

School District 41(Burnaby) Audited Financial Statements

Year Ended June 30, 2012

Board Presentation – September 25, 2012

Overview

- ▶ School District's auditors KPMG have issued an unqualified audit report
- ▶ Financial Statements are in full compliance with Generally Accepted Accounting Principles (GAAP) for Not-for-Profit entities
- ▶ School District will be converting to Public Sector Accounting Board accounting policies without Not-for-Profit provisions beginning with the June 30, 2013 audited financial statements
- ▶ District ended the year with a \$1.6 million net unrestricted Operating Fund balance and a \$6.2 million restricted Operating Fund balance

Financial Highlights – 2011/2012

- ▶ Ministry of Education funding:
 - ▶ Per Pupil funding of \$6,784 (\$6,740 in 2010/11) an increase of \$44 per pupil
 - ▶ Ministry of Education Operating Grant totaled \$191.7 M, a decrease of (\$794) K from budget due to:
 - Job Action grant recovery (\$1.39 M)
 - Enrolment variances (\$99 K)
 - Additional holdback funds \$699 K
 - ▶ Annual Facilities Grant (AFG) funding of \$4.4 M (2010/2011 \$4.4M)
- ▶ Other Provincial Grants \$1.9 M a decrease of \$1.8 M from 2010/2011 reflect a reduction in the ELSA contract
- ▶ International Education revenues \$11.6 M an increase of \$2.1 M over 2010/2011. Net revenues were \$500 K higher than budget

Financial Highlights – 2011/2012

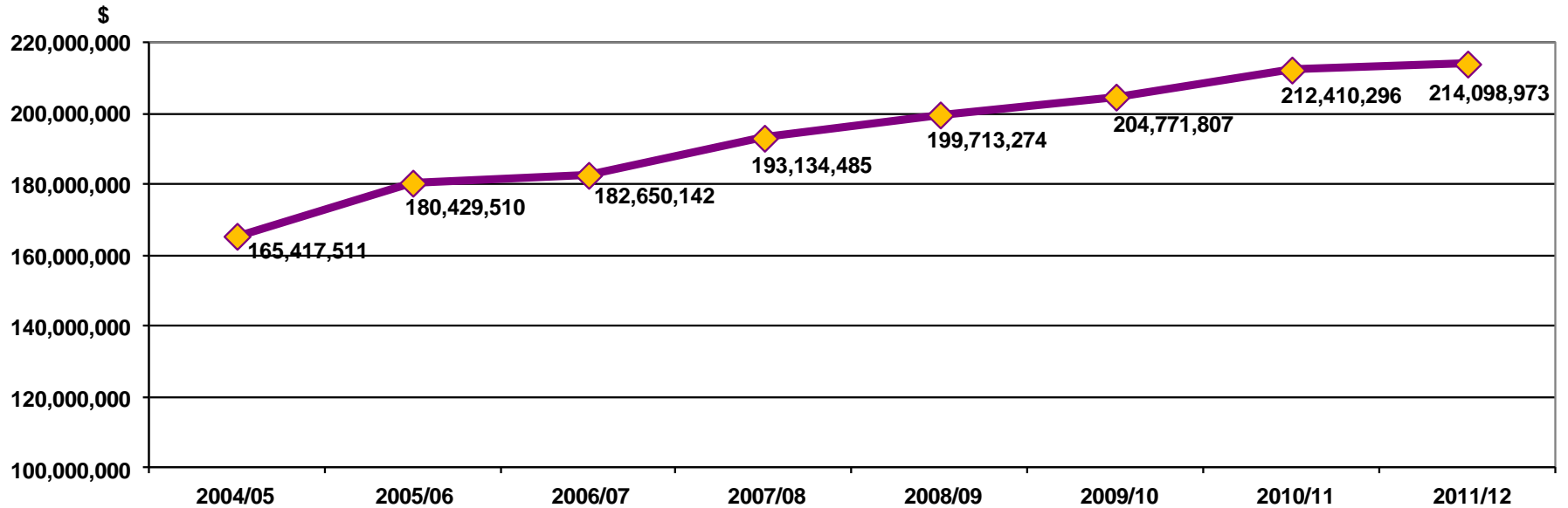
- ▶ Supplies, Services and Professional Development expenditures lower than budget due in part to impact of Job Action
- ▶ Total Utilities costs were \$508 K lower than budget due to the continued energy management program with savings in natural gas \$363 K and water/sewer of \$107 K
- ▶ Capital Project additions \$18.5 M (\$43.8 M 2010/11)
- ▶ Completion of all Capital projects except Burnaby Central and Gilmore Elementary.
- ▶ Asbestos removal costs related to capital projects were completed and the corresponding Asset Retirement Obligation remaining is nil

