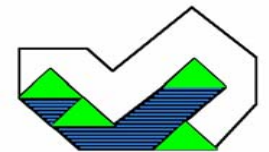




School District of Mystery Lake

2019 / 2020 Public Budget presentation

February 28, 2019



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 educational experiences.

Ethical 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
- Continued adherence to
 - Bill 28-Public Services Sustainability Act
 - Administration cost management



2019-2020 BUDGET HIGHLIGHTS

- Slight decrease (-.4%) in the Special Levy request
- Funded enrollment down 2.1% (68 students)
- Operating expenditure decrease of 1.81%



Factors Affecting 19/20 Budget

- Increased demand for student supports
- Special Needs funding unchanged since 2016
- District cost of delivering provincial initiatives
 - (Literacy, numeracy)
- Managing inflationary pressures
- Minimal impact to ratepayers



Enrollment (Eligible)

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

Enrollment September 30, 2018: 3095.0 (2.1% decrease)

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

- 19/20 – 2929.4 (Sept 2018)
- 18/19 – 2983.9
- 17/18 – 2925.8
- 16/17 – 2857.7
- 15/16 – 2788.5



Provincial Funding Cycle

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

Provincial Funding changes for 2018/19 (December/January)

*\$1.7 million adjustment ***

	2018/19 Funding Announced	2018/2019 Funding Adjusted	
Base Support	9,242,873	9,242,873	0.00%
Categorical	5,162,209	5,025,564	-2.65%
**Equalization	17,850,614	16,122,699	-9.68%
School Buildings (D)	83,160	83,160	0.00%
	32,338,856	30,474,296	-5.77%



Provincial Funding changes from 2018/19 (February 1st)

	2019/20 Funding Announced	2018/2019 Funding Adjusted	
Total Operating Support	31,469,262	30,474,296	
Tax Incentive Grant(TIG)	724,033	905,042	
Total Funds including TIG	32,193,295	31,379,338	2.59%

