

Province of Manitoba

**The Private Vocational Institutions Act
Training Completion Fund**

**Financial Statements
For the Year Ended December 31, 2017
(Unaudited)**





**MINISTER
OF ECONOMIC DEVELOPMENT AND TRAINING**

Room 358
Legislative Building
Winnipeg, Manitoba R3C 0V8
CANADA

To the Operators and Students of Manitoba's Private Vocational Institutions

Dear Stakeholders:

I am pleased to present the eleventh annual report of the Manitoba Training Completion Fund, for the period January 1 to December 31, 2017.

The Private Vocational Institutions Act, administered by the Registration and Accountability Office, aims to provide consumer protection for both students and registered institutions. The Training Completion Fund (the Fund), a means to protect students in the event of an institution's closure, helps to further this goal.

Private vocational institutions remit one percent of all tuition collected into the Fund on behalf of students enrolled in registered programs. Thirty-six institutions remitted their students' contributions to the Fund in 2017.

If you have questions about this annual report, you are encouraged to contact the manager of the Registration and Accountability Office at 204-945-8507.

Sincerely,

A handwritten signature in black ink, appearing to read "R. Eichler".

Honourable Ralph Eichler
Minister
Economic Development and Training



**MINISTRE
DU DÉVELOPPEMENT ÉCONOMIQUE ET DE LA FORMATION**

Palais législatif
Winnipeg (Manitoba) R3C 0V8
CANADA

DESTINATAIRES : Intervenants et étudiants des établissements d'enseignement professionnel privés du Manitoba

Bonjour,

Nous sommes heureux de vous présenter le rapport annuel du Fonds d'aide à la formation du Manitoba pour la période du 1^{er} janvier au 31 décembre 2017.

La Loi sur les établissements d'enseignement professionnel privés qui régit le Bureau d'agrément et de contrôle vise à protéger à la fois les étudiants et les établissements agréés. Le Fonds d'aide à la formation du Manitoba, fonds créé pour protéger les étudiants en cas d'une fermeture d'établissement, permet de mieux atteindre cet objectif.

Les établissements d'enseignement professionnel privés contribuent au Fonds d'aide à la formation en y versant 1 % de tous les frais de scolarité qu'ils perçoivent pour les étudiants inscrits dans des programmes agréés. Trente-six (36) établissements ont contribué au Fonds en 2017.

Si vous avez des questions au sujet du présent rapport annuel, n'hésitez pas à communiquer avec la direction du Bureau d'agrément et de contrôle au 204-945-8507.

Veillez agréer l'expression de nos meilleurs sentiments.

Ministère du Développement
économique et de la Formation,

Ralph Eichler

TRAINING COMPLETION FUND

The Private Vocational Institutions Act (“the Act”) received Royal Assent on August 1, 2002. Section 13 of The Act established the Training Completion Fund, which is a “pool” of monies to be used to help finance the completion of training contracted by students should an institution unexpectedly cease to do business.

The Act came into force on January 1, 2003. Under this legislation, if an institution’s registration is cancelled or not renewed, or if the institution becomes insolvent, the Minister may pay out of the Fund an amount to be used to pay for the completion of a student’s program or to refund a student’s tuition fees in the manner prescribed by regulation. If there are insufficient monies in the Fund to pay for the completion of the program or to refund the tuition, the monies paid out must not exceed the amount of revenue in the Fund. Monies are in this case paid out on a pro rata basis.

The regulations under the Act further outline details of the Fund. The Fund is capitalized by registered private vocational institutions which submit payments in the amount of one per cent of all tuition collected (private and third-party-pay tuition). Payments are submitted by the final working day of the month immediately following the first day of a class intake. On a weekly basis, institutions are required to submit a list of all students by program intake, including the address and telephone number for each student. This action essentially “registers” a student with the Registration and Accountability Office in the event that the Fund is accessed during the student’s scheduled training period.

**Statement of Revenues and Expenditures
(Unaudited)**

	<u>2017</u>	<u>2016</u>
Revenue		
• Registrant Contributions	\$282,530	\$280,432
• Registrant Contributions for Prior Period	\$3,684	\$925
• Interest Revenue	\$20,066	\$12,991
Total Revenue	\$306,280	\$294,348
Expenditures	\$0	\$0
Excess of Revenues over Expenditures	\$306,280	\$294,348
Fund balance, January 1	\$3,224,806	\$2,930,458
Fund balance, December 31	\$3,531,086	\$3,224,806

**Balance Sheet
(Unaudited)**

	<u>2017</u>	<u>2016</u>
Assets		
• Cash and Cash Equivalents (Note 1)	\$3,512,611	\$3,199,983
• Contributions Receivable (Note 2)	\$18,475	\$24,823
Total Assets	\$3,531,086	\$3,224,806

Province of Manitoba

The Private Vocational Institutions Act Training Completion Fund

Notes to Financial Statements

Section 13 of The Private Vocational Institutions Act and sections 25 to 27(7) of Manitoba Regulation 237/02 regulate the establishment and operation of the Training Completion Fund. The purpose of the Fund is to provide protection to students so that they are able to complete their training at another institution or receive a refund in the event their institution closes. All private vocational institutions ("registrants") submit payment in the amount of one per cent of all tuition collected (private and third party tuition) to the Registration and Accountability Office by the final working day of the month immediately following a student intake.

On a weekly basis, institutions are required to submit a list of all students by program intake, including the address and telephone number for each student, to the Registrar. Institutions are also required to submit to the Registrar a list of all student names, addresses, telephone numbers, and third party funders for those students who have withdrawn from their course of studies. The Training Completion Fund Monthly Remittance Form is completed by the institution and submitted with a cheque made payable to the Minister of Finance. Forty-five institutions were actively registered in 2017. Of these, several closed and several others focused solely on contract training; that is, training that is not regulated under the Act or subject to Training Completion Fund requirements. As a result, 36 institutions contributed to the Fund in 2017.

1. Cash equivalents included in cash are recorded at cost. Market values approximate cost. Cash equivalents are all highly liquid securities with a maturity of three months or less when purchased.
2. Contributions receivable relate to outstanding payments from private vocational institutions at year end.
3. Per subsection 13 (3) of The Private Vocational Institutions Act, the Fund may only be used to:
 - a) Make payments to another institution for the completion of a student's program of instruction or refund tuition fees to a student when a registered institution becomes insolvent,
 - b) Make payments to another institution for the completion of a student's program of instruction or refund tuition fees to a student when a registered institution's registration is cancelled or is not renewed,
 - c) Pay for administering and auditing the Fund.