

Ontario College of Teachers

Financial Report

March 31, 2022

Ontario College of Teachers

Financial Report

Results for the period ending March 31, 2022.

Overall, first quarter College program revenue collections were within normal collection expectations. In terms of the College's expenditure experience, the financial spending trends for the first quarter were less than a normal fiscal period and more in line with the 2021 previous year spending patterns resulting from pandemic impacted operations.

Revenues

A significant portion of the annual membership fees were collected as expected in the first quarter of 2022 representing \$33,173,695 or 83.8% of the membership revenue base. To date, the 2022 collection rate is slightly less than a normal year of activity attributed to a higher volume of non-renewing members.

The collection of 2021 other fee revenues approximate the previous year's pattern. To date, \$684,677 or 44.2% of the annual budget has been collected largely attributed to registration fees, member reinstatements, and evaluations.

Advertising revenue is at 50.4% of budget or \$40,324 representing revenue from online advertising partners over the first quarter.

A surplus benefits reserve amount of \$503,477 from the College's Canada Life benefit provider was deposited in the first quarter as expected. Investment returns on short-term instruments of \$60,136 reflect better returns on investment from the College's treasury account when compared to short-term instruments over the first quarter.

Expenses

Overall, the College expenditure experience represents 21.8% of the annual budget after the first quarter or \$9,756,221 as expected considering the move towards less travel and more virtual meetings and a gradual pivot from the impacts of the pandemic restrictions.

Corporate and Council Services spending patterns were slightly less than the same period last year at \$1,363,885 or 20.7% of budget representing underspends in Communications, Policy & Programs, and Business Services.

Investigations and Hearings first quarter spending was similar to the same period last year at \$1,253,683 or 22.2% of budget representing a consistent demand for services.

The Standards of Practice and Accreditation first quarter spend was 7.8% or \$54,375 slightly less than the same period last year. The department underspent across the board including underspending related to AQ programs and accreditation activities; all impacted by the move to more virtual service activities.

The spending impacts of slowly emerging from the pandemic are expected to continue and be reflected in the College's report out over the second quarter. The financial risk to the College is assessed to be low at this time. This assumption is predicated on a plan to collect outstanding membership fees and to monitor spending patterns closely and take corrective action as required.

Fred Towers, MBA, CPA
Controller

Ontario College of Teachers

For the Period Ending March 31, 2022.

Statement of Operations

(in thousands of dollars)

	Actual 31-Mar-22	Actual % of Budget	Budget 2022	Actual % of 31-Mar-21	Actual 31-Mar-21	Actual 31-Dec-2021
Revenue						
Annual Membership Fees	33,174	84%	39,566	95%	35,011	39,064
Unearned Portion of AMF	(23,282)	0%	0	93%	(25,084)	0
Other Fees	685	46%	1,482	112%	614	1,406
Advertising Revenue	40	50%	80	25%	159	587
External Project Funding	0	0%	0	0%	0	0
Investment & Other Income	570	158%	360	963%	59	227
Total Revenue	11,187	27%	41,489	104%	10,759	41,284
Expense						
Employee Compensation	5,289	22%	24,200	91%	5,820	24,403
Council and Committees	80	9%	888	55%	147	570
Membership Services Department	0	1%	66	45%	1	105
Investigations & Hearings	1,254	22%	5,640	105%	1,197	5,403
Standards of Practice and Accreditation	54	8%	700	86%	63	509
Office of the Registrar & Finance	265	38%	698	83%	318	568
Corporate and Council Services	1,364	21%	6,589	87%	1,577	6,977
Occupancy Costs 101 Bloor West	409	19%	2,146	103%	397	1,637
Public Awareness Initiative	0	0%	0	0%	0	0
Council Elections	0	0%	0	100%	0	6
Amortization	1,041	27%	3,813	145%	718	3,050
Total Expense	9,756	22%	44,741	95%	10,238	43,228
Net Surplus/(Deficit)	1,430	-44%	(3,252)	275%	521	(1,944)
Extraordinary Items:						
Property Tax and GST Recoveries	0	0	0	0	0	0
Net Surplus/(Deficit) for the College	1,430	-44%	(3,252)	275%	521	(1,944)

Ontario College of Teachers

Balance Sheet

As At March 31, 2022

	31-Mar-22 (\$000)	31-Dec-21 (\$000)
ASSETS		
Current Assets		
Cash and Investments	30,345	1,281
Restricted Cash	3,408	7,743
Accounts Receivable	169	278
Prepaid Expenses	170	314
Capital Assets	6,446	6,836
Leasehold Improvements	4,572	4,769
Building	7,808	7,915
Land	7,660	7,660
Total Assets	<u>60,578</u>	<u>36,796</u>
Liabilities and Members' Equity		
Current Liabilities		
Accounts Payable and Accrued Liabilities	4,224	4,805
Unearned Annual Membership Fees	23,282	0
Deferred Revenue	1,328	1,387
Deferred Salaries	363	525
Mortgage	12,706	12,834
Members' Equity	18,675	17,245
Total Liabilities and Members' Equity	<u>60,578</u>	<u>36,796</u>