
Burnaby Board of Education Budget Presentation

March 24, 2010

Sources of Revenue for School Boards

- ▶ The majority of school district grants come 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, continuing education, etc.



Provincial Funding

- ▶ Ministry of Education establishes an annual budget for all of their responsibilities
- ▶ Part of their budget is for provincial operating grants to public schools
- ▶ Burnaby receives **\$189** million in operating grants or approximately 4% of the total provincial operating grants

School Year	Operating Grants (\$ Billion)	Lift from Previous Year
2009/2010	\$4.551	\$84 million
2010/2011	\$4.663	\$112 million
2011/2012	\$4.721	\$58 million
2012/2013	\$4.725	\$4 million



2010/2011 Operating Grant – Funding Formula Highlights

- ▶ Increase in Block Funding \$112 Million
 - ▶ \$54 Million Labour Settlement
 - ▶ \$58 Million Full Day Kindergarten
- ▶ Labour Settlement Funding Reallocated within Funding Model and Transition Funding Provided
- ▶ Salary Differential Funding Revised
- ▶ Adult Funding Revised
- ▶ Funding Protection Increased to \$23.3 Million (33 Districts) from \$17 Million
- ▶ Enrolment Decline Funding Increased to \$12.9 Million from \$8.9 Million
- ▶ Burnaby's Operating Grant \$188,983,775, an Increase of \$3,295,700
- ▶ Burnaby Transition Funding Allocation of \$640,113

Allocation of Provincial Operating Grant

The funding system provides for:

Student base allocation of \$6,740 per school-age FTE regular and continuing education student

Student base allocation of \$5,851 per school-age FTE Distributed Learning

Student base allocation of \$4,430 per Adult FTE student

Unique student needs: ESL (\$1,340), aboriginal education (\$1,160), special education Level 1 (\$36,600), Level 2 (\$18,300), Level 3 (\$9,200)

