

DATE: November 25, 2014
TO: Board of Trustees
FROM: Darrel Robertson, Superintendent of Schools
SUBJECT: Fall Update to the Revised 2014-2015 Budget
ORIGINATOR: Cheryl Hagen, Treasurer & Managing Director, Financial Services
RESOURCE STAFF: Todd Burnstad, Candace Cole, Madonna Proulx
REFERENCE: N/A

ISSUE

Alberta Education requires jurisdictions to prepare and submit a budget update each fall. Jurisdictions are also required by Alberta Education to provide the budget update as information to the Board of Trustees each fall reflecting changes in revenue, enrolment, current staffing, and other key budget assumptions.

RECOMMENDATION

That the Board formally receive the Fall 2014 Update to the 2014/2015 Budget.

BACKGROUND

Each school and central decision unit prepared a revised budget in the fall based on updated September 30th enrolment, current staffing FTE's, as well as the planned use of surplus funds.

The 2014-2015 Fall budget update for EPSB has been completed for submission to Alberta Education by November 30, 2014. The revised budget is based on total expenses of \$1.047 billion. Alberta Education requires Boards to report the government contributions to the Alberta Teachers' Retirement Fund (ATRF), which is estimated at \$55 million. The overall increase in budget (\$40.7 million) is as follows:

- 1) Increase in the use of net surplus carry forwards of \$21.7 million
- 2) Increase in revenues due to enrolment and other adjustments totaling \$16 million
- 3) Anticipated gain on sale of capital asset of \$3 million

RELATED FACTS

- Student enrolment assumptions are based on a total of 89,660 students, an increase of 867 or 1 per cent over the proposed enrolment count and an increase of 3,106 students or 3.6 per cent over September 30, 2013 (Attachment II).
- The 2014-2015 budget update reflects a planned operating deficit of \$32.5 million which is offset by the planned use of surplus carry forward funds for schools and central decision units of \$25.8 million and \$9.7 million, respectively (Attachment III).
- It is anticipated that the sale of an unsupported tangible capital asset will result in a \$3 million gain on sale.
- There was \$2.5 million of funds that were not allocated out during the fall budget process. These funds will subsequently be directed to schools in the form of a budget amendment to support English as a Second Language (ESL) students (Attachment III).

- The budget includes increases to staffing levels from the approved budget, of approximately 126 FTE, out of which 99 FTE are certificated staff and 27 FTE are non-certificated (Attachment VI).
- There are no staff unit cost increases for 2014-2015.
- IMR funding has been returned to previous levels and will provide additional funding for school facility maintenance and renewal projects.
- The 2014-2015 budgeted System Administration and Board Governance block spending is 3.4 per cent of total budget spending, which is under the 3.6 per cent spending cap set by the Province.

OPTIONS

N/A

CONSIDERATIONS & ANALYSIS

N/A

NEXT STEPS

Once approved the Fall 2014-2015 Revised Budget will be posted to the district's website and the Fall 2014 Update to the 2014/2015 Budget Report will be submitted to Alberta Education.

ATTACHMENTS & APPENDICES

- ATTACHMENT I 2014-2015 Revenue Budget
- ATTACHMENT II Student Enrolment
- ATTACHMENT III 2014-2015 Revised Budget – Total Allocations
- ATTACHMENT IV 2014-2015 Revised Budget – Direct School Allocations
- ATTACHMENT IV^A 2014-2015 Revised Budget – Direct School Allocations Detailed Breakdown
- ATTACHMENT V 2014-2015 Revised Budget – Other Allocations
- ATTACHMENT VI 2014-2015 Revised Budget – Staffing FTE Comparison
- ATTACHMENT VII 2014-2015 Revised Budget – Revenue & Expense Analysis
- ATTACHMENT VIII Fall 2014 update to the 2014/2015 Budget Report

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**Edmonton Public Schools
2014-2015 Fall Revised Revenue Budget**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
BASE INSTRUCTION FUNDING					
Early Childhood Services (ECS) Base Instruction	\$ 26,302,500	\$ 25,915,400	\$ 387,100	1.5%	
ECS Class Size	5,980,000	5,892,000	88,000	1.5%	
Base Instruction (Grades 1 to 9)	381,317,500	380,298,700	1,018,800	0.3%	
Class Size (Grades 1 to 3)	31,527,900	31,281,500	246,400	0.8%	
	445,127,900	443,387,600	1,740,300	0.4%	
Moving Forward with High School Redesign	75,016,300	-	75,016,300	100.0%	1
Base Instruction (Grades 10 to 12)	57,332,800	121,728,400	(64,395,600)	(52.9%)	1
Base Instruction Special Ed Block (Grades 10 to 12)	9,829,400	16,614,200	(6,784,800)	(40.8%)	1
Tier 2 Class size (Grades 10 to 12)	105,300	176,100	(70,800)	(40.2%)	1
Tier 3 Class size (Grades 10 to 12)	982,600	1,891,400	(908,800)	(48.0%)	1
Tier 4 (Work Exp. & Sp. Proj)	959,400	1,949,500	(990,100)	(50.8%)	1
	144,225,800	142,359,600	1,866,200	1.3%	1
Base Instruction Metro (Grades 10 to 12)	820,200	773,300	46,900	6.1%	2
Base Instruction Metro Summer (Grades 10 to 12)	5,272,900	5,272,900	-	-	
Outreach Site Funding	377,800	377,800	-	-	
Home Education	651,600	686,100	(34,500)	(5.0%)	
	7,122,500	7,110,100	12,400	0.2%	
SUBTOTAL BASE INSTRUCTION FUNDING	596,476,200	592,857,300	3,618,900	0.6%	3
DIFFERENTIAL COST FUNDING					
ECS Program Unit Funding (PUF)	34,811,700	33,455,200	1,356,500	4.1%	
Inclusive Education	58,850,900	58,227,400	623,500	1.1%	
English as a Second Language (ESL)	20,716,300	19,024,000	1,692,300	8.9%	4
First Nations, Metis and Inuit Education (FNMI)	8,761,500	8,866,400	(104,900)	(1.2%)	
Socio Economic Status	10,073,100	10,004,400	68,700	0.7%	
Plant Operations and Maintenance (PO&M)	64,167,500	62,810,900	1,356,600	2.2%	
Metro Urban Transportation	20,976,200	20,613,500	362,700	1.8%	
ECS Special Transportation	1,800,000	1,800,000	-	-	
Equity of Opportunity	8,433,400	8,375,900	57,500	0.7%	
Federal French Funding	500,000	500,000	-	-	
SUBTOTAL DIFFERENTIAL COST FUNDING	229,090,600	223,677,700	5,412,900	2.4%	
PROVINCIAL PRIORITY TARGETED FUNDING					
High Speed Networking	2,641,300	2,179,200	462,100	21.2%	5
SUBTOTAL PROVINCIAL PRIORITY FUNDING	2,641,300	2,179,200	462,100	21.2%	
OTHER PROVINCIAL SUPPORT					
Institutional Support	9,572,100	9,469,000	103,100	1.1%	
Regional Collaborative Service Delivery (RCSD)	3,917,600	3,069,200	848,400	27.6%	6
Provincial School Lease Support	1,308,500	-	1,308,500	100.0%	7
Narrowing Teacher's Salary Gap	239,100	245,000	(5,900)	(2.4%)	
Reduction in System Admin & School Bd Gov'n	(3,805,000)	(3,805,000)	-	-	
SUBTOTAL OTHER PROVINCIAL SUPPORT	11,232,300	8,978,200	2,254,100	25.1%	
TOTAL PROVINCIAL OPERATIONAL FUNDING	839,440,400	827,692,400	11,748,000	1.4%	

