

# Annual Financial Report



## To Okanagan Indian Band Chief and Council

Year to June 30, 2023

The accompanying statements have been prepared by management as required by section 14.2 of the Local Education Agreement between the Okanagan Indian Band ('OKIB') and the Board of Education of School District No. 22 (Vernon) ('the Board').

Section 4.1a of the LEA states that the Board agrees to:

*Provide access and opportunity to OKIB students in a manner consistent with the BC Ministry of Education's Framework for Enhancing Student Learning and Board practices for all students enrolled in education programs in the School District and to continue to strive towards high levels of success in educational programs for OKIB students.*

The statements illustrate, in financial terms, how the Board has used nominal roll funding from OKIB to implement this requirement.

The notes to the statements describe how management estimate how much of the Board's total expenditure relates to the education of nominal roll students.

In summary, OKIB paid the Board 954,356 in tuition for the 2022/23 school year. The Board spent an estimated \$1,566,015 on educating nominal roll students, including facility and administration costs. The Board used some of its general operating grant for the \$611,659 difference.

## Statement 1: Nominal Roll Tuition and Expenditures

Year to June 30, 2023

|                                                                                           | \$               |
|-------------------------------------------------------------------------------------------|------------------|
| <b>Tuition from OKIB</b>                                                                  | <b>954,356</b>   |
| Expenditures                                                                              |                  |
| Classroom Instruction                                                                     | 605,556          |
| Special Education                                                                         | 384,424          |
| Indigenous Education                                                                      | 147,593          |
| Guidance and Counselling                                                                  | 23,565           |
| Other Educational Programs                                                                | 31,696           |
| Total Direct Educational Expenditure                                                      | 1,192,834        |
| Transportation                                                                            | 171,000          |
| Facilities, custodial and utilities                                                       | 95,247           |
| School Administration                                                                     | 68,316           |
| District Administration                                                                   | 38,618           |
| Total Support Expenditure                                                                 | 373,181          |
| <b>Total Expenditure</b>                                                                  | <b>1,566,015</b> |
| Excess of Expenditure over Tuition from OKIB<br>(contribution from Board operating grant) | 611,659          |

## Statement 2: Alignment with Schedule A of the LEA

The LEA requires this report to consider, to the extent practical, Schedule A of the LEA.

| <b>Schedule A section</b>                                                       |  | <b>Alignment with Statement of Nominal Roll Tuition and Expenditures</b>                                                                                                                                  |
|---------------------------------------------------------------------------------|--|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 1. Advertised tuition costs                                                     |  |                                                                                                                                                                                                           |
| a) access to all elementary and secondary instructional programs                |  | OKIB nominal roll students have access to all elementary and secondary instructional programs.                                                                                                            |
| 2. Support services for the Students                                            |  |                                                                                                                                                                                                           |
| a) seasonal and special transportation                                          |  | Core transportation costs are reflected in transportation expenditure. Enhanced transportation expenditure is funded directly by the First Nations Transportation Fund, not through nominal roll funding. |
| b) specialized education programs                                               |  | Included within Special Education, Indigenous Education and Other Educational Programs                                                                                                                    |
| c) guidance and counseling                                                      |  | Included within Guidance and Counselling.                                                                                                                                                                 |
| d) school liaison                                                               |  | School District 22's Indigenous outreach workers are part of the Indigenous targeted program, reflected within Indigenous Education expenditure.                                                          |
| e) financial assistance allowance                                               |  | Transportation financial assistance is funded directly by the First Nations Transportation Fund (BCTEA), not through nominal roll funding.                                                                |
| f) comprehensive instructional services                                         |  | All expenditures in the table above cover comprehensive instructional services.                                                                                                                           |
| g) services that support the unique language and cultural needs of the Students |  | Included in Indigenous Education Expenditure.                                                                                                                                                             |
| 3. High cost special education programs                                         |  |                                                                                                                                                                                                           |
| a) Inclusive of education assessments                                           |  | Included within Special Education.                                                                                                                                                                        |

## Notes to the Statements

### Note 1: Key Statistics and Assumptions

It is not easy to figure out exactly how much it costs to teach a specific group of students. For example, a student in 11<sup>th</sup> grade might have eight different teachers, and each class has a different number of students. So, it is challenging to say exactly how much of a teacher's salary, or other classroom instruction costs, to allocate to that student.

We can use some information we already know and make some general estimates to give a rough idea of how much it costs to teach a student. This report does that for the 2022-23 school year.