Enrolment – 2011 /2012

	2011/2012 Budget	2011/2012 Actual	2011/2012 Variance
	(FTE)		(FTE)
Elementary	13,006.0	13,006.0	-
Secondary	10,627.7	10,627.7	-
Newcomer Refugees		10.3	10.3
Continuing Ed - School Age	44.9	42.3	(2.6)
	23,678.6	23,686.3	7.7
Distributed Learning	203.9	187.1	(16.8)
Total - School Age	23,882.4	23,873.3	(9.1)
Homeschoolers	5.0	5.0	-
ESL	4,728.0	4,736.0	8.0
Aboriginal Education	709.0	709.0	-
Special Ed - Level 1	38.0	38.0	-
Special Ed - Level 2	584.0	588.5	4.5
Special Ed - Level 3	159.0	159.0	-
Adults	638.3	558.4	(79.9)
Total - Unique Student Needs	6,856.3	6,788.9	(67.4)
International Education	806.5	825.5	19.0

note: Adults include non-graduated and graduated adults

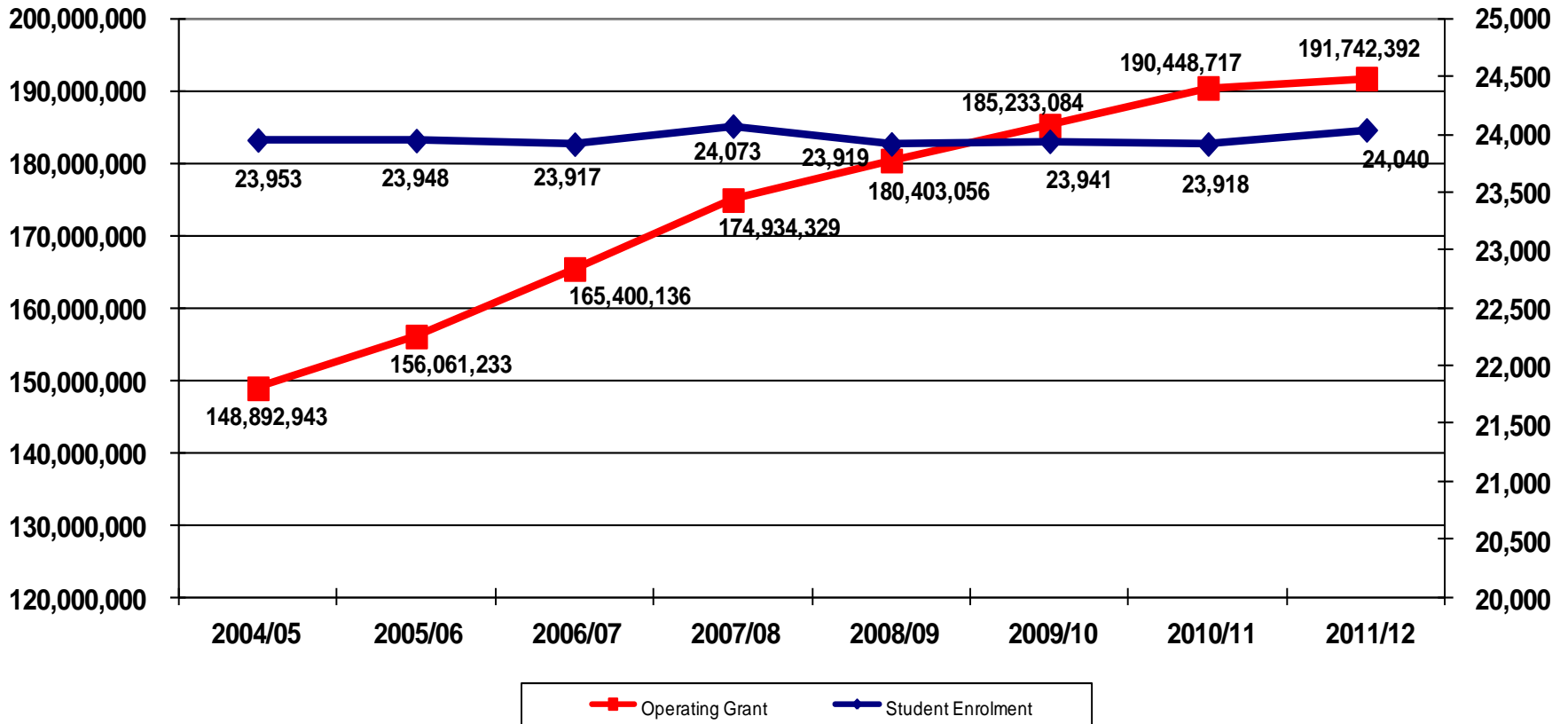
Total Operating Revenues



Notes:

- 2005/2006 Operating Budget revenues include \$10.4 million in one-time provincial grant funding for employee incentive payments and \$3.2 million in Ministry of Education one-time grants for learning resources/supplies and class-size support
- 2006/2007 Operating Budget revenues include \$9.3 million Ministry of Education grant for labour settlement salary lifts and grid harmonization
- 2007/2008 Operating Budget revenues include \$14.5 million Ministry of Education grant for labour settlement salary lifts and grid harmonization
- 2008/2009 Operating Budget revenues include \$19.4 million Ministry of Education grant for labour settlement salary lifts
- 2009/2010 Operating Budget revenues include \$23.8 million Ministry of Education grant for labour settlement salary lifts

