

PARK WEST SCHOOL DIVISION
PUBLIC MEETING
PROPOSED 2019-2020 BUDGET

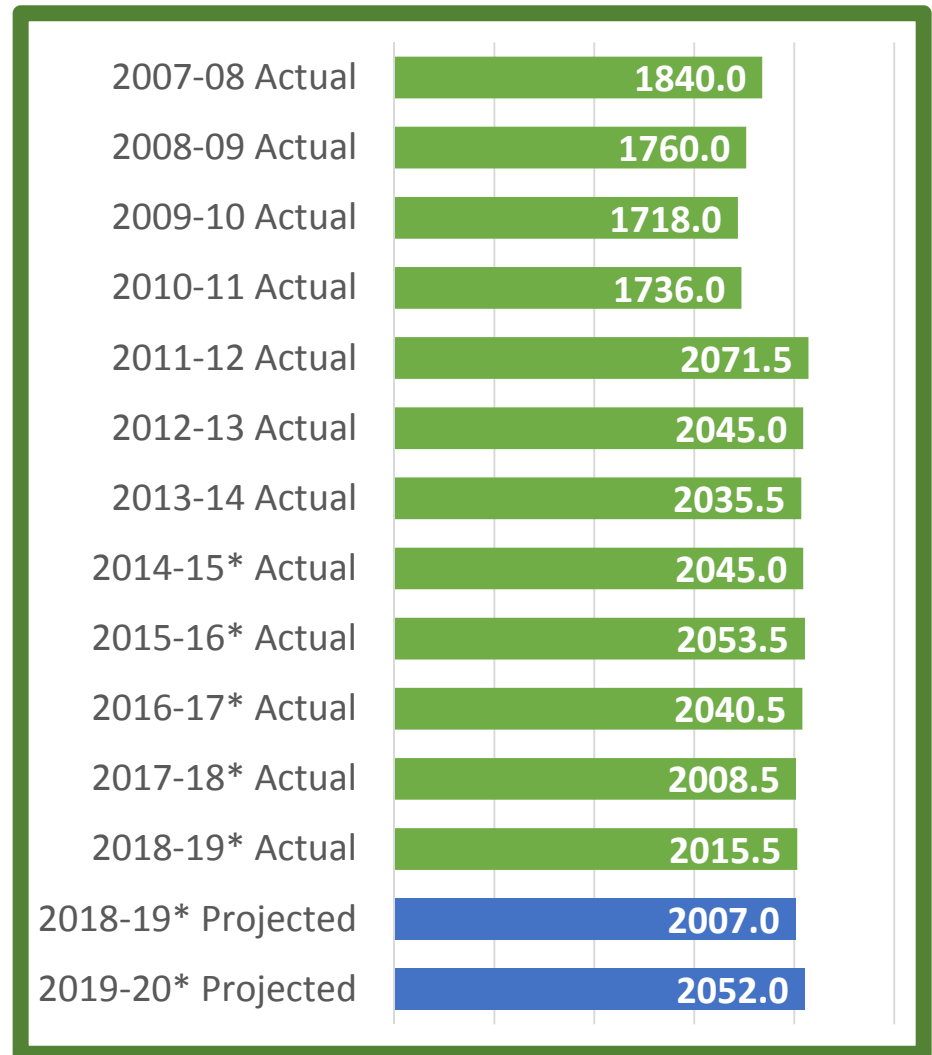


February 21, 2019

Student FTE Enrolment

* Nursery school students included in years 2014-15 and beyond

	Projected	Actual	
School	2019-20*	2018-19*	Difference
BIN	58	61.5	-3.5
BCI	155	151	4
BES	73	63.5	9.5
DCS	30	26	4
HCI	160	152	8
HES	109	114.5	-5.5
ING	47	41.5	5.5
MPS	502.5	501	1.5
MIN	68	64	4
MON	16	18.5	-2.5
RCI	74	71	3
RES	85.5	84	1.5
SLS	156	152	4
SCS	129	134	-5
WWS	344	336	8
Off Campus	20	25	-5
Adult Ed	25	20	5
TOTAL	2052	2015.5	36.5



