
Medicine Hat Public School Division
Budget
2024 2025
SPRING RELEASE
MHPSD

May 28, 2024

Enrolment Projection

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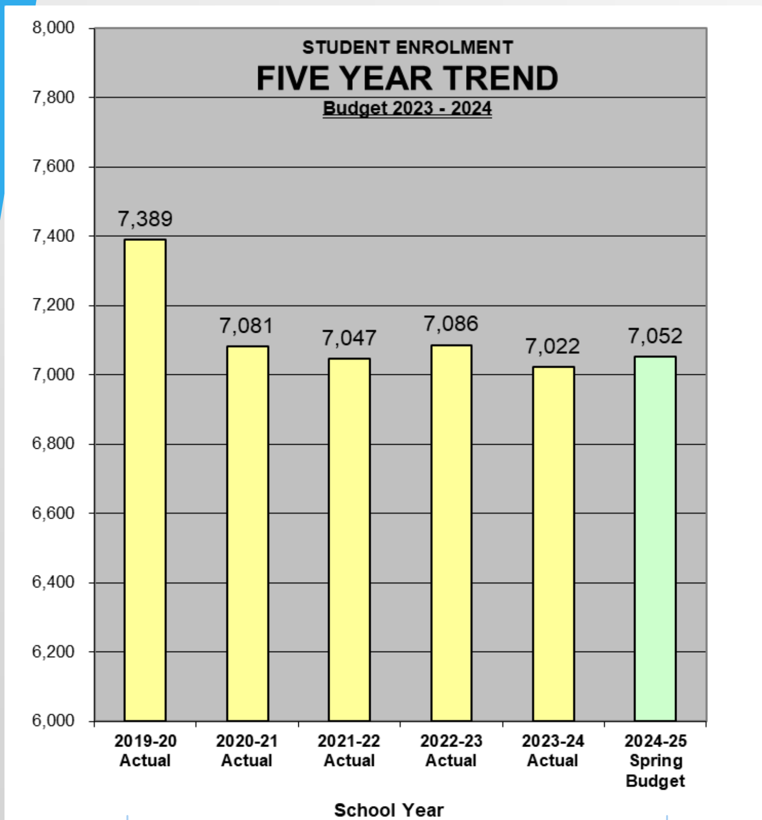
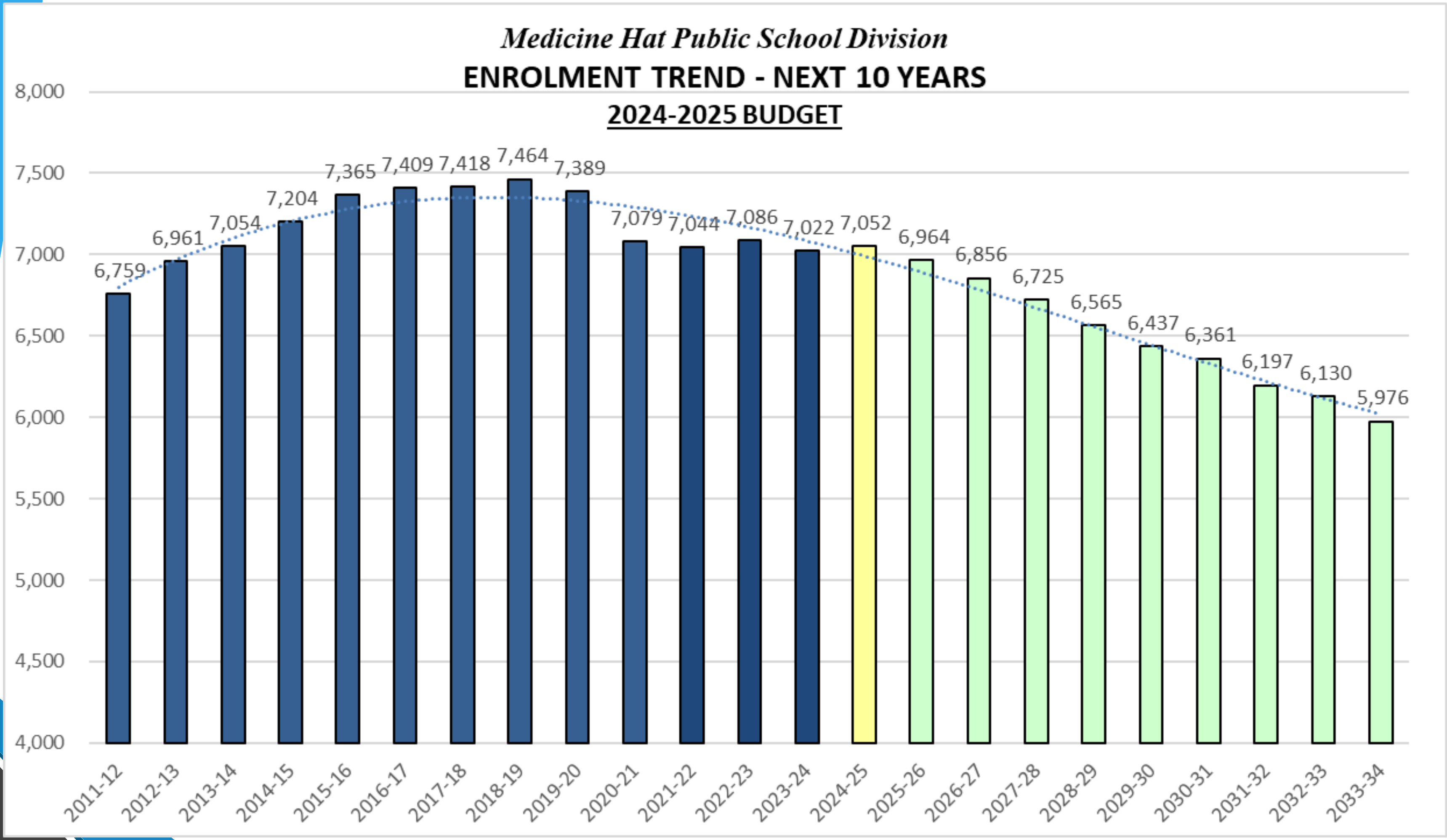


