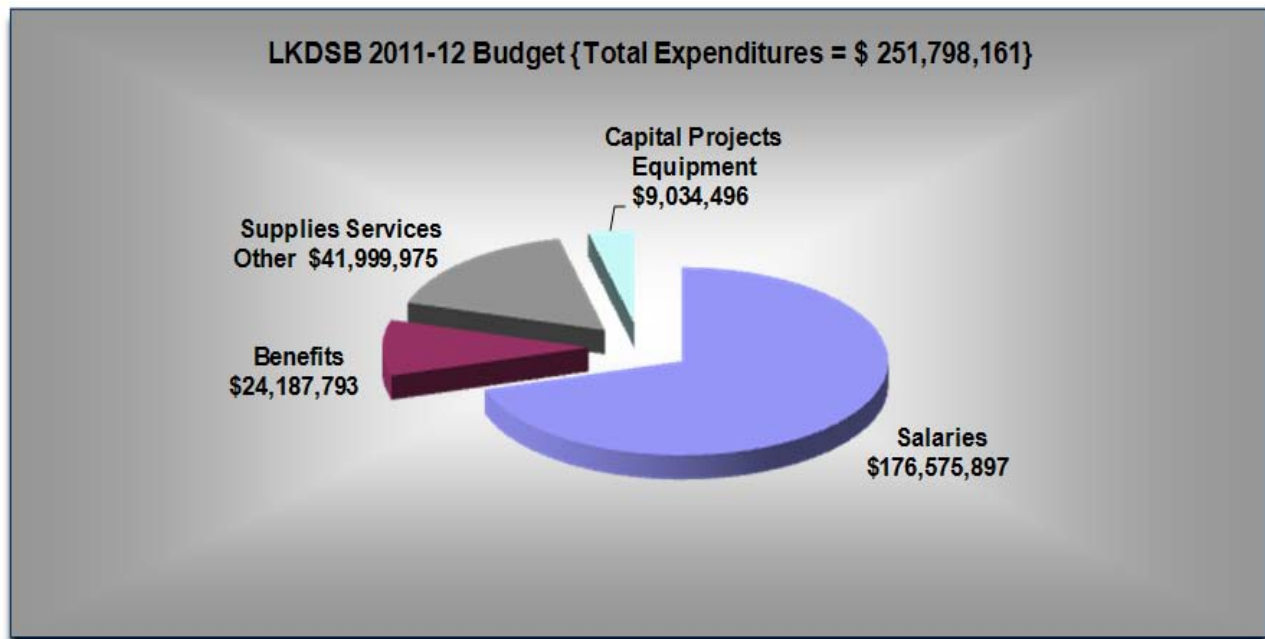


For the 2011-12 School Year, the Lambton Kent District School Board will have a total combined Operating and Capital budget of \$251.8 Million dollars. This budget is based on the Ministry Grants for Education Funding 2011-12 as released on March 31, 2011. Total Provincial Education funding for this new budget year has increased 4.6% or about \$489 per pupil more. However there are areas within the budget that have increases and other areas where constraint measures are being implemented which are described within this budget overview summary.

BUDGET HIGHLIGHTS:

The 2011-2012 school year budget for The Lambton Kent DSB totals **\$251.8 Million**. The following chart summarizes all expenditures into the four major categories:



The budget is in compliance with Ministry enveloping requirements and Ministry class size regulations and includes \$2.3M of Board Reserves.

REVENUE BUDGET for 2011-12:

This revenue forecast is based on the Grants for Student Needs (GSN) education funding model, which determines the board's operating grants and school renewal grants provided by the Ministry of Education. There are four (4) major categories of grants to the GSN funding model, these are: Pupil Foundation Grant, School Foundation Grant, Special Purpose Grants and the Pupil Accommodation Grant.

Total revenues from the province are estimated at \$240.26 M. The budget estimates also include other sources of revenue in the amount of \$6.89 M. which is comprised of fees from our Native student population, Visa students, earned interest and rental revenue and earned interest as well as \$2.34M for the Full Day Early Years Phase 2. Finally there is a one-time draw on reserves in the amount of \$2,300,000 to provide assistance for Board priority student and project supports.