Focus of presentation: \$24M budget allocated by PWSD

2019-20 Budgeted Revenue for PWSD and Waywayseecappo Education Partnership			
	PWSD	Wayway	Total
Province	13,254,520		13,254,520
Municipal	8,224,062		8,224,062
First Nations	1,939,902	5,387,207	7,327,109
Other	84,600		84,600
Transfer for shared costs	385,171	-385,171	-
Total Revenue	23,888,255	5,002,036	28,890,291
	Allocated by PWSD	Allocated by Wayway First Nation	

Our budget challenges



- ❑ Increased enrolment of 38 vs 2018-19 budget
- ❑ Decreased provincial operating funding of 2% for third consecutive year
- ❑ Restricted to 2% increase in local taxation
- ❑ Decreased tuition revenue from First Nations
- ❑ Increased costs related to staffing
- ❑ Operating surplus and capital reserves have been fully utilized
- ❑ Maintaining our infrastructure

Direction from the province



- 2% (or \$221,000) cut from the Province
 - The cumulative effect of this reduction over a three year period is \$1.2 million
- The province directed that we limit any increase of local taxation to 2% (or \$210,000); same direction as last year

Impact of decreased revenue



- As was the case in the past two years, a decrease in funding combined with increased labour costs creates significant budgeting challenges
- As a consequence, for the third consecutive year, Park West School Division is faced with a need to cut programs, services and staffing

What we are proposing



- ❑ Park West is recommending a combination of cost reductions and increased local taxation:
 - Proposed cuts of \$178,000 in total spending vs 2018-19
 - Proposed local tax increase of 1.9% which translates into a 2% special requirement increase (maximum allowed by Province)
- ❑ Our 2019-20 budget will represent a 0.7% reduction from our 2018-19 spending

Our budget process



- Identify total budget requirements: \$693,000
 - Due to reduced revenue of \$178,000
 - Due to additional spending needs of \$515,000
- Identify \$693,000 in staffing, services and programs to be reduced

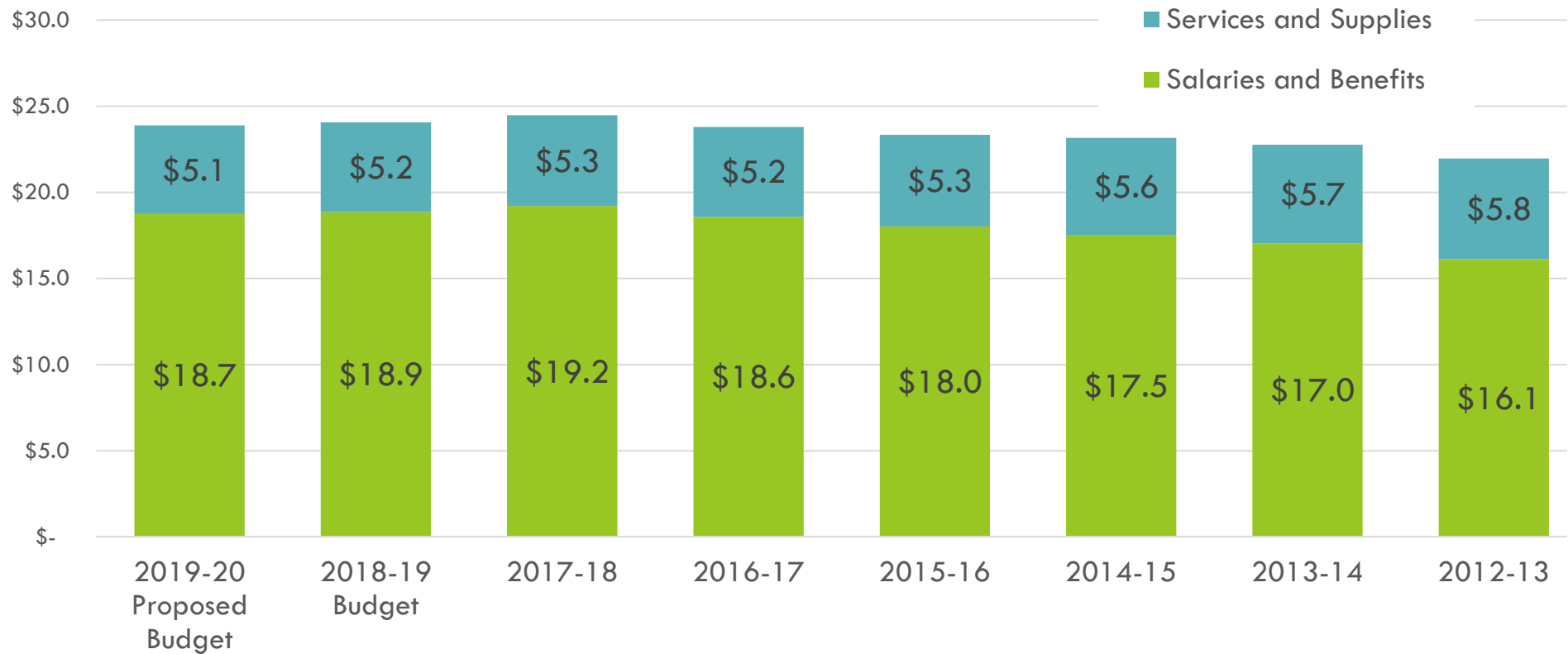
Goal: minimize the impact on K-12 classrooms

