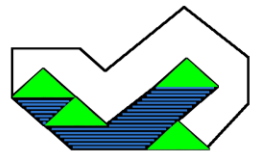


School District of Mystery Lake

2018 / 2019 Public Budget presentation

February 26, 2018



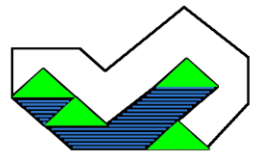
Success for All

Mission

The School District of Mystery Lake will empower each student's learning potential and develop socially responsible lifelong learners with a strong sense of self-worth by providing a diversity of education experiences.

Values

Respect, Integrity, Empathy, Responsibility and Humility



Success for All



This evening's overview

- Budget highlights
- Budget challenges
- Revenue and funding
- Budget expenditures
- Effects on Ratepayers
- Surplus



GUIDING PRINCIPLES

- Providing educational services and programming while effectively managing tax dollars
- Maintaining expenditures within the funding available
- Reducing administration costs to 4.25%
 - (15% reduction from 5.0% limit)



2018-2019 BUDGET HIGHLIGHTS

- Zero increase to the Special Levy request
- Increasing enrollments 1.89% (58 students)
- Operating expenditure decrease of 2.91%



Factors Affecting 18/19 Budget

- Increasing student enrollments
 - (Increased demand for additional supports)
- Special Needs funding unchanged since 2016
- District cost of delivering provincial initiatives
 - (Literacy, numeracy)
- Managing inflationary pressures
- Administration cap limit will be reduced by 15%
- Minimal impact to ratepayers

Enrollment (Eligible)

Provincial funding is based on *eligible* enrollment figures from the prior year

Enrollment September 30, 2017: 3163.0 (1.4% increase)

Difference between actual and eligible enrollment is Kindergarten students funded at 0.5

- 18/19 – 2983.9 (Sept 2017)
- 17/18 – 2925.8
- 16/17 – 2857.7
- 15/16 – 2788.5
- 14/15 - 2723.2

