

## **PART B – CAPITAL INVESTMENT**



## Capital Investment

The Province implemented a new accounting policy for tangible capital assets in 1999/2000 based on standards issued by the Canadian Institute of Chartered Accountants. These standards require that expenditures on tangible assets be amortized over the useful life of the asset. Recognizing amortization in this way allocates the cost of capital assets to the periods of service provided and amortization is recorded as an expense in the statement of operations.

Tangible capital assets are those with a useful life extending beyond one year which are acquired, constructed or developed and held for use, not for resale. Tangible capital assets with a value less than the accepted capitalization limit will be expensed in the year of acquisition.

### Education, Citizenship and Youth

Expenditures by Sub-Appropriation	Actual 2006/07 \$000	Estimate 2006/07		Variance Over (Under) \$000	Expl. No.
		FTE	\$000		
B.5 Capital Investment	175.0		175.0	0.0	
<b>Total Sub-Appropriation</b>	<b>175.0</b>		<b>175.0</b>	<b>0.0</b>	



# Financial Information





**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
<b>Education, Citizenship and Youth (16)</b>					
	16-1 Administration and Finance				
30.4	(a) Minister's Salary	30.3	29.7	0.6	
	(b) Executive Support				
543.1	- Salaries and Employee Benefits	490.3	526.9	(36.6)	
114.6	- Other Expenditures	149.1	131.4	17.7	
	(c) Aboriginal Education Directorate				
602.1	- Salaries and Employee Benefits	469.6	437.3	32.3	
276.7	- Other Expenditures	339.0	319.7	19.3	
	(d) Human Resource Services				
873.9	- Salaries and Employee Benefits	831.8	810.1	21.7	
147.7	- Other Expenditures	155.3	155.6	(0.3)	
	(e) Financial and Administrative Services				
761.7	- Salaries and Employee Benefits	705.1	665.2	39.9	
213.2	- Other Expenditures	177.0	192.7	(15.7)	
	(f) Systems and Technology Services				
884.4	- Salaries and Employee Benefits	932.4	814.5	117.9	1
234.9	- Other Expenditures	196.2	177.3	18.9	
	(g) Research and Planning				
844.7	- Salaries and Employee Benefits	705.3	722.8	(17.5)	
390.2	- Other Expenditures	435.2	334.6	100.6	2
(1,625.0)	(h) Less: Recoverable from Advanced Education and Literacy	(1,625.0)	(1,625.0)	0.0	
4,292.6	Total 16-1	3,991.6	3,692.8	298.8	

**Manitoba Education, Citizenship and Youth  
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For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-2 School Programs				
	(a) Division Administration				
278.5	- Salaries and Employee Benefits	271.1	261.9	9.2	
76.5	- Other Expenditures	73.6	84.9	(11.3)	
	(b) Manitoba School for the Deaf				
3,332.8	- Salaries and Employee Benefits	3,299.1	3,405.9	(106.8)	3
585.2	- Other Expenditures	620.5	615.9	4.6	
	(c) Instruction, Curriculum and Assessment				
7,794.1	- Salaries and Employee Benefits	6,810.5	6,493.0	317.5	4
5,907.4	- Other Expenditures	6,562.1	6,078.4	483.7	5
207.8	- Assistance	202.4	168.8	33.6	6
	(d) Program and Student Services				
5,081.3	- Salaries and Employee Benefits	4,502.4	4,526.4	(24.0)	
2,131.2	- Other Expenditures	2,700.7	2,810.3	(109.6)	7
129.1	- Assistance	128.3	127.1	1.2	
25,523.9	Total 16-2	25,170.7	24,572.6	598.1	

