

BUDGET REPORT

FOR THE YEAR ENDING AUGUST 31, 2014

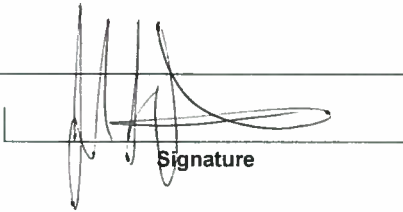


[School Act, Sections 147(2)(b) and 276]

Grande Yellowhead Public School Division No. 77

Legal Name of School Jurisdiction

Telephone: 780-723-4471 Facsimile: 780-723-2414

Telephone and Fax Numbers

Mr. J. Stitzenberger Name	BOARD CHAIR	 Signature
Mr. C. Gray Name	SUPERINTENDENT	 Signature
Mr. E. Latka Name	SECRETARY TREASURER	 Signature

Certified An accurate summary of the year's budget approved by the Board of Trustees at its meeting held 2013/06/19
Date

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Color coded cells:

blue cells: require the input of data/descriptors wherever applicable.	Grey cells: data not applicable - protected
salmon cells: contain referenced juris. information - protected	white cells: within text boxes REQUIRE the input of points and data.

HIGHLIGHTS, PLANS, ASSUMPTIONS AND RISKS SUMMARY- 2013/2014 BUDGET REPORT

The following were presented to the Board and approved as underlying the budget. These key points and assumptions used in development of the budget take into consideration the economic environment of the jurisdiction, focus on anticipated changes from current year, and are realistic and consistent with the three year Education Plan. At a minimum, they disclose key budget assumptions, financial & business risks, and specific strategies explaining how this budget will support the jurisdiction's plans.

Budget Highlights, Plans & Assumptions:

- Standard cost of certificated staff is \$101,400, support staff is \$30.53 per hour.
- Wage and salary increases based on Memorandum of Agreement and Framework Agreement.
- \$200,000 in annual school maintenance, eliminated from PO&M budget as cost reduction measure to balance budget.
- Capital purchases include: replacement of 4 buses, as per schedule of replacement; computer/server replacement in 3 schools
- No increase in Instructional Materials Fees or Transportation Fees.
- The Budget figures for 2013 - 2104 include provisions for the employer's portion of contributions to the Alberta Teacher's Retirement Fund. This is estimated to be \$2,680,546. This has been included as a Government of Alberta Revenue, as well as a benefit expense for certificated staff.

Significant Business and Financial Risks:

- Three years of Grant increases announced, reduces uncertainty for future planning.
- Collective agreement for 2013 - 2014 not yet ratified with support staff union.
- Collective agreement for 2013 - 2014 with Alberta Teachers Association not yet finalized, although salary increases have been legislated.
- Possible decreases in provincial transportation support in Hinton, due to increased population.
- Attracting and retaining staff including availability of housing for staff in "special" areas: Jasper, Grande Cache.
- Ensuring sustainability in programs and operations.
- The dynamic nature of GYPSD communities, industry instability related to national and international oil/gas and coal markets, and factors challenging agricultural markets greatly affect our ability to predict the stability and sustainability of educational and instructional needs of students.
- Enrolment Disparity becoming zone specific within GYPSD where there is a loss of students and related funds in one zone, and in another a possible maintenance and/or gain in both students and funding.
- Small Rural Schools (by necessity): Funding is critical in sustaining the cost of educational programs in such circumstances.
- High School completion rates need to be measured in reference to programs completed, not simply a "diploma". Programs completed by non-academic students need to be acknowledged and recognized. Such programs are high cost in nature and require an evergreening funding process for equipment replacement e.g. technology, CTS, etc.
- Competition/Choice: the promotion of choice "at all costs" is a significant issue in low populated rural areas with a limited student population.
- Matching grant rate increases to grid increases, although helpful, does not adjust for movement on the grid.
- PO&M funding formulae require continued review and extension to support non-school/maintenance facilities.
- Reduced PO&M and IMR funding, will increase the deferred maintenance issues.
- There is an overall lack of available Community Services and an inequity in access of services. Community Services appear to have reduced staff, vacant positions, and services for Special Needs students reduced and/or not available.
- Parameters of Regional Collaborative Service Delivery model are still uncertain, and outcomes may effect current services provided.

