DEFICIT

PROBLEMS AND SOLUTIONS
OVERVIEW

• Significant Issue Facing the Society - Deficit
  • Actions needs to be taken

• VP Finance held consultations
  • Available everyday
  • Via email
  • In person

• Many possible solutions
  • Opportunities and challenges
  • Decision needs to be made
RESPONSES:

• No interest from Councillors
  • Statistics:
    • Consultations: 0
    • Emails: 0
    • In person inquiries: 0

• Interest from students and groups
  • Statistics:
    • Consultations: 6
    • Emails: 0
    • In person inquiries: 2
CURRENT SITUATION

• Initial budget surplus of FY15/16: $230,000
• Projected budget deficit of FY15/16: $100,000
• Projected budget deficit of FY16/17: $550,000
  • Ceteris paribus
  • FY16/17 $450,000
• Projected budget deficit of FY17/18: $900,000
  • Ceteris paribus
  • FY17/18 $450,000
LONG TERM PROBLEMS

• Fluctuating business’ contribution
  • E.g. FY15/16 decrease from $350,000 to $17,500

• Funds
  • Locked funds
  • Cleared funds

• Increased expenditures

• Minimum wage increase
SOLUTIONS:

- Fee Restructure
  - Complete
  - Decrease/ Increase
  - Increase of General Membership Fees
- Funds Overflow
- Business Review
- Significant Budget Cuts
- Long Term Financial Plan
  - PAI goal
FEE RESTRUCTURE

• Complete
  • Long term project
  • Consultations
  • Communication
  • Direction
  • Opposition

• Decrease/ Increase
  • Consultations
  • Communication
  • Direction
  • Opposition

• Increase of General Membership Fee
  • Opposition
REFERENDUM
AMS GENERAL MEMBERSHIP FEE

- $38.44 per member
  - 9% of all fees

- Proposal:
  - Total fee: $42.64
  - Increase of $4.20 per member
  - 11% increase
  - 9.8% of total fees
REASONS FOR GENERAL MEMBERSHIP FEE

• Least complex fee change
• Increased discretionary income
  • Necessary for supporting the AMS Services
• Quick and short term solution
• No need for consultation

AMS Fee
$38.44

Successful Referendum

AMS fee $42.64
REASONS FOR $4.20

$4.20

• FY16/17 Deficit of $450,000
• Additional $200,000 from fees
• Increased number of students
• Increased business contribution
  • Currently at $17,500
• Deficit includes contingency
• Possible minor budget cuts

Balances budget

Additional Reasons:

• Minor increase
• Campaign
MOVING FORWARD

Long Term Financial Plan:

- Overview of the entire Society
QUESTIONS