



2022-23

WEPCD

Budget Presentation

June 14, 2022

Annual Budget Report

**Windsor-Essex
Catholic District
School Board**



**2022-2023
Draft Budget**

Prepared by: Board Administration
Presented to Trustees: June 14, 2022

- ▶ Accompanying document to the presentation
- ▶ Available to all stakeholders
- ▶ Meant to serve as a reference to assist stakeholders in understanding the contents of the budget, as well as the process followed by senior admin to prepare the budget
- ▶ All budget materials available on-line at www.wecdsb.on.ca

GSN Overview

- ▶ Announced February 17, 2022
- ▶ Total sector funding estimated at \$26.1B (2.0% increase over prior year)
- ▶ **Supports for Student Learning Needs:**
 - ▶ \$212.7M Supports for Students Fund
 - ▶ \$304.0M COVID-19 Learning Recovery Fund
 - ▶ \$134.4M Recent Immigrant Supplement
- ▶ **Priority Investments:**
 - ▶ \$38.3M Student Mental Health Investment
 - ▶ \$16.3M Local Special Education Priorities amount
 - ▶ \$7.4M increase to the SEA allocation
 - ▶ \$39.9M for Broadband Network Operations

GSN Overview continued...

- ▶ **Labour related changes:**
 - ▶ 1% increase to salary benchmarks for P & VPs
 - ▶ Unification of the salary benchmark for in-school admin staff
 - ▶ 1% provision for salary benchmark increases for most other union and non-union staff
 - ▶ Adjustment to central employer bargaining agency fees allocation
- ▶ **PPF** allocations transferred into the GSN (PRO, OLE, Mental Health Bundle, and LIFT)

GSN Overview continued...

▶ **Other changes:**

- ▶ Cost benchmark increases of 5.45% to the non-staff portion of the School Operations Allocation, and a 2.3% increase to benchmarks outside of School Operations
- ▶ Student transportation cost update of 2.0%
- ▶ Secondary class size compliance frameworks introduced
- ▶ Continued phase-in of previously announced GSN changes

