

# BUDGET REPORT

## FOR THE YEAR ENDING AUGUST 31, 2008


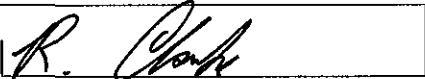

[School Act, Sections 147(2)(b) and 276]

Frontenac-Acadia School Division No. 62

Legal Name of School Jurisdiction

Phone: 780.927.4766 Fax: 780.927.4625

Telephone and Fax Numbers

Mr. Wally Schroeder	BOARD CHAIRMAN	
Name		Signature
Mr. Robert Clarke	SUPERINTENDENT	
Name		Signature
Mr. Jeff Perry	SECRETARY TREASURER	
Name		Signature
Certified a true and correct summary of the year's budget approved by the Board of Trustees at its meeting held <u>June 20, 2007</u> .		

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**Color coded cells:**

- blue cells: require the input of data.
- dark grey cells: input not possible or applicable - protected
- white cells: protected for totals/subtotals & formatting; require the input of data for text boxes.
- salmon cells: referenced - protected

### HIGHLIGHTS, ASSUMPTIONS AND RISKS SUMMARY- 2007/2008 BUDGET REPORT

Following are bulleted points which will help Financial Reporting and Accountability Branch better understand the approved budget. Note these key points are consistent with the three year Education Plan and the Capital Plan due to Alberta Education at the same time as Budget Report, in Spring 2007. The summary points focus on anticipated changes from the current year enrolment, staff, contracts, programs, projects, services, plans, business and financial risks underlying the approved budget.

**Budget Highlights & Assumptions:**

- We have estimated a reduction of 65 students compared to 06-07 budget year
- Significant reduction in IMR funding as compared to the 06-07 budget year
- There is a shift in the percentage of total students Alberta Education funded to First Nation

**Significant Business and Financial Risks:**

- Entering into negotiations with the local ATA for the 07-08 school year

**BUDGETED STATEMENT OF REVENUES AND EXPENSES**  
for the Year Ending August 31

	Approved Budget 2007/2008	Final Approved Budget 2006/2007	Actual 2005/2006
<b>REVENUES</b>			
<b>Government of Alberta</b>			
Alberta Education	\$3,213,287	\$3,023,285	\$3,223,075
Alberta Infrastructure and Transportation	\$0	\$0	\$73,000
Alberta Finance	\$2,113,000	\$2,333,000	\$1,147,000
Other Government of Alberta	\$65,000	\$26,000	\$23,000
<b>Federal Government and/or First Nations</b>			
Other Alberta school authorities	\$3,317,776	\$3,243,911	\$3,333,965
Out of province authorities	\$0	\$0	\$0
Alberta Municipalities (excluding supplementary requisitions)	\$0	\$0	\$0
Instruction resource fees	\$63,700	\$43,000	\$73,200
Transportation fees	\$2,000	\$2,000	\$0
Other sales and services	\$3,000	\$3,000	\$3,000
Investment income	\$18,000	\$18,000	\$18,000
Gifts and donations	\$0	\$0	\$0
Rentals of facilities	\$36,000	\$36,000	\$36,000
Net school generated funds	\$300,000	\$300,000	\$300,000
Gains on disposal of capital assets	\$0	\$0	\$0
Amortization of capital allocations	\$2,767,000	\$2,832,000	\$3,226,000
<b>TOTAL REVENUES</b>	<b>\$41,671,205</b>	<b>\$40,989,023</b>	<b>\$39,522,035</b>
<b>EXPENSES</b>			
Certificated salaries	\$16,043,000	\$16,043,000	\$16,043,000
Certificated benefits	\$10,938,465	\$10,938,465	\$10,938,465
Non-certificated salaries and wages	\$3,459,531	\$3,459,531	\$3,459,531
Non-certificated benefits	\$1,679,900	\$1,679,900	\$1,679,900
Services, contracts and supplies	\$10,775,000	\$10,775,000	\$10,775,000
Net school generated funds	\$300,000	\$300,000	\$300,000
<b>Capital and debt services</b>			
Amortization of capital assets			
supported	\$28,572,000	\$28,572,000	\$28,572,000
unsupported	\$1,000,000	\$1,000,000	\$1,000,000
Interest on capital debt			
supported	\$2,250,000	\$2,250,000	\$2,250,000
unsupported	\$0	\$0	\$0
Other interest charges	\$0	\$0	\$0
Losses on disposal of capital assets	\$0	\$0	\$0
<b>TOTAL EXPENSES</b>	<b>\$41,671,205</b>	<b>\$40,989,023</b>	<b>\$38,084,031</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENSES</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,438,004</b>

