



APUO

ASSOCIATION DES PROFESSEUR(E)S DE L'UNIVERSITÉ D'OTTAWA
ASSOCIATION OF PROFESSORS OF THE UNIVERSITY OF OTTAWA

The Real Financial Situation of the University of Ottawa

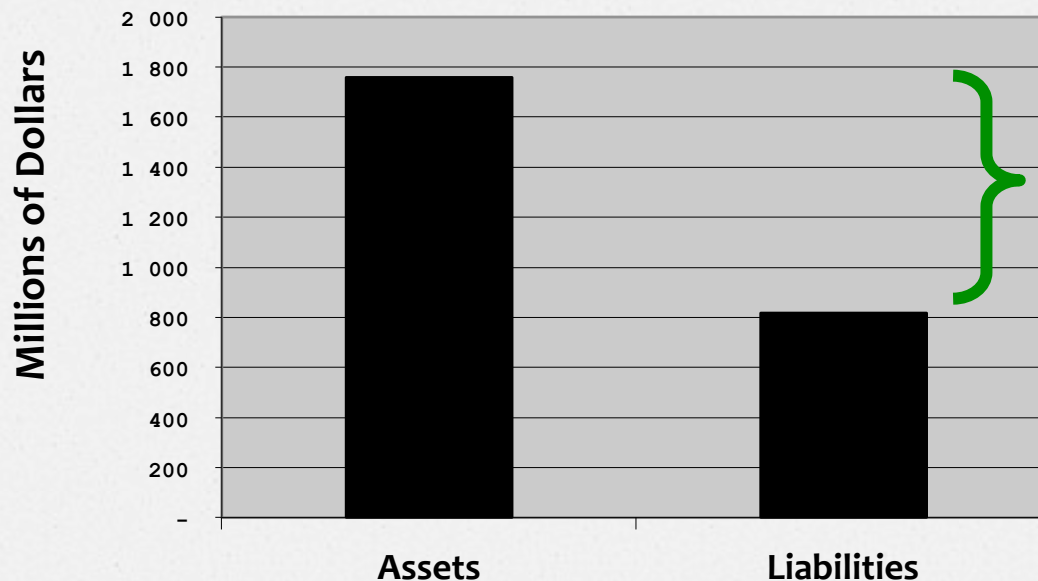
3 July, 2013

APUO Executive Committee

1. What is the employer's real financial situation?

Employer is in excellent financial situation

Financial Position 2012
(Year End April 30, 2012)

