

PARK WEST SCHOOL DIVISION
PUBLIC MEETING
PROPOSED 2021-2022 BUDGET

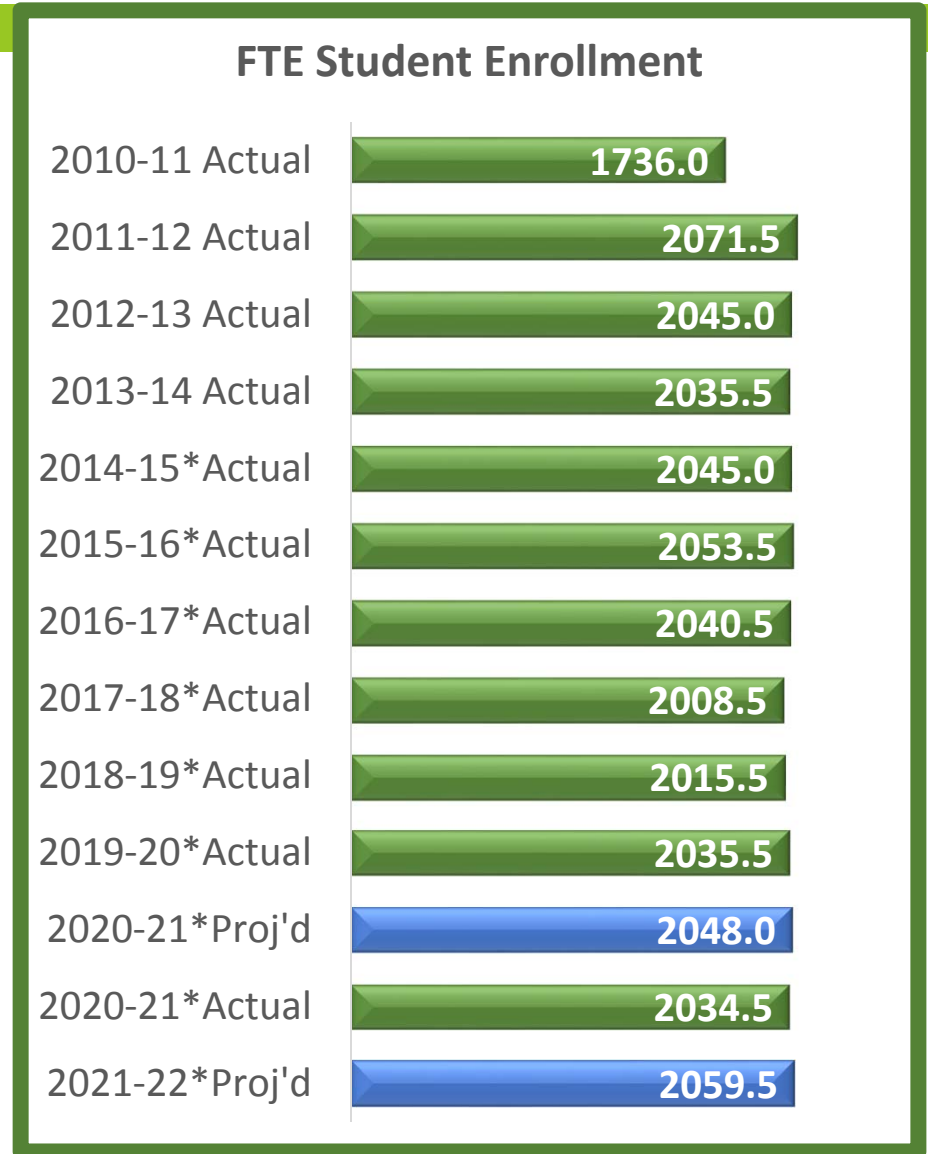


February 25, 2021

Student FTE Enrolment

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

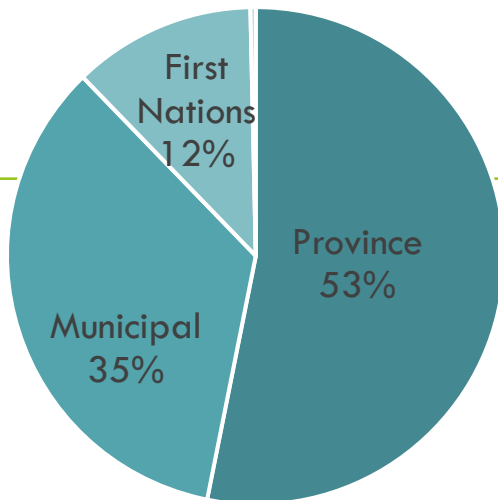
| | Projected | Actual | |
|--------------|---------------|---------------|-------------|
| School | 2021-22* | 2020-21* | Difference |
| BIN | 64 | 54.5 | 9.5 |
| BCI | 148 | 148 | 0.0 |
| BES | 76.5 | 70 | 6.5 |
| DCS | 29.5 | 30 | -0.5 |
| HCI | 158 | 155 | 3.0 |
| HES | 102 | 103 | -1.0 |
| ING | 46.5 | 44 | 2.5 |
| MPS | 524.5 | 505 | 19.5 |
| MIN | 73.5 | 75.5 | -2.0 |
| MON | 17 | 15.5 | 1.5 |
| RCI | 101 | 99 | 2.0 |
| RES | 84.5 | 87 | -2.5 |
| SLS | 157 | 153 | 4.0 |
| SCS | 132.5 | 135.5 | -3.0 |
| WWS | 318 | 332.5 | -14.5 |
| Off Campus | 15 | 12 | 3.0 |
| Adult Ed | 12 | 15 | -3.0 |
| TOTAL | 2059.5 | 2034.5 | 25.0 |



Focus of presentation: \$24.5M budget allocated by PWSD