EXPENDITURE BUDGET FOR 2011-12:

2011 – 12 BUDGET SUMMARY (MILLIONS)	
TOTAL EXPENDITURES = \$ 251.8 M	
<u>Classroom Categories:</u>	
Classroom Teachers	\$ 135.37
Supply Teachers	4.08
Teacher Assistants & ECE's	13.26
Textbooks & Classroom Supplies	8.64
Computers	1.14
Professionals & Paraprofessionals	5.79
Library & Guidance	4.28
Staff Development	0.77
Department Heads	0.38
<u>Non-Classroom Categories:</u>	
Principals, & Vice-principals	11.65
School Office	6.26
Consultants & Co-ordinators	2.54
Board Administration & Trustees	6.23
School Operations	25.86
Continuing Education	1.20
Transportation	11.74
School Renewal	5.81
Approved Debt	4.45
Full Day early Years(Phase 2)	2.34



THE LAMBTON KENT DISTRICT SCHOOL BOARD			
REVENUE FORECAST SUMMARY BY GRANT CATEGORY			
GRANT CATEGORY	2011/12 ESTIMATES	2010/11 REVISED BUDGET ESTIMATES	VARIANCE to 10-11 Grants
Operating Grants			
Pupil Foundation Grant - Elementary JK to Gr 3	31,079,062	30,361,823	717,239
Pupil Foundation Grant - Elementary Gr. 4 to 8	34,627,692	33,997,176	630,516
Pupil Foundation Grant - Secondary (incl Credit Load up to 7.5)	47,962,848	47,634,997	327,851
School Foundation - Elementary	11,138,818	10,984,325	154,493
School Foundation - Secondary	6,245,089	6,102,522	142,567
Special Education	27,439,269	25,275,442	2,163,827
Language Grants - French as 2nd Language	2,819,575	2,746,816	72,959
Language Grants - ESL/ESD	482,278	525,310	(43,032)
Distant & Supported Schools (Learning Resources)	28,698	39,062	(10,364)
Remote and Rural	446,766	450,808	(4,042)
Continuing Education and Summer School	1,160,356	1,133,639	26,717
Teachers Qualifications & Experience	17,925,189	15,834,827	2,090,362
Transportation	11,709,523	11,525,682	183,841
Governance & Administration	6,033,596	6,132,979	(99,383)
Pupil Accommodation - School Operations	18,661,843	18,383,421	278,422
Learning Opportunities (LOG) - Base Amount	1,479,216	1,435,524	43,692
Literacy and Numeracy Assistance (LOG)	39,348	38,106	1,242
Student Success Assistance (LOG)	1,692,217	1,456,002	236,215
Program Enhancement	636,900	646,550	(9,650)
First Nation, Metis & Inuit Education (Pupils of the Board)	699,235	992,342	(293,107)
New Teacher Induction Program	119,882	134,301	(14,419)
Safe Schools	460,265	449,658	10,607
1. Sub-Total =	222,887,665	216,281,112	6,606,553
Flexibility Amount Local Priorities - Foundation Allocation	0	0	0
Declining Enrolment Allocation	1,328,311	1,270,099	58,212
Top Up Allocation for School Operations	5,457,324	5,535,905	(78,581)
Community Use of Schools Compensation	351,847	348,323	3,524
2. Sub-Total =	7,137,482	7,154,327	(16,845)
Sub-Total OPERATING GRANTS (1 + 2) from Student Focused Funding Model =	230,025,147	223,435,439	6,589,708
School Facilities Renewal	2,532,820	2,584,965	(52,145)
Top Up Allocation for School Renewal including Rural	742,237	780,269	(38,032)
School Renewal Enhancement	713,570	713,570	0
School Condition Improvement	2,215,675	0	2,215,675
Ministry FDK - Capital Grant	300,000	0	300,000
Prior Capital Commitments	744,654	744,654	0
Financing Costs (\$13.9M Stage1, \$6.9M Stage2, Stage3, PTR & Capital Priority)	2,986,975	2,392,912	594,063
3. Sub-Total (Renewal grants) =	10,235,931	7,216,370	3,019,561
Sub-Total ALL GRANT CATEGORIES from Student Focused Funding Model =	240,261,078	230,651,809	9,609,269
Other Revenue			
Tuition (based on 465 students (Native, Visa))	4,383,532	4,542,200	(158,668)
Ministry FDK - EPO funding during Phase-In Period	2,337,331	1,691,892	645,439
Ministry Grants for Capital Building Projects	1,950,000	0	1,950,000
Misc other revenue	262,000	262,000	0
Best Start - Operating Rent	304,220	304,220	0
A. TOTAL MINISTRY + FEES REVENUE =	249,498,161	237,452,121	12,046,040
OTHER FUNDING SOURCES:			
Transfer in from Reserves - for capital projects & operating purposes	2,300,000	2,200,000	100,000
B. Sub-Total =	2,300,000	2,200,000	100,000
GRAND TOTAL A + B =	251,798,161	239,652,121	12,146,040

Provincial Education Funding

The government has committed \$21 Billion dollars to public education to be allocated to school boards through the Grants for Student Needs (GSN) funding formula. This represents about 3.8% more than in 2010-11.

The funding changes for this new school year focus on enhancements that support Ontario's educational priorities to improve student achievement and the safer and healthier learning and working environments resulting from the Provincial Framework Agreements.