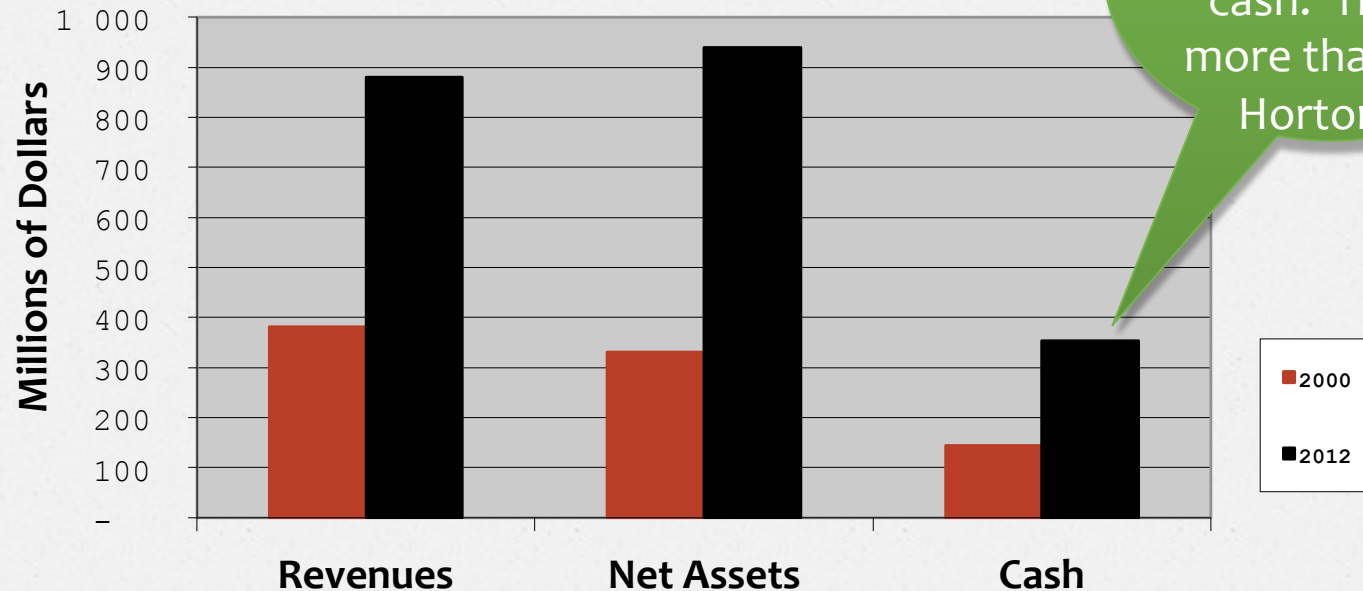


Net assets of almost \$1 Billion

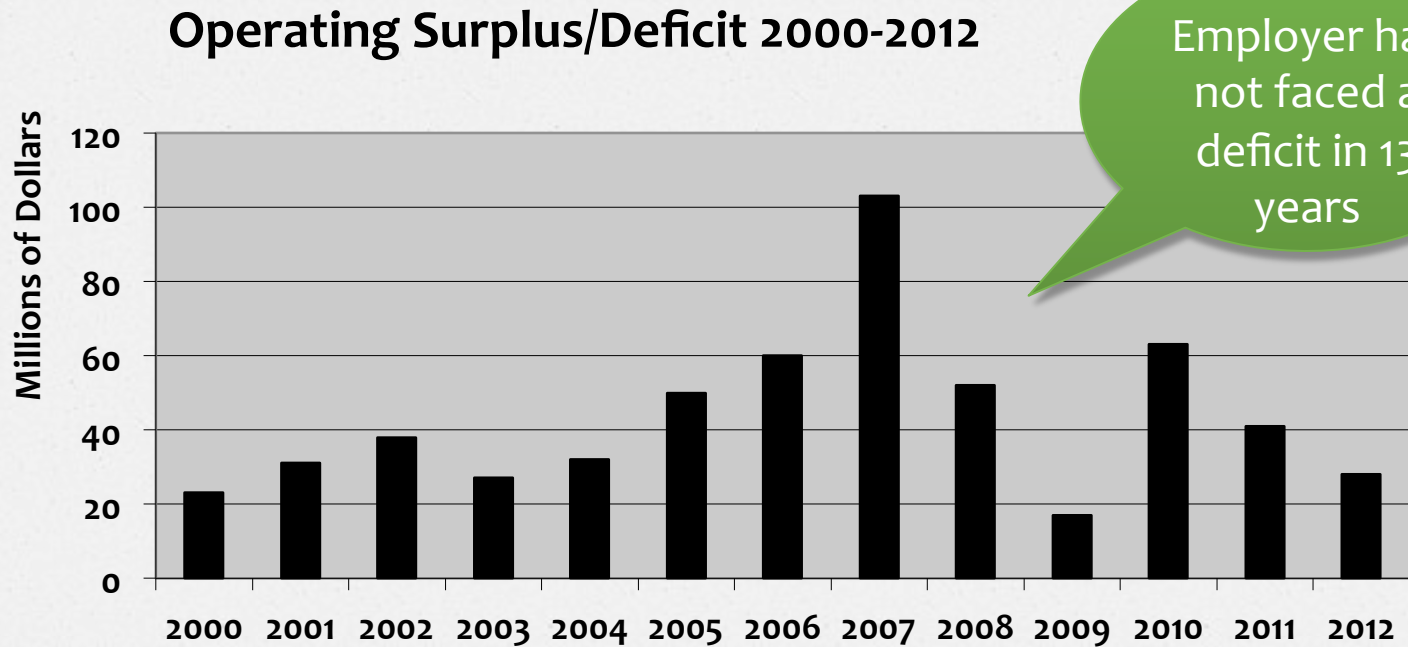
Net assets increased by \$35 million between 2011 and 2012

Employer is in much stronger financial situation than in 2000

Measures of Financial Strength



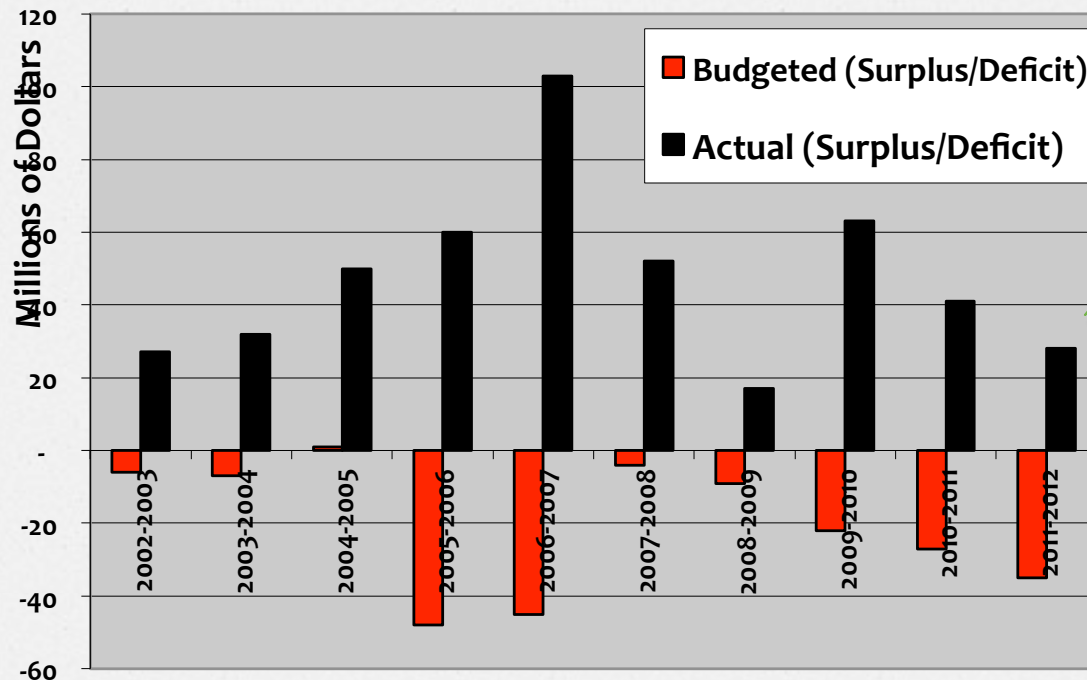
Employer banked almost \$600 million in surpluses from 2000 - 2013...



