



ALBERTA

**EDUCATION**

**THE HONOURABLE GENE ZWOZDESKY**

Minister

228 Legislature Building, (780) 427-5010

**AMOUNTS TO BE VOTED**

(thousands of dollars)

	2005-06 Estimates			Gross Comparable		
	Gross	Credit or Recovery	Net	2004-05 Forecast	2004-05 Budget	2003-04 Actual
<b>EXPENSE and EQUIPMENT / INVENTORY</b>						
<b>PURCHASES</b>	2,726,068	(36,926)	2,689,142	2,484,195	2,420,233	2,352,750
<b>NON-BUDGETARY DISBURSEMENTS</b>	1,000	-	1,000	1,000	1,000	1,452

EDUCATION - *Continued*

**DEPARTMENT SUMMARY**

(thousands of dollars)

**EXPENSE and EQUIPMENT / INVENTORY PURCHASES**

Program	2005-06 Estimates			Gross Comparable		
	Gross	Credit or Recovery	Net	2004-05 Forecast	2004-05 Budget	2003-04 Actual
<b>Expense</b>						
1 Ministry Support Services	25,106	(900)	24,206	20,979	20,842	20,050
2 Support for Basic Education	2,696,337	(35,101)	2,661,236	2,462,041	2,398,066	2,330,740
<b>Voted Expense</b>	<b>2,721,443</b>	<b>(36,001)</b>	<b>2,685,442</b>	<b>2,483,020</b>	<b>2,418,908</b>	<b>2,350,790</b>
<b>Equipment / Inventory Purchases</b>						
1 Ministry Support Services	-	-	-	150	400	1,472
2 Support for Basic Education	4,625	(925)	3,700	1,025	925	488
<b>Voted Equipment / Inventory Purchases</b>	<b>4,625</b>	<b>(925)</b>	<b>3,700</b>	<b>1,175</b>	<b>1,325</b>	<b>1,960</b>
<b>TOTAL VOTED</b>	<b>2,726,068</b>	<b>(36,926)</b>	<b>2,689,142</b>	<b>2,484,195</b>	<b>2,420,233</b>	<b>2,352,750</b>

**NON-BUDGETARY DISBURSEMENTS**

Program	2005-06 Estimates	Comparable		
		2004-05 Forecast	2004-05 Budget	2003-04 Actual
2 Support for Basic Education	1,000	1,000	1,000	1,452
<b>TOTAL VOTED</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>	<b>1,452</b>

EDUCATION - *Continued*

**PROGRAM 1 - MINISTRY SUPPORT SERVICES**

(thousands of dollars)

**EXPENSE**

Reference / Element	2005-06 Estimates			Comparable 2004-05 Forecast			Gross
	Gross	Credit or Recovery	Net	Gross	Credit or Recovery	Net	Comparable 2004-05 Budget
1.0.1 Minister's Office	395	-	395	190	-	190	190
1.0.2 Deputy Minister's Office	573	-	573	271	-	271	271
1.0.3 Corporate Services	7,925	-	7,925	7,630	-	7,630	7,630
1.0.4 Information and Strategic Services	15,331	(900)	14,431	12,432	(920)	11,512	12,295
1.0.5 Communications	562	-	562	296	-	296	296
1.0.6 Amortization of Capital Assets	320	-	320	160	-	160	160
<b>TOTAL</b>	<b>25,106</b>	<b>(900)</b>	<b>24,206</b>	<b>20,979</b>	<b>(920)</b>	<b>20,059</b>	<b>20,842</b>

**EQUIPMENT / INVENTORY PURCHASES**

Reference / Element	2005-06 Estimates			Comparable 2004-05 Forecast			Gross
	Gross	Credit or Recovery	Net	Gross	Credit or Recovery	Net	Comparable 2004-05 Budget
1.0.4 Information and Strategic Services	-	-	-	150	-	150	400
<b>TOTAL</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>150</b>	<b>-</b>	<b>150</b>	<b>400</b>

EDUCATION - *Continued*

**PROGRAM 2 - SUPPORT FOR BASIC EDUCATION**

(thousands of dollars)