Edmonton Public Schools
2014-2015 Fall Revised Revenue Budget - continued

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
CAPITAL AND IMR FUNDING					
Infrastructure Maintenance Renewal (IMR)	9,000,000	7,350,500	1,649,500	22.4%	8
Amortization of Capital Allocations and Expended Deferred Capital Revenue	31,433,100	31,796,400	(363,300)	(1.1%)	
SUBTOTAL CAPITAL	40,433,100	39,146,900	1,286,200	3.3%	
OTHER PROVINCIAL REVENUES					
Tuition Agreements	1,209,500	1,095,200	114,300	10.4%	9
Secondments - Provincial	3,561,300	3,582,200	(20,900)	(0.6%)	
Alberta Education Conditional Grants	647,100	586,100	61,000	10.4%	10
Alberta Teachers' Retirement Fund (ATRF)	55,166,400	54,075,000	1,091,400	2.0%	11
SUBTOTAL OTHER PROVINCIAL REVENUES	60,584,300	59,338,500	1,245,800	2.1%	
TOTAL GOVERNMENT OF ALBERTA	940,457,800	926,177,800	14,978,800	1.6%	
OTHER PROVINCIAL GRANTS	3,645,800	2,947,000	698,800	23.7%	12
FEDERAL GOVERNMENT AND FIRST NATIONS	1,971,500	2,267,600	(296,100)	(13.1%)	13
OTHER ALBERTA SCHOOL AUTHORITIES	647,900	616,200	31,700	5.1%	14
FEES					
School Fees - School Generated Funds	12,952,400	13,182,500	(230,100)	(1.7%)	
Transportation Fees	11,950,400	11,913,700	36,700	0.3%	
International Student Fees	5,265,000	5,625,000	(360,000)	(6.4%)	15
Metro Continuing Education Fees	922,100	908,500	13,600	1.5%	
Textbook Rental Fees	1,386,000	1,413,800	(27,800)	(2.0%)	
Music Instrument & Other Material Fees	241,900	229,000	12,900	5.6%	16
SUBTOTAL FEES	32,717,800	33,272,500	(554,700)	(1.7%)	
OTHER SALES AND SERVICES					
Sales and Services - Schools & Central DU's	5,321,400	4,841,100	480,300	9.9%	17
Other Sales and Services - School Generated Funds	4,877,800	5,617,700	(739,900)	(13.2%)	18
Secondments - Other Entities	1,400,000	1,429,700	(29,700)	(2.1%)	
Lunch Program Fees	4,390,800	4,136,100	254,700	6.2%	19
Adult Education	1,964,600	1,979,600	(15,000)	(0.8%)	
SUBTOTAL SALES AND SERVICES	17,954,600	18,004,200	(49,600)	(0.3%)	
INVESTMENT INCOME	1,000,000	500,000	500,000	100.0%	20
GIFTS AND DONATIONS					
School Gifts and Donations	6,367,300	5,360,400	1,006,900	18.8%	21
EPSB Foundation Support	459,100	461,300	(2,200)	(0.5%)	
SUBTOTAL GIFTS AND DONATIONS	6,826,400	5,821,700	1,004,700	17.3%	
FUNDRAISING - School Generated Funds	1,915,500	2,044,700	(129,200)	(6.3%)	22
RENTAL OF FACILITIES	4,291,300	3,729,200	562,100	15.1%	23
GAIN ON DISPOSAL OF CAPITAL ASSET	2,967,000	-	2,967,000	100.0%	24
TOTAL OPERATING REVENUE	\$1,014,395,600	\$ 995,380,900	\$ 19,014,700	1.9%	

**Notes to the
2014-2015 Fall Revised Revenue Budget**

Consistent with the Provincial requirements, unless otherwise noted, variance explanations have been provided for amounts where the fall revised budget differs from the approved budget by more than 5%.

1 Moving Forward with High School Redesign / Base Instruction Funding (Grades 10 to 12) / Special Ed Block / Tier 2, 3 & 4

The variances for these line items, reflect a change to the way funding is now recognized under the new Moving Forward with High School Redesign funding model for high school students (the pilot project was called High School Flex Funding). For 2014-2015, more than half of the District's high schools are participating under this program, where funding is provided based on that specific schools previous three year actual credits earned (from the period of 2009 to 2012). This credit average is also applied to students previously funded under the Special Education Block Fund. The net increase in funding (\$1.9 million or 1.3%) is due to an enrolment increase in high school students.

2 Base Instruction Metro (Grades 10 to 12)

The increase is directly attributed to a higher number of students registered in these courses.

3 Base Instruction Funding

The overall increase in base instruction funding is due to an increase in enrolment over projections of 1.0% (see Attachment II for additional enrolment details). The largest increase from the spring proposed enrolment, is in senior high (2.8%).

4 English as a Second Language (ESL)

This continues to be the area of highest enrolment growth for the District. As of September 30th the total number of students eligible for this funding increased to 17,585 from a spring projection of 16,148.