**Manitoba Education, Citizenship and Youth  
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For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-3 Bureau de l'éducation française				
	(a) Division Administration				
167.6	- Salaries and Employee Benefits	163.1	122.3	40.8	8
23.0	- Other Expenditures	46.1	52.9	(6.8)	
	(b) Curriculum Development and Implementation				
1,236.3	- Salaries and Employee Benefits	891.6	886.6	5.0	
612.9	- Other Expenditures	670.8	824.5	(153.7)	9
	(c) Educational Support Services				
1,385.9	- Salaries and Employee Benefits	986.2	1,006.4	(20.2)	
322.5	- Other Expenditures	638.2	563.0	75.2	
	(d) Official Languages Programs and Administrative Services				
868.6	- Salaries and Employee Benefits	751.2	823.8	(72.6)	
1,060.4	- Other Expenditures	788.7	953.1	(164.4)	10
2,528.1	- Assistance	2,532.0	2,355.6	176.4	11
	(e) Library and Materials Production				
491.9	- Salaries and Employee Benefits	470.3	492.9	(22.6)	
290.0	- Other Expenditures	467.4	491.4	(24.0)	
8,987.2	Total 16-3	8,405.6	8,572.5	(166.9)	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-4 Education and School Tax Credits				
184,301.0	(a) Manitoba Education Property Tax Credit	183,237.3	181,061.2	2,176.1	12
2,601.0	(b) School Tax Assistance for Tenants and Homeowners (55+)	2,170.2	2,457.1	(286.9)	13
186,902.0	Total 16-4	185,407.5	183,518.3	1,889.2	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-5 Support to Schools				
	(a) Schools Finance				
942.9	- Salaries and Employee Benefits	889.2	888.1	1.1	
140.4	- Other Expenditures	180.0	165.7	14.3	
2,594.8	- Property Assessment	2,594.8	2,617.2	(22.4)	
	(b) Education Administration Services				
1,752.4	- Salaries and Employee Benefits	1,681.1	1,562.5	118.6	14
461.2	- Other Expenditures	482.0	466.9	15.1	
	(c) Schools Information System				
465.8	- Salaries and Employee Benefits	495.8	482.3	13.5	
310.0	- Other Expenditures	279.2	371.5	(92.3)	
	(d) Schools Grants				
797,721.9	- Operating Grants	800,913.6	758,364.2	42,549.4	15
24,059.3	- General Support Grants	24,672.7	23,307.1	1,365.6	16
3,253.4	(e) Other Grants	3,211.2	3,227.0	(15.8)	
123,538.5	(f) Teachers' Retirement Allowances Fund	126,100.9	114,595.6	11,505.3	17
955,240.6	Total 16-5	961,500.5	906,048.1	55,452.4	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-6 MB4Youth				
1,718.6	(a) Salaries and Employee Benefits	1,831.1	1,715.8	115.3	18
473.3	(b) Other Expenditures	530.9	515.6	15.3	
1,330.8	(c) Career and Leadership Development	1,113.0	1,061.5	51.5	
5,810.7	(d) Youth Community Partnerships	5,624.0	5,726.6	(102.6)	
334.0	(e) Partners for Careers	297.8	294.2	3.6	
(200.0)	(f) Less: Recoverable from Aboriginal and Northern Affairs	(200.0)	(200.0)	0.0	
(4,162.5)	(g) Less: Recoverable from Urban and Rural Economic Development Initiatives	(3,972.4)	(4,071.2)	98.8	
5,304.9	Total 16-6	5,224.4	5,042.5	181.9	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

<b>Estimate 2006/07</b>	<b>Appropriation</b>	<b>Actual 2006/07</b>	<b>Actual 2005/06</b>	<b>Increase (Decrease)</b>	<b>Explanation Number</b>
58,886.9	16-7 Capital Grants for School Divisions	77,318.7	44,967.8	32,350.9	19
58,886.9	Total 16-7	77,318.7	44,967.8	32,350.9	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007, with comparative figures for the previous fiscal year (\$000s)

