



One *Learning* Community



2017/2018
Annual Budget
Presentation

April 5, 2017

Operating, Special Purpose and Capital Funds

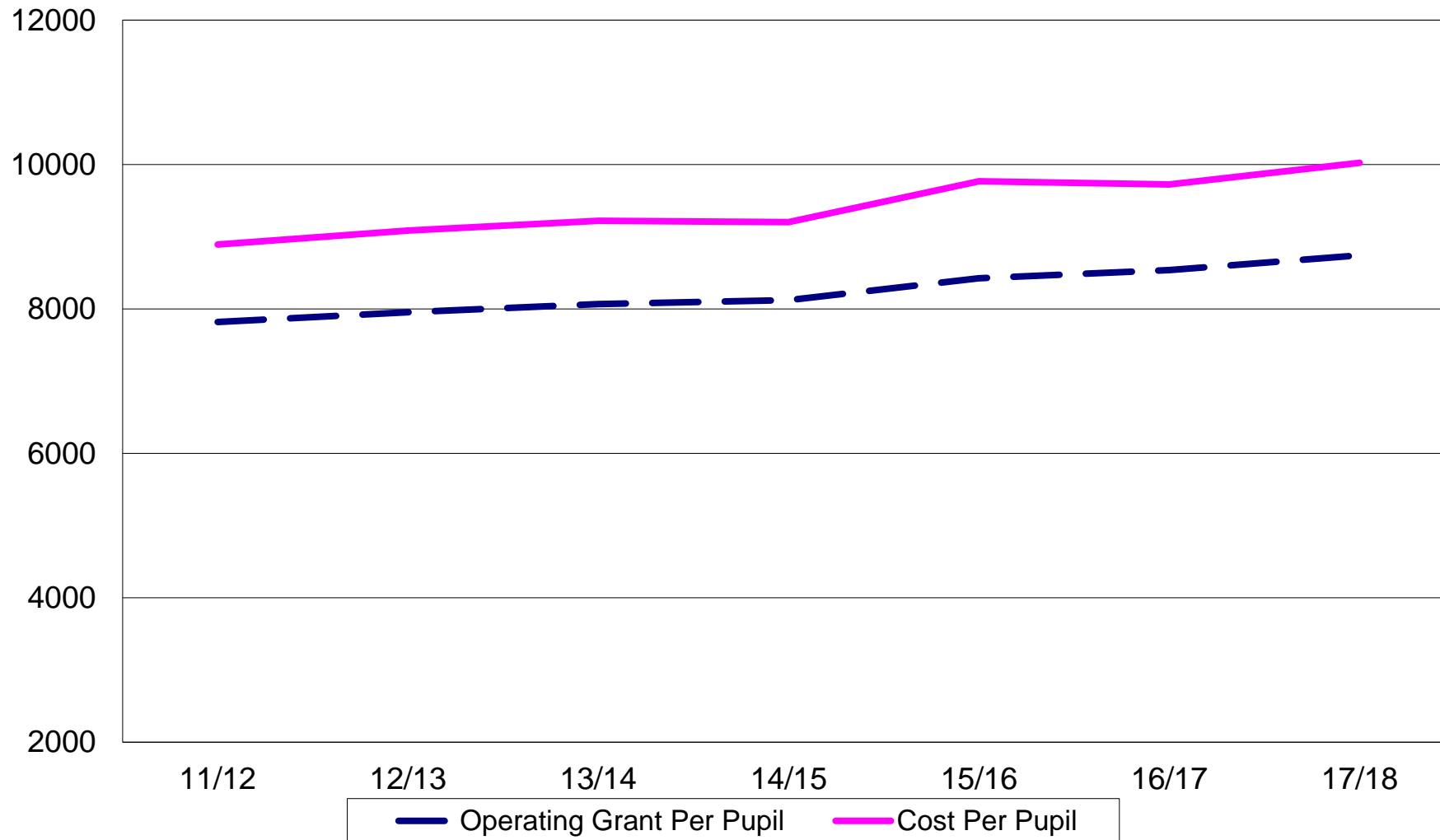
School districts manage financial resources in three funds:

- **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.