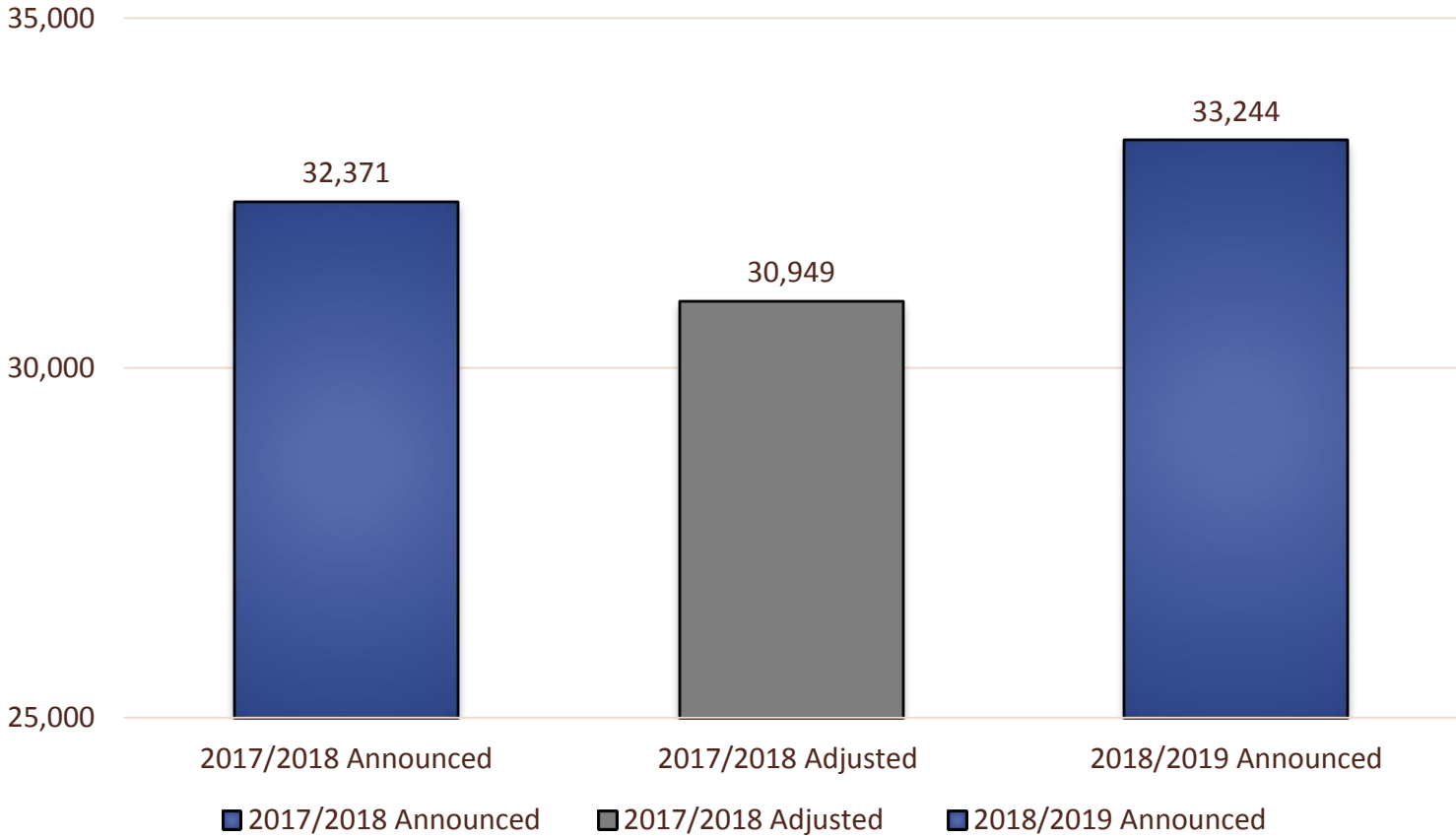


Provincial Funding Cycle

- February 1st – provincial funding *estimate* announced for the following school year
- March 31st - School budgets submitted to the province