Sources: University Financial Statements 2000-2012

... despite systematically claiming that it faced financial shortfalls

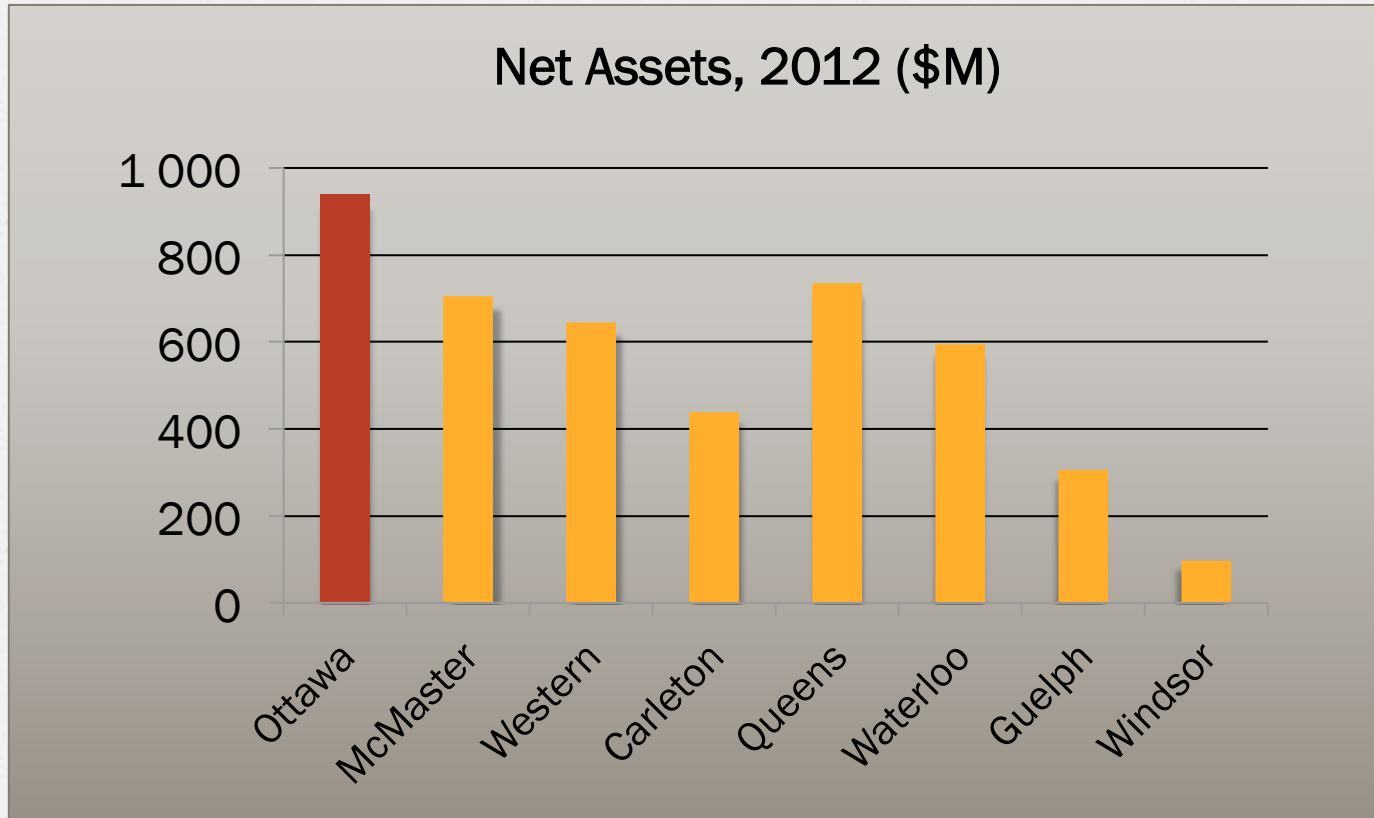
Budgeted versus actual surpluses/deficits 2002-2013



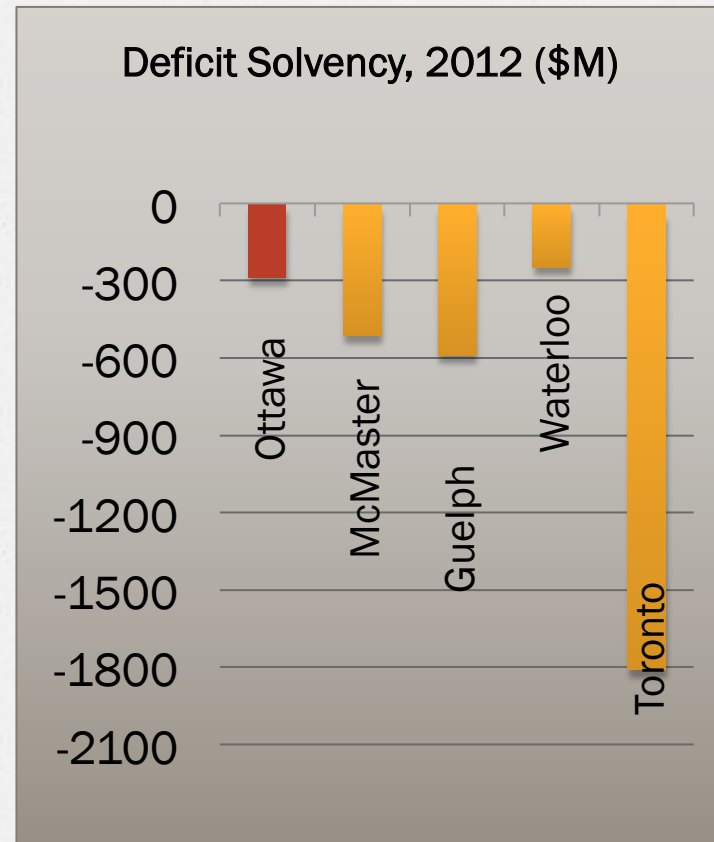
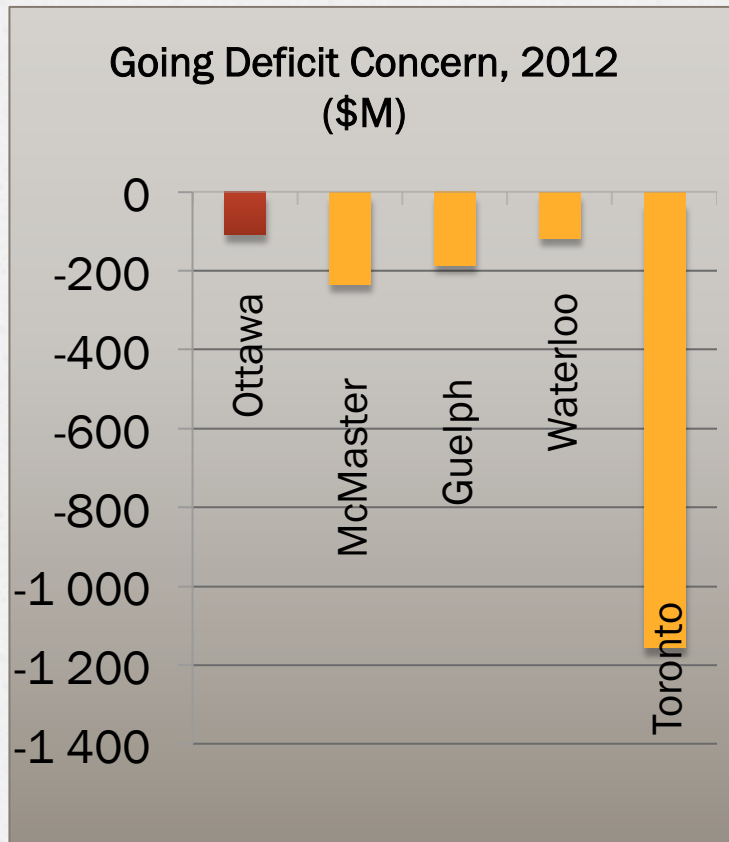
Cumulative difference of \$676M over 10 yrs