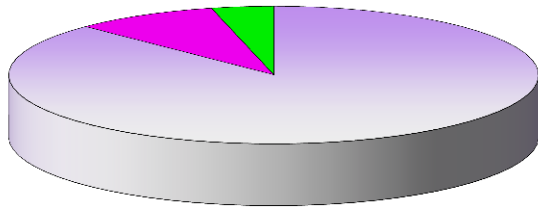
Comparison of Funding and Cost Per Student FTE



Operating Revenue Sources

2017/2018 Greater Victoria Picture

	Provincial Grants	87.0%
	Local Revenue	10.1%
	Operating Surplus	2.9%



2016/2017 Greater Victoria Picture

Provincial Grants	88.8%
Local Revenue	8.0%
Operating Surplus	3.2%

2016/2017 Provincial Picture

Provincial Grants	92.1%
Local Revenue	6.8%
Operating Surplus	1.1%

Allocation of Provincial Operating Grant

The 2017/2018 funding system provides for:

- Student allocation of \$7,301 per school-age FTE student
- Student allocation of \$4,618 per adult FTE student
- Distributed Learning student allocation of \$6,100 per FTE
- Unique student needs:
 - ELL \$1,395 per FTE
 - Aboriginal Education \$1,210 per FTE
 - Special Education Level 1 \$38,140 per FTE
 - Special Education Level 2 \$19,070 per FTE
 - Special Education Level 3 \$9,610 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

	2016/2017 Funding Levels per FTE	2017/2018 Funding Levels per FTE
School-Age	\$ 7,218	\$ 7,301
Continuing Education	7,218	7,301
Distributed Learning	6,030	6,100
Adult Students	4,565	4,618
Special Needs - Level 1	37,700	38,140
Special Needs - Level 2	18,850	19,070
Special Needs - Level 3	9,500	9,610
English Language Learners	1,380	1,395
Aboriginal Education	1,195	1,210

Enrolment Summary

	2016/2017 Annual Budget	2016/2017 Final September 30	2017/2018 Annual Budget
BASED ON PROJECTED FTE ENROLMENT OF:			
Elementary/Middle/Secondary (school-aged)	18,708	18,807	18,908
Continuing Education (school-aged)	11	15	10
Distributed Learning (school-aged)	112	180	104
Total - School-Aged	18,831	19,002	19,022
Adult Students	51	48	44
Unique Student Needs:			
Special Needs - Level 1	20	22	21
Special Needs - Level 2	697	715	720
Special Needs - Level 3	312	380	400
English Language Learning	1,653	1,776	1,751
Aboriginal Education	1,475	1,438	1,420
International Education (Long-term)	830	992	978

Other Grants, Fees and Revenue

	2016/2017 Annual Budget	2017/2018 Annual Budget
Other Ministry of Education Grants:		
Reduction for Local Education Agreements (LEA)	\$ (1,023,960)	\$ (927,465)
Pay Equity	2,896,617	2,896,617
Return of Administrative Savings		827,353
TOTAL OTHER MINISTRY OF EDUCATION GRANTS	1,872,657	2,796,505
Other Fees and Revenues:		
Summer School Fees	27,169	17,696
Continuing Education Fees	58,124	58,124
Offshore/Out-of-Province Tuition Fees	11,035,159	13,206,732
LEA/Direct Funding from First Nations	1,023,960	927,465
Miscellaneous Fees and Revenues	136,240	70,055
Community Use of Facilities	1,674,784	1,694,784
Investment Revenue	650,000	650,000
TOTAL OTHER FEES AND REVENUES	14,605,436	16,624,856
TOTAL OTHER GRANTS, FEES AND REVENUE	\$ 16,478,093	\$ 19,421,361

School District Operating Spending

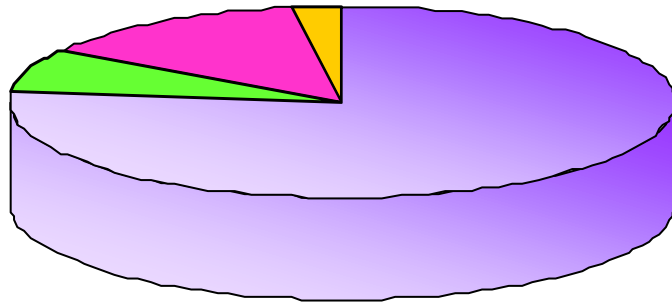
Spending is allocated between 4 key functional areas:

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

School District Operating Spending

2017/2018 Greater Victoria Picture

	Instruction	85.5%
	Operations & Maintenance	11.6%
	District Administration	2.4%
	Transportation	0.5%



2016/2017 Greater Victoria Picture

Instruction	84.8%
Operations & Maintenance	12.1%
District Administration	2.5%
Transportation	0.6%

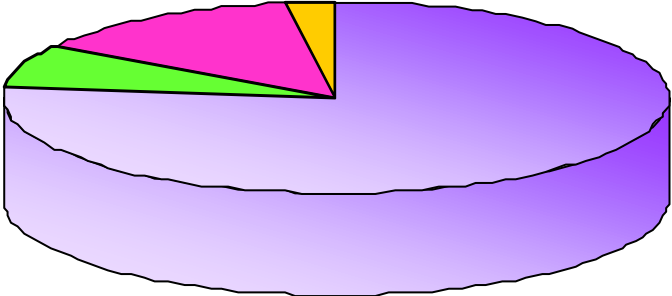
2016/2017 Provincial Picture

Instruction	83.2%
Operations & Maintenance	11.5%
District Administration	3.4%
Transportation	1.9%