Estimate 2006/07	Appropriation	Actual 2006/07	Actual 2005/06	Increase (Decrease)	Explanation Number
	16-8 Costs Related to Capital Assets				
	(a) Desktop services				
117.7	- Amortization Expense - Transition	117.6	117.5	0.1	
185.7	- Enterprise Software Licenses	185.0	197.4	(12.4)	
131.8	(b) Amortization Expense	131.7	140.0	(8.3)	
10.5	(c) Interest Expense	10.4	8.3	2.1	
445.7	Total 16-8	444.7	463.2	(18.5)	
1,245,583.8	<b>Total - Education, Citizenship and Youth</b>	1,267,463.7	1,176,877.8	90,585.9	

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007 with comparative figures for the previous fiscal year (\$000s)

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Explanation Number:

1. Increased expenditure is due to the salary recovery for Systems and Technology staff assigned to the interim-JRS Hydro and Floodway systems in 2005/06 and the General Salary Increase for 2006/07.
2. Increase mainly results from additional costs in 2006/07 for the Making Education Work project, costs for a school follow-up survey for the Canada Millennium Scholarship Fellowship, 2006/07 grants for research projects paid to Brandon University and the Brandon School Division, costs for the 2006/07 Rural Education Round Table, and other minor variances.
3. Decreased expenditure reflects lower vacation/severance payments in 2006/07, vacancies in five positions, and other minor miscellaneous variances, partly offset by the General Salary Increase for 2006/07.
4. Increased expenditure in 2006/07 mainly relates to: the General Salary Increase, merit increment and reclassifications, payment for three positions that were vacant in 2005/06, and other minor miscellaneous variances, partly offset by voluntary reduced workweek savings.
5. Increased expenditure in 2006/07 relates to the Middle Years Initiative, mainly due to a restructuring of funding and expenditures for in-service, higher printing costs, increased costs for secondments, and higher operating costs related to Future to Discover, partly offset by fewer computer hardware purchases in 2006/07, a reduction in program delivery and acquisition of Learning Resource Reviews, and other minor miscellaneous variances.
6. Increased expenditure reflects increased grant payments in 2006/07 for the Youth Performing Arts Travel program, the Winnipeg Symphony Orchestra Harvest Tour, and to the Ladybug Foundation, partly offset by grant payments in 2005/06 to the Manitoba Association of School Superintendents, Social Planning Council of Winnipeg, and Council of School Leaders.
7. Decrease in expenditures relates to additional travel and interpreter costs for Bill 13 activities in 2005/06, and lower document production and printing costs in 2006/07.
8. Increase in expenditures mainly relates to the vacancy of the Assistant Deputy Minister position in 2005/06, and the General Salary Increase for 2006/07.
9. Decreased expenditure mainly relates to one-time grant payment made in 2005/06 for conferences, a decrease in software related expenses, a net reduction in costs associated with the editing and printing of various documents, and a reduction in payments for secondments to school divisions in 2006/07, partly offset by two new seconded positions in 2006/07, and a vacancy in 2005/06.
10. Decreased expenditure relates to a reduction in contracted translation fees for 2006/07 related to curriculum documents, partly offset by an increase in administration operating costs, a one time grant to the Senegal project, and other minor variances.

**Manitoba Education, Citizenship and Youth  
Expenditure Summary**

For the fiscal year ended March 31, 2007 with comparative figures for the previous fiscal year (\$000s)

