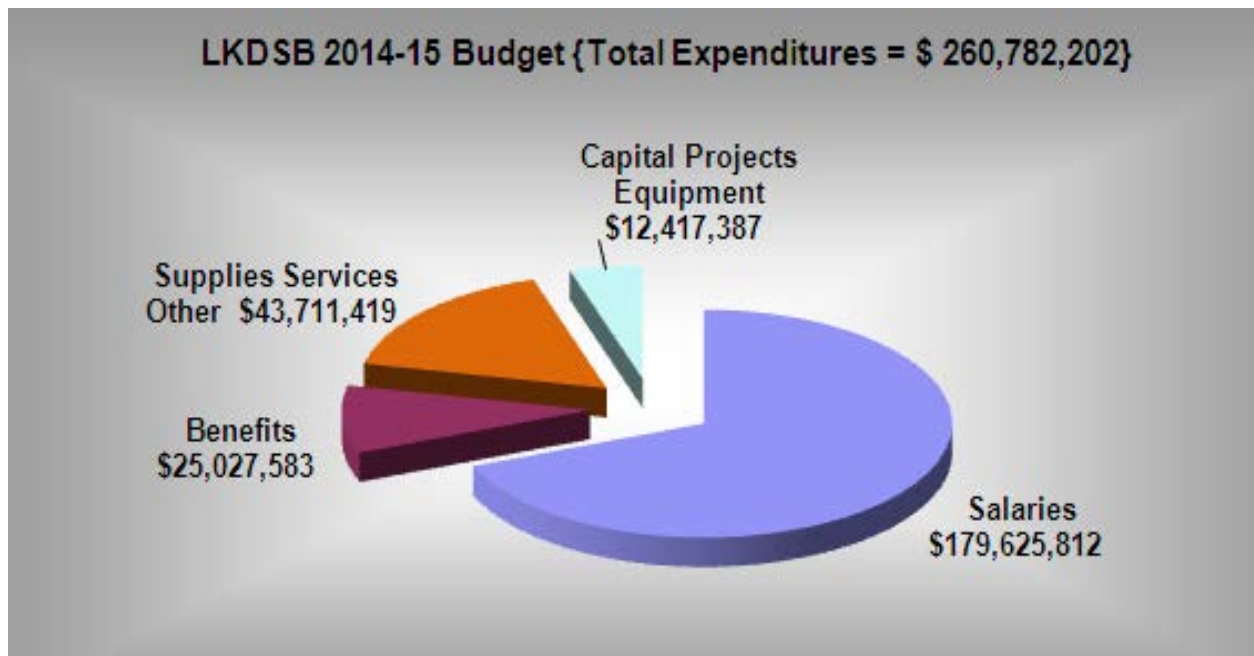


For the 2014-15 School Year, the Lambton Kent District School Board will have a total combined Operating and Capital budget of \$260.7 Million dollars. This budget is based on the Ministry Grants for Education Funding 2014-15 as released on March 27, 2014. Total Provincial Education funding for this new budget year is projected to be \$22.53 Billion dollars, an increase of about 3.1% over 2013-14. The majority of this increase results from the final year of implementing the Full Day Kindergarten (FDK) program into all Ontario public funded schools and the incorporation of FDK funding into the Provincial GSN funding model.

**BUDGET HIGHLIGHTS:**

The 2014-2015 school year budget for The Lambton Kent DSB totals **\$260.7 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 2014-15:**

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 \$253.38 M which now include FDK funding. The budget estimates also include other sources of revenue in the amount of \$5.10 M. which is comprised of fees from our Native student population, Visa students, earned interest and rental revenue and earned interest. 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 2014-15:**

<b>2014 – 15 BUDGET SUMMARY (MILLIONS)</b>	
<b>TOTAL EXPENDITURES = \$ 260.7 M</b>	
<b><u>Classroom Categories:</u></b>	
Classroom Teachers	\$ 135.21
Supply Teachers	4.10
Teacher Assistants & ECE's	17.59
Textbooks & Classroom Supplies	7.70
Computers	3.44
Professionals & Paraprofessionals	6.21
Library & Guidance	4.26
Staff Development	0.50
Department Heads	0.45
<b><u>Non-Classroom Categories:</u></b>	
Principals, & Vice-principals	11.55
School Office	6.24
Consultants & Co-ordinators	2.37
Board Administration & Trustees	6.74
School Operations	26.44
Continuing Education	1.05
Transportation	11.97
School Renewal	9.35
Approved Debt	4.34
Ministry EPO Funding Outside GSN	1.23

**2014-2015 SCHOOL YEAR BUDGET**
**THE LAMBTON KENT DISTRICT SCHOOL BOARD  
 REVENUE FORECAST SUMMARY BY GRANT CATEGORY**

