



# One *Learning* Community



# **2018/2019 Annual Budget Presentation**

**April 12, 2018**

# Operating, Special Purpose and Capital Funds

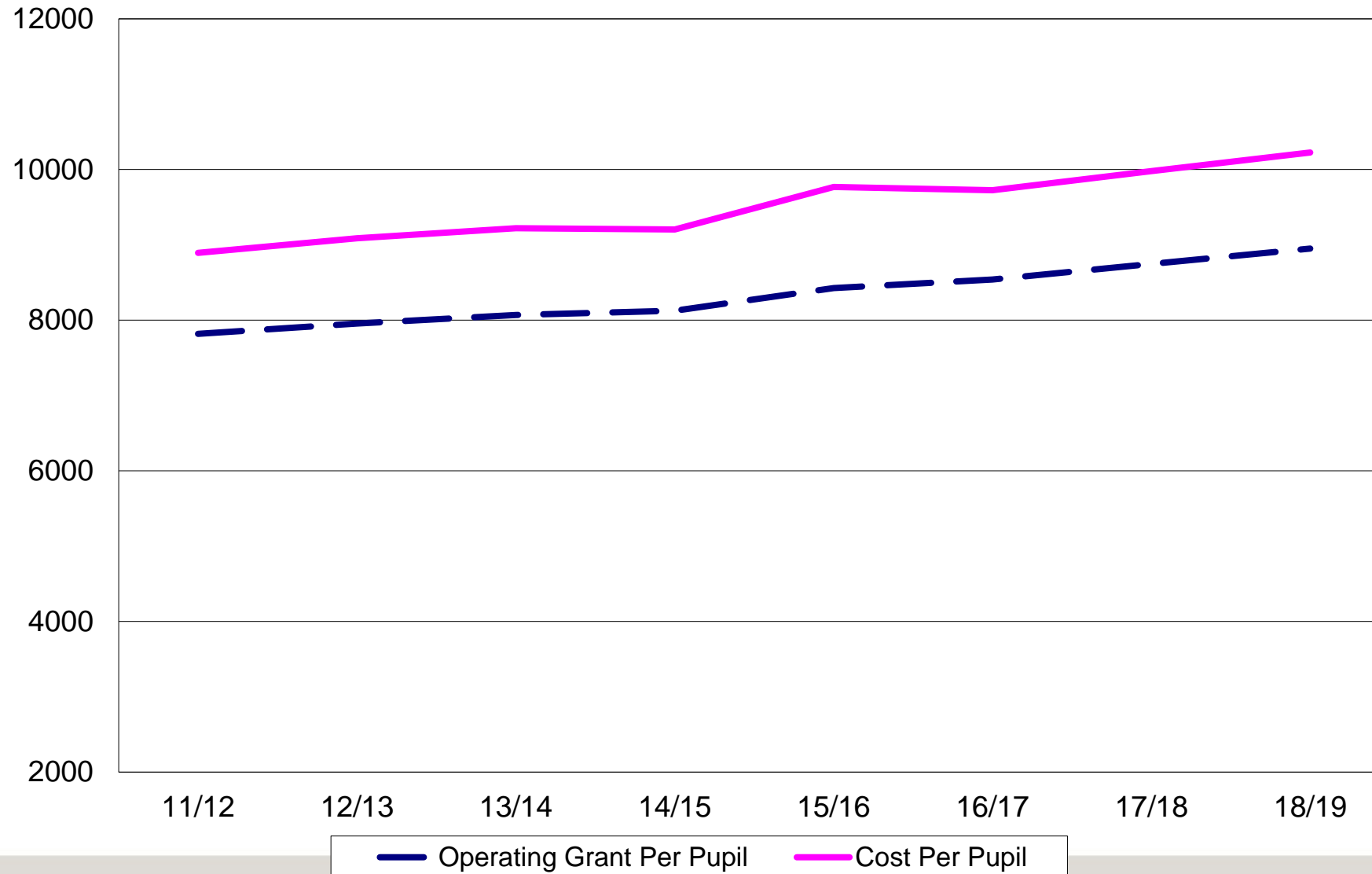
School districts manage financial resources in three funds:

