

Ontario College of Teachers

Financial Report

June 30, 2023

Ontario College of Teachers

Financial Report

Results for the period ending June 30, 2023

Second quarter results indicate the College sources of revenues were within normal collection expectations. The College's financial expenditures resemble the previous year's spending patterns related to core business activities which will result in a planned surplus for 2023.

Revenues

Annual membership fees were fully collected in the second quarter representing \$46,096,635 of the membership revenue base. The other fee revenue collections are on track to date representing \$1,329,079 of the annual budget attributed to registration fees, evaluations, and member reinstatements. Advertising revenue is on track at \$137,604 representing revenue from online advertising partners over the first two quarters. Investment returns on short-term instruments of \$1,002,799 reflect better returns on investment certificates over the first two quarters.

Expenses

The College's expenditure experience after the second quarter of \$21,417,839 approximated similar spending patterns throughout the College program areas based on core program deliveries when compared to the same period last year.

Employee compensation expenditures of \$12,873,255 represents salary and benefits and employee training with an average of 5 FTE vacancies over the first six months.

Investigations and Professional Conduct pace of spending was similar to the same period last year at \$2,133,618. The single largest cost driver relates to discipline activities legal case costs.

Corporate Services spent \$2,091,438, slightly less than the same period last year with underspends in communication services and products, and information services software maintenance costs and external relations travel and external meetings expenses.

Policy, Governance and Tribunals second quarter spend of \$559,454 reflected less spending on projects and programs and policy and research activities compared to last year.

Standards of Practice and Accreditation spent \$122,361 ahead of last year and attributed to preservice and AQ accreditation work expenditures.

The Office of the Registrar year to date spend of \$632,836 is up from the same period last year representing fee collection expense, insurance expense increases, and human resource spending.

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

Fred Towers, MBA, CPA
Controller

Ontario College of Teachers

For the Period Ending June 30, 2023.

Statement of Operations

(in thousands of dollars)

	Actual 30-Jun-23	Actual % of Budget	Budget 2023	Actual % of 30-Jun-22	Actual 30-Jun-22	Actual 31-Dec-2022
Revenue						
Annual Membership Fees	46,097	102%	45,206	121%	38,156	39,000
Unearned Portion of AMF	(23,048)	0%	0	125%	(18,372)	0
Other Fees	1,329	82%	1,613	94%	1,418	2,225
Advertising Revenue	138	48%	288	112%	122	285
External Project Funding	0	0%	0	0%	0	0
Investment & Other Income	1,003	251%	400	139%	720	1,095
Total Revenue	25,518 	54%	47,506 	116%	22,043	42,605
Expense						
Employee Compensation	12,873	48%	26,861	118%	10,870	22,417
Membership Services Department	4	7%	66	323%	1	41
Investigations & Professional Conduct	2,134	44%	4,874	99%	2,163	4,473
Standards of Practice and Accreditation	122	17%	700	133%	92	259
Office of the Registrar	633	50%	1,271	131%	482	728
Policy, Governance and Tribunals	559	28%	1,969	79%	705	1,245
Corporate Services	2,091	32%	6,626	92%	2,282	4,614
Occupancy Costs 101 Bloor West	841	39%	2,146	101%	834	1,674
Amortization	2,159	57%	3,813	104%	2,083	4,132
Total Expense	21,418 	44%	48,328 	110%	19,513	39,584
Net Surplus/(Deficit)	4,100 	-499%	(821) 	162%	2,530	3,021
Extraordinary Items:						
Property Tax and GST Recoveries	0	0	0	0	0	0
Net Surplus/(Deficit) for the College	4,100 	-499%	(821) 	162%	2,530	3,021

Ontario College of Teachers

Balance Sheet

As At June 30, 2023

	30-Jun-23 (\$000)	31-Dec-22 (\$000)
ASSETS		
Current Assets		
Cash and Investments	31,638	6,430
Restricted Cash	9,402	7,743
Accounts Receivable	268	107
Prepaid Expenses	12	157
Capital Assets	3,510	4,769
Leasehold Improvements	3,255	3,779
Building	7,273	7,487
Land	7,660	7,660
Total Assets	<u>63,018</u>	<u>38,132</u>
Liabilities and Members' Equity		
Current Liabilities		
Accounts Payable and Accrued Liabilities	3,418	3,746
Unearned Annual Membership Fees	23,048	0
Deferred Revenue	12	1,604
Deferred Salaries	119	195
Mortgage	12,054	12,322
Members' Equity	24,365	20,265
Total Liabilities and Members' Equity	<u>63,018</u>	<u>38,132</u>