Enrolment Highlights

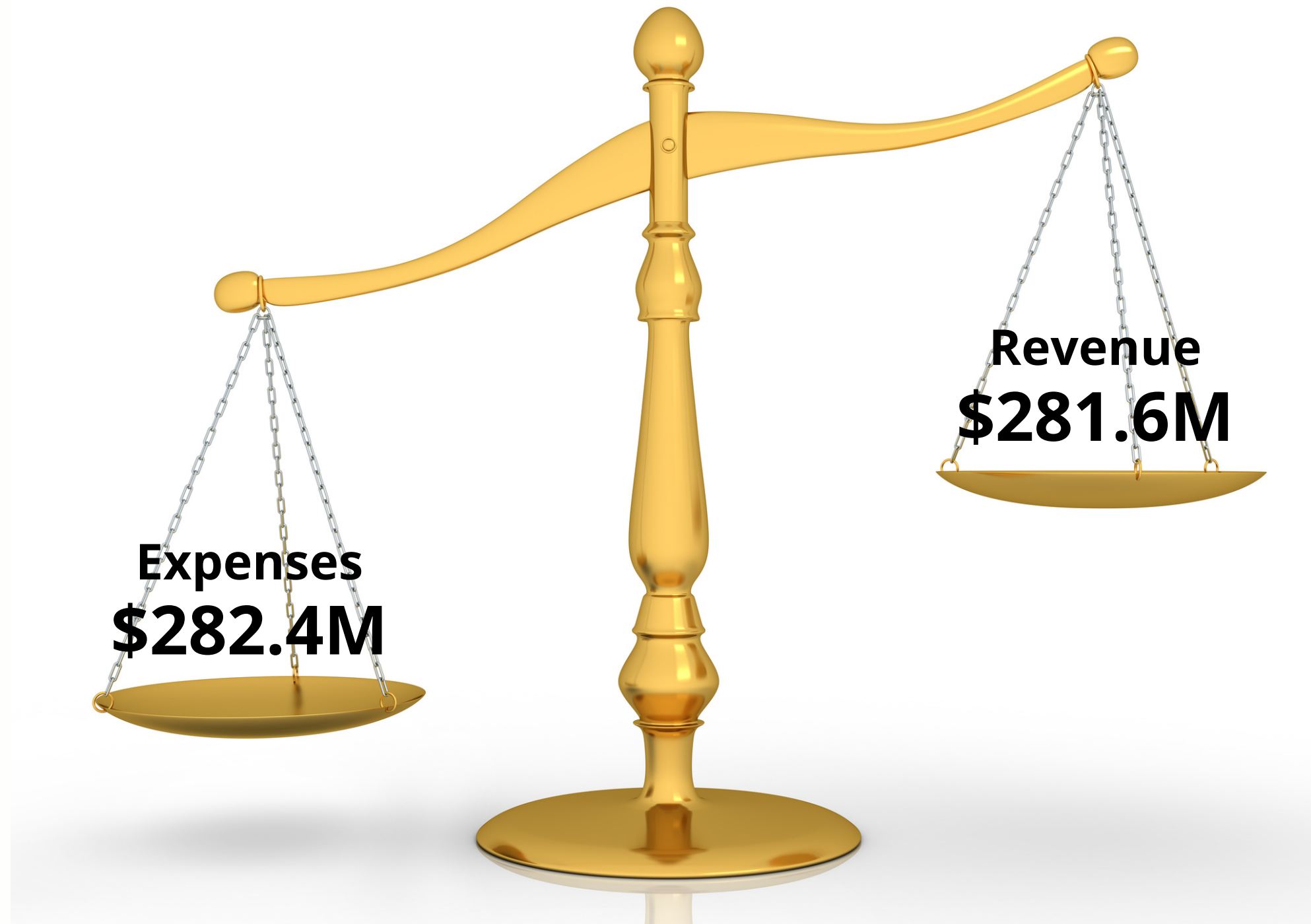
	2020-21 Financial Statements	2021-22 Budget Estimates	2022-23 Budget Estimates	Change (2021-22 Budget to 2022-23 Budget)	
				#	%
Elementary					
JK-K	2,298	2,403	2,328	(75)	(3.1%)
1-3	3,883	3,851	3,910	59	1.5%
4-8	6,942	6,896	6,962	66	1.0%
Total Elementary	13,122	13,150	13,200	50	0.4%
Secondary < 21					
Grade 9 to 12	7,169	7,000	7,175	175	2.5%
Total Secondary < 21	7,169	7,000	7,175	175	2.5%
TOTAL DAY SCHOOL	20,291	20,150	20,375	225	1.1%
Secondary > 21	266	212	250	38	18.0%
High Credit	2	9	7	(2)	(19.0%)
Visa (Tuition Paying)	61	85	110	25	29.4%
TOTAL BOARD	20,620	20,456	20,742	287	1.4%

Staffing Highlights

	2020-21 Financial Statements (FTE)	2021-22 Budget Estimates (FTE)	2022-23 Budget Estimates (FTE)	Change (2021-22 Budget to 2022-23 Budget)	
				#	%
Classroom					
Teachers	1,219	1,217	1,240	23	1.9%
Non-Teachers	656	658	683	25	3.8%
Total Classroom	1,874	1,875	1,923	48	2.6%
Non-Classroom					
Admin, Governance & Transportation*	52	51	53	2	3.9%
School Operations	221	174	181	7	4.0%
Total Non-Classroom	273	225	234	9	4.0%
TOTAL BOARD	2,147	2,100	2,157	57	2.7%

* Includes 9 Trustees + 2 Student Trustees