- **Operating Fund**
  - Where the main operating expenditures of a school district are recorded
- **Special Purpose Funds**
  - Report the expenditures for funding provided for a specific purpose; spending is restricted. Examples of special purpose funds include CommunityLINK, Provincial Resource Programs and the Annual Facility Grant.
- **Capital Fund**
  - Holds the capital assets of the District; land, buildings, equipment and vehicles. Five year capital plan budgets are approved by Boards.

# Sources of Operating Revenue

- The majority of school district revenue comes from provincial grants through the Ministry of Education's funding allocation system.
- School districts have local revenues from rental of facilities, interest revenue on short-term deposits, international students and continuing education.

## Comparison of Funding and Cost Per Student FTE

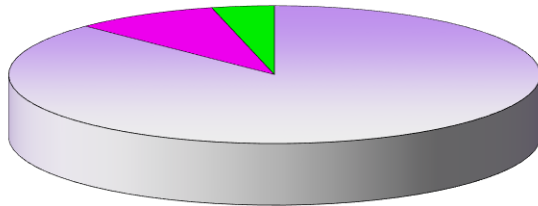




# Operating Revenue Sources

## 2018/2019 Greater Victoria Picture

	Provincial Grants	88.5%
	Local Revenue	9.5%
	Operating Surplus	2.0%



## 2017/2018 Greater Victoria Picture

Provincial Grants	89.1%
Local Revenue	8.7%
Operating Surplus	2.2%

## 2017/2018 Provincial Picture

Provincial Grants	92.0%
Local Revenue	6.9%
Operating Surplus	1.1%

# Allocation of Provincial Operating Grant

The 2018/2019 funding system provides for:

- Student allocation of \$7,423 per school-age FTE student
- Student allocation of \$4,696 per adult FTE student
- Distributed Learning student allocation of \$6,100 per FTE
- Unique student needs:
  - ELL \$1,420 per FTE
  - Aboriginal Education \$1,230 per FTE
  - Special Education Level 1 \$38,800 per FTE
  - Special Education Level 2 \$19,400 per FTE
  - Special Education Level 3 \$9,800 per FTE
- Teacher salary differential between districts
- Unique geographic factors of climate, dispersion, remoteness, and small communities
- Education Plan
- Summer, February, and May counts

# Funding Level per FTE

	2017/2018 Funding Levels per FTE	2018/2019 Funding Levels per FTE
School-Age	\$ 7,301	\$ 7,423
Continuing Education	7,301	7,423
Distributed Learning	6,100	6,100
Adult Students	4,618	4,696
Special Needs - Level 1	38,140	38,800
Special Needs - Level 2	19,070	19,400
Special Needs - Level 3	9,610	9,800
English Language Learners	1,395	1,420
Aboriginal Education	1,210	1,230



# Enrolment Summary

	2017/2018 Annual Budget	2017/2018 Final September 30	2018/2019 Annual Budget
<b>BASED ON PROJECTED FTE ENROLMENT OF:</b>			
Elementary/Middle/Secondary (school-aged)	18,908	19,062	19,267
Continuing Education (school-aged)	10	36	17
Distributed Learning (school-aged)	104	106	65
<b>Total - School-Aged</b>	<b>19,022</b>	<b>19,204</b>	<b>19,349</b>
 <b>Summer School</b>	 65	 55	 55
 <b>Adult Students</b>	 44	 43	 47
 <b>Unique Student Needs:</b>			
Special Needs - Level 1	21	22	22
Special Needs - Level 2	720	775	775
Special Needs - Level 3	400	418	418
English Language Learning	1,751	1,808	1,808
Aboriginal Education	1,420	1,454	1,432
 <b>International Education (Long-term)</b>	 978	 1,020	 995

