

**LIST OF FUNDS TRANSFERRED EXCEEDING \$250,000
FOR THE PERIOD FEBRUARY 13, 1996 TO MAY 16, 1996
PURSUANT TO SECTION 32.1(2)
OF THE FINANCIAL ADMINISTRATION ACT**



Department	Activity	Transfer To/(From)	Explanation
OPERATIONS AND MAINTENANCE (1995-96 Fiscal Year)			
Education, Culture and Employment	Directorate	226,000	To transfer surplus funding from Culture and Careers to fund projected shortfall in Directorate and Educational Development Activities.
	Culture and Careers	(1,250,000)	
	Educational Development	1,024,000	
Health and Social Services	Community Programs & Services	970,000	Transfer required to correct the allocation of the previously authorized transfer of Social Assistance to the Department of Education, Culture and Employment.
	Directorate	(970,000)	
CAPITAL (1995-96 Fiscal Year)			
Transportation	Arctic Airports	(111,000)	To reallocate capital funding to provide additional funding required for Coppermine Airport Development Project and the Dory Point Ferry and to establish a new project to retrofit the Igloodik snowblower.
	Highway Operations	(196,000)	
	Marine Services	307,000	
Municipal and Community Affairs	Community Development	358,000	To reallocate capital funding to ensure the completion of 1995-96 approved capital projects.
	Sport and Recreation	(80,000)	
	Community Planning and Lands	(278,000)	

OCT 18 1996
Yellowknife, N.W.T.

INTER-ACTIVITY TRANSFERS OVER \$250,000

ISSUE: Transfer of funds, exceeding \$250,000, between department activities.

BACKGROUND: Section 32.1(1) of the Financial Administration Act (FAA) provides for the Financial Management Board to approve transfers of funds between activities, set out in the Main Estimates, provided the total appropriations for the department are not increased.

Section 32.1(2) of the FAA further requires the Minister of Finance to table a list of inter-activity transfers exceeding \$250,000 during each Session of the Legislative Assembly.

**CURRENT
STATUS:**

Listings of transfers exceeding \$250,000 were previously prepared for the periods March 9, 1995 to December 8, 1995 and December 9, 1995 to February 13, 1996. The lists were tabled during the 1st and 2nd Sessions of the the 13th Assembly.

During the period February 13, 1996 to May 16, 1996, the following inter-activity transfers over \$250,000 were approved by the Financial Management Board:

OPERATIONS AND MAINTENANCE

Education, Culture and Employment

Following completion of the 1995-96 third quarter variance report, the department projected a year end deficit in the Directorate and Educational Development activities.

The deficit in the Directorate activity is a result of costs associated with the Income Support Task Group, work on the Education Act, staff overtime, casual wages and a lower than projected vacancy rate. The costs of the Income Support Task Group contribute significantly to the projected deficit in this activity. The department had been directed to internally fund the costs of this group.

The Educational Development projected deficit results partially from incremental Education Board contributions which the department has been directed to fund from internal reallocation of appropriations. Additional funding

was required by the boards for direct service costs such as leases, utilities, employee benefits and staffing. The agreements with the boards provide for the provision of additional funding to meet these costs as well as the refund of any surplus funds.

The department projected a surplus in appropriations allocated to the Culture and Careers activity and requested a transfer of \$1,250,000 from this projected surplus and allocated to Directorate (\$226,000) and Educational Development (\$1,024,000).

Health and Social Services

The 1995-96 Supplementary Appropriation Act No. 1 provided for a negative adjustment of \$34,223,000 for the Department of Health and Social Services related to the transfer of Social Assistance to the Department of Education, Culture and Employment. The total adjustment was allocated to the Community Programs and Services activity. \$970,000 of the adjustment should have been allocated to the Directorate activity to account for salaries and other operations and maintenance costs related to the transfer of 13 PY's to Education, Culture and Employment.

The transfer, authorized by the FMB, corrects this previous error by transferring the \$970,000 from the Directorate activity to Community Programs and Services.

CAPITAL

Transportation

The department determined that the Coppermine Airport Development and the Dory Point Ferry projects required additional funding to meet actual expenditure requirements. Projected surplus funding had previously been transferred from both of these projects to meet other immediate needs. Current actual costs are greater than the revised projection and the department requested a transfer of funding from other projects for which there was an anticipated surplus in funding.

The department requested authority to create a new capital project to retrofit the Igloolik snowblower. The retrofitted machine would then be shipped to Clyde River which was scheduled to receive a new snowblower in 1996-97. This

would result in a projected savings of \$100,000 over a new machine. Funding was available through surplus funding available in other airport equipment projects.

The resultant net transfer between capital activities is as follows:

Arctic Airports	(\$111,000)
Highway Operations	(196,000)
Marine Services	307,000

Municipal and Community Affairs

The department requested transfers between capital projects to ensure completion of approved 1995-96 projects. The final or projected final costs on several projects were determined to be less creating a surplus in those projects which could be transferred to complete projects with higher than forecasted costs.

The resultant net transfer between capital activities is as follows:

Community Development	\$358,000
Sport and Recreation	(80,000)
Community Planning and Lands	(278,000)

Contact person: Terry Pierce
Title: Manager, Budget Development
Date: May 27, 1996