This table shows the estimates used. The last column 'Calc ref' is used in conjunction with **note 2** on the next page.

| <b>Statistic</b>                                                         | <b>All SD 22 students</b> | <b>OKIB students</b> | <b>Ratio</b> | <b>Used to estimate</b>                                                                         | <b>Calc ref</b> |
|--------------------------------------------------------------------------|---------------------------|----------------------|--------------|-------------------------------------------------------------------------------------------------|-----------------|
| Average student FTE                                                      | 8,739                     | 80.9                 | 0.93%        | General instruction, administration, maintenance, and capital asset costs                       | A               |
| Number of students with Special Needs designations on September 30, 2022 | 1,260                     | 27                   | 2.14%        | Special education costs                                                                         | B               |
| Number of self-identified Indigenous students on September 30, 2022      | 1,259                     | 80.9                 | 6.43%        | Targeted Indigenous program costs.                                                              | C               |
| Average class size (2021-22 figures)                                     | 21.68                     | 19.24                | 107%         | Classroom instruction costs (in combination with total student FTE)                             | D               |
| Transportation costs in BCTEA                                            | -                         | -                    | -            | Directly allocate base costs per BCTEA (Note 3)                                                 | E               |
| \$0 allocation                                                           | -                         | -                    | -            | No OKIB nominal roll students participating in related instructional activity                   | F               |
| \$0 allocation - Out of scope                                            | -                         | -                    | -            | Expenditures funded through other targeted monies, such as scholarships and school field trips. | G               |

## Note 2: Calculation of Nominal Roll Expenditure and Reconciliation to Board Financial Statements

The Board's annual financial statements are available on the Board's website. Schedule 2C on page 33, schedule 3A on page 34 and schedule 4 on page 38 of the Board's financial statements provide details on the Boards' expenses for the year.

In the table below, the 'Board Amount' line is taken directly from the expense line in the schedule indicated. It is the total expense incurred for all students in the School District.

The table below takes this 'Board amount' and applies an estimate from **note 1** to estimate how much of the 'Board amount' is spent on nominal roll students.

The nominal roll allocation is then summarized into the expenditure line items shown to create the statement of nominal roll tuition and expenditures.

| Statement 1 line                        | Sch. | Board Financial Statement expense line | Note 1 ref | Board Amount \$   | Nom. Roll allocation \$ |
|-----------------------------------------|------|----------------------------------------|------------|-------------------|-------------------------|
| <b>Classroom instruction</b>            | 2C   | Regular Instruction                    | D          | 49,962,118        | 521,158                 |
|                                         | 3A   | Learning Improvement Fund              | B          | 327,549           | 7,019                   |
|                                         | 3A   | CEF - Overhead                         | D          | 722,660           | 7,538                   |
|                                         | 3A   | CEF - Staffing                         | D          | 6,564,492         | 68,475                  |
|                                         | 3A   | CEF - Remedies                         | D          | 131,019           | 1,367                   |
| <b>Classroom instruction Total</b>      |      |                                        |            | <b>57,707,838</b> | <b>605,556</b>          |
| <b>Special Education</b>                | 2C   | Special Education                      | B          | 17,660,248        | 378,434                 |
|                                         | 3A   | Community Link                         | A          | 647,037           | 5,990                   |
| <b>Special Education Total</b>          |      |                                        |            | <b>18,307,285</b> | <b>384,424</b>          |
| <b>Indigenous Education</b>             | 2C   | Indigenous Education                   | C          | 2,296,904         | 147,593                 |
| <b>Indigenous Education Total</b>       |      |                                        |            | <b>2,296,904</b>  | <b>147,593</b>          |
| <b>Guidance and Counselling</b>         | 2C   | Counselling                            | A          | 2,545,634         | 23,565                  |
| <b>Guidance and Counselling Total</b>   |      |                                        |            | <b>2,545,634</b>  | <b>23,565</b>           |
| <b>Other educational programs</b>       | 2C   | Career Programs                        | A          | 796,565           | 7,374                   |
|                                         | 2C   | Library Services                       | A          | 1,651,715         | 15,290                  |
|                                         | 3A   | Mental Health in Schools               | A          | 52,000            | 481                     |
|                                         | 3A   | Affordability                          | A          | 734,994           | 6,804                   |
|                                         | 3A   | Early Care and Learning                | A          | 175,000           | 1,620                   |
|                                         | 3A   | Integrated Inquiry Project             | A          | 13,648            | 126                     |
| <b>Other educational programs Total</b> |      |                                        |            | <b>3,423,922</b>  | <b>31,696</b>           |
| <b>Transportation (Note 3)</b>          | 2C   | Transportation Administration          | G          | 346,998           | 0                       |
|                                         | 2C   | Student Transportation                 | E          | 2,031,280         | 171,000                 |
| <b>Transportation Total</b>             |      |                                        |            | <b>2,378,278</b>  | <b>171,000</b>          |
|                                         | 2C   | Maintenance Administration             | A          | 744,253           | 6,890                   |

