

# **Rolling River School Division 2010/2011 Proposed Budget**

February 2010

# BUDGET

- ❖ **The Division's annual financial plan**
- ❖ **Supports the plan to manage and maintain the programs, services and operations of the School Division.**

***EXPENDITURE***

***REVENUE***

***OPERATIONS***

***CAPITAL***

# The Budget Process

**Budget development begins almost one year in advance.**

- **The Board consults with the public and stakeholder groups by inviting input on the budget priorities during the fall each year and considers the input from the public during Budget deliberations .**
  - **School Administrators /Department Supervisors submit Budget requests to the Superintendents /Secretary Treasurer in September and October.**
  - **The Preliminary Budget is prepared and with the expenditure side of the Budget & is prepared costing these requests - Presented to the Board in December / January.**
- **The Province announces School Division funding, (formula changes), for the next school year near the end of January .**
  - **A public meeting meeting to review the proposed budget is held in late February/early March.**
    - **The Board of Trustees finalizes the budget in early March.**
- **Municipal governments are notified by March 15th of any adjustments to the Special Levy / School Taxes.**
- **The School Division budget is submitted by the end of March to the Provincial Government.**

# Enrollment Changes

<b>Enrollment</b>	<b>Eligible Provincial (Full Time Equivalent)</b>	<b>Change from Prior Year</b>	<b>Total # Students</b>	<b>Change from Prior Year</b>
September 30, 2000	2120		2306	
September 30, 2001	2035.6	-84.4	2215	-91
September 30, 2002	2023.7	-11.9	2194	-21
September 30, 2003	1995.2	-28.5	2158	-36
September 30, 2004	1915.5	-79.7	2093	-65
September 30, 2005	1857.6	-57.9	2041	-52
September 30, 2006	1830.6	-27	2000	-41
September 30, 2007	1773.4	-57.2	1954	-46
September 30, 2008	1715.4	-58	1888	-66
September 30, 2009	1714.5	-0.9	1882	-6
September 30, 2010 (Est)	1674.5	-40	1839	-43
<b>TOTAL</b>		<b>-445.5</b>		<b>-467</b>

# Enrollment Changes Impact on Budget

- The immediate impact of **declining enrolment** is a **reduction in provincial funding**, because much of that funding is based on so many dollars per student.
- In the longer term, a decline in enrollment **may** lead to a decline in costs, but only when that decline is large enough that it enables a school division to reduce the number of classes.
- For example....a reduction of 5% in student numbers from 2000 to 1900, if spread across grade levels, means about 8 fewer students in each grade Division wide—**usually** not a significant enough reduction to allow for fewer classes, especially when geography is factored in.
- In a rural School Division, where **pupil transportation** is significant, **a decline in enrollment may have no significant impact on costs**. The Division may need to **travel the same distance to pick up fewer students**.
- As well, the Provincial Government has implemented a **school closure moratorium**.

**Result:**

**Declining enrolment most often means declining revenues and static costs.**

# 2010-2011 Proposed Budget Revenue and Expenditure Summary

## *Balanced Budget*

	Budget 2009-2010	Budget 2010-2011	Increase (decrease)	
REVENUE	\$20,478,980	\$20,989,645	\$510,665	2.49%
EXPENDITURE	\$20,478,980	\$20,989,645	\$510,665	2.49%
Annual Surplus / Deficit	\$0			

# Impacts on the Expenditure Budget

- **Salary & benefit changes and adjustments**
- **Changes in staffing levels**
- **Changes in programs**
- **Changes in costs for supplies / goods**
- **Changes in costs of services**
- **Changes / improvements / repairs to buildings and facilities**
- **Changes in transportation**
- **Capital costs** (*fleet vehicles , buses, building maintenance, technology*)

# Impacts on the 2010-2011 Expenditure Budget

- **Limited adjustments to the Budget**
- **General salary and benefit increases and adjustments**
- **Overall Decrease of 1.0 FTE Teacher positions from 09/10 Budget**
  - *Decrease in School Administration*
  - *Maintain Instructional / classroom teacher assignments*
  - *Decrease Technology Resource teacher assignment (1 year)*
  - *Decrease in Resource teacher assignments*
  - *Decrease in Guidance assignments*
  - *Addition of Reading Recovery teachers / program*
- **Maintain Successmaker program. (23.5 hours per day Educational Assistant = approximately 5 full time Educational Assistant s across the Division).**
- **Increase of approximately 9 funded special needs students.**
- **Addition of Speech Language Educational Assistant Support ( 10.3 hours per day)**
- **Maintain Boardmaker Educational Assistant**

# Impacts on the 2010-2011 Expenditure Budget

- **Additional Non-Resident fees for Brandon School Division for increased students attending vocational programs.**
- **Fourth and final year Senior Years Science Program equipment upgrade.**
- **Fourth and final year additional allocation for High Schools Library Resources budget.**
- **Maintain Professional Development budget for instructional staff with a focus on assessment, curriculum, student engagement, multi level teaching, technology, and outcome based instruction.**
- **Continue Blended Approach to Teaching and Learning project—additional 6 classrooms (reduced budget by 50%)**
- **Upgrade computer technology equipment including servers to run Windows 7 software.**
- **Establish a Wide Area Network for technology connectivity and to support Distance Education within the Division.**

# Impacts on the 2010-2011 Expenditure Budget

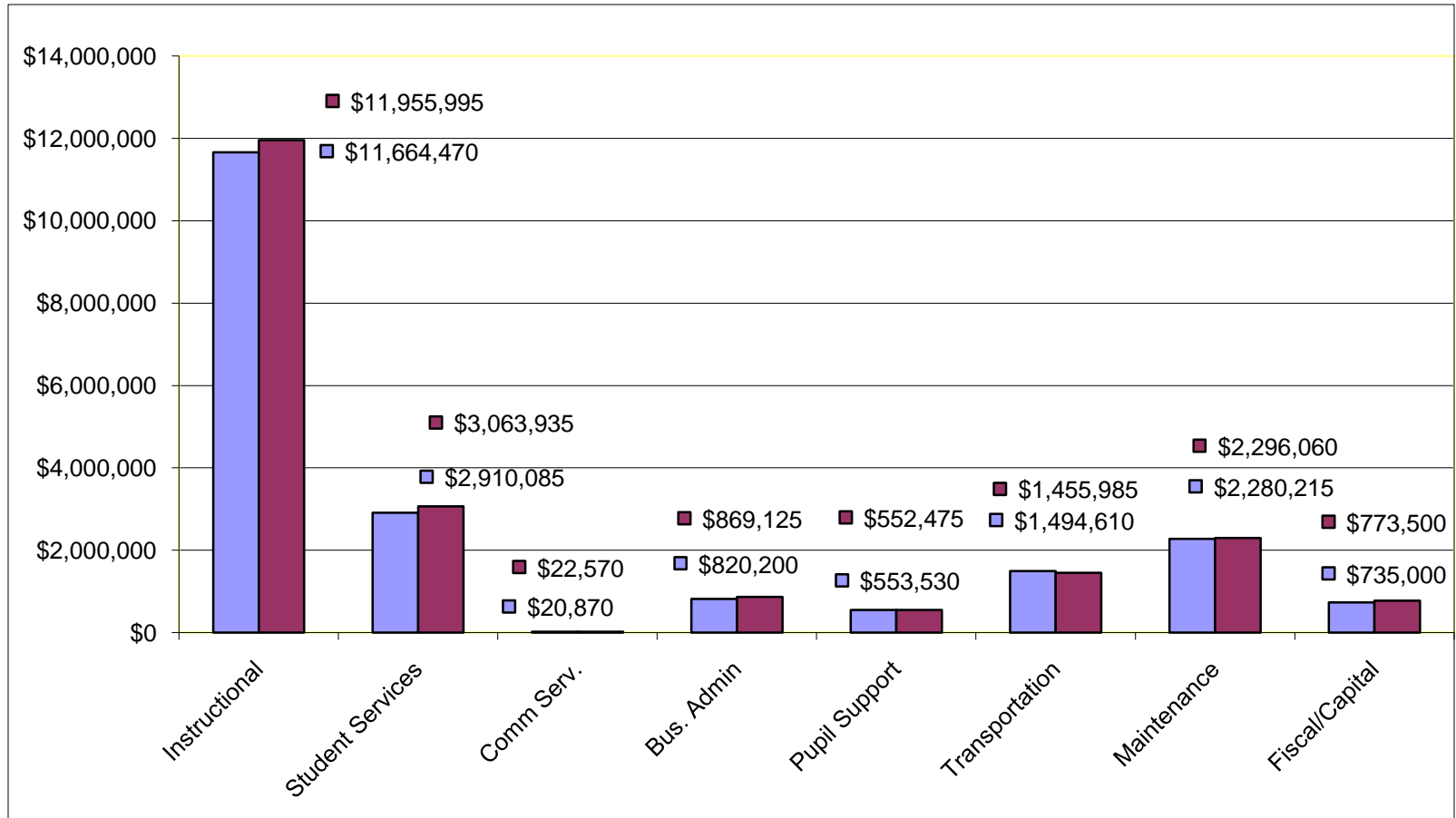
- **Trustee Election costs added**
- **Decrease minor capital budget to level of Provincial Capital D Grant.**
- **Continue to plan for water and sewer upgrades in High schools (*Elton and Rivers Collegiate still to be upgraded – consider financing over 10 years.*).**
- **Continue playground upgrade projects.**
- **Decrease fleet vehicle budget by 50%**
- **Decrease from 36 daily bus routes to 35 daily bus routes**
- **School Bus Fuel costs decreased (reduced kilometres and cost per litre for fuel)**
- **Purchase two school buses.**
- **Miscellaneous changes in costs for supplies and services.**