A. Summary of the 2011-12 Enhancements:

- Salary benchmarks increased 3% to support employee agreements.
- Additional elementary teachers for 230 minutes/wk preparation time.
- Additional elementary teachers to lower Grades 4 to 8 classes.
- Support for professional learning activities for elementary teachers.
- Additional support to expand secondary programs.
- Improvement to Education Assistants working conditions & services for students with special education needs.
- Full-Day Early Learning program Phase 2 (7 Classrooms). Funding for the additional half-day is being provided outside the GSN.
- New School Condition Improvement grant to address school building improvements.

B. The Updating of Existing Funding Benchmarks:

- A 2% increase in the school operations benchmark to manage increased costs with utilities, insurance and contracts.
- A 2% increase in the transportation benchmark to offset higher fuel, capital and other operating costs.
- Adjustment to the funding class size benchmarks (from 8 to 12) for Native Studies and Native Language programs.

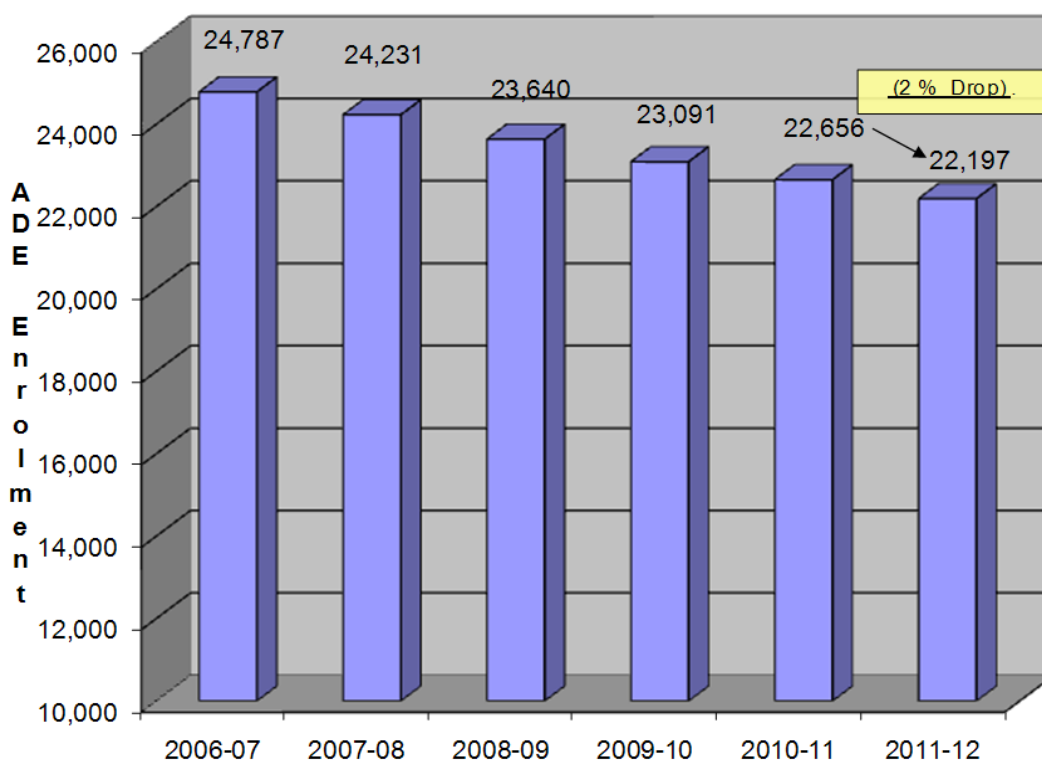
C. 2011-12 Ministry Constraints Measures:

- Provincial reduction of \$6.8M in administration supports.
- Reduced funding for classroom computers.
- Reduced funding for staff development.
- Top-up reduction from 18% to 15% for non-rural schools.

D. Funding Outside the Grants for Student Needs

- The government indicates \$136.5M in investments outside the GSN.

DAY SCHOOL ENROLMENT - 5 Year Trend



1. The Average Daily Enrolment (ADE) is the major factor used in the calculation of the Funding Allocations for all school boards.
2. The Ministry uses two count dates to determine the ADE, these will be on October 31, 2011 and March 31, 2012. This year the Ministry implements Phase 2 of the Full Day JK/SK program .
3. Tuition Students: Provincial grants fund the education programs for students that are defined by the Ministry as pupils of the board. Other pupils attending LKDSB schools pay tuition fees based on the grant allocations and Board approved rate adjustments.



Other Budget Remarks:

The education funding model (Grants for Student Needs) generates a school board's funding for the most part based on student enrolment. Our district continues to experience declining enrolment, which is projected to be about 459 fewer students for the 2011-12 school year.

While the funding model includes a declining enrolment grant to provide some time to make expenditure adjustments, the impact of our region multi-year decline in school age children has resulted in the need to reduce operating costs.