BUDGETED STATEMENT OF OPERATIONS
for the Year Ending August 31

	Approved Budget 2013/2014	Final Approved Budget 2012/2013	Actual 2011/2012
REVENUES			
Government of Alberta	\$55,762,249	\$55,720,320	\$55,470,382
Federal Government and/or First Nations	\$101,260	\$92,500	\$30,262
Other Alberta school authorities		\$75,295	\$41,837
Out of province authorities			
Alberta Municipalities-special tax levies	\$9,043	\$9,043	
Fees	\$914,240	\$927,384	\$985,617
Other sales and services	\$47,250	\$47,250	\$259,760
Investment income	\$110,000	\$0	\$131,239
Gifts and donations	\$362,848	\$362,848	\$390,283
Fundraising	\$975,684	\$975,684	\$1,055,620
Rental of facilities	\$41,572	\$41,572	\$10,672
Gain on disposal of capital assets			\$19,358
Amortization of capital allocations	\$1,467,608	\$1,467,608	\$1,478,466
Other revenue	\$7,368	\$7,368	\$23,540
TOTAL REVENUES	\$59,799,122	\$59,726,872	\$59,897,036
EXPENSES			
ECS - Grade 12 Instruction	\$47,424,191	\$46,035,018	\$45,512,200
Operations & Maintenance of Schools and Maintenance Shops	\$7,100,945	\$7,552,865	\$7,331,670
Transportation	\$4,154,599	\$3,949,115	\$3,866,189
Board & System Administration	\$2,697,820	\$2,709,308	\$2,392,960
External Services	\$93,190	\$8,449	\$78,847
TOTAL EXPENSES	\$61,470,745	\$60,254,755	\$59,181,866
ANNUAL SURPLUS (DEFICIT)	(\$1,671,623)	(\$527,883)	\$715,170

BUDGETED ALLOCATION OF EXPENSES (BY OBJECT)
for the Year Ending August 31

	Approved Budget 2013/2014	Final Approved Budget 2012/2013	Actual 2010/2011
EXPENSES			
Certificated salaries	\$26,985,669	\$26,540,061	\$25,352,370
Certificated benefits	\$5,245,752	\$5,599,953	\$5,212,090
Non-certificated salaries and wages	\$9,580,641	\$9,413,964	\$9,649,093
Non-certificated benefits	\$2,653,522	\$2,447,631	\$2,449,105
Services, contracts, and supplies	\$14,668,737	\$13,765,193	\$13,550,758
Capital and debt services			
Amortization of capital assets			
supported	\$1,467,608	\$1,467,608	\$1,478,466
unsupported	\$838,564	\$998,107	\$1,453,487
Interest on capital debt			
supported	\$5,687	\$18,006	\$31,248
unsupported	\$3,049	\$3,667	\$4,273
Other interest charges	\$565	\$565	\$976
Loss on disposal of capital assets			
Other expense			
TOTAL EXPENSES	\$61,449,794	\$60,254,755	\$59,181,866

PROJECTED STATEMENT OF CHANGES IN NET ASSETS (SUMMARY)
for the Year Ending August 31

	(1)	(2)	(3)	(4)	(5)	(6)
	TOTAL NET ASSETS (2+3+6)	INVESTMENT IN CAPITAL ASSETS	ACCUMULATED OPERATING SURPLUS (4+5)	UNRESTRICTED NET ASSETS	INTERNALLY RESTRICTED NET ASSETS	
					OPERATING RESERVES	CAPITAL RESERVES
Actual balances per AFS at August 31, 2012	\$17,890,629	\$7,542,761	\$7,363,110	\$2,927,352	\$4,435,758	\$2,984,758
2012/2013 Estimated impact to net assets for:						
Estimated surplus(deficit)	(\$1,527,883)			(\$1,527,883)		
Estimated Board funded capital asset additions		\$775,000			(\$500,000)	(\$275,000)
Estimated Amortization of capital assets (expense)		(\$2,465,715)		\$2,465,715		
Estimated Amortization of capital allocations (revenue)		\$1,467,608		(\$1,467,608)		
Estimated Unsupported debt principal repayment		\$20,333		(\$20,333)		
Estimated reserve transfers (net)				(\$1,269,554)	\$343,368	\$926,186
Estimated Assumptions/Transfers of Operations	\$0	\$0	\$0	\$0	\$0	\$0
Estimated Balances for August 31, 2013	\$16,362,746	\$7,339,987	\$5,386,815	\$1,107,689	\$4,279,126	\$3,635,944
2013/2014 Budget projections for:						
Budgeted surplus(deficit)	(\$1,671,623)			(\$1,671,623)		
Projected Board funded capital asset additions		\$702,000		\$0	(\$362,000)	(\$340,000)
Budgeted Amortization of capital assets (expense)		(\$2,306,172)		\$2,306,172		
Budgeted Amortization of capital allocations (revenue)		\$1,467,608		(\$1,467,608)		
Budgeted Unsupported debt principal repayment		\$20,951		(\$20,951)		
Projected reserve transfers (net)				\$478,640	(\$798,266)	\$319,626
Projected Assumptions/Transfers of Operations	\$0	\$0	\$0	\$0	\$0	\$0
Projected Balances for August 31, 2014	\$14,691,123	\$7,224,374	\$3,851,179	\$732,319	\$3,118,860	\$3,615,570

ANTICIPATED CHANGES IN NET ASSETS SUMMARY- 2013/2014 BUDGET REPORT

The following explains the anticipated changes to Unrestricted Net Assets, Investment in Capital Assets, Operating Reserves and Capital Reserves for 2012/2013 and 2013/2014 and breaks down the planned additions to unsupported capital.

