



Report 22-031

2021-2022

Updated Financial Forecast

30 May 2022

Operating Budget Comparative Summary

Revenues and Expenses

Projection for the year ending 31 August 2022

(\$ millions)

	Projected \$	Budget \$	Change \$	Change %
Revenues	1,018.3	996.0	22.3	2.24
Expenses	1,032.4	1,010.9	21.5	2.13
Deficit	(14.1)	(14.9)	0.8	



Comparative Summary of Net Results and Accumulated Surplus (\$ in millions)

School Year	Net Actual \$	Net Budget \$	Change \$	Accumulated Surplus (YE) \$
2015-16	(12.3)	(11.9)	(0.4)	4.5
2016-17	15.2	-	15.2	19.7
2017-18	15.2	-	15.2	34.9
2018-19	7.5	-	7.5	42.4
2019-20	(2.6)	(8.4)	5.8	39.8
2020-21 ¹	5.7	(17.7)	12.0	45.3
2021-22 ^{2,3}	(14.1)	(14.9)	0.8	31.2

¹ Reflects \$186,761 reduction for Ministry change in the reporting of Board-supported amortization expense.

² Net actual is the projection shown on the 31 March 2022 forecast.

³ An amount of \$12.4 million is restricted to support amortization expenses.



Grants for Student Needs

Average daily enrolment (ADE) increased by 463 ADE which increased the majority of allocations that make up the Grants for Student Needs (GSN). Adjustments include:

- Pupil Foundation Grant enrolment increase (+ \$2.8M);**
- Special Education allocation increased and reflects higher enrolment (+ \$1.0M);**
- Learning Opportunities allocation decreased based on lower participation in remedial literacy and numeracy programs (- \$1.1M); and**
- Increased investments in student and teacher computing devices will result in more GSN revenue being directed to support purchases which are categorized as minor tangible capital assets (MTCA) (- \$2.9M).**



Priorities and Partnerships Fund (PPF) and Other Grants

- **Additional COVID-related funding, most of which relates to the contingency announced in May 2021 (+ \$7.9M);**
- **Other net grant adjustments including Math Strategy, Focus on Youth, Early Intervention in Math for Special Education Students (+ \$1.5M);**
- **Tutoring Supports grant to provide small group tutoring to all students (+ \$2.5M); and**
- **Personal protective equipment supplied by the Ministry of Government and Consumer Services (+ \$3.9M).**



Other Revenue Adjustments

- **Increased fees and recoveries from the Ottawa-Carleton Education Network (OCENET) which includes a return of equity (+ \$1.5M); and**
- **Increased revenues relating to capital asset amortization which offsets the related increase in amortization expenses (+ \$5.1M).**



Expenses

- **Increased provision for instructional costs reflecting increased enrolment and PPF grants (+ \$6.1M);**
- **Increased provision for occasional teacher costs reflecting current usage rates (+ \$6.7M); and**
- **Student transportation costs are expected to show significant savings as a result of lower transportation contract costs and the reduced use of transit passes (- \$1.8M).**



Expenses

- **Increased spending on school renewal investments, classroom ventilation needs and custodial costs (+ \$2.4M);**
- **Increased amortization expenses which is offset by related revenues (+ \$5.2M); and**
- **Use of COVID grants will significantly reduce the net operating deficit that had originally been budgeted for the Extended Day and Child Care programs (+ \$4.2M).**



Summary:

The projected \$14.1M operating deficit is lower than budgeted. The lower deficit will improve the District's financial position. Staff believes this is a conservative estimate and that actual results will show a further reduction.