Budget Overview



The planned in-year deficit is less than the allowable limit and therefore the Board is compliant and considered to have a balanced budget

- ▶ The budget contains provision for contingency = 0.5% of operating allocation or \$1.2M

Financial Summary

	2020-21 Financial Statements (\$000)	2021-22 Budget Estimates (\$000)	2022-23 Budget Estimates (\$000)	Change (2021-22 Budget to 2022-23 Budget)	
				\$	%
Revenue					
Operating	238,543	241,452	251,081	9,628	4.0%
Capital	22,659	22,859	23,698	839	3.7%
Other	11,181	6,610	6,799	190	2.9%
TOTAL REVENUE	272,383	270,921	281,578	10,657	3.9%
Expenses					
Instruction	200,715	203,672	210,313	6,641	3.3%
Administration	7,010	7,047	7,022	(26)	(0.4%)
Transportation	9,153	9,726	10,393	667	6.9%
Pupil Accommodation & Other	51,889	49,971	51,444	1,473	2.9%
Provision for Contingency	-	2,804	3,250	445	15.9%
TOTAL EXPENSES	268,767	273,222	282,422	9,200	3.4%
In-Year Surplus/(Deficit)	3,616	(2,301)	(844)	1,457	63.3%

includes \$1.2M contingency or 0.5% of 2022-23 operating revenue

Revenue Highlights

- ▶ Total estimated revenue for 2022-23 is \$281.6M
- ▶ Increase of \$10.7M from prior year budget