**BUDGETED ALLOCATION OF REVENUES AND EXPENSES (BY PROGRAM)**  
for the Year Ending August 31

	Approved Budget 2007/2008	Final Approved Budget 2006/2007	Actual 2005/2006
<b>REVENUES</b>			
ECS - Grade 12 Instruction	\$3,213,287	\$3,023,285	\$3,223,075
Operations & Maintenance of Schools and Maintenance Shops	\$4,347,776	\$4,263,911	\$4,333,965
Transportation	\$2,000	\$2,000	\$0
Board & System Administration	\$3,000	\$3,000	\$3,000
External Services	\$18,000	\$18,000	\$18,000
<b>TOTAL REVENUES</b>	<b>\$41,671,205</b>	<b>\$40,989,023</b>	<b>\$39,522,035</b>
<b>EXPENSES</b>			
ECS - Grade 12 Instruction	\$16,043,000	\$16,043,000	\$16,043,000
Operations & Maintenance of Schools and Maintenance Shops	\$10,938,465	\$10,938,465	\$10,938,465
Transportation	\$3,459,531	\$3,459,531	\$3,459,531
Board & System Administration	\$1,679,900	\$1,679,900	\$1,679,900
External Services	\$10,775,000	\$10,775,000	\$10,775,000
<b>TOTAL EXPENSES</b>	<b>\$41,671,205</b>	<b>\$40,989,023</b>	<b>\$38,084,031</b>

**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
<b>Actual balances per AFS at August 31, 2006</b>	\$10,532,272		\$2,372,304			
<b>2006/2007 Estimated impact to net assets for:</b>						
Estimated surplus(deficit)	(\$194,352)					
Estimated Board funded capital asset additions		\$937,397				
Estimated Amortization of capital assets (expense)		(\$3,783,043)				
Estimated Amortization of capital allocations (revenue)		\$2,664,230				
Estimated Unsupported debt principal repayment		\$17,809				
Estimated Net reserve transfers				\$0		
Estimated Assumptions/Transfers of Operations	\$0		\$0			
<b>Estimated Balances for August 31, 2007</b>	\$10,337,920	\$7,294,869	\$2,341,559	\$791,937	\$1,549,622	\$701,492
<b>2007/2008 Budget Projections for:</b>						
Budgeted surplus(deficit)	\$0					
Projected Board funded capital asset additions		\$1,142,000				
Budgeted Amortization of capital assets (expense)		(\$3,734,062)				
Budgeted Amortization of capital allocations (revenue)		\$2,571,286				
Budgeted Unsupported debt principal repayment		\$19,589				
Projected Net reserve transfers				\$0		
Projected Assumptions/Transfers of Operations	\$0		\$0			
<b>Projected Balances for August 31, 2008</b>	\$10,337,920	\$7,293,682	\$2,342,746	\$793,124	\$1,549,622	\$701,492

**ANTICIPATED CHANGES IN NET ASSETS SUMMARY- 2007/2008 BUDGET REPORT**

Following are explanations for the anticipated changes to Unrestricted Net Assets, Investment in Capital Assets, Operating Reserves and Capital Reserves for 2006/2007 and 2007/2008 and includes a breakdown of the planned additions to unsupported capital.