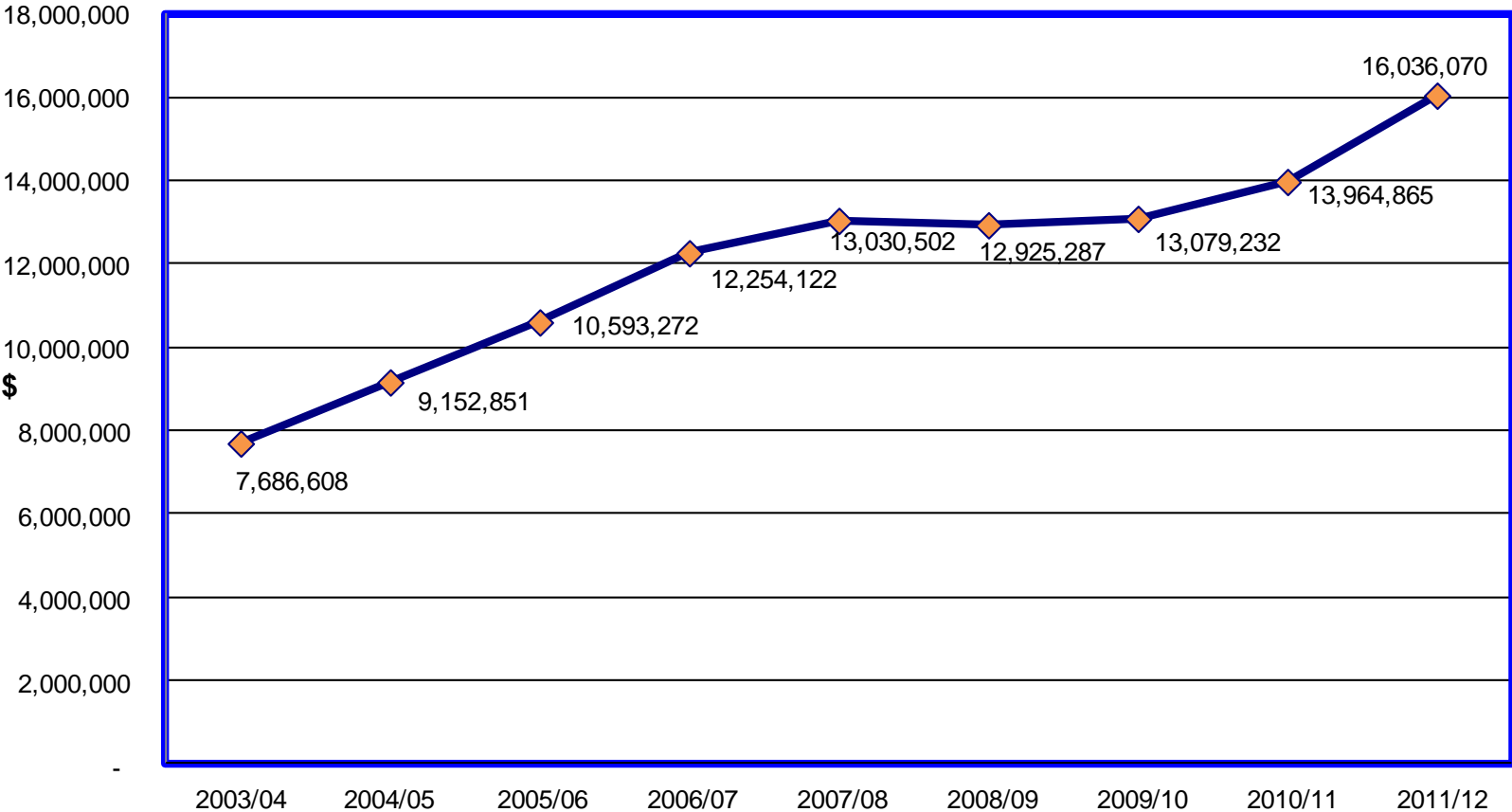
Operating Grant/Student Enrolment Trend



Note:

- 1) 2006/2007 Operating Grant includes \$9.3 million grant for labour settlement salary lifts and grid harmonization costs
- 2) 2007/2008 Operating Grant includes \$14.5 million grant for labour settlement salary lifts and grid harmonization costs
- 3) 2008/2009 Operating Grant includes \$19.4 million grant for labour settlement salary lifts
- 4) 2009/2010 Operating Grant includes \$23.8 million grant for labour settlement salary lifts

Revenue from Other Sources



Operating Expenses

Provincial (Budget)

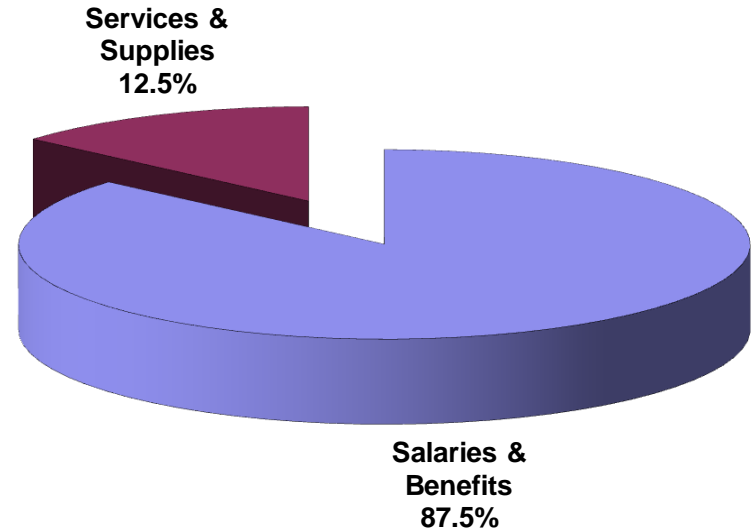
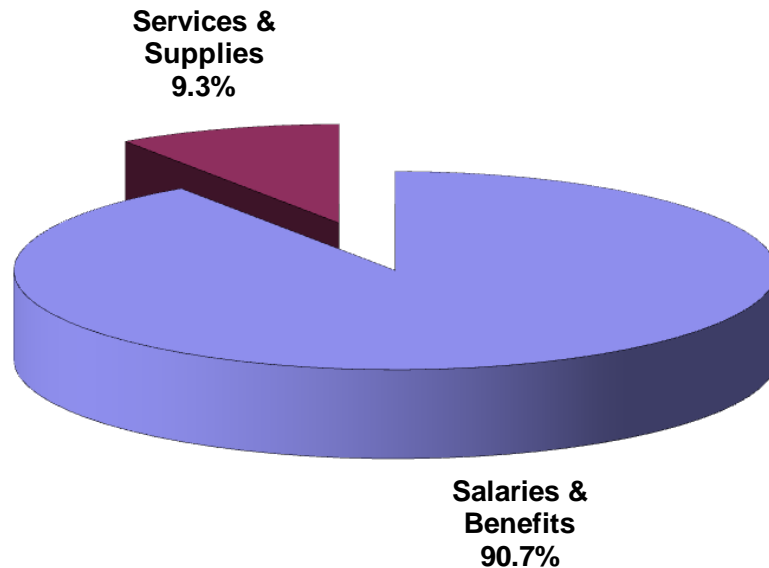


Table 18 Provincial Summary of 2011/12 Amended Annual Budgeted Operating Expenditures by Object

