

**DATE:** May 22, 2012

**TO:** Board of Trustees

**FROM:** Edgar Schmidt, Superintendent of Schools

**SUBJECT:** Introduction of Review of Proposed 2012-2013 Budget

**ORIGINATOR:** Brian J. Smith, Executive Director, Finance and Infrastructure

**RESOURCE STAFF:** Cheryl Hagen, Jeremy Higginbotham, Monika Lukas, Madonna Proulx, Wanda Musclow

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#### **ISSUE**

To provide Trustees with an opportunity to review, comment, and ask questions about the information prepared by schools and decision units with respect to the proposed 2012-2013 budget.

#### **BACKGROUND**

In February 2012, the provincial government announced the funding allocations to school boards for 2012-2013. Highlights of this announcement included a new inclusive funding allocation model and a three-year predictable funding increase.

School and decision unit allocations were provided to all leaders at the end of April with a focus towards maximizing learning opportunities and supports in the classroom with the allocations provided, taking into consideration the need to use surplus funds, review allocations, and relate them to the vision, mission, and priorities of the district plan.

#### **CURRENT SITUATION**

The following is a summary of the major changes in the 2012-2013 proposed budget:

- Revised revenue for 2012-2013 is \$883 million or an increase of 3.8 per cent from 2011-2012.
- An increase in base funding by \$9.2 million or 1.7 per cent and a 1 per cent increase in provincial funding.
- The replacement of the Severe Disabilities grant of \$33.9 million and ECS Mild/Moderate funding of \$1.6 million with Inclusive Education funding of \$52.3 million.
- A new funding allocation called Equity of Opportunity (EPSB share is \$11.9 million) which replaces the fall 2011 one-time funding of \$107 million (EPSB share was \$13.1 million).
- An increase of 2 per cent in Plant Operations and Maintenance and Student Transportation funding. This is offset by the elimination of the Relative Cost of Purchasing funding.
- An increase in High Speed Networking funding of \$0.5 million.
- Supported capital amortization funding increase by \$6.0 million as a result of the Alberta Schools Alternative Procurement (ASAP) schools.
- As a result of the deadlines for staffing, a final breakdown of staffing FTE comparisons for schools and Central DUs will be presented at the June 12 Board meeting.

At the June 12, 2012 public board meeting, a recommendation will be brought forward to approve the 2012-2013 proposed district budget.

**KEY POINTS**

- A balanced budget is required due to the severe reduction in surplus funds.
- The main priority was to provide as much funding as possible to benefit students in our schools.
- The proposed budget continues to recognize some of the differences throughout the district and the allocation proposed focuses on equity as priority.
- Planned expenditures for 2012-2013 total \$896.8 million and include the planned use of \$13.9 million from school and decision unit reserve funds.

**ATTACHMENTS & APPENDICES**

ATTACHMENT I	2012-2013 Proposed Budget Highlights
ATTACHMENT II	2012-2013 Proposed Revenue Budget
ATTACHMENT III	Student Enrollment Comparison
ATTACHMENT IV	2012-2013 Proposed Budget
ATTACHMENT V	2012-2013 Proposed Budget – District School Allocations
ATTACHMENT VI	2012-2013 Proposed Budget – Other Allocations

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**Edmonton Public Schools  
2012 – 2013 Proposed Budget Highlights**

- A balanced budget is required due to the severe reduction in surplus funds.
- The distribution of funds presented will allow the maximum flexibility to schools and decision units while dealing with increasing cost pressures.
- With the priority of all students completing high school, the importance of allocating as much as possible to schools in order to cover expected increases in operating costs and to be able to provide schools with the funds to meet the needs of students has been addressed in this distribution proposal. This is to be balanced with the need to maintain relevant services to schools by Central Services.
- The increase in inclusive education grants and the change in the provincial method of allocating these funds have resulted in the need to review the current allocation method. Alberta Education funding is now based on two factors: inclusive learning supports and services funding and differential factors, such as children in care, years of education of mother, average income, refugee and the percentage who own their dwelling. A change in the allocation of funds to schools with students having special needs should allow Central Services to focus and provide more programming support to schools and students.
- A revision to the allocation of First Nations, Metis, Inuit (FNMI) funding. Using information gathered from schools, all funds received for self-identified FNMI students will be directed to these students. This reflects a change in the FNMI allocation from 2011 – 2012 where FNMI funds were included in the base allocation for schools where FNMI population was less than 15 per cent. Schools will work with their Assistant Superintendents to ensure the needs of students are being met. Central support will continue for FNMI students with funding provided for the FNMI and diversity department.
- Allocation of District funds to students with special needs continues to exceed funds received from the Provincial Government. This proposed distribution of funds will increase the basic allocation rate by 4 per cent, thereby increasing funding for special needs by just under \$10 million. ECS mild and moderate funding of approximately \$1.8 million has also been added to the ECS early education allocations.
- The proposed budget continues to recognize some of the differences throughout the district and the allocation proposed focuses on equity as a priority. Over \$129 million is allocated to a variety of specific equity needs (see Attachment VI - Other Supplemental School Allocations). English language learners will continue to receive an additional funding allocation to address their learning needs. Also recognized with this allocation are students who reside in high socially vulnerable areas and who attend small schools and small programs. Specific allocations have been set aside for each of these identified equity priorities.
- Focus on literacy is still a priority in this distribution model with over \$8.6 million allocated to schools for various literacy programs.
- Plant Operations and Maintenance (PO&M) and Student Transportation funding is directed to recognize PO&M and transportation needs.

