



ITEM 5

To: **Board of Education**

From: Finance Committee
of the Whole

Re: **FINANCIAL STATEMENTS**
QUARTER ENDED MARCH 31, 2015

Date: May 27, 2015
(Public Board Meeting)

Decision

BACKGROUND/RATIONALE:

At the recommendation of the Finance Committee of the Whole the attached Financial Statements for the Quarter Ended March 31, 2015 are presented to the Board for approval. (Attachment A)

Capital Asset Purchases

Over the past two years purchases that are capital in nature have been deferred as much as possible in order to assist in balancing the estimated budget funding shortfalls. This has resulted in furniture, equipment and technology not being refreshed when required based on predefined lifecycles. Most of our schools and departments would benefit from one-time funds targeted at replacing old/outdated and broken furniture, equipment and technology. Given the additional one time funding and savings identified above, it is proposed that a one-time investment in furniture, equipment and technology be approved.

All purchases identified below can be funded from estimated additional one-time funding and available expenditure budgets identified in this report. All items received by June 30 will be expensed in the current year and the value of outstanding purchase orders at year end will be appropriated.

Based on a survey of all schools and departments the following list of proposed furniture, equipment and technology purchases was compiled for your consideration.

Purchases by Category (millions)	Secondary	Elementary	District	Total
Classroom Furniture	\$ 0.09	\$ 0.57	\$ 0	\$ 0.66
Library Commons Furniture and Technology	0.23	0	0	0.23
Classroom Technology	0.40	0.17	0	0.57
Technology Infrastructure	0	0	0.45	0.45
Equipment	0.09	0.08	0	0.17
Learning Resources	0	0.13	0	0.13
TOTAL	\$ 0.81	\$ 0.95	\$ 0.45	\$ 2.21

RECOMMENDATION:

THAT the Board approve the proposed capital asset purchases and the Financial Statements for the quarter ended March 31, 2015.

Attachment

ATTACHMENT A

School District No. 42 (Maple Ridge-Pitt Meadows)
Operating Revenue and Expense
As At March 31, 2015

	2014/2015 Amended Budget	Estimated Year to Date Budget	Actual as at Mar 31, 2015	Projection April 1 to June 30	Projection as at June 30, 2015	Variance
Operating Revenue by Source						
Grants						
Operating Provincial Grants - Ministry of Education	116,005,771	81,726,066	80,562,413	35,821,623	116,384,036	(378,265) ¹
Local Education Agreement Recovery	(470,490)	(331,460)	(280,187)	(190,303)	(470,490)	-
Operating Other Ministry of Education Grants	1,007,787	705,451	(3,008,548)	3,997,571	989,023	18,764
Provincial Grants - Other	433,962	303,773	224,831	133,254	358,085	75,877 ²
Federal Grants	137,170	102,878	126,758	-	126,758	10,412
Total Grants	117,114,200	82,506,707	77,625,267	39,762,145	117,387,412	(273,212)
Tuition	7,663,405	5,747,554	5,895,211	2,304,265	8,199,476	(536,071) ³
Other Revenue	348,050	261,038	306,822	65,228	372,050	(24,000)
LEA - Direct Funding from First Nations	470,490	329,343	313,365	157,125	470,490	-
Rentals & Leases	370,570	277,928	285,513	102,046	387,559	(16,989)
Investment Income	416,665	312,499	500,773	30,000	530,773	(114,108) ⁴
Total Other Revenue	9,269,180	6,928,361	7,301,684	2,658,664	9,960,348	(691,168)
Total Operating Revenue	126,383,380	89,435,068	84,926,951	42,420,809	127,347,760	(964,380)
Operating Expense by Type						
Salaries						
Teachers	56,430,457	39,501,320	37,874,947	17,789,660	55,681,669	748,788 ⁵
Principals and Vice Principals	5,188,979	3,891,734	3,950,776	1,289,407	5,241,092	(52,113)
Education Assistants	9,646,511	6,752,558	6,485,568	3,047,125	9,567,249	79,262
Support Staff	10,154,178	7,107,925	7,325,502	2,641,560	9,995,902	158,276 ⁶
Other Professionals	3,392,830	2,544,623	2,469,982	971,634	3,483,605	(90,775)
Substitutes	3,292,807	2,304,965	2,066,889	1,106,895	3,254,582	38,225
Total Salaries	88,105,762	62,103,124	60,173,664	26,846,281	87,224,099	881,663
Employee Benefits	23,331,909	16,332,336	15,639,700	7,374,924	22,977,831	354,078 ⁷
Total Salaries and Benefits	111,437,671	78,435,460	75,813,364	34,221,205	110,201,930	1,235,741
Services and Supplies						
Services	5,032,145	3,774,109	3,014,947	1,928,630	4,955,006	77,139
Student Transportation	1,097,183	768,028	610,516	401,682	1,016,220	80,963
Professional Development	880,989	616,692	458,831	310,779	800,412	80,577
Rentals and Dues	239,816	179,862	155,085	23,812	185,266	54,550
Insurance	319,829	239,872	265,674	39,962	280,281	39,548
Supplies	3,553,169	2,664,877	1,821,327	1,482,859	3,383,785	169,384
Utilities	2,626,525	1,969,894	1,515,023	799,168	2,217,588	408,937 ⁹
Total Services and Supplies	13,749,656	10,213,333	7,841,403	4,986,892	12,838,558	911,098
Total Operating Expenses	125,187,327	88,648,794	83,654,767	39,208,097	123,040,488	2,146,839
Interfund & Local Capital						
Interfund-Lease Payments	373,982	280,487	264,550	109,432	373,982	-
Capital Assets Purchased	1,215,380	911,535	513,976	2,785,767	3,299,743	(2,084,363) ¹⁰
Contingency Reserve	2,291,310	1,603,917	-	3,318,166	3,318,166	(1,026,856)
Total Interfund and Local Capital	3,880,672	2,795,939	778,526	6,213,365	6,991,891	(3,111,219)
Total Expenses	129,067,999	91,444,732	84,433,293	45,421,462	130,032,379	(964,380)
Use of Prior Year Surplus or Reserves	2,684,619	1,879,233	2,684,619	-	2,684,619	-
Projected Operating Surplus/(Deficit)	\$ -	(130,431)	\$ 3,178,277	\$ (3,000,653)	\$ -	\$ -

¹ Additional revenue attributed to increase enrolment for February 1701 count \$117K and holdback distribution of \$261K.

² SWIS grant revenue and expense not realized for 2014/15 - \$63 K, secondary apprentice payments included in other revenue \$40K.

³ International education increased enrolment for January to June 2015 in both regular and short term programs.

⁴ Higher than estimated investment principal due to late claw-back of strike savings by the Ministry of Education.

⁵ The Amended Budget was changed to accurately reflect the type of expenditure for long term sick leaves and long service leaves for teachers (\$1.03 million transfer from substitutes to teacher salaries). Lower than budgeted expenditures due to teacher vacancies 3.5 FTE at March 31, Teacher Subplan payments (\$81K), Long Service Leave (\$68K), and Long Term Sick (\$80K).

⁶ Lower than budgeted expenses due to ongoing vacancies in Finance (\$38K) and Psychologist(\$27K), student support services department head allowances (\$39K), emergent expenditure fund (\$67K), job action related overtime (\$24K), custodial (\$34K).

⁷ Lower than budgeted benefit expenses due to lower salaries and lower overall benefit costs.

⁹ Lower than budgeted utilities costs due to milder winter temperatures, lower natural gas cost, and the implementation of energy conservation measures.

¹⁰ Furniture, equipment and technology replacement for schools and departments. Funded from expense savings and increased revenue.