**2006/07**

Investment in Capital Assets: Decrease of \$152,603 - Financial software which was budgeted for the current year will be purchased in 2007/08

Unrestricted Net Assets: Decrease of \$30,745 - The Board approved a balanced budget however during the course of the year additional expenditures were approved based on the receipt of additional revenues and the level of reserves. Some of these expenditures include but are not limited to: supplies towards Balanced Literacy initiative, school based displays promoting literacy and high school completion, enhancements to CTS labs, additional teaching staff to alleviate unforeseen absences and technical enhancements in instructional classrooms (projectors)

Restricted Net Assets: Remain unchanged

**2007/08**

Investment in Capital Assets: Decrease of \$1,187 - Anticipate capital purchases for the 07-08 will equal the amortization provision. Planned capital assets would include: six school buses, computers, automobiles (courier, maintenance, school based) and financial software

Restricted & Unrestricted Net Assets: No significant changes are anticipated

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

	Budgeted 2007/2008 (Note 3)	Projected 2006/2007 (Note 3)	Actual 2005/2006	Notes
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**GRADES 1 TO 12**

**Eligible Funded Students:**

Grades 1 to 9				Head count
Grades 10 to 12				Note 1
<b>Total</b>	<b>2,912</b>	<b>2,926</b>	<b>2,976</b>	Grades 1-12 students eligible for base instruction funding from Alberta Education.

**Other Students:**

First Nations (on Reserves)				Students for which tuition fee payments are made from Band or INAC, (Code 330).
Other				< 5 years, 6 months; > 19 years; out-of-prov & foreign students.
<b>Total</b>	<b>298</b>	<b>297</b>	<b>261</b>	Grades 1-12 students not eligible for base instruction funding from Alberta Education.

<b>Total Net Enrolled Students</b>	<b>3,210</b>	<b>3,223</b>	<b>3,237</b>	
<b>Home Ed and Blended Program Students</b>				Note 2
<b>Total Enrolled Students, Grades 1-12</b>	<b>3,215</b>	<b>3,228</b>	<b>3,258</b>	

**Of the Total Grades 1 to 12:**

Severely Disabled				Code 40s (excluding Code 47).
Aboriginal Learners				Self-declared, off reserves & not in the First Nations count above (Codes 331, 332, 333, 334).
English as a Second Language				Codes 301 and 303.
Francisation				Francophone authorities only, Codes 306 and 307.
Mild & Moderate Disabilities/Gifted&Talented				For information purposes only, Code 51-57 and Code 80.

**EARLY CHILDHOOD SERVICES (ECS)**

<b>Eligible Funded children</b>				ECS children eligible for ECS base instruction funding from Alberta Education.
<b>Other children</b>				ECS children not eligible for ECS base instruction funding from Alberta Education.
<b>Total Enrolled Children - ECS</b>	<b>280</b>	<b>289</b>	<b>340</b>	
<b>Program Hours</b>				Minimum: 475 Hours
<b>FTE Ratio</b>				Actual hours divided by 950
<b>FTE's Enrolled, ECS</b>	<b>140</b>	<b>145</b>	<b>170</b>	

**Of the Total ECS:**

Severely Disabled (Program Unit)				Code 40s.
Mild & Moderate Disabilities/Gifted&Talented				Codes 30 and 80.
English as a Second Language				Codes 301 and 303; including eligible children as young as 3 1/2 years old for 2007/08 only.
Aboriginal Learners				Self-declared, off reserves & not in the First Nations count above, (Codes 331, 332, 333, 334).
Francisation				Codes 306 and 307; including eligible children as young as 3 1/2 years old for 2007/08 only.

**NOTES:**

- 1) The # of FTE grade 10-12 students is determined by taking the total # of students' credits / 35; where 35 CEU's = 1 FTE.
- 2) 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.
- 3) Enrolment reported is based on best information available at time of this 2007/08 budget report preparation and is complete.