- The need to upgrade financial and human resource reporting systems is also required. An amount of \$0.5 million has been included in this distribution. The total cost of this project is estimated to be \$2.0 million over four years.
- Enrollment projections for 2012 – 2013 show an overall decrease of 172 students. Students funded by Alberta Education are projected to decrease by 90. The major shifts are a reduction of 598 students at the high school level and a significant increase at the elementary level. Preliminary information shows ECS enrollment declining by 181 students (Attachment III).
- A new Budget Review Committee has been established by the Superintendent. This committee will review the current budget allocation model to determine the effectiveness of the current model used. Recommendations from the Committee members will be submitted to the Executive Team by November 2012 for review and possible implementation in the 2013 – 2014 budget.
- Unit costs have been adjusted to reflect actual known cost changes. This includes benefits and grid increment increases. Schools and decision units (DUs) have been instructed to provide for any possible negotiation settlement cost increases.
- Increases to base allocations were as follows:
  - Level 1 – increase of 3.15 per cent
  - Levels 2, 3, 4 – increase of 2.85 per cent
  - Levels 5, 6, 7, 8 – increase of 4.0 per cent
  - Other, including Central DUs – increase of 1.5 per cent
- Reductions in Central functions included the closure of Resource Development Services and the Teachers' Book Depository. Print Services will be relocated to the Distribution Centre for increased services and expandability.
- Total budget allocation to schools increased 3.7 per cent compared to 2011 – 2012 (Attachment V).
- District Fixed Costs (Attachment VI) are up 7.9 per cent, mainly the result of higher debt services related to the ASAP II schools and the increase in high speed networking. Central decision unit costs are up 2.2 per cent (Attachment VI).
- Schools and decision units have included \$13.9 million in operating reserve funds in this budget.

**EDMONTON PUBLIC SCHOOL BOARD  
2012/13 PROPOSED REVENUE BUDGET**

	<b>Funded Student Count</b>	<b>2012/13 Funding Rates</b>	<b>2012/13 Proposed Budget</b>	<b>2011/12 Revised Budget</b>	<b>Variance \$</b>	<b>Variance %</b>
<b>BASE INSTRUCTION FUNDING</b>						
Early Childhood Services (ECS) Base Instruction	6,634	\$ 3,280.84	<b>21,765,100</b>	22,137,505	(372,405)	(1.7%)
Base Instruction (Grades 1 to 9)	51,516	\$ 6,561.68	<b>338,031,500</b>	330,242,841	7,788,659	2.4%
Base Instruction (Grades 10 to 12)	663,401	\$ 187.48	<b>124,374,400</b>	123,754,700	619,700	0.5%
Base Instruction Special Ed Block (Grades 10 to 12)	2,218	\$ 6,561.68	<b>14,553,800</b>	14,442,164	111,636	0.8%
Base Instruction Metro (Grades 10 to 12)	4,063	\$ 187.48	<b>761,800</b>	808,288	(46,488)	(5.8%)
Base Instruction Metro Summer (Grades 10 to 12)	23,802	\$ 187.48	<b>4,462,500</b>	4,419,599	42,901	1.0%
Outreach Site Funding	7	\$ 62,972.76	<b>440,800</b>	432,166	8,634	2.0%
ECS Base Instruction Class Size	6,634	\$ 716.95	<b>4,756,200</b>	4,837,628	(81,428)	(1.7%)
Base Instruction Class Size (Grades 1 to 3)	17,755	\$ 1,433.91	<b>25,459,100</b>	24,450,189	1,008,911	4.1%
Base Instruction Tier 2 Class size (Grades 10 to 12)	13,931	\$ 12.09	<b>168,400</b>	156,220	12,180	7.8%
Base Instruction Tier 3 Class size (Grades 10 to 12)	53,072	\$ 34.09	<b>1,809,200</b>	1,691,449	117,751	7.0%
Home Education	500	\$ 1,641.27	<b>820,600</b>	804,385	16,215	2.0%
<b>SUBTOTAL BASE FUNDING</b>			<b>537,403,400</b>	<b>528,177,134</b>	<b>9,226,266</b>	<b>1.7%</b> <b>A</b>
<b>DIFFERENTIAL COST FUNDING</b>						
ECS Mild & Moderate			-	1,553,006	(1,553,006)	(100.0%)
ECS Program Unit Funding			<b>27,453,000</b>	26,977,564	475,436	1.8%
<i>Inclusive Education</i>			<b>52,325,600</b>	-	52,325,600	-
Severe Disabilities			-	33,908,021	(33,908,021)	(100.0%)
English as a Second Language (ESL)	13,459	\$ 1,178.10	<b>15,856,000</b>	14,305,830	1,550,170	10.8%
First Nation, Metis Innu (FNMI)	7,047	\$ 1,178.10	<b>8,302,100</b>	8,139,285	162,815	2.0%
Socio Economic Status	19,414	\$ 471.24	<b>9,148,700</b>	8,969,353	179,347	2.0%
Small School by Necessity			<b>3,217,800</b>	3,103,477	114,323	3.7%
Plant Operations and Maintenance			<b>66,033,600</b>	64,738,868	1,294,732	2.0%
Relative Cost of Purchasing			-	3,127,195	(3,127,195)	(100.0%)
Metro Urban Transportation			<b>19,611,800</b>	18,420,443	1,191,357	6.5%
ECS Special Transportation			<b>2,039,200</b>	1,483,359	555,841	37.5%
Transportation - Fuel Price Contingency			<b>1,487,900</b>	1,240,400	247,500	20.0%
Reinstate Funding (EPSB portion of \$107 million)			-	13,096,705	(13,096,705)	(100.0%)
<i>Equity of Opportunity</i>	76,718	\$ 156.00	<b>11,968,000</b>	-	11,968,000	-
<b>SUBTOTAL DIFFERENTIAL COST FUNDING</b>			<b>217,443,700</b>	<b>199,063,506</b>	<b>18,380,194</b>	<b>9.2%</b> <b>B</b>
<b>PROVINCIAL PRIORITY TARGETED FUNDING</b>						
Alberta Initiative for School Improvement (AISi)	78,116	\$ 71.09	<b>5,553,200</b>	5,399,589	153,611	2.8%
High Speed Networking	2,748	\$ 700.00	<b>1,923,600</b>	1,425,912	497,688	34.9%
<b>SUBTOTAL PROVINCIAL PRIORITY FUNDING</b>			<b>7,476,800</b>	<b>6,825,501</b>	<b>651,299</b>	<b>9.5%</b> <b>C</b>
<b>OTHER PROVINCIAL SUPPORT</b>						
Institutional Support			<b>9,903,200</b>	9,951,690	(48,490)	(0.5%)
Regional Education Consulting Services			<b>3,212,400</b>	3,149,459	62,941	2.0%
Learning Resource Credit			<b>634,200</b>	893,240	(259,040)	(29.0%)
Children and Youth with Complex Needs			<b>500,000</b>	500,000	-	0.0%
Action on Inclusion - Change Agent			<b>950,000</b>	1,967,237	(1,017,237)	(51.7%)
Student Health Initiative			<b>1,804,052</b>	1,768,700	35,352	2.0%
<b>SUBTOTAL OTHER PROVINCIAL SUPPORT</b>			<b>17,003,852</b>	<b>18,230,326</b>	<b>(1,226,474)</b>	<b>(6.7%)</b> <b>D</b>
<b>TOTAL PROVINCIAL OPERATIONAL FUNDING</b>			<b>779,327,752</b>	<b>752,296,467</b>	<b>27,031,285</b>	<b>3.6%</b>