**EXPENSE**

Reference / Element	2005-06 Estimates			Comparable 2004-05 Forecast			Gross
	Gross	Credit or Recovery	Net	Gross	Credit or Recovery	Net	Comparable 2004-05 Budget
<b>2.1 Program Delivery</b>							
2.1.1 Program Delivery Support	57,123	(2,806)	54,317	60,123	(1,106)	59,017	51,810
2.1.2 Learning Television							
- Expense	153	-	153	324	-	324	127
- Expense funded by Lotteries	2,300	-	2,300	2,300	-	2,300	2,300
<b>Total Sub-program</b>	<b>59,576</b>	<b>(2,806)</b>	<b>56,770</b>	<b>62,747</b>	<b>(1,106)</b>	<b>61,641</b>	<b>54,237</b>
<b>2.2 Public and Separate Schools Support</b>							
2.2.1 Operating Support for Basic Education							
- Expense	1,981,143	-	1,981,143	1,831,841	-	1,831,841	1,827,516
- Expense funded by Lotteries	61,300	-	61,300	60,400	-	60,400	60,400
2.2.2 Teachers' Pensions - Current Service Payment	174,074	-	174,074	149,847	-	149,847	149,847
<b>Total Sub-program</b>	<b>2,216,517</b>	<b>-</b>	<b>2,216,517</b>	<b>2,042,088</b>	<b>-</b>	<b>2,042,088</b>	<b>2,037,763</b>
<b>2.3 Accredited Private Schools Support</b>							
2.3.1 Accredited Private Schools	93,767	-	93,767	88,952	-	88,952	88,910
2.3.2 Accredited Private Operators	35,350	-	35,350	32,288	-	32,288	32,330
<b>Total Sub-program</b>	<b>129,117</b>	<b>-</b>	<b>129,117</b>	<b>121,240</b>	<b>-</b>	<b>121,240</b>	<b>121,240</b>
<b>2.4 Provincial Initiatives</b>							
2.4.1 Alberta Initiative for School Improvement	69,760	-	69,760	68,392	-	68,392	68,392
2.4.2 Student Health Services	37,668	-	37,668	36,970	-	36,970	36,970
2.4.3 High Speed Networking							
- Expense	-	-	-	65	-	65	5,200
- Expense funded by Lotteries	6,000	-	6,000	4,000	-	4,000	4,000
2.4.4 Class Size Initiative	109,700	-	109,700	52,000	-	52,000	-
2.4.5 Other Program Initiatives	33,399	-	33,399	41,300	-	41,300	37,025
<b>Total Sub-program</b>	<b>256,527</b>	<b>-</b>	<b>256,527</b>	<b>202,727</b>	<b>-</b>	<b>202,727</b>	<b>151,587</b>
<b>2.5 Other Basic Education Programs</b>							
2.5.1 Materials Resource Centre	1,432	-	1,432	1,405	-	1,405	1,405
2.5.2 Learning Resources Centre							
- Cost of Goods Sold	27,017	(27,017)	-	26,040	(26,040)	-	26,040
- Operations	5,278	(5,278)	-	5,075	(5,075)	-	5,075
2.5.3 Amortization of Capital Assets	873	-	873	719	-	719	719
<b>Total Sub-program</b>	<b>34,600</b>	<b>(32,295)</b>	<b>2,305</b>	<b>33,239</b>	<b>(31,115)</b>	<b>2,124</b>	<b>33,239</b>
<b>TOTAL</b>	<b>2,696,337</b>	<b>(35,101)</b>	<b>2,661,236</b>	<b>2,462,041</b>	<b>(32,221)</b>	<b>2,429,820</b>	<b>2,398,066</b>

EDUCATION - *Continued*

**FOR INFORMATION**

**OPERATING SUPPORT TO PUBLIC AND SEPARATE SCHOOLS**

(thousands of dollars)