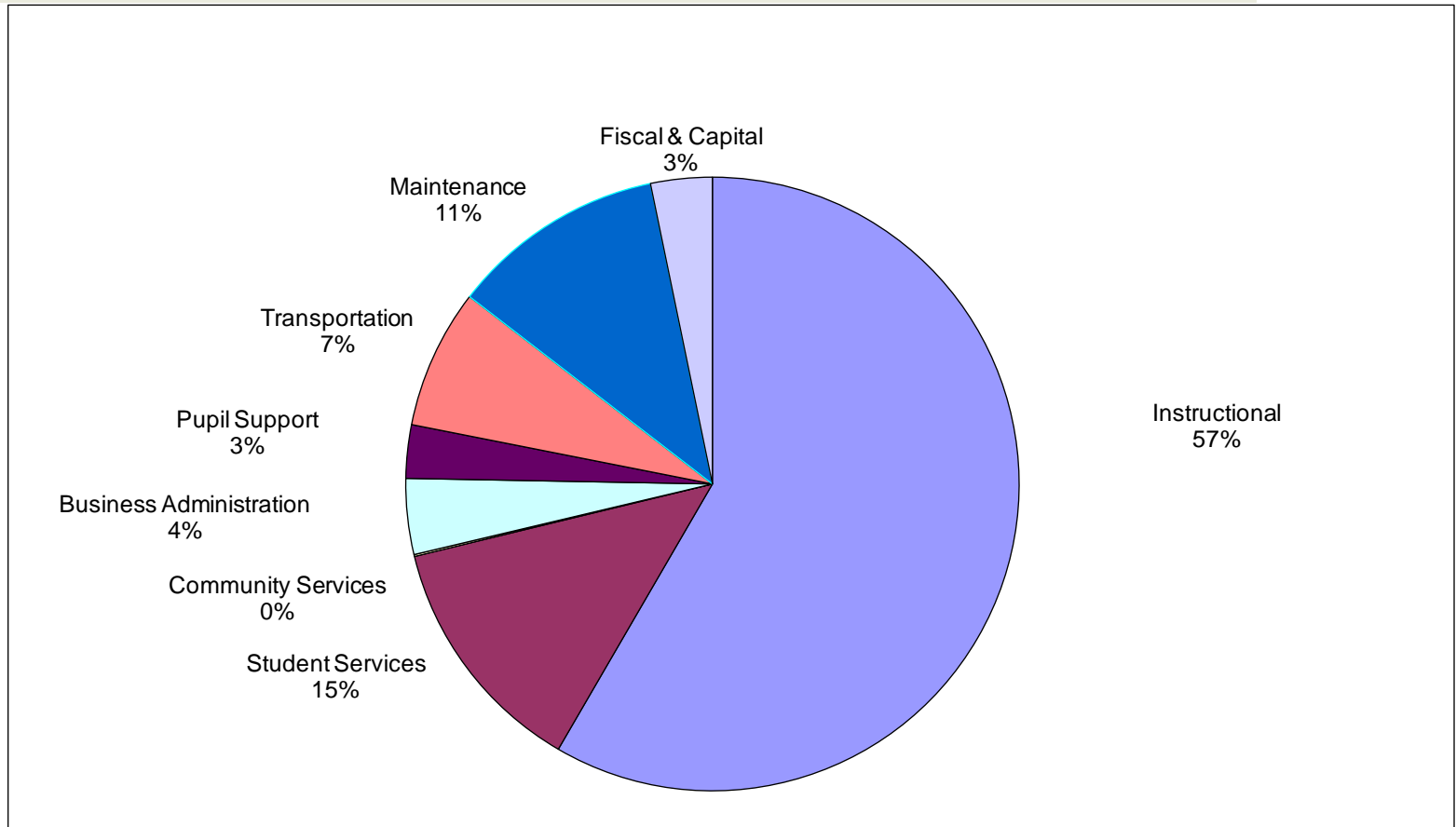
## 2010-2011 Proposed Budget Expenditure Summary

<b>EXPENDITURE</b>	<b>Budget 2009-2010</b>	<b>Budget 2010-2011</b>	<b>Increase (Decrease)</b>		<b>% of Budget</b>
<b>Instructional</b>	<b>\$11,664,470</b>	<b>\$11,955,995</b>	<b>\$291,525</b>	<b>2.5%</b>	<b>57.0%</b>
<b>Student Services</b>	<b>\$2,910,085</b>	<b>\$3,063,935</b>	<b>\$153,850</b>	<b>5.3%</b>	<b>14.6%</b>
<b>Comm Serv.</b>	<b>\$20,870</b>	<b>\$22,570</b>	<b>\$1,700</b>	<b>8.1%</b>	<b>0.1%</b>
<b>Bus. Admin</b>	<b>\$820,200</b>	<b>\$869,125</b>	<b>\$48,925</b>	<b>6.0%</b>	<b>4.1%</b>
<b>Pupil Support</b>	<b>\$553,530</b>	<b>\$552,475</b>	<b>-\$1,055</b>	<b>-0.2%</b>	<b>2.6%</b>
<b>Transportation</b>	<b>\$1,494,610</b>	<b>\$1,455,985</b>	<b>-\$38,625</b>	<b>-2.6%</b>	<b>6.9%</b>
<b>Maintenance</b>	<b>\$2,280,215</b>	<b>\$2,296,060</b>	<b>\$15,845</b>	<b>0.7%</b>	<b>10.9%</b>
<b>Fiscal/Capital</b>	<b>\$735,000</b>	<b>\$773,500</b>	<b>\$38,500</b>	<b>5.2%</b>	<b>3.7%</b>
<b>Total Expenditure</b>	<b>\$20,478,980</b>	<b>\$20,989,645</b>	<b>\$510,665</b>	<b>2.49%</b>	<b>100%</b>

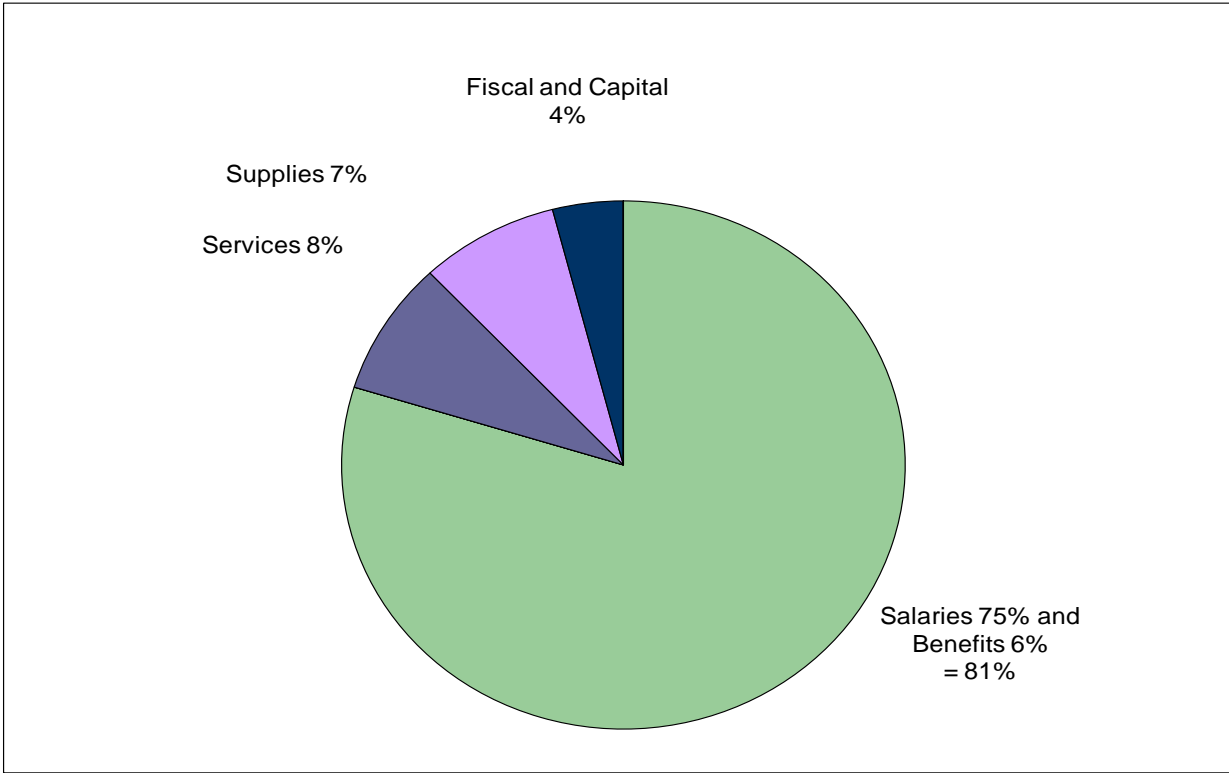
# EXPENDITURES COMPARISON 2009-2010 BUDGET TO 2010-2011 Budget



# 2010-2011 Proposed Budget Expenditure by Function



# 2010-2011 Proposed Budget Expenditure by Object Categories



# Revenue

## ■ Sources of Division Revenue

### ■ Provincial Funds

- Education Funding Formula
- General Support Grant
- Education Property Tax Credit (EPTC)
- Tax Incentive Grant (TIG)

### ■ Property / School Taxes

- Special Requirement / Levy (offset by Provincial EPTC and TIG)

### ■ Other Funds

- First Nations (*Tuition*)
- Federal Government (*Tuition*)
- Other School Divisions (*Transfer payments, Non resident fees*)
- Miscellaneous (*Sales, Rebates, Refunds*)

# Impacts on a School Division's Revenue Budget

- **Enrollment Changes**

- **Funding Formula Changes**

  - Changes in Per Pupil Grants*

  - Prior Years Expenditures*

  - Reallocation of total Education funding within the Funding Formula*

- **Property Assessment Values**

  - (impacts both taxes and provincial funding)*

- **Other Sources**

# Provincial Education Funding

## EDUCATION FUNDING FORMULA – OPERATIONS

### **Base** (61.7% of RRSD's Funding of Schools Program Revenue)

Based on enrollment and adjusted for issues like scarcity / dispersion of population of the Division.