Burnaby (Actual)



Salaries by Type

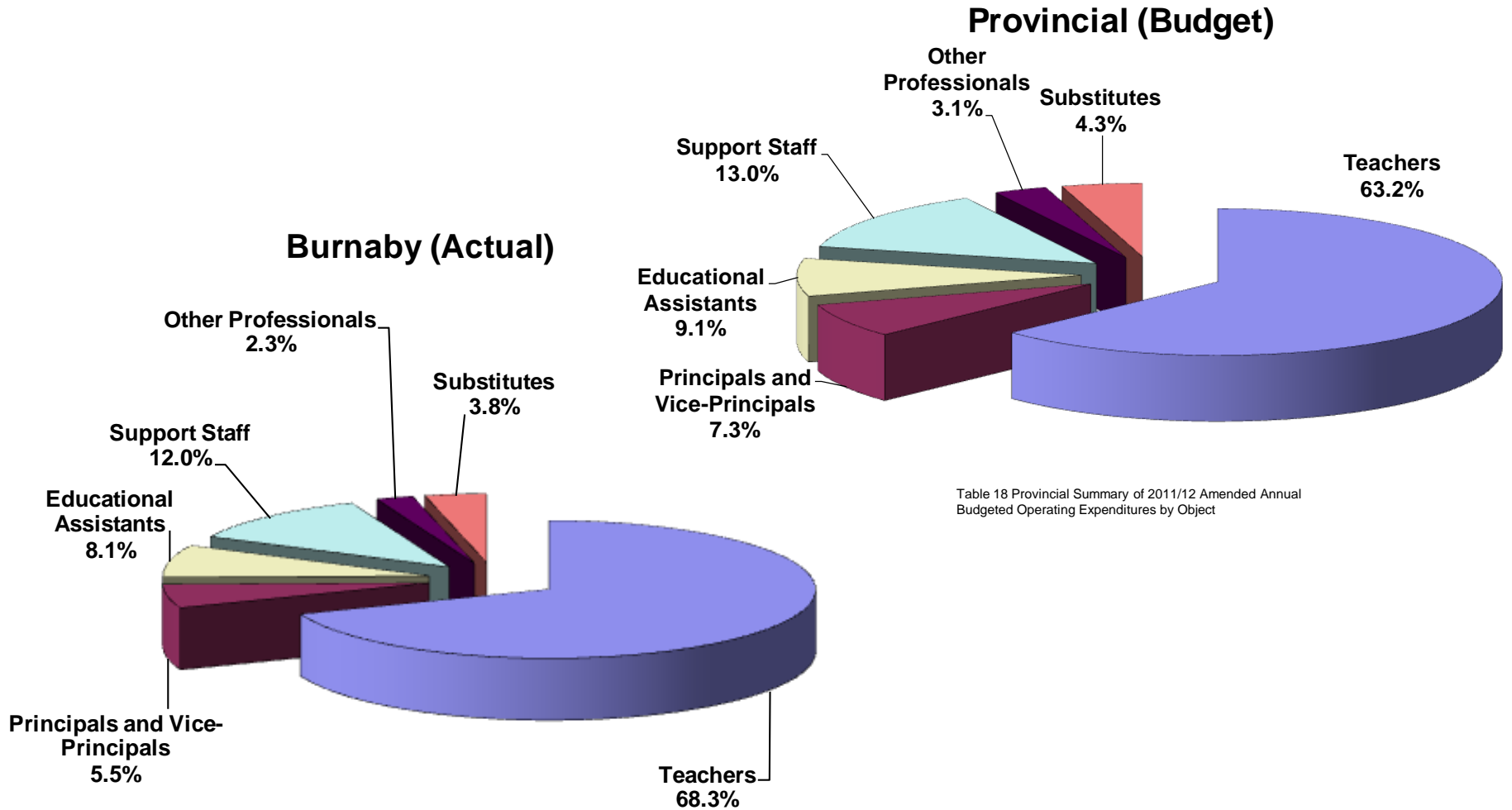