**EDMONTON PUBLIC SCHOOL BOARD  
2012/13 PROPOSED REVENUE BUDGET**

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<b>CAPITAL</b>							
Debt Interest			<b>178,400</b>	421,134	(242,734)	(57.6%)	
Infrastructure Maintenance Renewal (IMR)			<b>14,503,000</b>	14,502,989	11	0.0%	
<b>SUBTOTAL CAPITAL</b>			<b>14,681,400</b>	<b>14,924,123</b>	<b>(242,723)</b>	<b>(1.6%)</b>	
<b>OTHER PROVINCIAL GRANTS</b>			<b>5,965,500</b>	2,962,068	3,003,432	101.4%	<b>E</b>
<b>TOTAL GOVERNMENT OF ALBERTA</b>			<b>799,974,652</b>	<b>770,182,658</b>	<b>29,791,994</b>	<b>3.9%</b>	
<b>FEDERAL GOVERNMENT AND FIRST NATIONS</b>			<b>2,840,800</b>	2,785,442	55,358	2.0%	<b>F</b>
<b>OTHER ALBERTA SCHOOL AUTHORITIES</b>			<b>1,656,100</b>	2,012,802	(356,702)	(17.7%)	<b>G</b>
<b>FEES</b>							
School Fees			<b>10,209,700</b>	10,209,700	-	0.0%	
Transportation Fees			<b>9,387,000</b>	9,458,421	(71,421)	(0.8%)	
Tuition Agreements			<b>819,600</b>	819,611	(11)	(0.0%)	
International Student Fees	191	\$ 11,000	<b>2,101,000</b>	2,496,043	(395,043)	(15.8%)	
Metro Continuing Education Fees			<b>2,806,700</b>	2,660,969	145,731	5.5%	
Textbook Rental Fees			<b>1,438,200</b>	1,721,700	(283,500)	(16.5%)	
Lunch Program Fees			<b>3,449,300</b>	3,537,019	(87,719)	(2.5%)	
<b>SUBTOTAL FEES</b>			<b>30,211,500</b>	<b>30,903,463</b>	<b>(691,963)</b>	<b>(2.2%)</b>	<b>H</b>
<b>OTHER SALES AND SERVICES</b>							
Sales and Services - Schools & DU's			<b>5,343,857</b>	9,162,891	(3,819,034)	(41.7%)	
Secondments			<b>6,557,800</b>	5,684,933	872,867	15.4%	
Schools Other Sales and Services			<b>1,149,200</b>	1,149,200	-	0.0%	
<b>SUBTOTAL SALES AND SERVICES</b>			<b>13,050,857</b>	<b>15,997,024</b>	<b>(2,946,167)</b>	<b>(18.4%)</b>	<b>I</b>
<b>INVESTMENT INCOME</b>			<b>500,000</b>	500,000	-	0.0%	
<b>GIFTS AND DONATIONS</b>							
School Gifts and Donations			<b>3,803,677</b>	3,701,089	102,588	2.8%	
Other Gifts and Donations			<b>0</b>	195,493	(195,493)	(100.0%)	
<b>SUBTOTAL GIFTS AND DONATIONS</b>			<b>3,803,677</b>	<b>3,896,582</b>	<b>(92,905)</b>	<b>(2.4%)</b>	<b>J</b>
<b>FUNDRAISING</b>			<b>2,839,600</b>	2,839,600	-	0.0%	
<b>RENTAL OF FACILITIES</b>			<b>2,910,190</b>	2,632,407	277,783	10.6%	<b>K</b>
<b>AMORTIZATION OF CAPITAL ALLOCATIONS</b>			<b>25,178,200</b>	19,179,336	5,998,864	31.3%	<b>L</b>
<b>TOTAL OPERATING REVENUE</b>			<b>882,965,576</b>	<b>850,929,314</b>	<b>32,036,262</b>	<b>3.8%</b>	