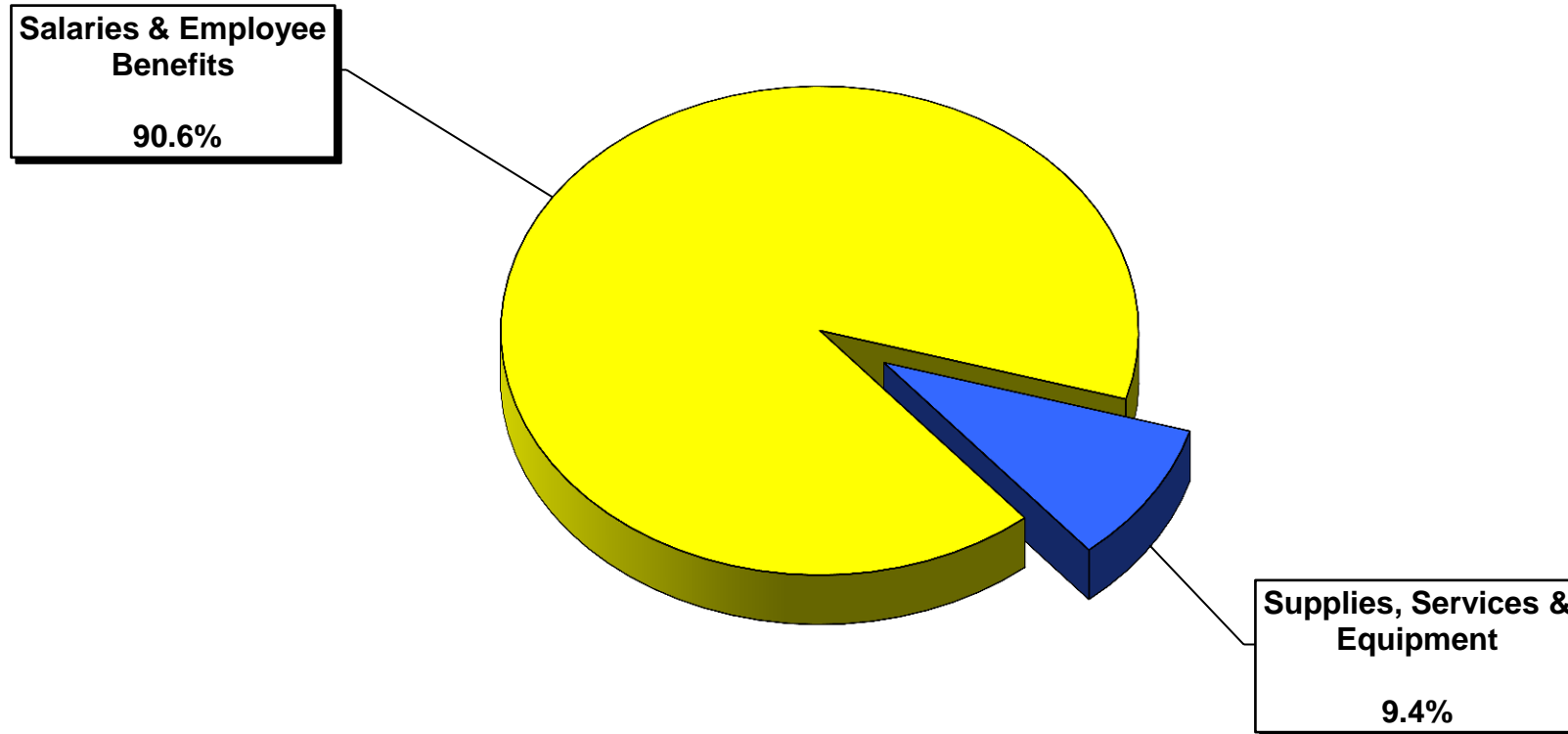
School District Operating Spending Including Classroom Enhancement Fund

Greater Victoria Picture

■	Instruction	86.5%
■	Operations & Maintenance	10.8%
■	District Administration	2.2%
■	Transportation	0.5%



School District Operating Spending



Annual Operating Budget Assumptions

Assumptions used to prepare the 2017/2018 Annual Operating Budget:

- The 2017/2018 projected school-aged enrolment of 19,022 FTE has been used to prepare the annual operating budget. This represents an increase of 20 FTE as compared to the September 30, 2016 funded school-aged enrolment.
- The 2017/2018 projected adult enrolment is 44 FTE.
- The 2017/2018 projected school-aged and adult enrolment is 19,066 FTE.

Annual Operating Budget Assumptions Cont.