5 High Speed Networking

The increase is not due to an increase in funding but due to the recognition of previously deferred revenue which will be used in the current year to upgrade the service to all schools.

6 Regional Collaborative Service Delivery (RCSD)

A new funding model has been rolled out for RCSD for 2014-2015. Funding for RCSD comes from allocations previously provided for student health services, and children and youth with complex needs. The increase in funding relates to grants being provided directly to individual schools by Alberta Health Services which is above the amount already approved for the District.

7 Provincial School Lease Support

New provincial funding for the lease of privately owned facilities. This lease support funding will be reviewed by the Province after one year.

8 Infrastructure Maintenance Renewal (IMR)

The IMR calculation has been changed for 2014-2015 replacing FTE weighted enrolment with FTE funded enrolment. The total amount of IMR funding for the entire province was increased from \$77 million to \$100 million in the spring proposed budget (basically returning to prior levels of provincial support). New funding announced in the fall further increased the amount for the entire province to \$200 million. As a result, EPSB's share of the IMR funding has substantially increased and is now anticipated to be \$29 Million. Under the new Public Sector Accounting Standards (PSAS), IMR capital revenue has been reclassified to expended deferred capital reserve (EDCR) and is matched to the supported amortization expense. IMR projects will be spread over two years. An estimated \$15 million of project work will commence during the 2014-2015 school year. Under PSAS, approximately 60% (\$9 million) is recorded as an operating expense, and the remaining 40% balance (\$6 million) will be deferred to future capital expenditures.

9 Tuition Agreements

Includes a contract between the Alberta School for the Deaf (ASD) and Health Services (paid directly by Alberta Education) which has been updated based on the actual September 30th enrolment.

10 Alberta Education Conditional Grants

The increase reflects the recognition of revenue previously deferred, this will be distributed to the early learning classrooms for purchasing resources.

**Notes to the
2014-2015 Fall Revised Revenue Budget - continued**

11 Alberta Teachers' Retirement Fund (ATRF)

This amount represents a flow through of Teacher retirement benefits paid by the province on behalf of our teachers and matches the expenses from the province.

12 Other Provincial Grants

The increase over the approved budget relates to approval of other conditional grants that were uncertain in the spring. These grants include a Reach Grant, Community Helpers Grant, and completion of work related to an Infrastructure Study that was deferred from a previous year.

13 Federal Government and First Nations

The revenue is based on the September 30th number of non resident students in the District. The majority of these students are billed directly to the Enoch Cree Nation First Nations band and the remaining students are funded directly by the federal government and are included on the nominal role. This year there are 32 students from Enoch Cree Nation compared to 47 students last year.

14 Other Alberta School Authorities

Includes a slight increase in the amount of funding the District will receive from other school authorities.

15 International Student Fees

International students pay tuition and an application fee totalling \$11,250. In the spring, it was anticipated there would be 500 international students. As at September 30th, the district registered 468 students but anticipates receiving additional registrations during the year.

16 Music Instrument & Other Material Fees

The budget for these activities has slightly increased based on prior year actual results recognized in 2013-2014.

17 Sales and Services - Schools & Central DU's

The Fall Revised Budget includes higher anticipated society funding to support the alternative programs. This revenue is budgeted directly by schools and central decision units.

18 Other Sales and Services - School Generated Funds

School Generated Funds are funds raised in the community for student activities under the control and responsibility of school management. The funds are collected and retained for expenses at the school level. The decrease from the approved budget factors in actual results achieved in 2013-2014.

19 Lunch Program Fees

The increase is a reflection of a higher number of students enrolled at September 30th.

20 Investment Income

The increase in investment income is being driven by a higher ending cash balance at the end of August 2014 than originally anticipated.

21 School Gifts and Donations

This revenue line is an estimate of school generated donation activities. The increase is based on current trends in Parent Advisory Council (PAC) fundraising activities. These funds are restricted to support the activities and programs at the schools and are directly offset by related expenditures.

22 Fundraising - School Generated Funds

This amount has been decreased compared to the approved budget based on actual results reported for the year ended August 30, 2014.

23 Rental of Facilities

Reflects an increase in anticipated revenue from both the Alberta Government and Other Jurisdictions. It is expected that an additional \$250K will be received related to the reimbursement of costs incurred for the up-fit of the Fulton Place site.

24 Gain on Disposal of Capital Asset

Reflects the net gain on the anticipated sale of an unsupported tangible capital asset.

Edmonton Pubic Schools
September 30, 2014 Actual Enrolment vs 2014-2015 Projected Enrolment
Funded vs Other

Student Enrolment Enrolment by Division	2014-2015 September 30 Actual Enrolment	2014-2015 Projected Enrolment	Increase/ (Decrease) Enrolment	Variance %	2013-2014 September 30 Actual Enrolment
Funded Students:					
ECS	8,017	7,899	118	1.5%	7,807
Elementary	39,860	39,668	192	0.5%	37,668
Junior High	18,253	18,290	(37)	(0.2%)	17,753
Senior High	22,504	21,891	613.0	2.8%	22,369
Subtotal Funded Students	88,634	87,748	886	1.0%	85,597
Other :					
International Students	468	500	(32)	(6.4%)	382
Home Education	397	418	(21.0)	(5.0%)	398
Early Ed. - Headstart/community children	82	32	50	156.3%	88
Other/Non Resident/ Blended/Sponsorships	79	95	(16)	(16.3%)	89
Subtotal Other Students	1,026	1,045	(19)	(1.8%)	957
Total Student Enrolment	89,660	88,793	867	1.0%	86,554