## **NOTES TO THE 2012-2013 PROPOSED REVENUE BUDGET**

### **A. Base Instruction Funding**

An increase to base instruction funding of 1.7 per cent or \$9.2 million reflects a 1 per cent increase in rates and a 0.7 per cent increase in enrollment. ECS enrollment is projected to be down by 2.7 per cent, while it is anticipated that enrollment in Grades 1 to 9 will increase by 1.4 per cent. Grades 10 to 12 enrollment is expected to decline by 2.7 per cent, but will be offset by an increase in average CEUs, resulting in an overall 0.5 per cent reduction in high school.

### **B. Differential Cost Funding**

Differential Cost Funding will be increased by 9.2 per cent or \$18.4 million. A 2 per cent grant rate increase will be added to most grants. Two new grants are added – Inclusive Education Funding and Equity of Opportunity. The Inclusive Education Funding model provides \$52.3 million and replaces the Severe Disabilities funding of \$33.9 million and the ECS Mild/Moderate funding of \$1.6 million.

The creation of a new Equity of Opportunity grant of \$12.0 million provides continuation of the \$107 million of additional funding from the fall (Edmonton Public Schools' portion was \$13.1 million). In addition, the proposed budget includes an 18 per cent increase to special needs transportation rates and a discontinuation of the RCPA funding of \$3.1 million.

From the preliminary revenue projection undertaken in April, ECS program unit funding has increased to reflect additional students in Early Learning–Inclusive Education programs.

### **C. Provincial Targeted Funding**

Provincial targeted funds will increase by \$0.5 million for high speed networking. AISI has been updated to include anticipated enrollment increases of 0.8 per cent and a grant increase of 2 per cent.

### **D. Other Provincial Support**

Removal of one-time Action on Inclusion funds of \$1.97 million, but added back funds that will be unspent in the 2011-2012 budget year for Action on Inclusion of \$950,000.

### **E. Other Provincial Grants Increase**

An increase in conditional grants includes two new grants for ASAP schools for revitalized learning. In addition, Inclusive Learning-Outreach receives grants to support the Vision Resource Centre, Deaf and Hard of Hearing, and other WRAP around model initiatives.

### **F. Federal Government and First Nations**

A Federal grant increase of 2 per cent reflects an increase in a conditional grant provided to Metro Continuing Education for adult education programs (i.e. LINC – Language Instruction to Newcomers to Canada).

### **G. Other Alberta School Authorities**

Other Alberta School Authorities revenue is anticipated to be down by 17.7 per cent or \$357,000 primarily due to a decrease in ERECS billings to other districts.

**H. Fees**

Fees are down at this time by \$692,000; specifically International student tuition is down \$395,000 due to a reduction in the number of students. In addition, textbook rentals and lunch program revenue from schools is projected to decrease \$374,000, while Metro Continuing Education fees will increase by \$145,000.

**I. Other Sales and Services**

Other Sales and Services is expected to decrease by 18.4 per cent, including the closure of the Teachers' Book Depository and Resource Development Services. Other school and Central sales and services are also projected to be lower.

Secondment revenue is expected to increase for 2012-2013, but is offset by a corresponding increase in staff costs that are paid by the district.

**J. Gifts and Donations**

It is anticipated that Gifts and Donations will be down by 2.4 per cent; however, these funds are difficult to estimate.

**K. Rental of Facilities**

Rental of facilities is expected to be up by 10.6 per cent or \$277,000 due to increased lease revenue on closed schools.

**L. Amortization of Capital Allocations**

Amortization of capital allocations funding increased by \$6 million due to support received for ASAP schools.