2021-22 Budgeted Revenue for PWSD and Waywayseecappo Education Partnership

| | PWSD | Wayway | Total |
|---------------------------|-------------------|------------------|-------------------|
| Province | 13,024,513 | | 13,024,513 |
| Municipal | 8,487,120 | | 8,487,120 |
| First Nations | 2,533,836 | 5,207,274 | 7,741,110 |
| Other | 84,600 | | 84,600 |
| Transfer for shared costs | 394,277 | -394,277 | 0 |
| Total Revenue | 24,524,346 | 4,812,997 | 29,337,343 |



Allocated by
PWSD

Allocated by
Wayway First
Nation

Direction from the province



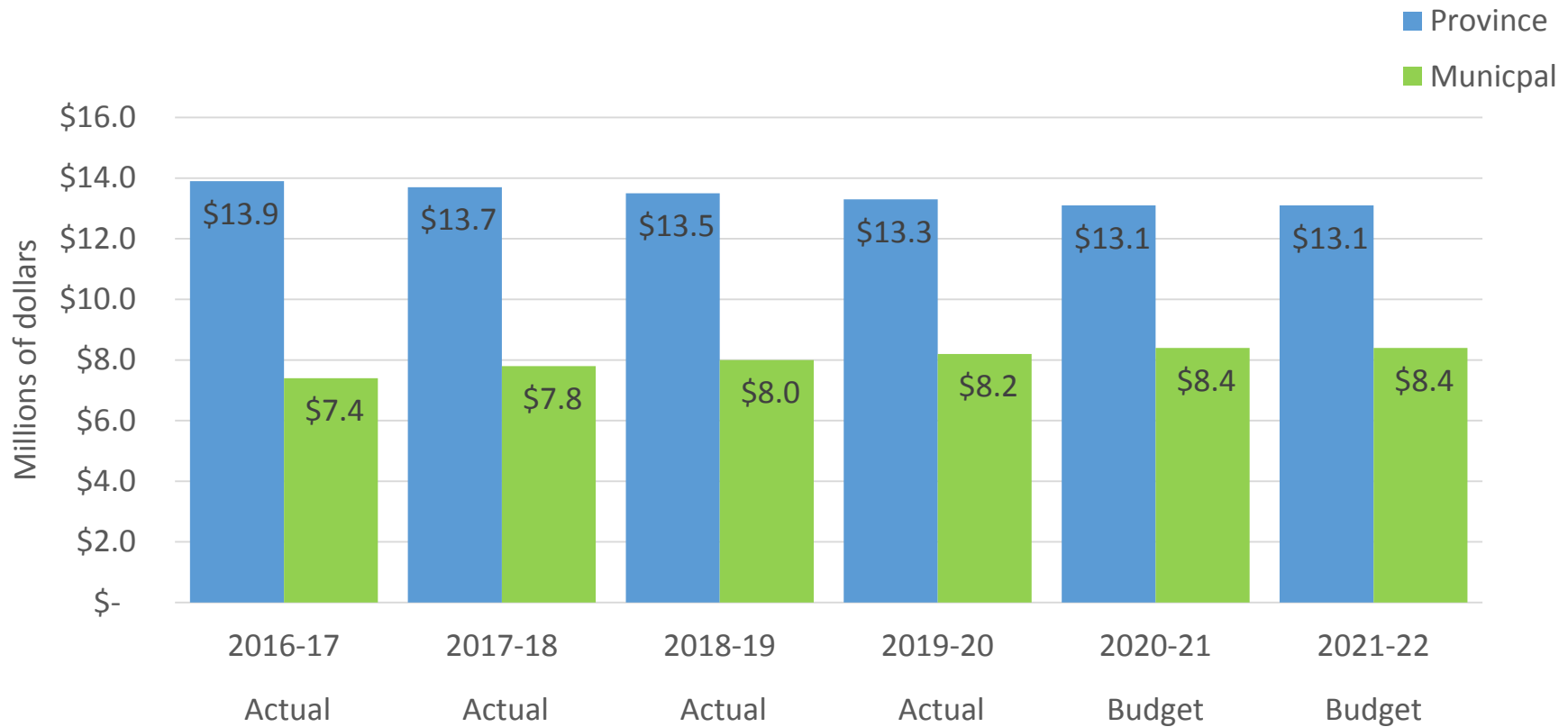
- 1.5% (or \$155,000) cut from Province's operating grant
- Province directed that there be no increase to the total taxes we raise locally, so Province will provide \$216,000 to offset this (Property Tax Offset Grant)
- Net impact is \$61,000 increase to our combined provincial and municipal funding