### **Categorical** (22.7% of RRSD's Funding of Schools Program Revenue)

Based on specific needs, students, programs ; Grants per unit provided.

### **Equalization Funding** (10.3% of RRSD's Funding of Schools Program Revenue))

To equalize disparities between Divisions - equalizes funding for Division's that have a lower than average / weak tax base or a lower than average assessment per pupil and that have higher expenditures that are not supported financially by the Province

### **Capital "D" & Other Minor Funding**

(1.3% of RRSD's Funding of Schools Program Revenue))

- School buses and maintenance vehicles are also capital expenses and are funded through the Division's operating budget.

### **2% Guarantee (over prior year Funding Formula Support)**

(4.0% of RRSD's Funding of Schools Program Revenue))

## CAPITAL FUNDING

### Capital Projects: Public Schools Finance Board

School building additions, renovations, heating upgrades, roof repairs, building access renovations.

# Impacts on 2010-2011 Revenue Budget

**Minor Decline in Enrollment from 2009/10 to 2010/11 = *maintain or decrease in funding in:***

***Base***

*Instructional Programs  
Curricular Materials  
Information Technology  
Professional Development  
Counselling & Guidance  
Library Services*

***Categorical***

*Pupil Transportation  
Early Numeracy  
Experiential Learning  
Senior Years Technology Programs  
Enrollment Change*

**Increasing Enrollment Student Specific Areas = *increase in funding in:***

***Base***

*Grade 11& 12 Physical Education Grant  
Occupancy*

***Categorical***

*Special Needs Student Enrollment  
Small Schools funding  
English as an Additional Language  
Early Childhood Development*

**Funding Formula Changes**

- Equalization – Increased allocation of formula funding in this area*
- 2% Guarantee over prior year SFB Funding continued*

**Tax Incentive Grant (TIG) - continued in 2010**

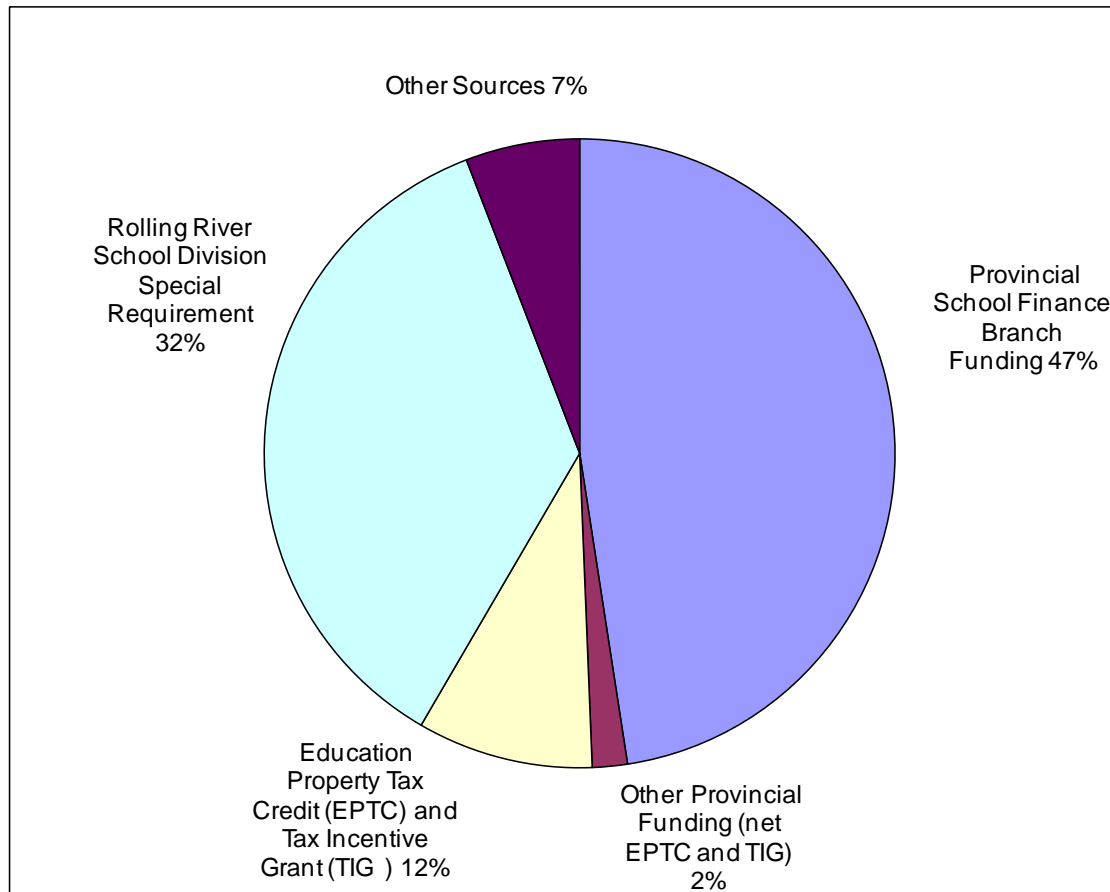
**Increasing Property Assessment Values - Reassessment of 2010**

**Other Sources - RRFN, RMNP, Sales/ Rebates etc.**

# 2010-2011 Proposed Budget Revenue Summary

REVENUE	Budget	Budget	Increase		% of Budget
	2009-2010	2010-2011	<i>(Decrease)</i>		
Prov. School, Fin. Branch	\$9,741,226	\$9,935,301	\$194,075	2.0%	47.3%
Other Provincial (net EPTC)	\$368,600	\$338,800	-\$29,800	-8.1%	1.6%
Ed. Prop. Tax Credit and TIG	\$1,765,901	\$2,511,587	\$745,686	42.2%	12.0%
Sp. Requirement	\$7,402,753	\$6,797,107	-\$605,646	-8.2%	32.4%
Other Sources	\$1,200,500	\$1,406,850	\$206,350	17.2%	6.7%
<b>Total Revenue</b>	<b>\$20,478,980</b>	<b>\$20,989,645</b>	<b>\$510,665</b>	<b>2.49%</b>	<b>100%</b>

# 2010-2011 Proposed Budget Sources of Revenue



# Provincial Education Revenue

Revenue	Budget	Budget	Increase	
Provincial Education	2009-2010	2010-2011	(decrease)	
Base	\$6,127,180	\$6,131,612	\$4,432	0.1%
Categorical	\$2,359,568	\$2,254,697	-\$104,871	-4.4%
Equalization	\$950,469	\$1,018,806	\$68,337	7.2%
Other	\$130,820	\$131,460	\$640	0.5%
2% Guarantee Grant	\$173,189	\$398,726	\$225,537	130.2%
<b>TOTAL</b>	<b>\$9,741,226</b>	<b>\$9,935,301</b>	<b>\$194,075</b>	<b>2.0%</b>

# Provincial Revenue Comparison

	Actual / Project.	BUDGET
	Revenue Schools Finance Branch (Net of EPTC and TIG)	
2001/2002	\$9,454,955	\$9,412,030
2002/2003	\$9,077,201 -4.0%	\$9,032,709 -4.0%
2003/2004	\$9,086,417 0.1%	\$9,214,357 2.0%
2004/2005	\$9,289,940 2.2%	\$9,171,219 -0.5%
2005/2006	\$9,337,876 0.5%	\$9,254,296 0.9%
2006/2007	\$9,354,047 0.2%	\$9,235,135 -0.2%
2007/2008	\$9,544,676 2.0%	\$9,542,698 3.3%
2008/2009	\$9,548,961 0.0%	\$9,537,184 -0.1%
2009/2010	\$9,741,226 2.0%	\$9,741,226 2.1%
Budget 2010-2011	\$9,935,301 2.0%	\$9,935,301 2.0%

The difference between expenditures and the level of funding from Provincial Schools Finance Branch Revenue is made up from Other and Municipal sources.

