

Explanatory Comments on the Financial Statements

Statement of Financial Position

Assets

	April 30, 2026	April 30, 2025	Change Increase / (Decrease)	Comments
Cash and cash equivalents	\$ 77,571	\$ 81,835	\$ (4,264)	Cash provided by operating activities was \$8,389 and cash provided from financing activities was \$8,646. This was offset by \$21,299 cash used in investing activities. Refer to the cash flow statements in the financial statements for more detailed activity and the capital asset section below for investing activities.
Accounts receivable <i>(includes student, external organizations and tax rebates)</i>	16,952	15,956	996	A significant portion of the change is attributable to a higher GIC and bank interest receivable of \$763 compared to the prior year. A tax rebate increase of \$404 is due to higher March and April HST returns receivable at year end (2025-26 \$1,371 vs \$2024-25 - \$967) which is mainly the result of a Section 211 claim of \$330 being included on the April HST return. Student accounts receivable remained consistent, only decreasing by \$41 and Customer Accounts receivable decreased by \$21 from the prior year.
Government grants receivable <i>(includes nursing grant, government operating and research grants)</i>	6,234	10,513	(4,279)	The change is attributable to a lower receivable from MCURES for the Nursing grant of \$3,306 compared to the prior year due to timing of payments received throughout the year. The decrease is also a result of a lower receivable of \$734 from the Ministry of the Environment related to the completion of the District Energy Electrification project, \$500 for the Efficiency and Accountability Funding and \$312 for the Postsecondary Education Sustainability Fund. New government grant receivables this year include \$500 for Nursing equipment. The change also includes a decrease in external research grants that were in a receivable position at year-end.
Prepaid expenses and other assets <i>(includes payments for future economic benefit)</i>	992	1,004	(12)	The change is attributable to the timing of software license and membership payments around year end. The slight decrease is due to the shift of the President's golf tournament from its usual timing in May to August, along with the Cuvee event, which was held in May last year, being paused and not held this year.

<p>Inventories <i>(includes bookstore, natural gas, science stores and various housekeeping and maintenance supplies)</i></p>	462	975	(513)	<p>The change is attributable to the campus store inventory balance being zero at year end. As the Bookstore operations were transitioned to Follet Canada (3rd party operator) in May 2025, and all inventory was sold.</p>
<p>Restricted investments <i>(includes endowments, unspent capital grants, internal sinking fund, investments held for other restricted purposes)</i></p>	231,330	222,905	8,425	<p>The change is due to an increase in endowments of \$5,131 (\$8,124 in investment gains, \$599 in new donations offset by spending of \$3,592); also due to an increase in the sinking fund (contributions of \$2,845, including \$1,544 related to the student fee collected for the repayment of the debenture proceeds used to fund the construction of the zone fitness centre, and investment gain of \$2,160); and to an increase in the EFB reserves (\$933 investment gains). Internally restricted net assets also decreased by \$2,274, which Financial Services manages an investment strategy for these funds. Refer to appendix 4 of this report and financial statement note 12 for additional details. Unspent donations and government grants for capital contributions also increased by \$4,227.</p>
<p>Capital assets</p>	453,870	471,857	(17,987)	<p>Capital asset purchases were \$18,005, which includes \$2,022 related to furniture and IT equipment for the Burlington Campus, \$891 related to the Research Farm – CASP, \$7,902 related to Engineering renovations at 3401 Schmon Parkway and Main Campus including equipment costs. Additional capital asset purchases were mainly the result of energy efficiency and compliance upgrades, Cogen cylinder head replacements, computer purchases, and Residence network upgrades. The increases were offset by amortization of \$35,992.</p>
<p>Employee future benefits asset <i>(includes the accrued benefit asset for the pension plan)</i></p>	2,262	9,565	(7,303)	<p>This change resulted from a \$31,971 or 4.59% increase in the discounted obligations, and Plan assets also increased by \$24,668 or 3.50%. The increase in plan assets is a result of interest income of \$41,278 and by the remeasurement on plan assets of \$4,092. Benefit payments to plan members increased compared to the prior year by \$15,285. Benefit payments consisted of payments to plan members of \$21,598 (\$20,623 in 2024-25) and transfers out of the plan of \$25,426 (\$11,116 in 2024-25). The latest actuarial funding valuation was performed as at July 1, 2025.</p>

