

Burnaby School District

# Financial Statement

Discussion and Analysis

2023-24





## Our Vision, Mission, and Values



### Our Vision

A premier learning community where we engage and innovate to inspire global citizenship.

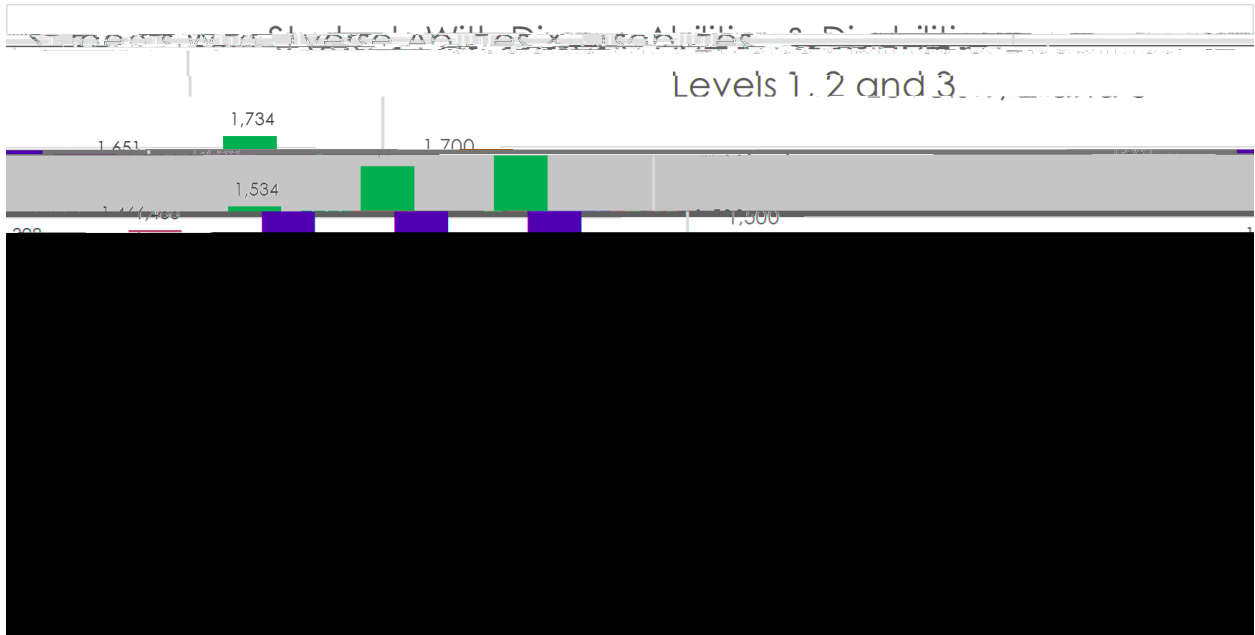
### Our Mission

To engage and empower a caring, inclusive community of learners for the opportunities of today and tomorrow.