# Other Revenue

Other Sources	Budget 2009-2010	Budget 2010-2011	Increase (decrease)	
Provincial Other	\$368,600	\$338,800	-\$29,800	-8.1%
Transfer Fees	\$75,400	\$95,000	\$19,600	26.0%
First Nations	\$1,024,500	\$1,190,500	\$166,000	16.2%
RMNPTuition	\$48,750	\$69,500	\$20,750	42.6%
Misc. Other	\$51,850	\$51,850	\$0	0.0%
<b>TOTAL</b>	<b>\$1,569,100</b>	<b>\$1,745,650</b>	<b>\$176,550</b>	<b>11.3%</b>

# Special Requirement

Special Requirement	Budget 2009-2010	Budget 2010-2011	Increase (decrease)	
Ed. Prop. Tax Credit	\$1,603,476	\$1,747,696	\$144,220	9.0%
TIG	\$383,984	\$763,891	\$379,907	98.9%
Special Requirement (net EPTC & TIG)	\$7,181,194	\$6,797,107	-\$384,087	-5.3%
<b>Total</b>	<b>\$9,168,654</b>	<b>\$9,308,694</b>	<b>\$140,040</b>	<b>1.5%</b>

# Provincial Property Tax Reductions / Credits /Rebates

## Education Property Tax Credit (EPTC)

- The Education Property Tax Credit is the portion of the Division's Special Requirement, (property taxes raised by the Division in a budget year), that is provided to property owners as a tax credit by the Province.
- The EPTC is provided by the Province of Manitoba to help offset the property taxes Manitobans pay to support our public school system
- The Manitoba Education Property Tax Credit was introduced in 1972 as the Property Tax Credit and subsequently the name was changed in 2001.
- If you are a Manitoba resident who pays more than \$250 of property tax in a year, you are entitled to a Manitoba Education Property Tax Credit (EPTC).

**2007 EPTC = \$525**

**2008 EPTC = \$600**

**2009 EPTC = \$650**

- Effective the 2005-2006 budget year, the Province started reporting the Education Property Tax Credit as Provincial Education Revenue.

# Provincial Property Tax Reductions / Credits /Rebates Tax Incentive Grant (TIG)

- The Tax Incentive Grant has been made available to Schools Divisions in each of the past three funding years.*(Starting with the 2008-2009 Budget)*
- The TIG is designed to encourage school divisions to maintain tax levies at the real rate of assessment growth of the previous years.
- ***In the first two years,(08/09 and 09/10), to receive the TIG, the School Division mill rate (rate of taxation) remained the same as the prior year when the Grant is applied to the Special Levy amount.***
- ***The TIG amount is applied as a reduction to the calculation of the Special Levy and acts as an additional provincial subsidy of School Division Property Taxes payable.***
- The Rolling River School Division accepted the 2008 TIG of \$383,984 which was applied directly to reduce the 2008 Special Levy and subsidize property taxes payable.
- To maintain student programs, appropriate staff levels, satisfactory facilities and provide appropriate pupil transportation services, the Division did not accept the 2009 TIG.

# Provincial Property Tax Reductions / Credits / Rebates Tax Incentive Grant (TIG)

## Current 2010-2011 BUDGET

The TIG was offered to qualifying School Divisions for the 2010-2011 Budget

**2009 RRSD TIG offered = \$763,891**

**Additional Revenue (Tax Subsidy) over 2008 TIG = \$379,907**

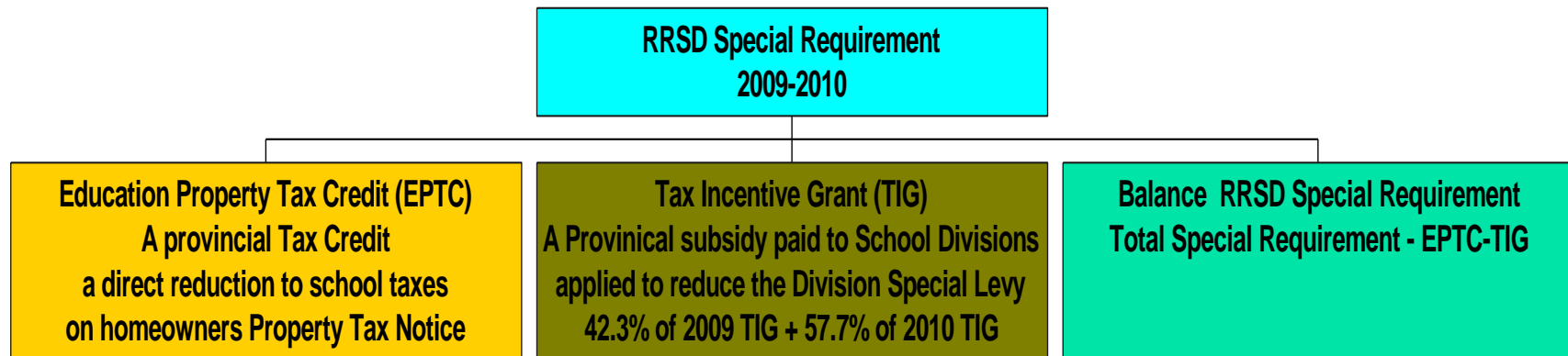
**As all property in Manitoba had a general re-assessment of values, the Provincial Government changed the qualification for the TIG from Mill Rate (rate of taxation) to Special Levy (actual tax dollars) .**

**To qualify for the TIG, the Rolling River School Division must maintain an increase on the 2009 Special Levy of 2.1% or less**

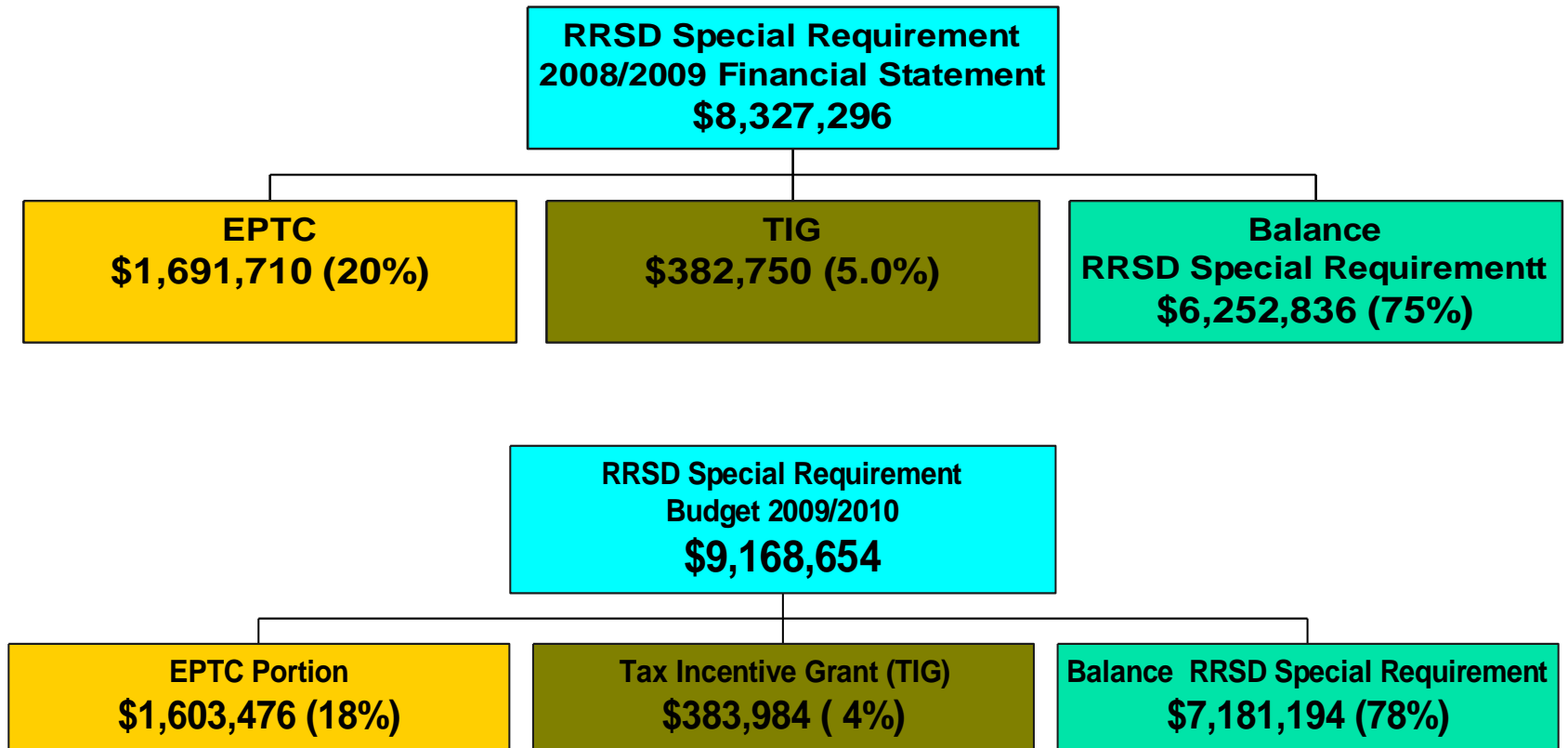
*(the annual average of real growth in property assessment from 2006 to 2009)*

