



PUBLIC CONSULTATION ON BUDGET

2024-25 School Year

Community Feedback

The purpose of this consultation is to provide context for the previous year's budget, outlining the allocation of expenditures, and to seek feedback for the 2024-25 budget planning.

We thank all participants in advance for their input. The feedback received will help guide the Board of Trustees in budget planning for the 2024-25 school year.



Our Mission

Hanover is a student-centered school division striving for excellence while developing skills and promoting values for a productive and wholesome life.

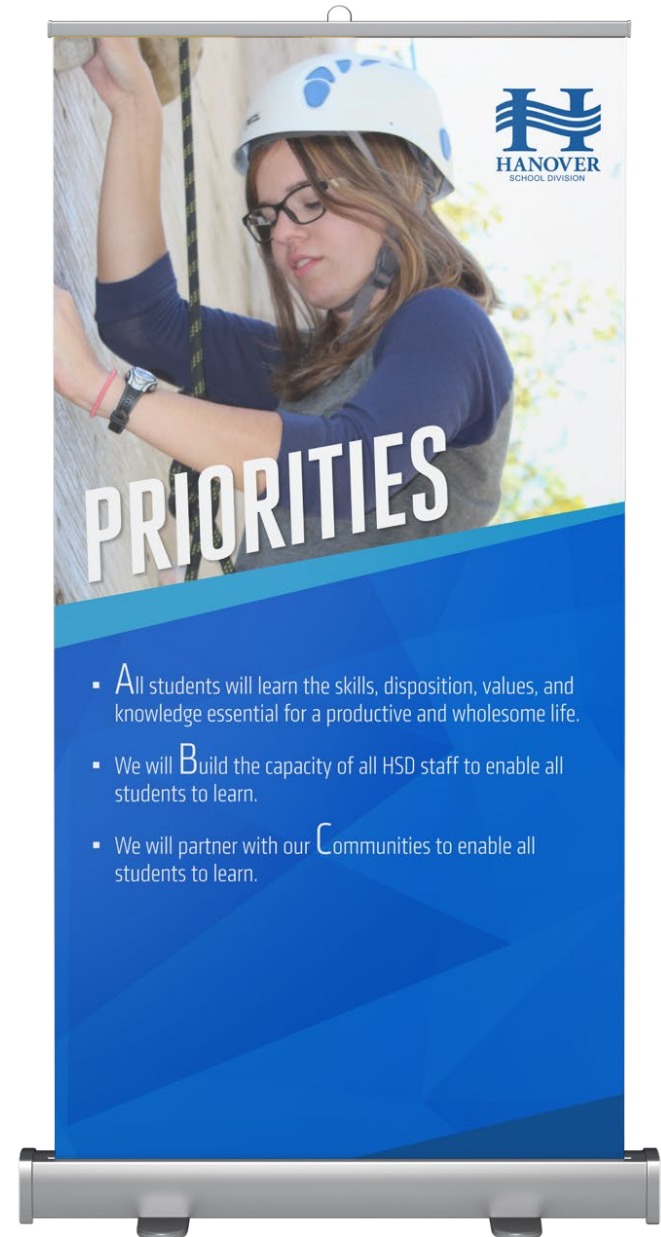


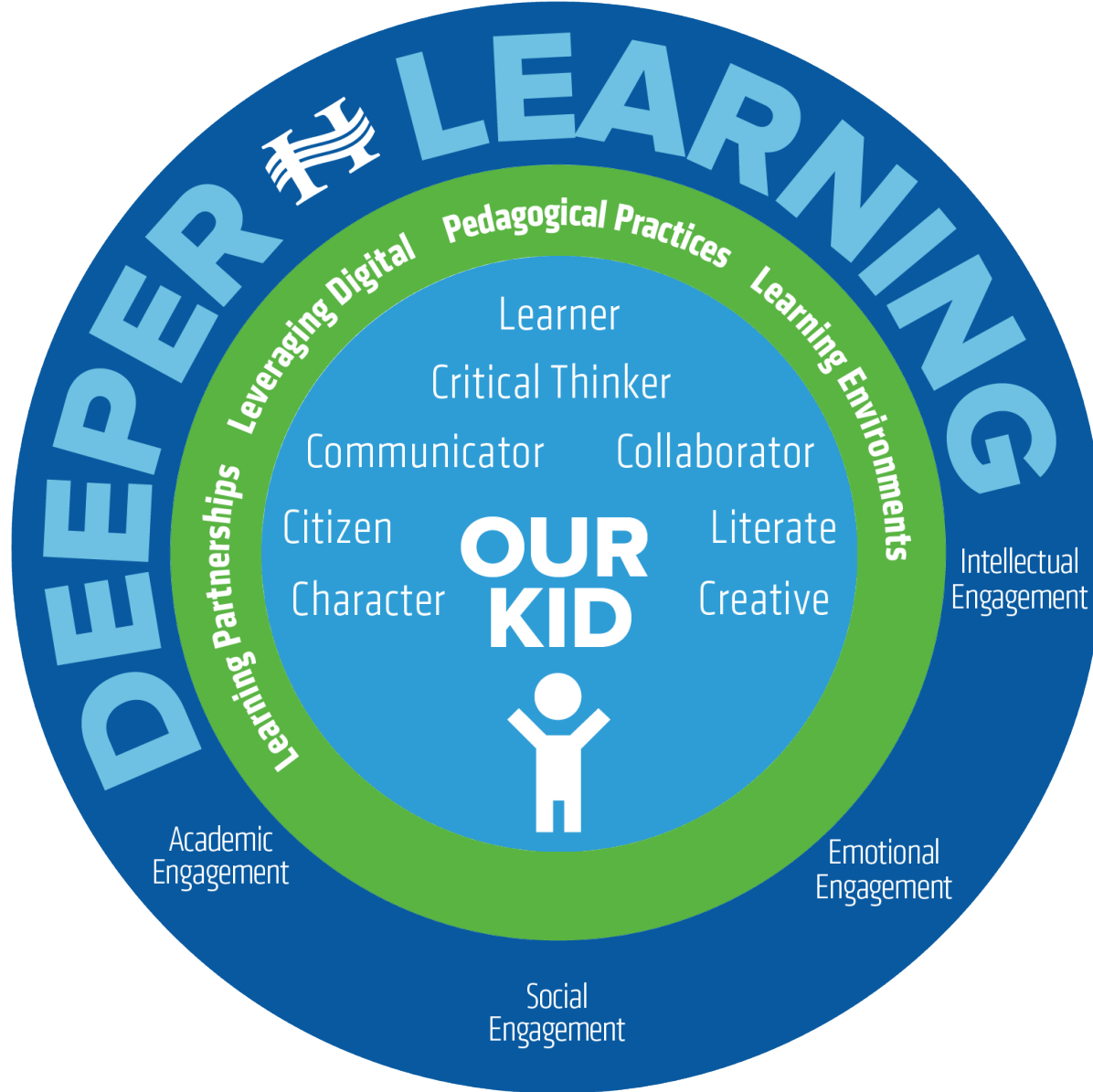
Priorities – ABC's

All students will learn the skills, disposition, values and knowledge essential for a productive and wholesome life.

We will **B**uild the capacity of all HSD staff to enable all students to learn.

We will partner with our **C**ommunities to enable all students to learn.



