

EDMONTON PUBLIC SCHOOLS

October 27, 2009

TO: Board of Trustees
FROM: E. Schmidt, Superintendent of Schools
SUBJECT: Introduction of the 2009-2010 District Expenditure Budget
ORIGINATOR: D. R. Power, Assistant Superintendent – Treasurer
RESOURCE
STAFF: Jamie Pallett

INFORMATION

Each year in the spring Trustees approve the district's Projected Operating Budget for the upcoming school year. The approval follows a process which includes the setting of district priorities, the creation of the District Planning Base, the identification of key programming initiatives and the establishment of projected operating budgets. In October, the approved Projected Operating Budget is adjusted to reflect changes in provincial funding (September 30th) and amended internal and external revenue amounts. The Adjusted Operating Budget is then presented to Trustees as information and is referred to as the district's Expenditure Budget.

This year because of revised Alberta Education timelines, Trustees will be asked on November 24th to approve the 2009-2010 Expenditure Budget rather than the Projected Operating Budget. This change in protocol provides a unique opportunity to enhance the approval process by augmenting the information Trustees gather at subcommittee meetings with current programming and financial information that is based on the district's September 30th enrolment.

This purpose of this report is to begin the budget approval process by formally introducing the district's 2009-2010 District Expenditure Budget. The introduction will highlight the district's programming priorities in 2009-2010, describe some of the key district initiatives being implemented and outline important financial information. The Superintendent will also provide the context for the subcommittee reviews that will be held between November 3rd and November 20th.

As background information, Trustees are being provided a Revenue Forecast based on September 30th enrolment (Appendix I) and an updated copy of the 2009-2010 Planning Base (Appendix II). On November 10, 2009 Trustees will be provided a final version of the Planning Base which will be based on the most current version of school and central decision unit financial specifications.

JRP:bly

Appendix I – Revenue Forecast for the 2009-2010 School Year, September Enrolment Count
Appendix II – Revised 2009-2010 Planning Base