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Total Allocations**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
Projected Revenue					
Operating Revenue	\$ 1,014,395,600	\$ 995,380,900	\$ 19,014,700	1.9%	
Operating Reserve Funds *	35,472,220	13,761,700	21,710,520	157.8%	*
Operating Revenue	<u>\$ 1,049,867,820</u>	<u>\$ 1,009,142,600</u>	<u>\$ 40,725,220</u>	<u>4.0%</u>	
School Allocations (Attachment IV)					
School Allocations Levels 1 to 8	\$ 545,444,844	\$ 543,948,356	\$ 1,496,488	0.3%	1
Other Supplemental School Allocations	154,066,654	151,952,393	2,114,261	1.4%	2
	<u>699,511,498</u>	<u>695,900,749</u>	<u>3,610,749</u>	<u>0.5%</u>	
School Generated Funds/External Revenues	36,724,406	35,737,645	986,761	2.8%	3
Subtotal School Allocations	<u>736,235,904</u>	<u>731,638,394</u>	<u>4,597,510</u>	<u>0.6%</u>	
Other Allocations (Attachment V)					
Metro Continuing Education	11,355,698	11,310,228	45,470	0.4%	
External Revenue Allocations - Central	13,040,867	11,502,025	1,538,842	13.4%	4
District Level Fixed Costs	72,520,036	68,610,136	3,909,900	5.7%	5
District Level Committed Costs	70,074,890	68,375,727	1,699,163	2.5%	5
	<u>166,991,491</u>	<u>159,798,116</u>	<u>7,193,375</u>	<u>4.5%</u>	
Central Decision Units	50,534,805	49,869,390	665,415	1.3%	
Subtotal Other Allocations	<u>217,526,296</u>	<u>209,667,506</u>	<u>7,858,790</u>	<u>3.7%</u>	
Alberta Teachers' Retirement Fund (ATRF)	<u>55,166,400</u>	<u>54,075,000</u>	<u>1,091,400</u>	<u>2.0%</u>	6
Total Allocations	<u>1,008,928,600</u>	<u>995,380,900</u>	<u>13,547,700</u>	<u>1.4%</u>	
Planned Use of Reserves *	35,472,220	13,761,700	21,710,520	157.8%	*
Budgeted Disposal of Asset **	2,967,000	-	2,967,000	100.0%	**
District Unallocated Funds ***	2,500,000	-	2,500,000	100.0%	***
Total Budget	<u>\$ 1,049,867,820</u>	<u>\$ 1,009,142,600</u>	<u>\$ 40,725,220</u>	<u>4.0%</u>	

* The 2014-2015 Budget anticipates the use of \$35.5 Million of surplus funds (budgeted by individual schools and central decision units).

** Reflects the anticipated gain on sale of an unsupported tangible capital asset.

As a result of increased enrolment compared to the spring projected enrolment, \$2.5 million was unallocated during the

*** fall budget process. These funds will now be directed to support ESL students and will be allocated out to schools in the form of a budget amendment.

**Notes to the
2014-2015 Fall Revised Budget
Total Allocations**

Consistent with the Provincial requirements, unless otherwise noted, variance explanations have been provided for amounts where the fall revised budget differs from the approved budget by more than 5%.

1 School Allocations Levels 1 to 8

In the fall, school allocations are based on the September 30th count, whereas in the spring the allocations are based on enrolment projections which predict the number of students at each grade level and the number of students with special needs. For 2014-2015, there have been no changes to the per student allocation rates. These allocations are further detailed on attachment IV.

2 Other Supplemental School Allocations

Included in this category of school allocations are new allocations for 2014-2015 including the Equity Fund, Enhanced Support for Schools, amiskwacy Academy base rent, and Security Upgrades for Elementary Schools. These allocations are further detailed on attachment IV.

3 School Generated Funds/External Revenues

School generated funds are funds raised in the community for expenses at the school level. School external revenues include board approved textbook rental fees, lunch program fees, grants, as well as school lease rentals. Schools typically budget conservatively in the spring and update the figures based on the most recent year end actual results.

4 External Revenue Allocations - Central

Reflects an increase in anticipated lease revenue from both the Alberta Government and Other Jurisdictions as well as recovery of costs related to Fulton Place. Human Resources is also anticipating a certificate of recognition (COR) rebate from WCB for the lowering of our WCB incident rate.

5 District Level Fixed / District Level Committed Costs

These allocations have been updated to reflect the anticipated fixed and committed costs for 2014-2015. Additional details on these costs have been included in attachment V.

6 Alberta Teachers' Retirement Fund (ATRF)

This amount represents a flow through of teacher retirement benefits paid by the Province on behalf of our teachers and matches the revenue from the Province.

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Direct School Allocations**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
School Allocations					
Kindergarten (1/2 day)	\$ 16,196,380	\$ 15,735,735	\$ 460,645	2.9%	
Kindergarten (full day)	3,665,910	3,606,880	59,030	1.6%	
Elementary	189,100,983	189,450,306	(349,323)	(0.2%)	
Junior High	81,249,319	81,358,787	(109,468)	(0.1%)	
Senior High	101,738,870	99,114,089	2,624,781	2.6%	
Senior High Credit Adjustment	2,000,000	2,000,000	-	-	
International Students	3,051,930	3,701,500	(649,570)	(17.5%)	1
Special Needs Levels 4 - 8	107,574,698	109,487,447	(1,912,749)	(1.7%)	
Institutions, ASD & Early Education (PUF) Allocations	40,866,754	39,493,612	1,373,142	3.5%	
Subtotal School Allocations	545,444,844	543,948,356	1,496,488	0.3%	2
Other Supplemental School Allocations					
Base Allocation	48,660,835	49,018,265	(357,430)	(0.7%)	
Class Size Funding	35,474,000	35,473,998	2	0.0%	
Plant Operation & Maintenance - Schools	18,248,755	17,361,108	887,647	5.1%	3
Inclusive Learning - Early Education	15,402,048	15,374,836	27,212	0.2%	
* First Nations, Metis and Inuit Education (FNMI)	7,112,181	7,107,050	5,131	0.1%	*
* Program Enhancement Allocations	8,732,522	7,584,410	1,148,112	15.1%	* 4
* Other Miscellaneous Allocations	1,313,649	1,384,606	(70,957)	(5.1%)	* 5
Equity Fund	4,800,000	4,800,000	-	-	
High Social Vulnerability	4,000,000	4,000,000	-	-	
Regional Collaborative Service Delivery (RCSD)	3,561,841	3,069,154	492,687	16.1%	6
Enhanced Support for Schools	1,818,680	1,818,680	-	-	
Facility Use Payments - Christian Schools	1,346,792	1,346,792	-	-	
amiskwaciy Base Rent	1,125,652	1,125,652	-	-	
Security Cameras for Elementary	750,000	750,000	-	-	
Argyll Reach Out Support	400,000	400,000	-	-	
Foundation Full Day Kindergarten Funding	459,071	461,300	(2,229)	(0.5%)	
Community Use of Schools	482,790	498,704	(15,914)	(3.2%)	
Outreach Program	377,838	377,838	-	-	
Subtotal Other Supplemental School Allocations	154,066,654	151,952,393	2,114,261	1.4%	
Subtotal School and Other Supplemental Allocations	699,511,498	695,900,749	3,610,749	0.5%	
School Generated Funds/External Revenues	36,724,406	35,737,645	986,761	2.8%	
Total Direct School Allocations	\$ 736,235,904	\$ 731,638,394	\$ 4,597,510	0.6%	

* See Attachment IV^A - for a detailed breakdown of this line item.