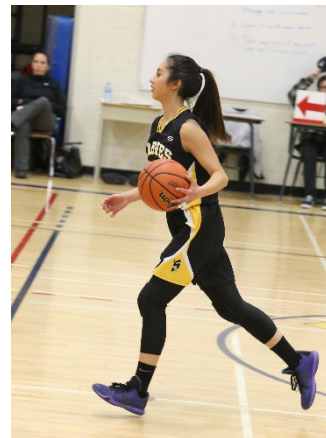
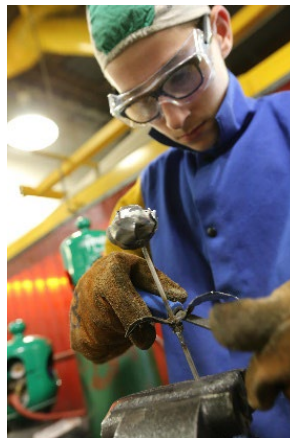


Approx. \$106 Million Invested in Students for the 2024-25 School Year



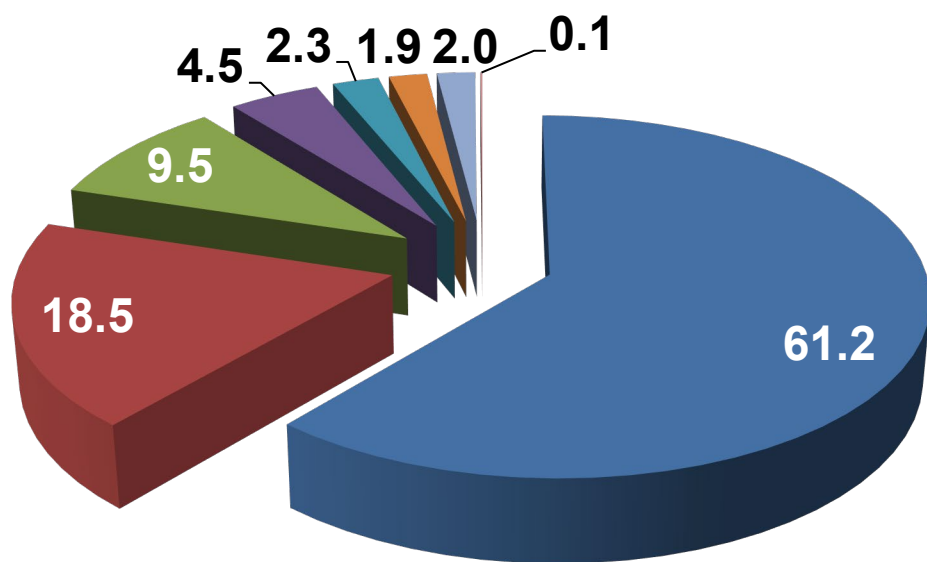
Budgeting Process

- Board Planning Session (November)
- Departmental Budgets (January)
- Student Enrollment Budget (January)
- Provincial Funding Announcement (January)
- Public Information Meeting (October/February)
- Teacher Staffing Budget (March)
- Final Deliberations & Approval (February/March)



