



## Divisional Financial Summary as of November 30, 2023

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To be presented to the Finance Committee December 21, 2023

### 1. Balance in reserves

Capital Reserve account balances as of November 30, 2023, are as follows:

	<u>November 30, 2023,</u>	<u>June 30, 2023</u>
Bus Replacement Reserve*	\$411,800.82	\$51,059.13
ICT Capital Reserve	\$53,477.09	\$52,713.98
Land Acquisition Reserve	\$69,521.42	\$68,529.37

\*Transfer \$360,000 for purpose of 2 buses as per budget 23/24

### 2. Financial position - projected Deficit.

At this time of the preliminary report a deficit of \$632,295 by year end year end. The 23-24 budget was planned to reflect a deficit in the amount of \$673,952.

The main contributor is the interest costs on the division's Line of Credit. The interest rate is at 6.45%. The budget anticipated the interest rate to be within a range of 5.5-6.5%. The projections are now based on an interest rate being sustained at 6.5% for the remaining 6 months. With the exception of January and February as the division will not be utilizing the LOC for those months.



### 3. Comparison between the budget and actual (by Function)

The expected spent funds percentage should be in the range of 30% to 40% of either expensed or committed expenses.

	YTD Actual	Budget	Budget Remaining	% Spent
REGULAR INSTRUCTION	9,275,985	40,596,640	31,320,655	23%
STUDENT SUPPORT SERVICES	3,624,154	14,247,630	10,623,476	25%
ADULT LEARNING CENTRES	258,110	1,042,680	784,570	25%
PRESCHOOL SERVICES	11,846	67,000	55,154	18%
DIVISIONAL ADMINISTRATION	830,599	2,273,450	1,442,851	37%
INSTRUCTIONAL & OTHER SUPPORT SRVS	423,566	1,647,154	1,223,588	26%
TRANSPORTATION	1,695,198	5,938,994	4,243,796	29%
OPERATION & MAINTENANCE	2,874,691	7,273,864	4,399,173	40%
FISCAL, PAYROLL TAX, TRANSFERS	721,898	1,754,143	1,032,245	41%
	19,716,047.00	74,841,555.00	55,125,508.00	26%

### 4. Balance owing on bus garage

As of June 30, 2023, as stated in the audited financial statements the Debenture Debt account is \$41,658,467. The balance owing on the bus garage account as of November 30, 2023, is \$ 998,937.40 (balance as of June 30, 2023, \$1,123,937.40).

### 5. Amount we are in line of credit

As of November 30, 2023, the LOC (line of credit) was used with an ending bank balance of \$2,846,292.98

The LOC interest rate set at 6.45%

The adjusted book balance is \$1,442,919.60.

### 6. New funding or grants received over \$10,000

\$2 Million in wage assistance grant – grant received in December.

\$270,000 for student support learning – Grant Received in December

### 7. Year to Date Sick leave information

Total number of sub replacement days in November 386.50, with a cost of \$73,126.61.

Year to date sub sick days is 668.58 with a total cost of \$122,510.27.



## **8. Commentary**

The following observations have been made.

- The interest rate remained at 6.45%. The interest rate announcement in early December resulted in no change.
- The 23/24 budget was created with consideration of interest costs in mind, however 6.5% was the highest consideration at the time of the budget being prepared. Should the interest rate exceed 6.5% the division will incur interest expenses greater than budgeted.
- The months of September through to January municipalities will be paying the special levy and will help the bank account move out of the LOC by the end of calendar year. In the month of November, we saw the bank account move out of the LOC.
- Another bus, this time a bus on a regular bus route, is out of commission due to a blown motor. Total buses removed from the fleet due to blow motors is 6.
- If fuel costs are in a favorable position at this time. The department would likely utilize the fuel savings and put the funds into buses reserve or into a new motor.
- At this time there are no unusual operational items to report for the division based on observation.