SCHEDULE A

School Jurisdiction Code: 1250

ALLOCATION OF REVENUES AND EXPENSES TO PROGRAMS - 2007-2008

REVENUES	TOTAL	ECS Instruction	Grades 1-12 Instruction	Operations and Maintenance of Schools & Maintenance Shops	Transportation	Board & System Admin.	External Services
(1) Alberta Education	\$34,983,150	\$1,017,459	\$29,941,547	\$7,190,428	\$3,028,234	\$1,976,814	\$1,185,032
(2) Other - Government of Alberta	\$744,256	\$0	\$0	\$0	\$0	\$0	\$0
(3) Federal Government and/or First Nations	\$4,480,966	\$0	\$0	\$0	\$0	\$0	\$0
(4) Alberta Municipalities-special tax levies	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(5) Instruction resource fees	\$109,872	\$0	\$0	\$0	\$0	\$0	\$0
(6) Transportation fees-ECS	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(7) Transportation fees-Grades 1-12	\$0	\$0	\$0	\$0	\$0	\$0	\$0
(8) Net school generated funds	\$325,594	\$0	\$0	\$0	\$0	\$0	\$0
(9) Gains on disposal of capital assets	\$28,951	\$0	\$0	\$0	\$0	\$0	\$0
(10) Amortization of capital allocations	\$2,537,895	\$0	\$0	\$0	\$0	\$0	\$0
(11) Other revenues	\$1,149,030	\$0	\$0	\$0	\$0	\$0	\$0
<b>(12) TOTAL REVENUES</b>	<b>\$44,339,513</b>	<b>\$1,017,459</b>	<b>\$29,941,547</b>	<b>\$7,190,428</b>	<b>\$3,028,234</b>	<b>\$1,976,814</b>	<b>\$1,185,032</b>
<b>EXPENSES</b>							
(13) Certificated salaries	\$18,681,985	\$1,003,481	\$24,110,396	\$1,666,990	\$1,957,339	\$1,154,320	\$913,970
(14) Certificated benefits	\$1,905,580	\$0	\$0	\$0	\$0	\$0	\$0
(15) Non-certificated salaries and wages	\$8,752,646	\$0	\$0	\$0	\$0	\$0	\$0
(16) Non-certificated benefits	\$1,466,286	\$0	\$0	\$0	\$0	\$0	\$0
<b>(17) SUB - TOTAL</b>	<b>\$30,806,497</b>	<b>\$1,003,481</b>	<b>\$24,110,396</b>	<b>\$1,666,990</b>	<b>\$1,957,339</b>	<b>\$1,154,320</b>	<b>\$913,970</b>
(18) Supplies and Services	\$8,926,718	\$0	\$0	\$0	\$0	\$0	\$0
(19) Net school generated funds	\$325,594	\$0	\$0	\$0	\$0	\$0	\$0
(20) Amortization of capital assets	\$3,723,717	\$0	\$0	\$0	\$0	\$0	\$0
(21) Interest charges	\$223,607	\$0	\$0	\$0	\$0	\$0	\$0
(22) Losses on disposal of capital assets	\$0	\$0	\$0	\$0	\$0	\$0	\$0
<b>(23) TOTAL EXPENSES</b>	<b>\$44,006,132</b>	<b>\$1,026,357</b>	<b>\$30,020,755</b>	<b>\$6,837,977</b>	<b>\$3,174,269</b>	<b>\$1,761,743</b>	<b>\$1,185,032</b>
<b>(24) EXPENSES BEFORE EXTRAORDINARY ITEM</b>	<b>\$333,381</b>	<b>(\$8,898)</b>	<b>(\$79,208)</b>	<b>\$352,451</b>	<b>(\$146,035)</b>	<b>\$215,071</b>	<b>(\$0)</b>

Note: The reporting of ECS transportation fees and ECS instruction program revenues and expenses separately from Grades 1-12 is optional for 2007-2008 ONLY.