Final 2025/26 Financial Reporting

Board Meeting

November 24, 2026

MEDICINE HAT PUBLIC SCHOOL DIVISION

Statement of Financial Position

	2026	2025
Financial Assets		
Cash and Cash Equivalents	$11,730,419	$6,884,889
Accounts Receivable (net after allowances)	2,212,418	1,316,184
Portfolio Investments	**7,101,564**	**6,440,935**
Operating	4,365,529	3,929,100
Endowments	2,736,035	2,511,835
Inventories for Resale	–	–
Other Financial Assets	–	–
Total Financial Assets	**$21,044,401**	**$14,642,008**

Statement of Financial Position Cont.

	2026	2025
Liabilities		
Bank Indebtedness	–	–
Accounts Payable and Accrued Liabilities	$6,771,619	$4,242,966
Unspent Deferred Contributions	4,417,367	1,403,901
Employee Future Benefits	872,115	804,061
Asset Retirement Obligations	3,543,985	3,543,985
Total Liabilities	**$15,605,086**	**$9,994,913**
Net Financial Assets	**$5,439,315**	**$4,647,095**

Capital Assets

	2026	2025
Non-Financial Assets		
Tangible Capital Assets	$101,469,890	$102,956,487
Inventory of Supplies	–	–
Prepaid Expenses	1,181,765	899,624
Other Non-Financial Assets	20	20
Total Non-Financial Assets	**$102,651,675**	**$103,856,131**
Net Financial Assets	$5,439,315	$4,647,095
Spent Deferred Capital Contributions	87,421,705	88,381,605
Net Assets	**$20,669,285**	**$20,121,621**

Net Assets (Note 11)

	2026	2025
Unrestricted Surplus	$668,873	$580,313
Operating Reserves	4,434,200	3,748,400
Accumulated Surplus (Deficit) from Operations	**5,103,073**	**4,328,713**
Capital Reserves	2,385,400	2,226,600
Cash Reserves	**7,488,473**	**6,555,313**
Endowments	2,295,512	2,253,914
Accumulated Remeasurement Gains (Losses)	383,293	283,693
Investment in Capital Assets	10,502,007	11,028,701
Accumulated Surplus (Deficit)	**$20,669,285**	**$20,121,621**

Net Assets (Note 11) Cont.

	2026	2025
Accumulated Surplus (Deficit) from Operations	**$5,103,073**	**$4,328,713**
Add: Non-vesting employee benefits	278,900	270,900
Less: School Generated Funds	(1,636,600)	(1,662,800)
Adjusted Accumulated Surplus (Deficit) from Operations	**$3,745,373**	**$2,936,813**

Statement of Operations

	Spring Budget 2025/26	Fall Budget 2025/26	Actual 2025/26	Actual 2024/25
Total Revenues	**$95,025,700**	**$98,004,600**	**$95,953,015**	**$94,228,747**
Expenses				
Instruction (ECS)	75,306,500	78,029,900	7,740,764	8,551,723
Instruction (1-12)			67,237,287	67,213,947
PO&M	11,999,900	12,081,600	12,168,089	11,945,928
Transportation	3,300,900	3,535,000	3,381,298	3,640,665
Board & System Admin	3,352,500	3,292,200	3,142,079	3,021,143
External Services	1,065,900	1,065,900	1,877,032	807,359
Total Expenses	**$95,025,700**	**$98,004,600**	**$95,546,549**	**$95,180,765**
Operating Surplus (Deficit)	**–**	**–**	**$406,466**	**($952,018)**

AFS Notes and Variance Analysis

- **No significant changes** to the AFS Notes and Schedules 1-10.

Audited Financial Statements (formal)

- Alberta Education requires only the Spring Budget, so the AFS compares actual results to the **Spring Budget**.

Division Variance Analysis (our analysis)

- We compare actual results to the **Fall Budget** instead, because it reflects actual enrolment and staffing, with fewer estimates.