	Amount (\$M)
2021-22 Budget Estimates	270.9
New funding investments (i.e. COVID Learning Recovery, Tutoring allocation etc.)	2.90
Increase in funding benchmarks, mainly relating to forecasted 1% salary increase	2.30
Increase in grant revenue due to increase in enrolment	1.57
Increase in gross VISA tuition revenue	0.32
Other net increases in funding (ie. Temporary Accommodation, School Operations, etc.)	0.72
Increase in DCC revenue (to be offset by increase in amortization expense)	1.28
Decrease in capital debt funding (to be offset by a decrease in debenture interest expense)	(0.44)
Increase in MGCS PPE in-kind revenue (to be offset by increase in MGCS PPE in-kind expense)	0.94
Other net revenue (i.e. mTCA allocation etc.)	1.07
2022-23 Budget Estimates	281.6

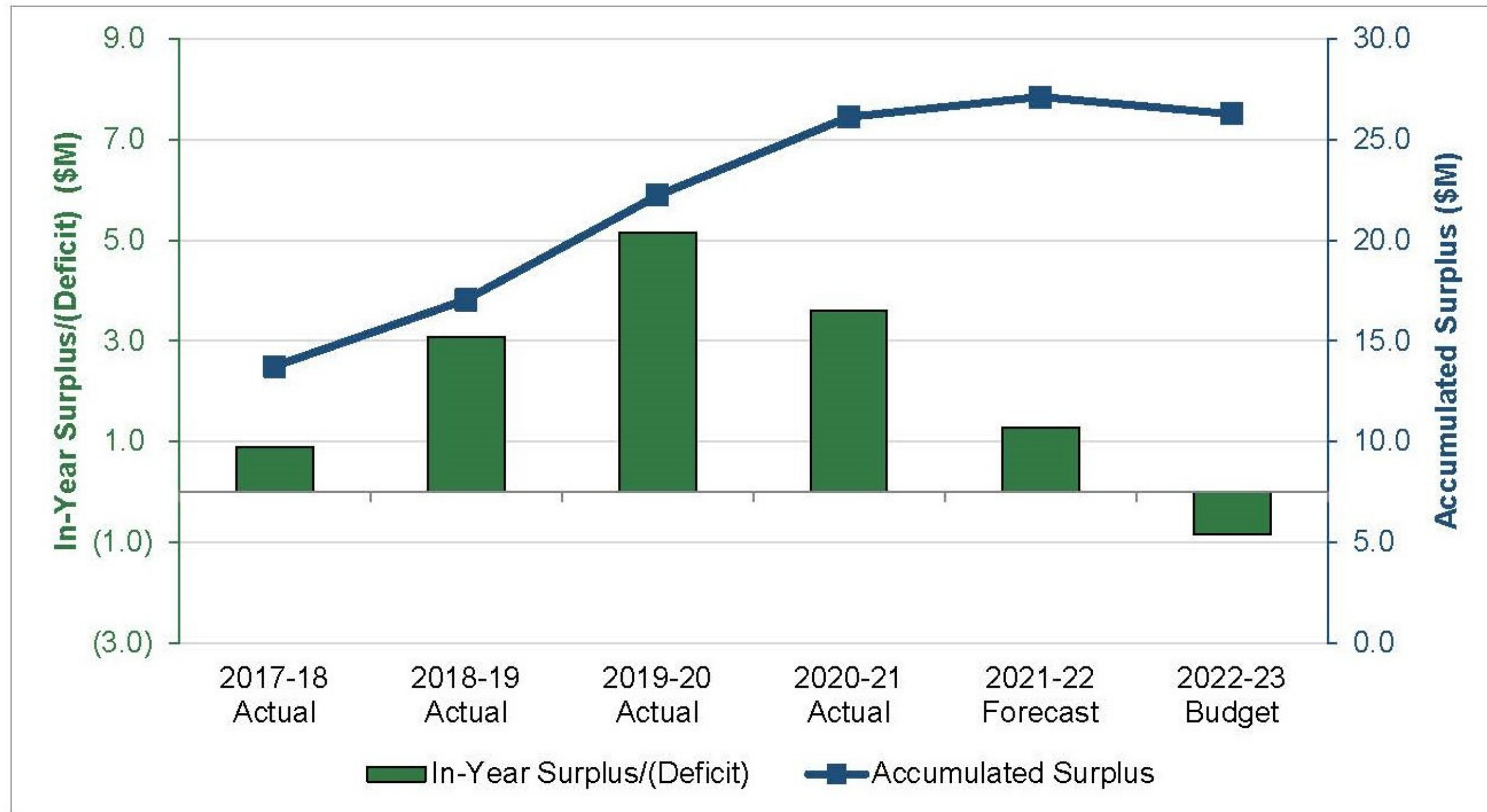
Expense Highlights

- ▶ Total estimated expenses for 2022-23 is \$282.4M
- ▶ Increase of \$9.2M from prior year budget

	Amount (\$M)
2021-22 Budget Estimates	273.22
Increase in PPF and protected program expenses (to be offset by increase in revenue)	3.09
Net forecasted/negotiated increase in salaries (to be offset by increased benchmark funding)	2.30
Increased staffing, mainly due to increased enrolment	1.38
Decrease in PSAB benefit expense	(0.96)
Expenditure additions	2.19
Expenditure reductions	(0.72)
Increase in amortization expense (to be offset by increase in DCC revenue)	1.28
Decrease in debenture interest expense (to be offset by decrease in capital debt funding)	(0.44)
Increase in MGCS PPE in-kind expenses (to be offset by increase in PPE in-kind revenue)	0.94
Other net expenses	0.14
2022-23 Budget Estimates	282.42

Accumulated Surplus

- ▶ The 2022-23 budget reflects an in-year deficit of (\$844K), therefore resulting in a drawdown of accumulated surplus



Accumulated Surplus continued...

	2022-23 Budget (\$000)	
Operating surplus	12,095	unrestricted
Amortization of Employee Future Benefit Expenses	5,000	restricted
School Renewal	172	restricted
Benefit Plan	1,051	restricted
Sinking fund interest	775	restricted
Committed Capital Projects	2,029	restricted
Unfunded Post Age 65 Retirement Benefit Liability Phase-In (2012-13 to 2015-16)	5,145	restricted
TOTAL	26,267	

- ▶ \$12.1M of the \$26.2M projected accumulated surplus is unrestricted for use in operations

Faith Centered Learning

- ▶ 2022-23 budget reflects commitment to our Catholic distinctiveness
- ▶ In 2022-23, \$1.0M unfunded specialized resources are allocated to assist classroom teachers and provide system-wide retreats and activities, which ensure the delivery of faith-oriented programming