**Edmonton Public Schools  
2012-2013 Budget  
Student Enrollment**

<b>Student Enrollment Enrollment by Division</b>	<b>2012/13 Dist. Of Funds Enrollment</b>	<b>2012/13 Projected Enrollment</b>	<b>2011/12 Sept 30th Enrollment</b>	<b>Increase/ (Decrease) Enrollment</b>	<b>Change %</b>
<b>Funded Students:</b>					
ECS	6,634	6,634	6,815	(181)	(2.7%)
Grade 1 to 3	17,755	17,755	17,222	533	3.1%
Grade 4 to 6	16,774	16,774	16,343	431	2.6%
Junior High	16,987	16,987	17,267	(280)	(1.6%)
Senior High	21,479	21,479	22,077	(598)	(2.7%)
Home Education	500	500	495	5	1.0%
<b>Subtotal Funded Students</b>	<b>80,129</b>	<b>80,129</b>	<b>80,219</b>	<b>(90)</b>	<b>(0.1%)</b>
<b>Other :</b>					
International Students	191	191	246	(55)	(22.4%)
Early Education/Headstart/Community	72	72	168	(96)	(57.1%)
Other Non Resident/Blended	203	203	134	69	51.5%
<b>Subtotal Other Students</b>	<b>466</b>	<b>466</b>	<b>548</b>	<b>(82)</b>	<b>(15.0%)</b>
<b>Total Student Enrollment</b>	<b>80,595</b>	<b>80,595</b>	<b>80,767</b>	<b>(172)</b>	<b>(0.2%)</b>
<b>Ineligible students</b>					
Early Ed Headstart	64	64	67	(3)	(4.5%)
Community Kids	8	8	101	(93)	(92.1%)
International Students	191	191	246	(55)	(22.4%)
Sponsorships	22	22	22	-	0.0%
Blended prorated	47	47	11	36	327.3%
Non resident (NR8)	134	134	134	-	0.0%
Other	-	-	(33)	33	(100.0%)
<b>Total Ineligible students</b>	<b>466</b>	<b>466</b>	<b>548</b>	<b>(82)</b>	<b>(15.0%)</b>
<b>Total Student Count</b>	<b>80,595</b>	<b>80,595</b>	<b>80,767</b>	<b>(172)</b>	<b>(0.2%)</b>

**Edmonton Public Schools  
2012-2013 Budget  
Proposed Budget**

	<b>Proposed 2012-2013</b>	<b>Revised 2011-2012</b>	<b>% Change</b>
Projected Revenue			
Operating Revenue	\$ 882,965,611	\$ 850,929,314	3.8%
Operating Reserve Funds *	13,868,201	33,866,767	(59.1%)
	<u>896,833,812</u>	<u>884,796,081</u>	<u>1.4%</u>
School Allocations (Attachment IV)			
School Allocations Levels 1 to 8	513,823,205	491,574,575	4.5%
Other Supplemental School Allocations	129,020,077	127,431,229	1.2%
School Generated Funds	27,718,242	27,629,085	0.3%
	<u>670,561,524</u>	<u>646,634,889</u>	<u>3.7%</u>
Other Allocations (Attachment VI)			
Metro Continuing Education	10,594,074	10,342,692	2.4%
External Revenue Allocations - Central	17,306,871	16,818,158	2.9%
District Level Fixed Costs	67,818,492	62,826,936	7.9%
District Level Committed Costs	63,644,183	62,404,750	2.0%
	<u>159,363,620</u>	<u>152,392,536</u>	<u>4.6%</u>
Central Decision Units	<u>53,040,467</u>	<u>51,901,889</u>	<u>2.2%</u>
Total Allocations	882,965,611	850,929,314	3.8%
Planned Use of Reserves *	13,868,201	33,866,767	(59.1%)
Unallocated	<u>\$ -</u>	<u>\$ -</u>	<u>0.0%</u>
* Planned Use of Restricted Reserves			
Schools Planned Spending of Reserves	7,044,116	17,084,566	(58.8%)
Central DUs Planned Spending of Reserves	6,824,085	16,782,201	(59.3%)
	<u>13,868,201</u>	<u>33,866,767</u>	<u>(59.1%)</u>
Total Budget	<u>\$ 896,833,812</u>	<u>\$ 884,796,081</u>	<u>1.4%</u>

**Edmonton Public Schools  
2012-2013 Budget  
Proposed Budget - Direct School Allocations**

	<b>Proposed 2012-2013</b>	<b>Revised 2011-2012</b>	<b>% Change</b>	
<b>School Allocations</b>				
Kindergarten - Regular	\$ 16,989,468	\$ 17,550,571	1.5%	<b>A</b>
Elementary	125,722,381	121,052,049	3.9%	<b>A</b>
Junior High	58,965,577	58,174,153	1.4%	<b>A</b>
Senior High	90,356,232	88,969,762	1.6%	<b>B</b>
Senior High Credit Adjustment	4,200,379	5,403,329	(22.3%)	<b>C</b>
English Language Learners (ELL)	67,690,017	60,117,226	12.6%	<b>D</b>
International Students	1,410,272	1,520,938	(7.3%)	<b>E</b>
Special Needs Levels 1 - 3 (Gifted & Talented Elem/Jr)	5,402,526	5,571,545	(3.0%)	<b>F</b>
Special Needs Levels 4 - 8 ( Mild, Moderate & Severe)	108,384,906	99,722,047	8.7%	<b>G</b>
Institutions	34,701,447	33,492,955	3.6%	<b>H</b>
<b>Sub Total</b>	<b>513,823,205</b>	<b>491,574,575</b>	<b>4.5%</b>	
<b>Other Supplemental School Allocations</b>				
Class Size Funding	32,192,902	32,546,096	(1.1%)	<b>I</b>
Plant Operation & Maintenance - Custodial	29,869,763	27,594,464	8.2%	<b>J</b>
Inclusive Learning - Early Education	13,160,953	12,264,622	7.3%	<b>K</b>
Multiple Program Allocation	10,891,348	10,755,051	1.3%	<b>L</b>
Literacy Intervention Program	8,651,315	8,523,307	1.5%	<b>M</b>
* First Nations Metis Inuit (FNMI)	6,992,747	2,364,784	195.7%	<b>N</b>
* Program Enhancement Allocations	6,811,972	5,156,529	32.1%	<b>O</b>
* Inservice/Professional Development	4,798,224	8,317,287	(42.3%)	<b>P</b>
* Other Miscellaneous Allocations	3,974,332	7,778,286	(48.9%)	<b>Q</b>
Inclusive Learning - ERECS	3,212,448	3,149,459	2.0%	<b>R</b>
High Social Vulnerability	3,103,796	3,057,894	1.5%	<b>S</b>
Facility Use Payments - Christian Schools	1,319,148	1,319,148	0.0%	
Teacher Aide	1,295,137	1,275,923	1.5%	
City Centre Education Partnership (CCEP)	733,587	722,745	1.5%	
Argyll Reach Out Support	400,000	400,000	0.0%	
Learning Resource Credit	634,200	893,240	(29.0%)	<b>T</b>
Outreach Program	440,811	775,000	(43.1%)	<b>U</b>
Community Use of Schools	537,394	537,394	0.0%	<b>V</b>
<b>Sub Total</b>	<b>129,020,077</b>	<b>127,431,229</b>	<b>1.2%</b>	
<b>School Generated Funds</b>	<b>27,718,242</b>	<b>27,629,085</b>	<b>0.3%</b>	<b>W</b>
<b>Total Direct School Allocations</b>	<b>\$ 670,561,524</b>	<b>\$ 646,634,889</b>	<b>3.7%</b>	