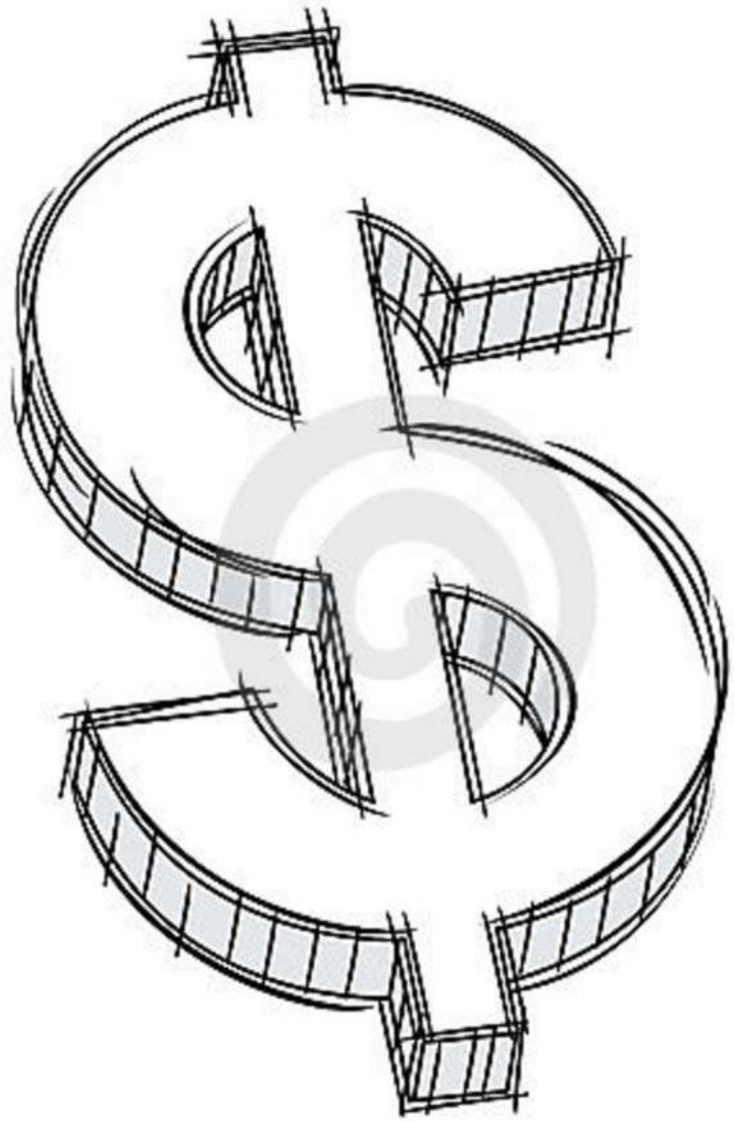
	2023-24 Fall Actual	Increase/ (Decrease)	**2024-25 Spring Budget**
Pre-Kindergarten (Community/ELP)	310	(1)	309
Kindergarten	396	9	405
Traditional Schools - Grades 1-12	5,936	(12)	5,924
Online Programs:			
The HUB (on-line Program)	155	13	168
Coulee Collegiate	126	20	146
	6,923	29	6,952
International Students	99	1	100
	7,022	30	7,052