Revenue

	2025/26 Fall Budget	% Spent	August 31/26 FINAL	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %
Grant Revenue	$86,758,000	96.44%	$83,671,295	($2,280,505)	-2.63%
Local Revenue & SGF	7,657,900	113.39%	8,682,948	218,848	2.86%
Supported Debt	3,588,700	100.28%	3,598,772	10,072	0.28%
Total Revenue	**$98,004,600**	**97.91%**	**$95,953,015**	**($2,051,585)**	**-2.09%**

The revenue variance driving the overall bottom line is the following:

- Grant Revenues – $2,280,505 or -2.63% lower than budget
- Local Revenues – $218,848 or 2.86% higher than budget

Revenue

- **Grant Revenue (continued) -** $2,280,505 or -2.63% lower than budget

Grant Revenue	Variance	vs. Budget
Base instruction grants	($100,900)	▼ Lower (Shortfall)
Profile grants – services and supports (ESL, Refugee, FNMI)	$160,400	▲ Higher (Favourable)
PUF and K Severe – December 1st Submission	($348,700)	▼ Lower (Shortfall)
Moderate Language Delay – December 1st submission	$68,900	▲ Higher (Favourable)
Transportation – November 30th Submission	($153,700)	▼ Lower (Shortfall)
School Safety and Literacy/Numeracy	$40,900	▲ Higher (Favourable)

Base and profile grants items reflect the March 31st AB ED AEM funding adjustments.

Blue = favourable (revenue higher than budget) Red = shortfall (revenue lower than budget)

Revenue

Teacher Settlement Funding includes the following adjustments to funding:

+ Funding to cover retro owing for the 2024-2025 school year

+ Funding to cover teacher increases for 2025-2026

− Less a funding reduction to account for salary and benefit savings during the period of strike action

Revenue impact
($1,920,800)
from budget

↔

Expense offset
Reduction in certificated salary expenses

Revenue

- **Non-Grant Revenue** - $218,848 (2.86%) higher than budget

Line item	Variance	vs. Budget
Investment income	$84,600	▲ Higher (Favourable)
Hockey academy fees	($37,500)	▼ Lower (Shortfall)
FCSS Grant – City of Medicine Hat	$75,000	▲ Higher (Favourable)
International tuition	$78,900	▲ Higher (Favourable)
HSA fee	($4,300)	▼ Lower (Shortfall)
Misc. other	$5,600	▲ Higher (Favourable)

Blue = favourable (revenue higher than budget) Red = shortfall (revenue lower than budget)

Wages & Benefits

	2025/26 Fall Budget	% Spent	August 31/26 FINAL	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %
Cert – Salary	$43,085,600	96.42%	$41,542,191	$1,543,409	3.58%
Cert – Benefits	10,880,300	97.92%	10,653,479	226,821	2.08%
Total Certificated	**53,965,900**	**96.72%**	**52,195,670**	**1,770,230**	**3.28%**
Non-Cert – Salary	15,584,000	99.16%	15,452,665	131,335	0.84%
Non-Cert – Benefits	4,559,900	93.37%	4,257,635	302,265	6.63%
Total Non-Certificated	**20,143,900**	**97.85%**	**19,710,300**	**433,600**	**2.15%**
Total Salary	58,669,600	97.15%	56,994,856	1,674,744	2.85%
Total Benefits	15,440,200	96.57%	14,911,114	529,086	3.43%
Total Wages/Benefits	**$74,109,800**	**97.03%**	**$71,905,970**	**$2,203,830**	**2.97%**

Wages & Benefit Expenses – $2,209,830 (2.97%) lower than budget

Wages & Benefits Cont.

- **Certificated -** $1,770,230 (3.28%) lower than budget

Certificated Salary & Benefits item	Variance	vs. Budget
Strike Savings – *offsetting reduction in revenue*	$2,453,600	▼ Lower (Savings)
Benefits reimbursement – ATA for strike days	$235,100	▼ Lower (Savings)
Subs – change in pay structure, increased daily cost	($372,800)	▲ Higher (Overage)
EDB and Mat Leave	($545,700)	▲ Higher (Overage)

Blue = savings (expense lower than budget) Red = overage (expense higher than budget)

Wages & Benefits Cont.

- **Non-Certificated** - $433,600 (2.15%) lower than budget

Non-Certificated Salary & Benefits Item	Variance	vs. Budget
EA central supports for ECS (needs lower than predicted; offset by reduced revenue)	$144,600	▼ Lower (Savings)
EA – All other	$36,400	▼ Lower (Savings)
Custodial & Caretakers	$198,100	▼ Lower (Savings)
Clerical	$45,000	▼ Lower (Savings)
Trustees – overlap in election year	($27,400)	▲ Higher (Overage)
WCB	($65,000)	▲ Higher (Overage)

Blue = savings (expense lower than budget) Red = overage (expense higher than budget)

Services & Supplies

	2025/26 Fall Budget	% Spent	August 31/26 FINAL	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %
Services/Supplies	$18,985,400	98.51%	$18,702,980	$282,420	1.49%
Amortization & Debt	4,909,400	100.57%	4,937,599	(28,199)	-0.57%
Subtotal	**23,894,800**	**98.94%**	**23,640,579**	**254,221**	**1.06%**
Total Expenses	**$98,004,600**	**97.49%**	**$95,546,549**	**$2,458,051**	**2.51%**

Services and Supplies Expenses $254,221 (1.06%) lower than budget

Services and Supplies Cont.