Liabilities

	April 30, 2026	April 30, 2025	Change Increase / (Decrease)	Comments
Accounts payable and accrued liabilities <i>(includes to be paid general operating, payroll and construction (i.e., District Energy Electrification, 3401 Schmon Parkway and Engineering renovations etc.) related expenses</i>	\$ 37,598	\$ 40,573	\$ (2,975)	This change is primarily due to a decrease in accruals for construction projects by \$621 compared to the prior year, mainly related to the District Energy System Electrification project being completed, and Student credit balances in a payable position decreasing by \$1,904. This is offset by an increase in the year end payroll accrual of \$855 and payroll remittances (mainly income tax, CPP and EI) of \$49 due to timing of pay periods around year end. The remaining decrease is attributed to the timing of other expenses incurred around year-end.
Deferred revenue <i>(includes tuition payments for spring/summer, deposits (i.e. residence), and other payments for service in a future fiscal period.</i>	20,895	21,984	(1,089)	The change is primarily attributable to a decrease in deferred externally restricted donations of \$2,353 mainly due to one large donation received at the end of fiscal 2024-25. The donation has since been reallocated to deferred capital contributions. This is offset by an increase in deferred tuition and student fees of \$1,225. The remaining portion is due to general deferred revenue as a result of timing of externally restricted non research grant payments and spending.
Deferred contributions <i>(includes unspent non capital external grants with restrictions)</i>	13,940	11,410	2,530	The change is primarily attributable to the awarding and utilization of externally restricted research grants.
Current portion of long-term debt	4,234	4,117	117	The change is attributable to planned repayment of long-term debt in accordance with borrowing agreements and the University's debt repayment strategy.
Long-term debt <i>(includes loans for Earp, Lowenberger, 3401 Schmon Parkway and Major capital projects)</i>	32,939	37,173	(4,234)	The change is attributable to planned repayment of long-term debt in accordance with borrowing agreements and the University's debt repayment strategy.
Debenture payable <i>(represents the \$93,000 bullet payment due in 2045 and \$125,000 due in 2060)</i>	215,240	215,160	80	The change represents the amortization of deferred charges related to the 2005 Series A bond and the 2020 Series B bond. Deferred charges represented \$2,760 at April 30, 2026.
Deferred capital contributions <i>(represents the unamortized portion of donations and grants</i>	211,740	211,217	523	Additions include a grant of \$4,453 for the Facilities Renewal Program funds, \$594 for Training Equipment and Renewal Fund projects, \$406 for Nursing equipment, \$1,544 in Zone Expansion student fees, \$5,492

<i>received specifically for the acquisition of capital)</i>				donation for the Research Farm CASP project and \$274 in other grants and donations, offset by amortization of \$12,240.
Employee future benefits obligations <i>(represents pension and non-pension future benefits which includes retiree medical, dental and health care spending accounts)</i>	32,855	32,840	15	Non-pension employee future benefit obligation increased by \$15 (see Employee future benefits asset above for Pension employee future benefits). The increase in non-pension obligation is the result of current service costs of \$1,834 (increase of \$17 compared to the prior year), interest costs of \$1,577 (decrease of \$5 compared to the prior year), offset by an actuarial gain of \$1,513 (loss in the prior year of \$773) and by benefit payments of \$1,883 (\$1,879 in 2024-25).

Net Assets

	April 30, 2026	April 30, 2025	Change Increase / (Decrease)	Comments
Endowment	\$ 137,142	\$ 132,011	\$ 5,131	The increase is primarily attributable to investment gains of \$8,124. Spending from the endowment totaled \$3,592. The balance of the change was new donations of \$599.
Invested in capital assets	35,906	51,349	(15,443)	Invested in capital assets represents the net carrying value of capital assets. Repayment of long-term debt and purchases of capital assets internally financed increased the balance by \$8,309, which was offset by net amortization of \$23,752. Refer to financial statement note 11 for more detailed activity.
Internally restricted	77,673	79,947	(2,274)	Internally restricted net assets represent internally committed funds. Refer to appendix 4 of this report and financial statement note 12 for additional details.
Employee future benefits	(30,593)	(23,275)	(7,318)	The balance is equal to assets net of the employee future benefit obligation. The components are explained on pages 1 and 2 under Employee future benefits asset / obligation.
Unrestricted	104	104	-	Unrestricted represents the surplus/deficit of the University adjusted for transactions between other net asset accounts. As of April 30, 2026, there is a small uncommitted surplus, which represents uncommitted cash.