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11. Increased expenditure relates to program increases for French Second Language Revitalization and an increased bursary take-up, partly offset by a reduction in grants to independent schools and other minor variances.
12. Increased expenditure reflects an increase to the number of housing units that were eligible for claims through the income tax system in 2006/07 and an increase in claims for resident homeowners' tax assistance due to an increase in new home starts.
13. Decreased expenditure reflects a decline in the School Tax Credit for homeowners in 2006/07 due to an increase in the average income level of claimants, resulting in a reduction of benefits under the formula used and partly offset by an increase in claims for School Tax Assistance for Tenants due to an increase to the number of claimants.
14. Increased expenditure relates to cost in 2006/07 for the General Salary Increase, retirement payouts for two positions, contract employee for information technology support in the Russell office, increased employee benefits, increased costs for STEP students, partly offset by savings for two positions filled at a lower step, and other minor miscellaneous variances.
15. Increase mainly relates to the Schools Finance Program due to the continued phase-out of the residential Education Support Levy (ESL) in 2006/07, a 2.8% increase included in the 2006/07 funding of schools announcement, and other minor variances; increase also reflects a change in the basis of funding for grants to the Frontier School Division, an increase for the Division scolaire franco-manitobaine (DSFM) special grant, increased funding for Independent Schools due to an increase in rates, increase for Healthy Schools, Institutional Programs, and the Winnipeg Technical College; increase also reflects new funding in 2006/07 for Sustainable Development, a new funding agreement for John G Stewart School, funding for the Mystery Lake Graduation Project, and other minor variances.
16. Increased expenditure reflects increased salary costs including retroactive settlements in school divisions.
17. Increased expenditure mainly reflects greater payments in 2006/07 for death benefits, an increase in the average monthly pension, reciprocal transfers, and other net minor variances.
18. Increased expenditure in 2006/07 reflects an increase in the number of youth supported through Special Government Initiatives, costs in 2006/07 for the General Salary Increase, and an increase in salary costs for managers at the Manitoba Youth Job Centres, partly offset by other minor variances.
19. Increased expenditure reflects an increase in debenture issues for the 2006/07 fiscal year and an increase in Minor Capital Grants.

**Manitoba Education, Citizenship and Youth  
Revenue Summary**

For the fiscal year ended March 31, 2007 with comparative figures for the previous fiscal year (\$000s)

Actual 2005/06	Actual 2006/07	Increase (Decrease)	Source	Actual 2006/07	Estimate 2006/07	Variance	Expl. No.
TAXATION							
0.0	0.0	0.0	Total	0.0	0.0	0.0	
OTHER REVENUE							
634.9	572.8	(62.1)	Fees	572.8	651.0	(78.2)	1
323.1	323.0	(0.1)	Sundry	323.0	325.6	(2.6)	
958.0	895.8	(62.2)	Total	895.8	976.6	(80.8)	
GOVERNMENT OF CANADA							
704.7	1,100.8	396.1	Canada Millennium Scholarship Foundation Pilot Project	1,100.8	1,202.6	(101.8)	2
89.8	89.8	0.0	Labour Market Agreements for People with Disabilities	89.8	89.8	0.0	
9,856.8	10,925.2	1,068.4	Minority Languages Education and Second Language Instruction	10,925.2	6,489.9	4,435.3	3
10,651.3	12,115.8	1,464.5	Total	12,115.8	7,782.3	4,333.5	
11,609.3	13,011.6	1,402.3	<b>Total – Education, Citizenship and Youth</b>	13,011.6	8,758.9	4,252.7	

**Manitoba Education, Citizenship and Youth  
Revenue Summary**

For the fiscal year ended March 31, 2007 with comparative figures for the previous fiscal year (\$000s)

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Explanation Number:

1. **Fees:** \$ 78.2 under 2006/07 Estimate

Decrease relates to the Distance Learning and Information Technologies Unit due to a reduction in enrolment, and to the Manitoba School for the Deaf resulting from a decrease in enrolment, as a residential student moved to a different school, partly offset by an increase in Professional Certification due to greater than anticipated certification requests and an increase in registration fees collected from overseas schools.

2. **Canada Millennium Scholarship Foundation Pilot Projects:** \$ 396.1 over 2005/06 Actual  
\$ 101.8 under 2006/07 Estimate

Increase reflects full year costs for the Making Education Work and the Future to Discover pilot projects in 2006/07, resulting in an increase in corresponding revenue.