**EDMONTON PUBLIC SCHOOLS
REVENUE FORECAST
FOR THE 2009-2010 SCHOOL YEAR – SEPTEMBER ENROLMENT COUNT**

	UPDATED BUDGET 2009-2010	CHANGES	SEPTEMBER COUNT 2009-2010	
BASE FUNDING				
ECS BASE	17,465,000	1,275,000	18,740,000	1
GRADES 1 TO 12	422,068,000	3,973,000	426,041,000	2
SENIOR HIGH ESTIMATED CREDIT ADJUSTMENT	7,232,000	1,910,000	9,142,000	3
HOME EDUCATION	833,000	94,000	927,000	4
DIFFERENTIAL COST FUNDING				
ECS MILD & MODERATE	1,280,000	0	1,280,000	
ECS PROGRAM UNIT FUNDING	24,188,000	(683,000)	23,505,000	5
SEVERE DISABILITIES	33,905,000	0	33,905,000	
ESL	12,736,000	1,232,000	13,968,000	6
FIRST NATIONS, METIS & INUIT	7,007,000	748,000	7,755,000	7
SOCIO ECONOMIC STATUS	9,158,000	(163,000)	8,995,000	8
SMALL SCHOOL BY NECESSITY	3,045,000	0	3,045,000	
ENROLMENT GROWTH & DECLINE	924,000	(52,000)	872,000	9
RELATIVE COST OF PURCHASING	5,872,000	258,000	6,130,000	10
METRO URBAN TRANSPORTATION	18,387,000	435,000	18,822,000	11
ECS SPECIAL TRANSPORTATION	1,544,000	0	1,544,000	
FUEL FUNDING INITIATIVE	700,000	(700,000)	0	12
DAILY PHYSICAL ACTIVITY	208,000	1,000	209,000	13
FEDERAL FRENCH FUNDING	463,000	37,000	500,000	14
PROVINCIAL PRIORITY TARGETED FUNDING				
INITIATIVE FOR SCHOOL IMPROVEMENT	10,767,000	14,000	10,781,000	15
HIGH SPEED NETWORKING	1,390,000	0	1,390,000	
CLASS SIZE INITIATIVE	30,834,000	0	30,834,000	
OTHER PROVINCIAL SUPPORT				
INSTITUTIONAL SUPPORT	7,329,000	811,000	8,140,000	16
REGIONAL EDUCATION CONSULTING SERVICES	3,220,000	180,000	3,400,000	17
LRDC - ESTIMATED UTILIZATION	890,000	0	890,000	
CAREER & TECHNOLOGIES STUDIES FUNDING	1,298,000	0	1,298,000	
INNOVATIVE CLASSROOM TECHNOLOGY FUNDING	2,696,000	0	2,696,000	
HIGH SCHOOL COMPLETION FUNDING	0	164,000	164,000	18
INSTRUCTIONAL FUNDING	<u>625,439,000</u>	<u>9,534,000</u>	<u>634,973,000</u>	
PLANT OPERATIONS AND MAINTENANCE	<u>64,195,000</u>	<u>582,000</u>	<u>64,777,000</u>	19
TOTAL OPERATIONAL FUNDING	<u>689,634,000</u>	<u>10,116,000</u>	<u>699,750,000</u>	
CAPITAL				
DEBENTURE INTEREST	899,000	0	899,000	
AMORTIZATION OF CAPITAL GRANTS	9,703,000	0	9,703,000	
AMORT OF INVEST IN CAPITAL ASSETS	15,904,000	0	15,904,000	
	<u>26,506,000</u>	<u>0</u>	<u>26,506,000</u>	
SCHOOL GENERATED FUNDS	<u>24,080,000</u>	<u>0</u>	<u>24,080,000</u>	
OTHER				
OTHER SCHOOL JURISDICTIONS	1,910,000	(126,000)	1,784,000	20
PROVINCIAL GRANTS	2,623,000	37,000	2,660,000	21
FEDERAL GOVERNMENT	1,970,000	(38,000)	1,932,000	22
TUITION AGREEMENTS	723,000	63,000	786,000	23
BUS PASS SALES	8,959,000	0	8,959,000	
INTERNATIONAL STUDENT FEES	3,014,000	(328,000)	2,686,000	24
METRO CONTINUING EDUCATION FEES	2,334,000	0	2,334,000	
EXTERNAL REVENUE - CENTRAL DU'S	8,279,000	0	8,279,000	
MISCELLANEOUS	8,983,000	(2,302,000)	6,681,000	25
	<u>38,795,000</u>	<u>(2,694,000)</u>	<u>36,101,000</u>	
TOTAL OPERATING REVENUE	<u><u>779,015,000</u></u>	<u><u>7,422,000</u></u>	<u><u>786,437,000</u></u>	

