

To: **Board of Education**

From: Finance Committee
of the Whole

Re: **FINANCIAL STATEMENTS**
QUARTER ENDED SEPTEMBER 30, 2015

Date: November 18, 2015
(Public Board Meeting)

- Provincial Grants-Other Revenue is lower than anticipated due to the loss of the Secondary School Apprenticeship grant (\$0.04 million) and the Settlement Workers in Schools funding (\$0.07 million).
- Other revenue is higher than preliminary budget by \$0.19 million. This relates to fees collected from non-resident students and an additional \$0.05 million to be received from United Way for the creation of a one-time Community School Coordinator.

Operating Fund Expenses

Salaries and Benefits

- Teacher salaries are \$1.34 million higher than budgeted primarily due to increased teacher full time equivalent positions required to support the increased student enrolment (16.579 FTE).
- Principal and Vice Principal salaries are higher than budgeted by \$0.28 million due to estimated addi0.02 88.92 605p .primari0 0 1.n028

- Reserves of \$143,751 that will be allocated as determined by the SD42 LIF Committee using the same process as was used during the September consultation process.

Capital Fund

The Capital Operations fund reflects a September 30, 2015 fund balance of \$67.13 million. This is comprised of Invested in Tangible Capital Assets \$61.59 million and Contingency Reserve (Local Capital) \$5.54 million.

Invested in Tangible Capital Assets reflects the Amortization of Deferred Capital Revenue for the first quarter of \$1.32 million and the Amortization of Tangible Capital Assets for the first quarter \$2.05 million.

The board's Contingency Reserve is comprised of previous year's operating surpluses, which are transferred to the Local Capital reserve. The Board has approved the use of contingency reserve to fund the implementation of several projects as noted in the table below. The actual expenses presented in the local capital fund represent capital lease payments \$0.06 million and interest of \$0.01 million funded from operating. The current balance available in the Local Capital fund is \$2.53 million.

	(\$ millions)
Contingency Reserve at June 30, 2015	5.70

RECOMMENDATION:

THAT the Board: approve the Financial Statements for the quarter ended September 30, 2015.

Attachment

	2015/2016 Prelim Budget	Estimated YTD Budget	Actual to Sept 30, 2015	Projection to June 30, 2016	
Operating Revenue by Source					
Grants					
Operating Provincial Grants - Ministry of Education	118,687,092	11,868,709	13,419,120	122,563,475	3,876,383 ¹
Local Education Agreement Recovery	(470,490)	(47,049)	(45,142)	(470,490)	-
Operating Other Ministry of Education Grants	2,063,540	206,354	187,497	2,095,658	32,118 ²
Provincial Grants - Other	441,504	44,150	12,213	332,051	(109,453) ³
Federal Grants	137,170	13,717	(850)	137,170	-
Total Grants	120,858,816	12,085,882	13,572,838	124,657,864	3,799,048
Tuition	7,457,546	1,864,387	1,622,874	7,457,546	-
Other Revenue	373,050	93,263	165,214	563,325	190,275 ⁴
Local Education Agreement - Direct Funding from First Nations	470,490	47,049	-	470,490	-
Rentals & Leases	394,729	98,682	143,235	394,729	-
Investment Income	416,665	104,166	160,811	416,665	-
Total Other Revenue	9,112,480	2,207,547	2,092,134	9,302,755	190,275
Total Operating Revenue	129,971,296	14,293,428	15,664,972	133,960,619	3,989,323
Operating Expense by Source					
Salaries					
Teachers	61,189,589	6,118,959	6,766,630	62,532,850	1,343,261 ⁵
Principals and Vice Principals	5,143,490	1,285,873	1,171,592	5,419,669	276,179 ⁶
Education Assistants	10,009,481	1,000,948	986,820	10,327,087	317,606 ⁷
Support Staff	10,420,911	1,042,091	2,050,277	10,460,618	39,707
Other Professionals	3,348,266	837,067	926,171	3,450,918	102,652 ⁸
Substitutes	3,263,383	326,338	303,828	3,427,099	163,716
Total Salaries	93,375,120	10,611,275	12,205,318	95,618,241	2,243,121
Employee Benefits	24,492,038	6,123,010	3,103,319	24,980,746	488,708
Total Salaries and Benefits	117,867,158	16,734,285	15,308,637	120,598,987	2,731,829
Services and Supplies					
Services	4,798,456	1,199,614	930,107	5,049,89	EMC /P << /MCID 150/Lang ()

	ANNUAL FACILITIES GRANT	LEARNING IMPROVEMENT FUND	SPECIAL EDUCATION EQUIPMENT	SCHOLARSHIPS AND BURSARIES	SCHOOL GENERATED FUNDS	STRONG START	READY, SET, LEARN	OLEP	COMMUNITY LINK	SERVICE DELIVERY TRANSF.	YOUTH EDUCATION SUPPORT FUND	TOTAL								
Deferred Revenue, beginning of year	46,185	-	40,007	177,081	1,342,770	36,762	32,716	34,734	-	89,173	55,633	1,855,061								
Add: Restricted Grants	4	5	()	0	5	0	2	4	0	4	.	9	9	9	6	T	m	5	()	0

	2016 Budget	Invested in Tangible Capital Assets	Local Capital	Fund Balance
Revenues				
Provincial Grants				
Other Revenue	-		12,500	12,500
Amortization of Deferred Capital Revenue	5,358,568	1,327,238	-	1,327,238
Total Revenue	5,358,568	1,327,238	12,500	