<b>GRANT CATEGORY</b>	<b>2014/15 ESTIMATES</b>	<b>2013/14 REVISED BUDGET ESTIMATES</b>	<b>VARIANCE to 13-14 Grants</b>
<b>Operating Grants</b>			
Pupil Foundation Grant - Elementary JK - SK	15,851,537	30,868,757	9,181,791
Pupil Foundation Grant - Elementary 1 to Gr 3	24,199,011		
Pupil Foundation Grant - Elementary Gr. 4 to 8	34,167,624	33,276,977	890,647
Pupil Foundation Grant - Secondary	42,684,038	43,588,013	(903,975)
School Foundation - Elementary	11,444,946	11,087,918	357,028
School Foundation - Secondary	5,761,161	5,893,864	(132,703)
Special Education	28,304,794	26,511,637	1,793,157
Language Grants - French as 2nd Language	2,753,830	2,699,961	53,869
Language Grants - ESL/ESD	398,622	445,187	(46,565)
Supported Schools	14,820	14,354	466
Remote and Rural	446,469	423,876	22,593
Continuing Education and Summer School	1,219,808	1,082,687	137,121
Teachers Qualifications & Experience	20,007,392	17,671,036	2,336,356
ECE Qualifications & Experience	1,103,626	0	1,103,626
Transportation	11,945,351	11,741,257	204,094
Governance & Administration	6,065,369	5,783,679	281,690
Pupil Accommodation - School Operations	19,797,780	18,678,558	1,119,222
Learning Opportunities (LOG) - Base Amount	1,477,118	1,453,656	23,462
Literacy and Numeracy Assistance (LOG)	13,024	12,936	88
Student Success Assistance (LOG)	1,776,726	1,643,869	132,857
First Nation, Metis & Inuit Education (Pupils of the Board)	806,231	775,352	30,879
New Teacher Induction Program	98,107	115,734	(17,627)
Safe Schools	452,863	441,705	11,158
<b>1. Sub-Total =</b>	<b>230,790,247</b>	<b>214,211,013</b>	<b>16,579,234</b>
Flexibility Amount: Local Priorities - Foundation Allocation	0	0	0
Declining Enrolment Allocation	1,389,153	1,405,006	(15,853)
Top Up Allocation for School Operations	5,901,872	6,322,283	(420,411)
Community Use of Schools Compensation	359,832	361,029	(1,197)
<b>2. Sub-Total =</b>	<b>7,650,857</b>	<b>8,088,318</b>	<b>(437,461)</b>
<b>Sub-Total OPERATING GRANTS (1 + 2) from Student Focused Funding Model =</b>	<b>238,441,104</b>	<b>222,299,331</b>	<b>16,141,773</b>
School Facilities Renewal	2,900,274	2,795,574	104,701
Top Up Allocation for School Renewal including Rural	874,596	949,130	(74,533)
School Renewal Enhancement	756,817	756,817	0
School Condition Improvement	3,896,649	2,310,565	1,586,084
Ministry FDK - Capital Equipping Grant	253,077	0	253,077
Prior Capital Commitments	744,654	744,654	0
Financing Costs (Loans 1 to 7 for Ministry financed projects)	3,200,082	3,205,103	(5,021)
<b>3. Sub-Total (Renewal grants) =</b>	<b>12,626,150</b>	<b>10,761,842</b>	<b>1,864,308</b>
<b>Sub-Total ALL GRANT CATEGORIES from Student Focused Funding Model =</b>	<b>251,067,254</b>	<b>233,061,173</b>	<b>18,006,081</b>
<b>Other Revenue</b>			
Tuition (based on 370 students (First Nations, Visa)	4,017,771	4,228,668	(210,897)
EPO Funding (prior yr 2013-14 included FDK)	1,470,218	10,339,238	(8,869,020)
Ministry Grants Capital Building Projects - Daycare, FDK	840,667	6,509,928	(5,669,261)
Misc other revenue (OYAP, Interest, Rentals, energy & Deferred Revenues)	789,408	777,375	12,031
Best Start - Operating Rent	296,886	296,886	0
<b>A. TOTAL MINISTRY + FEES REVENUE =</b>	<b>258,482,202</b>	<b>255,213,268</b>	<b>3,268,934</b>
<b>OTHER FUNDING SOURCES:</b>			
Transfer in from Reserves - for priority projects	2,300,000	2,205,417	94,583
<b>B. Sub-Total =</b>	<b>2,300,000</b>	<b>2,205,417</b>	<b>94,583</b>
<b>GRAND TOTAL A + B =</b>	<b>260,782,202</b>	<b>257,418,685</b>	<b>3,363,517</b>

## **Provincial Education Funding**

The government has committed \$22.53 Billion dollars to public education to be allocated to school boards through the Grants for Student Needs (GSN) funding formula. This budget supports the educational policies and programs that have been Provincial priorities, such as the Fully Day Kindergarten/Child Care and Student Success initiatives. There are only a few areas where the funding benchmarks have been increased, these increases and other funding adjustments are noted in the following:

### **A. Labour Framework Measures:**

- Current Labour Framework collective agreements expire August 31, 2014.
- Existing terms and conditions of employment will continue into 2014-15 school year while collective bargaining begins.