Teacher salary differential between districts

Unique geographic factors

Transportation of students

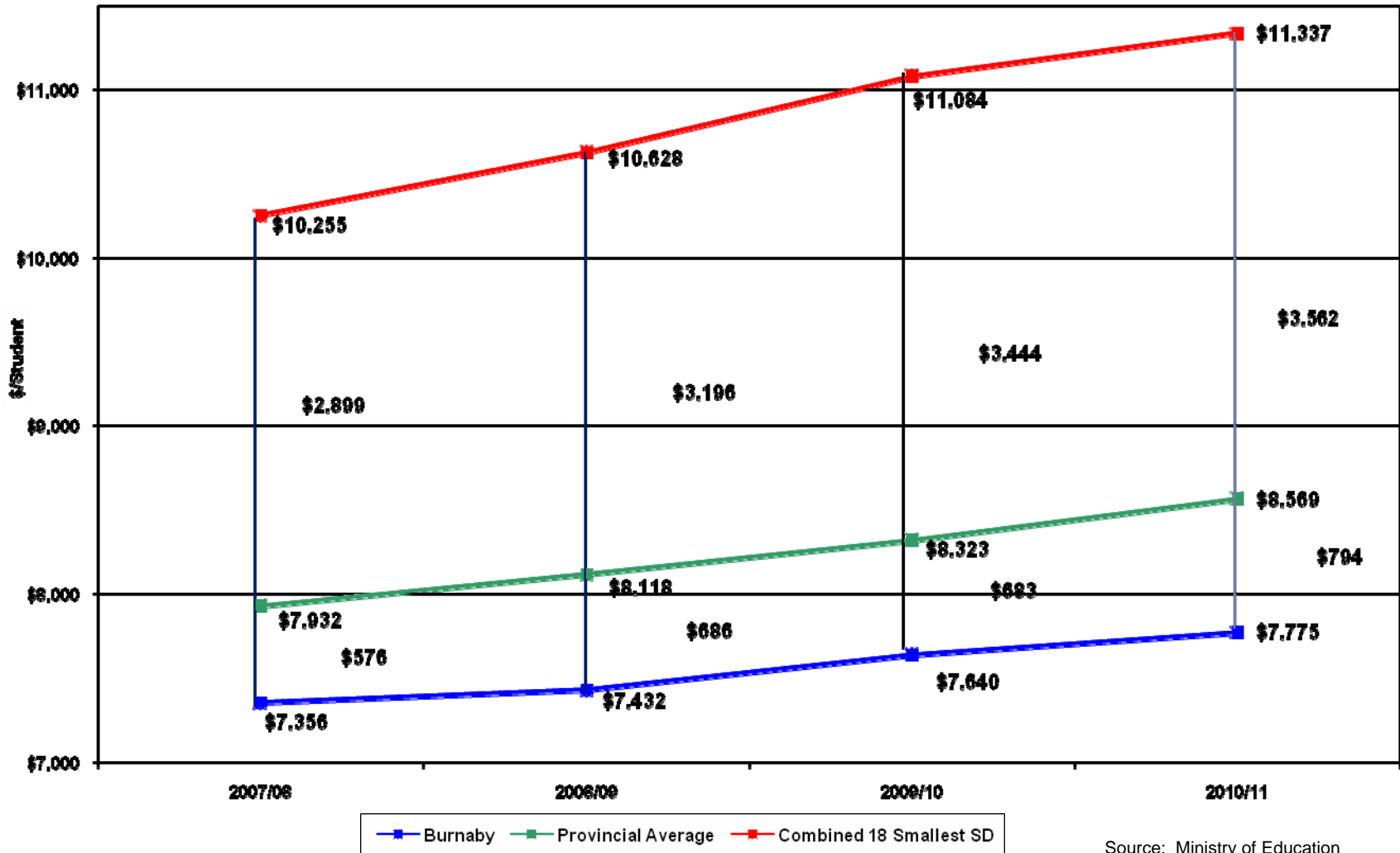
School in the Summer

Formula Transition

Enrolment Decline and Funding Protection



Per Student Funding



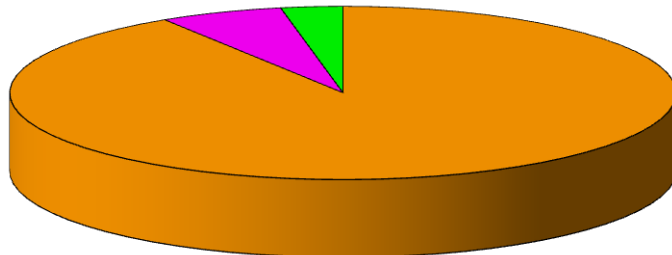
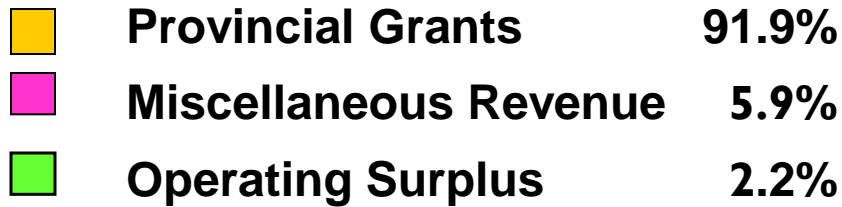
Source: Ministry of Education
Factsheet Preliminary Funding
Announcements

Per Pupil Funding 2010/2011

Per Pupil Funding Categories	2010/11 Amount	2009/10 Amount	Change
Student Base Allocation	\$ 6,740	\$ 5,851	\$ 889
Distributed Learning	\$ 5,851	\$ 5,851	\$ -
Homeschoolers	\$ 250	\$ 250	\$ -
ESL	\$ 1,340	\$ 1,174	\$ 166
Aboriginal Education	\$ 1,160	\$ 1,014	\$ 146
Special Ed - Level 1	\$ 36,600	\$ 32,000	\$ 4,600
Special Ed - Level 2	\$ 18,300	\$ 16,000	\$ 2,300
Special Ed - Level 3	\$ 9,200	\$ 8,000	\$ 1,200
Adult Education	\$ 4,430	\$ 3,932	\$ 498