# Other Grants, Fees and Revenue

	2017/2018 Annual Budget	2018/2019 Annual Budget
<b>Other Ministry of Education Grants:</b>		
Reduction for Local Education Agreements (LEA)	\$ (927,465)	\$ (1,087,263)
Pay Equity	2,896,617	2,896,617
Carbon Tax Reimbursement	0	110,000
Return of Administrative Savings	827,353	0
<b>TOTAL OTHER MINISTRY OF EDUCATION GRANTS</b>	<b>2,796,505</b>	<b>1,919,354</b>
<b>Other Fees and Revenues:</b>		
Summer School Fees	17,696	56,880
Continuing Education Fees	58,124	16,825
Offshore/Out-of-Province Tuition Fees	13,206,732	14,610,333
LEA/Direct Funding from First Nations	927,465	1,087,263
Miscellaneous Fees and Revenues	70,055	56,350
Community Use of Facilities	1,694,784	1,981,048
Investment Revenue	650,000	1,030,000
<b>TOTAL OTHER FEES AND REVENUES</b>	<b>16,624,856</b>	<b>18,838,699</b>
<b>TOTAL OTHER GRANTS, FEES AND REVENUE</b>	<b>\$ 19,421,361</b>	<b>\$ 20,758,053</b>

# Community Use of Facilities

## Out-of-School Care Licence Rate Increase

### July 1, 2018

#### Revenue Increase

- Out-of-School Care Rate Increase \$159,528

#### Expenditure Increase

- Childcare Capital Reserve (100,000)
- Maintenance of Facilities (59,528)

# Community Use of Facilities External User Rate Increase July 1, 2018

- Purpose for increased rate proposal
- Consultation process and feedback
- Final proposal for Board consideration (including shifting adults with diverse learning needs to youth rates)

# Community Use of Facilities

## External User Rate Increase

### July 1, 2018

PROPOSED DISTRICT FACILITIES RENTALS RATES - Effective July 1, 2018					
Description	2014-2015 Rental Rates (\$/Hour)	2017-2018 Rental Rates (\$/Hour)	2018-2019 Rental Rates (\$/Hour)	2019-2020 Rental Rates (\$/Hour)	2020-2021 Rental Rates (\$/Hour)
<b>GYMS - Elementary:</b> <i>*Youth Groups and Adults with Diverse Learning Needs are subsidized by Adult and Commercial Use Rates*</i>					
Organized Youth Groups (age 18 and under) and Adults with Diverse Learning Needs -Weekdays	\$ 18.75	\$ 18.75	\$ 20.00	\$ 21.25	22.50*
Organized Youth Groups (age 18 and under) and Adults with Diverse Learning Needs-Weekends	\$ 18.75	\$ 18.75	\$ 20.00	\$ 21.25	22.50*
Organized Adult (sport) - weekdays	\$ 31.25	\$ 31.25	\$ 45.50	\$ 60.00	\$ 75.00
Organized Adult (sport) - Soccer	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
Organized Adult (sport) - Baseball/Softball	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
Organized Adult (sport) - Floor Hockey	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
Organized Adult (sport) - weekends	\$ 31.25	\$ 31.25	\$ 45.50	\$ 60.00	\$ 75.00
Organized Adult (sport) - Soccer	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
Organized Adult (sport) - Baseball/Softball	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
Organized Adult (sport) - Floor Hockey	\$ 31.25	\$ 31.25	\$ 47.50	\$ 63.50	\$ 80.00
General Use Adult- weekdays	\$ 75.00	\$ 75.00	\$ 78.00	\$ 81.00	\$ 85.00
General Use Adults - weekends	\$ 118.75	\$ 118.75	\$ 122.50	\$ 126.25	\$ 130.00
Commercial Use - weekdays	\$ 118.75	\$ 118.75	\$ 122.50	\$ 126.50	\$ 130.00
Commercial Use - weekends	\$ 143.75	\$ 143.75	\$ 147.50	\$ 151.25	\$ 155.00