\* See Attachment V - Page 2 detailed breakdown

**Edmonton Public Schools  
2012-2013 Budget  
Proposed Budget - Direct School Allocations  
Detailed Breakdown - Other Supplemental School Allocations**

	<b>Proposed 2012-2013</b>	<b>Revised 2011-2012</b>	<b>% Change</b>
<b>First Nations Metis Inuit (FNMI)</b>			
FNMI Per Student	5,727,965	1,100,002	420.7% <b>N</b>
Amiskwaciy Base Rent	1,038,510	1,038,510	0.0%
Aboriginal Block Grant	226,272	226,272	0.0%
	<u>6,992,747</u>	<u>2,364,784</u>	<u>195.7%</u>
<b>Inservice/Professional Development</b>			
Inservice Professional Development	3,045,000	2,999,896	1.5%
Alberta Initiative for School Improvement (AIS) Project	1,753,224	5,317,391	(67.0%)
	<u>4,798,224</u>	<u>8,317,287</u>	<u>(42.3%)</u>
<b>Program Enhancement Allocations</b>			
New to District	3,361,961	2,000,000	68.1%
Guaranteed Enrolment	2,000,000	879,179	127.5%
Transitions Grant	290,037	253,373	14.5%
Children and Youth with Complex Needs (CYCN)	500,000	500,000	0.0%
Transfers from Institutions	160,000	160,000	0.0%
Establishment Facility Grant	150,000	85,218	76.0%
Establishment Program Grant	100,000	50,000	100.0%
New School Establishment Grant ASAP II	150,000	1,129,811	(86.7%)
Mental Health Teacher	99,974	98,948	1.0%
	<u>6,811,972</u>	<u>5,156,529</u>	<u>32.1% <b>O</b></u>
<b>Other Miscellaneous Allocations</b>			
Other Services	2,165,961	2,133,863	1.5%
Addition to Basic	1,229,021	1,611,074	(23.7%)
Music Enrichment	220,000	220,000	0.0%
Holdback Facility Allocations	293,496	-	100.0%
Ballet Multiple Program	65,854	67,698	(2.7%)
Staffing Cost	-	3,541,347	(100.0%)
Designated Receiving School	-	185,232	(100.0%) <b>Q</b>
ESHIP Space Allocation	-	19,072	(100.0%) <b>Q</b>
	<u>3,974,332</u>	<u>7,778,286</u>	<u>(48.9%) <b>Q</b></u>

**NOTES TO THE  
2012-2013 PROPOSED BUDGET  
Direct School Allocations**

**School Allocations (Increase of 4.5 per cent)**

- A. **Kindergarten, Elementary, and Junior High** regular student allocation rates increased by 3.15 per cent. Enrollment projections for ECS are below 2011-2012, but should increase as September approaches. Elementary enrollment projections are up from 2011-2012.
- B. **Senior High** allocation rates are increased by 2.85 per cent. High school enrollment is expectedly down from prior years.
- C. **Senior High Credit Adjustment** – Estimated high school end of year CEU adjustments has dropped due to an increase in the average student CEUs estimated, which is now included in the senior high budget allocations line.
- D. **English Language Learners (ELL)** – Increase by 3.15 per cent for Division 1, Division II and junior high; senior high were increased by 2.85 per cent; ELL foreign born allocations were increased by 4 per cent. Number of ELL students has increased significantly.
- E. **International Students** increased by 2.85 per cent; however, the projected number of students has declined by 55.
- F. **Special Needs Levels 1 to 3** increased by 3.15 per cent.
- G. **Special Needs Levels 5 to 8** increased by 4 per cent – the number of students in this category has also increased.
- H. **Institutions** – Allocations are based on an increase in students and includes a 2 per cent increase in provincial funding.