Reduction in Infrastructure Spending



- ❑ PWSD averaged 2 school bus purchases per year from 2005 - 2015
- ❑ In last 3 years PWSD purchased 2 school buses
- ❑ Increases to the Maintenance department budget have been limited to \$86,000 (or 3%) since 2016-17 despite our aging school buildings and inflation

Increase in Staffing Costs + Inflation = Reduced Infrastructure Purchasing Power



Proposed budget 2019-20 includes 282 FTE vs 282 in 2012-13

Starting point for our proposed budget



- The starting assumption was that programs, services and staffing that were removed in the last two years would not return

Reductions in 2017-18 and 2018-19

Description	Amount
MY vocational staffing, busing and supplies	-48,000
Division Office Finance position (0.5 FTE)	-28,000
Extra-curricular trips	-25,000
Accentuated learning environments	-25,000
Physical Education Grant (Grades 11 & 12)	-20,000
Divisional support for provincial championships	-19,000
Gr. 6 Outdoor Education	-18,000
Roots of Empathy	-15,000
Citizenship fund	-15,000
Innovation fund	-15,000
Band busing (between Shoal Lake & Strathclair)	-15,000
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Reductions in 2017-18 and 2018-19 (...continued...)

Description	Amount
Phone and fax costs	-15,000
Meals/snacks at meetings with PWSD (reduced to nil)	-15,000
Citizenship and Staff Appreciation events (reduced to nil)	-15,000
Superintendents' expenses	-15,000
Finance dept. PD and other expenses	-13,500
Trustee PD and meeting costs	-13,000
Additional programs for 0-5	-10,000
Career Trek transportation	-10,000
WE Day transportation	-10,000
Student services	-10,000
K-4 supplies	-10,000
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Reductions in 2017-18 and 2018-19 (...continued...)

Description	Amount
Drop mileage rate by 2 cents	-10,000
Band supplies	-10,000
First Steps Training	-10,000
Dreambox (math software)	-7,500
Principals' PD	-6,000
Principals' meetings	-5,000
Classroom assessment	-5,000
Career Fair	-3,500
Tell Them From Me (student survey)	-3,500
Job posting costs	-2,000
Total	-442,000

Operating Surplus and Reserves



- ❑ Operating surplus and capital reserves have been fully utilized
- ❑ Planned set aside for operating surplus limited to \$85K in 2019-20
 - ❑ This is 0.4% of \$24M budget

Proposed Changes for 2019-20

Additions & cost increases	
Staffing - salaries and benefits	327,000
One school bus	115,000
Interest costs	50,000
Transportation operating costs	40,000
School of choice fees to other divisions	20,000
Decrease in ICT budget (repayment of hardware loan)	-37,000
Total additions & cost increases	515,000