	<b>2005-06 Estimates</b>	Comparable 2004-05 Forecast	Comparable 2004-05 Budget
<b>OPERATING SUPPORT to PUBLIC and SEPARATE SCHOOLS</b>	<b>3,508,843</b>	3,329,343	3,325,018
<i>Less Property Tax Support:</i>			
Alberta School Foundation Fund	<b>(1,289,400)</b>	(1,266,102)	(1,266,102)
Opted-Out Separate Boards	<b>(177,000)</b>	(171,000)	(171,000)
<b>GENERAL REVENUE FUND SUPPORT</b>	<b>2,042,443</b>	1,892,241	1,887,916
Operating Support for Education:			
Expense	<b>1,981,143</b>	1,831,841	1,827,516
Expense funded by Lotteries (School Support - Transportation Subsidies)	<b>61,300</b>	60,400	60,400

EDUCATION - *Continued*

**PROGRAM 2 - SUPPORT FOR BASIC EDUCATION - *Continued***  
(thousands of dollars)

**EQUIPMENT / INVENTORY PURCHASES**

Reference / Element	2005-06 Estimates			Comparable 2004-05 Forecast			Gross
	Gross	Credit or Recovery	Net	Gross	Credit or Recovery	Net	Comparable 2004-05 Budget
<b>2.1 Program Delivery</b>							
2.1.1 Program Delivery Support	3,700	-	3,700	525	-	525	-
<b>2.5 Other Basic Education Programs</b>							
2.5.1 Materials Resource Centre	-	-	-	250	-	250	-
2.5.2 Learning Resources Centre	925	(925)	-	250	(250)	-	925
<b>TOTAL</b>	<b>4,625</b>	<b>(925)</b>	<b>3,700</b>	<b>1,025</b>	<b>(250)</b>	<b>775</b>	<b>925</b>

**NON-BUDGETARY DISBURSEMENTS**

Reference / Element	2005-06 Estimates	Comparable 2004-05 Forecast	Comparable 2004-05 Budget
<b>2.5 Other Basic Education Programs</b>			
2.5.4 Increase in Learning Resources Inventory	1,000	1,000	1,000
<b>TOTAL</b>	<b>1,000</b>	<b>1,000</b>	<b>1,000</b>

EDUCATION - *Continued*

**STATUTORY PROGRAM**

(thousands of dollars)

Appropriation not voted by the Legislative Assembly pursuant to  
section 19(5)(b) of the *Teachers' Pension Plans Act*

**EXPENSE**

	<b>2005-06 Estimates</b>	Comparable 2004-05 Forecast	Comparable 2004-05 Budget
Teachers' Pensions Liability Funding	<b>144,590</b>	124,817	124,817
<b>TOTAL STATUTORY</b>	<b>144,590</b>	124,817	124,817

