Enclosure No. 2

Final 2020/21 Financial Reporting

November 23, 2021

MEDICINE HAT PUBLIC SCHOOL DIVISION

Statement of Financial Position

	2021	2020	
Financial Assets			
Cash and Cash Equivalents	$ 15,305,325	$ 14,725,785	A
Accounts Receivable (net after allowances)	814,503	339,398	B
Portfolio Investments			
Operating	-	-	
Endowments	2,360,265	2,095,072	
Inventories for Resale	-	216,629	C
Other Financial Assets	-	-	
Total Financial Assets	$ 18,480,093	$ 17,376,884	

Statement of Financial Position Cont.

	2021	2020	
Liabilities			
Bank Indebtedness	$ -	$ -	
Accounts Payable and Accrued Liabilities	5,260,465	4,445,286	D
Unspent Deferred Contributions	2,217,209	1,975,927	
Employee Future Benefits	715,242	607,575	
Environmental Liabilities	-	-	
Other Liabilities	-	-	
Debt	-	-	
Supported: Debentures	-	-	
Unsupported: Debentures	-	-	
Mortgages and Capital Loans	-	44,990	E
Capital Leases	-	-	
Total Financial Assets	$ 8,192,916	$ 7,073,778	
Net Financial Assets	$ 10,287,177	$ 10,303,106	
Non-Financial Assets			
Tangible Capital Assets	$ 111,206,960	$ 111,140,006	F
Inventory of Supplies	-	-	
Prepaid Expenses	409,459	355,663	
Other Non-Financial Assets	20	20	
Total Non-Financial Assets	$ 111,616,439	$ 111,495,689	
Spent Deferred Capital Contributions	97,293,690	97,268,365	G
Net Assets	$ 24,609,926	$ 24,530,430	

Net Assets (Note 8

		2021		2020	
Unrestricted Surplus	$	801,871		1,590,662	
Operating Reserves		4,267,200		4,026,400	
Accumulated Surplus (Deficit) from Operations		5,069,071		5,617,062	**H**
Capital Reserves		3,275,700		2,852,500	
Cash Reserves		8,344,771		8,469,562	**I**
Endowments		2,017,205		1,986,058	**J**
Accumulated Remeasurement Gains(Losses)		334,690		248,166	
Investment in Capital Assets		13,913,260		13,826,644	
Accumulated Surplus (Deficit)	$	24,609,926	$	24,530,430	**K**

Net Assets (Note 8)

	2021	2020
Accumulated Surplus (Deficit) from Operations	$ 5,069,071	$ 5,617,062
Add: Non-vesting employee benefit:	297,800	256,100
Less: School Generated Funds	(1,169,500)	(1,118,200)
Adjusted Accumulated Surplus (Deficit) from Operations	$ 4,197,371	$ 4,754,962

Statement of Operations

	Spring Budget 2020/21	Fall Budget 2020/21	Actual 2020/21	Actual 2019/20
Total Revenues	$ 88,858,700	$ 90,154,300	$ 88,251,596	$ 87,212,094
Expenses				
Instruction (PreK)	4,786,400	4,226,200	3,733,637	6,998,892
Instruction (1-12)	66,218,500	67,996,100	67,078,302	64,021,790
PO&M	11,731,100	12,133,800	11,788,041	10,626,658
Transportation	2,317,300	2,317,300	2,249,489	1,897,289
Board & System Admin	2,922,800	2,871,300	2,737,359	2,918,884
External Services	882,600	878,200	702,943	816,081
Total Expenses	$ 88,858,700	$ 90,422,900	$ 88,289,771	$ 87,279,594
Operating Surplus (Deficit)	$ -	$ (268,600)	$ (38,175)	$ (67,500)

Notes to the AFS and Remaining Schedules

- There were no significant changes to the AFS Notes and Schedules 1-9.

AFS Variance Analysis

- The budget comparison in the Audited Financial Statements (AFS) is the Spring Budget.
- 2020/21 year included several significant changes:
  - Fall Enrollment reduction from spring estimates due to COVID-19
    - 388 students lower than budget
  - March 2021 - Alberta Education announces "Hold Harmless" funding to alleviate funding loss related to Sept 2020 enrollment reduction.
    - Q3 – Expected Surplus $684,000
    - Late August 2021 – Alberta Education wants Hold Harmless Funding recorded in 2021/22 school year.
    - Q4 Final Results Deficit ($38,175)

Revenue

	2020/21 Spring Budget	2020/21 Fall Budget	August 31/21	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %	Variance Driving Surplus (Deficit) Favourable (Unfavourable)	Variance Driving Surplus as %
Grant Revenue	80,976,700	82,398,800	81,044,096	(1,354,704)	-1.64%		
Local Revenue & SGF	4,659,800	4,369,300	3,779,580	(589,720)	-13.50%		
Supported Debt	3,222,200	3,386,200	3,427,920	41,720	1.23%	-	
Total Revenue	**$ 88,858,700**	**$ 90,154,300**	**$ 88,251,596**	**(1,902,704)**	**-2.11%**	**$ 47,652**	**0.05%**

