

# Budget Update: Impact of Government Announcement

January 24, 2019

# Recently Announced Tuition Framework Impact on Multi Year Budgets

- 10% rollback on domestic tuition in 2019/20
- 0% increase in 2020/21
- The following is the impact on existing multi year budgets:

	Millions	
	2019/20	2020/21
Estimated impact to multi year budgets	<u>\$ 46.7</u>	<u>\$ 60.4</u>
Composition:		
10% roll back in tuition	\$ 35.7	\$ 38.1
Normal Domestic Tuition Increases		
2019/20	11.0	11.0
2020/21		11.3
Estimated impact to multi year budgets	<u>46.7</u>	<u>60.4</u>

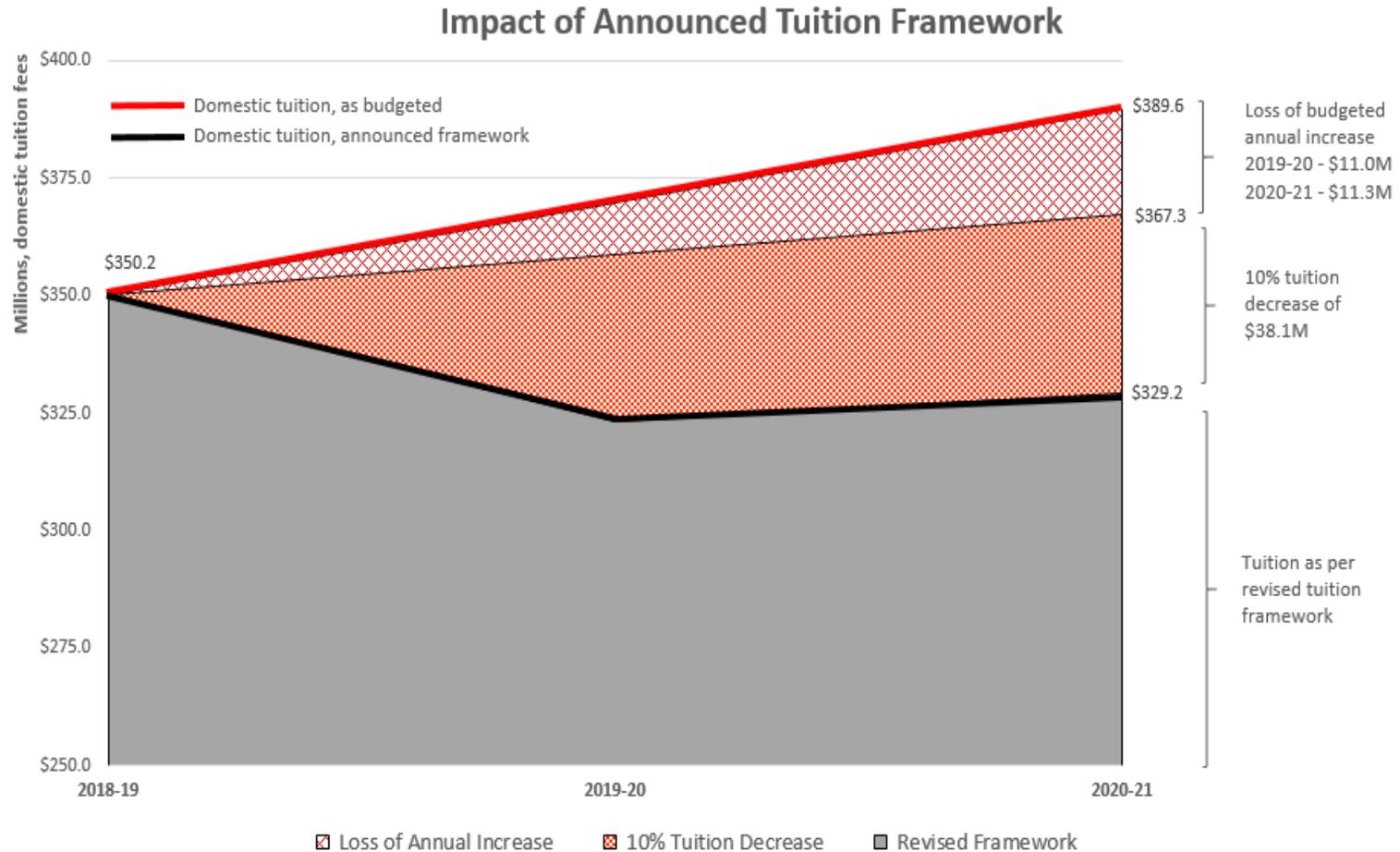
# Approved Operating Budget Plan Adjusted for Tuition Rollback Multi Year Plan (\$ millions)