Our budget challenges



- ❑ \$61K increase in combined provincial and municipal funding despite \$320K estimated increased staffing costs (1% Bill 28 + increments + 1.4 FTE teachers)
- ❑ Maintaining our aging infrastructure (buses and schools)
- ❑ Increased technology requirements
- ❑ Inflation
- ❑ Uncertainty regarding Education Review

PWSD's funding: shift of ~\$1M from Province to Local Taxpayers in past 6 years

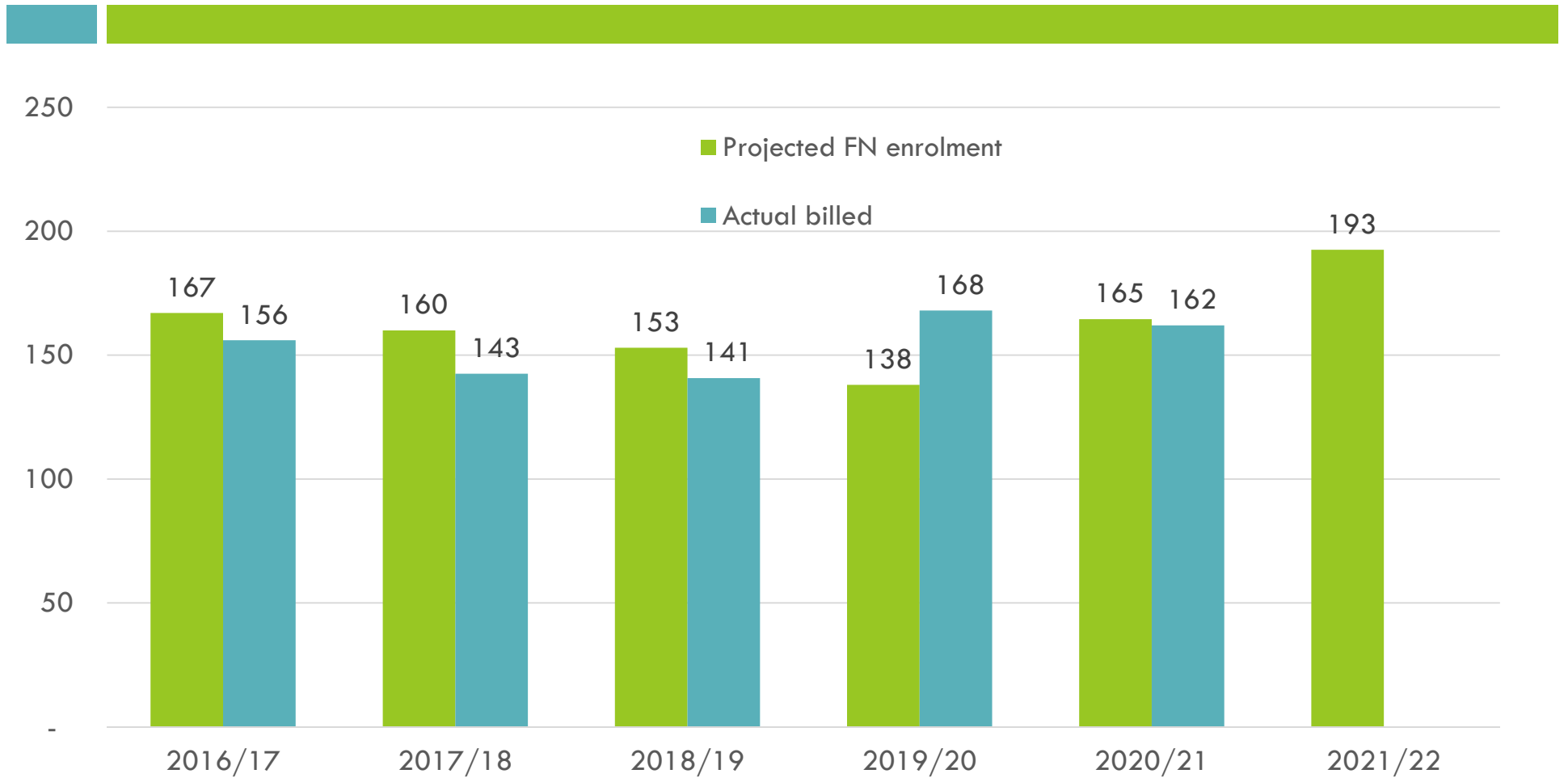


Additional revenue

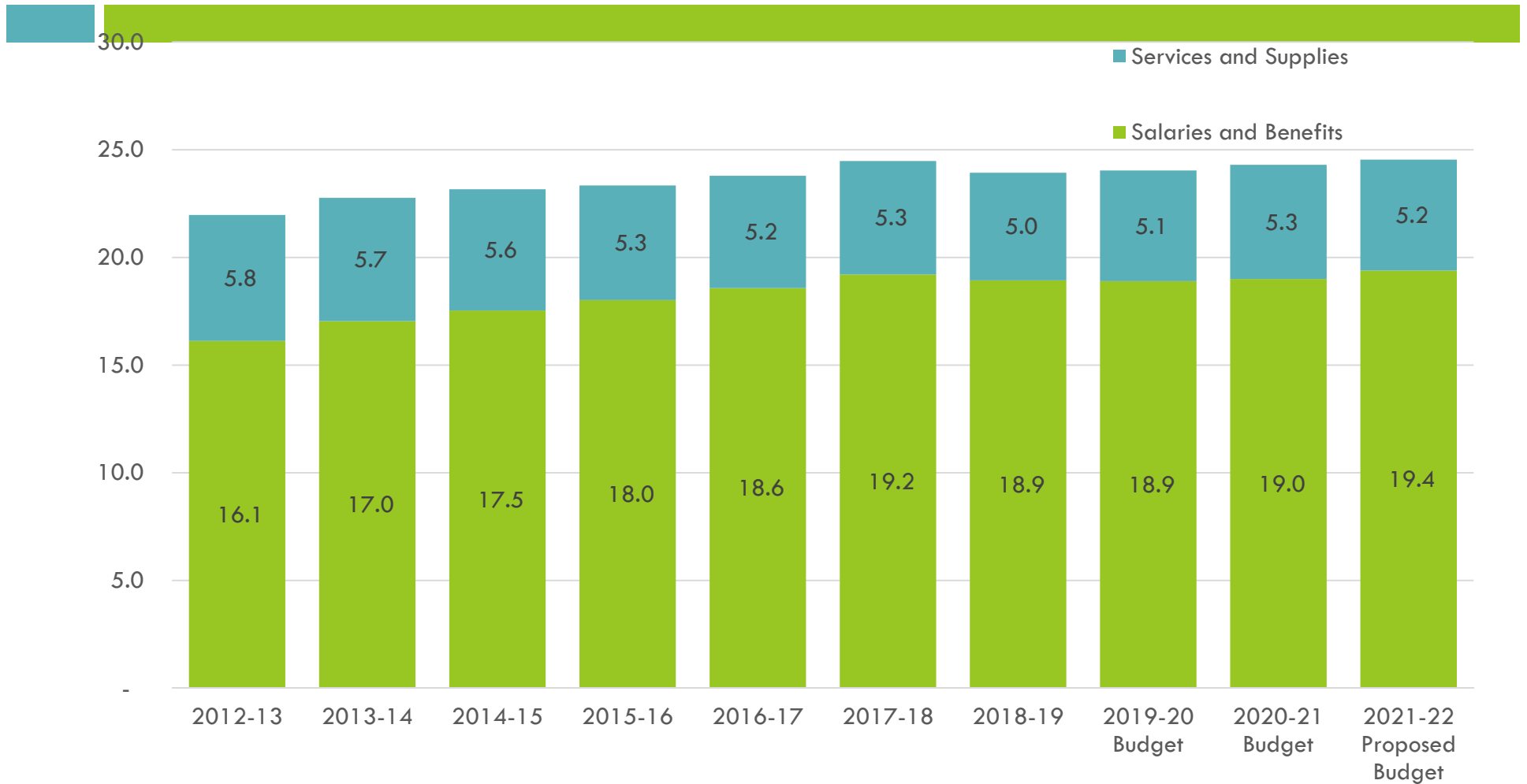


- ❑ Forecasting increased First Nation student tuition revenue in 2021-22 of \$260,000 due to:
 - ❑ Increased enrollment projections
 - ❑ Expected increase in tuition rate due to higher cost per student in 2020-21 (due to COVID spending)

Fund 1 (PWSD) First Nation Student Enrolment



Increase in Staffing Costs + Inflation = Reduced Infrastructure Purchasing Power



Proposed budget 2021-22 includes 282.4 FTE vs 282 in 2012-13

\$1.1M in reductions - past 4 years