**The Division is proposing to accept the 2010 TIG.**

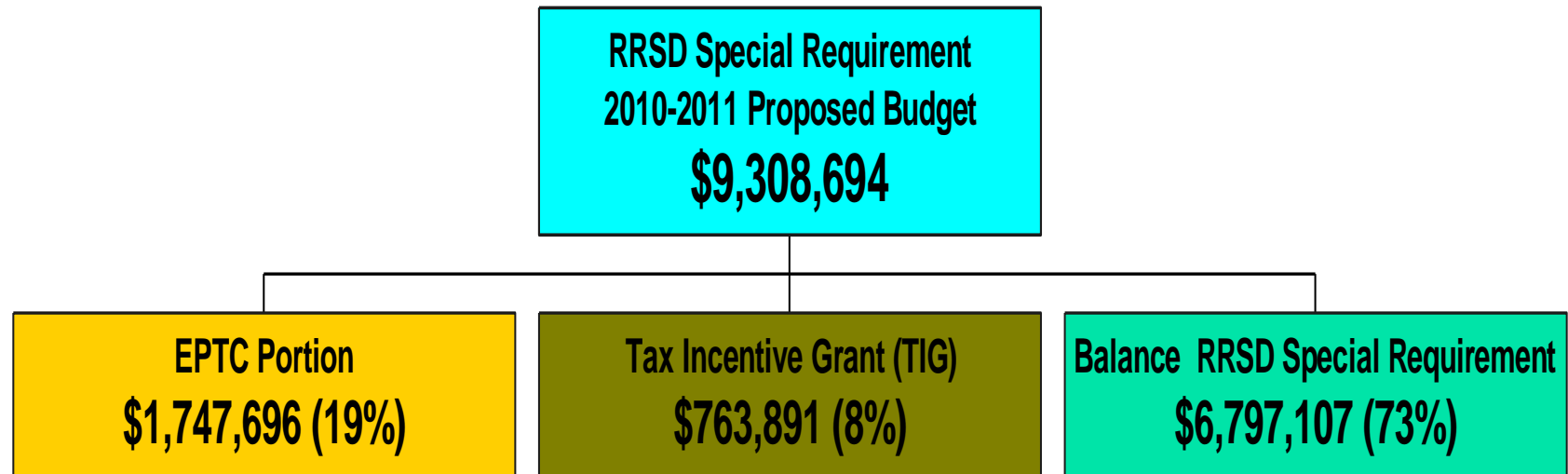
# Special Requirement EPTC – TIG



# Special Requirement EPTC – TIG



# 2010-2011 Special Requirement EPTC – TIG



# Special Levy

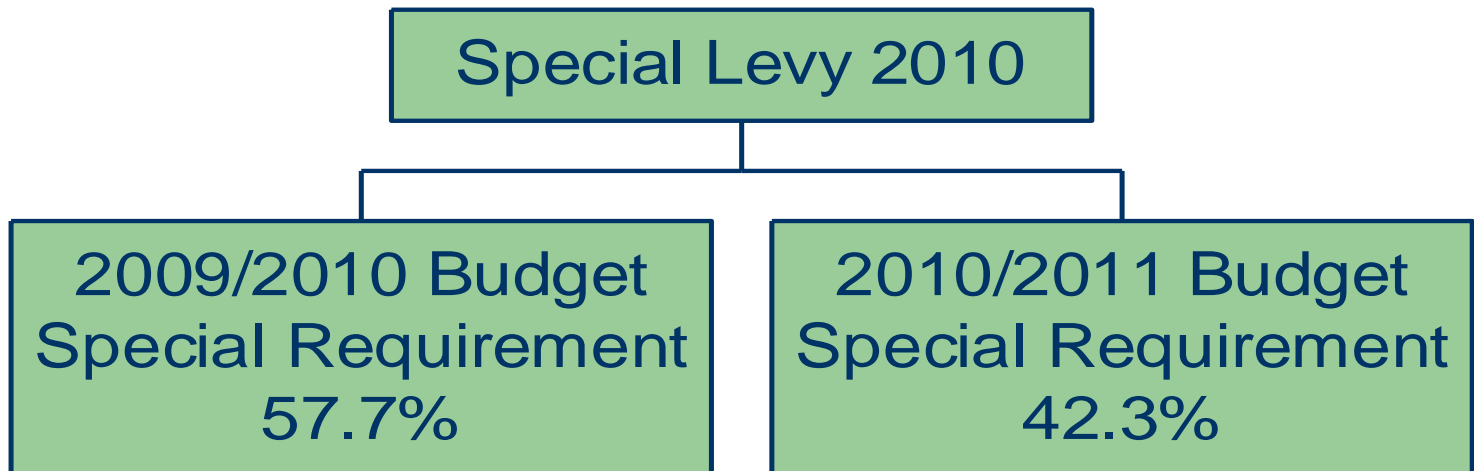
The Special Requirement is the revenue that a School Division needs from taxation to balance its budget  
- based on a July to June fiscal year.

The Local School Tax is called the Special Levy and is raised through property taxation.

The **Special Levy** is the level of tax dollars that needs to be raised by the Division  
- based on a January to December fiscal year.

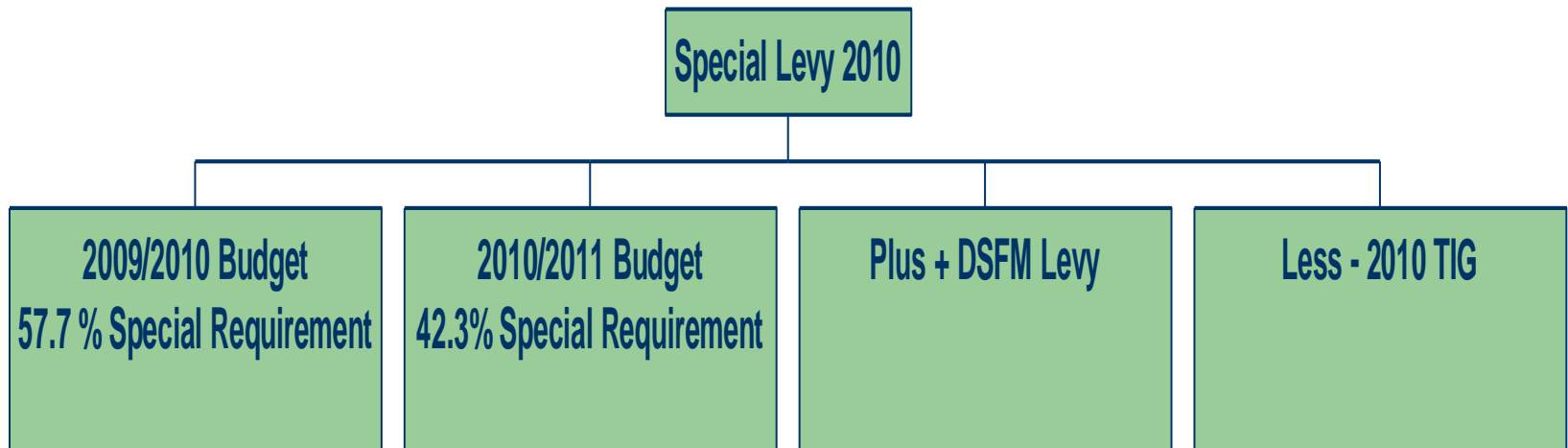
# Special Levy

The 2010 Special Levy for the RRSD Budget is calculated by adding  
**57.7% of the 2009/2010 Special Requirement**  
&  
**42.3% of the 2010/2011 Special Requirement**