	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>
	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>
<b>Operating Revenues</b>			
Government Operating Grants	\$ 307.5	\$ 301.1	\$ 300.6
Student Fees (credit and non credit)	644.2	707.2	773.0
Grants and Student Fees Subtotal	951.6	1,008.3	1,073.6
Tuition Credit Opportunity	-	-	-
Funding from Donations, Endowments, & Trusts	6.8	6.1	5.7
Investment Income	7.5	6.5	5.5
Other Recoveries	50.2	48.5	45.8
<b>Total Operating Revenues</b>	<b>1,016.2</b>	<b>1,069.5</b>	<b>1,130.7</b>
<b>Contingency for Labour Disruption</b>	<b>(40.9)</b>	<b>(18.2)</b>	<b>(38.3)</b>
<b>Total Operating Revenues, Net of Contingencies</b>	<b>\$ 975.3</b>	<b>\$ 1,051.3</b>	<b>\$ 1,092.5</b>
<b>Operating Expenditures</b>			
Salaries and Wages	567.8	593.7	615.0
Employee Benefits	157.8	164.3	169.4
Operating Costs	136.3	133.8	135.1
Scholarships and Bursaries	72.4	69.6	70.4
Taxes and Utilities	26.7	26.8	27.2
Interest on Long-Term Debt	20.9	21.1	21.3
<b>Total Operating Expenditures</b>	<b>\$ 982.0</b>	<b>\$ 1,009.3</b>	<b>\$ 1,038.5</b>
<b>In Year Surplus/(Deficit) for Operating Fund, Before Transfers</b>	<b>\$ (6.7)</b>	<b>\$ 42.0</b>	<b>\$ 54.0</b>
<b>Transfers to Restricted Funds</b>			
Transfers to Capital Fund	(16.8)	(19.7)	(31.5)
Transfers to Ancillary Fund	(4.1)	(3.9)	(3.9)
Transfers to Other Funds	(5.9)	(4.2)	(3.7)
<b>Total Transfers to Restricted Funds</b>	<b>\$ (26.8)</b>	<b>\$ (27.8)</b>	<b>\$ (39.1)</b>
<b>In Year Surplus/(Deficit) for Operating Fund, Before GAAP adjustment</b>	<b>\$ (33.5)</b>	<b>\$ 14.2</b>	<b>\$ 14.8</b>

# Approved Operating Budget Plan Adjusted for Tuition Rollback Multi Year Plan (\$ millions)

	<u>2018-19</u>	<u>2019-20</u>	<u>2020-21</u>
	<u>Budget</u>	<u>Budget</u>	<u>Budget</u>
<b>Operating Revenues</b>			
Government Operating Grants	\$ 307.5	\$ 301.1	\$ 300.6
Student Fees (credit and non credit)	644.2	707.2	773.0
<b>Expected Tuiton Rollback</b>		<b>(46.7)</b>	<b>(60.4)</b>
Grants and Student Fees Subtotal	951.6	961.6	1,013.2
Tuition Credit Opportunity	-	-	-
Funding from Donations, Endowments, & Trusts	6.8	6.1	5.7
Investment Income	7.5	6.5	5.5
Other Recoveries	50.2	48.5	45.8
<b>Total Operating Revenues</b>	<b>1,016.2</b>	<b>1,022.8</b>	<b>1,070.3</b>
<b>Contingencies</b>	<b>(40.9)</b>	<b>(18.2)</b>	<b>(38.3)</b>
<b>Total Operating Revenues, Net of Contingencies</b>	<b>\$ 975.3</b>	<b>\$ 1,004.6</b>	<b>\$ 1,032.1</b>
<b>Operating Expenditures</b>			
Salaries and Wages	567.8	593.7	615.0
Employee Benefits	157.8	164.3	169.4
Operating Costs	136.3	133.8	135.1
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<b>In Year Surplus/(Deficit) for Operating Fund, Before Transfers</b>	<b>\$ (6.7)</b>	<b>\$ (4.7)</b>	<b>\$ (6.4)</b>
<b>Transfers to Restricted Funds</b>			
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<b>Total Transfers to Restricted Funds</b>	<b>\$ (26.8)</b>	<b>\$ (27.8)</b>	<b>\$ (39.1)</b>
<b>In Year Surplus/(Deficit) for Operating Fund, Before GAAP Adj.</b>	<b>\$ (33.5)</b>	<b>\$ (32.5)</b>	<b>\$ (45.6)</b>