- ❑ \$1.1M in cuts over past 4 years due to:
 - ❑ No increases in combined provincial and local taxes
 - ❑ Increases in salary and benefit costs and inflation

- ❑ Limited ability to invest in aging bus fleet and buildings

Reductions in past 4 years

| Cuts to Salaries & Benefits | Amount |
|---|-----------------|
| 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 |
| MY vocational staffing, busing and supplies | -48,000 |
| Reduce Maintenance budget | -35,000 |
| Remove Division Office Finance position (0.5 FTE) | -28,000 |
| Reduce distributed learning (IITV) teaching staff | -21,500 |
| Reduce trustee remuneration and mileage costs | -18,000 |
| Reductions to Decker and Monarch Colonies school resources | -10,000 |
| Subtotal - cuts to Salaries & Benefits | -650,500 |

Reductions in past 4 years

(...continued...)

| Cuts to Goods & Services | Amount |
|--|---------|
| Reduce Student Services budget | -60,000 |
| Reduce extra-curricular trips | -51,000 |
| Remove accentuated learning environments | -25,000 |
| Remove photocopier budget | -20,000 |
| Reduce Physical Education Grant (Grades 11 & 12) | -20,000 |
| Reduce Superintendent's expenses | -20,000 |
| Remove Divisional support for provincial championships | -19,000 |
| Remove Gr. 6 Outdoor Education | -18,000 |
| Reduce allocation to operating surplus | -17,000 |
| Reduce Roots of Empathy | -15,000 |

Reductions in past 4 years

(...continued...)

| Cuts to Goods & Services | Amount |
|--|---------|
| Remove Citizenship fund | -15,000 |
| Remove Innovation fund | -15,000 |
| Remove Band busing (between Shoal Lake & Strathclair) | -15,000 |
| Reduce Phone and fax costs | -15,000 |
| Remove meals/snacks at meetings within PWSD | -15,000 |
| Reduce Citizenship and Staff Appreciation events | -15,000 |
| Reduce Finance dept. PD and other expenses | -13,500 |
| Reduce Trustee PD and meeting costs | -13,000 |
| Reduce Principals' PD and meetings | -11,000 |
| Reduce Division Office operating supplies and expenses | -10,000 |

Reductions in past 4 years

(...continued...)