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Direct School Allocations
Detailed Breakdown - Other Supplemental School Allocations**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
First Nations, Metis and Inuit Education (FNMI)					
FNMI Per Student	\$ 6,721,181	\$ 6,716,050	\$ 5,131	0.1%	
Transportation to Awasis Program	391,000	391,000	-	-	
	\$ 7,112,181	\$ 7,107,050	\$ 5,131	0.1%	

FNMI Funding is based on the number of self identified students projected at September 30th. Out of the total amount received (\$8.8 Million), \$7.1 Million is allocated directed to schools and \$1.7 Million is allocated to a central decision unit to support FNMI education.

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
Program Enhancement Allocations					
New to District	\$ 4,000,000	\$ 3,500,000	\$ 500,000	14.3%	
Guaranteed Enrolment	2,478,667	2,421,281	57,386	2.4%	
Outreach Directed Placement	1,333,880	801,667	532,213	66.4%	
Transfers from Institutions	350,000	350,000	-	-	
Establishment Facility Grant	347,822	396,462	(48,640)	(12.3%)	
Establishment Program Grant	222,153	115,000	107,153	93.2%	
	\$ 8,732,522	\$ 7,584,410	\$ 1,148,112	15.1%	4
Other Miscellaneous Allocations					
Addition to Basic	\$ 1,020,153	\$ 1,091,110	\$ (70,957)	(6.5%)	
Facility Allocations	293,496	293,496	-	-	
	\$ 1,313,649	\$ 1,384,606	\$ (70,957)	(5.1%)	5

**Notes to the
2014-2015 Fall Revised Budget
Direct School Allocations**

Consistent with the Provincial requirements, variance explanations have been provided for amounts where the fall revised budget differs from the approved budget by more than 5%.

1 International Students

The number of international students continues to increase, in the fall of 2013 there were 382 students, in the spring 500 students were anticipated for 2014-2015. The actual number of students at September 30, 2014 was 468, however additional students are anticipated to register during the year.

2 School Allocations

School Allocations for the spring approved budget are based on enrolment projections which predict the number of students at each grade level and the number of students with special needs. The fall revised budget is based on an actual headcount at September 30th. It is expected that there will be differences in the composition of students between the spring approved and the fall revised Budgets. In total, the School Allocation variance of 0.3% is reasonable and consistent with the overall enrolment increase of 1.0%.

3 Plant Operation & Maintenance - Schools

The total amount of anticipated Plant Operation and Maintenance funding has increased. The total amount of funding is allocated between central decision units and schools. This line item reflects the increase in the amount being allocated to schools.

4 Program Enhancement Allocations

New to District

This allocation is held centrally and allocated to schools during the year to support students arriving after September 30th. The increase in the allocation is in anticipation of ongoing growth for Edmonton during the school year.

Outreach Directed Placement

This allocation is provided to the Outreach and New Directions sites to cover fixed and committed costs in order to support high risk students that have been directed by the District.

Establishment Facility Grant

This allocation provides financial support to physically accommodate students in schools identified for new alternative and special education programs. The annual amount of the allocation is \$150,000 which is then added onto any prior approved/deferred amounts. The decrease from the spring budget is due to prior approved projects being completed during the 2013-2014 school year.

Establishment Program Grant

This allocation provides financial support in terms of start up costs associated with the implementation of new programs. The annual amount of the allocation is \$100,000 which is then added onto any prior approved/deferred amounts. The increase from the spring budget is due to an increase in approved projects for the 2014-2015 school year.

5 Other Miscellaneous Allocations

Addition to Basic

This allocation is for schools with unique situations that require additional funds for instructional and/or operational purposes. This allocation is analysed and adjusted every budget cycle.

6 Regional Collaborative Service Delivery (RCSD)

A new funding model has been rolled out for RCSD for 2014-2015. Funding for RCSD comes from allocations previously provided for student health services and children and youth with complex needs. The increase in funding relates to grants being provided directly to individual schools by Alberta Health Services which was above the amount already approved for the District.

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Other Allocations**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
District Level Fixed Costs					
Debt and Fiscal Services	\$ 48,238,136	\$ 44,318,636	\$ 3,919,500	8.8%	1
Utilities	18,200,000	18,200,000	-	-	
Insurance	3,595,000	3,595,000	-	-	
High Speed Networking	2,486,900	2,496,500	(9,600)	(0.4%)	
	72,520,036	68,610,136	3,909,900	5.7%	
District Level Committed Costs					
Student Transportation	35,246,201	34,575,251	670,950	1.9%	
School Plant Operations & Maintenance	13,716,486	13,332,520	383,966	2.9%	
Human Resources Supply Services	10,714,770	10,714,770	-	-	
* Language and Cultural Support	4,528,689	4,403,008	125,681	2.9%	*
Enhanced Support for District Plan/Project Fund	1,141,000	1,140,809	191	0.0%	
Enterprise Systems	1,433,127	1,240,752	192,375	15.5%	2
Professional Improvement Leaves	1,340,000	1,340,000	-	-	
Staff Development	500,000	500,000	-	-	
* Partnership Commitments	369,000	369,000	-	-	*
Human Resources Secondments	232,917	232,917	-	-	
Audit	111,200	111,200	-	-	
EduLink	43,000	43,000	-	-	
Election	315,000	315,000	-	-	
District Awards	55,000	-	55,000	100.0%	3
Survey	271,000	-	271,000	100.0%	4
Board Initiative Fund	45,000	45,000	-	-	
Trustee Transition Allowance	12,500	12,500	-	-	
	70,074,890	68,375,727	1,699,163	2.5%	
External Revenue Allocation	13,040,867	11,502,025	1,538,842	13.4%	5
Metro Continuing Education	11,355,698	11,310,228	45,470	0.4%	
	24,396,565	22,812,253	1,584,312	6.9%	
Central Decision Units					
** Board and Office of the Superintendent	6,959,642	6,838,840	120,802	1.8%	**
** Corporate Services	19,383,611	18,913,132	470,479	2.5%	**
** Finance and Infrastructure	12,780,730	12,706,596	74,134	0.6%	**
Inclusive Learning	5,506,066	5,506,066	-	-	
Archives and Museum	468,427	468,427	-	-	
International Programs	1,005,000	1,005,000	-	-	
Curriculum and Resource Support	2,384,165	2,384,165	-	-	
Research and Innovation for Student Learning	1,276,738	1,276,738	-	-	
Student Information	770,426	770,426	-	-	
Central Decision Units	50,534,805	49,869,390	665,415	1.3%	
Total	\$ 217,526,296	\$ 209,667,506	\$ 7,858,790	3.7%	

* See Attachment V^A - for a detailed breakdown of this line item.

