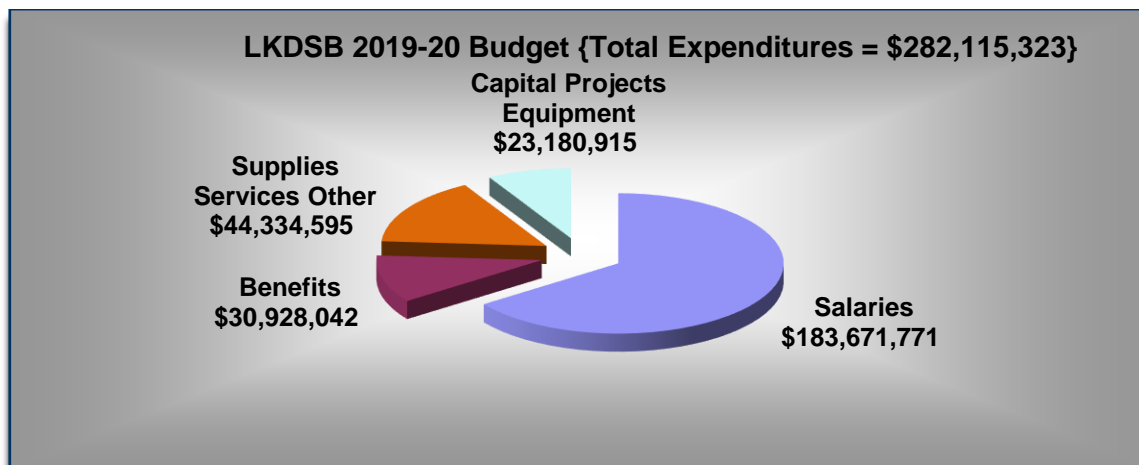


For the 2019-20 School Year, the Lambton Kent District School Board will have a total combined Operating and Capital budget of \$282.12 Million dollars. This budget is based on the Ministry Grants for Education Funding 2019-20 as released on May 24, 2019. Total Provincial Education funding for this new budget year is projected to be \$24.66 Billion dollars, an average of \$12,246 per pupil. Approximately two-thirds of GSN funding is enrolment based. The Lambton Kent District School Board will continue to experience a decline in enrolment for the 2019-20 school year which will lead to a decline in the funding.

BUDGET HIGHLIGHTS:

The 2019-20 school year budget for the Lambton Kent DSB totals **\$282.12 Million**. The following chart summarizes all expenditures into the four major categories:



The budget is compliant with Ministry enveloping requirements and Ministry class size regulations and includes \$2.1M of Board Reserves.



REVENUE BUDGET for 2019-20:

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 \$270.58 M. The budget estimates also include other sources of revenue in the amount of \$9.44 M. which is comprised of fees from our Indigenous student population, Visa students, earned interest and rental revenue. Finally, there is a one-time draw on reserves in the amount of \$2,100,000 to provide assistance for Board priority student and project supports.

EXPENDITURE BUDGET FOR 2019-20:

2019–20 BUDGET SUMMARY (MILLIONS)	
TOTAL EXPENDITURES = \$ 282.12 M	
<u>Classroom Categories:</u>	
Classroom Teachers	\$ 138.06
Supply Staff	6.04
Teacher Assistants	13.72
Early Childhood Educators	5.59
Textbooks & Classroom Supplies	6.71
Computers	2.23
Professionals & Paraprofessionals	5.60
Library & Guidance	5.22
Staff Development	0.57
Department Heads	0.44
<u>Non-Classroom Categories:</u>	
Principals, & Vice-principals	12.21
School Office	6.70
Consultants & Coordinators	3.44
Board Administration & Trustees	6.97
School Operations	26.68
Continuing Education	.86
Transportation	13.53
School Renewal	23.18
Approved Debt	4.37