5 Year Reduction = 337 Students

Ten Year Projection
Workforce Planning Data

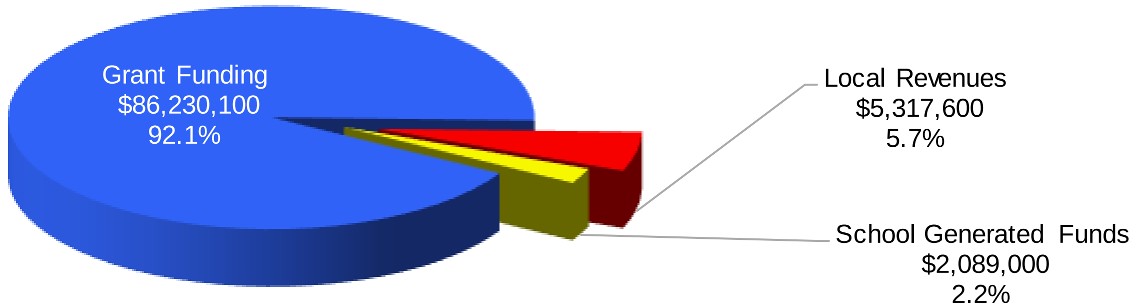


REVENUE



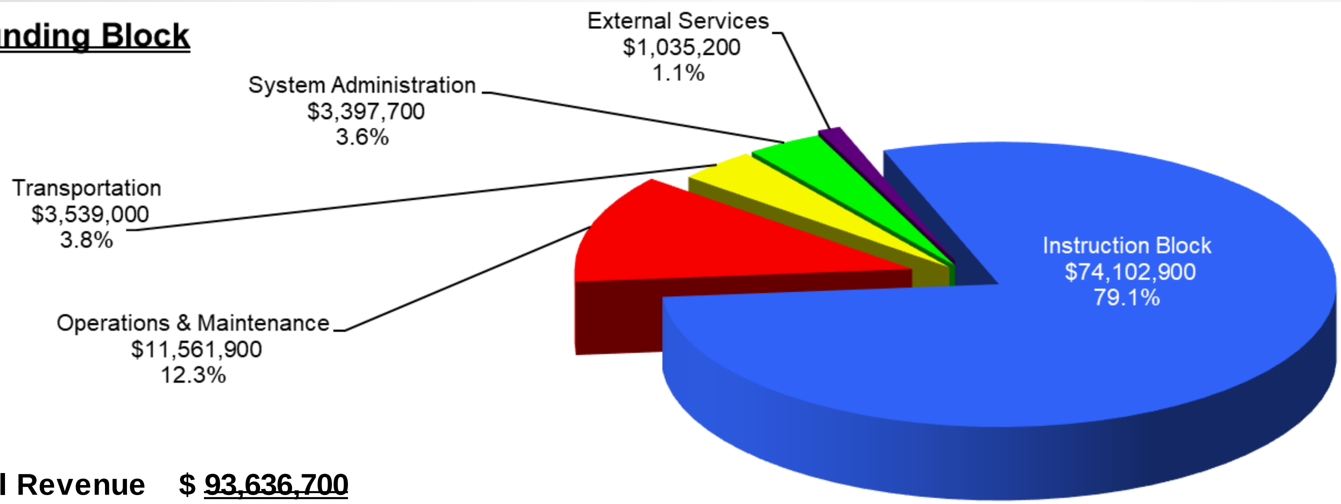
Revenue Sources

Funding Source



Total Revenue $ 93,636,700

Funding Block



Total Revenue $ 93,636,700

Grant Funding Overview

1. **Grant Rates**
   a) The per student instruction grant rates did not increase - 0% change from 2023/24 to 2024/25.
   b) The government increase in spending for education of $382M or 4.4% is to address required funding for incremental students arriving across the province, which includes our projected 30 additional students.