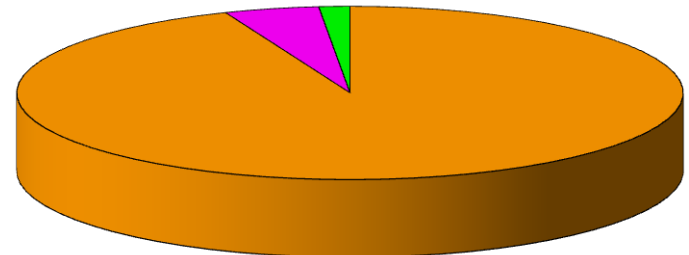
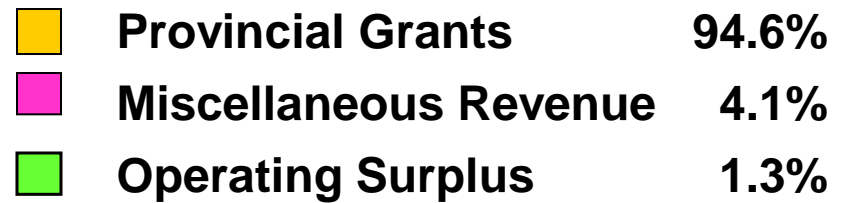
School District Sources of Revenue:

Burnaby



Source: 2009/10 SD 41 Amended Annual Operating Budget

Provincial Average



Source: Ministry of Education 2009/10 Annual Budgeted Sources of Operating Revenue Table 2

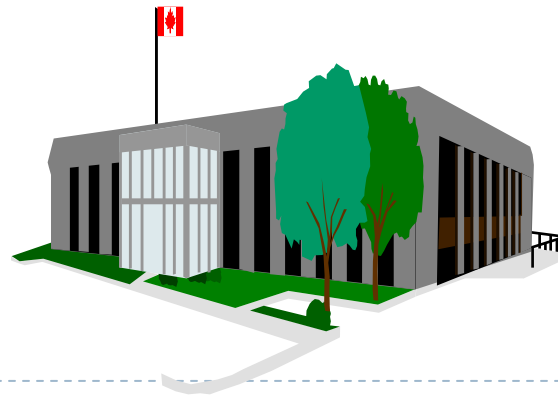
School District Operating Spending

- ▶ School Districts allocate their spending between 4 key functional areas:
 - ▶ Instruction



School District Operating Spending

- ▶ School Districts allocate their spending between 4 key functional areas:
 - ▶ Operating and Maintaining buildings



School District Operating Spending

- ▶ School Districts allocate their spending between 4 key functional areas:
 - ▶ District Administration



School District Operating Spending

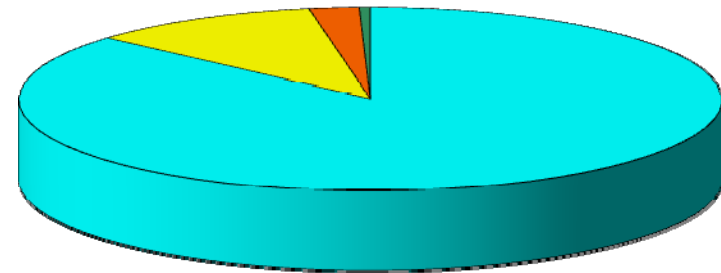
- ▶ School Districts allocate their spending between 4 key functional areas:
 - ▶ Transportation



School District Operating Spending

Burnaby

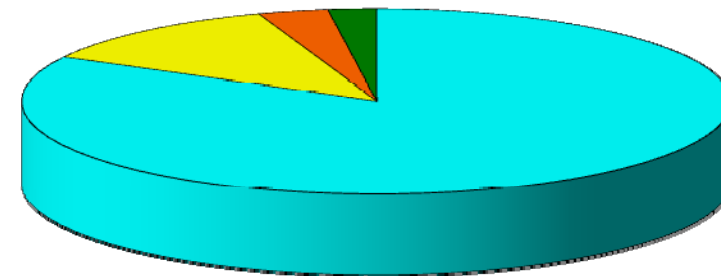
■ Instruction	86.7%
■ Operations & Maintenance	10.5%
■ District Administration	2.3%
■ Transportation	0.5%