THE LAMBTON KENT DISTRICT SCHOOL BOARD
REVENUE FORECAST SUMMARY BY GRANT CATEGORY

GRANT CATEGORY	2019/20 ESTIMATES	2018/19 BUDGET REVISED ESTIMATES	VARIANCE to 18-19 Revised Estimates
Operating Grants			
Pupil Foundation Grant - Elementary JK - SK	16,289,277	17,201,141	(911,864)
Pupil Foundation Grant - Elementary Gr. 1 to 3	24,199,230	24,380,523	(181,293)
Pupil Foundation Grant - Elementary Gr. 4 to 8	36,903,950	37,447,998	(544,048)
Pupil Foundation Grant - Secondary	31,773,651	39,627,464	(7,853,813)
School Foundation - Elementary	11,583,117	11,507,928	75,189
School Foundation - Secondary	5,814,971	5,825,782	(10,811)
Special Education	31,701,377	31,661,428	39,949
Language Grants - French as 2nd Language	2,709,295	2,882,214	(172,919)
Language Grants - ESL/ESD	721,985	551,514	170,471
Distant & Supported Schools (Learning Resources)	12,698	14,351	(1,653)
Remote and Rural	209,311	211,636	(2,325)
Rural and Northern Education Allocation	589,686	612,509	(22,823)
Continuing Education and Summer School	795,931	835,334	(39,403)
Cost Adjustment and Teachers Qualifications and Experience	30,038,433	24,838,172	5,400,261
ECE Qualifications & Experience	1,202,632	1,428,570	(225,938)
Transportation	13,501,589	12,898,014	803,575
Governance & Administration	7,449,551	7,544,937	(95,386)
Pupil Accommodation - School Operations	20,568,837	20,889,538	(320,701)
Learning Opportunities (LOG) - Base Amount	1,543,453	1,530,090	13,363
Literacy and Numeracy Assistance (LOG)	6,804	6,745	59
Student Success Assistance (LOG)	1,450,597	1,449,196	1,401
Local Priorities Fund (LOG)	0	2,571,724	(2,571,724)
Indigenous Education Grant	2,771,967	2,853,226	(81,259)
New Teacher Induction Program	121,223	122,191	(968)
Safe Schools	443,513	446,714	(3,201)
1. Sub-Total =	242,403,078	248,938,937	(6,535,859)
Declining Enrolment Allocation	824,093	111,847	712,246
Top Up Allocation for School Operations	2,388,563	2,300,214	88,349
Community Use of Schools Compensation	321,425	323,775	(2,350)
2. Sub-Total =	3,534,081	2,735,836	798,245
Sub-Total OPERATING GRANTS (1 + 2) from Student Focused Funding Model =	245,937,159	251,674,773	(5,737,614)
School Facilities Renewal	3,237,821	3,332,515	(94,694)
Top Up Allocation for School Renewal including Rural	377,696	368,534	9,162
School Renewal Enhancement	756,817	756,817	(0)
School Condition Improvement	16,122,884	14,778,760	1,344,124
Ministry Temporary Accommodations	227,661	204,139	23,522
Prior Capital Commitments	744,654	744,654	0
Financing Costs	3,173,260	3,173,260	0
3. Sub-Total (Renewal grants) =	24,640,792	23,358,679	1,282,113
Sub-Total ALL GRANT CATEGORIES from Student Focused Funding Model =	270,577,951	275,033,452	(4,455,501)
Other Revenue			
Tuition (based on 400 students (First Nations, Visa)	5,405,489	5,696,073	(290,584)
Priorities and Partnerships Fund (previously EPO funding)	598,820	1,656,648	(1,057,828)
Ministry Grants - Capital Building Projects	1,573,012	14,415,642	(12,842,630)
Misc other revenue (OYAP, Interest, Rentals, energy & Deferred Revenues)	1,318,424	1,382,687	(64,263)
Best Start - Operating Rent	541,627	380,846	160,781
A. TOTAL MINISTRY + FEES REVENUE =	280,015,323	298,565,348	(18,550,025)
OTHER FUNDING SOURCES:			
Transfer in from Reserves - for capital projects & operating purposes	2,100,000	2,460,000	(360,000)
B. Sub-Total =	2,100,000	2,460,000	(360,000)
GRAND TOTAL A + B =	282,115,323	301,025,348	(18,910,025)

Provincial Education Funding

The government has committed \$24.66 Billion dollars to public education to be allocated to school boards through the Grants for Student Needs (GSN) funding formula. This budget supports Ontario's public educational policies and programs including.