Statement of Operations

Revenue

	April 30, 2026	April 30, 2025	Change Increase / (Decrease)	Comments
Student fees <i>(includes domestic and international tuition plus University specific ancillary fees)</i>	\$ 183,010	\$ 182,748	\$ 262	The change is attributable to an increase in domestic enrolment vs. 2024-25 of 3.8%, increased undergraduate & graduate professional program international tuition rates, and domestic tuition anomalies; offset by a decrease in international enrolment of 20.8% vs. 2024-25.
Government grants <i>(includes the base operating grants and all other grants for general purposes)</i>	\$ 118,848	\$ 112,325	6,523	The change is driven by MCURES funding. STEM funding of \$4.4M was received in 2025-26, which was not received in 2024-25. Nursing funding increased by \$1.9M mainly because of increased enrolment. An additional \$2.0M of Teacher Education funding was also received in 2025-26. These increases were offset by reduced Postsecondary Education Sustainability Fund (PSESF) of \$1.3M well as the one-time Efficiency and Accountability Funding (\$0.5M) that was accounted for in 2024-25.
Ancillary operations <i>(includes revenue from the bookstore, parking, housing services, hospitality services, conference services)</i>	\$ 41,623	\$ 45,607	(3,984)	The change is attributable to an increase in Housing Services revenue of \$1,282, an increase in Parking revenue of \$472, an increase in Dining Services of \$368, offset by decrease in Campus Store revenue of \$3,936 due to transitioning to Follett (3 rd party operator) in May 2025, and a decrease in conference services of \$2,170 mainly due to hosting the World Rowing Conference held in 2024-25.
Sales and services <i>(includes interest earned on student accounts, deferral fees, facility rentals, membership fees, application fees and athletic fees)</i>	22,034	21,161	873	The change is due to an increase of \$475 in Brock Sports Medicine services (mostly physiotherapy) which opened a new location at Canada Games Park. The increase is also due to a provincial sales tax rebate claim from 1995-2001 being settled for \$646; an increase of \$295 related to program fees in youth university operations. The remaining change is attributed to a number of activities in smaller dollar values across the University.
Other revenues for restricted purposes <i>(includes general donations and non-endowed and endowment donation revenue earned)</i>	5,555	5,137	418	The change is a result of an increase in endowment revenue recognized from increased spending of endowment accounts of \$77, an increase in spending of donated expendable student award trusts of \$31 and an increase in operating and project fundraising and donation revenue of \$310.

Investment income	8,505	9,859	(1,354)	The change is a result of a \$1,942 decrease in operating investment income due to declining interest rates and investment balance due to spending reserves. Operating investment income was \$5,324 (\$7,266 2024-25). The Mawer Balanced Fund had a return of \$3,139 or 10.65% compared to a return of \$2,525 or 10.49% in 2024-25. The Mawer Balanced Fund is used for investing the University's sinking fund and non-pension employee future benefits. Investment income earned on the Canada Games Capital Reserve (held by the Region of Niagara) was \$54.
Research grants for restricted purposes <i>(includes direct research funding and activity)</i>	17,502	16,902	600	This amount matches the research expenditures for the year. See Note 17 in the Financial Statements for a breakdown of expenses.
Amortization of deferred capital contributions <i>(includes the amortization of grants and donations received for the acquisition of capital)</i>	12,240	11,397	843	The amount of revenue recorded is based on the grant and/or donations multiplied by an amortization rate that mirrors the amortization rate of the asset for which the grant and/or donation funded. In year, there were additions attributed to Facilities Renewal Program projects, District Energy System Electrification and Zone Expansion projects that were amortized. This is offset by other assets becoming fully amortized.

