

EMAIL

Subject: Budget 2010/11-2012/13

Date: June 18, 2010

To: Presidents

Cc: Vice-Presidents of Finance, Vice-Presidents Academic/Education

From: Mark Zacharias

On behalf of the Minister of Advanced Education and Labour Market Development (ALMD), I am writing to provide you with information regarding your institution's budget for 2010/11 – 2012/13. Your institution's operating transfers and full-time equivalent (FTE) targets for the next three fiscal years are provided in the Attachments. The 2011/12 and 2012/13 allocations are provided for planning purposes only, and are subject to annual approval of the Legislature.

In March of this year, institutions were invited to indicate their interest and capacity to deliver new one-time spaces in 2010/11 for short duration health and foundation programs. Decisions regarding health program FTE allocations for 2010/11 were made in consultation with the Ministry of Health Services and were based on criteria including employer demand, availability of clinical placements, past performance, and program delivery costs. Foundation program seat allocations were made in consultation with the Industry Training Authority (ITA), at ITA funding rates and were based on assurance of student demand, past performance and availability of funding. The Attachments reflect decisions made and, therefore, include incremental funding for foundation and health seats added to institutions' budgets on a one-time basis for 2010/11.

In the event that FTE utilization for targeted programs has been, and remains, substantially below 100 percent, ALMD may request that your institution submit a plan for achieving greater enrolment in the affected program(s) in future years. Further, ALMD may review funding allocations for targeted programs with low enrolment, which may result in reallocation of resources to higher demand programming.

Your institution's Annual Capital Allowance (ACA) allocation has been confirmed and remains the same as communicated to your institution's Vice-President of Finance under separate cover on April 9, 2010. As a component of each institution's operating transfer, the ACA is for building maintenance (Capital Improvements - projects which maintain and may extend the life of the physical plant), minor renovations and upgrade projects as defined in ALMD's ACA Program guidelines. Please see the following link for a copy of the ACA Program Guidelines:

http://www.aved.gov.bc.ca/cppm/related_documents.htm

I would like to take this opportunity to reiterate that government is committed to achieving the 2010 Mandate for collective agreements, which includes: net zero compensation increases, two year agreements and no reduction in service to fund collective agreement changes. There is no funding available for changes to collective agreements.

Details on accountability and reporting were provided in your institution's Government Letter of Expectations. All reporting requirement deadlines can be located at the following link:

<http://www.aved.gov.bc.ca/budget/>.

Treasury Board has directed the Post-Secondary Education Sector to achieve the Budget Estimate of an \$81 million all funds surplus net impact. This sector forecast is derived from 2009/10 Q3 forecasts submitted by all post-secondary institutions, as published in the Budget and Fiscal Plan 2010/11. As per the direction contained in the *Implementation of Post-Secondary Financial Reporting Changes* correspondence provided on June 1, 2010, institutions are requested to provide accurate quarterly forecasts, approved by your board, including assumptions, and communicate to ALMD any material changes that occur between quarters.

Thank you for your continuing cooperation in working with ALMD and other system partners in providing students with an accessible, affordable, high quality and relevant post-secondary education.

Sincerely,

Mark Zacharias
Assistant Deputy Minister

Attachments (2)

Attachment 1

As at June 8, 2010

VANCOUVER ISLAND UNIVERSITY

**2010/11 - 2012/13 Operating Transfers
and Overall Student FTE Targets**

Vancouver Island University Operating Transfers	2010/11		2011/12		2012/13	
	FTEs	\$	FTEs	\$	FTEs	\$
ALMD FTEs/Operating Grants *	6,636	\$ 50,491,744	6,636	\$ 50,491,744	6,636	\$ 50,491,744
Change from Prior Year	-16	\$ (36,412)	0	\$ -	0	\$ -
Annual Capital Allowance (ACA) **	-----	\$ 502,256	-----	TBD	-----	TBD

* The overall student FTE targets for the ALMD Operating Grant include specific student FTE targets as follows.