### **B. Key Budget Initiatives:**

- Full implementation of the Full Day Kindergarten program, with funding for Year 5 operations. The Elementary Pupil Foundation Grant has been reconfigured into three groupings of JK/SK, Primary Grades 1 to 3 and Junior /Intermediate Grades 4 to 8.
- Funding benchmarks for elementary teachers increased to eliminate the salary differential between Elementary Teachers' Federation of Ontario (ETFO) and non-ETFO teachers.
- Student Transportation grant increased by 2% to manage increased costs.
- 2% increase to the Plant operations benchmark to support commodity price increases.
- Continuation of funding for the School Condition Improvement Initiative supporting school renewal projects.
- New four-year School consolidation Capital (SCC) program created to fund new schools, retrofits and additions that support school consolidations.
- Funding to continue supporting a Mental Health Leader will be included in the 2014-15 GSN.

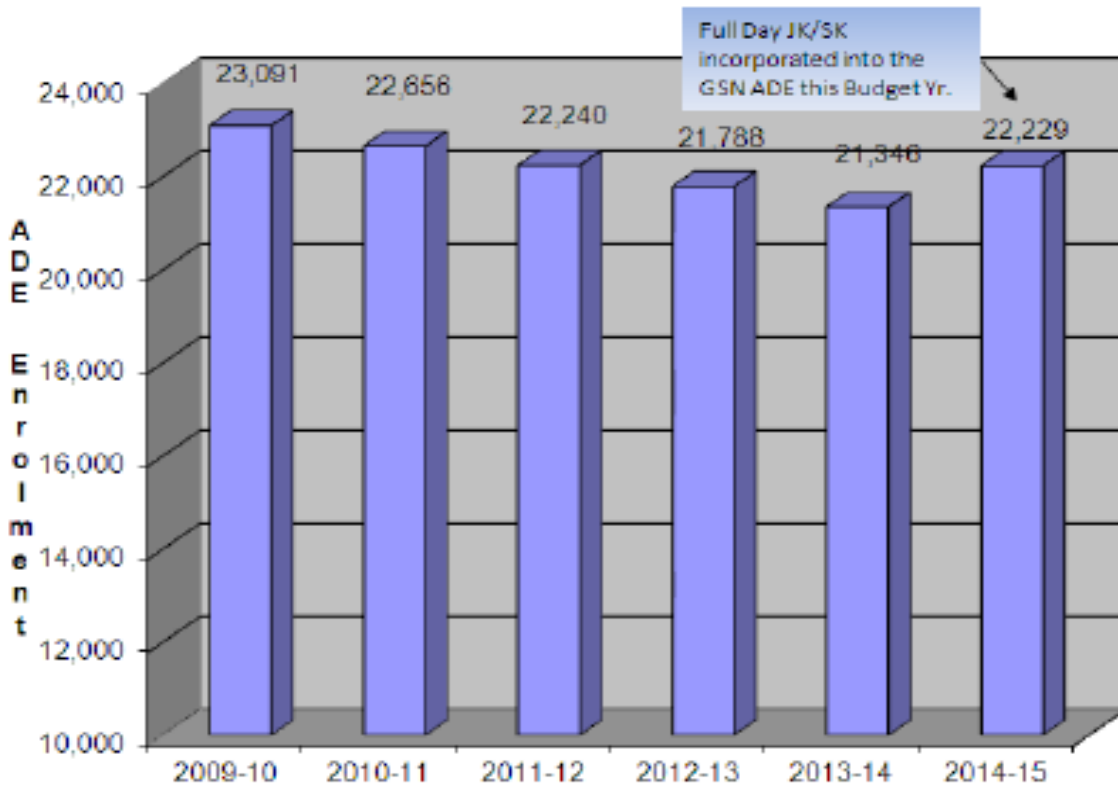
### **C. 2014-15 Ministry Constraints Measures:**

- Top-up funding for School Renewal and School Operations allocations will be capped at a maximum of 95% of a school's capacity.

### **D. Funding Outside the Grants for Student Needs**

- The government indicates \$178.9M 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, 2014 and March 31, 2015. This year the Ministry implements the final Phase 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 with a projected reduction in the Secondary panel projected to be about 231 fewer students for the 2014-15 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.