Source: 2009/10 SD 41 Amended Annual Operating Budget

Provincial Average

■ Instruction	83.1%
■ Operations & Maintenance	11.5%
■ District Administration	3.3%
■ Transportation	2.1%

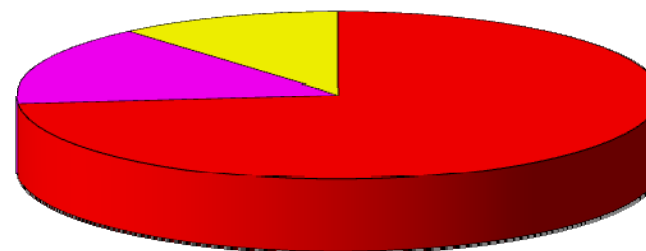


Source: Ministry of Education 2009/10 Annual Budget Operating Expenditures by Function Table 6

School District Operating Spending

Burnaby

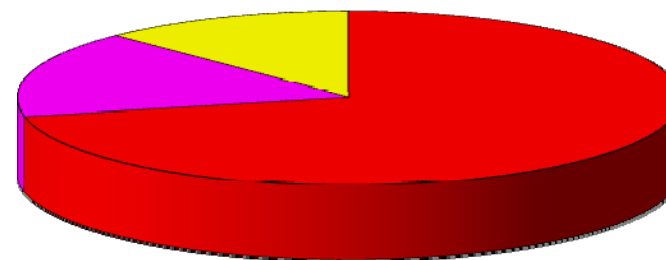
■ Salaries	73.9%
■ Employee Benefits	15.4%
■ Supplies & Services	10.7%



Source: 2009/10 SD 41 Amended Operating Annual Budget

Provincial Average

■ Salaries	71.8%
■ Employee Benefits	16.2%
■ Supplies & Services	12.0%



Source: Ministry of Education 2009/10 Operating Budget Expenditures by Detailed Object Table 7

Burnaby Board of Education

2010/2011 Operating Budget and Three Year Operating Budget



Enrolment

	2008/2009	2009/2010	2010/2011	2011/2012	2012/2013
	Final	Final	Projected	Projected	Projected
	(FTE)	(FTE)	(FTE)	(FTE)	(FTE)
Elementary	12,306	12,272	12,700	13,103	13,366
Secondary	10,820	10,864	10,718	10,727	10,529
Continuing Ed - School Age	51	45	53	55	55
Distributed Learning - School Age	280	300	340	360	385
Total - School Age	23,457	23,481	23,811	24,245	24,335
Homeschoolers	6	5	5	5	5
ESL	4,332	4,295	4,306	4,343	4,350
Aboriginal Education	715	732	732	732	740
Special Ed - Level 1	36	40	41	42	43
Special Ed - Level 2	495	523	533	543	553
Special Ed - Level 3	244	231	235	240	255
Adults	536	587	600	610	620
Total - Unique Student Needs	6,356	6,407	6,447	6,510	6,561
International Education	550	575	580	595	600

3 Year Status Quo Budget Key Assumptions

- ✓ Projected Enrolment Includes New Full Day K
- ✓ Salary lift of 2% for Teachers in 2010/11 Only, Nil for Other Groups
- ✓ Benefits – CPP 3%, EI 3%, WCB 1%, EHB 3%, Dental 3%, EAP 2%, Life 0%, Teachers Pension 8.5%, (2% for 2011/12 and 2012/13), Municipal Pension 2%
- ✓ Inflation 2.0% on Services & Supplies
- ✓ Utilities - Electricity 8%, Gas 5%, (5% for 2011/12 and 2012/13), Water/Sewer 8%
- ✓ New Elementary School at SFU Operating Costs Included
- ✓ Carbon offsets included