Revenues

Total Revenue – $47,652 (.05%) higher than budget

- **Other revenue items**
  - International student tuition higher than expected $80,000
  - Division Health Spending Account refund higher than usual $48,000

Wages & Benefits

	2020/21 Spring Budget	2020/21 Fall Budget	August 31/21	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %	Variance Driving Surplus (Deficit) Favourable (Unfavourable)	Variance Driving Surplus as %
Cert - Salary	42,060,200	41,760,400	41,668,937	91,463	0.22%		
Cert - Benefits	10,875,100	10,601,800	10,563,400	38,400	0.36%		
Total Certificated	**52,935,300**	**52,362,200**	**52,232,337**	**129,863**	**0.25%**	69,537	**0.13%**
Non-Cert - Salary	12,596,400	13,521,300	13,442,093	79,207	0.59%		
Non-Cert - Benefits	3,231,400	3,444,800	3,339,358	105,442	3.06%		
Total Non-Certificated	**15,827,800**	**16,966,100**	**16,781,451**	**184,649**	**1.09%**	(18,551)	**-0.11%**
Total Salary	54,656,600	55,281,700	55,111,030	170,670	0.31%		
Total Benefits	14,106,500	14,046,600	13,902,758	143,842	1.02%		
Total Wages/Benefits	**$ 68,763,100**	**$ 69,328,300**	**$ 69,013,788**	**$ 314,512**	**0.45%**	**$ 50,986**	**0.07%**

Wages & Benefits – $50,986 (.07%) lower than budget

Services & Supplies

	2020/21 Spring Budget	2020/21 Fall Budget	August 31/21	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %	Variance Driving Surplus (Deficit) Favourable (Unfavourable)	Variance Driving Surplus as %
Services/Supplies	15,589,100	16,461,600	14,648,592	1,813,008	11.01%	131,787	0.80%
Amortization & Debt	4,506,500	4,633,000	4,627,391	5,609	0.12%	-	0.00%
	20,095,600	21,094,600	19,275,983	1,818,617	**8.62%**	131,787	**0.62%**
Total Expenses	**$ 88,858,700**	**$ 90,422,900**	**$ 88,289,771**	$ 2,133,129	**2.36%**	$ 182,773	**0.20%**
Surplus (Deficit)	**$ -**	**$ (268,600)**	**$ (38,175)**	**$ 230,425**		**$ 230,425**	

Services & Supplies Cont.

- **Services & Supplies** - $131,787 (.8%) lower than budget
  - Coulee Collegiate – 1st year of operations during pandemic
    - Final costs lower than budget $80,000
  - Travel and meeting/hosting costs lower than budget due to COVID-19 $120,000

2020/21 – Surplus (Deficit)

	2020/21 Spring Budget	2020/21 Fall Budget	August 31/21	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %	Variance Driving Surplus (Deficit) Favourable (Unfavourable)	Variance Driving Surplus as %
Total Revenue	**$ 88,858,700**	**$ 90,154,300**	**$ 88,251,596**	**(1,902,704)**	-2.11%	**$ 47,652**	**0.05%**
Total Certificated	52,935,300	52,362,200	52,232,337	129,863	0.25%	69,537	0.13%
Total Non-Certificated	15,827,800	16,966,100	16,781,451	184,649	1.09%	(18,551)	-0.11%
Total Wages & Benefits	**$ 68,763,100**	**$ 69,328,300**	**$ 69,013,788**	**$ 314,512**	0.45%	**$ 50,986**	**0.07%**
Services/Supplies	15,589,100	16,461,600	14,648,592	1,813,008	11.01%	131,787	0.80%
Amortization & Debt	4,506,500	4,633,000	4,627,391	5,609	0.12%	-	0.00%
Total Expenses	**$ 88,858,700**	**$ 90,422,900**	**$ 88,289,771**	**$ 2,133,129**	**2.36%**	**$ 182,773**	**0.20%**
Surplus (Deficit)	**$ -**	**$ (268,600)**	**$ (38,175)**	**$ 230,425**		**$ 230,425**	

2020/21 – Surplus (Deficit)

	2020/21 Spring Budget	2020/21 Fall Budget	August 31/21	Variance to Fall Budget Favorable (Unfavorable)
Surplus (Deficit)	$ -	$ (268,600)	$ (38,175)	$ 230,425

	Forecasted Surplus (Deficit)
Fall Budget	$ (268,600)
Q1 - Projection	$ (653,800)
Q2 - Projection	$ 1,102,100
Q3 - Projection	$ 684,400
Q4 -Final Actual	$ (38,175)