

Revenue and Deferral Ledger Accounts – Definitions

| Ledger Account Name | Financial Statement Schedule | Definition | Accounting Treatment in Common Book |
|---|------------------------------|---|--|
| Government Grants and Contracts | Income Statement | Funding from <u>government</u> entities (e.g., federal, provincial, territorial, municipal, foreign) that is intended for UBC to carry out its duties as a not-for-profit entity and benefit the general public or society. These are non-exchange transactions – the contributor does not receive goods or services in return (i.e., there is no direct benefit to the contributor). | Record as revenue when received or receivable. |
| Non-government Grants, Contracts and Donations | Income Statement | Funding from <u>non-government</u> entities (e.g., corporation, charity, not-for-profit organization, individual) that is intended for UBC to carry out its duties as a not-for-profit entity and benefit the general public or society. These are non-exchange transactions – the contributor does not receive goods or services in return (i.e., there is no direct benefit to the contributor). | Record as revenue when received or receivable. |
| Sales and Services | Income Statement | Revenue recognized in relation to UBC providing goods and/or services to external parties (excluding Tuition and Student Fees revenue). | Record as revenue when earned. |
| Tuition and Student Fees | Income Statement | Revenue recognized in relation to UBC providing teaching or instruction services. Applicable only to credit and non-credit educational courses. | Record as revenue when earned. |
| Deferred Revenue | Balance Sheet | Amounts received in advance of UBC providing goods and/or services to external parties. | Record unearned revenue as deferred revenue. Recognize to revenue when earned. |
| Deferred Contributions* | Balance Sheet | Non-capital externally restricted funding that has not been spent. Revenue is recognized when the expenditures that satisfy the restrictions are incurred. | N/A - Financial Reporting Book impact only. |
| Deferred Capital Contributions* | Balance Sheet | Externally restricted funding received for the purpose of acquiring or developing tangible capital assets. Revenue is recognized at the same rate that amortization of the related tangible capital asset is recorded (as Amortization of Deferred Capital Contributions revenue). | N/A - Financial Reporting Book impact only. |

Notes:

**Deferred Contributions and Deferred Capital Contributions are recorded using automated Workday business processes in the Financial Reporting Book. No manual accounting journals are required.*