2. **Wage Settlements**
   a) Teachers – Anything negotiated centrally will be funded through a targeted incremental grant to be received after settlement.
   b) Non-Certificated Staff – There will no incremental funding to pay for any negotiated wage increases.

3. **Other Grant Highlights**
   a) Socioeconomic Grant – Recalculated based on provincial data which resulted in a reduction of ($322,000).
   b) All funding for our 50% portion of Coulee Collegiate students will come from our partners at PRPS rather than directly from Alberta Education.

GRANT REVENUES

	Fall Budget 2023-24	Increase (Decrease)	%	Spring Budget 2024-25
	(Prior Year)			(Current Year)
Summary				
Instructional Block	$ 68,048,000	$ (309,700)	(0.5%)	$ 67,738,300
Operations and Maintenance	11,473,700	(77,600)	(0.7%)	11,396,100
Transportation	3,079,800	459,200	14.9%	3,539,000
External Services	506,900	23,600	4.7%	530,500
System Administration	2,896,300	129,900	4.5%	3,026,200
Total Grant Funding	$ 86,004,700	$ 225,400	0.3%	$ 86,230,100

Transportation revenue is targeted funding that can only be spent on transportation expenses.

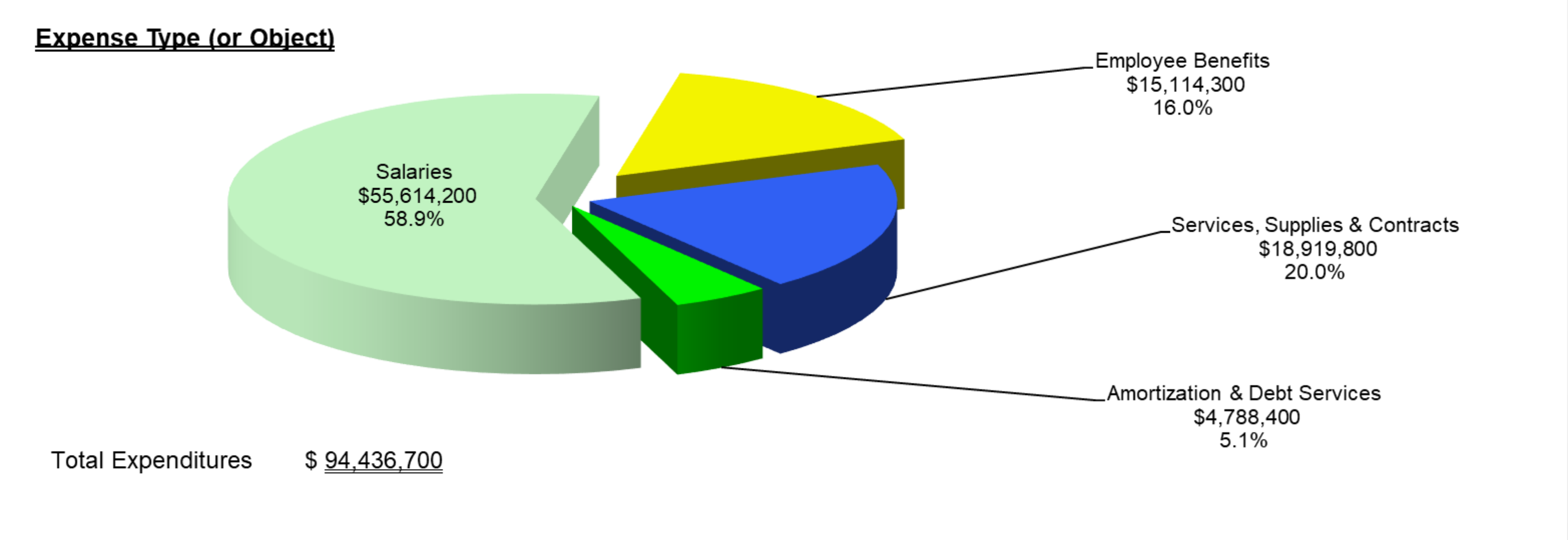
Revenue Summary

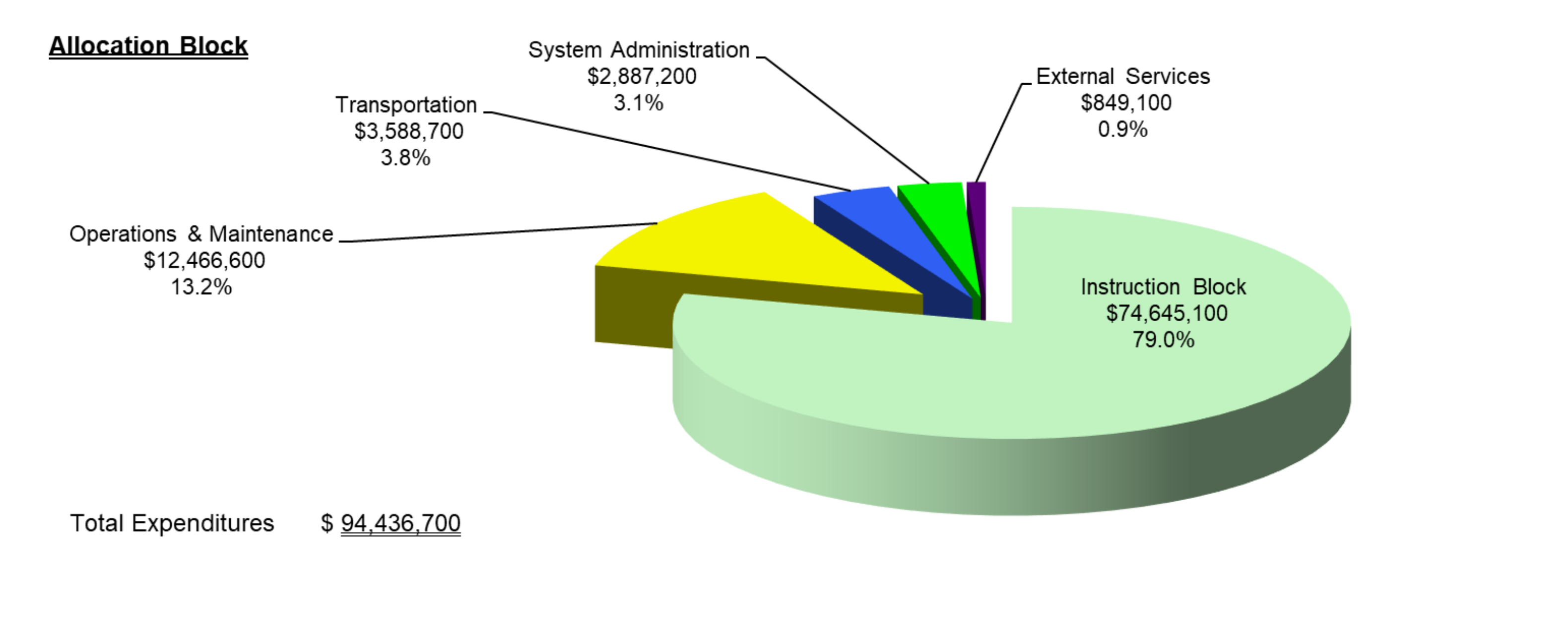
OPERATIONS (SUMMARY)	Fall Budget 2023-24 (Prior Year)	Increase (Decrease)	%	Spring Budget 2024-25 (Current Year)
Revenues				
Government of Alberta	$ 86,004,700	$ 225,400	0.3%	$ 86,230,100
Fees	1,397,000	475,900	34.1%	1,872,900
Sales of Services and Products	3,081,400	965,600	31.3%	4,047,000
Investment Income	803,700	23,000	2.9%	826,700
Donations and Other Contributions	698,000	(70,000)	(10.0%)	628,000
Other Revenue	32,000	-	-	32,000
Total Revenues	$ 92,016,800	$ 1,619,900	1.8%	$ 93,636,700

Total Revenue Increase:	$1,619,900
Less: Items with offsetting expense increase	($580,900)
Less: Targeted transportation increase	($459,200)
Discretionary revenue increase	$579,800 or .63% (<1%)