** See Attachment V^B - for a detailed breakdown of this line item.

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Other Allocations
Detailed Breakdown - District Level Committed Costs**

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
Language and Cultural Support					
FNMI Education	\$ 1,649,350	\$ 1,759,350	\$ (110,000)	(6.3%)	6
Diversity Education	1,322,899	1,087,218	235,681	21.7%	7
Cluster Support for ELL	608,227	608,227	-	-	
Languages Centre at Woodcroft	948,213	948,213	-	-	
	\$ 4,528,689	\$ 4,403,008	\$ 125,681	2.9%	
Partnership Commitments					
Partnership for Kids	\$ 170,000	\$ 170,000	-	-	
Confucius Institute - prog. coordinator	140,000	140,000	-	-	
Cappies	20,000	20,000	-	-	
Community University Partnerships	10,000	10,000	-	-	
Careers: The Next Generation	10,000	10,000	-	-	
United Way	9,000	9,000	-	-	
Welcome to Kindergarten	5,000	5,000	-	-	
Corporate Challenge	5,000	5,000	-	-	
	\$ 369,000	\$ 369,000	\$ -	-	

Edmonton Public Schools
2014-2015 Fall Revised Budget
Other Allocations
Detailed Breakdown - Central Decision Units

	2014-2015 Revised Budget	2014-2015 Approved Budget	Variance \$	Variance %	Notes
Board and Office of the Superintendent					
Board of Trustees	\$ 859,890	\$ 804,890	\$ 55,000	6.8%	8
Office of the Superintendent of Schools	1,312,088	1,312,088	-	-	
Governance and Strategic Support Serv.	1,422,080	1,411,976	10,104	0.7%	
District Support Services	1,547,396	1,491,698	55,698	3.7%	
General Counsel	472,184	472,184	-	-	
School Leadership Group A	336,501	336,501	-	-	
School Leadership Group B	336,501	336,501	-	-	
School Leadership Group C	336,501	336,501	-	-	
School Leadership Group D	336,501	336,501	-	-	
	<u>\$ 6,959,642</u>	<u>\$ 6,838,840</u>	<u>\$ 120,802</u>	<u>1.8%</u>	
Corporate Services					
Communications	\$ 2,398,339	\$ 2,398,339	\$ -	-	
District Information Security	466,667	406,667	60,000	14.8%	9
District Records and FOIP Management	607,780	607,780	-	-	
District Technology	6,792,969	6,473,149	319,820	4.9%	
Edmonton Public Schools Foundation	400,000	400,000	-	-	
Human Resources	8,717,856	8,627,197	90,659	1.1%	
	<u>\$ 19,383,611</u>	<u>\$ 18,913,132</u>	<u>\$ 470,479</u>	<u>2.5%</u>	
Finance and Infrastructure					
Facilities Services & Building Ops	\$ 4,455,202	\$ 4,370,193	\$ 85,009	1.9%	
Financial Services	5,488,794	5,488,794	-	-	
Planning & Property Management	2,836,734	2,847,609	(10,875)	(0.4%)	
	<u>\$ 12,780,730</u>	<u>\$ 12,706,596</u>	<u>\$ 74,134</u>	<u>0.6%</u>	

**Notes to the
2014-2015 Fall Revised Budget
Other Allocations**

Consistent with the Provincial requirements, unless otherwise noted, variance explanations have been provided for amounts where the fall revised budget differs from the approved budget by more than 5%.

1 Debt and Fiscal Services

This decision unit is responsible for supported debenture and principal repayments and interest costs, and the amortization costs for all District capital assets, e.g. buildings, furniture and equipment, and vehicles. The increase results from an increase in the Infrastructure Maintenance Renewal (IMR) funding being received by the District and the amount of capital project expenditures.

2 Enterprise Systems

This decision unit is responsible for our main district enterprise information systems license and maintenance fees including Financial (Oracle business suite), Human Resources (Peoplesoft) and Student information (Powerschool) as well as other feeder systems. The increase represents a transfer of allocated funds from the District Technology unit for Discovery Education license fees.

3 District Awards

A new allocation has been created to offset the costs of the District Awards which was previously covered by a decision unit's base allocation.

4 Survey

A new allocation has been created to offset the costs of district surveys and the development of district metrics required to support the District's strategic plan.

5 External Revenue Allocation

Reflects an increase in anticipated lease revenue from both the Alberta Government and Other Jurisdictions as well as recovery of costs related to Fulton Place. Human Resources is also anticipating a certificate of recognition (COR) rebate from WCB for lowering of our WCB incident rate.

6 FNMI Education

In the spring, the budget included the hiring of four FNMI consultants, the number of anticipated hires has now been reduced and a portion of these funds has been transferred directly to amiskwacy academy.

7 Diversity Education

Previously the FNMI and Diversity units were combined into a single decision unit. These have now been separated which requires 'one time' additional top up funding for this transition period.

8 Board of Trustees

An increase in the allocation was required in order to offset an increase in Alberta School Board Association (ASBA) fees.

9 District Information Security

Additional 'one time' top up funding was required to offset the purchase of new required software.