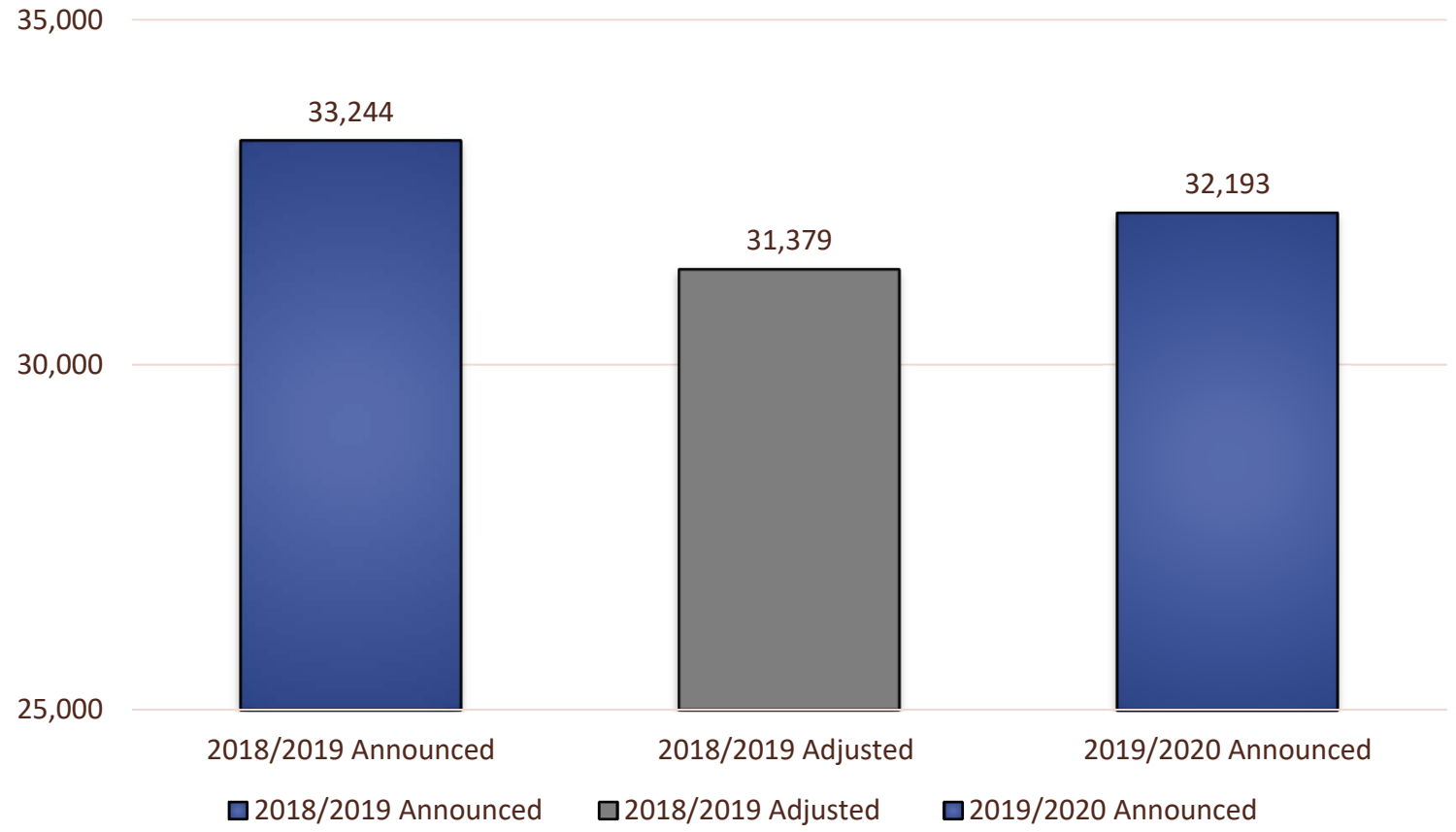
Funding Announcement comparisons

	2019/20 Funding Announced	2018/19 Funding Announced	
Base Support	9,103,206	9,242,873	-1.51%
Categorical	5,114,212	5,162,209	-0.93%
Equalization	17,168,744	17,850,614	-3.82%
School Buildings (D)	83,100	83,160	-0.07%
	31,469,262	32,338,856	-2.69%
Tax Incentive Grant(TIG)	724,033	905,042	-20.00%
Total Funds including TIG	32,193,295	33,243,898	-3.16%

