

**Ontario College of Teachers**

**Financial Report**

**June 30, 2021**

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**Financial Report**  
**Results for the period ending June 30, 2021**

The second quarter College program expenditure experience reflects COVID-19 pandemic workplace restrictions and the ensuing move to facilitate more on-line meeting and business sessions resulting in less travel and accommodation. The College's financial position is not expected to be adversely impacted by the pandemic over the next two quarters.

## **Revenues**

College revenues reached a critical milestone as of the June 30, 2021, with the majority of the annual membership fees successfully collected representing \$38,856,790 or 97.9% of the membership revenue base. The balance of the membership renewals will be collected over the next two quarters.

The collection of 2021 other fee revenue is on track to date representing \$901,475 or 58.7% of the annual budget largely attributed to registration fees, evaluations, and member reinstatements.

Advertising revenue is at 31.8% of budget or \$272,065 representing revenue from advertising partners for both the College magazine and website over two operating quarters slightly less than last year's collections at the same time.

Investment returns on short-term instruments equal \$143,463 or 39.9% of the budget representing an expected market return on investment for this period.

## **Expenses**

The College expenditure investment represents 46.7% of the annual budget after the second quarter or \$20,999,238. A comparison of spending in 2020 at the same period reflects a very similar spending pattern. Of note the \$3,518,041 underspending related to travel and hospitality, conferences, office supplies, and catering expenses directly attributed to the College on-site occupancy restrictions and a move to virtual meetings. In a normal year these expenses would be approximately \$1,700,000 spent by the end of the second quarter. This underspending trend will be monitored closely over the next quarters.

After the first six months Investigations and Hearings pace of spending was \$2,570,960 or 53.7% slightly less than the same period last year. The single largest cost driver relates to discipline activities legal costs. Corporate and Council Services spending patterns translated to \$3,263,489 or 39.2% of budget similar to the same period last year and reflective of pandemic like conditions.

Standards of Practice and Accreditation was 45.6% or \$319,309 up from the same period last year. The major spend for the department related to AQ programs and accreditation activities.

The College spending patterns will be closely monitored over the next quarter to determine the extent of the overall trend to underspend.

**Fred Towers, MBA, CPA**  
**Controller**

# Ontario College of Teachers

For the Period Ending June 30, 2021.

## Statement of Operations

(in thousands of dollars)

	Actual 30-Jun-21	Actual % of Budget	Budget 2021	Actual % of 30-Jun-20	Actual 30-Jun-20	Actual 31-Dec-2020
<b>Revenue</b>						
Annual Membership Fees	38,857	98%	39,708	104%	37,369	39,468
Unearned Portion of AMF	(19,003)	0%	0	108%	(17,597)	0
Other Fees	901	59%	1,535	126%	716	1,419
Advertising Revenue	272	32%	855	85%	320	636
External Project Funding	0	0%	0	0%	0	0
Investment & Other Income	143	40%	360	62%	232	321
<b>Total Revenue</b>	<b>21,171</b>	<b>50%</b>	<b>42,458</b>	<b>101%</b>	<b>21,041</b>	<b>41,844</b>
<b>Expense</b>						
Employee Compensation	11,850	50%	23,875	103%	11,477	23,088
Council and Committees	247	28%	898	73%	339	633
Membership Services Department	25	37%	66	113%	22	25
Investigations & Hearings	2,571	54%	4,790	91%	2,818	5,740
Standards of Practice and Accreditation	319	46%	700	190%	168	284
Office of the Registrar & Finance	466	67%	698	115%	404	516
Corporate and Council Services	3,263	39%	8,334	103%	3,156	6,249
Occupancy Costs 101 Bloor West	815	38%	2,146	84%	965	1,792
Public Awareness Initiative	0	0%	0	0%	0	0
Council Elections	6	2%	287	100%	0	32
Amortization	1,437	45%	3,198	109%	1,322	2,097
<b>Total Expense</b>	<b>20,999</b>	<b>47%</b>	<b>44,992</b>	<b>102%</b>	<b>20,671</b>	<b>40,456</b>
<b>Net Surplus/(Deficit)</b>	<b>172</b>	<b>-7%</b>	<b>(2,534)</b>	<b>46%</b>	<b>370</b>	<b>1,388</b>
<b>Extraordinary Items:</b>						
Property Tax and GST Recoveries	0	0	0	0	0	0
<b>Net Surplus/(Deficit) for the College</b>	<b>172</b>	<b>-7%</b>	<b>(2,534)</b>	<b>46%</b>	<b>370</b>	<b>1,388</b>

# Ontario College of Teachers

## Balance Sheet

As At June 30, 2021

	30-Jun-21	31-Dec-20
	(\$000)	(\$000)
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Investments	24,380	1,618
Restricted Cash	4,822	7,743
Accounts Receivable	223	242
Prepaid Expenses	192	224
<b>Capital Assets</b>	6,677	6,383
<b>Leasehold Improvements</b>	5,289	5,813
<b>Building</b>	8,129	8,343
<b>Land</b>	7,660	7,660
<b>Total Assets</b>	<u>57,371</u>	<u>38,025</u>
<b>Liabilities and Members' Equity</b>		
<b>Current Liabilities</b>		
Accounts Payable and Accrued Liabilities	4,820	4,072
Unearned Annual Membership Fees	19,003	0
Deferred Revenue	646	1,002
<b>Deferred Salaries</b>	457	430
<b>Mortgage</b>	13,085	13,333
<b>Members' Equity</b>	19,360	19,188
<b>Total Liabilities and Members' Equity</b>	<u>57,371</u>	<u>38,025</u>