**Edmonton Public Schools
2014-2015 Fall Revised Budget
Staff FTE's**

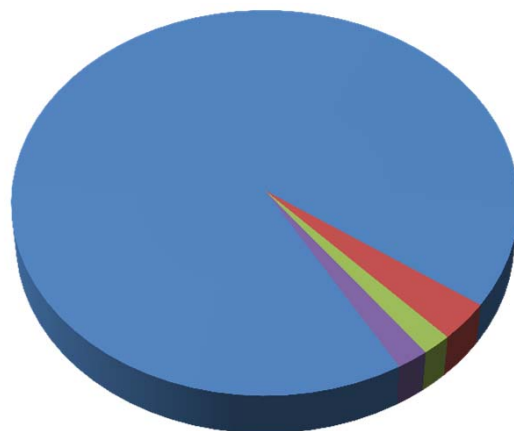
Staffing Group	2014-2015 Revised Budget		2014-2015 Approved Budget		NET CHANGE 2014-2015 Revised vs Approved
		%		%	
Schools					
Teaching FTE	4,460.59	65%	4,364.54	64%	96.050
Support FTE	1,744.82	25%	1,803.89	26%	(59.070)
Custodial FTE	560.38	8%	557.81	8%	2.566
Exempt FTE	138.19	2%	134.83	2%	3.360
Total Schools FTE	6,903.98	100%	6,861.07	100%	42.906
Central Services					
Teaching FTE	160.01	14%	156.63	15%	3.380
Support FTE	300.42	27%	260.23	25%	40.192
Custodial FTE	64.00	6%	65.00	6%	(1.000)
Maintenance FTE	205.00	18%	180.00	17%	25.000
Exempt FTE	402.77	36%	387.91	37%	14.860
Total Central Services FTE	1,132.20	100%	1,049.77	100%	82.432
Metro Continuing Education					
Teaching FTE	4.40	12%	4.40	12%	-
Support FTE	19.63	52%	20.33	55%	(0.699)
Custodial FTE	1.69	5%	1.69	5%	0.002
Exempt FTE	11.75	31%	10.55	29%	1.200
Total Metro Cont. Ed. FTE	37.47	100%	36.97	100%	0.503
Total FTE's	8,073.65		7,947.81		125.841
Total by Group					
Teaching FTE	4,625.00	57%	4,525.57	57%	99.430
Support FTE	2,064.87	26%	2,084.45	26%	(19.577)
Custodial FTE	626.07	8%	624.50	8%	1.568
Maintenance FTE	205.00	3%	180.00	2%	25.000
Exempt FTE	552.71	7%	533.29	7%	19.420
Total FTE's	8,073.65	100%	7,947.81	100%	125.841

Edmonton Public Schools 2014-2015 Fall Revised Budget Revenue & Expense Analysis

Revenue by source

(all dollar amounts are expressed in thousands)

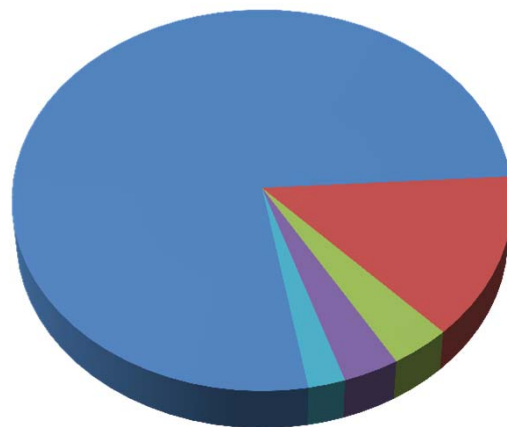
	2014-2015	
	\$	%
Government of Alberta	944,104	93.1%
Fees	32,718	3.2%
Sales and Services	17,955	1.8%
Other	19,619	1.9%
	<u>1,014,396</u>	<u>100.0%</u>



Expenses by block

(all dollar amounts are expressed in thousands)

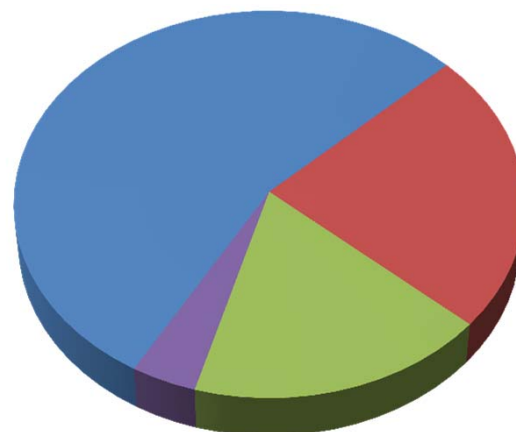
	2014-2015	
	\$	%
ECS - Grade 12 Instruction	804,103	76.8%
Plant Operations and Maintenance	144,831	13.8%
Transportation	38,451	3.7%
Board and System Administration	35,836	3.4%
External Services	23,679	2.3%
	<u>1,046,900</u>	<u>100.0%</u>



Expenses by object

(all dollar amounts are expressed in thousands)

	2014-2015	
	\$	%
Certificated salaries, wages and benefits expense	571,944	54.6%
Non-certificated salaries, wages and benefits expense	245,640	23.5%
Services, contracts and supplies expense	188,297	18.0%
Amortization & other expenses	41,019	3.9%
	<u>1,046,900</u>	<u>100.0%</u>