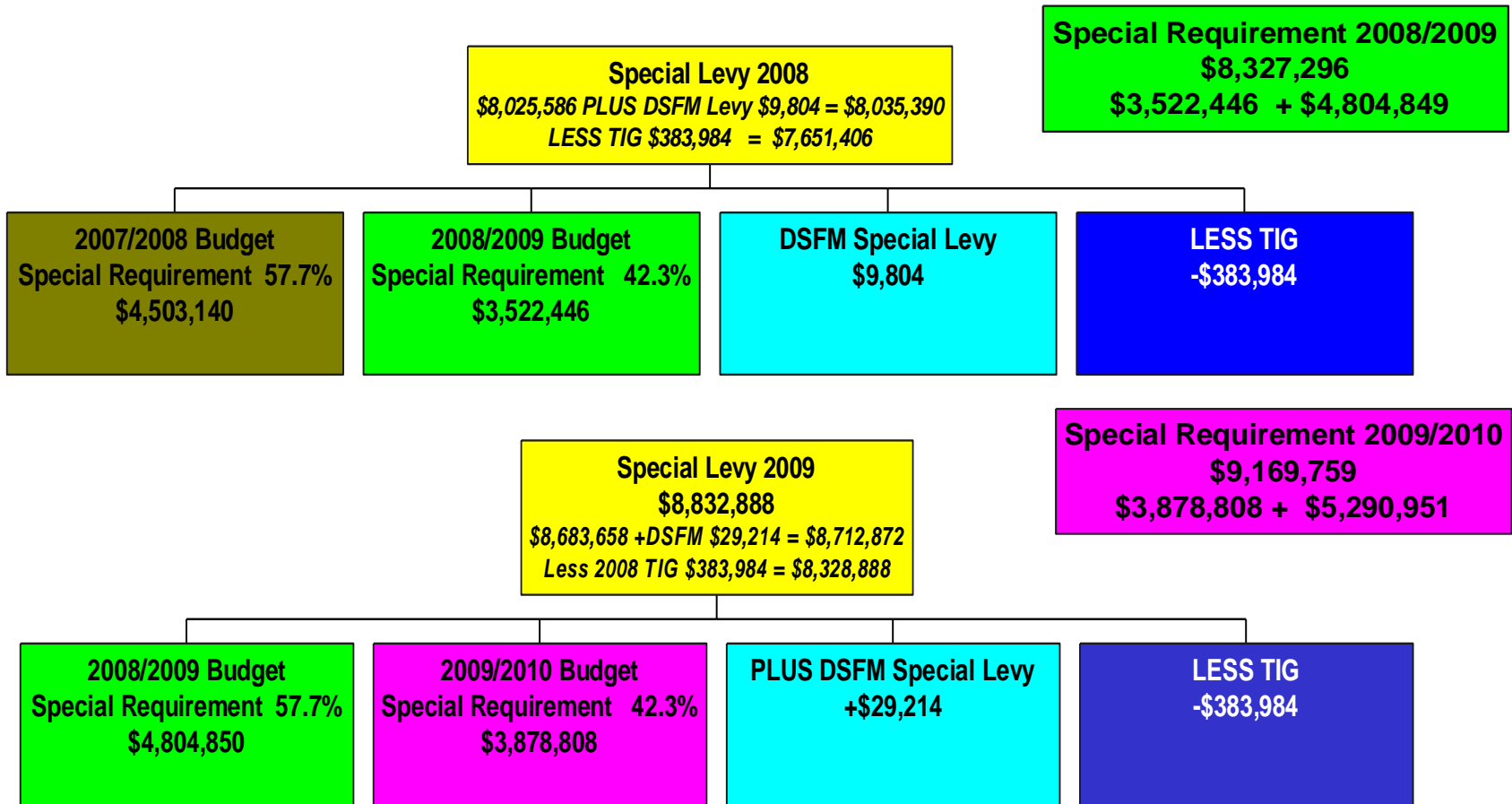


# Special Levy – Impact of DSFM and TIG

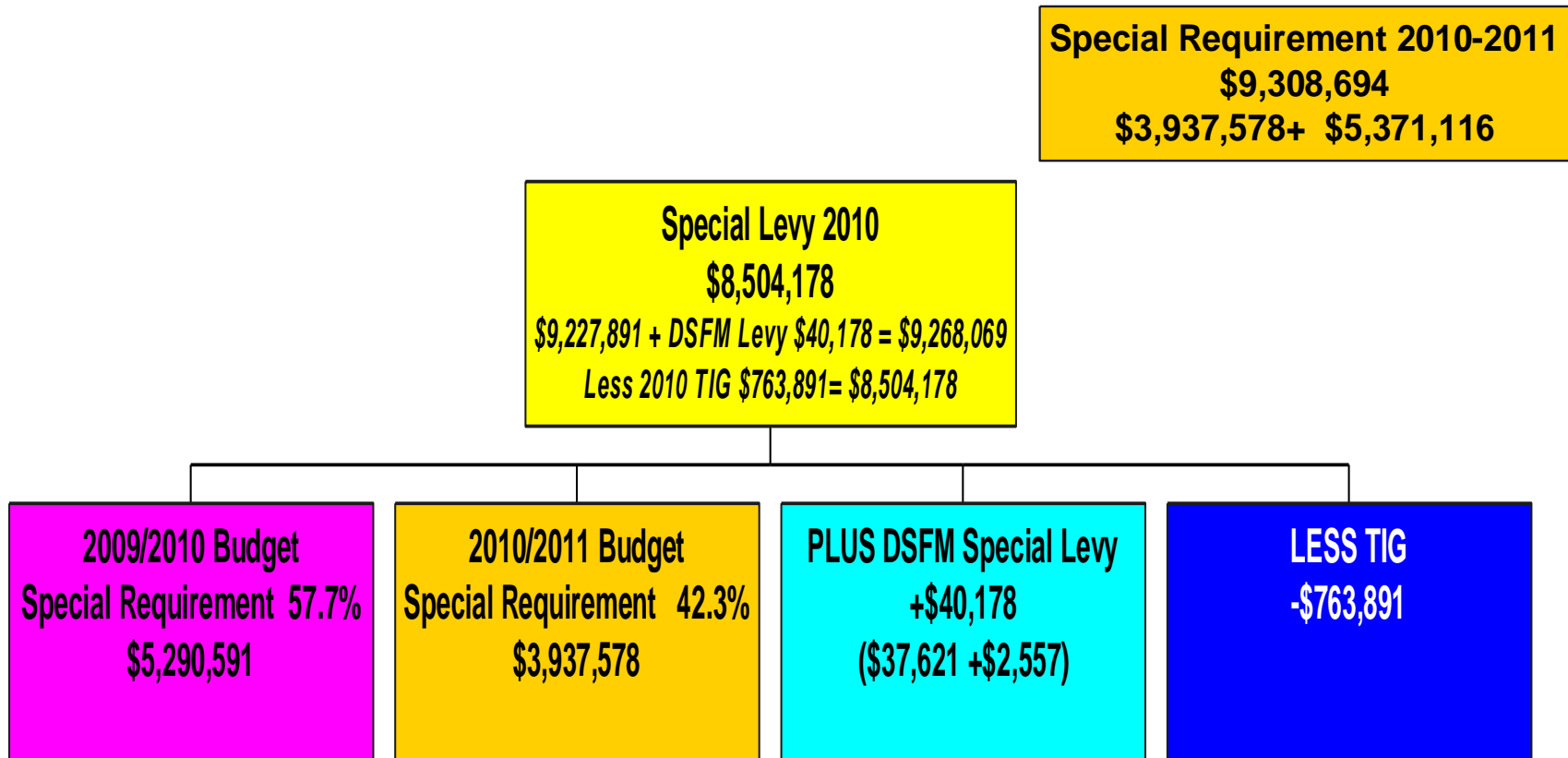
The Total 2010 Special Levy  
=  
Division Special Levy  
+PLUS the DSFM Levy ( for resident pupils attending DSFM schools)  
- LESS the Tax Incentive Grant



# Special Levy



# Special Levy



# RRSD 2010 Special Levy (2010 TIG)

<b>A) Special Requirement 2009/2010 Budget</b>	<b>\$9,168,654</b>
<b>B) Amount related to 2009/2010 included in 2009 Special Levy (42.3% of 2009/10 Special Requirement)</b>	<b>\$3,878,341</b>
<b>C) Balance of 2009/2010 Spec. Req. to be raised in 2010 Special Levy (A-B) or (57.7% of 2009/10 Spec. Requirement)</b>	<b>\$5,290,313</b>
<b>D) Net Special Requirement 2010/2011</b>	<b>\$9,308,694</b>
<b>E) Amount Included in 2010 Special Levy (42.3% of D or 2010/11 Special Requirement)</b>	<b>\$3,937,578</b>
<b>G) 2010 Special Levy (C+E)</b>	<b>\$9,227,891</b>
<b>G1) 2010 DSFM Special Levy</b>	<b>\$37,621</b>
<b>G2) 2009 DSFM Special Levy Adjustment</b>	<b>\$2,557</b>
<b>G3) 2010 Special Levy (G+G1+G2)</b>	<b>\$9,268,069</b>
<b>H) 2010 Tax Incentive Grant (TIG)</b>	<b>\$763,891</b>
<b>I) 2010 Special Levy Including DSFM (G3-H)</b>	<b>\$8,504,178</b>
<b>2010 Special Levy Including DSFM Levy</b>	<b>\$8,504,178</b>
<b>2009 Special Levy ( including DSFM Levy and TIG)</b>	<b>\$8,329,331</b>
<b>Variance</b>	<b>\$174,847</b>
<b>Percent Increase</b>	<b>2.1%</b>

# RRSD 2010 Special Levy Net of 2008 Tax Incentive Grant (TIG)

<b>A) Special Requirement 2009/2010 Budget</b>	<b>\$9,168,654</b>	
<b>B) Amount related to 2009/2010 included in 2009 Special Levy (42.3% of 2009/10 Special requirement)</b>	<b>\$3,878,341</b>	
<b>C) Balance of 2009/2010 Spec. Req. to be raised in 2010 Special Levy(A-B) or (57.7% of 2009/10 Spec. Requirement)</b>		<b>\$5,290,313</b>
<b>D) Special Requirement to Balance 2010/2011 Budget</b>	<b>\$9,308,694</b>	
<b>E) Amount Included in 2010 Special Levy (42.3% of D or 2010/11 Special Requirement)</b>		<b>\$3,937,578</b>
<b>G) 2010 RRSD Special Levy (C+E)</b>		<b>\$9,227,891</b>
<b>G1) 2010 DSFM Special Levy</b>		<b>\$37,621</b>
<b>G2) 2009 DSFM Special Levy Adjustment</b>		<b>\$2,557</b>
<b>G3) 2010 Special Levy Including DSFM (G+ G1+G2)</b>		<b>\$9,268,069</b>
<b>H) 2008 Tax Incentive Grant (TIG) (Excludes 2010 TIG)</b>		<b>\$383,984</b>
<b>I) 2010 Special Levy Including DSFM and NET of 2008 TIG (G3-H) (Excludes 2010 TIG)</b>		<b>\$8,884,085</b>
<b>2010 Special Levy Including DSFM and NET of 2008TIG</b>	<b>\$8,884,085</b>	
<b>2009 Special Levy ( including DSFM Levy and Net of 2008 TIG)</b>	<b>\$8,329,330</b>	
<b>Variance</b>	<b>\$554,754</b>	
<b>Percent Increase</b>		<b>6.7%</b>