**EDMONTON PUBLIC SCHOOLS
REVENUE PROJECTION FOR 2009-2010
SEPTEMBER ENROLMENT COUNT**

1. The funded ECS count has increased by 427 children.
2. Senior high enrolment and therefore CEU's have increased which is somewhat offset by a decrease in the funded grade 1-9 enrolment. These changes account for an increase of \$2.823 million. Also included is an increase in estimated CEU's from MCE of \$1.15 million.
3. The senior high credit adjustment has been increased to reflect the 2008-09 adjustment. Actual completion rates for 2008-09 increased, however, the 2009-10 targets were not increased to the same degree. It is expected that this combined with the increased enrolment will result in a similar CEU adjustment at the end of 2009-10.
4. The home education enrolment has increased.
5. This estimate has been adjusted based on changes requested by the Early Education sites.
6. The funded ESL enrolment has increased over the projection by almost 10%.
7. The increase in FNMI funding reflects the number of funded students who have self identified as being First Nations, Metis or Inuit.
8. Although this funding should have increased based on the increase in the funded enrolment, new census data has been used to update the factors for the calculation resulting in a net decrease.
9. There has been a small net decrease in enrolment growth and decline funding based on enrolment changes from last year in individual schools.
10. RCPA is impacted by the increase in the other grants as well the factors in the calculation have been positively impacted from the use of new survey data.
11. The urban block transportation grant has increased as a result of the increase in enrolment as well as the removal of Riverdale from the calculation because the enrolment is below 75.
12. The fuel funding initiative support has been discontinued by Alberta Education.
13. Adjusted to reflect the actual payment.
14. Adjusted to reflect the 2008-09 funding as a reasonable estimate for 2009-10.
15. Adjusted to reflect the actual allocation as indicated by Alberta Education.
16. Adjusted to reflect the actual budgets submitted to Alberta Education for 2009-10.
17. Increased to reflect funding provided for a vision loss initiative project.
18. One time funding from Alberta Education to assist in the work to improve high school completion rates.
19. Adjusted to reflect the actual PO&M allocation for 2009-10.
20. Adjusted to reflect a decrease in the number of special needs students sponsored to the district by other Alberta school districts.
21. Adjusted to reflect an increase in the specialized services support for autistic children at Waverley and Scott Robertson.
22. Adjusted to reflect a decrease in the number of students sponsored by First Nations bands or Indian Affairs.
23. Adjusted to reflect increases to the support for the adult and adolescent summer program at Highwood as well as the additional Alberta Education support for ASD.
24. This decrease reflects the reduced enrolment at Sept 30. An increase may be seen with additional registrations for term two.
25. Interest revenue has been reduced to reflect the anticipated utilization of surplus funds as well as the lower interest rates.

Revised 2009-2010 Planning Base

	2009-10 Proposed Budget Planning Base April 2009 *	2009-10 Proposed Budget Planning Base June 2009	2009-10 Proposed Budget Planning Base Sept 30, 2009	Difference between June 2009 and Sept 30, 2009
PROJECTED REVENUE	771,716,000	779,015,000	786,437,000	7,442,000
2007-2008 Unrestricted Accumulated Surplus	3,000,000	3,000,000	3,000,000	0
Total	774,716,000	782,015,000	789,437,000	7,442,000
DISTRICT LEVEL COMMITTED FUNDS				
Personnel Supply Services	8,200,000	8,200,000	8,200,000	0
Professional Improvement Leaves	1,640,000	1,640,000	1,640,000	0
Transportation	29,739,402	30,364,627	30,107,302	(257,325)
Metro	6,678,520	7,096,026	8,246,302	1,150,276
Debt Services	27,100,000	27,100,000	27,100,000	0
External Revenue	9,338,330	15,660,599	15,703,010	42,411
Utilities	20,600,000	20,600,000	20,600,000	0
High Speed Network	1,389,660	1,389,660	1,389,660	0
DISTRICT LEVEL PRIORITY FUNDS				
Election	300,000	300,000	300,000	0
District Technology Projects	1,000,000	1,000,000	1,000,000	0
Cluster Support for ELL	1,000,000	1,000,000	1,000,000	0
District Level Foundation	460,000	460,000	0	(460,000)
Multi-Cultural Task Force	250,000	250,000	250,000	0
SCHOOLS	534,411,097	534,411,097	539,371,934	4,960,837
Institutions	39,986,457	39,986,457	40,399,127	412,670
Senior High Summer School	5,171,000	5,171,000	6,952,939	1,781,939
LRC	890,018	890,018	890,018	0
School Generated Funds	24,146,000	24,080,000	24,080,000	0
CENTRAL ALLOCATIONS	58,732,516	58,732,516	58,307,193	(425,323)
ERCS	3,220,000	3,220,000	3,399,515	179,515
Federal French Funding	463,000	463,000	500,000	37,000
TOTAL PLANNING BASE	774,716,000	782,015,000	789,437,000	7,422,000

* Approved by Board on April 28, 2009