EDUCATION - *Continued*

**MINISTRY**  
**STATEMENT OF OPERATIONS BY PROGRAM**  
(thousands of dollars)

	2005-06 Estimates	Comparable 2004-05 Forecast	Comparable 2004-05 Budget	Comparable 2003-04 Actual
<b>REVENUE</b>				
Internal Government Transfers	69,600	66,700	66,700	92,100
School Property Tax	1,273,000	1,233,000	1,233,000	1,177,717
Sales of Learning Resources	33,220	26,500	32,040	35,136
Premiums, Fees and Licences	2,010	2,030	2,210	3,118
Other Revenue	3,400	1,700	1,700	3,860
<b>Ministry Revenue</b>	<b>1,381,230</b>	<b>1,329,930</b>	<b>1,335,650</b>	<b>1,311,931</b>
<b>EXPENSE</b>				
<b>Program</b>				
Operating Support to Public and Separate Schools	3,508,843	3,329,343	3,325,018	3,192,380
Teachers' Pensions	318,664	274,664	274,664	255,156
Accredited Private Schools Support	129,117	121,240	121,240	110,876
Provincial Initiatives - Class Size	109,700	52,000	-	-
Provincial Initiatives - Other	146,827	150,727	151,587	127,122
Other Basic Education Programs	34,600	33,239	33,239	35,243
<b>Total Basic Education Support</b>	<b>4,247,751</b>	<b>3,961,213</b>	<b>3,905,748</b>	<b>3,720,777</b>
Less: Property Tax Support to Opted-Out Separate School Boards	(177,000)	(171,000)	(171,000)	(163,363)
<b>Total Government Support to Basic Education</b>	<b>4,070,751</b>	<b>3,790,213</b>	<b>3,734,748</b>	<b>3,557,414</b>
<b>Program Support</b>				
Ministry Support Services	25,106	20,979	20,842	20,050
Program Delivery Support	59,576	62,747	54,237	55,654
<b>Total Program Support</b>	<b>84,682</b>	<b>83,726</b>	<b>75,079</b>	<b>75,704</b>
<b>Program Expense*</b>	<b>4,155,433</b>	<b>3,873,939</b>	<b>3,809,827</b>	<b>3,633,118</b>
<b>Debt Servicing Costs</b>				
Alberta School Foundation Fund	4,100	2,883	3,562	3,096
<b>Ministry Expense</b>	<b>4,159,533</b>	<b>3,876,822</b>	<b>3,813,389</b>	<b>3,636,214</b>
Gain (Loss) on Disposal of Capital Assets	-	-	-	(7)
<b>NET OPERATING RESULT</b>	<b>(2,778,303)</b>	<b>(2,546,892)</b>	<b>(2,477,739)</b>	<b>(2,324,290)</b>

\* Subject to the *Fiscal Responsibility Act*. Program expense includes the province's cash payments towards the unfunded pension liability (which will be eliminated under a separate legislated plan). Program expense does not include the annual change in the unfunded pension obligations, which is a non-cash expense that does not affect borrowing requirements. The annual increases in the Ministry of Education's unfunded pension obligations are estimated to be:

154,000	169,334	132,000	129,573
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EDUCATION - *Continued*

**MINISTRY**  
**STATEMENT OF OPERATIONS BY ENTITY**  
(thousands of dollars)

	2005-06 Estimates	Comparable 2004-05 Forecast	Comparable 2004-05 Budget	Comparable 2003-04 Actual
<b>REVENUE</b>				
Department	107,730	96,430	102,150	133,724
Alberta School Foundation Fund	1,273,500	1,233,500	1,233,500	1,178,207
<b>Ministry Revenue</b>	<b>1,381,230</b>	<b>1,329,930</b>	<b>1,335,650</b>	<b>1,311,931</b>
<b>EXPENSE</b>				
<b>Program</b>				
<i>Voted</i>				
Department	2,721,443	2,483,020	2,418,908	2,350,790
<i>Statutory</i>				
Department	144,590	124,817	124,817	119,795
Alberta School Foundation Fund	1,289,400	1,266,102	1,266,102	1,162,533
<b>Program Expense</b>	<b>4,155,433</b>	<b>3,873,939</b>	<b>3,809,827</b>	<b>3,633,118</b>
<b>Debt Servicing Costs</b>				
Alberta School Foundation Fund	4,100	2,883	3,562	3,096
<b>Ministry Expense</b>	<b>4,159,533</b>	<b>3,876,822</b>	<b>3,813,389</b>	<b>3,636,214</b>
Gain (Loss) on Disposal of Capital Assets	-	-	-	(7)
<b>NET OPERATING RESULT</b>	<b>(2,778,303)</b>	<b>(2,546,892)</b>	<b>(2,477,739)</b>	<b>(2,324,290)</b>

**CHANGE IN CAPITAL ASSETS**

New Capital Investment	4,625	1,175	1,325	1,960
Less: Disposal of Capital Assets	-	-	-	(55)
Less: Amortization of Capital Assets	(1,193)	(879)	(879)	(742)
<b>Increase (Decrease) in Capital Assets</b>	<b>3,432</b>	<b>296</b>	<b>446</b>	<b>1,163</b>

**CAPITAL INVESTMENT**

<i>Voted</i>				
Department	4,625	1,175	1,325	1,960
<b>Total Capital Investment</b>	<b>4,625</b>	<b>1,175</b>	<b>1,325</b>	<b>1,960</b>