Decrease reflects lower than anticipated costs related to the Future to Discover pilot project administered by the Instruction, Curriculum and Assessment Branch, resulting in lower revenue than budgeted, partly offset by higher revenue related to the Making Education Work pilot project administered by the Research and Planning Branch mainly resulting from greater payments to school divisions than budgeted and the purchase of computer equipment for three provincial locations.

3. **Minority Language Education and Second Language Instruction:** \$ 1,068.4 over 2005/06 Actual  
\$ 4,435.3 over 2006/07 Estimate

Increase mainly relates to 2006/07 reflecting a full year of revenue as opposed to 2005/06 which only reflected 70% of a school year.

Increase mainly relates to revenue associated with special grant paid by Schools Operating Grants (16-5D-1) to the Division scolaire franco-manitobaine to recognize the unique costs of providing a French-language program, and other minor variances.

**Manitoba Education, Citizenship and Youth**  
**Five Year Expenditure and Staffing Summary by Main Appropriation**

For the fiscal years ended March 31, 2003 to March 31, 2007

Main Appropriation	2002/03		2003/04		2004/05		2005/06		2006/07	
	FTE	\$000	FTE	\$000	FTE	\$000	FTE	\$000	FTE	\$000
16-1 Administration and Finance	65.00	4,551.6	66.00	4,732.0	66.00	4,937.7	57.00	3,692.8	57.00	3,991.6
16-2 School Programs	274.39	24,467.6	273.39	24,794.3	264.39	24,237.6	257.39	24,572.6	257.39	25,170.7
16-3 Bureau de l'éducation française	68.00	7,887.1	68.00	8,081.0	63.00	7,791.9	61.00	8,572.5	61.00	8,405.6
16-4 Education and School Tax Credits		177,658.8		180,602.8		187,969.2		183,518.3		185,407.5
16-5 Support to Schools	52.00	766,600.6	52.00	836,933.6	51.00	843,009.2	46.00	906,048.1	46.00	961,500.5
16-6 MB4Youth	119.73	6,021.6	120.73	5,177.1	118.73	5,072.8	118.73	5,042.5	118.73	5,224.4
<b>Sub-total</b>	<b>579.12</b>	<b>987,187.3</b>	<b>580.12</b>	<b>1,060,320.8</b>	<b>563.12</b>	<b>1,073,018.4</b>	<b>540.12</b>	<b>1,131,446.8</b>	<b>540.12</b>	<b>1,189,700.3</b>
16-7 Capital Grants for School Divisions		24,645.0		28,057.6		54,594.2		44,967.8		77,318.7
16-8 Costs Related to Capital Assets		1,010.1		510.2		503.6		463.2		444.7
<b>Total - Education, Citizenship and Youth</b>	<b>579.12</b>	<b>1,012,842.4</b>	<b>580.12</b>	<b>1,088,888.6</b>	<b>563.12</b>	<b>1,128,116.2</b>	<b>540.12</b>	<b>1,176,877.8</b>	<b>540.12</b>	<b>1,267,463.7</b>

\* Historical actual expenditures have been adjusted to reflect program transfers between departments, to facilitate year over year comparison.

# Performance Reporting

The following section provides information on key performance measures for the department for the 2006-07 reporting year. This is the second year in which all Government of Manitoba departments have included a Performance Measurement section, in a standardized format, in their Annual Reports. That process was begun in 2005 with the release of the document, *Reporting to Manitobans on Performance, 2005 Discussion Document*, which can be found at [www.gov.mb.ca/finance/performance](http://www.gov.mb.ca/finance/performance).

Performance indicators in departmental Annual Reports are intended to complement financial results and provide Manitobans with meaningful and useful information about government activities, and their impact on the province and its citizens.

Your comments on performance measures are valuable to us. You can send comments or questions to [mbperformance@gov.mb.ca](mailto:mbperformance@gov.mb.ca).

