



FINANCIAL REPORT

KAHNAWAKE EDUCATION CENTER

- An Overview of 2010/11 Financial Results
- 2011/12 Fiscal Year Planning

October 12, 2011

AGENDA

2010/11

- Year in Review
- INAC Revenue & Expenses
- FNEC Revenue & Expenses
- Fund Balances
- Student Population

2011/12

- NEW Canada/Kahnawake MYFA
- New Budgets Summary
- INAC Funding Cuts
- Per Student Contribution Levels
- Outside Schools Tuitions
- Q + A period



MISSION OF THE KAHNAWAKE EDUCATION CENTER

In lasting partnership with parents and community, the Kahnawake public education system ensures that all Kahanwakero:non students will be given well balanced and superior learning opportunities.

Our students will achieve pride and self sufficiency through powerful curriculum based upon Kanienkehaka language, values, beliefs and traditions along with sound academic principals and content, guided by innovative teaching methods.

Our students will apply their knowledge and skills to fulfill their life goals in contemporary society while honoring our ancestors and building our futures through seven generations thinking.

** From the 2000 Kahnawake Education Responsibility Act*

2010/11 FISCAL YEAR OVERVIEW

- Once again, the last fiscal year was a very challenging year due to Indian and Northern Affairs Canada's (INAC) continued efforts to cut First Nations Education Funding.
 - Increased "outside" tuitions, operating expenses, less staff reductions, resulted in a lower than projected operating deficit of **\$75,930**.
 - This Deficit was absorbed by the Mohawk Council of Kahnawake due to the nature of our funding agreement with Canada and the MCK.
 - An amount of **\$200,000** from the Appropriated Fund was accessed to cover previous years unfunded deficits.
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STATEMENT OF OPERATIONS AND FUND BALANCES (INAC BASE BUDGET)

	Revenues	Expenses	Surplus/ (deficit)
Community Schools	4,793,823	4,705,844	(87,979)
Counseling	174,420	129,883	44,537
Post Secondary Operations + Administration	1,881,512	1,777,022	104,409
School O + M (Ops + Maint)	1,239,877	1,028,457	211,420
Administration	129,899	485,601	(355,702)
Capital (fit up)	1,555	60,252	(58,697)
Elementary / secondary education (Outside Schools)	2,053,793	2,132,214	(78,421)
TOTAL INAC	10,274,879	10,319,273	(44,394)

STATEMENT OF OPERATIONS AND FUND BALANCES (INAC SECONDARY BUDGETS)

	Revenues	Expenses	Surplus/ (deficit)
High Cost Tuitions	118,497	118,517	(20)
High Cost Transportation	45,000	67,994	(22,994)
TOTAL INAC	163,497	186,511	(23,014)

Note: This was the first year that High Cost Transportation was not fully reimbursed by INAC, due to new Canada Treasury Board rules.

STATEMENT OF OPERATIONS AND FUND BALANCES (FNEC PROGRAMS)

	Revenues	Expenses	Surplus/ (deficit)
Special Education	1,135,224	1,275,265	(140,041)
New Paths for Education	262,011	277,771	(15,760)
Youth Programs	88,318	91,058	(2,740)
Aboriginal languages program	5,535	7,259	(1,724)
Youth Employment Tech	5,078	5,314	(263)
Parental involvement	27,368	27,640	(272)
Teacher Prof. Development	39,911	51,783	(11,872)
Indian studies support program	62,562	75,222	(12,660)

STATEMENT OF OPERATIONS AND FUND BALANCES (FNEC PROGRAMS *CONTINUED*)

Diversification of Secondary Studies Learning Paths	190,927	233,587	(42,660)
First Nations Student Success	556,372	561,240	(4,868)
TOTAL FNEC	2,382,038	2,615,734	(233,696)

Notes: Major cuts in FNEC (sourced from INAC) were experienced in the last 2 years, that coupled with declining enrollment at Kahnawake Schools has contributed to this deficit.

PROGRAMS FUNDED FROM OTHER SOURCES

	Revenues	Expenses	Surplus/ (deficit)
Projects (Interest Income, Other School Boards Tuitions)	95,488	0	95,488
Bell Tower Land Lease	26,159	29,619	(3,460)
Headstart Program	123,423	127,779	(4,356)
KSS Sports Fields Project	264,615	264,615	0
MCK Funding for Enhanced Teachers Salaries	137,500	0	137,500
TOTAL INAC	382,570	157,398	225,172

Note 1: These Surpluses were used to fund KEC Deficits

Note 2: The Bell Tower Land Lease was used for unfunded Sports Programs (FNEC Games, School Sports initiatives)

INTERNALLY RESTRICTED FUND BALANCE

	2009/10	Transfers	2010/11
Post Secondary	500,000	199,553	300,445
Provincial and private schools tuitions	210,000	-	210,000
School bus replacement program	70,000	-	70,000
Strategic Operational plan	60,000	-	60,000
Balance – end of year	840,000	(199,553)	640,445

Note 1: Transfer was done to cover past years deficits

Note 2: School Bus replacement of \$70,000 was spent in Aug. 2011

STUDENT POPULATION

	2007/08	2008/09	2009/10	2010/11	2011/12
Kateri	255	228	233	220	223
Karonhianonhnha	193	189	189	188	188
KSS	242	250	274	268	245
Total:	696	667	696	676	656
Students Attending Non-Kahnawake Schools					
Elementary	75	86	96	98	82
Secondary	119	119	107	97	113
Private Elem.	6	11	6	19	16
Private Sec.	124	122	127	118	111
High Cost Tuitions	8	9	10	9	9
Total:	324	338	346	341	331