# Community Use of Facilities

## External User Rate Increase

### July 1, 2018

#### Revenue Increase

- External User Rate Increase \$TBD

#### Expenditure Increase

- To support capital replacement (e.g. field upgrades, gym floors, theatre lighting, etc.) TBD
- To support day-to-day maintenance of rental assets TBD



# School District Operating Spending

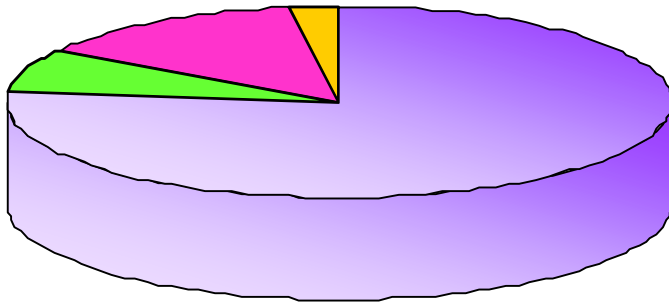
Spending is allocated between 4 key functional areas:

- **Instruction**
- **District Administration**
- **Operations and Maintenance of Facilities**
- **Transportation of Students**

# School District Operating Spending

## 2018/2019 Greater Victoria Picture

	Instruction	85.6%
	Operations & Maintenance	11.4%
	District Administration	2.5%
	Transportation	0.5%



## 2017/2018 Greater Victoria Picture

Instruction	85.5%
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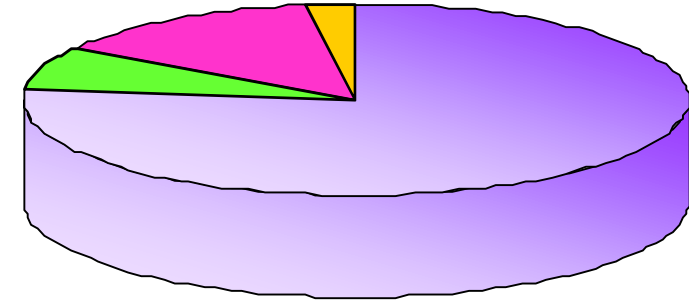
## 2017/2018 Provincial Picture

Instruction	82.9%
Operations & Maintenance	11.6 %
District Administration	3.6%
Transportation	1.9%

