

## Annual Operating Costs and Revenues

## Revenue

Regular Session	
752 students @ \$70 for 7 months .....	370,000
Summer Session	
752 students @ \$105 .....	75,000
Conventions and meetings during May and June @ $\frac{1}{4}$ occupancy .....	65,000
Total Revenues .....	510,000

## Operating Expenses

Food and Housing services .....	400,000
Net Revenue .....	110,000

## Annual Cost of Interest and Amortization of Loan over 50 years

Equity	Loan	Total	Amount of annual payments at various interest rates and various amounts of loan				
			3%	3½%	4%	4½%	4¾%
	4,000,000	4,000,000	155,462	170,535	186,201	202,409	210,700
1,000,000	3,000,000	4,000,000	116,596	127,901	139,651	151,807	158,025
2,000,000	2,000,000	4,000,000	77,731	85,267	93,100	101,204	105,350

As indicated in the above table the annual net revenues of approximately \$110,000 would carry (a) close to *two-thirds* of the annual cost of interest and amortization at an interest rate of 3% and (b) about *one-half* the annual cost of interest and amortization at an interest rate of 4¾%.

## APPENDIX IV

Exchange of correspondence between Dr. T. H. Matthews, Executive Secretary, National Conference of Canadian Universities, and Hon. H. C. Green, Minister of Public Works, May and June, 1958

*Dr. Matthews to Mr. Green, 12th May, 1958.*

I have been asked by the Board of Directors of the National Conference of Canadian Universities to enquire whether the Federal Government would be willing to consider making loans available through the Central Mortgage and Housing Corporation to the universities of Canada for the construction of residences for staff and students.

If such loans are contemplated, I should be most grateful if your Department would let me know the conditions under which they would be made.

*Mr. Green to Dr. Matthews, 6th June, 1958.*

In your letter of May 12th you advise that you have been asked by your Board of Directors to enquire whether the Federal Government would be willing to consider making loans available through Central Mortgage and Housing Corporation to Canadian universities for the construction of residences for staff and students.

I assume that your Board has in mind section 16 of the National Housing Act which provides assistance in the construction of low rental self-contained units to Limited Dividend companies. For reasons of policy we have not used the Limited Dividend plan to produce housing for special groups. You will