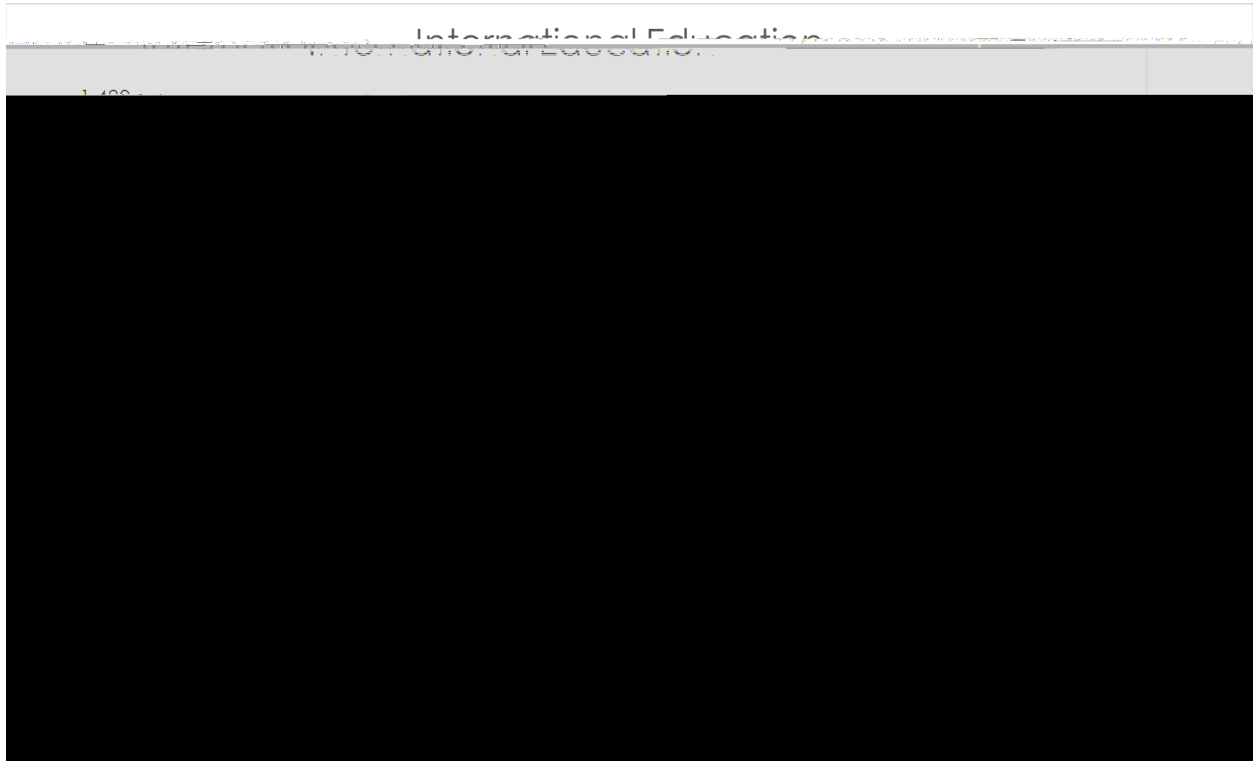


Enrolment in students with disabilities or diverse abilities increased during the 2023-24 school year by 68 FTEs or five percent, with an upward trend expected to continue.



Enrolment in English Language Learners also increased during the 2023-24 year by 677 FTEs or ten percent. This trend in growth is also projected to continue in the coming years.

International Education enrolment decreased during the 2023 -24 year by thirteen percent or 144 students . For the next three years through to 2026 -27, the District is projecting an additional 54 percent decrease due to constrained school facility capacity. The projected 2026-27 enrolment of 457 International students would be over 1,000 students lower than pre-pandemic levels .







Basic Allocation	
75%	allocated
Standard School	\$8,625 per school age FTE
Alternate School	\$8,625 per school age FTE
Continuing Education	\$8,625 per school age FTE
Online Learning	\$6,960 per school age FTE
Unique Student	



individuals and community groups.



# Services and Supplies

## Rentals and Leases

Included here are the operating expenditures for the rental or lease of land, buildings, vehicles, and equipment for temporary or long





# Restricted Operating Reserve

Surplus33 0 0 12.2357 271.8412 480.3002 Tm [(S)-2.2 (ur)2.2 (pl)-3.6 (us33 0 0 49

	Opening Balance	Planned Use	Actual Use	Additions	Closing Balance	Planned	Planned
	1-Jul	2023/24	2023/24		30-Jun	2024/25	2025/26
Internally Restricted for Operations Spanning Multiple School Years							
Next Year 's Operating Budget							
Bylaw Appropriation – 2022/23 Budget	\$3,033,082	\$3,033,082	(\$3,033,082)	-	-	-	
Percentage of Operating Budget	1.15%						
Internally Restricted for Anticipated Unusual Expenses identified by the Board							
Strategic plan Board	\$299,897	\$299,897	(\$84,906)	-	\$214,991	\$214,991	
Percentage of Operating Budget	0.11%						
Nature of Constraints on the Funds							
Energy Management Grants	\$371,556	\$371,556	(\$183,795)	-	\$187,761	\$187,761	
Early Career mentorship	\$508,851	\$508,851	(\$28,740)	-	\$480,111	TBD	
School Block Budgets	\$1,002,806	\$1,002,806	(\$952,806)	-	\$50,000	TBD	
District Learning Resources	\$83,667	\$83,667	-	\$58,332	\$141,999	\$141,999	
Equity, Diversity and Inclusion	\$19,525	\$19,525	-	\$3,733	\$23,258	\$23,258	
Learning Improvement Fund (LIF)	-	-	-	\$51,241	\$51,241	\$51,241	
Work Experience Enhancement Grant	-	-	-	\$49,450	\$49,450	\$49,450	
School Generated Funds	\$3,174,291	\$3,174,291	(\$697,101)	-	\$2,477,190	TBD	TBD
Percentage of Operating Budget	1.96%						
Internally Restricted Operating Fund Surplus	\$8,493,675	\$8,493,675	-	-	\$3,676,000		
Unrestricted Operating Surplus (Deficit)	\$374,899	\$374,899	-	-	\$1,297,054		
Percentage of Operating Budget							
Total Operating Fund Surplus (Deficit)	\$8,868,574	\$8,868,574	-	-	\$4,973,055		
Percentage of Operating Budget	3.23%						