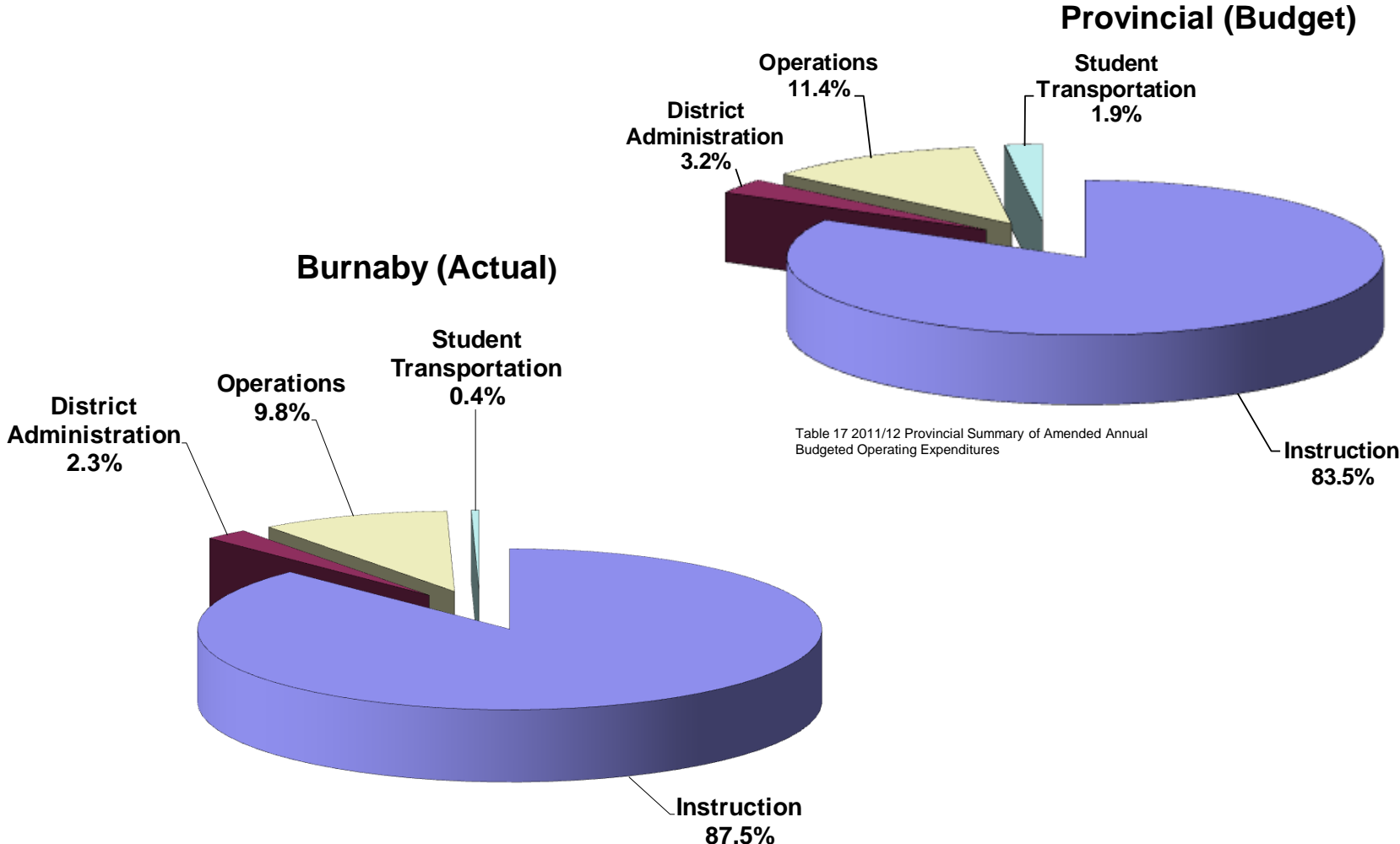


