

EDMONTON PUBLIC SCHOOLS

April 18, 2006

TO: Board of Trustees

FROM: E. Schmidt, Superintendent of Schools

SUBJECT: 2006-2007 Proposed Planning Base

ORIGINATOR: C. McCabe, Executive Director  
B. Holt, Executive Director

RESOURCE  
STAFF: Rick Bell, Jamie Pallett, Dean Power, Eila Stenberg

RECOMMENDATION

That the proposed 2006-2007 planning base outlined in Table 1 be approved.

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Introduction

Based on a projected enrolment decrease of 531 students and the district profile provided by Alberta Education, it is anticipated that the district revenue for 2006-2007 will be \$651.8 M. A breakdown of the projected revenue is included in Appendix I. Revenue reductions as a result of the decreased enrolment are shown in the second column from the left (Projected Enrolment Changes) and revenue changes due to grant rate changes are shown in the fourth column from the left (Grant Rate Changes).

The grant rate changes for 2006-2007 include a 3 per cent increase to the base funding rates. These include base instruction for ECS through grade 12, home education and outreach programs. The other grant rates have all been increased by 2 per cent. Normally the severe special needs profile has been increased to reflect growth, however, profiles are being held at 2005-2006 levels. Jurisdictions that are experiencing growth pressures can request that Alberta Education conduct an audit, and funding will be increased where required.

Alberta Education informed the district in December 2004 that we would receive a \$4,218,879 increase in 2006-2007 as the third year installment for the class size initiative. However, the budget approved by the province did not provide sufficient funds to allocate the promised amounts to school jurisdictions. The provincial average in 2005-2006 for all groups is under the Learning Commission's targets except for kindergarten to grade 3. Alberta Education, therefore, decided that funding would be allocated to school jurisdictions for K to 3 only. A target of 18.5 was set for K to 3 for 2006-2007. Any school jurisdictions with an average class size of 18.5 or less did not receive any funding. Since the district's 2005-2006 K to 3 average class size is 18.9, the district received \$1,937,000 in additional funding.

2006-2007 Planning Base

Based on the district's projected revenue of \$651.8 M, the following planning base is being recommended (Table 1). To provide context to the proposed base, the 2005-2006 Actual Budget planning base has also been provided.

**Table 1: Proposed 2006-2007 Planning Base**

	<b><u>2005-2006 Actual Budget Planning Base</u></b>	<b><u>2006-2007 Proposed Budget Planning Base</u></b>
Schools/Institutions/Utilities	\$ 492,729,398	\$ 498,106,423
School Generated Funds	\$ 24,244,000	\$ 26,394,000
Central allocations	\$ 43,498,204	\$ 44,172,577
**Partial Payment of Operating Deficit		\$ 1,750,000
Supply Services	\$ 6,300,000	\$ 7,000,000
Professional Improvement Leave	\$ 1,390,000	\$ 1,490,000
Transportation	\$ 24,191,403	\$ 25,237,000
Metro	\$ 7,322,000	\$ 7,322,000
Debt Services	\$ 33,100,000	\$ 30,500,000
External Revenue	\$ 7,388,390	\$ 7,388,000
Parkade	\$ 500,000	\$ 550,000
High Speed Network		\$ 1,402,000
Sis to Web Based Platform		\$ 370,000
Public Consultation		\$ 200,000
<b>Planning Base</b>	<b>\$ 640,663,395</b>	<b>\$ 651,882,000</b>

\*\* The district is currently projecting a \$7.0 M deficit at the end of the 2005-2006 school year. The proposed planning base would fund this deficit over a four-year period. This would minimize the impact on schools and central decision units in any given year. Once the actual deficit for 2005-2006 is known in the fall, the district's plan will be provided to the minister.

Approximately 92 per cent (\$498.1 M) of the available resources for allocation will be directed to schools and 8 per cent (\$44.1 M) will be allocated to central decision units. This represents a 1.5 per cent increase in resources directed to schools a 1.5 per cent increase in resources directed to central decision units.