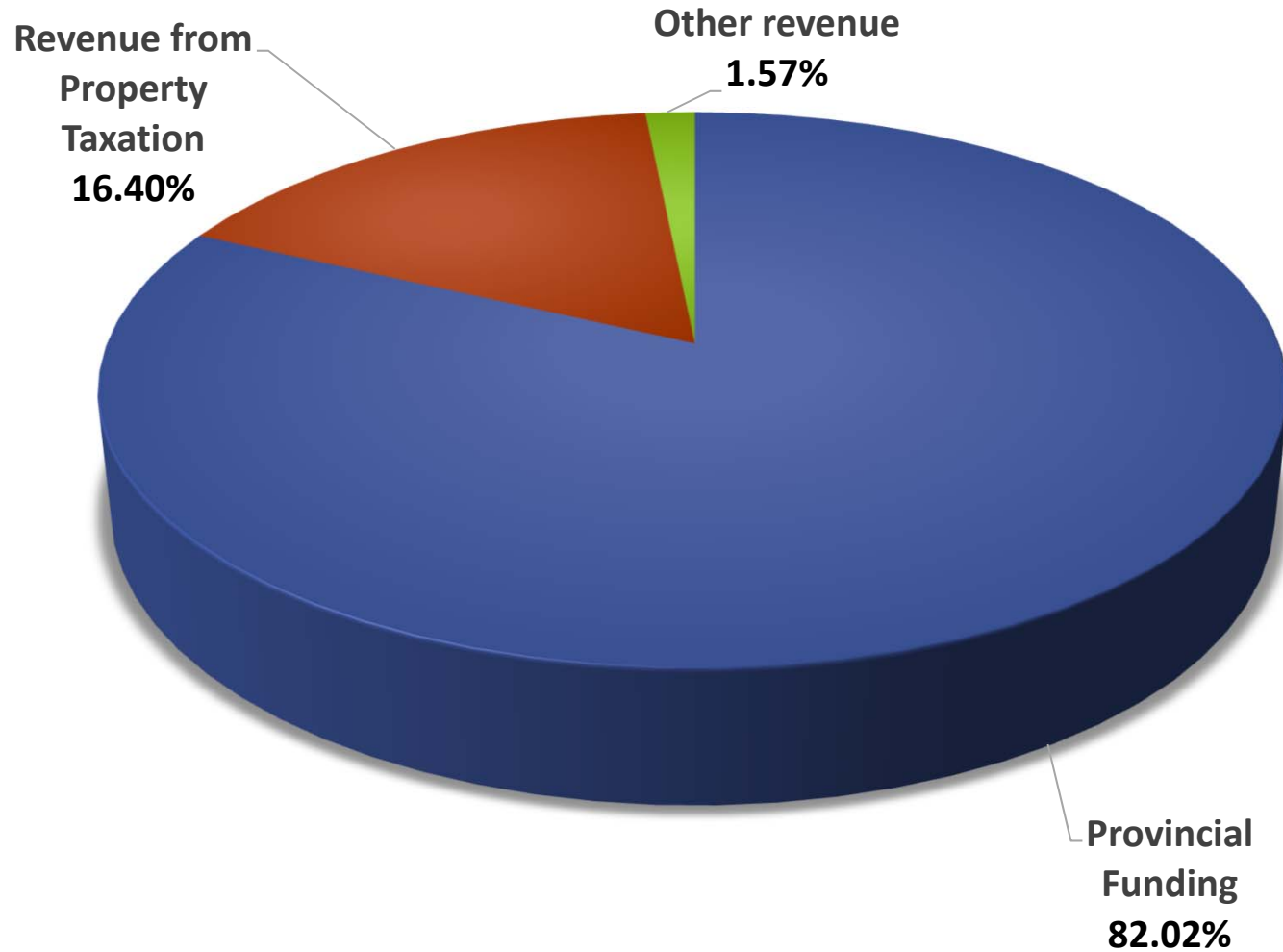
18/19 Announced Funding	33,243,898
Student support reduction	136,645
Equalization reduction	1,727,915
18/19 Adjusted Funding	<u>31,379,338</u>

19/20 Announced Funding	
18/19 Adjusted Funding	31,379,338
2.6% Increase announced	813,957
19/20 Announced Funding	<u>32,193,295</u>

Funding (in thousands)