Table 18 Provincial Summary of 2011/12 Amended Annual Budgeted Operating Expenditures by Object

Ministry Function/Program



Statement of Operating Revenue and Expenses

		2011/2012	2011/2012	2010/2011
		ACTUAL	BUDGET	ACTUAL
REVENUE				
	Provincial Grants - Ministry Of Education	196,104,632	197,073,552	194,686,009
	Provincial Grants - Other	1,952,271	1,825,760	3,755,252
	Other Revenue	14,444,640	14,445,387	12,514,265
	Rentals And Leases	1,053,999	885,950	990,595
	Investment Income	543,431	500,000	464,175
		214,098,973	214,730,649	212,410,296
EXPENSE				
	Salaries			
	Teachers	106,971,247	108,746,742	108,431,648
	Principals and Vice-Principals	8,566,051	8,585,005	8,697,104
	Educational Assistants	12,676,167	12,698,236	11,957,920
	Support Staff	18,740,784	18,789,217	18,431,228
	Other Professionals	3,634,933	3,608,712	3,527,646
	Substitutes	5,986,160	6,212,308	5,842,252
		156,575,342	158,640,220	156,887,798
	Employee Benefits	35,029,962	34,969,124	33,963,455
	Services And Supplies	19,692,960	23,242,009	20,005,300
		211,298,264	216,851,353	210,856,553
NET REVENUE (EXPENSE) FOR THE YEAR		2,800,709	(2,120,704)	1,553,743