JRP:bly

Appendix I – Revenue Forecast

**EDMONTON PUBLIC SCHOOLS  
REVENUE FORECAST  
FOR THE 2006-2007 SCHOOL YEAR**

	<b>JANUARY 2005-2006 FORECAST</b>	<b>PROJECTED ENROLMENT CHANGES</b>	<b>PROJECTED REVENUE WITH ENROL CHANGE</b>	<b>GRANT RATE CHANGES</b>	<b>PRELIMINARY 2006-2007 FORECAST</b>	<b>% Rate Change</b>
<b>BASE FUNDING</b>						
ECS BASE	13,338,000	(13,000)	13,325,000	399,000	13,724,000	0.03
GRADES 1 TO 12	361,719,000	(2,487,000)	359,232,000	10,794,000	370,026,000	0.03
SENIOR HIGH SUMMER SCHOOL	2,267,000	0	2,267,000	68,000	2,335,000	0.03
HOME EDUCATION	921,000	(36,000)	885,000	27,000	912,000	0.03
<b>DIFFERENTIAL COST FUNDING</b>						
ECS MILD & MODERATE	659,000	0	659,000	13,000	672,000	0.02
ECS PROGRAM UNIT FUNDING	16,505,000	0	16,505,000	0	16,505,000	0.00
SEVERE DISABILITIES	29,688,000	0	29,688,000	590,000	30,278,000	0.02
ESL	5,551,000	371,000	5,922,000	118,000	6,040,000	0.02
FIRST NATIONS, METIS & INUIT	6,954,000	0	6,954,000	141,000	7,095,000	0.02
SOCIO ECONOMIC STATUS	8,285,000	(57,000)	8,228,000	158,000	8,386,000	0.02
SMALL SCHOOL BY NECESSITY	2,491,000	0	2,491,000	0	2,491,000	0.00
ENROLMENT GROWTH & DECLINE	873,000	0	873,000	17,000	890,000	0.02
RELATIVE COST OF PURCHASING	2,398,000	(12,000)	2,386,000	63,000	2,449,000	0.03
METRO URBAN TRANSPORTATION	15,804,000	(180,000)	15,624,000	282,000	15,906,000	0.02
ECS SPECIAL TRANSPORTATION	1,581,000	0	1,581,000	32,000	1,613,000	0.02
FUEL FUNDING INITIATIVE	780,000	0	780,000	0	780,000	0.00
DAILY PHYSICAL ACTIVITY	200,000	(7,000)	193,000	4,000	197,000	0.02
<b>FEDERAL FRENCH FUNDING</b>	0	400,000	400,000	0	400,000	0.00
<b>PROVINCIAL PRIORITY TARGETED FUNDING</b>						
INITIATIVE FOR SCHOOL IMPROVEMENT	9,800,000	(120,000)	9,680,000	232,000	9,912,000	0.02
HIGH SPEED NETWORKING	1,393,000	9,000	1,402,000	0	1,402,000	0.00
CLASS SIZE INITIATIVE	17,585,000		17,585,000	1,937,000	19,522,000	0.11
CLASS SIZE INITIATIVE <u>ONE TIME</u> FUNDING	861,000	(861,000)	0	0	0	
<b>OTHER PROVINCIAL SUPPORT</b>						
INSTITUTIONAL SUPPORT	5,970,000	0	5,970,000	0	5,970,000	0.00
REGIONAL EDUCATION CONSULTING SERVICES	2,629,000	108,000	2,737,000	52,000	2,789,000	0.02
LRDC - ESTIMATED UTILIZATION	814,000	0	814,000	17,000	831,000	0.02
AMISKWACIY O&M SUPPORT	416,000	0	416,000	8,000	424,000	0.02
<b>INSTRUCTIONAL FUNDING</b>	<u>509,482,000</u>	<u>(2,885,000)</u>	<u>506,597,000</u>	<u>14,952,000</u>	<u>521,549,000</u>	<u>0.030</u>
<b>PLANT OPERATIONS AND MAINTENANCE</b>	<u>52,238,000</u>	<u>0</u>	<u>52,238,000</u>	<u>789,000</u>	<u>53,027,000</u>	<u>0.02</u>
<b>TOTAL OPERATIONAL FUNDING</b>	<u>561,720,000</u>	<u>(2,885,000)</u>	<u>558,835,000</u>	<u>15,741,000</u>	<u>574,576,000</u>	<u>0.028</u>
<b>CAPITAL</b>						
DEBENTURE INTEREST	2,622,000	(468,000)	2,154,000	0	2,154,000	
AMORTIZATION OF CAPITAL GRANTS	12,345,000	(680,000)	11,665,000	0	11,665,000	
AMORT OF INVEST IN CAPITAL ASSETS	14,907,000	(1,445,000)	13,462,000	0	13,462,000	
	<u>29,874,000</u>	<u>(2,593,000)</u>	<u>27,281,000</u>	<u>0</u>	<u>27,281,000</u>	
<b>SCHOOL GENERATED FUNDS</b>	<u>24,059,000</u>	<u>0</u>	<u>24,059,000</u>	<u>0</u>	<u>24,059,000</u>	
<b>OTHER</b>						
OTHER SCHOOL JURISDICTIONS	1,612,000	(5,000)	1,607,000	0	1,607,000	
PROVINCIAL GRANTS	1,471,000	0	1,471,000	0	1,471,000	
FEDERAL GOVERNMENT	1,727,000	(400,000)	1,327,000	0	1,327,000	
TUITION AGREEMENTS	646,000	0	646,000	0	646,000	
BUS PASS SALES	6,849,000	0	6,849,000	0	6,849,000	
INTERNATIONAL STUDENT FEES	3,043,000	0	3,043,000	0	3,043,000	
METRO CONTINUING EDUCATION FEES	4,839,000	0	4,839,000	0	4,839,000	
EXTERNAL REVENUE - CENTRAL DU'S	5,901,000	0	5,901,000	0	5,901,000	
MISCELLANEOUS	283,000	0	283,000	0	283,000	
	<u>26,371,000</u>	<u>(405,000)</u>	<u>25,966,000</u>	<u>0</u>	<u>25,966,000</u>	
<b>TOTAL OPERATING REVENUE</b>	<u>642,024,000</u>	<u>(5,883,000)</u>	<u>636,141,000</u>	<u>15,741,000</u>	<u>651,882,000</u>	