

Summary of Financial Results: 2019-20

The EIPS budget provides stability for schools, maintains essential central services required for Division operations and supports the mission and values of the Division.

Key Highlights from 2019-20

A year-end deficit of \$1.5 million lowered the accumulated surplus to \$18.3 million. The accumulated surplus is the primary indicator of the financial resources EIPS has available to provide future services. Accumulated surplus includes investment in Board-funded tangible capital assets (\$6.2 million), unrestricted surplus, operating reserves (\$11.3 million) and capital reserves (\$800,000).

Operating reserves of \$4.2 million are designated for use by schools and departments to support future years and for specific initiatives approved by the Board. The unallocated Division reserve, which is \$7.1 million, or 4% of the EIPS budget, provides financial stability for the Division. The minimum level is 2%, or approximately \$4 million.

The balance of capital reserves is \$800,000, as of Aug. 31, 2020. These reserves are for the purchase of future unsupported capital assets.

Revenue was less than budget by \$10.1 million primarily in provincial grant funding, due to changes to the funding model (notably the elimination of class size funding and school fee grants), reduction in government funding as a result of the closure of in-school classes, and reduced infrastructure maintenance and renewal spending. In addition, fees, sales and services, fundraising, and donation revenues were also less than budget due to closure of in-school classes. These changes were offset, somewhat, by provincial one-time transition funding and increased program unit enrolment.

Expenses were \$10.2 million less than budgeted, primarily the result of adjusted spending on staffing, contracted services, and supplies as a result of the closure of in-school classes (including reduced transportation costs and savings from temporary layoffs) and adjustments made to provincial funding. Board and system administration spending was 3.5% of total expenses, which is below the 3.6% maximum imposed by Alberta Education.

Instruction spending comprises 79% of the total budget and 81% when capital is excluded, which equates to \$8,740 per student.

School Generated Funds

The unexpended school generated funds (SGF) were \$1.9 million, as of Aug. 31, 2020. SGF revenues in the year were \$4.7 million and comprised of:

- fees of \$2.2 million—for example, field trips, athletics, noon-hour supervision;
- sales and services of \$1.6 million—for example, cafeteria and food programs, graduation;
- fundraising of \$300,000; and
- donations and grants of \$600,000.

SGF expenses during the year totaled \$4.5 million.

More information about EIPS' audited financial statements is available at www.eips.ca/about-us/financial-information/audited-financial-statements

2019-20

All dollar amounts are expressed in thousands

Expenses by Program

	\$	%
Instruction	147,162	78.7%
Operations and Maintenance	22,563	12.1%
Transportation	9,585	5.1%
Board and System Administration	6,575	3.5%
External Services	1,018	0.5%
\$	186,903	100%