- December 15th – provincial funding adjusted from the estimate announced

17/18 Adjustment	1,421,862
58 Additional Students	628,604
New Funding	244,418
7.4% Announced Increase	<u>2, 296, 884</u>

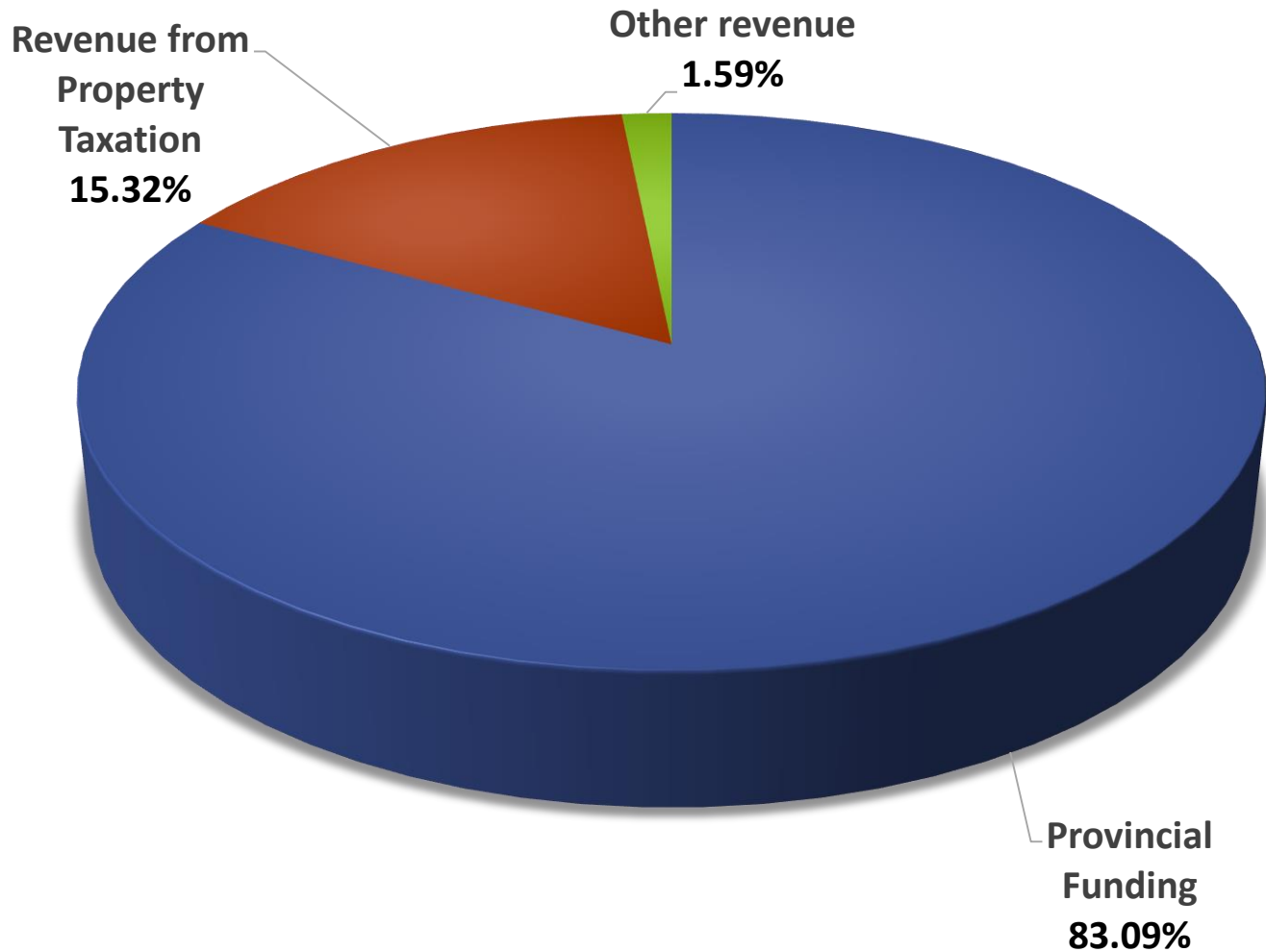
Funding (in thousands)