Proposed Changes for 2019-20

Reductions compared to 2018-19 budget

Remove Senior Years vocational programs (Health Care Aide, Cosmetology, Nature Studies, Construction)	-312,000
Restructure Divisional Administration	-128,000
Remove 0.5 FTE K-8 Literacy/Numeracy Facilitator and related mileage/supplies	-50,000
Reduce Student Services budget	-50,000
Reduce Maintenance budget	-35,000
Reduce extra-curricular trips	-26,000
Reduce distributed learning (IITV) teaching staff	-21,500

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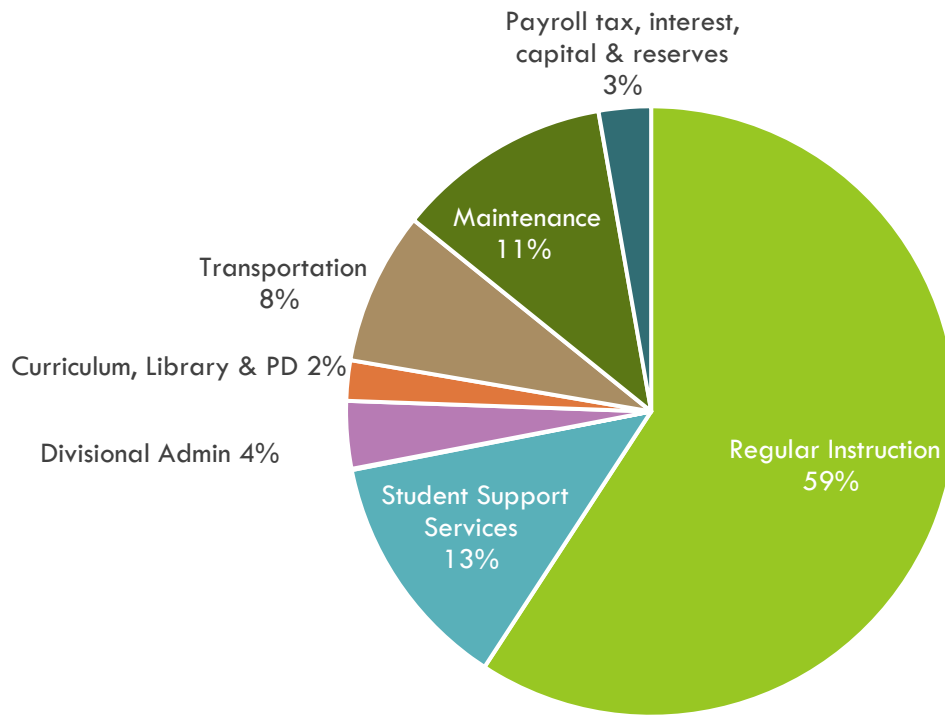
Proposed Changes for 2019-20

Reductions compared to 2018-19 budget (...continued...)	
Remove photocopier budget	-20,000
Reduce trustee remuneration and mileage costs	-18,000
Reductions to Decker and Monarch Colonies school resources	-12,500
Reduction to Division office operating supplies and expenses	-10,000
Decrease to allocation to operating surplus (\$85,000 budgeted in 2019-20 vs \$93,000 in 2018-19)	-8,000
Elimination of arts festivals support	-2,000
Total 2019-20 budget reductions	-693,000