Budgets underestimated real situation by average of \$68M/yr

Employer in much better shape than comparable Ontario universities



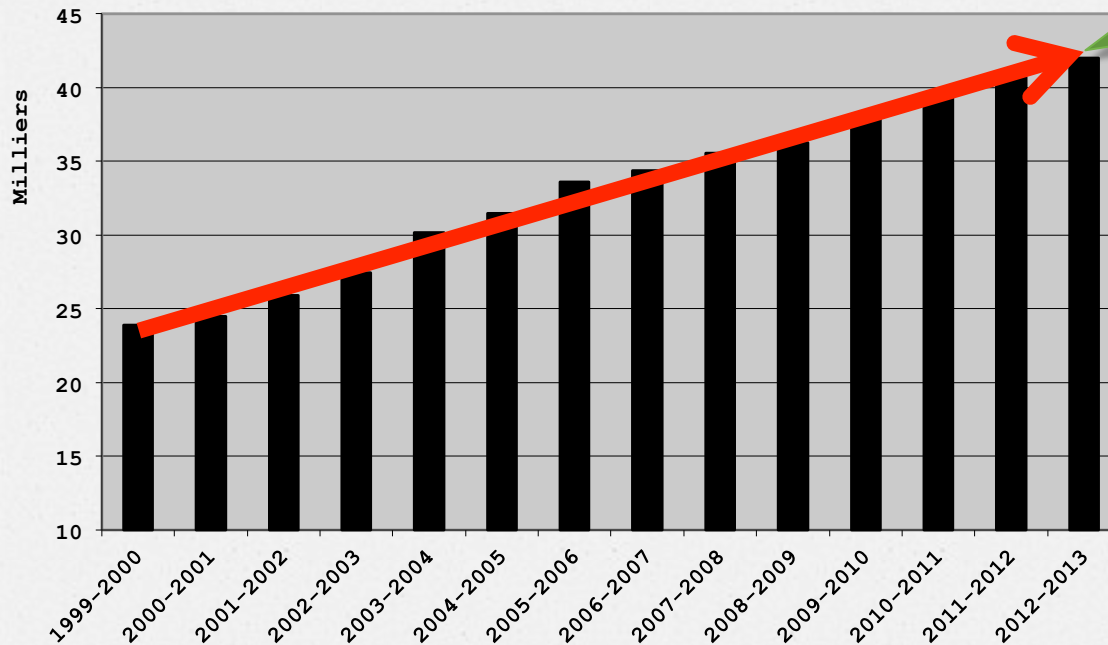
Even employer's own presentation shows uO Pension Plan is in better shape than peers



2. What choices allowed employer to build such a large surplus?

Employer has chosen to grow revenue through major increase in student enrolments

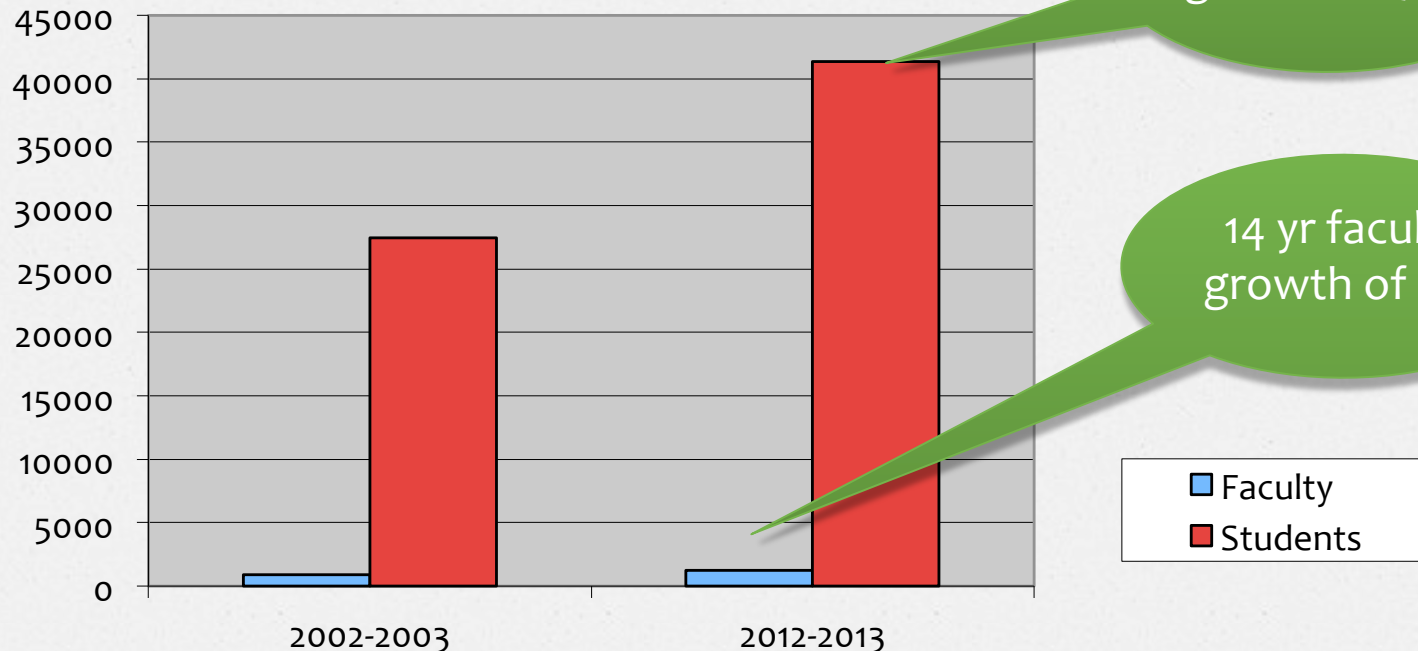
Total Number of Students (FT & PT)