Funding changes from 2017/18

	2018/19 Funding Announced	2017/2018 Funding Adjusted	
Total Operating Support	32,338,856	29,862,964	
Tax Incentive Grant(TIG)	905,042	1,086,050	
Total Funds including TIG	33,243,898	30,949,014	7.42%
	2018/19 Funding Announced	2017/18 Funding Announced	
Base Support	9,242,873	9,064,462	1.97%
Categorical	5,162,209	5,056,386	2.09%
Equalization	17,850,614	17,080,398	4.51%
School Buildings (D)	83,160	83,580	-0.50%
	32,338,856	31,284,826	3.37%
Tax Incentive Grant(TIG)	905,042	1,086,050	-16.67%
Total Funds including TIG	33,243,898	32,370,876	2.70%
<i>\$1.4 million adjustment **</i>			
	2017/18 Funding Announced	2017/2018 Funding Adjusted	
Base Support	9,064,462	9,064,462	0.00%
Categorical	5,056,386	5,145,334	1.76%
**Equalization	17,080,398	15,569,588	-8.85%
School Buildings (D)	83,580	83,580	0.00%
	31,284,826	29,862,964	-4.54%

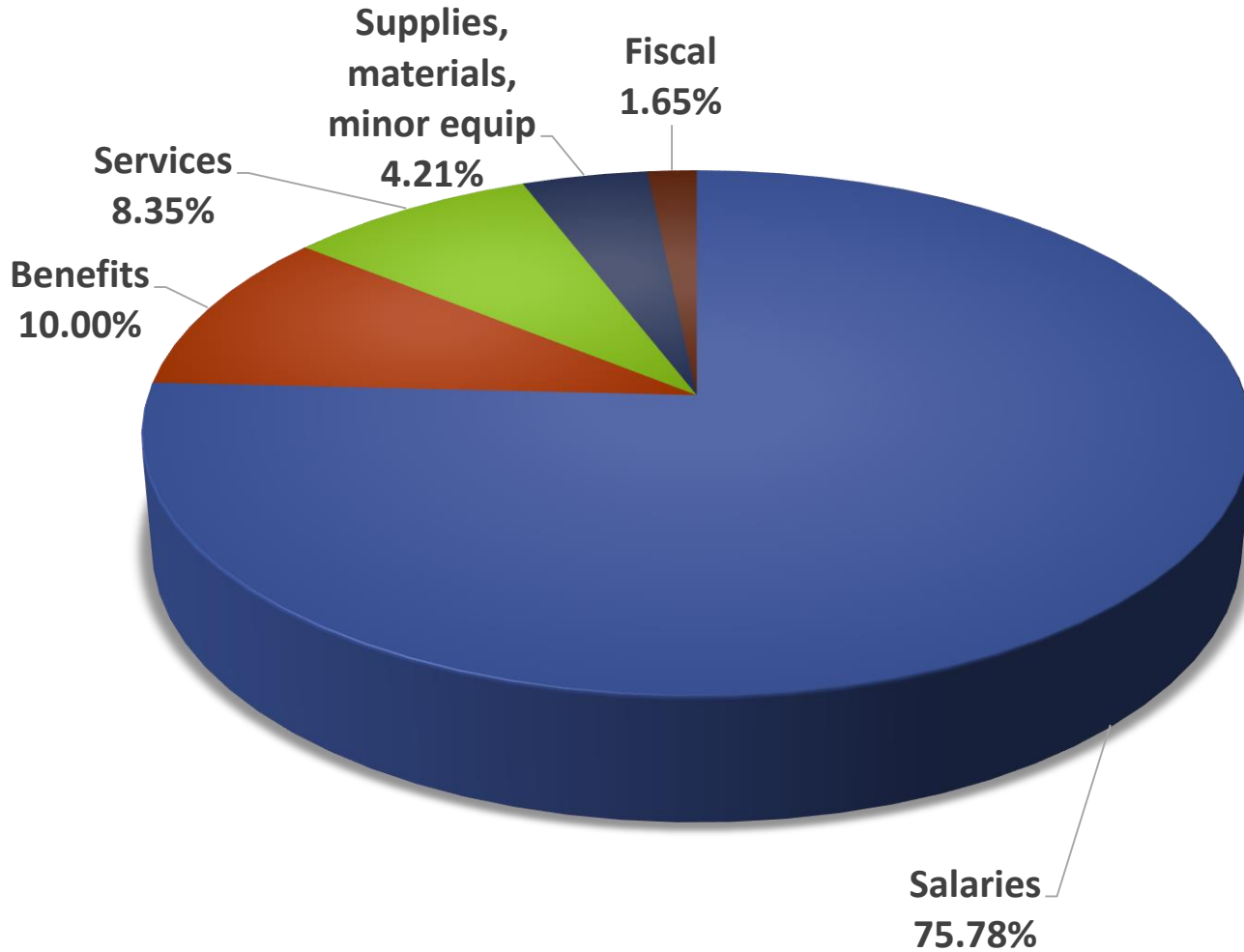
2018/2019 REVENUE



REVENUE

	2018/19 Budget	
Provincial Funding Formula	\$31,616,632	74.55%
Other Provincial revenue	3,621,857	8.54%
Total Provincial Revenue	35,238,489	83.09%
Other Revenue	675,500	1.60%
Revenue from Property Taxation	6,497,954	15.31%
Total Revenue	\$42,411,943	

2018/2019 EXPENSES



Budget Comparison 18/19 to 17/18

	2018/2019	2017/2018
	TOTALS	TOTALS
Salaries	32,386,218	33,254,895
Employee Benefits	4,272,417	4,889,508
Services	3,570,450	3,360,924
Supplies, Materials and Minor Equipment	1,799,840	1,817,980
Loan Interest and Bank Charges	3,000	2,000
Bad Debt Expense	2,500	5,000
Transfers	700,300	725,417

42,734,725	44,055,724
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So.... how does this affect
our community

What about taxes????



What is the Special Levy?

The Special Levy is the tax requirement requested by the School District to the City of Thompson.

The difference between the funding from the province and the District budget is raised through the Special Levy.

What is the Mill Rate?