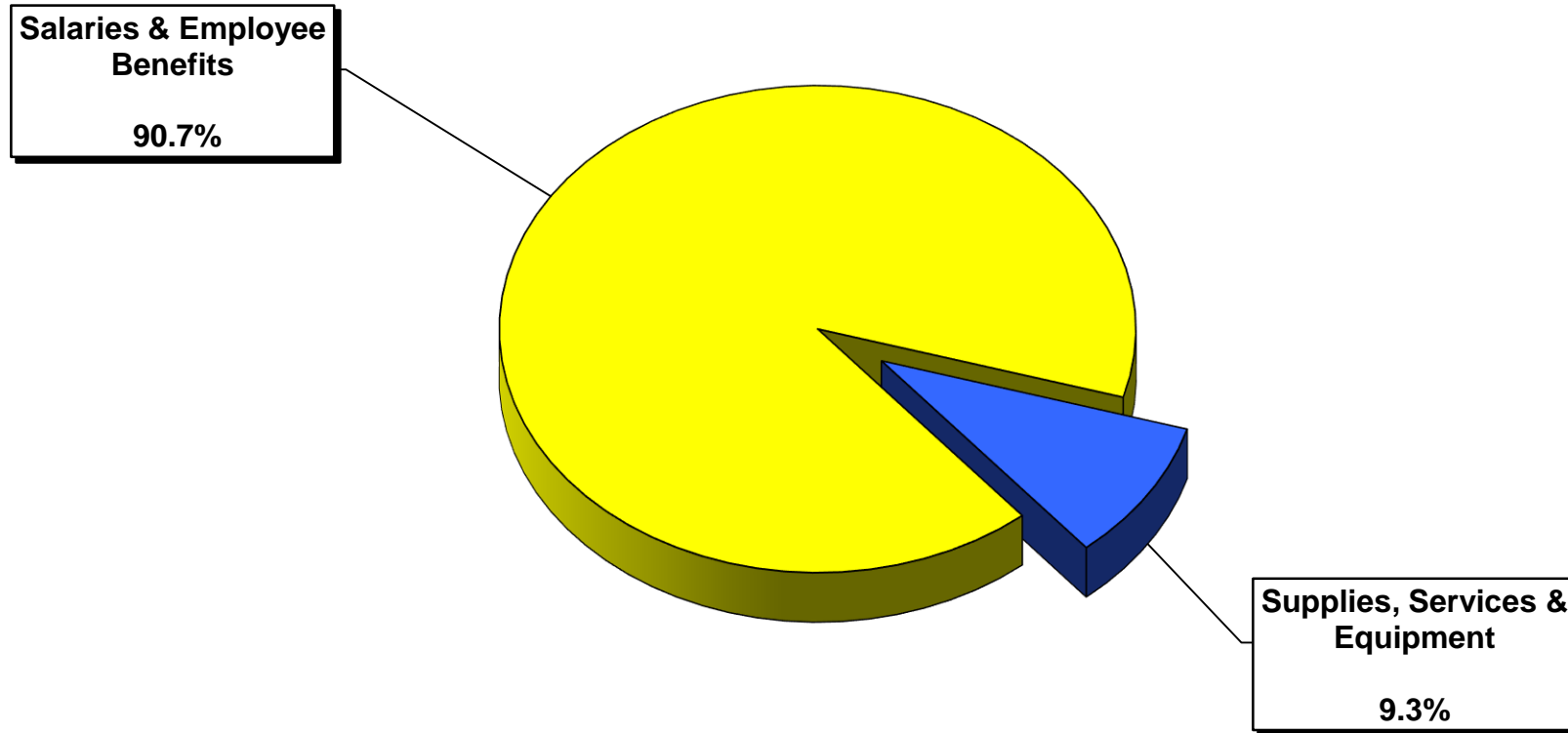
# School District Operating Spending Including Classroom Enhancement Fund

## Greater Victoria Picture

■	Instruction	86.5%
■	Operations & Maintenance	10.7%
■	District Administration	2.3%
■	Transportation	0.5%



# School District Operating Spending



# Annual Operating Budget Assumptions

Assumptions used to prepare the 2018/2019 Annual Operating Budget:

- The 2018/2019 projected school-aged enrolment of 19,349 FTE has been used to prepare the annual operating budget. This represents an increase of 145 FTE as compared to the September 30, 2017 funded school-aged enrolment.
- The 2018/2019 projected summer school enrolment is 55 FTE.
- The 2018/2019 projected adult enrolment is 47 FTE.

# Annual Operating Budget Assumptions Cont.

The 2018/2019 Annual Operating Budget has been prepared to include:

- Incremental cost of salary grid/step adjustments
- Wage increases
- Statutory and contractual obligation changes e.g. benefits, utilities
- Technology Replacement Reserve and Childcare Capital Reserve