Operating Budget Fund Balance

	2011/2012	2011/2012	2010/2011
	Actual	Budget	Actual
Net Revenue (Expense) for The Year	2,800,709	(2,120,704)	1,553,743
Less:			
Interfund Transfers - Local Capital	(1,003,699)	(632,000)	(378,790)
Net Surplus (Deficit) For The Year	1,797,010	(2,752,704)	1,174,953
Balance Begining of Year	6,094,958	6,094,958	4,920,005
Balance End of Year	7,891,968	3,342,254	6,094,958
Restricted	6,260,793	3,342,254	5,242,500
Unrestricted	1,631,175	-	852,458
Balance End of Year	7,891,968	3,342,254	6,094,958

Operating Budget Fund Balance

	2011/2012	2010/2011
Internally Restricted:		
To balance 2012/2013 Operating Budget	\$ 4,207,254	\$ 3,745,542
School Funds & Learning Resources	1,143,841	731,553
Other District Committed Expenditures	909,698	765,405
Operating Fund Balance, Internally Restricted	\$ 6,260,793	\$ 5,242,500
Operating Fund Balance Unrestricted	1,631,175	852,458
Total Operating Fund Balance, End of Year	\$ 7,891,968	\$ 6,094,958

Provincial Grants – Ministry of Education

	2011/2012 Actual	2011/2012 Budget	2010/2011 Actual
Operating Grant Ministry of Education	191,742,392	192,536,165	190,448,717
Other Ministry of Education Grants			
Pay Equity	1,441,995	1,441,995	1,441,995
Education Guarantee note 1	1,733,792	1,908,939	1,776,431
CommunityLINK note 2	773,702	773,702	604,115
French Language Programs	283,313	283,313	283,313
Ready Set Learn	100,450	100,450	100,450
Misc. Grants	28,988	28,988	30,988
Total Other Grants	4,362,240	4,537,387	4,237,292
Total Provincial Grants - Ministry of Ed.	196,104,632	197,073,552	194,686,009
note 1 - adult students who have already graduated are funded through a grant as part of the Education Guarantee.			
note 2 - CommunityLINK funding from the Ministry of Education is allocated to support Community and Youth Programs.			
The funding allocated to the Operating Fund represents the funds to support Community Schools.			

Provincial Grants - Other

	2011/2012	2011/2012	2010/2011
	Actual	Budget	Actual
ELSA Grant	1,952,271	1,825,760	3,755,252

Other Revenues

	Actual 2011/2012	Budget 2011/2012	Actual 2010/2011
International Education Program	11,629,577	11,231,780	9,508,931
Continuing Education	1,155,030	1,561,250	1,352,456
Other Program Fees	501,867	589,269	607,904
City of Burnaby:			
Community Schools Grant	397,790	397,790	394,987
Crossing Guards Grant	205,000	205,000	205,000
Energy Manager Grants / Sales Tax Recoveries	303,000	328,000	160,000
Miscellaneous	246,376	132,298	280,817
	14,438,640	14,445,387	12,510,095
Rentals and Leases	1,053,999	885,950	990,595
Investment Income	543,431	500,000	464,175
	16,036,070	15,831,337	13,964,865

Services & Supplies

	2011/2012	2011/2012	2010/2011
	Actual	Budget	Actual
Supplies	6,486,084	8,692,384	6,647,892
Services	7,698,797	8,286,457	7,423,507
Utilities	2,840,064	3,348,300	3,001,916
Professional Development and Travel	920,940	1,135,696	958,149
Student Transportation	707,063	740,311	772,138
Rentals and Leases	490,257	510,173	795,573
Insurance	476,767	457,300	335,737
Dues and Fees	72,988	71,388	70,388
	19,692,960	23,242,009	20,005,300