# Impact of Announced Tuition Framework



# Fall 2019 Ontario High School Application Update

Click to edit Master text styles

Second level

Third level

F

Fifth level

January 24, 2019

# OUAC Fall 2019 Applications

## 101 Domestic and VISA System Performance:

Choice	1st	2nd	3rd	>3	Total
York	(10.9)	(12.1)	(7.2%)	2.3%	(4.2%)
Total System	2.6%	2.6%	2.4%	8.4%	4.9%
System Less York	3.8%	3.9%	3.5%	9.1%	5.9%

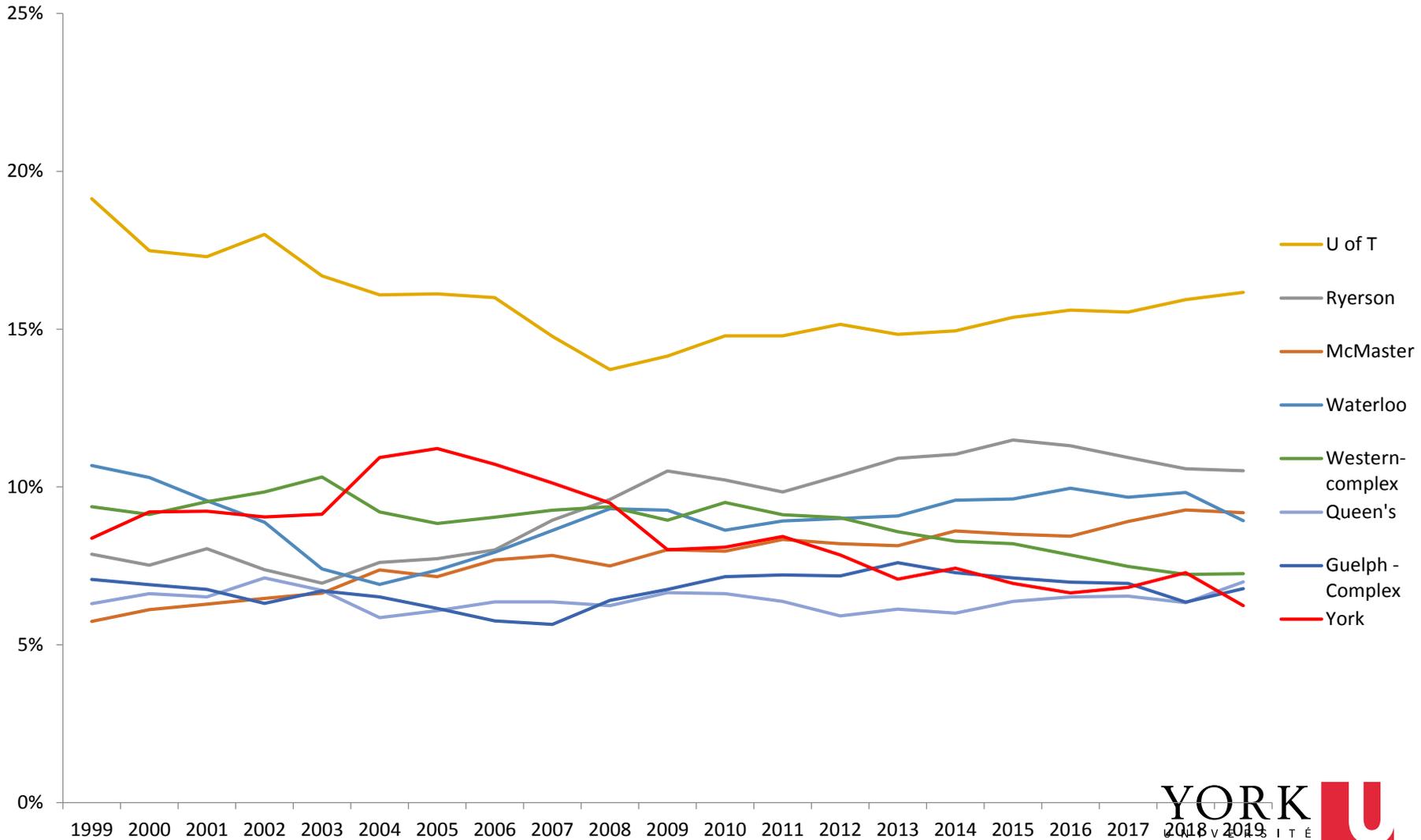
## 101 Domestic

Choice	1st	2nd	3rd	>3	Total
York	(15.3%)	(14.2%)	(9.0%)	(4.0%)	(8.8%)
Total System	1.9%	1.8%	1.7%	5.9%	3.4%
System Less York	3.2%	3.5%	3.0%	7.2%	4.7%