Special Education

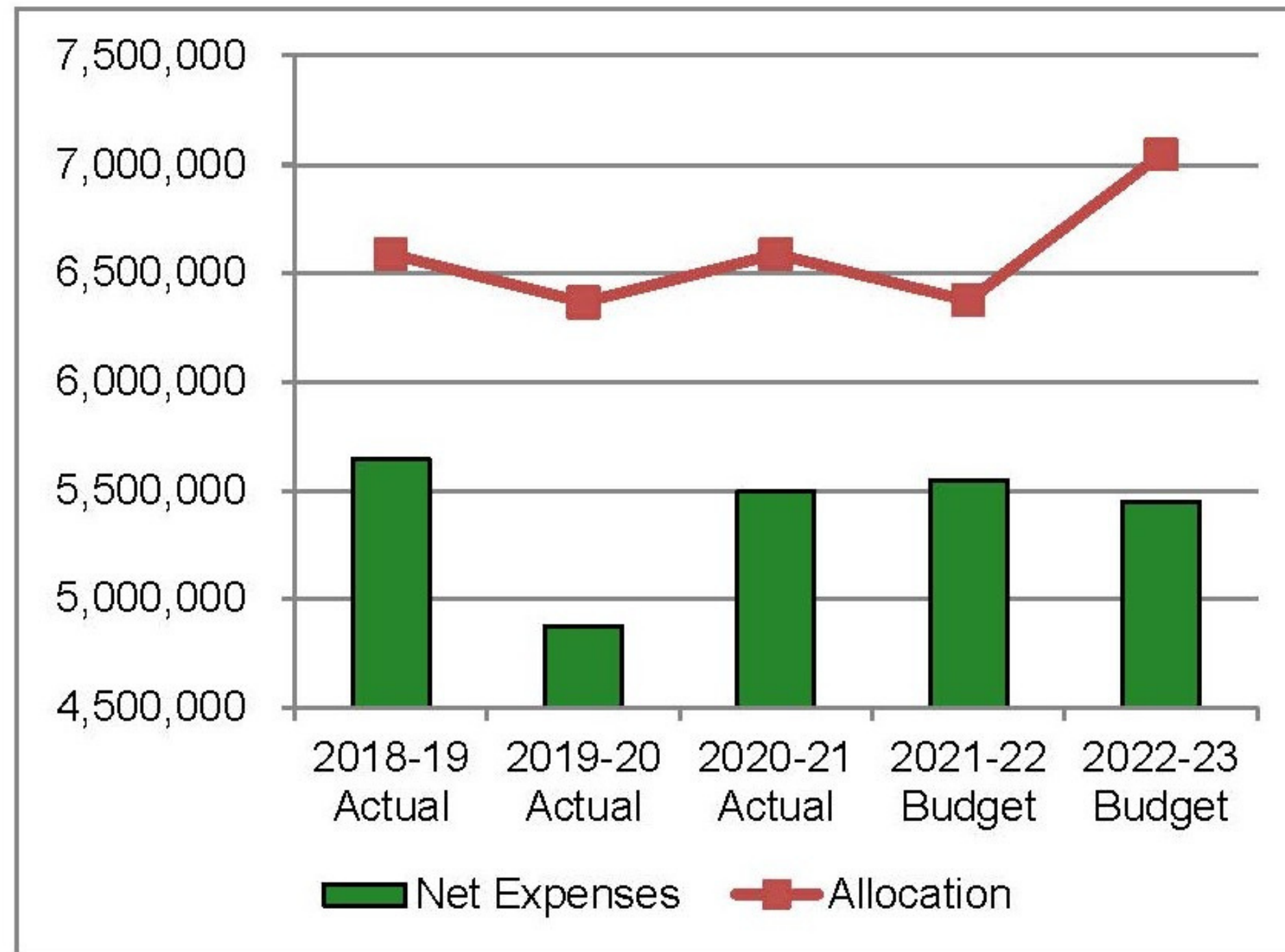
- ▶ Funding must be used solely for the purposes of supporting students with special needs

(\$Thousands)	2020-21 Actual	2021-22 Budget	2022-23 Budget
Funding	29,496	29,910	30,741
Net Expenses	32,132	33,385	34,402
In-Year Surplus/(Deficit)	(2,636)	(3,475)	(3,661)

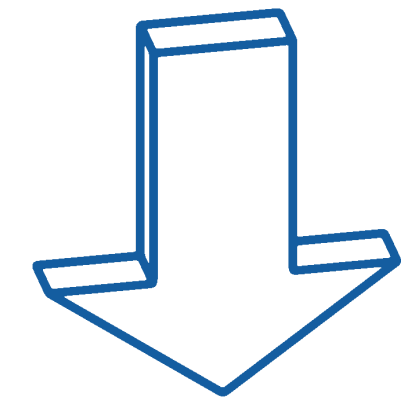
- ▶ 2022-23 projected deficit = \$3.7M
- ▶ Supported by funding redirected from other programs and services

Board Administration

- ▶ Board's net administration and governance expenses in a fiscal year cannot exceed the administration and governance grant



2022-23 Funding is greater than Net Expenses



Compliant

Capital

- ▶ 2022-23 capital asset additions of \$26.5M:

	Amount (\$)
Buildings	18,372,945
Land Improvements	7,995,060
Vehicles	90,000
TOTAL PLANNED ASSET ADDITIONS	26,458,005

- ▶ 2022-23 capital expenses included in the operating budget:

	Amount (\$)
Interest on long term debt	4,501,365
Amortization of capital assets	18,337,434
TOTAL CAPITAL EXPENSE	22,838,799

Summary

- ▶ The budget reflects an \$844K in-year deficit
- ▶ The budget is compliant with the Education Act and balanced with accumulated surplus
- ▶ Budget approval date: June 21, 2022
- ▶ Budget submission date to Ministry: June 30, 2022