Capital Asset Additions:

4 buses planned for replacement
Computer/Server replacement at 3 Schools

Transfers to Capital Reserves for Vehicle Replacement: \$319,626

Estimated Surplus (deficit) for 2012-2013 has been adjusted to reflect the Board's reinvestment of \$1Million of UNA to Schools, and assumed expended.

**PROJECTED STUDENT STATISTICS
FULL TIME EQUIVALENT (FTE) ENROLLED STUDENTS**

	Budgeted 2013/2014 (Note 2)	Actual 2012/2013	Actual 2011/2012	Notes
GRADES 1 TO 12				
Eligible Funded Students:				
Grades 1 to 9	3,226	3,163	3,107	Head count
Grades 10 to 12	1,320	1,326	1,423	Note 3
Total	4,546	4,489	4,530	Grades 1-12 students eligible for base instruction funding from Alberta Education.
Other Students:				
Total	9	13	28	Note 4
Total Net Enrolled Students	4,555	4,502	4,558	
Home Ed and Blended Program Students	-	-	-	Note 5
Total Enrolled Students, Grades 1-12	4,555	4,502	4,558	
Of the Eligible Funded Students:				
Severely Disabled Students served	N/A	226	229	Total eligible funded severely disabled student FTEs; including Code 40s (excluding Code 47s).
EARLY CHILDHOOD SERVICES (ECS)				
Eligible Funded Children	413	388	364	ECS children eligible for ECS base instruction funding from Alberta Education.
Other children	-	2	1	ECS children not eligible for ECS base instruction funding from Alberta Education.
Total Enrolled Children - ECS	413	390	365	
Program Hours	800	800	800	Minimum: 475 Hours
FTE Ratio	0.842	0.842	0.842	Actual hours divided by 950
FTE's Enrolled, ECS	348	328	307	
Of the Eligible Funded Children:				
Severely Disabled Children served	N/A	47	39	Total eligible funded severely disabled children FTEs, including Code 40 children in program units.
NOTES:				
1) Enrolment is to be completed WHEREVER APPLICABLE and are 'as at September 30th' for each year.				
2) Budgeted enrolment is to be based on best information available at time of the 2013/2014 budget report preparation.				
3) The # of FTE grade 10-12 students is determined by taking the total # of students' credits / 35; where 35 CEU's = 1 FTE.				
4) Other Grade 1-12 students that are not eligible for base instruction funding from Alberta Education include First Nations students living on reserves for which tuition fee payments are made from Band or INAC (Code 330), students younger than 5 1/2 or older than 20, and out-of-province and foreign students.				
5) Because they are funded separately, Home Education students are not included with total net enrolled students. In the blended program, funding per student is pro-rated on the percentage of the student's program which is taken at school and at home; home education students are assigned a weighting of 0.25 FTE for base funding.				

**PROJECTED STAFFING STATISTICS
FULL TIME EQUIVALENT (FTE) PERSONNEL**

	Budgeted 2013/2014	Actual 2012/2013	Actual 2011/2012	Notes
<u>CERTIFICATED STAFF</u>				
School Based	269.0	272.8	265.0	Teacher certification required for performing functions at the school level.
Non-School Based	8.0	8.0	6.0	Teacher certification required for performing functions at the system/central office level.
Total Certificated Staff FTE	277.0	280.8	271.0	FTE for personnel possessing a valid Alberta teaching certificate or equivalency.
Certificated Staffing Change due to:				
Enrolment Change	-	3.2	n/a	If negative change impact, the small class size initiative is to include any/all teachers retained.
Other Factors	(3.8)	14.6	n/a	Descriptor (required): Reduction/Elimination of Funding
Total Change	(3.8)	17.8	-	Year-over-year change in Certificated FTE
Breakdown, where total change is Negative:				
Continuous contracts terminated	-	-	-	FTEs
Non-permanent contracts not being renewed	-	-	-	FTEs
Other (retirement, attrition, etc.)	(3.8)	-	-	Descriptor (required): Retirement/Attrition
Total Negative Change in Certificated FTEs	(3.8)	-	-	Breakdown required where year-over-year total change in Certificated FTE is 'negative' only.
<u>NON-CERTIFICATED STAFF</u>				
Instructional	192.9	187.5	180.1	Personnel providing instruction support for schools under 'Instruction' program areas.
Non-Instructional	72.3	69.6	68.2	Personnel in Transportation, Board & System Admin., O&M and External service areas.
Total Non-Certificated Staff FTE	265.2	257.1	248.3	FTE for personnel not possessing a valid Alberta teaching certificate or equivalency.
Non-Certificated Staffing Change due to:				
Enrolment Change	5.4	7.4	N/A	FTEs
Other Factors	2.9	1.4	N/A	Descriptor (required): Workload volume
Total Change	8.3	8.8	-	Year-over-year change in Non-Certificated FTE