Expense

	April 30, 2026	April 30, 2025	Change Increase / (Decrease)	Comments
Salaries and benefits <i>(includes salary and benefits for all funds including research)</i>	\$ 276,637	\$ 268,536	\$ 8,101	Overall, the increase in salary costs is \$5,891 and benefits & pension is \$2,210. Of the total increase \$6.2M relates to Faculty/Librarian salary rate increases as part of the collective agreement, which is offset by savings of \$2.9M as a result of the retirement incentive, net of new Faculty/Librarian hires during the year. The remaining \$4.8M increase is related to costs of other employee groups.
Operating expenses <i>(includes stationery, photocopying, postage, library acquisitions, printing, teaching supplies, technology operating costs, professional development, recruitment, memberships, advertising and promotion, consulting, legal, audit, insurance fees)</i>	50,621	50,664	(43)	Contracted services increased \$1,033 due to implementation payments made to Enbridge as part of the SPARK project and \$853 related to Continuing Teacher Education, Library acquisitions also increased \$279. Offsetting these increases was a decrease in Conference Services Foodservice costs of \$873 mainly due to hosting the World Rowing Conference held in 2024-25, postage and courier \$142, travel expenses \$287,

				bad debt expense \$1,316 as well as lower facility rental expenses of \$624 as the rental agreement with the Performing Arts Centre expired. The remaining difference is due to a number of activities in small dollar values across the University.
Scholarships, fellowships and bursaries (includes graduate fellowships, undergraduate bursaries and scholarships for all funds including research.)	26,945	28,411	(1,466)	The decline in scholarships, fellowships and bursaries is driven by the following: The undergraduate Brock Scholars program saw a decline of \$675 mainly resulting from the flowthrough of the changes implemented in 2023-24 (a change in the top academic tier and a reduction in the monetary award of each tier). Graduate international fellowships declined \$651 due to lower enrolment. Undergraduate discretionary bursaries also declined \$440 for budget mitigation.
Expendable equipment, repairs and maintenance (includes maintenance of devices, building and grounds, minor repairs, electronic software, cleaning costs for properties)	17,988	14,382	3,606	The increase in spending on expendable equipment, repairs and maintenance compared to 2024-25 was mainly because of a payment of \$2,750 based on an agreement with the City of Burlington as a partner contribution to their renovations of Burlington Campus and an increase in software license purchases of \$1,194. The increases were offset by a decrease in laboratory equipment purchases, HVAC repair and maintenance costs, custodial supplies and abatement/remediation repair & maintenance costs.
Utilities and taxes (includes hydro, water, natural gas, property taxes)	9,606	10,062	(456)	Water and wastewater expense was 2% (\$20) higher than the prior year due to increased water rates. Natural gas expense was 27% (\$906) lower than the prior year due to less natural gas usage in the Cogen engines due to the District Energy Electrification (DES) project. The district loop was heated/cooled using more electricity rather than natural gas in 2025/26. Electricity costs increased by 97% (\$2,274) compared to the prior year as more electricity was purchased due to the DES project and due to higher electricity pricing (\$0.07/kWh vs \$0.04/kWh in 2024-25). Carbon & GHG Federal taxes decreased \$1,855 due to Emission Performance Standards participation ending in March 2025 and no carbon tax payable after that date. Property taxes increased \$11 related to 3401 Schmon Parkway property.
Interest on long-term debt	10,363	10,300	63	The change is attributable to repayment of long-term debt in accordance with borrowing agreements and the University debt repayment strategy.
Cost of sales (includes cost of purchasing items for resale by Ancillary operations)	401	3,648	(3,247)	The change is consistent with the decrease in Campus Store sales as the

				operations were transitioned to Follet Canada (3 rd party operator) in May 2025.
Amortization of capital assets	35,992	35,039	953	The change is attributable to the completion of various capital projects now eligible to begin amortizing including 3401 Schmon Parkway and Main Campus renovations and equipment for Engineering \$448, Burlington Campus furniture and IT equipment \$174 and an increase in amortization for District Energy System Electrification \$489 and Telephone System Replacement \$78 as 2025-26 was a full year of amortization. This is offset by a number of projects that were fully amortized in 2025-26.