EXPENSES

Expenditures





Staff FTE Overview

	Staff FTE			
	Teachers	Education Assistants	Other Non-Cert	Total
Fall 2023/24 Budget	399.99	146.03	165.19	711.21
Spring 2024/25 Budget	393.39	127.48	162.94	683.81
Preliminary Estimates - Increase (Decrease)	(6.60)	(18.55)	(2.25)	(27.40)
Updated Estimates - Increase (Decrease)	(11.80)	(5.71)	(2.25)	(19.76)
Attrition (Eg. Retirements)	13.00	5.00	3.00	21.00
Increase (Decrease) in FTE After Attrition	1.20	(0.71)	0.75	1.24

	% of Overall Staffing Budget	% of Overall Staffing Cost Reduction
School Staffing	83%	73%
Central Supports	17%	27%

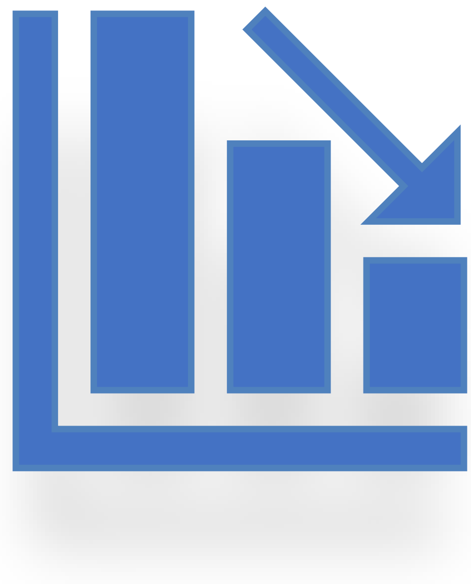
Purchased Services and Supplies Summary

	Fall Budget 2023-24 (Current Year)	Increase (Decrease)	%	Spring Budget 2024-25 (Next Year)
Expenses By Program				
Instruction	$ 9,368,200	$ 999,000	10.7%	$ 10,367,200
Operations and Maintenance	4,656,000	(160,000)	(3.4%)	4,496,000
Transportation	2,990,000	505,300	16.9%	3,495,300
System Administration	482,000	(38,300)	(7.9%)	443,700
External Services	127,300	(9,700)	(7.6%)	117,600
Total Expenses	$ 17,623,500	$ 1,296,300	7.4%	$ 18,919,800

Total Increase:	$1,296,300	
Less: Items with offsetting revenue increase	($1,029,000)	
Less: Targeted transportation increase	($505,300)	
Discretionary Reduction in Purchased Services	($238,000)	or (1.35%)

Non-staffing expenses were reduced where possible to maintain funds for staffing positions

Division's Operating Budget Deficit



Deficit History and Key Drivers

	Items Driving Deficit		
	All Other Areas	Transportation	Total $
Grid Movement and Unfunded Wage Settlements			$ 567,500
Benefit Rate Increases			587,100
Staffing Expense Increase	1,154,600	-	1,154,600
Non-Staffing Expense Increase (Decrease)	(347,400)	505,300	157,900
Total Expense Increase	807,200	505,300	1,312,500
Revenue Increase	579,800	459,200	1,039,000
Current Year Deficit	(227,400)	(46,100)	(273,500)
Opening Deficit	(2,218,100)	(9,900)	(2,228,000)
Cumulative (Deficit)	(2,445,500)	(56,000)	(2,501,500)
Staff Reduction Savings			1,701,500
Final Deficit 2024/25			**$ (800,000)**

Statement of Operations

	Fall Budget 2023-24 (Prior Year)	Increase (Decrease)	%	Spring Budget 2024-25 (Current Year)
Revenues				
Total Revenues	$ 92,016,800	$ 1,619,900	1.8%	$ 93,636,700
Expenses By Program				
Certificated Salaries	$ 41,844,600	$ (462,100)	(1.1%)	$ 41,382,500
Certificated Benefits	10,993,800	(221,200)	(2.0%)	10,772,600
Non-certificated Salaries	14,609,100	(377,400)	(2.6%)	14,231,700
Non-certificated Benefits	4,310,000	31,700	0.7%	4,341,700
Total Wages and Benefits	71,757,500	(1,029,000)	(1.4%)	70,728,500
Services, Contracts and Supplies	17,623,500	1,296,300	7.4%	18,919,800
Amortization	4,863,800	(75,400)	(1.6%)	4,788,400
Total Expenses	$ 94,244,800	$ 191,900	0.2%	$ 94,436,700
Final Operating Surplus/(Deficit)	$ (2,228,000)	$ 1,428,000		$ (800,000)

Operating reserves will be used to fund the deficit of ($800,000) for 2024/25.