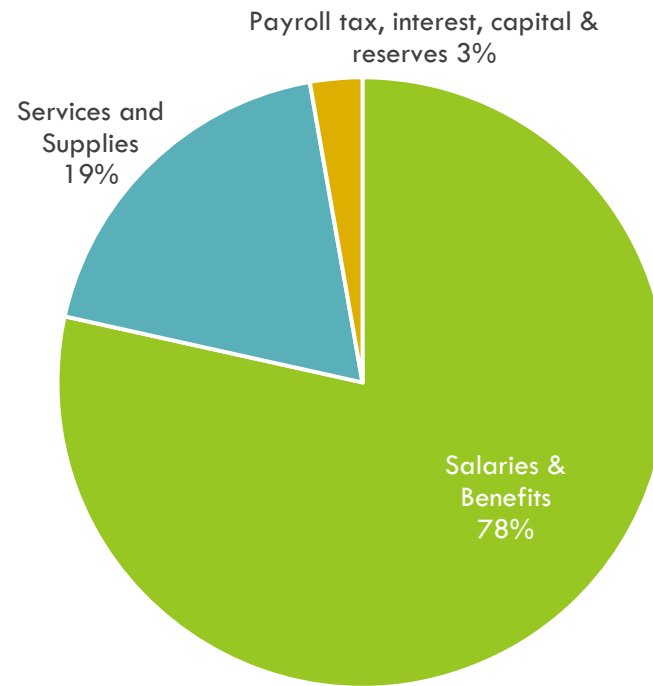
Total Staffing Reductions in 2019-20

Staffing Full Time Equivalent (FTE) Reductions	
Vocational programs teachers	-2.55
Teachers due to enrollment increase	0.80
Assistant Superintendent	-1.00
Bus driver (one additional fleet route)	1.00
K-8 Literacy/Numeracy Facilitator	-0.50
Painter position – Maintenance budget	-0.50
Educational Assistants	-0.35
Speech Language Pathologist and Psychologist (return from partial leaves in 2018-19)	0.30
Distributed Learning teacher (IITV)	-0.25
Total FTE Reductions in 2019-20	-3.05

Expenditure Breakdown



Expenditures by Function



Expenditures by Object

Expenditures by Object

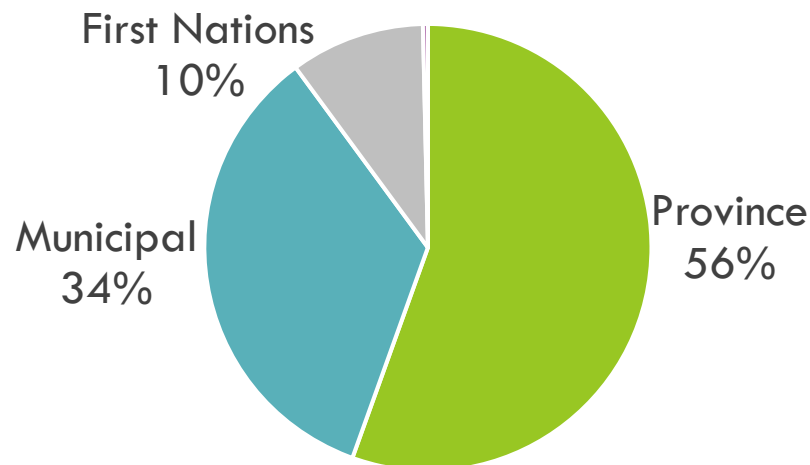
Expenditures	2019-20	2018-19	Difference \$	Difference %
Salaries	17,396,879	17,531,833	-134,954	-1%
Benefits	1,349,777	1,329,363	20,414	2%
Services	2,943,204	3,151,804	-208,600	-7%
Supplies	1,536,485	1,528,141	8,344	1%
Fiscal	461,910	411,910	50,000	12%
Capital Items	200,000	113,013	86,987	77%
Total Expenditures	23,888,255	24,066,064	-177,809	-1%

Expenditures by Function

Expenditures	2019-20	2018-19	Difference \$	Difference %
Regular Instruction	14,141,579	14,228,134	-86,555	-1%
Student Support Services	3,039,503	2,993,437	46,066	2%
Early Childhood	15,890	19,890	-4,000	-20%
Divisional Admin	852,165	942,753	-90,588	-10%
Curriculum	161,667	270,437	-108,770	-40%
Library	265,547	263,507	2,040	1%
Professional Development	83,339	86,339	-3,000	-3%
Transportation	1,935,912	1,968,988	-33,076	-2%
Maintenance	2,730,743	2,767,656	-36,913	-1%
Fiscal	461,910	411,910	50,000	12%
Capital Items	200,000	113,013	86,987	77%
Total Expenditures	23,888,255	24,066,064	-177,809	-1%

Revenues by Source

Revenues	2019-20	2018-19	Difference \$	Difference %
Province	13,254,520	13,521,339	-266,819	-2%
Municipal	8,224,062	7,965,415	258,647	3%
First Nations	1,939,902	2,087,317	-147,415	-7%
Other	84,600	86,600	-2,000	-2%
Revenue from WW for shared costs	385,171	405,393	-20,222	-5%
Total Revenue	23,888,255	24,066,064	-177,809	-1%



The *Special Requirement* is the revenue that a school division requires from local taxation. This is based on our **July to June** fiscal year (max 2% increase).