| Statement 1 line                                 | Sch. | Board Financial Statement<br>expense line       | Note<br>1 ref | Board<br>Amount \$ | Nom. Roll<br>allocation \$ |
|--------------------------------------------------|------|-------------------------------------------------|---------------|--------------------|----------------------------|
| <b>Facilities, custodial and<br/>utilities</b>   | 2C   | Maintenance Operations                          | A             | 6,771,752          | 62,687                     |
|                                                  | 2C   | Maintenance of Grounds                          | A             | 379,109            | 3,509                      |
|                                                  | 2C   | Utilities                                       | A             | 2,363,649          | 21,881                     |
|                                                  | 3A   | Annual Facility Grant                           | A             | 30,347             | 281                        |
|                                                  | 4    | Amortization of Capital Assets                  | G             | 6,979,724          | 0                          |
| <b>Facilities, custodial and utilities Total</b> |      |                                                 |               | <b>17,268,834</b>  | <b>95,247</b>              |
| <b>School administration</b>                     | 2C   | School Administration                           | A             | 7,379,829          | 68,316                     |
| <b>School administration Total</b>               |      |                                                 |               | <b>7,379,829</b>   | <b>68,316</b>              |
| <b>District administration</b>                   | 2C   | Educational Administration                      | A             | 1,632,217          | 15,110                     |
|                                                  | 2C   | School District Governance                      | A             | 275,164            | 2,547                      |
|                                                  | 2C   | Business Administration                         | A             | 2,264,350          | 20,961                     |
| <b>District administration Total</b>             |      |                                                 |               | <b>4,171,731</b>   | <b>38,618</b>              |
| <b>Not applicable</b>                            | 2C   | English Language Learning                       | F             | 699,557            | 0                          |
|                                                  | 2C   | Summer School                                   | F             | 38,876             | 0                          |
|                                                  | 2C   | International Students                          | F             | 5,437,863          | 0                          |
|                                                  | 3A   | Scholarships and Bursaries                      | G             | 150,269            | 0                          |
|                                                  | 3A   | School Generated Funds                          | G             | 2,846,797          | 0                          |
|                                                  | 3A   | Related Entities                                | G             | 164,728            | 0                          |
|                                                  | 3A   | Strong Start                                    | G             | 128,000            | 0                          |
|                                                  | 3A   | Ready, Set, Learn                               | G             | 31,850             | 0                          |
|                                                  | 3A   | OLEP                                            | G             | 381,256            | 0                          |
|                                                  | 3A   | First Nation Student<br>Transportation (Note 3) | G             | 97,578             | 0                          |
|                                                  | 3A   | CRFYC                                           | G             | 3,433              | 0                          |
|                                                  | 3A   | Seamless day Kindergarten                       | G             | 141,293            | 0                          |
|                                                  | 3A   | ECE dual credit                                 | G             | 60,456             | 0                          |
|                                                  | 3A   | Just B4                                         | G             | 220                | 0                          |
|                                                  | 3A   | SEY2KT                                          | G             | 8,308              | 0                          |
|                                                  | 3A   | Other grants                                    | G             | 8,683              | 0                          |
| <b>Not applicable Total</b>                      |      |                                                 |               | <b>10,199,167</b>  | <b>0</b>                   |
| <b>Grand Total</b>                               |      |                                                 |               | <b>125,679,422</b> | <b>1,566,015</b>           |

### Note 3: Transportation

The BC Tripartite Agreement (BCTEA) provides additional funding through the First Nation Student Transportation Fund. This funds the Board to provide an enhanced level of transportation for nominal roll students.

Statement 1 reflects the Board's base (before BCTEA enhancements) cost of transportation of nominal roll students of about \$171,000. The incremental expenditure of \$97,578 is not included as an expense in statement 1 as it is funded separately.