| Cuts to Goods & Services | Amount |
|-----------------------------------|---------|
| Reduce programs for 0-5 | -10,000 |
| Remove Career Trek transportation | -10,000 |
| Remove WE Day transportation | -10,000 |
| Remove K-4 supplies | -10,000 |
| Reduce mileage rate by 2 cents | -10,000 |
| Remove band program supplies | -10,000 |
| Remove First Steps Training | -10,000 |
| Remove Dreambox (math software) | -7,500 |

Reductions in past 4 years

(...continued...)

| Cuts to Goods & Services | Amount |
|--|-------------------|
| Reduce classroom assessment | -5,000 |
| Reduce Career Fair | -3,500 |
| Remove Tell Them From Me (student survey) | -3,500 |
| Remove Arts Festivals support | -2,000 |
| Reduce Job posting costs | -2,000 |
| Subtotal - cuts to Goods & Services | -496,000 |
| | |
| Total cuts in past 4 years | -1,146,500 |

Operating Surplus



- ❑ PWSD expects to have an accumulated operating surplus of \$400K at June 30, 2021
 - ❑ 1.7% of \$24M budget
- ❑ Planned set aside for operating surplus limited to \$15K in 2021-22

What we are proposing



- ❑ No cuts to staffing, classrooms, programs
- ❑ \$334K net increase in spending offset mostly by increased First Nation tuition revenue
- ❑ Two school buses (vs. one in 2020-21 budget)

Our 2021-22 budget will represent a **1.4%** increase from our 2020-21 spending.

Proposed Changes for 2021-22

Additional pressures & expenditures in budget 2021-22 vs 2020-21

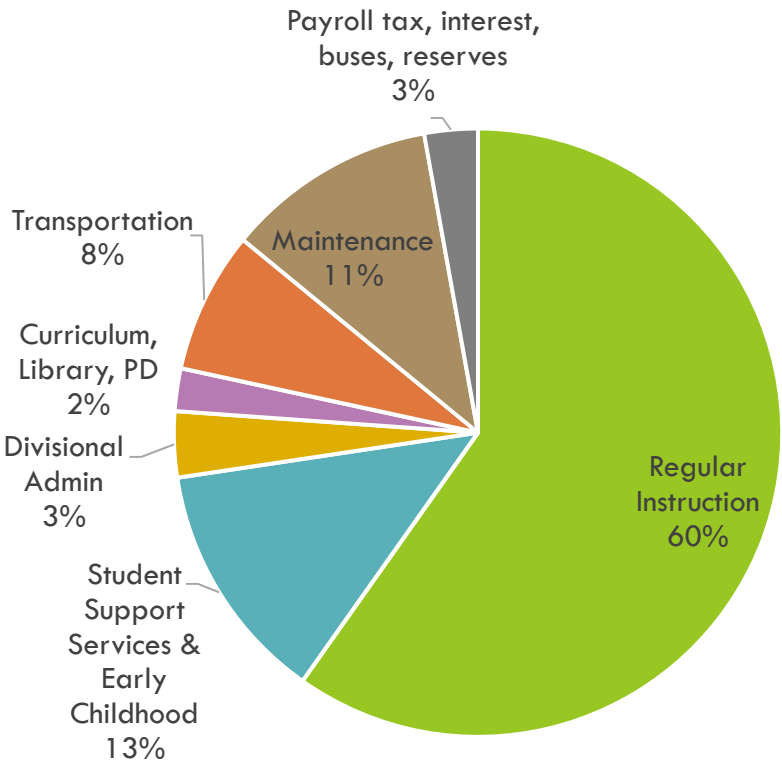
| | |
|---|----------------|
| 1.5% decrease in Provincial operating funding | 155,000 |
| Increase in salary and benefit costs | 194,000 |
| Addition of 1.4 FTE teachers – increased enrollment | 126,000 |
| Social worker/ Mental health worker/ Guidance counsellor – 1 year term | 85,000 |
| Increase to ICT hardware budget (re: 3 year wireless infrastructure loan) | 37,000 |
| Increase in transportation department budget | 20,000 |
| Increases for student online courses, career VR software and headsets, and accounting software | 8,000 |
| Increase to mileage rate to \$0.40/km (from \$0.38/km) | 5,000 |
| Increase to insurance costs | 4,000 |
| Subtotal - additional expenditures in 2021-22 | 479,000 |
| Total 2021-22 additional pressures & expenditures | 634,000 |