Budget 2023/24

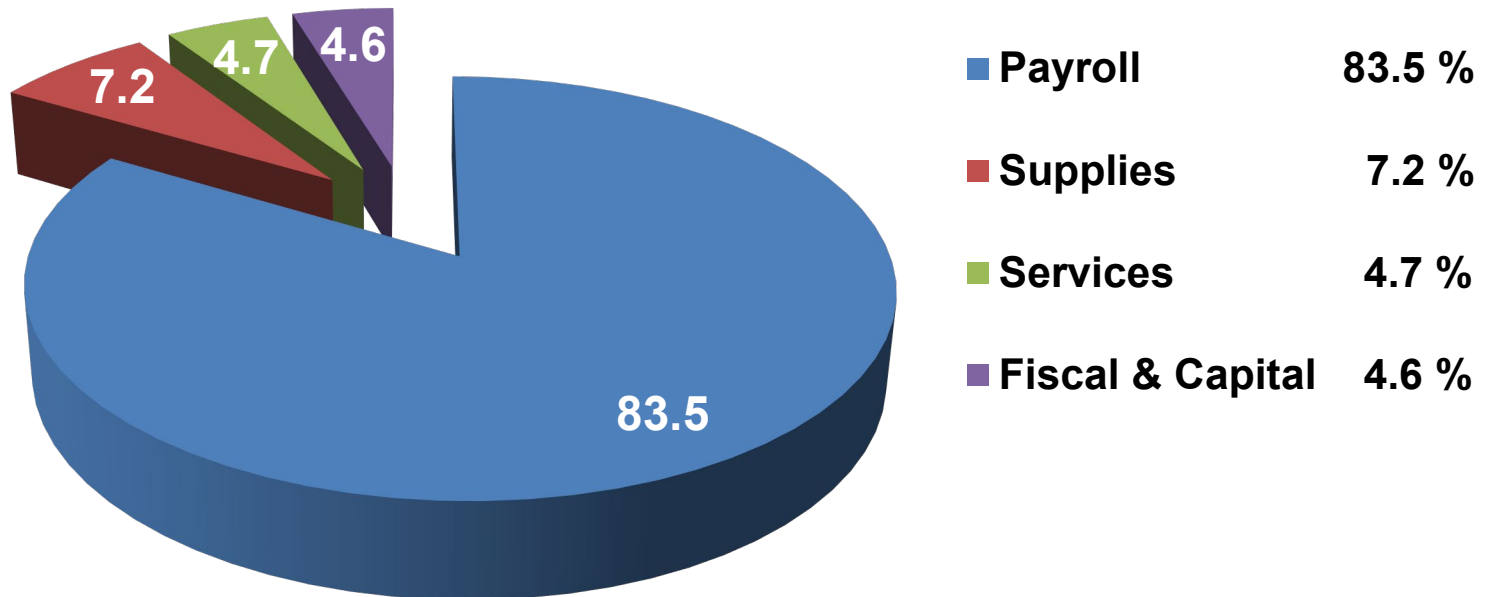
Where the Money Was Spent



■ Regular Instruction	61.2 %
■ Student Services	18.5 %
■ Maintenance	9.5 %
■ Transportation	4.5 %
■ Administration	2.3 %
■ Instruct. Support	1.9 %
■ Fiscal & Interest	2.0 %
■ Community Ed.	0.1 %

Budget 2023/24

How the Money Was Spent



HSD Reserve Balance



Reserve Balance – June 30, 2023	\$2,009,951
Percentage of 2022/23 Expenditures	1.9%

Budgeted use of reserve 23/24	\$ (500,000)
2023/24 anticipated deficit	\$ (419,000)

Projected Reserve Balance – June 30, 2024	\$1,090,951
Percentage of 2022/23 Expenditures	1.0%

Provincially Recommended Reserve	4.0%
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In order to return to a 4.0% reserve, the Division would require an additional \$3,114,905.

Divisional Overview



Operating Expenditures For The 2023/24 Budget - **\$105,146,400**

FTE Employees: 1,170

- Teachers – 558
- Educational Assistants - 319
- Transportation - 108
- Maintenance - 91
- School Support - 67
- Divisional Administration - 27

Services:

- 87 Buses on 97+ Routes
- Approx. 5,000 Students Bused Daily

Facilities:

- 19 Schools (over 1 million sq. ft.)
- Administration Offices
- Student Services Offices
- Maintenance Warehouse
- Transportation Garage

Divisional Profile



Budgeted 7,935.5 FTE

Actual Sept 30 8,370.8 FTE

8th Largest Division in Manitoba

Largest Rural Division*

HSD Cost Per Student \$12,145*

Provincial Average \$14,524*

Pupil / Teacher Ratio 17.2*

Provincial Average 16.8*

Administrative Expenses 2.5%*

Provincial Average 3.1%*

(Lowest in Province)

Provincial Funding 69.0% of Total Revenue*

Provincial Average 57.7%*

**As per 2022/23 FRAME Budget Report*

Divisional Profile

2022 Mill Rate 12.0*
Provincial Average 11.7*

Property Assessment per Pupil \$ 293,416*
Provincial Average \$ 488,941*
Highest School Division \$1,028,043*
HSD 5th Lowest in MB