Student growth of 76% over last 14 years

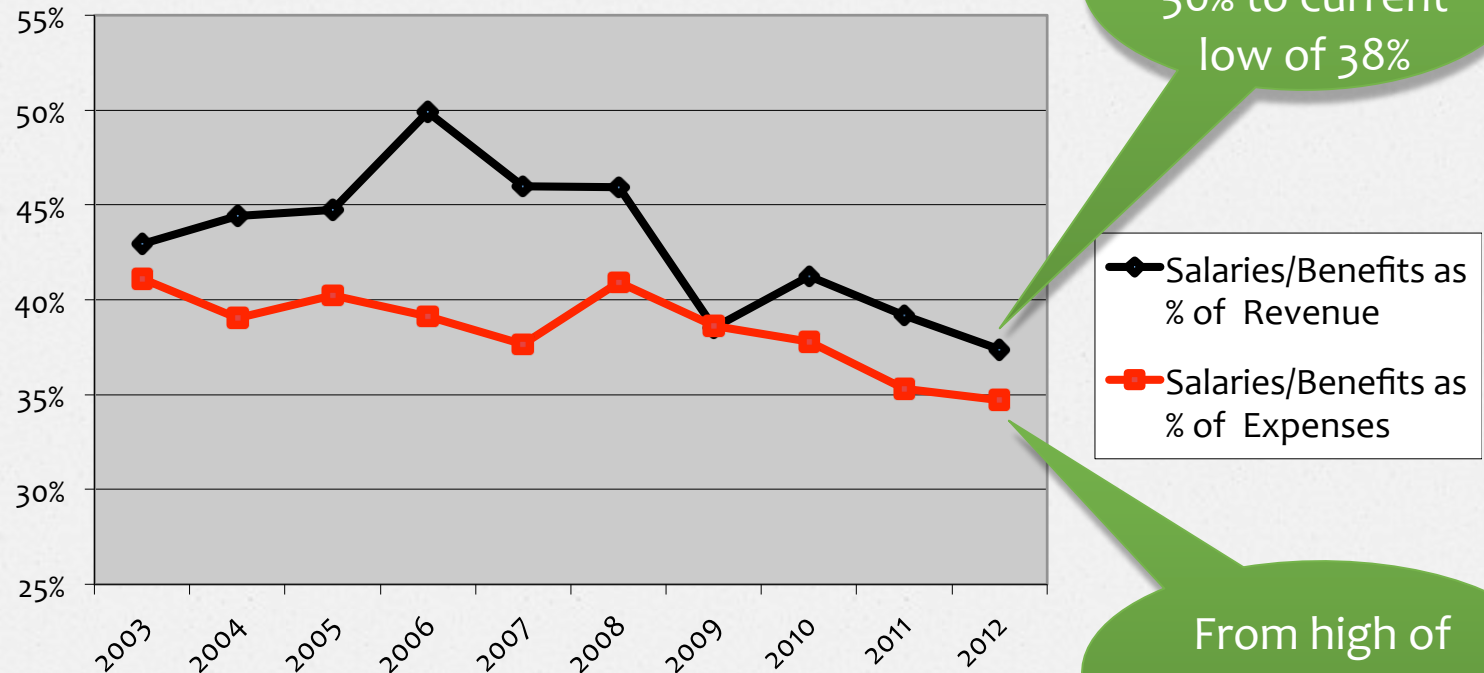
Employer has chosen to hire fewer regular profs than required by student growth