The 2017/2018 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 Funding
- Strategic Plan Resource Re-alignment – Communication Position
 - Superintendent’s Office
- Strategic Plan Resource Re-alignment – Professional Learning Support
 - Superintendent’s Office

Annual Operating Budget Summary

REVENUE	2016/2017 Annual Budget	2017/2018 Annual Budget
Provincial Government Grant	\$ 160,733,977	\$ 166,715,079
Other Grants, Fees and Revenue	16,937,248	19,421,361
TOTAL OPERATING REVENUE	\$ 177,671,225	\$ 186,136,440
EXPENDITURE		
Salaries:		
Teachers	79,934,858	82,684,954
Support Staff	16,828,220	17,038,427
Principals & Vice-Principals	11,438,642	12,255,821
Educational Assistants	15,722,720	17,240,139
Other Professionals	3,645,069	3,697,241
Substitutes	6,666,719	7,181,346
Total Salaries	134,236,228	140,097,928
Employee Benefits	31,288,112	32,198,765
Services and Supplies:		
Services	4,319,957	4,527,695
Student Transportation	998,933	998,933
Professional Development and Travel	580,786	571,601
Rentals and Leases	98,188	79,238
Dues and Fees	84,712	88,207
Insurance	442,842	442,842
Supplies	5,750,864	5,593,711
Utilities	4,981,367	4,642,407
Total Services and Supplies	17,257,649	16,944,634
Capital Equipment Purchases	800,000	800,000
Technology Replacement Reserve	-	200,000
TOTAL OPERATING EXPENDITURE	\$ 183,581,989	\$ 190,241,327
OPERATING BUDGET SURPLUS / (DEFICIT)	\$ (5,910,764)	\$ (4,104,887)
Budgeted Prior Year Operating Surplus Appropriation	5,910,764	5,500,000
NET OPERATING BUDGET SURPLUS / (DEFICIT)	\$ -	\$ 1,395,113

2017/2018 Operating Budget

Approved 2016/2017 One-Time Carry Forward Funding:

Restricted Surplus from 2015-2016 approved by the Board in April 2016	\$1.8M
Unrestricted Surplus from 2015-2016 approved by the Board September 2016	<u>3.7M</u>

Total Approved One-Time Carry Forward \$5.5M

2017/2018 Structural Deficit (\$ 4.1M)

2017/2018 One-Time Operating Budget Surplus \$ 1.4M

2017/2018 Operating Budget Considerations

2017/2018 One-Time Operating Budget Surplus **\$1.4M**

Budget Options for Consideration: *Estimated Amount*

Option 1: Support for Student Technology **\$0.4M**

Option 2: Inclusive Learner Spaces **\$0.4M**

Option 3: Environmental Upgrades **\$0.5M**

Option 4: Apply to 2018-2019 Operating Budget Deficit **\$0.5M**

Option 5: Expansion of Technology for Learning Program **\$0.4M**

Option 6: Shop Upgrades **\$0.4M**

2017/2018 Operating Budget Consideration

Increase Facility and Field Rental Revenue		\$330,000
Increase Out of School Care License Rates		<u>\$294,760</u>
		\$624,760
Add Salaries and Benefits:		
Assistant Manager, Building Operations	\$ 85,330	
Assistant Manager, Building Systems	<u>\$ 85,330</u>	(\$170,660)
Childcare Portable Expansion, Deferred Maintenance associated with facility rentals (gyms, theatres, field maintenance)		<u>(\$454,100)</u>
		\$0

2017/2018 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
- \$80M from the former Education Fund (the teacher portion of the Learning Improvement Fund)
- \$100M from the Priority Measures funding announced January 2017
- \$180M additional new funding - \$150M for teacher compensation and \$30M towards overhead and operating expenses

Greater Victoria Classroom Enhancement Fund \$14,968,057

2017/2018 Classroom Enhancement Fund

Classroom Enhancement Special Purpose Fund Estimated Cost:

Non-Enrolling Teacher Staffing Ratios

24 FTE Teachers \$ 2.4M

Class Size and Composition

Elementary	43 FTE Teachers	
Middle	27 FTE Teachers	
Secondary	41 FTE Teachers	
	<u>111 FTE Teachers</u>	\$11.1M

Remedy Cost Estimate \$ 1.5M?
\$15.0M

Greater Victoria Classroom Enhancement Fund \$15.0M

Budget Meeting Dates

- **Monday, April 10, 2017 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 19, 2017 at 7:00 p.m.**
At the Board Office, Tolmie Board Room, 556 Boleskine Road
Special Board Meeting to debate and approve the 2017-2018 budget bylaw

2017/2018 Estimated Operating Grants Website

- <http://www2.gov.bc.ca/gov/content/education-training/administration/resource-management/k-12-funding-and-allocation/operating-grants/k12funding-17-18>