Local Taxation Funding 30.2% of Total Revenue*
Provincial Average 36.1%*

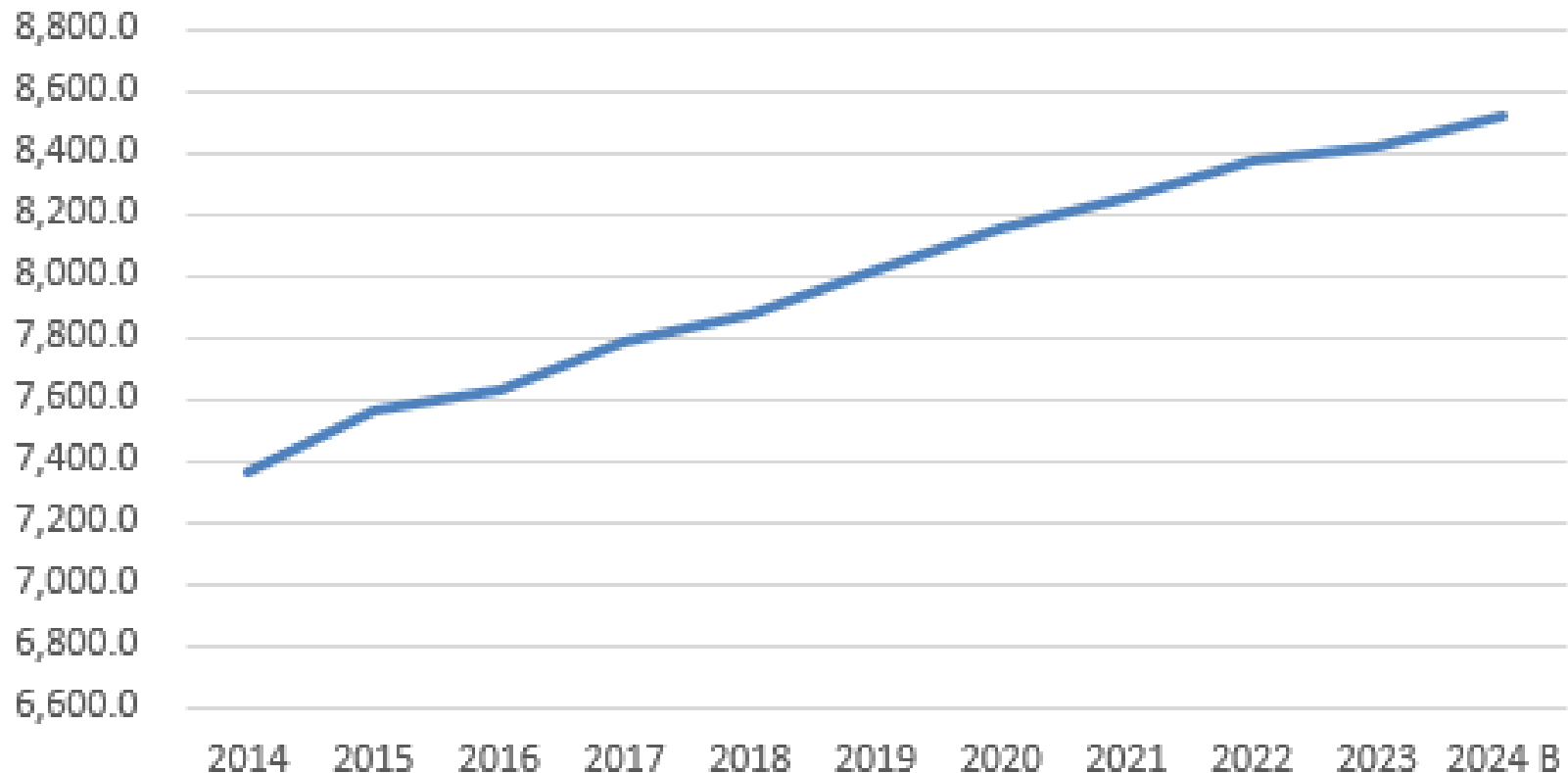
**As per 2022/23 FRAME Budget Report*



Divisional Enrolment Growth



Enrolment Growth



Provincial Funding Announcement

The funding announcement by the province released on February 1, 2024 indicated the following:

2024/25 Original Announcement	\$69,586,995
2023/24 Original Announcement	<u>64,985,746</u>
Increase in Funding	\$ 4,601,249 +7.1%

Less: Nutrition Funding	575,000
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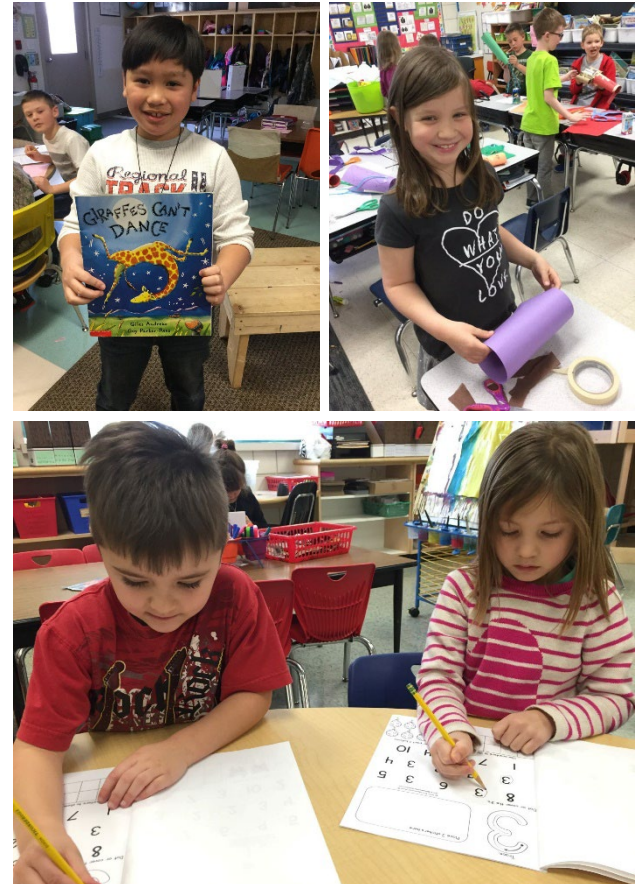
Overall Funding Increase	\$ 4,026,249 +6.2%
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The Province used growth of 300 FTE Students which is higher than projected by HSD based on current year enrolment growth.

Smaller Class Sizes

The Government has announced the first phase of a plan to reduce the student-teacher ratio in early years classrooms. The department has set aside \$3,000,000 for new hires across the Province.

No announcement of funds has been made at this time for any specific division. All divisions will be required to publish class sizes online, beginning in the fall of 2024.



Average Class Sizes in 2023/2024

Grades K-3

- Kindergarten 20.38
- Grade 1 22.50
- Grade 2 22.63
- Grade 3 23.91



Tax Offset Grant Funding

For 2024/25 school year, school divisions will have the ability to make decisions regarding the local levy to address local priorities.

The Property Tax Offset Grant of \$2,294,300 will remain unchanged for 2024/25.



Tax Increase History

HANOVER SCHOOL DIVISION Projected Budget Tax Effect

	Actual 2014	Actual 2015	Actual 2016	Actual 2017	Actual 2018	Actual 2019	Actual 2020	Actual 2021	Actual 2022	Actual 2023
Special Levy Increase	5.90%	7.29%	6.40%	4.87%	2.72%	2.90%	2.69%	-0.01%	0.00%	0.01%
Growth	3.87%	4.44%	4.16%	2.46%	3.00%	2.75%	2.75% E	2.74%	3.69%	3.14%
Avg. Special Levy Increase	2.03%	2.85%	2.24%	2.41%	-0.28%	0.15%	-0.06%	-2.75%	-3.69%	-3.13%



The Special Levy over the past 10 years has decreased by 0.23%.

