AMS Final Budget

Fiscal Year 2015-2016
Overview

• Final Budget Summary
• Process and Features
• Finances:
  o Revenues
  o Expenditures
  o Balance
  o Changes
• Future Challenges
• Recommendations
Final Budget Summary

Summary of Code: Article 8(4):
Final Budget shall include:

- Previous Year’s Budget
- Previous Year’s Actual Amounts
- Variances
- Next Fiscal Year’s Budget Projections
- Detailed Breakdown of Revenues and Expenditures within each Department
Features of the Budget

Decentralized process
Involvement of departments/ consultations

Bottom-up approach
Involvement of all departments

Ongoing consultations
Ongoing communication/ multiple rounds of review

Zero based
Full justification of expenses

Sustainability and future planning
Long term vision/ fiscal year in perspective

Creative thinking
Not following previous budgets/ reorganization

Realistic planning/ avoiding budgeting slack
Overestimation of expenses/ underestimation of revenues
Solution: Required justifications and multiple rounds of review
Process

• Internal review of Previous Year
• Departments:
  – Documents sent: handbook, budget template for each department
  – Required Documents: filled budget template, priorities, justifications, statement, presentation
• Review and Adjustment by the VP Finance
• Meetings: VP Finance and Executives; Executive Director and Departments’ Managers
• Final Review, adjustments, consolidation
• Submission to the Budget Committee
• Budget Committee’s review
  – Meetings with heads of departments and executives
• Adjustments of the Budget, provision of additional information
• Submission to the AMS Council
<table>
<thead>
<tr>
<th>Revenues:</th>
<th>Amount:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fees</td>
<td>$18,414,000</td>
</tr>
<tr>
<td>Businesses’ Contribution</td>
<td>$350,000</td>
</tr>
<tr>
<td>Investments</td>
<td>$350,000</td>
</tr>
<tr>
<td>Transfers to the Budgets</td>
<td>$689,000</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Expenditures:</th>
<th>Amount:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Student Government</td>
<td>$892,000</td>
</tr>
<tr>
<td>Student Services</td>
<td>$598,000</td>
</tr>
<tr>
<td>Administration</td>
<td>$893,000</td>
</tr>
<tr>
<td>Programs and Publications</td>
<td>$494,000</td>
</tr>
<tr>
<td>Non- Discretionary Allocations</td>
<td>$16,592,000</td>
</tr>
</tbody>
</table>

| Budget                        | $2,319,109   |
Businesses’ Contribution and Investments

- **Business Contribution: $350,000**
  - Initial recommendation from BAGB $250,000
  - Year-to-Date numbers allow for optimistic forecast
    - Decreased costs

- **Investments: $350,000**
  - Disposal of Whistler Lodge- Additional $1.5 million
Overhead

• The total cost of Overhead is evenly divided between both sides of the Society
  o Businesses $893,000
  o Student Government $893,000

• The Overhead Includes:
  o Administration
  o Information Technology
  o Executive Offices (Businesses)
  o Human Resources
Balance

• The Budget includes:
  o Transfers from Funds: $412,237
  o One time expenditures: $50,000
  o Contingency: $81,444
  o Increased Businesses’ Contribution by: $100,000

• FISCAL YEAR 2015- 2016 PREDICTED SURPLUS

$252,383

Fiscal Year 2016-2017 Deficit of $208,410
Future Challenges

• Date of Transition of Executives
• Fluctuating Contribution from Businesses
• Clearing of the Reserves
Recommendations

• Creation of Long-Term Financial Plan
• Review of Internal Financial Structure
• Fee Referendum:
  o AMS Fees
  o AMS/GSS Health and Dental Plan Fees
• Restructure Budget Template, Accounts, Categories etc.