Full-Time Faculty vs Student Enrolments
1999-2000 to 2012-2013



Employer has chosen to reduce % of budget it spends on profs and other employees

Salaries as % of revenues & expenses,
2003-2012



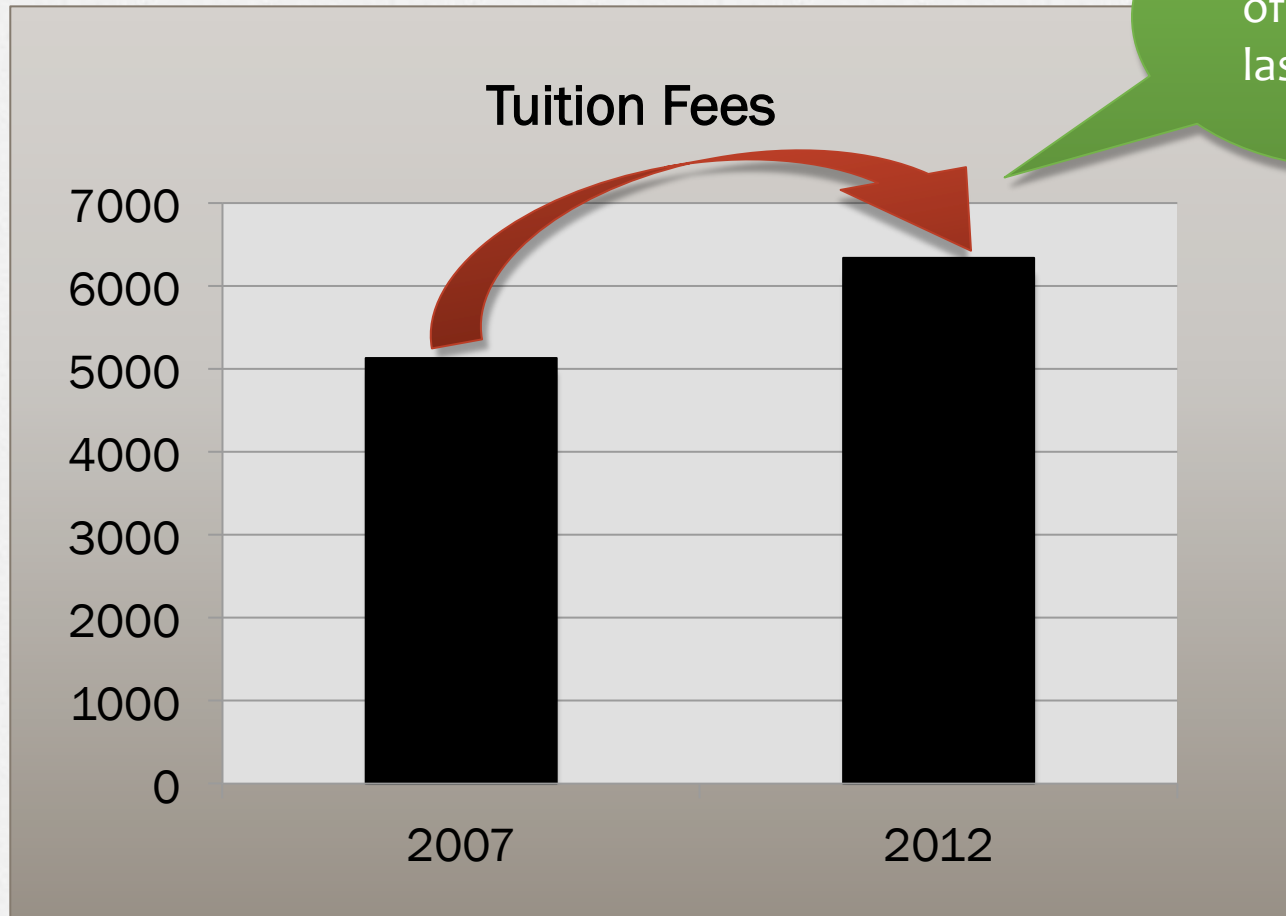
From high of 50% to current low of 38%

Salaries/Benefits as % of Revenue
Salaries/Benefits as % of Expenses

From high of 42% to current low of 34%

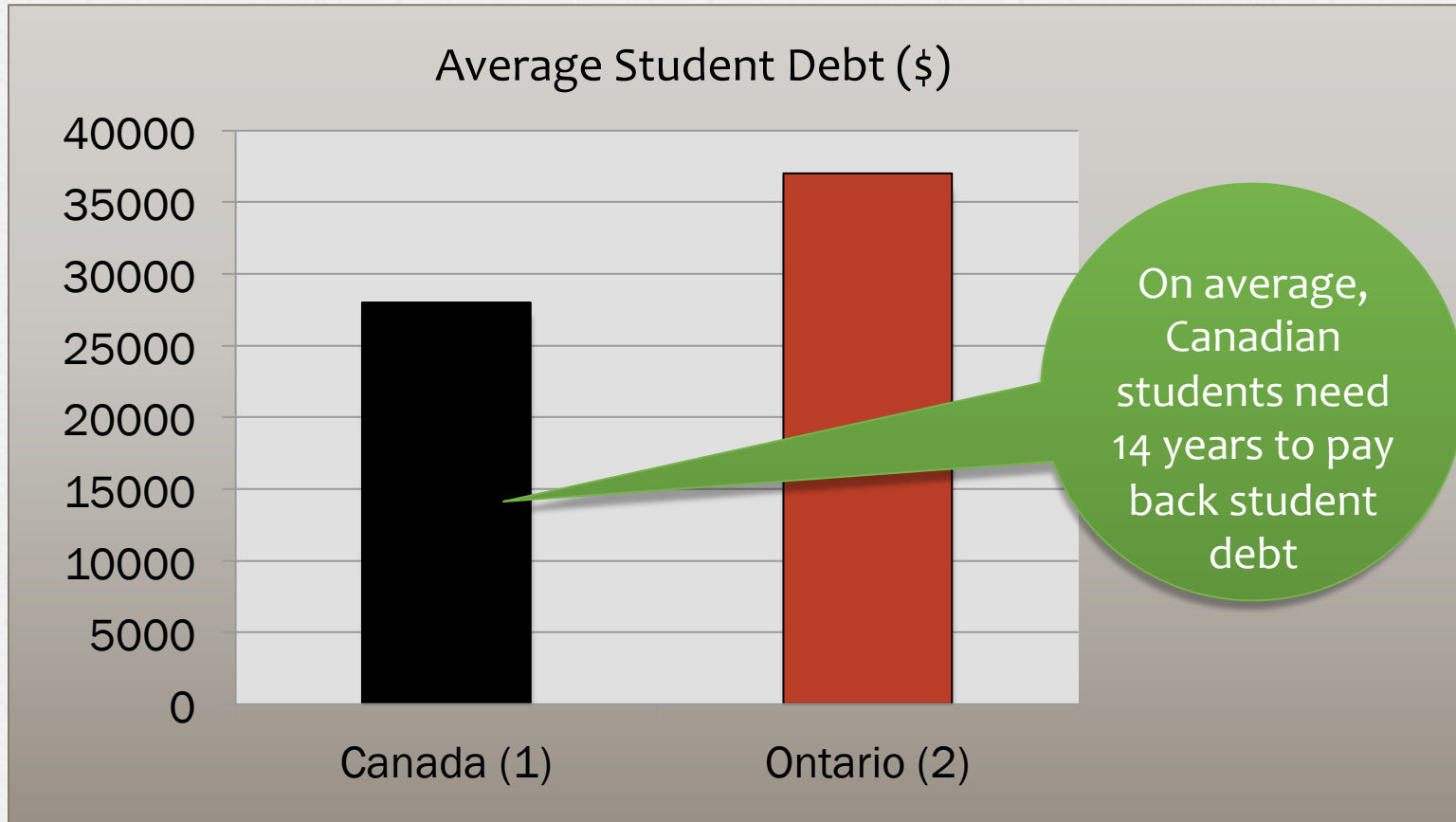
3. What have these choices meant for students and APUO members?

