

Ontario College of Teachers

Financial Report

July 31, 2019

Ontario College of Teachers Financial Report Results for the period ending July 31, 2019

The 2019 College program revenue and expenditure trends are within expectations with no major exceptions based on the year-to-date spending patterns and the 2019 College business unit work activities.

Revenues

A significant portion of the annual membership fees have been collected for 2019 representing \$34,827,443 or 99.5% which is well within the budgeted target at this point in the year.

The collection of other fee revenue is slightly less than planned to date at \$967,429 or 75% of budget related to lower member reinstatements to date. This trend may change over the balance of the year.

Advertising revenue collection is at 32% of budget levels or \$339,179 to date representing a slightly less than planned collection from advertising partners when compared to the same period last year.

Investment returns on short term instruments are better than planned resulting from rising rates of return \$398,925. Of note is the mid-year downward trend in investment rates starting to impact on recent investment renewal options.

Expenses

The overall College year to date expenditure experience represents 57% of the annual budget after the month of July or \$24,194,616 slightly ahead of last years consolidated spend for the same time period.

Investigations and Hearings overall program spending pattern has outpaced the prior year spending by 20% at \$3,181,329 with a workload of 538 intake files and 469 open investigations, 47 compliant files ratified and 289 active hearings.

Corporate and Council Services year to date spend is ahead of last year's spend at July month-end by 11% mainly related IT software development costs and external relations spending.

Standards of Practice and Accreditation year to date spend of \$315,708 or 45.1% of the annual program budget represents an increase over the same period last year as both pre-service AQ and AQ accreditation work spending were up.

Fred Towers, MBA, CPA, CMA
Controller

Ontario College of Teachers

For the Period Ending July 31, 2019.

Statement of Operations

(in thousands of dollars)

	Actual 31-Jul-19	Actual % of Budget	Budget 2019	Actual % of 31-Jul-18	Actual 31-Jul-18	Actual 31-Dec-2018
Revenue						
Annual Membership Fees	34,827	100%	35,002	100%	34,723	35,209
Unearned Portion of AMF	(14,410)	0%	0	102%	(14,176)	0
Other Fees	967	75%	1,285	69%	1,400	1,932
Advertising Revenue	339	32%	1,058	88%	386	801
External Project Funding	12	25%	49	11%	106	110
Investment & Other Income	401	140%	286	133%	302	453
Total Revenue	22,138	59%	37,680	97%	22,741	38,504
Expense						
Employee Compensation	12,596	56%	22,364	102%	12,315	21,279
Council and Committees	347	43%	811	79%	439	933
Membership Services Department	29	44%	66	94%	31	50
Investigations & Hearings	3,181	66%	4,790	126%	2,532	4,132
Standards of Practice and Accreditation	316	45%	700	131%	241	472
Office of the Registrar & Finance	531	76%	698	103%	515	645
Corporate and Council Services	4,479	57%	7,831	112%	3,999	6,978
Occupancy Costs 101 Bloor West	1,117	52%	2,146	99%	1,128	1,922
Public Awareness Initiative	0	0%	0	0%	0	0
Council Elections	0	0%	0	100%	220	220
Amortization	1,598	59%	2,713	125%	1,274	2,217
Total Expense	24,195	57%	42,119	107%	22,693	38,850
Net Surplus/(Deficit)	(2,057)	46%	(4,440)	-4309%	48	(345)
Extraordinary Items:						
Property Tax and GST Recoveries	0	0	0	0	0	0
Net Surplus/(Deficit) for the College	(2,057)	46%	(4,440)	-4309%	48	(345)

Ontario College of Teachers

Balance Sheet

As At July 31, 2019

	31-Jul-19 (\$000)	31-Dec-18 (\$000)
ASSETS		
Current Assets		
Cash and Investments	16,958	5,872
Restricted Cash	7,743	5,992
Accounts Receivable	171	353
Prepaid Expenses	200	191
Capital Assets	3,999	4,054
Leasehold Improvements	7,099	7,687
Building	8,949	9,198
Land	7,660	7,660
Total Assets	<u>52,778</u>	<u>41,007</u>
Liabilities and Members' Equity		
Current Liabilities		
Accounts Payable and Accrued Liabilities	3,946	3,880
Unearned Annual Membership Fees	14,410	0
Deferred Revenue	516	777
Deferred Salaries	558	504
Mortgage	14,320	14,761
Members' Equity	19,029	21,085
Total Liabilities and Members' Equity	<u>52,778</u>	<u>41,007</u>