Tax Increase History

HANOVER SCHOOL DIVISION

HOUSEHOLD EFFECT OF TAX INCREASE

Based on House with \$250,000 Assessment Value



<u>Year</u>	<u>Assessment</u>	<u>Mill rate</u>	<u>Mill Inc</u>	<u>Tax</u>	<u>Tax Inc</u>	<u>% Inc</u>
2023	284,196	11.985	(1.745)	1,533	(50)	-3.13%
2022	256,105	13.730	(0.519)	1,582	(61)	-3.69%
2021	256,235	14.249	(0.392)	1,643	(46)	-2.75%
2020	256,425	14.641	(0.529)	1,689	(1)	-0.06%
2019	247,631	15.170	0.027	1,690	3	0.15%
2018	247,707	15.143	(0.152)	1,688	(5)	-0.28%
2017	245,935	15.295	0.351	1,693	40	2.41%
2016	245,794	14.943	(1.075)	1,653	36	2.24%
2015	224,269	16.019	0.426	1,617	45	2.85%
2014	224,013	15.593	(1.194)	1,572	31	2.03%
					\$ (8)	-0.23%

2023 / 2024 Budget Decisions

Reduction in Expenses

Teacher Positions (10.5)	\$1,250,300
School Bus Purchases	\$314,600
Maintenance Programs	\$292,000
Instructional Supplies/Programs	\$236,500
IT Core Infrastructure Upgrades	\$100,000
Use of Surplus (Deficit Budget)	\$500,000
Total Reduction in Budget	\$2,693,400



Budget Enhancements

The Division will be able to tax at a reasonable rate (TBD) in order to reach a balance of restoring services and respecting the property owner.

The Division will strive to regain some of the lost services from the past 3 years where the division has been challenged as a result of not being able to reap the benefits of assessment growth.



Property Tax Rebate

Since 2021 the Provincial Government has provided school property tax relief in the form of a rebate. The amount of the rebate is a percentage of Education taxes prior to the EPTC (Education Property Tax Credit).

2021 – 25% of Education Taxes (before EPTC)

2022 – 37.5%

2023 – 50%

2024 – 50%



An example of this can be seen on the next slide.

Property Tax Rebate Effect

HANOVER SCHOOL DIVISION
HOUSEHOLD EFFECT OF TAX INCREASE
Based on House with \$250,000 Assessment Value



<u>Year</u>	<u>Assessment</u>	<u>Mill rate</u>	<u>Mill Inc</u>	<u>Tax</u>	<u>Tax Inc</u>	<u>% Inc</u>	<u>EPTC</u>	<u>Rebate</u>	<u>Net Tax</u>
2023	284,196	11.985	(1.745)	1,533	(50)	-3.13%	350	766	416
2022	256,105	13.730	(0.519)	1,582	(61)	-3.69%	438	593	551
2021	256,235	14.249	(0.392)	1,643	(46)	-2.75%	525	411	707
2020	256,425	14.641	(0.529)	1,689	(1)	-0.06%	700	-	989
2019	247,631	15.170	0.027	1,690	3	0.15%	700	-	990
2018	247,707	15.143	(0.152)	1,688	(5)	-0.28%	700	-	988
2017	245,935	15.295	0.351	1,693	40	2.41%	700	-	993
2016	245,794	14.943	(1.075)	1,653	36	2.24%	700	-	953
2015	224,269	16.019	0.426	1,617	45	2.85%	700	-	917
2014	224,013	15.593	(1.194)	1,572	31	2.03%	700	-	872

Feedback From Our Communities

Questions regarding the budget presentation?

If you have any further questions or comments, please send via email to info@hsd.ca. All feedback received will be forwarded to the Board of Trustees for review.

The Hanover School Division thanks all participants in advance for their input.