Higher Tuition Fees



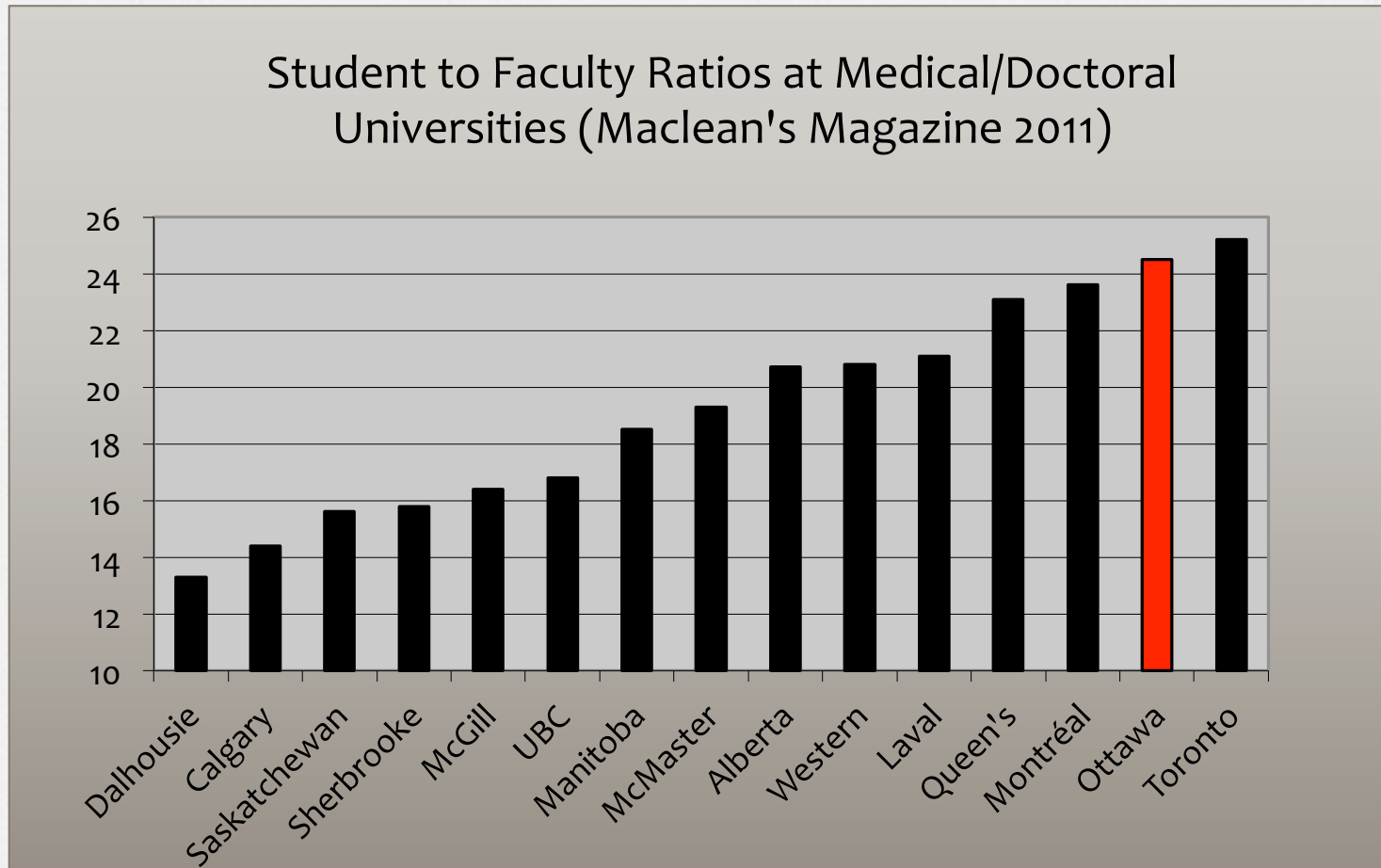
14 Source: University of Ottawa website, Registrar's office, archived tuition fee, B.A., B.Soc.Sci

More Student Debt



Source: (1) Canada: Financial Post. <http://business.financialpost.com/2012/09/04/student-debt-average-payback-takes-14-years>
(2) Ontario: Canadian Federation of Students and Stats Canada, "Moving towards affordable post-secondary education", February 2013