Proposed Changes for 2021-22

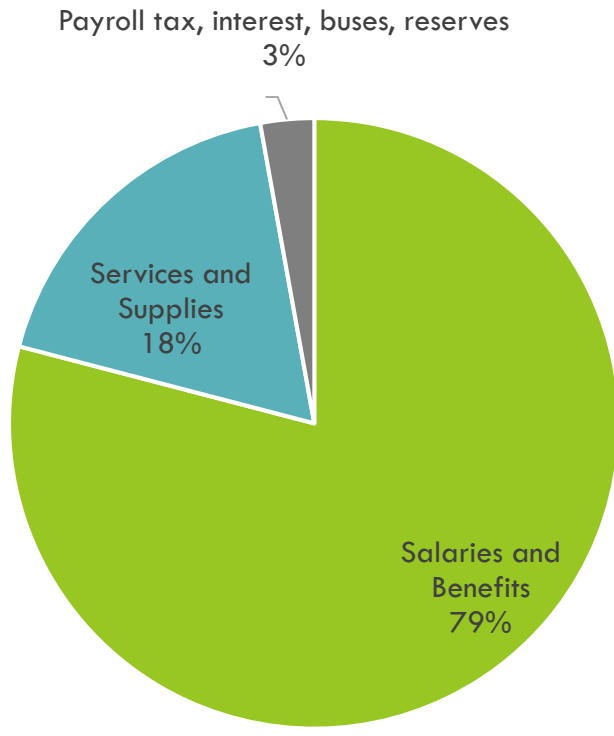
Additional revenues and savings in budget 2021-22 vs 2020-21

| | |
|--|----------------|
| Province's new Property Tax Offset Grant (in lieu of local tax increase) | 216,000 |
| Increase in tuition revenue from First Nations | 260,000 |
| Subtotal - increase to revenue in 2021-22 | 476,000 |
| Reduce annual surplus from \$90K to \$15K | 75,500 |
| Savings in Student Services Dept & cost share term Social worker with Waywayseecappo | 35,000 |
| Savings in numeracy PD - Grades 4/5 teachers (provide locally) | 25,000 |
| Reduction in estimate of payments to Park West Fibre Optics Co-op | 20,000 |
| Reduce Decker Colony School resources | 2,500 |
| Subtotal – savings in 2021-22 | 158,000 |
| Total 2021-22 budget additional revenues and savings | 634,000 |

Expenditure Breakdown



Expenditures by Function



Expenditures by Type

Expenditures by Object

| Expenditures | 2021-22 | 2020-21 | Difference \$ | Difference % |
|---------------------------|-------------------|-------------------|------------------|-----------------|
| Salaries | 18,023,416 | 17,642,973 | 380,443 | 2% |
| Benefits | 1,365,141 | 1,358,841 | 6,300 | 0% |
| Services | 2,922,133 | 2,961,633 | -39,500 | -1% |
| Supplies | 1,516,746 | 1,574,746 | -58,000 | -4% |
| Fiscal | 461,910 | 461,910 | 0 | 0% |
| Capital Items | 235,000 | 190,243 | 44,757 | 24% |
| Total Expenditures | 24,524,346 | 24,190,346 | 334,000 | 1% |

Expenditures by Function

| Expenditures | 2021-22 | 2020-21 | Difference \$ | Difference % |
|---------------------------|-------------------|-------------------|------------------|-----------------|
| Regular Instruction | 14,663,232 | 14,365,741 | 297,491 | 2% |
| Student Support Services | 3,127,552 | 3,046,948 | 80,604 | 3% |
| Early Childhood | 20,890 | 20,890 | 0 | 0% |
| Divisional Admin | 859,800 | 850,622 | 9,178 | 1% |
| Curriculum | 180,945 | 179,780 | 1,165 | 1% |
| Library | 266,204 | 264,782 | 1,422 | 1% |
| Professional Development | 108,439 | 133,339 | -24,900 | -19% |
| Transportation | 1,848,161 | 1,937,109 | -88,948 | -5% |
| Maintenance | 2,752,212 | 2,738,982 | 13,230 | 0% |
| Fiscal | 461,910 | 461,910 | 0 | 0% |
| Capital Items | 235,000 | 190,243 | 44,757 | 24% |
| Total Expenditures | 24,524,346 | 24,190,346 | 334,000 | 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.