Operating Grant – 2010/2011

	2010/2011 Preliminary	2009/2010 Final	Change
Student Base Allocation	\$ 160,183,880	\$ 137,390,918	\$ 22,792,962
School in the Summer / Other	2,192,623	2,174,162	18,461
Total Enrolment-Based Funding	162,376,503	139,565,080	22,811,423
ESL	5,770,040	5,042,330	727,710
Aboriginal Education	849,120	742,248	106,872
Special Ed - Level 1	1,482,300	1,264,000	218,300
Special Ed - Level 2	9,753,900	8,368,000	1,385,900
Special Ed - Level 3	2,162,000	1,844,000	318,000
Adult Education	2,454,220	2,176,363	277,857
Total Unique Student Needs	22,471,580	19,436,941	3,034,639
Salary Differential	2,714,458	1,969,785	744,673
Unique Geographic Factors	189,786	164,638	25,148
Transportation	675,196	658,190	17,006
Labour Settlement Base	-	23,799,516	(23,799,516)
Formula Transition	640,113	-	640,113
Enrolment Audit Recovery Projected	-	(80,000)	80,000
Prior Year Allocation of Additional Grant	-	173,925	(173,925)
Totals	\$ 189,067,636	\$ 185,688,075	\$ 3,379,561

Other Ministry of Education Grants

	Projected 2010/11	Final 2009/10	Difference
Pay Equity	1,441,995	1,441,995	-
Community LINK	54,619	54,619	-
Federal French Language Program	283,313	283,313	-
Ready Set Learn Grant	98,000	98,000	-
Education Guarantee - Graduated Adult	157,280	140,078	17,202
BCeSIS Implementation Grant	-	42,000	(42,000)
Misc. One-Time Grants	28,988	28,988	-
Total Other Grants	2,064,195	2,088,993	(24,798)

Other Provincial Grants

	2010/2011	2009/2010	
	Projected	Final	Difference
Community LINK	533,222	533,222	-
English Language Services for Adults	3,697,090	3,697,090	-
Total Other Fees & Revenue	4,230,312	4,230,312	-

Other Fees and Revenues

	2010/2011 Projected	2009/2010 Final	Difference
International Education	8,172,531	8,112,031	60,500
Continuing Education	1,374,764	1,374,764	-
City of Burnaby	592,242	592,242	-
ACE-IT / ICT Revenues	306,300	306,300	-
SSEAC Trades Labour Market Adj	241,650	280,955	(39,305)
Summer Session	198,895	198,895	-
BC Hydro Energy Manager Grant	100,000	100,000	-
Miscellaneous	70,000	70,000	-
Rentals & Leases	917,950	897,950	20,000
Investment Income	250,000	350,000	(100,000)
Total Other Fees & Revenue	12,224,332	12,283,137	(58,805)

Services & Supplies

	2010/2011	2009/2010	
	Projected	Final	Difference
Services	7,605,855	7,311,883	293,972
Supplies	8,803,446	8,908,671	(105,225)
Utilities	3,382,467	2,883,563	498,904
Professional Development and Travel	972,846	1,134,598	(161,752)
Student Transportation	735,926	796,005	(60,079)
Rentals and Leases	590,135	578,564	11,571
Insurance	344,769	338,009	6,760
Dues and Fees	71,348	69,949	1,399
Total Services and Supplies	22,506,792	22,021,242	485,550