Larger classes, less student access to profs

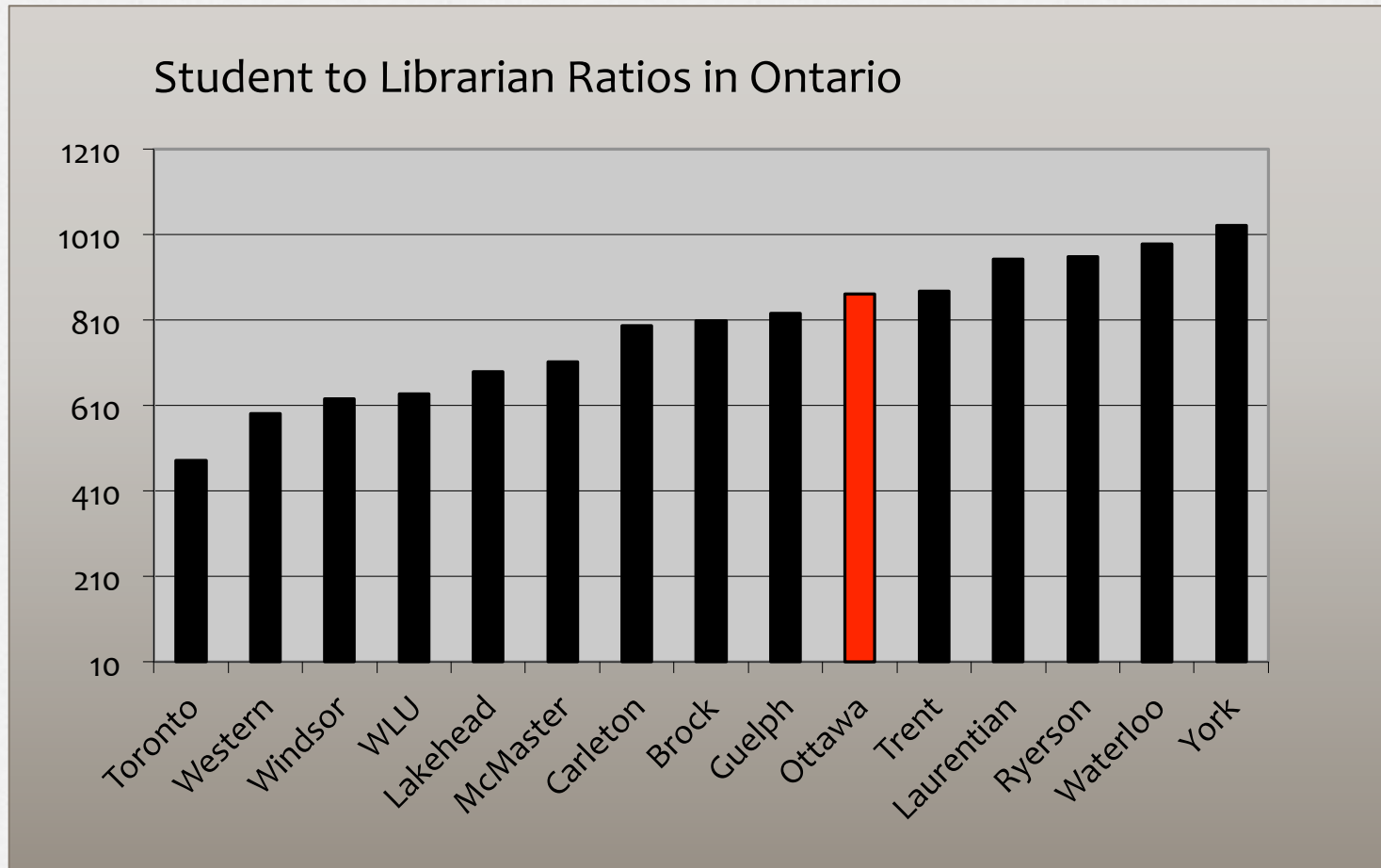


16

Source: Maclean's University Rankings, 2011

Source: McLean's Magazine 2012

Less student access to Librarians

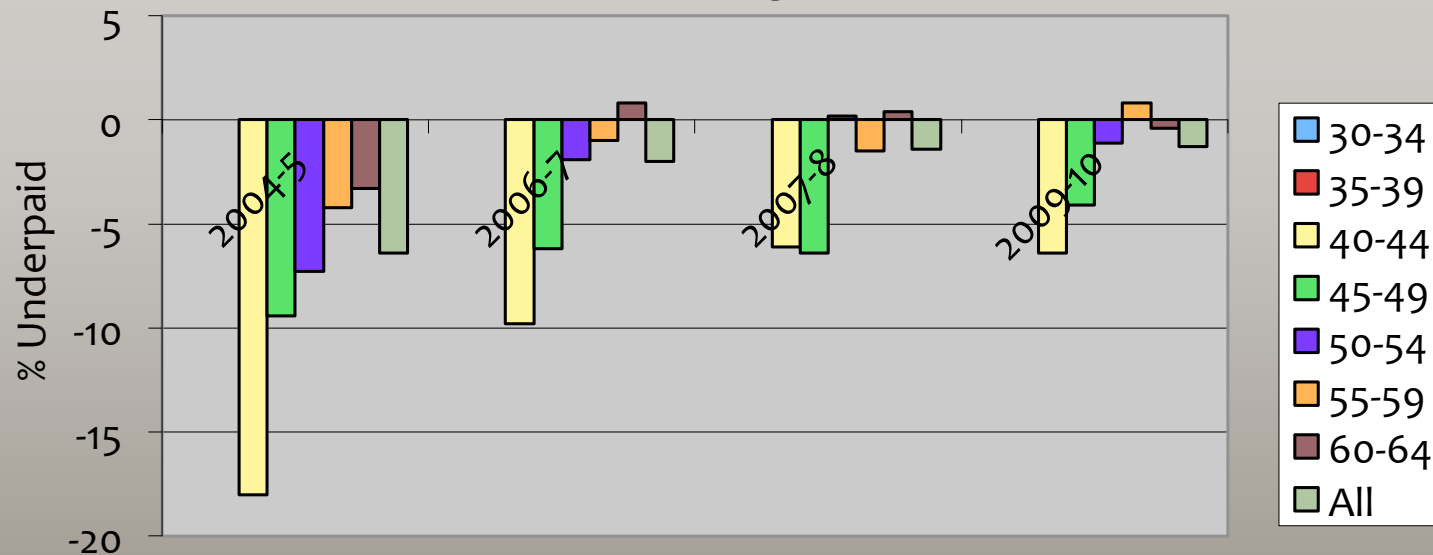


17 Source: Ontario Council of University Libraries 2010 Facts; CAUT Librarian Salary Survey 2009-10

Source: McLean's Magazine 2012

Lower salaries for APUO members

EXAMPLE 1: % Difference between uO Full Prof. Salaries and Avg Full Prof. Salaries at Comparator Universities (by age)



Comparator Universities include: Carleton, Guelph, Laurier, McMaster, Queen's, Western, Windsor

Summary

There is no fiscal crisis. In fact, the employer is in excellent financial situation.

Employer's choice to spend less on teaching and research has many negative consequences

If we stand together, we can do better