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)

| | 2021-22 | 2020-21 | Difference \$ | Difference % |
|---|-------------------|-------------------|------------------|-----------------|
| Municipal Funding | 8,487,120 | 8,448,204 | 38,916 | 0.5% |
| Add Education Property Tax Credit | 1,687,415 | 1,723,972 | -36,557 | -2.1% |
| Add Tax Incentive Grant | 746,974 | 746,974 | 0 | 0.0% |
| Add Property Tax Offset Grant* | 216,001 | - | | |
| Special Requirement (Local Taxation) | 11,137,510 | 10,919,150 | 218,360 | 2.0% |

* New grant from Province in 2021 in order to freeze Special Levy (local total taxes)

2021 *Special Levy for PWSD*



Calculation of the Special Levy

| | 2021 | 2020 |
|----------------------------|-------------------|-------------------|
| Special Levy for PWSD | 11,016,100 | 10,800,110 |
| Special Levy for DSFM | 329,066 | 322,605 |
| Less Tax Incentive Grant | -769,286 | -769,286 |
| Property Tax Offset Grant* | -222,451 | |
| Total Special Levy | 10,353,429 | 10,353,429 |
| Increase \$ | 0 | 232,460 |
| Increase % | 0% | 2.3% |

* New grant from Province in 2021 in order to freeze Special Levy (local total taxes)

2021 PWSD School Taxes

To calculate your school taxes, use this 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 2021 |
|---------------|--|-----------------------------|
| Residential | 45% | 1.03% |
| Farmland | 26% | 0.09% |
| Commercial | 65% | 0.58% |

Overall 0.46% increase

2021 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.

| | 2021 | 2020 | Difference \$ | Difference % |
|--|---------------|---------------|---------------|--------------|
| Special Levy | 10,353,429 | 10,353,429 | 0 | 0% |
| Divide by Total Assessed Value | 1,050,343,160 | 1,045,512,900 | 4,830,260 | 0.5% |
| Result | 0.009857 | 0.009903 | -0.00005 | -0.5% |
| Multiply by 1000 = Mill Rate | 9.857 | 9.903 | -0.05 | -0.5% |

2021 Special Levy by Property Type

| Property Type | 2021 Assessment | 2020 Assessment | Difference \$ | Difference % |
|---------------------------|--------------------|--------------------|---------------|--------------|
| Residential | 2,992,163 | 2,975,271 | 16,892 | 0.6% |
| Farm | 5,237,853 | 5,257,133 | -19,280 | -0.4% |
| Other/commercial | 2,123,413 | 2,121,025 | 2,388 | 0.1% |
| Total Special Levy | 10,353,429 | 10,353,429 | 0 | 0% |

Residential – house assessed at \$156,197 in 2020 will pay \$0 in school taxes in 2021 because of \$700 rebate

Farmland – owner’s total farmland assessed up to \$2,436,394 in 2020 will get 80% in school taxes back in 2021

Education Tax Examples

| | Residential (max \$700 rebate) | Farm (80% rebate, \$5,000 max) | Other/ Commercial |
|---------------------------------------|--------------------------------------|--------------------------------------|----------------------|
| 2020 Assessed Value | 150,000 | 200,000 | 200,000 |
| 2021 Assessment Increase | 1.03% | 0.09% | 0.58% |
| 2021 Assessed Value | 151,549 | 200,187 | 201,150 |
| Multiply by Portion Taxed | 45% | 26% | 65% |
| Multiply by Mill Rate | 9.857 | 9.857 | 9.857 |
| Divide by 1000 | 1,000 | 1,000 | 1,000 |
| 2021 Special Levy | 672 | 513 | 1,289 |
| Rebate | -672 | -410 | |
| 2021 Special Levy after rebate | 0 | 103 | 1,289 |
| Difference vs 2020: | | | |
| \$ Difference before rebate | 4 | -2 | 1 |
| % Difference before rebate | 1% | 0% | 0% |

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% |
| 2020 | 10,353,429 | 232,460 | 2.3% |
| 2021 | 10,353,429 | 0 | 0% |

Next steps



- March 4 – Board of Trustees to hear any presentations from public
- March 11 – Possible budget approval
- March 15 – Special levy amounts to municipalities
- March 31 – Budget due to province

Questions?



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PROPOSED 2021-2022 BUDGET



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