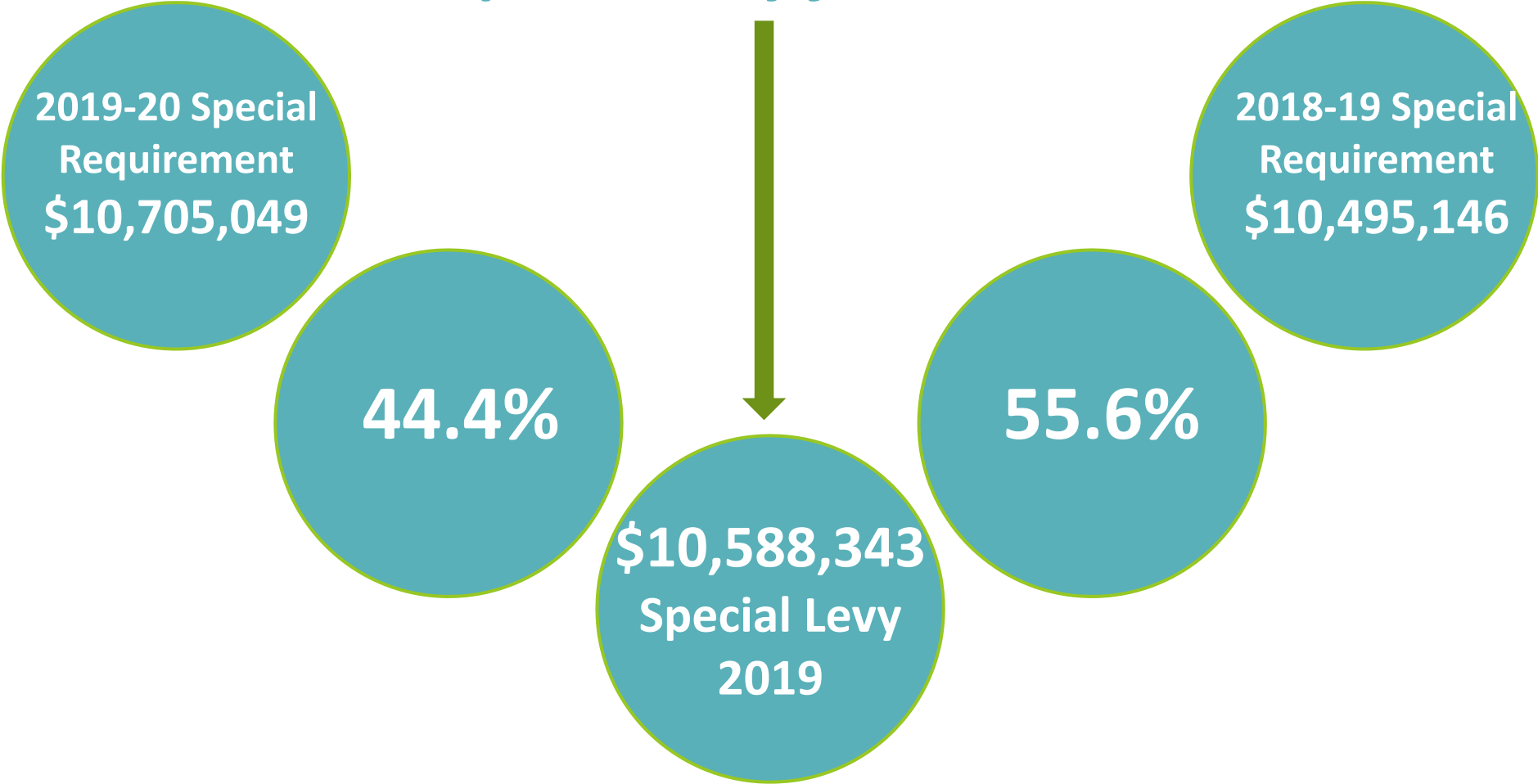
The *Special Levy* is the tax that needs to be raised through local property taxation. This is based on the **January to December** calendar year.