2019/2020 REVENUE

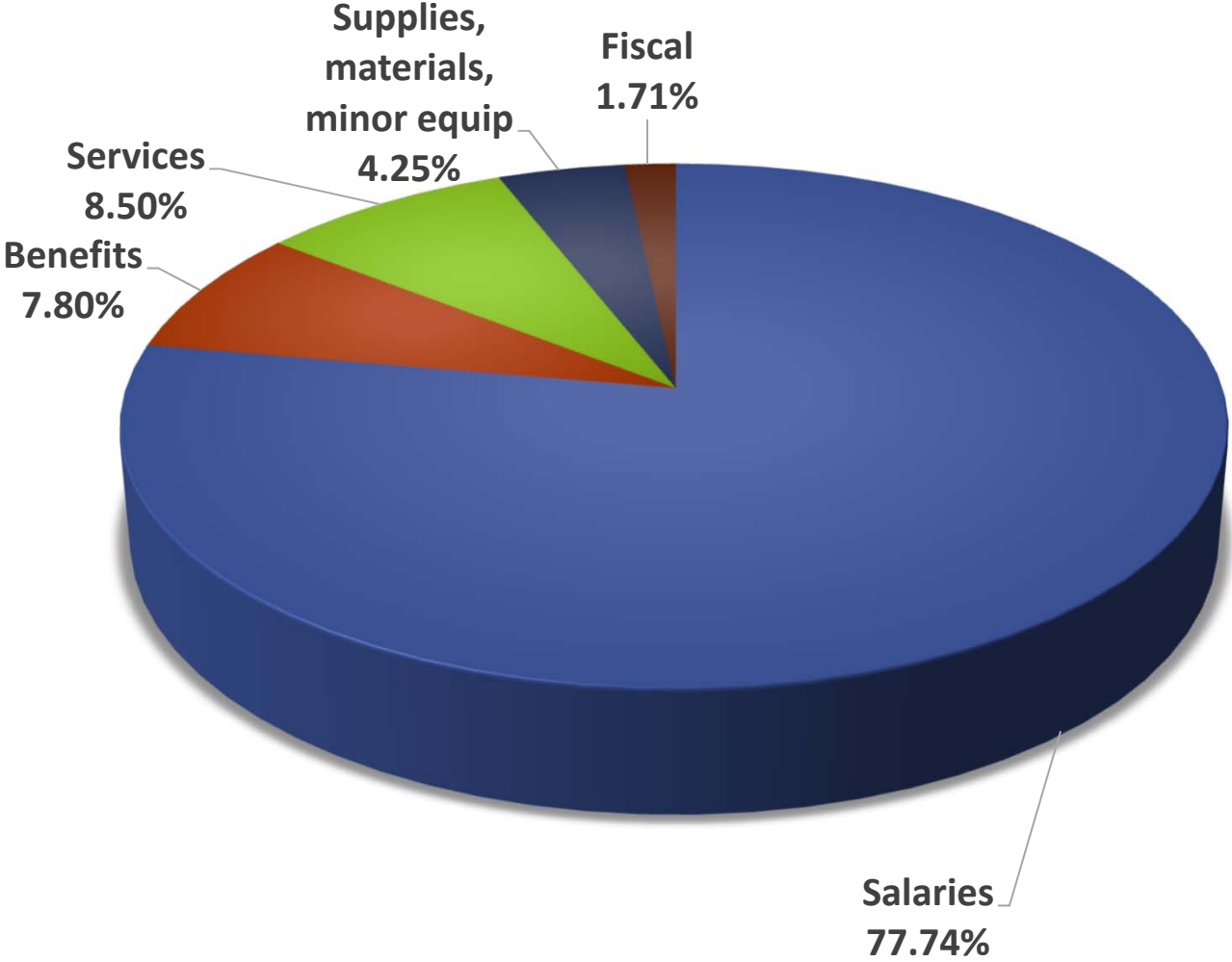




REVENUE

	2019/20 Budget	
Provincial Funding Formula	\$31,144,160	74.22%
Other Provincial revenue	3,273,524	7.80%
Total Provincial Revenue	34,417,684	82.02%
Other Revenue	660,500	1.57%
Revenue from Property Taxation	6,882,243	16.40%
Total Revenue	\$41,960,427	

2019/2020 EXPENSES



Budget Comparison 19/20 to 18/19

	2019/2020	2018/2019
	TOTALS	TOTALS
Salaries	32,622,070	32,386,218
Employee Benefits	3,273,117	4,272,417
Services	3,566,200	3,570,450
Supplies, Materials and Minor Equipment	1,782,840	1,799,840
Loan Interest and Bank Charges	3,000	3,000
Bad Debt Expense	2,500	2,500
Transfers	710,300	700,300

