

**Ontario College of Teachers**

**Financial Report**

**June 30, 2022**

**Ontario College of Teachers**  
**Financial Report**  
**Results for the period ending June 30, 2022**

The second quarter College program expenditure experience reflects the strategy to facilitate more on-line meeting and business sessions resulting in less travel and accommodation. At the same time the College is monitoring a drop in membership revenues related to 12,904 members moving to the inactive/non-practising category impacting on the budgeted revenue.

**Revenues**

College revenues reached a critical milestone as of June 30, 2022, with the majority of the annual membership fees successfully collected representing \$38,155,700 or 96.4% of the membership revenue base. The College is monitoring the balance of the membership renewals for collectability over the next two quarters.

The collection of 2021 other fee revenue is on track to date representing \$1,417,536 or 95.6% of the annual budget, attributed to registration fees, evaluations and member reinstatements.

Advertising revenue is at \$122,470 or 153.1% of budget to date reflecting an effort to attract advertising partners for the College's publications.

Investment returns on short-term instruments and other income equals \$719,989 or 200.0% of the budget. A surplus benefits reserve amount of \$503,477 from the College's Canada Life benefit provider was deposited in the first quarter and investment returns on short-term instruments of \$209,970 reflect better returns on investment from the College's treasury account when compared to short-term instruments over the first quarter. The balance reflects minor miscellaneous revenue sources \$6,542.

## **Expenses**

The College expenditure investment in programs represents \$19,512,988 or 43.6% of the annual budget after the second quarter. Of note is the year-to-date spending of \$161,713 related to travel and hospitality, conferences, office supplies and catering expenses. In a normal year, these expenses would be approximately \$1,700,000 spent by the end of the second quarter. The underspending is directly attributed to the move to virtual meetings. This trend will be monitored closely over the next quarters.

After the first six months, Investigations and Hearings' pace of spending was \$2,429,729 or 43.1% slightly less than the same period last year. The single largest cost driver relates to discipline activities legal costs.

Council and Committee spending was \$131,556 or 14.8% of budget, reflecting a trend to transition to online meetings incurring fewer overall costs.

Corporate and Council Services spending patterns translated to \$2,627,271 or 39.9% of budget. This spending trend is slightly less than the same period last year as Policy & Research spent less on legal services and External Relations held more virtual events. Also, Communications certificates of qualification will be invoiced in the third quarter, which delayed spending and annual report costs were less than planned.

Standards of Practice and Accreditation was \$92,297 or 13.2% down from the same period last year. The major spends for the department related to AQ programs and accreditation activities. Accreditations and AQ writing team activities are planned for the third quarter after experiencing delays over the first half of the year.

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, 2022.

## Statement of Operations

(in thousands of dollars)

	Actual 30-Jun-22	Actual % of Budget	Budget 2022	Actual % of 30-Jun-21	Actual 30-Jun-21	Actual 31-Dec-2021
<b>Revenue</b>						
Annual Membership Fees	38,156	96%	39,566	98%	38,857	39,064
Unearned Portion of AMF	(18,372)	0%	0	97%	(19,003)	0
Other Fees	1,418	96%	1,482	157%	901	1,406
Advertising Revenue	122	153%	80	45%	272	587
External Project Funding	0	0%	0	0%	0	0
Investment & Other Income	720	200%	360	502%	143	227
<b>Total Revenue</b>	<b>22,043</b>	<b>53%</b>	<b>41,489</b>	<b>104%</b>	<b>21,171</b>	<b>41,284</b>
<b>Expense</b>						
Employee Compensation	10,870	45%	24,200	92%	11,850	24,403
Council and Committees	132	15%	888	53%	247	570
Membership Services Department	1	2%	66	5%	25	105
Investigations & Hearings	2,430	43%	5,640	95%	2,571	5,403
Standards of Practice and Accreditation	92	13%	700	29%	319	509
Office of the Registrar & Finance	444	64%	698	95%	466	568
Corporate and Council Services	2,627	40%	6,589	81%	3,263	6,977
Occupancy Costs 101 Bloor West	834	39%	2,146	102%	815	1,637
Public Awareness Initiative	0	0%	0	0%	0	0
Council Elections	0	0%	0	100%	6	6
Amortization	2,083	55%	3,813	145%	1,437	3,050
<b>Total Expense</b>	<b>19,513</b>	<b>44%</b>	<b>44,741</b>	<b>93%</b>	<b>20,999</b>	<b>43,228</b>
<b>Net Surplus/(Deficit)</b>	<b>2,530</b>	<b>-78%</b>	<b>(3,252)</b>	<b>1473%</b>	<b>172</b>	<b>(1,944)</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>2,530</b>	<b>-78%</b>	<b>(3,252)</b>	<b>1473%</b>	<b>172</b>	<b>(1,944)</b>

# Ontario College of Teachers

## Balance Sheet

As At June 30, 2022

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	30-Jun-22 (\$000)
<b>ASSETS</b>	
<b>Current Assets</b>	
Cash and Investments	26,310
Restricted Cash	3,408
Accounts Receivable	188
Prepaid Expenses	133
<b>Capital Assets</b>	6,016
<b>Leasehold Improvements</b>	4,310
<b>Building</b>	7,701
<b>Land</b>	7,660
<b>Total Assets</b>	<u>55,726</u>

## Liabilities and Members' Equity

<b>Current Liabilities</b>	
Accounts Payable and Accrued Liabilities	3,556
Unearned Annual Membership Fees	18,372
Deferred Revenue	1,139
<b>Deferred Salaries</b>	306
<b>Mortgage</b>	12,577
<b>Members' Equity</b>	19,775
<b>Total Liabilities and Members' Equity</b>	<u>55,726</u>