**Other Supplemental School Allocations (Increase of 0.3 per cent)**

- I. **Class Size Funding** – Allocations are provided to lower class sizes and are targeted to ECS to grade 3 students. The decrease is based on removal of one-time funds for grades 4 to 6 class size. Class size allocations include a provincial grant increase of 2 per cent and an increase in number of ECS to grade 3 students.
- J. **POM Custodial** – Increase of 8.2 per cent is a result of savings in the utilities budget that has been transferred to school POM to cover shortfalls.
- K. **Inclusive Learning-Early Education** – Based on an increased number of students, which reflects current program delivery.

L. **Multiple Program Allocation** – Eligible to all schools that offer multiple programs and/or have a total school enrollment in their regular program of less than 275 students.

M. **Literacy Intervention Funding** provided to elementary schools to support literacy and reading intervention programs.

N. **FNMI** – Aboriginal funding provided in 2011-2012 was renamed FNMI allocation. The previous \$1.1 million has been increased to \$5.8 million and distributed on a per student basis using self-identified student data.

O. **Program Enhancement Allocations**

New to District allocation has increased to provide funds for special needs (levels 7 and 8) students who are new to the district during the 2012-2013 school year.

Guaranteed enrollment has increased to provide funding based on minimum enrollment guarantees for all district-approved special education sites.

Transition grant has increased and provides funding for Transitions at the YMCA, Park Place, and L. Y. Cairns.

Special education establishment facility and program grants have both increased. The new establishment grant was used to fund start-up costs for ASAP II and is reduced during the 2<sup>nd</sup> year of operation of these new schools.

P. **In-service/Professional Development**

Allocation provides funds to schools to support collaborative and continuous learning by district staff. 2011-2012 allocations included one-time AISI allocations of \$3.5M, which are not continued. The new cycle five AISI allocations are based on current provincial AISI funding of \$5.6M. AISI funds are distributed to schools (\$1.8M) and central (\$3.8M). Board supported in-service/PD has increased by 1.5 per cent.

Q. **Other Miscellaneous Allocations**

Other services allocations increased by 1.5 per cent, providing schools funding for other services, such as Information Technology Services.

Addition to Basic is provided to schools with unique operating needs, such as Academy at King Edward, L.Y. Cairns, and Tevie Miller. The funds provide a top up of the per student level allocations. Allocations have reduced due to greater increases in the rates for level 5 to 8 students.

Holdback facility allocations are provided for use of closed building space. Staffing costs were rolled into school level allocation rates for 2012-2013.

Designated receiving school and ESHIP space allocations were discontinued for 2012-2013.

R. **Inclusive Learning-ERECS** – Increase of 2 per cent represents the provincial funding targeted to EPSB for provision of ERECS special needs, consulting services, professional in-service, and assessment services within our district and to other northern districts in the region.

- S. **High Social Vulnerability** – Increase by 1.5 per cent. Funds are provided to reflect high needs school populations and is based on both student and statistical data that indicate social vulnerability.
- T. **Learning Resource Credit** is reduced based on historical usage of credits on purchases from the provincial Learning Resource Centre.
- U. **Outreach** – Allocation for Outreach program leases of \$440,811 is increased from 2011-2012 levels of \$350,000 and matches provincial Outreach base funding grants. Funding previously allocated to new directions of \$425,000 is no longer provided as a separate program grant to Outreach.
- V. **Community Use of Schools** – Amounts allocated to schools based on the community use of schools after hours and is part of the joint use agreement with the City of Edmonton.
- W. **School Generated Funds** include school-based revenues, some of which are collected and retained at the school for school-based activities. Revenues are collected as fees, fundraising, other sales and services, donations and other revenues, such as grants. School activities are varied based on community expectations and provide enhancements to the budget allocations, including field trips and other extracurricular activities. Board approved school fees include textbook rentals, music instrument rentals, and supervision of lunch programs.

**Edmonton Public Schools  
2012-2013 Budget  
Proposed Budget - Other Allocations**

	<b>Proposed 2012-2013</b>	<b>Proposed 2011-2012</b>	<b>% Change</b>	
<b>District Level Fixed Costs</b>				
Debt and Fiscal Services	\$ 42,680,208	\$ 36,326,340	17.5%	<b>A</b>
Utilities	19,540,000	21,400,000	(8.7%)	<b>B</b>
Insurance	2,750,000	2,750,000	0.0%	
High Speed Networking	1,923,600	1,425,912	34.9%	<b>C</b>
VOIP Telephone Services	924,684	924,684	0.0%	
	<u>67,818,492</u>	<u>62,826,936</u>	<u>7.9%</u>	
<b>District Level Committed Costs</b>				
Student Transportation	33,067,154	31,231,519	5.9%	<b>D</b>
School Plant Operations & Maintenance	13,621,730	13,420,423	1.5%	
Personnel Supply Services	8,200,000	8,200,000	0.0%	
Language and Cultural Support	4,622,329	4,561,408	1.3%	
Action on Inclusion	950,000	1,967,237	(51.7%)	<b>E</b>
Professional Improvement Leaves	1,540,000	1,540,000	0.0%	
Human Resources Supply Services	514,770	507,163	1.5%	
Access Copyright	397,000	397,000	0.0%	
Election	450,000	300,000	50.0%	<b>F</b>
Pinpoint	150,000	150,000	0.0%	
Audit Fees	81,200	80,000	1.5%	
Board Initiative Fund	50,000	50,000	0.0%	
	<u>63,644,183</u>	<u>62,404,750</u>	<u>2.0%</u>	
<b>External Revenue Allocation</b>	17,306,871	16,818,158	2.9%	
<b>Metro Continuing Education</b>	10,594,074	10,342,692	2.4%	
	<u>27,900,945</u>	<u>27,160,850</u>	<u>2.7%</u>	
<b>Central Decision Units</b>				
* Corporate Services	18,208,753	17,751,038	2.6%	<b>G</b>
* Student Learning Services	16,577,844	16,099,909	3.0%	<b>H</b>
* Finance and Infrastructure	14,382,378	14,089,087	2.1%	<b>I</b>
* Board and Superintendent	3,871,492	3,961,855	(2.3%)	<b>J</b>
	<u>53,040,467</u>	<u>51,901,889</u>	<u>2.2%</u>	
<b>Total</b>	<u>\$ 212,404,087</u>	<u>\$ 204,294,425</u>	<u>4.0%</u>	

