503	804	13,307
Supplies and expenses	11,596	-	11,596	-	-	11,596	-	11,596
Materials and expendable equipment	3,824	-	3,824	-	-	3,824	-	3,824
Repairs, maintenance and rent	6,043	-	6,043	-	-	6,043	-	6,043
Utilities and taxes	7,706	-	7,706	-	-	7,706	-	7,706
Interest	6,203	-	6,203	-	-	6,203	-	6,203
Cost of sales	8,450	-	8,450	-	-	8,450	-	8,450
Other	12,575	-	12,575	-	-	12,575	-	12,575
Research	-	17,330	17,330	-	-	17,330	-	17,330
Amortization of capital assets	-	-	-	-	13,500	13,500	-	13,500
	234,327	18,378	252,705	-	13,500	266,205	804	267,009
Excess of revenues over expenses (expenses over revenues)	1,853	-	1,853	-	(7,619)	(5,766)	8,391	2,625
Inter-fund transfers								
Change in investment in capital assets	(4,804)	-	(4,804)	-	4,804	-	-	-
Change in internally restricted net assets	(5,980)	-	(5,980)	5,980	-	-	-	-
Change in fair market value of interest rate swap	(321)	-	(321)	-	-	(321)	-	(321)
Changes in net assets	(9,252)	-	(9,252)	5,980	(2,815)	(6,087)	8,391	2,304
Net assets, beginning of year	(21,682)	-	(21,682)	19,439	18,687	16,444	41,577	58,021
Net assets, end of year	\$ (30,934)	\$ -	\$ (30,934)	\$ 25,419	\$ 15,872	\$ 10,357	\$ 49,968	\$ 60,325