Budget History

	Operating Budget Surplus (Deficit)
2022/23	$ (499,400)
2023/24	$ (2,228,000)
2024/25	$ (800,000)
2025/26	$ -

The main items have contributed to the recent budget results:

1. 2020-21 Change in Funding Framework – The reduction in funding was not felt in entirety until after the COVID Hold Harmless funding was largely eliminated starting in 2023/24.
2. An enrollment reduction of 337 students from 2019 to 2024.
3. The planned use of operating reserves to fund recent deficit budgets to soften staffing reduction required due to lower revenues.
4. The per student instruction grant rates did not increase in the upcoming year – A 0% change from 2023/24 to 2024/25, which creates challenges to address rising costs.

CAPITAL BUDGET and RESERVES

Capital Budget

	2023-24 Fall Budget	Increase/ (Decrease)	2024-25 Spring Budget
EXPENDITURES			
Capital Projects			
Capital Maintenance Renewal (CMR) Projects	$ 451,600	623,300	$ 1,074,900
Total - Capital Projects	451,600	623,300	1,074,900
Capital Equipment			
Computer and Technology Equipment			
Classroom - Student Computers	271,600	28,700	300,300
Classroom - Interactive Displays/Projectors	175,000	(35,000)	140,000
Classroom - Teacher Devices	10,000	590,000	600,000
Staff Computers/Monitors	6,000	9,000	15,000
Core Network Devices	195,000	(120,000)	75,000
Sub-total - Computer and Technology Equipment	657,600	472,700	1,130,300
Plant and Operations			
Vehicles	80,000	40,000	120,000
Equipment	70,700	(23,900)	46,800
Sub-total - Plant and Operations Equipment	150,700	16,100	166,800
Total - Capital Equipment Acquisitions	808,300	488,800	1,297,100
Grand Total - Capital Expenditures	1,259,900	$ 1,112,100	$ 2,372,000

Accumulated Surplus from Operations (ASO)

	2022/23 ASO	Increase (Decrease)	2023/24 ASO	Increase (Decrease)	2024/25 ASO
Actual ASO % of Total Expenses	**4.65%**	**-0.74%**	**3.91%**	**-0.78%**	**3.13%**
Alberta Education - Max Limit %	3.15%		3.20%		6.00%
Excess Over (Under) Limit	1,419,400		677,700		(2,670,900)

- Starting August 31, 2023, Alberta Education set a limit on the level of operating reserves held by Divisions.

Total Reserves

	2022-23 Closing Balance	2023-24 Closing Balance		2024-25 Transfers Out	2024-25 Net		2024-25 Transfers In	2024-25 Closing Balance
	(Aug 31,2023)	(Aug 31,2024)						(Aug 31,2025)
<u>Unrestricted Net Assets</u>								
Unrestricted	$ 1,385,600	$ 1,109,400	(1)	(800,000)		(2) (3)	- -	$ 309,400
Total Operating Reserves	$ 4,325,300	$ 3,920,200			-			$ 3,920,200
Total Accumulated Operating Surplus	$ 5,710,900	$ 5,029,600			(800,000)			$ 4,229,600
<u>Capital Reserves</u>								
Instruction Block								
Computers, etc.	$ 240,600	$ 383,000	(6)	$(1,130,300)		(7)	$ 712,500	$ (34,800)
I.T. Vehicles	131,500	131,500				(7)	-	131,500
Other	-	-						-
Plant & Operations	378,300	227,600	(6)	(166,800)		(7)	91,900	152,700
External Services	-	-						-
Transportation	-	-						-
Board & Administration	2,788,700	1,988,700				(7)	351,900	2,340,600
Total Capital Reserves	$ 3,539,100	$ 2,730,800		(1,297,100)	(140,800)		1,156,300	2,590,000
Total Operating & Capital Reserves	$ 7,864,400	$ 6,651,000		$ (1,297,100)			$ 1,156,300	$ 6,510,200
Total Net Assets (not invested in Capital Assets)	$ 9,250,000	$ 7,760,400			(940,800)			$ 6,819,600

To Learn.

To Grow.

To Build a Better World