** ACA is determined on an annual basis, so is shown as TBD in 2011/12 and 2012/13.

Priority FTE Targets

Vancouver Island University	FUNS Code	CIP Code	2010/11		2011/12		2012/13	
			Change	Total	Change	Total	Change	Total
Health								
RNs, PNs and HCAs								
BSN - Bachelor of Science in Nursing	NURS	51.1601	-	288	-	288	-	288
RN Refresher	NURS	51.1601	-	34	-	34	-	34
Practical Nurse	NLPN	51.1613	-	75	-	75	-	75
Health Care Assistant	NRCA	51.2600	-	67	-	67	-	67
Health Care Assistant for FN	NRCA	51.2600	(16)	6	-	6	-	6
Subtotal			(16)	470	-	470	-	470
Allied Health								
Dental Assisting	HLTH	51.0601	-	-	-	-	-	-
Dental Hygiene	HLTH	51.0602	-	36	-	36	-	36
Health Care Management	HLTH	51.0701	-	-	-	-	-	-
FN Wellness	HLTH		-	6	-	6	-	6
Non-targeted Allied Health	HLTH	multiple	-	70	-	70	-	70
Subtotal			-	112	-	112	-	112
TOTAL			(16)	582	-	582	-	582
Developmental (targets are to be maintained or increased)								
Developmental Programs	DEV	53.0102 32.0109 32.0101	-	805	-	805	-	805
TOTAL			-	805	-	805	-	805
Aboriginal Spaces								
Bridging Program	ABAC	Multiple	-	17	-	17	-	17
TOTAL			-	17	-	17	-	17
Total Priority FTE Targets			(16)	1,404	-	1,404	-	1,404

**Attachment 2
As at June 8, 2010
Vancouver Island University
2010/11 to 2012/13 Operating Transfers and Student FTE Targets**

Operating Grants

	Original 2010/11 Allocations		2010/11 Budget Allocations			
	Operating Transfer	Change in \$ over prior year	Variance from 09/10 Budget Letter amounts	Adjusted Operating Transfer	Change in Adj. Operating Transfer	% Change in Adj. Operating Transfer
2009/10	\$ 50,528,156		\$ -	\$ 50,528,156		
2010/11	\$ 50,491,744	\$ (36,412)	\$ -	\$ 50,491,744	\$ (36,412)	-0.1%
2011/12	\$ 50,491,744	\$ -	\$ -	\$ 50,491,744	\$ -	0.0%
2012/13	\$ 50,491,744	*1 \$ -	\$ -	\$ 50,491,744	\$ -	0.0%

*1 The 2012/13 starting base budget was held constant at 2011/12 levels.

FTEs

	2010/11	2011/12	2012/13
FTEs			
2009/10 Planned Growth	(32)	-	-
Growth Added (Removed)	16	-	-
Net Growth	(16)	-	-

2010/11 Budget Letter *2

	2010/11			2011/12			2012/13		
	FTEs	\$/FTE	\$	FTEs	\$/FTE	\$	FTEs	\$/FTE	\$
Base	6,652		\$ 50,528,156	6,636		\$ 50,491,744	6,636		\$ 50,491,744
Graduates	-		\$ -	-		\$ -	-		\$ -
Nursing / Health one-time *3	(16)	\$ 6,563	\$ (105,008)	-		\$ -	-		\$ -
Negotiating Framework			\$ 61,196			\$ -			\$ -
College Pension			\$ 7,400			\$ -			\$ -
Other	-		\$ -	-		\$ -	-		\$ -
Change	(16)		\$ (36,412)	-		\$ -	-		\$ -
Total	6,636		\$ 50,491,744	6,636		\$ 50,491,744	6,636		\$ 50,491,744
% Growth	-0.2%		-0.1%	0.0%		0.0%	0.0%		0.0%

Health

HCA for FN one-time	(16)	\$ 6,563	\$ (105,008)
Sub-total	(16)	\$ 6,563	\$ (105,008)

*2 Operating grants are based on student FTEs x \$/FTE provided by ALMD for each program plus the additional funding provided for non-program related issues.

*3 One-time Skills and Nursing/Health seats added in 2008/09 were maintained in 2009/10. To be removed in 2010/11.