NEW CANADA / KAHNAWAKE MULTI YEAR FUNDING AGREEMENT 2010/11 TO 2015/16 (MYFA)

- The MCK, on behalf of the community, spearheaded negotiations with INAC on contribution levels for Kahnawake for the next 5 year period
- The Kahnawake Education Center was present at the Education portion of the analysis and agreed to not re-open the Canada/Kahnawake funding agreement
- If the agreement was opened using INAC's current funding contribution levels and the current Kahnawake Nominal Role, we would have experienced **a funding cut of \$1.3 Million** to Kahnawake Education
- Clearly, maintaining the past agreement using 1998 Nominal Roll Numbers was in Kahnawake Education's best interests

KEC 2011/12 BUDGETS

- An amount of **\$150,000** was “held back” from INAC within our FNEC Contributions
- We have received word that this will return, but as of today we have received no documentation, agreements or written confirmation
- Projected Deficit for year is **\$170,000** due to this
- MCK will be contributing **\$225,000** this year from the **\$300,000** allocated for **Education** within their annual budgets.
- Otherwise, the Education Deficit would have been **\$395,000** mainly due to **Outside Tuition Increases and Increased Post Secondary clientele**
- All budgets for 2011/12 and Audit from 2010/11 can be found on the KEC website (www.kec.qc.com)

KEC FNEC 2011/12 BUDGET CUTS

FNEC 2011-12 Funding Cuts		Original Projected	New (July '11)	Difference
New Paths for Education		248,001.00	190,358.00	57,643.00
Professional Development		37,324.00	37,665.00	(341.00)
Parental Involvement		26,776.00	26,776.00	-
Diversification of Secondary School Learning Paths Youth Programs		183,360.00	153,246.00	30,114.00
	Student Summer Employment	56,195.00	47,874.00	8,321.00
	Science and Technology	4,227.00	3,627.00	600.00
	Career Promotion and Awareness	22,684.00	19,325.00	3,359.00
Special Education		1,090,732.00	1,089,816.00	916.00
TOTALS				100,612.00
FNSSP		591,971.00	536,395.00	55,576.00
GRAND TOTAL FNEC / INAC CUTS				156,188.00

INAC + FNEC KAHNAWAKE SCHOOLS CONTRIBUTION LEVELS

As per Canada / Kahnawake Multi Year Financial Agreement

(using last years enrollment and budget numbers)

- A. INAC Base Funding (net of Outside School Tuitions) / Divided by Number of Kahnawake Students
= \$4,705,844 / 656 = **\$7,173.54 per student**
- B. FNEC Kahnawake Schools Contributions (includes FNSSP)
= \$1,146,549 / 656 = **\$1,747 per student additional**
= \$8,921.33 cumulative per student for ALL KAHNAWAKE SCHOOLS
- C. INAC Operations and Maintenance Contributions = \$1,088,709 / 656 = \$1,659 per student (**NON INSTRUCTIONAL – similar to “building funds” charged by private schools**)
- D. Special Education Funding = \$1,275,265 used for various special needs staff and programs at ALL 3 Kahnawake schools

KEC 2011/12 PER STUDENT CONTRIBUTION LEVELS

- **Outside Public Schools**

Nursery \$ 3,408 per student (as per MELS rates)

Kindergarten \$ 6,816 per student (as per MELS rates)

Elementary \$ 6,523 per student “ “ “ “

Secondary \$ 6,369 per student “ “ “ “

- **Outside Private Schools**

Elementary \$ 5,000 per student (set by KEC)

Secondary \$ 6,050 per student (set by KEC)

KEC 2011/12 PER STUDENT CONTRIBUTION LEVELS

- “Gifted” Students Program
 - Full Tuition Covered
 - Was lowered in 2010/11 to only fund tuition, textbooks and computer lab fees.
- Special Education Students (Outside Schools)
 - 100% covered and reimbursed by INAC
 - Currently “under review” by Canada Treasury Board

KEC 2012/13 PER STUDENT CONTRIBUTION LEVELS BEING CONSIDERED BY KCSC

As per Canada / Kahnawake Multi Year Financial Agreement

\$	Nursery	Kindergrth.	Elementary	Secondary
Base Funding	2,935	5,869	5,669	5,930
Phys Ed Clothes	80	80	80	80
School Supplies	-	-	80	110
Allowances				260.86
TOTAL	3,015	5,949	5,829	6,380.86

Strategy:

Engage in discussions with regional public school boards utilizing the \$2,000 per student MELS Subsidy they receive per Native student.

KEC 2012/13 PER STUDENT CONTRIBUTION DIFFERENTIAL ANALYSIS

\$	Nursery	Kindergrt n.	Elemen - Public	Elemen - Private	Secondary - Public	Secondary - Private
NEW Level	3,015	5,949	5,829	5,829	6,380.86	6,380.86
Nursery	3,408					
Kindergarten		6,816				
Element – Pub			6,523			
Element – Priv				5,000		
Second – Pub					6,369	
Second - Priv						6,050
DIFFERENCE	(393)	(867)	(694)	829	11.86	330.86

Strategy: Engage in discussions with regional public school boards utilizing the \$2,000 per student MELS Subsidy they receive per Native student.

QUESTIONS?

- Should you require further information or want a paper or electronic copy of the presentation, please contact:
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