41,960,427	42,734,725
------------	------------



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%	- 2017 - 18.58	- 2018 - 18.62	- 2019 - 18.548	DIFF 18 vs '19	
75,000	33,750	627.08	628.43	626.00	(2.43)	-0.39%
100,000	45,000	836.10	837.90	834.66	(3.24)	-0.39%
150,000	67,500	1,254.15	1,256.85	1,251.99	(4.86)	-0.39%
200,000	90,000	1,672.20	1,675.80	1,669.32	(6.48)	-0.39%
250,000	112,500	2,090.25	2,094.75	2,086.65	(8.10)	-0.39%



Special Levy + Mill rate - historical

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	18.623
2019	8,660,374 (proposed)	18.548

Home owner taxes – a comparison

Roll Number	- 2016 - 18.53	- 2017 - 18.58	- 2018 - 18.62	- 2019 - 18.548	DIFF 19 vs '18	
	3730	3,554.70	3,564.29	3,079.28	3,067.38	(11.91)
7200	1,253.28	1,256.66	1,209.93	1,205.25	(4.68)	-0.39%
53300	3,323.73	3,332.69	3,897.07	3,882.00	(15.07)	-0.39%
142200	1,627.68	1,632.07	1,717.70	1,711.05	(6.64)	-0.39%
149100	1,989.57	1,994.93	2,093.07	2,084.98	(8.09)	-0.39%
191200	1,856.15	1,861.16	1,937.22	1,929.73	(7.49)	-0.39%
194200	1,849.48	1,854.47	1,902.03	1,894.68	(7.35)	-0.39%
221500	1,702.72	1,707.32	1,710.99	1,704.38	(6.62)	-0.39%
379700	1,172.39	1,175.56	1,200.71	1,196.07	(4.64)	-0.39%
Avg Taxes	2,036.63	2,042.13	2,083.11	2,075.06	(8.05)	-0.39%



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 (\$1.68M)



OPERATING FUND SURPLUS

As at June 30/2018 (10.7%)	\$4,175,779
Approved surplus designations	(\$1,660,758)
Estimated Surplus June 30/19 (6.01%)	\$ 2,515,021
<i>NOTE: 18/19 Funding adjustment \$968,000 to be managed without use of surplus</i>	
Maintain 2019 local tax levels	(\$ 535,000)
Estimated Surplus June 30/20 (4.71%)	\$ 1,980,021
Note: 4.0% allowable limit (or \$1.68 million)	



2019-2020 CAPITAL


Regular maintenance upgrade schedule will continue for all facilities

Parking lot development - Wapanohk

Infrastructure/connectivity – District wide


Capital projects funded by the province

- Structural roof assessment (34,400 sf) Burntwood School



2020 – 2021 Challenges and Opportunities

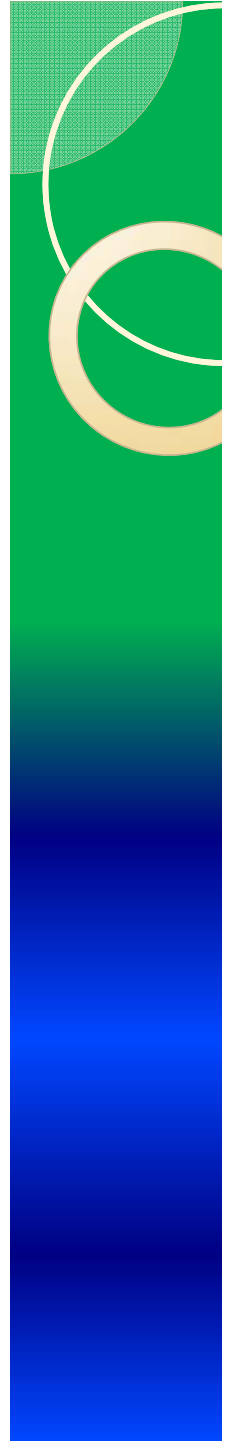
- Enrollment
- Diversity and complexity of student programming and needs
- Sustaining existing programs
- K-12 Provincial Review
- Amalgamation



The 2019/20 Budget:

- Aligns with District priorities
- Reflects fiscal responsibility

... continuing plan for sustainability



Thank you.