# Annual Operating Budget Summary

	2017/2018 Annual Budget	2018/2019 Annual Budget
<b>REVENUE</b>		
Provincial Government Grant	\$ 166,715,079	\$ 173,604,633
Other Grants, Fees and Revenue	20,046,121	20,758,053
<b>TOTAL OPERATING REVENUE</b>	<b>\$ 186,761,200</b>	<b>\$ 194,362,686</b>
<b>EXPENDITURE</b>		
Salaries:		
Teachers	82,684,954	85,786,515
Support Staff	17,038,427	17,575,875
Principals & Vice-Principals	12,255,821	12,495,805
Educational Assistants	17,240,139	17,990,349
Other Professionals	3,839,697	4,264,085
Substitutes	7,181,346	7,460,144
Total Salaries	140,240,384	145,572,773
Employee Benefits	32,226,969	34,234,154
Services and Supplies:		
Services	4,927,695	5,090,007
Student Transportation	998,933	1,018,933
Professional Development and Travel	571,601	663,417
Rentals and Leases	79,238	-
Dues and Fees	88,207	88,207
Insurance	442,842	365,000
Supplies	5,647,811	5,828,156
Utilities	4,642,407	4,349,019
Total Services and Supplies	17,398,734	17,402,739
Capital Equipment Purchases	800,000	800,000
Technology Replacement Reserve	200,000	200,000
Childcare Capital Reserve	-	100,000
<b>TOTAL OPERATING EXPENDITURE</b>	<b>\$ 190,866,087</b>	<b>\$ 198,309,666</b>
<b>OPERATING BUDGET SURPLUS / (DEFICIT)</b>	<b>\$ (4,104,887)</b>	<b>\$ (3,946,980)</b>
Budgeted Prior Year Operating Surplus Appropriation	4,104,887	3,946,980
<b>NET OPERATING BUDGET SURPLUS / (DEFICIT)</b>	<b>\$ -</b>	<b>\$ -</b>

# 2018/2019 Operating Budget

## Approved 2017/2018 One-Time Carry Forward Funding:

Restricted Surplus from 2016-2017 approved by the Board in April 2017	\$1.4M
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Unrestricted Surplus from 2016-2017 approved by the Board September 2017	<u>2.3M</u>
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Total Approved One-Time Carry Forward	\$3.7M
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Appropriation from 2017/2018 Unrestricted Surplus <i>(to be approved)</i>	\$0.2M
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2018/2019 Structural Deficit	<u>(\$3.9M)</u>
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2018/2019 Operating Budget Surplus/(Deficit)	<u>\$ 0M</u>
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# 2017/2018 Estimated Unrestricted Operating Budget Surplus

## 2017/2018 Estimated Unrestricted Surplus:

Teacher Salaries and Benefits	\$1.3M
Recruitment Lag and Unfilled Positions	\$0.2M
Increased Revenue and Investment Income	\$0.4M
Increased ISP Enrolment	\$0.4M
Decreased NGN Charge	\$0.3M
Net Medical Premium Savings	<u>\$0.3M</u>

2017/2018 Estimated Unrestricted Surplus **\$2.9M\*\***

**\*\* Recommendation: Use \$0.2M for 2018/2019 to balance the budget and carry forward \$2.7M to 2019/2020**

# 2018/2019 Classroom Enhancement Fund

## Classroom Enhancement Special Purpose Fund:

- Funding to implement the Memorandum of Agreement related to the Supreme Court of Canada decision from the fall of 2016
- 2018/2019 Stage 1 Classroom Enhancement Teacher Staffing Funding: \$13,835,661
- Remedy, Article D.3.5 Low Incidence Prep, and Overhead Funding to be allocated in the fall of 2018

# 2018/2019 Classroom Enhancement Fund

Classroom Enhancement Special Purpose Fund Estimated Cost:

Non-Enrolling Teacher Staffing Ratios

27 FTE Teachers	\$ 2.2M
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Class Size and Composition

Elementary	53 FTE Teachers	
Middle	34 FTE Teachers	
Secondary	<u>44 FTE Teachers</u>	
	131 FTE Teachers	\$10.5M

Remedy Cost Estimate	\$	?
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Article D.3.5 Low Incidence Prep Cost Estimate	\$	?
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# Budget Meeting Dates

- **Monday, April 16, 2018 at 7:00 p.m.**  
At the Board Office, Tolmie Board Room, 556 Boleskine Road  
An opportunity for members of the public to address the Board with respect to the proposed budget
- **Wednesday, April 25, 2018 at 7:00 p.m.**  
At the Board Office, Tolmie Board Room, 556 Boleskine Road  
Special Board Meeting to debate and approve the 2018-2019 budget bylaw



# 2018/2019 Estimated Operating Grants Website

- <http://www2.gov.bc.ca/gov/content/education-training/administration/resource-management/k-12-funding-and-allocation/operating-grants/k12funding-18-19>