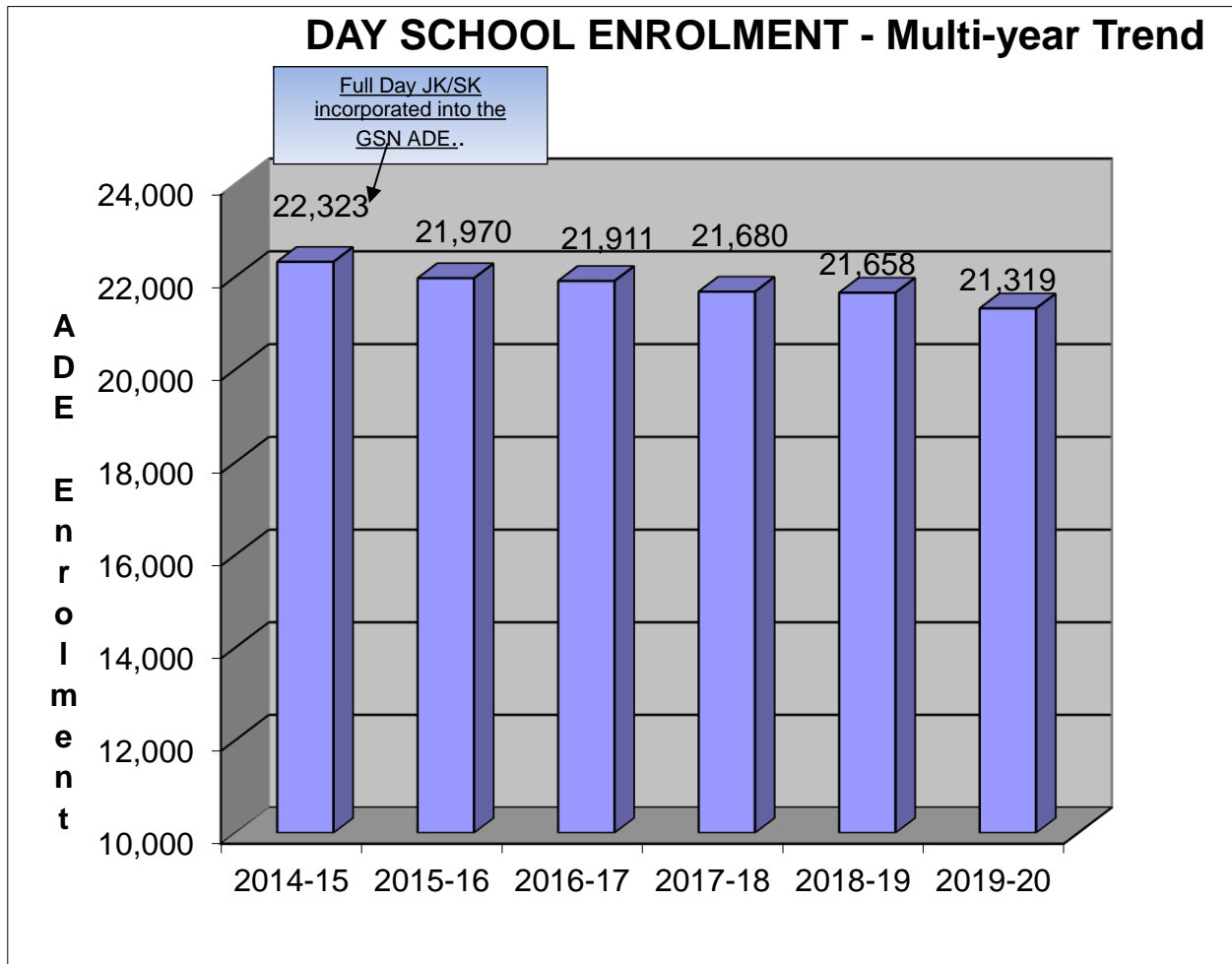
The following key budget initiatives are impacting the 2019-20 GSN funding model:

A. Key Budget Initiatives:

- Class size changes to intermediate (4 to 8) and secondary (9 to 12) grades resulted in reduced pupil foundation grant funding. A newly announced Attrition Protection Allocation was used to fund front line teaching staff with the goal of staffing complement reductions to be realized through teaching retirements over a four-year period.
- The Early Childhood Educator (ECE) staffing ratio was reduced from 1.14 FTE to 1.0 FTE. The LKDSB has included the same number of ECE positions in the 2019-20 budget as compared to the 2018-19 budget. The loss in funding was balanced through cuts in other budget areas to ensure that the current ECE complement was maintained for 2019-20
- \$15.2 million in additional Behaviour Expertise funding was announced for the 2019-20 school year.
- The Local Priorities Fund (LPF) was established as part of central negotiations for the 2017-18 school year. This funding is set to expire at the end of the current centrally negotiated contracts on August 31, 2019. Any funding extensions are an issue for the upcoming central collective bargaining process.
- Other funding changes included the elimination of the secondary programming amount (LKDSB 2018-19 allocation - \$571,332), cost adjustment allocation (LKDSB 2018-19 allocation - \$163,706) and the human resource transition supplement (LKDSB 2018-19 allocation - \$106,702).
- Beginning in 2019-20, a school board with international student programs will have their GSN operating grants reduced by \$1,300 for each international student that is enrolled with the board. The LKDSB will see a funding reduction of \$145,600 due to this change.
- The Student Transportation grant has been increased provincially by 4% to help boards manage increased costs. Further funding adjustments are possible for boards that run efficient transportation systems.
- 2% increase to the non-staff portion of the Plant operations benchmark to support commodity price increases.

B. Funding Outside the Grants for Student Needs:

- Priorities and Partnerships Fund (PPF) replaces the former Education Program Other (EPO) fund and will provide up to \$330 million in funding to support schools.
- PPF will include funding for curriculum implementation, engaging parents and communities, French-language education, indigenous education, math, mental health and well-being, special education, student pathways, supporting student potential and system support and efficiencies.
- PPF board by board allocations have not yet been communicated and actual board funding may not include allocations from all PPF categories.



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, 2019 and March 31, 2020. Full Day JK/SK program was fully implemented in 2014-15.
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 projected to be about 339 fewer students for the 2019-20 school year.