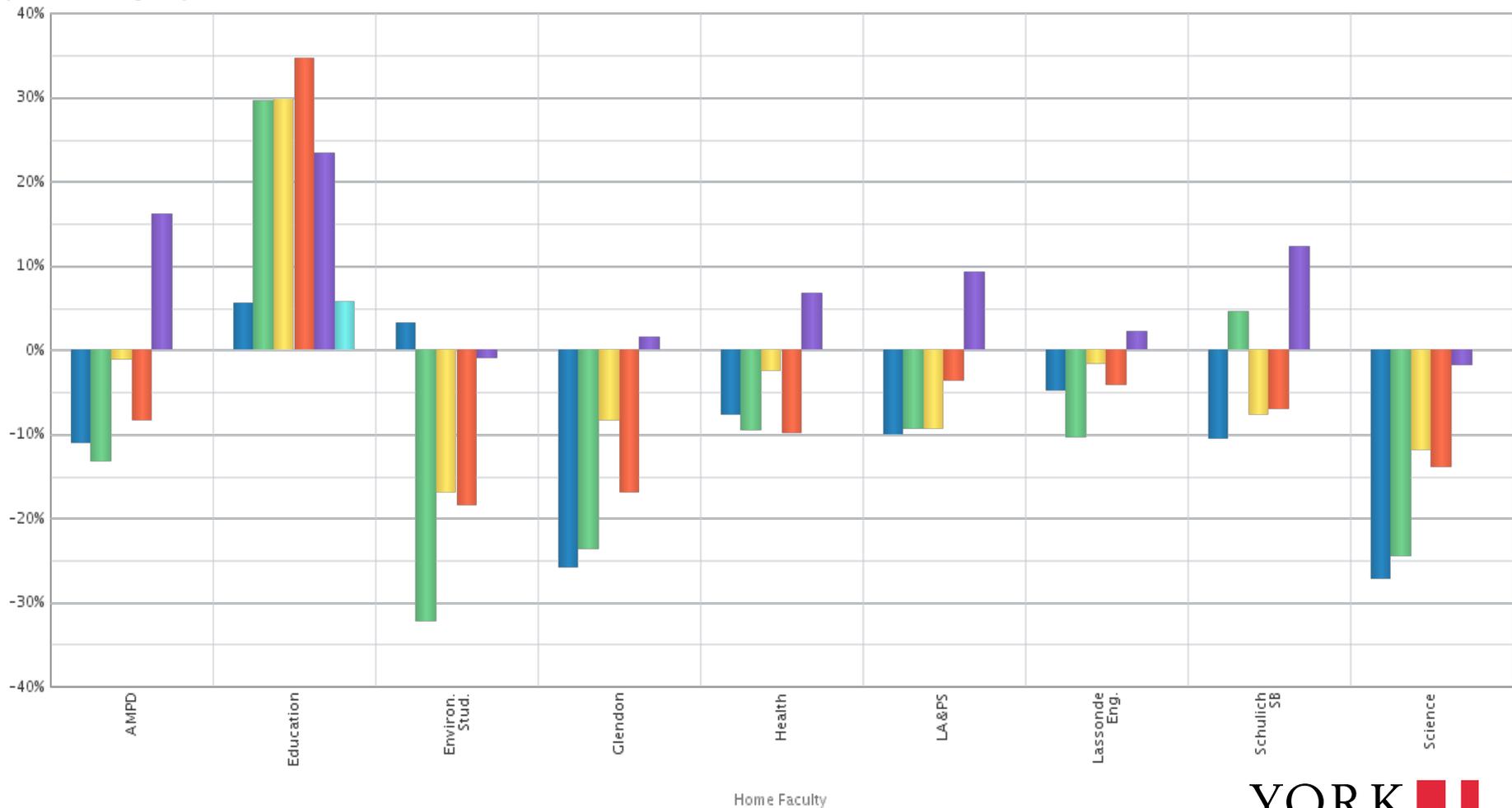
## 101 International

Choice	1 <sup>st</sup>	2nd	3rd	>3	Total
York	13.7%	17.2%	6.1%	28.8%	22.0%
Total System	8.8%	9.0%	8.4%	19.4%	14.5%
System Less York	8.4%	8.1%	8.7%	18.1%	13.6%

# 1<sup>st</sup> Choice Market Share Trend Ontario High School Applications



# Fall 2019 vs Fall 2018:101 Total Applications by Choice & Faculty



# Conversion of Applications

Significant challenges for converting lower choice applications (3rd, 4<sup>th</sup> and 5<sup>th</sup>+ Choice) from Offer to Enrol:

- 1<sup>st</sup> Choice conversion is ~55% for York
- 2<sup>nd</sup> Choice conversion is ~24%
- 5<sup>th</sup> and above conversion is ~6%

## **Actions:**

Division of Students in collaboration with Faculties are going out early with offers to application pool

Conversion activities are critical, coordinated central and local efforts underway