- A mill rate is the amount of tax raised per dollar of assessed value of property. School District mill rates are calculated using 45% of the property value – referred to as the *portioned school assessment*

1 mill raises \$1.00 on \$1,000 of assessment

- Mill rate x $\frac{\text{Portioned Assessment}}{1,000}$ = SPECIAL LEVY

The effect of Mill Rates

Property Assessment	Portioned 45.00%	- 2016 - 18.53	- 2017 - 18.58	- 2018 - 18.62	DIFF 17 vs '18	
75,000	33,750	625.39	627.08	628.43	1.35	0.22%
100,000	45,000	833.85	836.10	837.90	1.80	0.22%
150,000	67,500	1,250.78	1,254.15	1,256.85	2.70	0.22%
200,000	90,000	1,667.70	1,672.20	1,675.80	3.60	0.22%
250,000	112,500	2,084.63	2,090.25	2,094.75	4.50	0.22%

Special Levy + Mill rate - historical

2012	7,549,584	18.267
2013	7,813,726	18.528
2014	7,814,122	17.726
2015	8,064,623	17.628
2016	8,700,083	18.530
2017	8,697,977	18.578
2018	8,695,155 (proposed)	18.623

Home owner taxes – a comparison

Roll	- 2015 -	- 2016 -	- 2017 -	- 2018 -	DIFF	
Number	17.628	18.53	18.58	18.62	18 vs '17	
3730	3,464.96	3,554.70	3,564.29	3,079.28	(485.01)	-13.61%
7200	1,164.51	1,253.28	1,256.66	1,209.93	(46.73)	-3.72%
53300	3,203.98	3,323.73	3,332.69	3,897.07	564.38	16.93%
142200	1,563.52	1,627.68	1,632.07	1,717.70	85.63	5.25%
149100	1,909.38	1,989.57	1,994.93	2,093.07	98.14	4.92%
191200	1,730.10	1,856.15	1,861.16	1,937.22	76.07	4.09%
194200	1,733.27	1,849.48	1,854.47	1,902.03	47.56	2.56%
221500	1,618.25	1,702.72	1,707.32	1,710.99	3.68	0.22%
379700	1,105.80	1,172.39	1,175.56	1,200.71	25.15	2.14%

Avg Taxes	1,943.75	2,036.63	2,042.13	2,083.11	40.98	2.01%
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The Requirement For Surplus

- Surplus is an emergency funding source
- Stabilizes local taxes
- A realistic surplus decreases borrowing and helps to absorb the costs of unexpected expenditures or decreases in revenue
- Provincial requirements limit the maximum surplus to be 4% of expenditures (\$1.76M)

OPERATING FUND SURPLUS

As at June 30/2017 (8.8%)	\$3,449,560
2017/2018 Funding adjustment	(\$1,421,862)
Estimated Surplus June 30/18 (4.6%)	\$ 2,027,698
Maintain local tax levels (2018)	(\$ 352,782)
Estimated Surplus June 30/19 (3.8%)	\$ 1,674,916

Note: 4.0% allowable limit (or \$1.76 million)



2018-2019 CAPITAL

Regular maintenance upgrade schedule will continue for facilities.

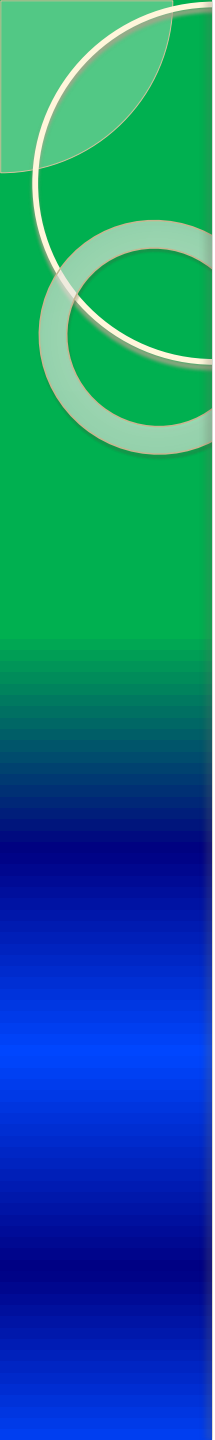
To date, capital projects for the District funded by the province have not been announced for the 2018-19 year.



2019 – 2020

Challenges and Opportunities

- Enrollment
- Diversity of student programming and needs
- Sustaining existing programs
- Funding for Full Day Kindergarten
- ...



The 2018/19 Budget:

- Aligns with District priorities
- Reflects fiscal responsibility

... a plan for sustainability



Thank you.