# RRSD 2010 Special Levy (NO TIG)

<b>A) Special Requirement 2009/2010 Budget</b>	\$9,168,654
<b>B) Amount related to 2009/2010 included in 2009 Special Levy (42.3% of 2009/10 Special Requirement)</b>	\$3,878,341
<b>C) Balance of 2009/2010 Spec. Req. to be raised in 2010 Special Levy (A-B) or (57.7% of 2009/10 Spec. Requirement)</b>	\$5,290,313
<b>D) Special Requirement to Balance 2010/2011 Budget</b>	\$9,308,694
<b>E) Amount Included in 2010 Special Levy (42.3% of D or 2010/11 Special Requirement)</b>	\$3,937,578
<b>G) 2010 Special Levy (C+E)</b>	\$9,227,891
<b>G1) 2010 DSFM Special Levy</b>	\$37,621
<b>G2) 2009 DSFM Special Levy Adjustment</b>	\$2,557
<b>H) 2010 Tax Incentive Grant (TIG)</b>	
<b>I) 2010 Special Levy Including DSFM (G+G1+G2)</b>	\$9,268,069
2010 Special Levy Including DSFM Levy	\$9,268,069
2009 Special Levy ( including DSFM Levy and TIG)	\$8,329,331
Variance	\$938,738
Percent Increase	11.3%

# RRSD 2010 Special Levy Carry Forward

A) Special Requirement 2010-2011 Budget	\$9,308,694	
B) Amount related to 2010/2011 included in 2010 Special Levy (42.3% of 2010/2011 Special Requirement)	\$3,937,578	
C) Balance of 2010/2011 Spec. Req. to be raised in 2011 Special Levy (A-B) or (57.7% of 2010/11 Spec. Requirement)		\$5,371,116
D) Special Requirement to Balance 2011/2012 Budget	\$9,308,694	
E) Amount Included in 2011 Special Levy (42.3% of D or 11/12 Special Requirement)		\$3,937,578
G) 2011 RRSD Special Levy (C+E)		\$9,308,694
G1) 2011 DSFM Special Levy		\$37,621
G2) 2010 DSFM Special Levy Adjustment		
G3) 2011 Special Levy Including DSFM (G+G1+G2)		\$9,346,315
H) 2010 Tax Incentive Grant (TIG)		\$763,891
I) 2011 Special Levy Including DSFM and NET of TIG (G3-H)		\$8,582,424
2011 Special Levy (Net 2010 TIG)	\$8,582,424	
2010 Special Levy (Including 2010 TIG)	\$8,504,178	
Variance	\$78,246	
Percent Increase	0.9%	Carry Forward from 2010-2011
2010 Mill Rate	16.7	
Value of 1 mill in 2010	\$507,499	
2011 Mill Rate	16.9	
Value of 1 mill in 2011	\$509,276	

# 2010 RRSD Mill Rate

- The **MILL RATE** is the Municipal Rate of taxation expressed as a thousandth (*1/1000th*) of the total assessment.
- The **MILL RATE** is applied to the property's portioned assessment to determine the property owners tax.

## RRSD Mill Rate Net of 2010 TIG

2009 Mill Rate	22.59	
Value of 1 mill in 2009	\$368,642.1	
2010 Mill Rate	16.70	-26.1%
Value of 1 mill in 2010	\$509,275.8	38.1%

## RRSD Mill Rate Net of the 2008 TIG

2009 Mill Rate	22.59	
Value of 1 mill in 2009	\$368,642.1	
2010 Mill Rate	17.44	-22.8%
Value of 1 mill in 2010	\$509,275.8	38.1%

## RRSD Mill Rate Net NO TIG

2009 Mill Rate	22.59	
Value of 1 mill in 2009	\$368,642.1	
2010 Mill Rate	18.2	-19.5%
Value of 1 mill in 2010	\$509,275.8	38.1%

# Total School Property Taxes ESL & RRSD Mill Rate

The Education Support Levy (ESL) is the provincial share of revenue raised through property taxation for Education.

In 2006 the Province eliminated applying the ESL to Residential property.

In 2010 the ESL is applied only to Commercial property .

Any change to the 2010 ESL mill rates has not been announced yet so the example uses the 2009 ESL mill rate.

Education Mill Rates	NET of TIG				% Change from Prior Year
	Provincial ESL	RRSD	Total		
<b>Residential</b>					
2010	0	16.7	16.7	-26.1%	-6.4%
2009	0	22.6	22.6	5.1%	
2008	0	21.5	21.5	0.0%	
2007	0	21.5	21.5	2.9%	
2006	0	20.9	20.9	-15.1%	
2005	2.42	22.2	24.6	-5.2%	
<b>Farm</b>					
2010	N/A	16.7	16.7	-26.1%	-3.4%
2009	N/A	22.6	22.6	5.1%	
2008	N/A	21.5	21.5	0.0%	
2007	N/A	21.5	21.5	2.9%	
2006	N/A	20.9	20.9	-5.9%	
2005	N/A	22.2	22.2	3.7%	
<b>Commercial</b>					
2010	16.50	16.7	33.2	-15.1%	-2.0%
2009	16.50	22.6	39.1	2.9%	
2008	16.50	21.5	38.0	0.0%	
2007	16.50	21.5	38.0	1.6%	
2006	16.50	20.9	37.4	-3.4%	
2005	16.50	22.2	38.7	2.1%	

# 2010 RRSD Portioned Assessment

The Portioned Assessment is the value of property in the Division that the Division's mill rate is applied to provide school tax revenue to the School Division.  
Property Values are re-assessed every four years in Manitoba.

RRSD Portioned Assessment History					
Year	2010	2009	2008	2007	2006
\$ Total	\$509,275,800	\$368,642,120	\$355,541,090	\$350,382,000	\$346,421,420
Incr. from Prev. Year	\$140,633,680	\$13,101,030	\$5,159,090	\$3,960,580	\$42,487,750
% Increase	38.15%	3.68%	1.47%	1.14%	13.98%
Year	2005	2004	2003	2002	2001
\$ Total	\$303,933,670	\$299,939,170	\$295,923,140	\$292,766,820	\$252,707,890
Incr. from Prev. Year	\$3,994,500	\$4,016,030	\$3,156,320	\$40,058,930	\$11,483,500
% Increase	1.33%	1.36%	1.08%	15.85%	4.76%
Year	2000	1999	1998	1997	1996
\$ Total	\$241,224,390	\$238,257,320	\$234,744,170	\$217,856,350	\$215,504,440
Incr. from Prev. Year	\$2,967,070	\$3,513,150	\$16,887,820	\$2,351,910	\$2,317,860
% Increase	1.25%	1.50%	7.75%	1.09%	1.09%
				Average Increase past 15 years 6.37%	
Average % Annual Increase - 10 years excluding Reassessment years of 1998, 2002, 2006 and 2010					
					1.87%
Average % Annual Increase - 5 years excluding 2006 and 2010 Reassessment year					
					1.80%
Average % Annual Increase - Reassessment years 1998, 2002, 2006					
					12.53%

# 2010 RRSD School Taxes

- In 2010, municipalities, towns and School Divisions use the re-assessed values as the basis for determining property taxes.
- The Rolling River School Division portioned assessment increased overall by **38%** from 2009 to 2010 with specific percentage increases as follows:
  - Residential 44%
  - Farm 24%
  - Commercial 40%
- The proposed budget reduces the 2009 mill rate of 22.59 to 16.7 mills for 2010. (*decrease of approximately 26.1%*)
- However, as reassessed property values are used as the basis for property taxes, **and these values increased significantly through re-assessment,** the actual increase or decrease in actual taxes will be impacted by the increase to actual re-assessed value of properties.

# 2010 RRSD School Taxes

- Based on the Proposed Budget , the increase in the 2010 Property Tax Levy (*actual increase taxes collected*) will be 2.1 %.

- However, the increase in actual taxes paid by property owners will vary from this 2.1% based on the effect of reassessment on individual properties .

- ❖ *A property, whose assessed value for 2010 has increased 38% (the average increase in all properties), will have an increase of approximately 2.1% in education property taxes over 2009.*

- ❖ *If the increase in assessment is more than the average of 38%, the property will have an increase greater than 2.1% in education property taxes.*

- ❖ *If the assessed value is less than the average of 38%, the property will have either a increase less that than 2.1%or possibly a decrease in education property taxes.*

# 2010 RRSD School Taxes

To calculate your school taxes, use the following formula

- **A X B X C / D**

**A = the assessed value of the property**

**B = the portion of the assessed value that is taxed \*\***

**C = the mill rate**

**D = 1000**

\*\* The portion of the assessed value of a property that is taxed depends on the type of property.

**Category of Property**

**% of the property's assessed value that is taxed**

- |               |     |
|---------------|-----|
| • Residential | 45% |
| • Farmland    | 26% |
| • Commercial  | 65% |

- *The EPTC is deducted from a property's School Division Taxes (Special Levy) listed on the property's tax notice - prior to payment.*
- *The TIG is deducted from the Special Levy prior to the tax notices being sent to Municipalities - The TIG is forwarded to School Divisions from the Province.*

# 2010 RRSD School Taxes

Residential (Special Levy Including 2010TIG ) (45% of market value taxed)				
		2010 Assessed Increase		
	2009 Value	38%	44%	30%
Market Value	\$100,000.00	\$138,000.00	\$144,000.00	\$130,000.00
Assessed Value	\$45,000.00	\$62,100.00	\$64,800.00	\$58,500.00
Special Levy - School Taxes				
2010 RRSD Education Tax @ 16.7 Mills		\$1,036.98	\$1,082.07	\$976.87
2009 RRSD Education Tax @ 22.6 Mills		\$1,016.76	\$1,016.76	\$1,016.76
<i>Change Taxes per Year</i>		\$20.22	\$65.31	-\$39.89
<i>Change Taxes per month</i>		\$1.69	\$5.44	-\$3.32
Percentage Increase		2.0%	6.4%	-3.9%

# Provincial Property Tax Reductions / Credits / Rebates

## Farmland School Tax Rebate

*Since 2004, the Province of Manitoba has offered a rebate on the farmland portion of school property taxes.*