<b>What is being measured and how? (A)</b>	<b>Why is it important to measure this? (B)</b>	<b>Where are we starting from (baseline measurements)? (C)</b>	<b>What is the most recent available value for this indicator? (D)</b>	<b>What is the trend over time for this indicator? (E)</b>	<b>Comments/ recent actions/report links (F)</b>
1. <u>Overall student learning</u> , by measuring the high school graduation rate, which shows the percentage of high school students that complete Grade 12	Graduation rate is the most common indicator associated with school system success. It represents completion of schooling.	For the school year ending in June 2002, the graduation rate was 74.3% when adult graduates are included and 70.1% when only graduates from high schools are included.	For the school year ending in June 2006, the graduation rate was 84.2% when adult graduates are included and 75.8% when only graduates from high schools are included.	Both trends have been increasing.	MECY is focusing efforts on groups that struggle to graduate, especially students from lower socioeconomic status communities.
2. <u>Student learning in comparison to other jurisdictions</u> , by measuring results from Programme for International Student Assessment (PISA) and the Pan-Canadian Assessment Program (PCAP)	MECY participates in national and international assessments in order to compare Manitoba performance to other jurisdictions.	No baseline data is available at this time.	There were no new reports in 2006/07. Reports from both programs are expected during 2007/08.	The math results for the 2003 PISA were consistent with 2000 PISA assessment.	Generally, Manitoba students score near the Canadian average and well above average in international comparisons.
3. <u>Successful preparation for skilled employment</u> , by measuring the enrolment numbers in	Recognizing the need for higher learning in a global, knowledge-based economy, enrolment in skilled			Increasing. Enrolment in Heavy Industrial courses increased 22% from 2003/04 to 2006/07	The Technical Vocational Initiative will continue to promote trade career awareness, ensure

<b>What is being measured and how? (A)</b>	<b>Why is it important to measure this? (B)</b>	<b>Where are we starting from (baseline measurements)? (C)</b>	<b>What is the most recent available value for this indicator? (D)</b>	<b>What is the trend over time for this indicator? (E)</b>	<b>Comments/ recent actions/report links (F)</b>
technical-vocational and college programs (skilled employment training)	work training is an important measure of the effectiveness of the basic education system.	1999/00 College enrollment <sup>1</sup> Full time 10,452 Part time <u>597</u> Total 11,049	2005/06 College enrollment <sup>1</sup> Full time 12,807 Part time <u>1,805</u> Total 14,612	with a one-year increase of 7.5% from 2005/06 to 2006/07.  Increasing. College Enrollment - between 1999/00 to 2005/06, Manitoba's colleges have regular enrollment increase.	curriculum currency and relevance, and develop seamless accessibility pathways.
4. <u>Successful preparation for university education</u> , by measuring the pattern of sequential entry into Manitoba universities among current graduates of Manitoba high schools	Recognizing the need for higher learning in a global, knowledge-based economy, enrolment in universities is an important measure of the effectiveness of the basic education system.	In 2000, 4,041, or 34.0% of the 11,869 graduates of Manitoba high schools entered a Manitoba university that same year.  1999/00 University enrollment <sup>2</sup> Full time 22,410 Part time <u>8,255</u> Total 30,665	In 2005, 4,506, or 35.8%, of the 12,572 graduates of Manitoba high schools entered a Manitoba university that same year.  2006/07 University enrollment <sup>2</sup> Full time 30,471 Part time <u>10,091</u> Total 40,562	The 2005 rate of sequential entry is an increase over the 2001 rate of 34%.  The 5-year pattern shows an increasing trend.	Manitoba's effort to increase post-secondary participation at all levels is showing success.

<sup>1</sup> Includes regular programs and apprenticeship. Does not include continuing education, distance education and contract training. College figures are for 2005/06, as 2006/07 data are not yet available due to the continuous intake of students during the year (July to June)

<sup>2</sup> Includes undergraduate and graduate students in regular session only (September to April)