\* See Attachment VI - Page 2 detailed breakdown



**Edmonton Public Schools  
2012-2013 Budget  
Proposed Budget - Other Allocations  
Detailed Breakdown - Central Decision Units**

	<u>Projected 2012-2013</u>	<u>Proposed 2011-2012</u>	<u>% Change</u>
<b>Corporate Services</b>			
Human Resources Compensation&HRMS	8,783,788	8,653,978	1.5%
District Technology	4,919,214	4,858,868	1.2%
Communications	2,715,921	2,675,784	1.5%
District Records and FOIP Management	565,045	556,695	1.5%
District Information Security	451,852	445,174	1.5%
Corporate Services	553,109	343,964	60.8% <b>G</b>
Edmonton Public Schools Foundation	219,824	216,575	1.5%
	<u>18,208,753</u>	<u>17,751,038</u>	<u>2.6%</u>
<b>Student Learning Services</b>			
Support for Staff and Students	5,745,372	5,987,916	(4.1%) <b>H</b>
Inclusive Learning	5,566,553	4,759,674	17.0% <b>H</b>
Inclusive Learning - ERECS internal	400,000	-	
Projects and Research	2,113,906	2,082,209	1.5%
Executive Services	1,621,411	1,606,216	0.9%
Archives and Museum	507,629	500,127	1.5%
Student Learning Services	340,454	335,423	1.5%
Bennett Centre	167,541	165,065	1.5%
International Programs	114,978	113,279	1.5%
One Time Allocation	-	550,000	(100.0%)
	<u>16,577,844</u>	<u>16,099,909</u>	<u>3.0%</u>
<b>Finance and Infrastructure</b>			
Financial Operations	6,179,906	5,964,745	3.6% <b>I</b>
Facilities Services	4,718,703	4,651,232	1.5%
Planning	2,450,083	2,414,524	1.5%
Property Management	725,680	714,957	1.5%
Finance and Infrastructure	308,006	343,629	(10.4%) <b>I</b>
	<u>14,382,378</u>	<u>14,089,087</u>	<u>2.1%</u>
<b>Board and Superintendent</b>			
Superintendent of Schools	2,403,126	2,618,745	(8.2%) <b>J</b>
Board Administration	593,178	1,343,110	(55.8%)
Board of Trustees	875,188	-	-
	<u>3,871,492</u>	<u>3,961,855</u>	<u>(2.3%)</u>
<b>Total</b>	<u>53,040,467</u>	<u>51,901,889</u>	<u>2.2%</u>

**NOTES TO THE  
2012-2013 PROPOSED BUDGET  
Other Allocations**

**District Level Fixed Costs (Increase of 7.9 per cent)**

- A. **Debt and Fiscal Services** – Increase of supported capital amortization costs on ASAP school buildings. These costs are fully supported by the province.
- B. **Utilities** decrease of 8.7 per cent is based on new contracts that reflect lower prices for natural gas.
- C. **High Speed Networking** – Increased provincial funding to cover costs of high speed internet at schools.

**District Level Committed Costs (Increase of 2 per cent)**

- D. **Student Transportation** – Provincial grant increase of 2 per cent in addition to increases in the fuel price contingency. ECS special education funding rates have also increased by 18 per cent.
- E. **Action on Inclusion** – One-time funding from the province for EPSB role as a change agent for Action on Inclusion. 2012-2013 amounts represent unspent funds from 2011-2012.
- F. **Election** – Increase of \$150,000 reflects the actual costs of trustee elections and EPSB share of municipal costs. Amounts are set aside each year to provide the funds in the year of the election.

**Central Decision Units (Increase of 2.2 per cent)**

- G. **Corporate Services** – Increase of 2.6 per cent is greater than the allocation increases of 1.5 per cent and is based on restructuring of the Board and Superintendent office to include staff working on policy review to be moved under Corporate Services. The increase is offset by a decrease to the Board and Superintendent office.
- H. **Student Learning Services** – Increase of 3 per cent. Inclusive Learning allocation has increased in order to maintain service levels. Support for staff and students decreased due to transferring funds to support service levels within the Inclusive Learning decision unit.
- I. **Finance and Infrastructure** – Increase of 2.1 per cent reflects a decrease in Finance and Infrastructure as a result of restructuring office duties and not filling a vacant staff position. Increase in Financial Operations is due to a new structure and responsibilities within Budget Services to provide supports to early learning sites.
- J. **Board and Superintendent of Schools** – Decrease of 2.3 per cent; restructuring resulted in movement of staff to corporate services.