Below is a three -year projection of the operating budget and the anticipated surplus (deficit) . The projection s are based on factors that are known to the District and contain assumptions that current service level s and programs will be maintained . Revenues are primarily based on enrolment projections and the M ECC's current funding formula. International Education enrolment for the next three years is projected to decrease by 54 percent due to the lack of classroom capacity. This translates to a cumulative reduction of \$8.48 million of revenues over the next three years from 202 3-24 levels. Expenses are based on maintaining current service level

# Financial Health

## Liquidity

Liquidity is measured by taking financial assets over liabilities, excluding deferred capital revenue. A liquidity ratio of greater than one is desirable as this means that the District can pay its current liabilities when they become due. A liquidity ratio of less than one indicates that the District may potentially struggle to meet its short-term obligations. A higher liquidity ratio means that the District can meet its short-term obligations and can better respond to changing circumstances.

## Accumulated Surplus to Revenue

The chart below shows the District's operating revenues and accumulated net operating surplus / (deficit) over a five-year period. Although the revenue increased from 2020-21 by \$67.60 million due to higher enrolment and the partial reclassification of the School Generated Funds (SGF) into revenue, the surplus was reduced by \$11.25 million. The one-time surplus has been declining as the funds are required to balance subsequent budgets that were negatively impacted by the decline of international enrolment as well as build the provision for the future investment in portables to address f( )11( )11.2 3.015.

of building costs into fixed assets due to the completion of BNSS Phase 1 replacement project. The reduction in computer hardware and software amortization ratio represents the completion of the planned computer hardware refresh in 2023-24.







The BC Provincial School for the Deaf is a Kindergarten to Grade 12 school for the Deaf or hard-of-hearing. The difference between funds received and spent resulted from staffing vacancies and COVID-

BC Provincial School for the Deaf and POPDHH	Ministry of Education & Child Care	\$7,113,928
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# Capital Fund

## Major Capital Projects

The District had five in-progress or substantially complete major capital projects at various stages of progress during the year. The below table outlines the active projects during 2023-24. Capital expenditures are primarily funded by the Province of British Columbia, with

Capital Fund	Description	June 30, 2024 Balance	June 30, 2023 Balance	Change
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Local Capital

### Other Capital Funded Projects

In 2023-24, the District received approximately \$5.83 million in capital and operating Annual Facilities Grant (AFG) funding. These funds are used throughout District schools to address ongoing maintenance and improvement needs. AFG funding is received and approved on a March 31 fiscal year end. For the 2024-25 fiscal year, the District has been approved for \$5.95 million in funding.

### 2023-24 AFG Funds

#### Eligible Uses of AFG Funds:

- x Roof Replacements and Major Repairs
- x Mechanical System Upgrade and Repair
- x Electrical System Upgrade and Repair
- x Site and Facility Upgrades
- x Loss Prevention - Fire and Security Alarms
- x Technology Infrastructure Upgrades
- x Accessibility Improvements
- x Asbestos Abatement
- x Health and Safety Upgrades
- x Site Servicing





# Long Term Outlook

## Budget Outlook

The District continues to project significant enrolment growth which has led to an increase in the Operating Grant funded by the MECC. With increased enrolment there has been a need to increase staffing levels to adhere to class size requirements and maintain service levels. Furthermore, capacity constraints due to the increase in student enrolment has led to large investment in portables which are funded through the Operating Grant. Additionally, student enrolment post-September continues to remain unfunded in the fiscal year further amplifying cost pressures. This strain on the Operating Grant together with challenges due to inflationary pressures and increased staff replacement costs due to a higher rate of absences that has continued post-pandemic, remains a matter of utmost concern facing the District.

## School Facility Capacity

The 2023-24 budget reflects an ongoing investment from the Operating Grant to the local Capital Fund for the purchase and installation of portables. The installation costs of portables are exposed to the same rising inflationary pressures faced by other areas and are also impacted by recent BC Building Code changes and site upgrades required by the City of Burnaby to obtain the necessary permits.

## Long Range Facility Plan

The Board approved Long Range Facility Plan (LRFP), outlines the need for several school expansions, replacements, and new schools over the next 15 years. The plan informed the 2024-25 Five-Year Capital Plan Submission which includes an estimated \$498.87 million request for funding capital projects needed to accommodate the rapid growth of population in the City of Burnaby. The LRFP will require support from the Ministry of Education and Child Care in order to be enacted.

[Burnaby Board of Education 2.6 \(c\) to 0.0f >> BDC.3 \(p\)-14.8\)-3.7 \(l\)13\)-0.6 Ed-0.07 \(C7\)10.7 2](#)