Status Quo Budget 2010/2011

	Projected 2010/2011	Final 2009/2010	Difference
Revenue:			
Operating Grant - Ministry of Ed	189,067,636	185,688,075	3,379,561
Other Ministry of Ed Grants	2,064,195	2,088,993	(24,798)
Other Provincial Grants	4,230,312	4,230,312	-
Other Fees & Revenue	11,056,382	11,035,187	21,195
Rentals & Leases	917,950	897,950	20,000
Investment Income	250,000	350,000	(100,000)
Total Revenue	207,586,475	204,290,517	3,295,958
Salaries:			
Teachers	108,679,521	103,954,811	4,724,710
Support Staff	30,673,002	30,347,283	325,719
Principals & Vice-Principals	8,900,740	8,725,884	174,856
Other Professionals	3,797,526	3,680,588	116,938
Substitutes	6,123,288	5,854,261	269,027
Total Salaries	158,174,077	152,562,827	5,611,250
Benefits	34,621,785	31,797,384	2,824,401
Services & Supplies	22,506,792	22,021,242	485,550
Total Expenses	215,302,654	206,381,453	8,921,201
Operating Surplus (Deficit) for Year	(7,716,179)	(2,090,936)	(5,625,243)
Local Capital	(84,000)	(42,000)	(42,000)
Fund Balance Beginning of Year	2,583,509	4,716,445	(2,132,936)
Fund Balance End of Year	(5,216,670)	2,583,509	(7,800,179)

Three Year Status Quo Budget

	2010/2011	2011/2012	2012/2013
Revenue			
Ministry Operating Grant	189,067,636	191,720,963	192,725,898
Other Ministry Grants	2,064,195	2,064,195	2,064,195
Other Provincial Grants	4,230,312	4,230,312	4,230,312
Other Fees and Revenue	12,224,332	12,160,017	12,160,017
Total Revenue	207,586,475	210,175,487	211,180,422
Expenses:			
Salaries	158,174,077	160,192,693	161,179,076
Benefits	34,621,785	35,835,735	36,734,709
Services and Supplies	22,506,792	23,182,811	23,841,537
Total Expenses	215,302,654	219,211,239	221,755,322
Local Capital	(84,000)	(84,000)	(84,000)
Net Surplus (Shortfall)	(7,800,179)	(9,119,752)	(10,658,900)

Three Year Fund Balance

Option 1 – Full Carry Forward of Fund Balance

	2010/2011	2011/2012	2012/2013
Fund Balance Beginning of Year	2,583,509	-	-
Current Year Surplus (Shortfall)	(7,800,179)	(3,903,082)	(1,539,148)
Total Fund Available	(5,216,670)	(3,903,082)	(1,539,148)
Proposed Budget Adjustments	(5,216,670)	(3,903,082)	(1,539,148)
Fund Balance End of Year	-	-	-

Three Year Fund Balance

Option 2 – 50% Carry Forward of Fund Balance

	2010/2011	2011/2012	2012/2013
Fund Balance Beginning of Year	2,583,509	1,291,755	645,877
Restricted Fund Balance	1,291,755	645,877	322,939
Fund Balance Available	1,291,755	645,877	322,939
Current Year Surplus (Shortfall)	(7,800,179)	(2,611,327)	(2,185,025)
Total Fund Available	(6,508,425)	(1,965,450)	(1,862,086)
Proposed Budget Adjustments	6,508,425	1,965,450	1,862,086
Fund Balance End of Year	1,291,755	645,877	322,939

Potential Budget Reductions

- ▶ **District Administration and Support Services:**
 - ▶ District Learning Resource Centre
 - ▶ Staff Development Teachers
 - ▶ District Management Reorganization
 - ▶ Information Technologies
 - ▶ Professional Development
 - ▶ Welcome Centre
 - ▶ Supplies and Services
 - ▶ Shared Services

- ▶ **School Based Administration and Support Services:**
 - ▶ School Based Administration
 - ▶ Non Enrolling Staffing
 - ▶ Reduced Casual Budgets
 - ▶ Supplies and Services