<u>Tax Year</u>	<u>% Rebate of Farmland School Property Taxes</u>
2004	33%
2005	50%
2006	60%
2007	65%
2008	70%
2009	75%
2010	80%

The farmland does not currently have to be in cultivation or used for grazing in order to be eligible

# 2010 RRSD School Taxes

<b>Farm (Special Levy Including 2010 TIG )</b>				
<b>(26% of market value taxed - eligible for 80% rebate of taxes assessed and paid)</b>				
	2009 Value	2010 Assessed Increase		
		38%	24%	30%
<b>Market Value</b>	<b>\$100,000.00</b>	<b>\$138,000.00</b>	<b>\$124,000.00</b>	<b>\$130,000.00</b>
<b>Assessed value</b>	<b>\$26,000.00</b>	<b>\$35,880.00</b>	<b>\$32,240.00</b>	<b>\$33,800.00</b>
<b>Special Levy - School Taxes</b>				
<b>2010 RRSD Education Tax @ 16.7 Mills</b>		<b>\$599.14</b>	<b>\$538.36</b>	<b>\$564.41</b>
<b>2009 RRSD Education Tax @ 22.6 Mills</b>		<b>\$587.46</b>	<b>\$587.46</b>	<b>\$587.46</b>
<b><i>Change Taxes per Year</i></b>		<b>\$11.68</b>	<b>-\$49.10</b>	<b>-\$23.05</b>
<b><i>Change Taxes per month</i></b>		<b>\$0.97</b>	<b>-\$4.09</b>	<b>-\$1.92</b>
<b>Percentage Increase</b>		<b>2.0%</b>	<b>-8.4%</b>	<b>-3.9%</b>

# 2010 RRSD School Taxes

<b>Commercial (Special Levy Including 2010 TIG ) (65% of market value taxed)</b>				
	2009 Value	2010 Assessed Increase		
		38%	40%	30%
Market Value	\$100,000.00	\$138,000.00	\$140,000.00	\$130,000.00
Assessed value	\$65,000.00	\$89,700.00	\$91,000.00	\$84,500.00
<b>Special Levy - School Taxes</b>				
2010 RRSD Education Tax @ 16.7 Mills		\$1,497.86	\$1,519.57	\$1,411.03
2009 RRSD Education Tax @ 22.6 Mills		\$1,468.65	\$1,468.65	\$1,468.65
<i>Change Taxes per Year</i>		\$29.21	\$50.92	-\$57.62
<i>Change Taxes per month</i>		\$2.43	\$4.24	-\$4.80
Percentage Increase		2.0%	3.5%	-3.9%

# RRSD Operating Reserve

*(Accumulated Surplus)*

The Division Auditor recommends that the Division Operating Reserve (Accumulated Surplus) be maintained at 5% to 10% of the Operating Budget.  
The Provincial Government requires that the Accumulated Operating Surplus (Operating Reserve) be no more than 4% of the Operating Budget.

**June 30, 2002**                      **\$742,212**  
4.8% of the 2001/2002 Budget of \$15,501,500  
4.6% of the 2002/2003 Budget of \$16,108,350

**June 30, 2003**                      **\$882,278**  
5.5% of the 2002/2003 Budget of \$16,108,350  
5.2% of the 2003/2004 Budget of \$16,819,715

**June 30, 2004**                      **\$877,611**  
5.2% of the 2003/2004 Budget of \$16,819,715  
5.2% of the 2004/2005 Budget of \$16,909,600

**June 30, 2005**                      **\$799,730**  
4.7% of the 2004/2005 Budget of \$16,909,600  
4.5% of the 2005/2006 Budget of \$17,888,600

**June 30, 2006**                      **\$1,117,185**  
6.3% of the 2005/2006 Budget of \$17,888,600  
6.2% of the 2006/2007 Budget of \$18,060,000

**June 30, 2007**                      **\$960,877**  
5.3% of the 2006/2007 Budget of \$18,060,000  
5.0% of the 2007/2008 Budget of \$19,232,320

## RRSD Operating Reserve

**The Division Auditor recommends that the Division Operating Reserve be maintained at 5% to 10% of the Operating Budget.**

**June 30, 2008** **\$600,254**

3.1% of the 2007/2008 Budget of \$19,342,320

3.1% of the 2008/2009 budget of \$19,599,880,

**June 30, 2009** **\$583,258**

2.8% of the 2008/2009 budget of \$20,478,980

3.1% of the 2009/2010 Budget of \$19,588,880

# RRSD Other Reserves

## Bus Reserve

Balance June 30, 2009	\$ 99,003
<u>Projected Addition to Bus Reserve</u>	<u>\$ 100,000</u>
Balance June 30, 2010 (Projected)	\$ 199,003

## Capital Reserves

Balance June 30, 2009	\$ 35,000
Projected Additions 2009/2010	
<i>Division Office Roof</i>	\$ 55,000
<i>Payroll – Accounting program</i>	\$ 80,000
<i>Water Plant Upgrades Forrest and Onanole</i>	\$ 40,000
<i>Douglas Water Purification System</i>	\$ 15,000
<i>Wireless Access in Schools Project</i>	\$ 50,000
<i>Network Access Controls - Schools</i>	\$ 13,000
<u>Balance June 30, 2010 (Projected)</u>	<u>\$ 288,000</u>

# Comparison RRSD and Western Region School Divisions

Source: 2007/2008 FRAME ACTUAL SUMMARY

School Division	30-Jun-08 Reserve	% of 2007-2008 Operating Exp.
Beautiful Plains	\$405,837.00	3.2%
Brandon	\$2,485,123.00	4.4%
Fort La Bosse	\$569,015.00	4.0%
Mountainview	\$488,295.00	1.6%
Park West	\$186,709.00	1.0%
Pine Creek	\$180,192.00	1.6%
Prairie Spirit	\$688,676.00	2.9%
Rolling River	\$600,525.00	3.2%
Southwest Horizon	\$653,192.00	3.8%
Swan Valley	\$649,729.00	4.0%
Turtle Mountain	\$212,355.00	2.1%
Turtle River	\$325,776.00	4.1%
Western SD Average		3.0%
Provincial Average		3.8%

# Comparison RRSD and Western Region School Divisions

Source: 2009/2010 FRAME BUDGET SUMMARY

School Division	2009-2010 Budget	
	Reg. Instruction Pupil /Teacher Ratio	Total Educator Pupil /Teacher Ratio
Beautiful Plains	16.7	14.1
Brandon	18.3	13.9
Fort La Bosse	17.9	14.6
Mountainview	16.0	13.0
Park West	15.8	13.1
Pine Creek	16.8	14.0
Prairie Spirit	16.0	13.3
Rolling River	16.6	13.4
Southwest Horizon	16.0	13.5
Swan Valley	15.9	13.1
Turtle Mountain	15.8	13.1
Turtle River	14.6	12.2
Western SD Average	16.4	13.4
Provincial Average	17.4	13.9

# Comparison RRSD and Western Region School Divisions

Source: 2009/2010 FRAME BUDGET SUMMARY

School Division	2009/2010 Budget Operating Expend. Per Pupil
Beautiful Plains	\$9,621
Brandon	\$8,994
Fort La Bosse	\$11,068
Mountainview	\$10,935
Park West	\$11,085
Pine Creek	\$10,487
Prairie Spirit	\$11,108
Rolling River	\$10,985
Southwest Horizon	\$11,019
Swan Valley	\$11,927
Turtle Mountain	\$10,806
Turtle River	\$11,933
Western SD Average	\$10,831
Provincial Average	\$10,364

# Comparison RRSD and Western Region School Divisions

Source: 2009/2010 FRAME BUDGET SUMMARY

School Division	2009 Assessment per Resident Pupil	2009 Mill Rate	Increase in Mill Rate from Prior Year
Beautiful Plains	\$212,337.00	21.50	8%
Brandon	\$197,202.00	21.00	8%
Fort La Bosse	\$245,223.00	20.10	0%
Mountainview	\$155,064.00	26.60	4%
Park West	\$199,003.00	20.20	0%
Pine Creek	\$166,100.00	22.70	10%
Prairie Spirit	\$182,610.00	21.50	0%
Rolling River	\$205,947.00	22.60	5%
Southwest Horizon	\$240,974.00	20.50	0%
Swan Valley	\$151,852.00	25.10	0%
Turtle Mountain	\$215,736.00	20.30	2%
Turtle River	\$129,015.00	25.00	0%
Western SD Average	\$191,755.25	22.26	
Provincial Average	\$172,817.00	24.40	

# Comparison RRSD and Western Region School Divisions Enrollment

Source: 2009/2010 FRAME BUDGET SUMMARY

School Division	Est. 2009/2010 Budget Enrollment (FTE)	Change from Prior Year Budget	
		FTE	%
Beautiful Plains	1440.0	27.0	2%
Brandon	7042.0	267.5	4%
Fort La Bosse	1351.0	-28.0	-2%
Mountainview	3044.0	-87.0	-3%
Park West	1684.0	-77.0	-4%
Pine Creek	1142.0	-35.0	-3%
Prairie Spirit	2101.5	-74.5	-3%
Rolling River	1816.5	-21.5	-1%
Southwest Horizon	1598.0	-35.0	-2%
Swan Valley	1524.5	-103.5	-6%
Turtle Mountain	971.0	-33.5	-3%
Turtle River	764.0	-16.0	-2%

# Thank You

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