Special Requirement (Local Taxation)

	2019-20	2018-19	Difference \$	Difference %
Municipal Funding	8,224,062	7,965,415	258,647	3%
Add Education Property Tax Credit	1,696,000	1,728,725	-32,725	-2%
Add Tax Incentive Grant	784,987	801,006	-16,019	-2%
Special Requirement (Local Taxation)	10,705,049	10,495,146	209,903	2%

Province directed that Special Requirement increase be limited to **2%** in 2018-19 & 2019-20.

2019 *Special Levy for PWSD*



Calculation of the Special Levy

	2019	2018
Special Levy for PWSD	10,588,343	10,380,728
Special Levy for DSFM	317,613	348,205
Less Tax Incentive Grant	-784,987	-801,006
Total Special Levy	10,120,969	9,927,927
Increase \$	193,042	381,905
Increase %	1.9%	4.0%

2019 PWSD School Taxes

To calculate your school taxes, use the following formula:

$$A \times B \times C / D$$

A = the assessed value of the property

B = the portion of the assessed value that is taxed *

C = the mill rate

D = 1000

* the portion of the assessed value of a property that is taxed depends on the type of property

Property Type	% of the property's assessed value that is taxed	Assessment increase in 2019
Residential	45%	1.35%
Farmland	26%	0.19%
Commercial	65%	1.04%

Overall 0.72% increase

2019 Mill Rate

The Mill Rate is the **Special Levy**, divided by the **Total Assessed Value** of all property within the school division, multiplied by 1000.

	2019	2018	Difference \$	Difference %
Special Levy	10,120,969	9,927,927	193,042	1.9%
Divide by Total Assessed Value	963,056,720	956,212,600	6,844,120	0.7%
Result	0.0105	0.0104		
Multiply by 1000 = Mill Rate	10.5	10.4	0.1	1.2%

2019 Special Levy by Property Type

Property Type	2019 Assessment	2018 Assessment	Difference \$	Difference %
Residential	3,088,550	3,010,583	77,967	2.6%
Farm	4,943,215	4,874,551	68,664	1.4%
Other/commercial	2,089,204	2,042,793	46,411	2.3%
Total Special Levy	10,120,969	9,927,927	193,042	1.9%

Residential – house assessed up to \$146,000 in 2018 will pay \$0.00 in school taxes in 2019 because of \$700 rebate

Farmland – land owners assessment up to \$2,283,000 in 2018 will get 80% in school taxes back in 2019

Education Tax Examples

	Residential (\$700 rebate)	Farm (80% rebate, \$5,000 max)	Other/ Commercial
2018 Assessed Value	150,000	200,000	200,000
2019 Assessment Increase	1.35%	0.19%	1.04%
2019 Assessed Value	152,030	200,373	202,079
Multiply by Portion Taxed	45%	26%	65%
Multiply by Mill Rate	10.5	10.5	10.5
Divide by 1000	1,000	1,000	1,000
2019 Special Levy	719	547	1,380
Rebate	-700	-438	
2019 Special Levy after rebate	19	109	1,380
Difference vs 2018 mill rate:			
\$ Difference before rebate	18	8	31
% Difference before rebate	3%	1%	2%

History of the Special Levy

Year	Special Levy	Increase \$	Increase %
2008	7,278,340		
2009	7,280,638	2,298	0.0%
2010	7,309,478	28,840	0.4%
2011	7,421,939	112,461	1.5%
2012	7,818,451	396,512	5.3%
2013	8,096,284	277,833	3.6%
2014	8,220,585	124,301	1.5%
2015	8,611,305	390,720	4.8%
2016	8,927,467	316,162	3.7%
2017	9,546,022	618,555	6.9%
2018	9,927,927	381,905	4.0%
2019	10,120,969	193,042	1.9%

Next steps



- February 28 – Board of Trustees meeting - possible presentations from public
- March 7 – Planned approval of budget
- March 15 – Special levy due to municipalities
- March 29 – Budget due to province

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