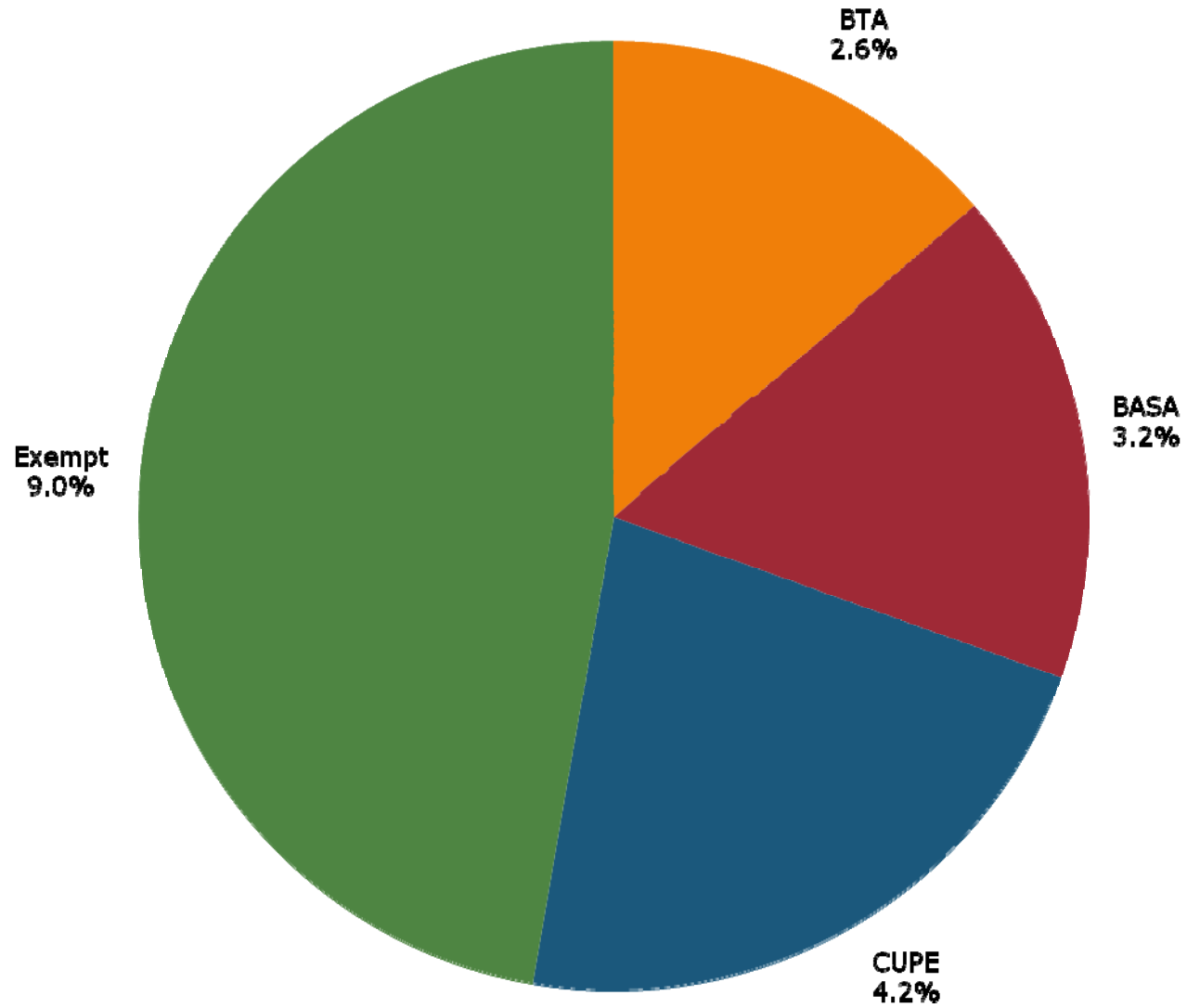
Potential Budget Reductions

- ▶ **Classroom Support:**
 - ▶ Secondary Class Size
 - ▶ Learning Resources
 - ▶ Alternate Education Reorganization
 - ▶ Supplies and Services

- ▶ **Facility Operations:**
 - ▶ Management Reorganization
 - ▶ Trades and Custodian Reductions
 - ▶ General Reduction in Hours
 - ▶ Summer Painting Program
 - ▶ Reduced Casual Budgets
 - ▶ Supplies and Services
 - ▶ Rental Rates
 - ▶ School Closures During Winter Breaks



Budget Reductions as % of Employee Group Budget



Thank You!