- Services and Supplies – $254,221 – 1.06% lower than budget

Line item	Variance	vs. Budget
Utilities	$96,900	▼ Lower (Savings)
Transportation – Strike Savings	$64,700	▼ Lower (Savings)
Insurance – Property and Auto	$76,900	▼ Lower (Savings)
PUF purchased services	$29,100	▼ Lower (Savings)
Various others - net	($13,400)	▲ Higher (Overage)

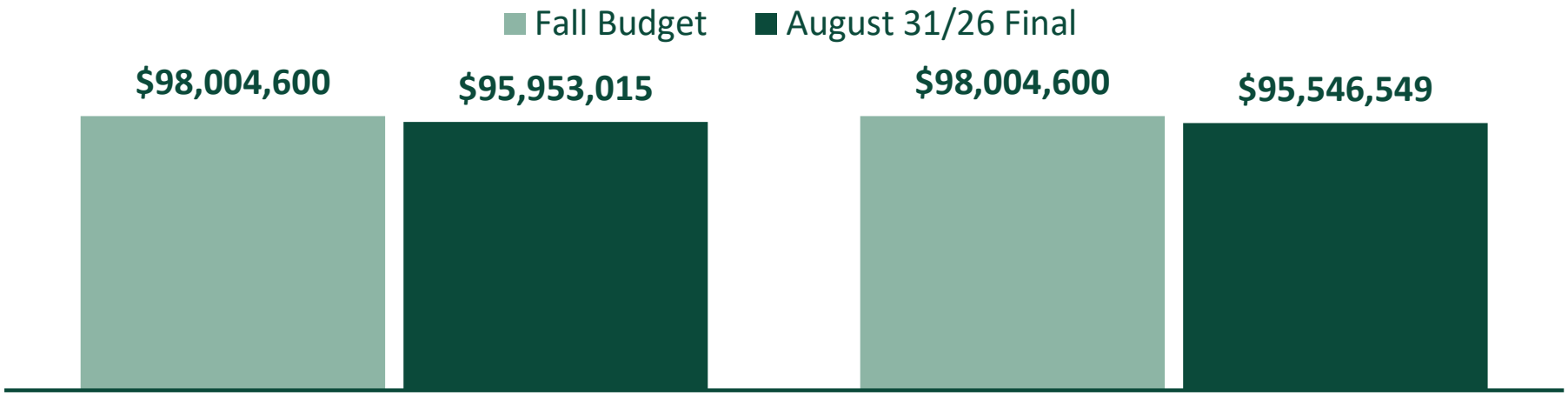
Blue = savings (expense lower than budget) Red = overage (expense higher than budget)

2025/26 at a Glance

Total Revenue
$95,953,015
($2,051,585) / -2.09% vs Fall Budget

Total Expenses
$95,546,549
$2,458,051 / 2.51% under Fall Budget

Operating Surplus
$406,466
Revenue less expenses



2025/26 – Surplus (Deficit)

	2025/26 Fall Budget	% Spent	August 31/26 FINAL	Variance to Fall Budget Favorable (Unfavorable)	Variance to Fall Budget as %
Total Revenue	**$98,004,600**	**97.91%**	**$95,953,015**	**($2,051,585)**	**-2.09%**
Total Certificated	53,965,900	96.72%	52,195,670	1,770,230	3.28%
Total Non-Certificated	20,143,900	97.85%	19,710,300	433,600	2.15%
Total Wages & Benefits	**$74,109,800**	**97.03%**	**$71,905,970**	**$2,203,830**	**2.97%**
Services/Supplies	18,985,400	98.51%	18,702,980	282,420	1.49%
Amortization & Debt	4,909,400	100.57%	4,937,599	(28,199)	-0.57%
Total Expenses	**$98,004,600**	**97.49%**	**$95,546,549**	**$2,458,051**	**2.51%**
Surplus (Deficit)	**–**		**$406,466**	**$406,466**	