EDUCATION - *Continued*

**DEPARTMENT  
STATEMENT OF OPERATIONS**  
(thousands of dollars)

	<b>2005-06 Estimates</b>	Comparable 2004-05 Forecast	Comparable 2004-05 Budget	Comparable 2003-04 Actual
<b>REVENUE</b>				
<b>Internal Government Transfers</b>				
Contribution from Lottery Fund	<b>69,600</b>	66,700	66,700	92,100
<b>Premiums, Fees and Licences</b>				
Various	<b>2,010</b>	2,030	2,210	3,118
<b>Other Revenue</b>				
Sales of Learning Resources	<b>33,220</b>	26,500	32,040	35,136
Other	<b>2,900</b>	1,200	1,200	3,370
<b>Total Revenue</b>	<b>107,730</b>	96,430	102,150	133,724
<b>EXPENSE</b>				
<b>Program</b>				
<i>Voted</i>				
Ministry Support Services	<b>25,106</b>	20,979	20,842	20,050
Support for Basic Education	<b>2,696,337</b>	2,462,041	2,398,066	2,330,740
<b>Total Voted Expense</b>	<b>2,721,443</b>	2,483,020	2,418,908	2,350,790
<i>Statutory</i>				
Teachers' Pensions Liability Funding	<b>144,590</b>	124,817	124,817	119,795
<b>Total Voted and Statutory Expense</b>	<b>2,866,033</b>	2,607,837	2,543,725	2,470,585
Gain (Loss) on Disposal of Capital Assets	-	-	-	(7)
<b>NET OPERATING RESULT</b>	<b>(2,758,303)</b>	(2,511,407)	(2,441,575)	(2,336,868)

**CHANGE IN CAPITAL ASSETS**

New Capital Investment	<b>4,625</b>	1,175	1,325	1,960
Less: Disposal of Capital Assets	-	-	-	(55)
Less: Amortization of Capital Assets	<b>(1,193)</b>	(879)	(879)	(742)
<b>Increase (Decrease) in Capital Assets</b>	<b>3,432</b>	296	446	1,163

EDUCATION - *Continued*

**ALBERTA SCHOOL FOUNDATION FUND  
STATEMENT OF OPERATIONS**

(thousands of dollars)

	<b>2005-06 Estimates</b>	Comparable 2004-05 Forecast	Comparable 2004-05 Budget	Comparable 2003-04 Actual
<b>REVENUE</b>				
<b>Other Taxes</b>				
School Property Tax	1,273,000	1,233,000	1,233,000	1,177,717
<b>Interest Income</b>				
Various	500	500	500	490
<b>Total Revenue</b>	<b>1,273,500</b>	1,233,500	1,233,500	1,178,207
<b>EXPENSE</b>				
<b>Program</b>				
Payments to School Boards	1,289,400	1,266,102	1,266,102	1,162,533
<b>Total Program Expense</b>	<b>1,289,400</b>	1,266,102	1,266,102	1,162,533
<b>Debt Servicing Costs</b>				
Interest on Advances from General Revenue Fund	4,100	2,883	3,562	3,096
<b>Total Expense</b>	<b>1,293,500</b>	1,268,985	1,269,664	1,165,629
Gain (Loss) on Disposal of Capital Assets	-	-	-	-
<b>NET REVENUE (EXPENSE)</b>	<b>(20,000)</b>	(35,485)	(36,164)	12,578

**CHANGE IN ACCUMULATED NET REVENUE (EXPENSE)**

Accumulated Net Revenue (Expense) at Beginning of Year	42,563	78,048	66,164	65,470
Net Revenue (Expense) for the Year	(20,000)	(35,485)	(36,164)	12,578
<b>Accumulated Net Revenue (Expense) at End of Year</b>	<b>22,563</b>	42,563	30,000	78,048

EDUCATION - *Continued*

**MINISTRY  
FULL-TIME EQUIVALENT EMPLOYMENT**

	<b>2005-06 Estimates</b>	Comparable 2004-05 Budget
Department	<b>692</b>	649
<b>Total Full-Time Equivalent Employment</b>	<b>692</b>	649