3020 Edmonton School District No. 7				
School Jurisdiction Code and Name				
FALL 2014 UPDATE TO THE 2014/2015 BUDGET				
	Fall 2014 Update to the Budget 2014/2015	Spring 2014 Budget Report 2014/2015	Variance	% Variance
OPERATIONS (SUMMARY)				
Revenues				
Alberta Education	\$940,457,800	\$926,177,800	\$14,280,000	1.5%
Other - Government of Alberta	\$3,645,800	\$2,947,000	\$698,800	23.7%
Federal Government and First Nations	\$1,971,500	\$2,267,600	(\$296,100)	-13.1%
Other Alberta school authorities	\$647,900	\$616,200	\$31,700	5.1%
Out of province authorities	\$0	\$0	\$0	0.0%
Alberta Municipalities - special tax levies	\$0	\$0	\$0	0.0%
Property taxes	\$0	\$0	\$0	0.0%
Fees	\$32,717,800	\$33,272,500	(\$554,700)	-1.7%
Other sales and services	\$17,954,600	\$18,004,200	(\$49,600)	-0.3%
Investment income	\$1,000,000	\$500,000	\$500,000	100.0%
Gifts and donation	\$6,826,400	\$5,821,700	\$1,004,700	17.3%
Rental of facilities	\$4,291,300	\$3,729,200	\$562,100	15.1%
Fundraising	\$1,915,500	\$2,044,700	(\$129,200)	-6.3%
Gain on disposal of capital assets	\$2,967,000	\$0	\$2,967,000	100.0%
Other revenue	\$0	\$0	\$0	0.0%
Total revenues	\$1,014,395,600	\$995,380,900	\$19,014,700	1.9%
Expenses By Program				
Instruction (ECS - Grade 12)	\$804,103,235	\$786,771,289	\$17,331,946	2.2%
Plant operations and maintenance	\$144,830,892	\$128,690,468	\$16,140,424	12.5%
Transportation	\$38,451,136	\$38,156,036	\$295,100	0.8%
Board & system administration	\$35,836,436	\$32,147,858	\$3,688,578	11.5%
External services	\$23,679,121	\$23,376,949	\$302,172	1.3%
Total expenses	\$1,046,900,820	\$1,009,142,600	\$37,758,220	3.7%
<i>Operating Surplus (Deficit)</i>	<i>(\$32,505,220)</i>	<i>(\$13,761,700)</i>	<i>(\$18,743,520)</i>	<i>136.2%</i>
Accumulated Surplus from Operations (Projected)				
Accumulated Surplus from Operations - Aug.31, 2014	\$67,426,038	\$29,503,404	\$37,922,634	128.5%
Accumulated Surplus from Operations - Aug.31, 2015	\$35,235,135	\$17,430,872	\$17,804,263	102.1%
Expenses by Object				
Certificated salaries & wages	\$457,142,982	\$445,066,132	\$12,076,850	2.7%
Certificated benefits	\$114,801,496	\$112,133,312	\$2,668,184	2.4%
Non-certificated salaries & wages	\$194,761,277	\$189,841,862	\$4,919,415	2.6%
Non-certificated benefits	\$50,879,318	\$49,765,596	\$1,113,722	2.2%
Services, contracts and supplies	\$188,296,838	\$170,575,474	\$17,721,364	10.4%
Amortization expense	\$40,352,924	\$41,124,643	(\$771,719)	-1.9%
Interest on capital debt	\$450,818	\$450,818	\$0	0.0%
Other interest and finance charges	\$215,167	\$184,763	\$30,404	16.5%
Losses on disposal of tangible capital assets	\$0	\$0	\$0	0.0%
Other expenses	\$0	\$0	\$0	0.0%
Total Expenses	\$1,046,900,820	\$1,009,142,600	\$37,758,220	3.7%
Certificated Staff FTE's				
School based	4,477.1	4,364.5	112.6	2.6%
Non-school based	147.9	161.0	(13.1)	-8.2%
<i>Total Certificated Staff FTE's</i>	<i>4,625.0</i>	<i>4,525.6</i>	<i>99.4</i>	<i>2.2%</i>
Non-Certificated Staff FTE's				
Instructional	2,124.6	2,145.3	(20.7)	-1.0%
Non-instructional	1,324.0	1,276.9	47.1	3.7%
<i>Total Non-Certificated Staff FTE's</i>	<i>3,448.6</i>	<i>3,422.3</i>	<i>26.4</i>	<i>0.8%</i>
Eligible Funded Students				
Early childhood services (ECS headcount)	8,017.0	7,899.0	118.0	1.5%
Grades 1 to 9 (headcount)	58,113.0	57,957.0	156.0	0.3%
Grade 10 to 12 (FTE)	22,504.0	21,891.0	613.0	2.8%
Total Eligible Funded Students	88,634.0	87,747.0	887.0	1.0%
Attestation of Secretary-Treasurer/Treasurer:				
This information was formally received by the Board of Trustees at the meeting held on :				November 25, 2014

**Please complete the attached Comment Sheet to provide information regarding any material (>5% for revenues & expenses, or >3% for staffing & enrolment) changes from the May Budget to the Fall forecast as identified in yellow above as well as any other pertinent information.

3020 Edmonton School District No. 7

School Jurisdiction Code and Name

FALL 2014 UPDATE TO THE 2014/2015 BUDGET

Comments/Explanations of changes from original Spring 2014/2015 Budget Report:

Explain any changes in revenue items >5% (any highlighted items in cells S10-S24):

Other Provincial Grants - The increase over the proposed budget relates to approval of other conditional grants that were uncertain in the spring. These grants include a Reach Grant, Community Helpers Grant, and completion of work related to an Infrastructure Study that was deferred from a previous year.

Federal Government and First Nations - The revenue is based on the September 30th number of non resident students in the district. The majority of these students are billed directly to the Enoch Cree Nation First Nations band and the remaining students are funded directly by the federal government and are included on the nominal role. This year there are 32 students from Enoch Cree Nation compared to 47 students last year.

Other Alberta School Authorities - Includes a slight increase in the amount of funding the District will receive from other school authorities.

Investment income - Increase due to higher cash balances

School Gifts and Donations - This revenue line is an estimate of school generated donation activities. The increase is based on current trends in Parent Advisory Council (PAC) fundraising activities. These funds are restricted to support the activities and programs at the schools and are directly offset by related expenditures.

Rental of Facilities - Reflects an increase in anticipated revenue from both the Alberta Government and Other Jurisdictions. It is expected that an additional \$250K will be received related to the reimbursement of costs incurred for the up-fit of the Fulton Place site.

Fundraising - School Generated Funds - This amount has been decreased compared to the Spring Proposed figure based on actual results reported for the year ended August 31, 2014.

Gain on disposal of capital assets - due to pending sale of an unsupported tangible capital asset

Explain any changes in program expenses >5% (any highlighted items in cells S27-S31):

Plant operations and maintenance - Increase due to higher IMR expense (\$2M more), and higher maintenance costs being incurred as a result of the increased PO&M revenue. The fall budget has also seen a \$5M reclassification increasing PO&M and decreasing Instruction.

Board & system administration has increased due to reclassifications of expenses from Instruction of \$2M.

Explain any changes in expenses by object >5% (any highlighted items in cells S40-S49)

Services, contracts and supplies Increase due to higher amounts being budgeted in this area -- IMR expenditures and maintenance costs are higher than planned in spring.

Other interest and finance charges - Increase of \$27K in bad debts expense .

Explain change in total certificated staff >3% (if cell S55 highlighted):

Explain change in total non-certificated staff >3% (if cell S60 highlighted):

Explain change in enrolment >3% (if cell S66 highlighted):

Attestation of Secretary-Treasurer/Treasurer:

This information was formally received by the Board of Trustees at the meeting held on :

November 25, 2014