BCTF Research Report

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BC international student revenue grows again

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International Student Tuition in BC Public Schools Increased in 2010–11

After two years of decline, the tuition from international students increased in 2010–11 and reached more than \$129 million. The revenue from international students has more than doubled in a decade, from \$55.5 million in 2001–02. This revenue is the most significant source of funding for K–12 education in BC outside of direct grants from the provincial government.

While not all the resources from this tuition go directly into education services, school districts reported in 2010–11 that a total of 381 teaching positions exist as a result of international students being in the school system. The number of international students in grades K–12 in 2010–11 was reported at 8,812.

A look at the chart on tuition-fee revenue³ over the decade shows that it has essentially reached a plateau, in aggregate for the province as a whole. However, it varies from district to district, with some districts up and others down. The one year of an aggregate drop in revenue came after the economic downturn, although having a large number of students from China with its continued growth during a recession elsewhere probably caused less of a reduction than if the core of the international students had come from some other country. This does demonstrate, though, how much this form of funding of BC public education is subject to events like the SARS epidemic, political upheaval, or economic downturn.

³ See Appendix 3. BC off-shore tuition-fee revenue, 2010–11



¹ See Appendix 1. Staff by Year and Program Code: Off-Shore Students, 2010–2011

² See Appendix 2. Student Statistics—2010–2011 Province—Public and Independent Schools Combined

International student tuition is a source of inequity in BC education

International tuition is a source of significant inequities among school districts. Some boards in the Metro Vancouver and South Island areas receive significant supplements from international students, while many small and rural areas receive none.⁴

The West Vancouver school district took in nearly \$8 million in tuition, adding more than 15% to the district budget over the funding provided by the BC government. This is a district that already has the advantage of a population with among the highest incomes in Canada. This extra funding allows the district to offer more opportunities than can be offered anywhere else in the BC public school system.

Other districts with significant extra funding from international student tuition include Coquitlam with more than \$15 million, Vancouver with more than \$13 million, Burnaby about \$9.5 million, Maple Ridge-Pitt Meadows nearly \$9 million, and North Vancouver nearly \$8 million. On Vancouver Island, Greater Victoria brought in nearly \$9 million.

Richmond had the largest year-over-year increase of more than \$2 million to bring them up to more than \$6 million. Of the smaller districts, the Gulf Islands and Qualicum were each able to add about 4% to their budgets over the amount provided by government grants.

Selling education as a commodity

In the 2011 Throne Speech, the government indicated that education is a part of the economic plan for BC. It said:

We will act to make British Columbia a destination of choice for international students that capitalizes on the strengths in our schools, colleges, universities and institutions.

The government set up a separate agency, the BC Council for International Education, to promote the marketing of BC education.

Education Minister Abbott left the legislature on March 15, 2012, after Bill 22 was passed, to join a flight to China as a salesman for BC education. There he, along with some superintendents and other education officials, promoted BC schools for Chinese students, offering education services for a fee.

In addition to attracting more students to come to BC, two other types of programs are seen as providing funding through commercial educational activity, run by school districts as businesses to bring in revenue.

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⁴ See Appendix 3. BC off-shore tuition-fee revenue, 2010–2011 for data which follows.

Selling BC education through BC schools overseas

The minister of education went to China to promote schools that use the BC curriculum and employ teachers with a BC teaching certificate. These are, in effect, private schools. Some operate through contracts with agents who have no links to the public school system. Others are run by School District Business Companies, which are essentially private businesses run by a few public school districts in BC.

These schools do not produce a significant economic return to the BC school system. They do, however, provide employment for an estimated 200 teachers with BC certificates whose opportunities in BC are limited because the universities are graduating more teachers than can be absorbed into the system due to staffing cuts in public schools during the last decade. These schools promise their students and families easy access to BC universities and colleges because the overseas students receive a BC Dogwood diploma.

The Chinese government seems to have objectives that are more cultural than economic, according to the description of the purpose of the Superintendent junket that went to China with the minister of education. The BC Council for International Education website says:

The Ministry of Education is in support of greater K-12 engagement with China and HANBAN⁵ is keen to further support the building of relationships with BC districts as well as with BC's Ministry of Education in order to encourage the growth of Mandarin Language instruction in BC, the creation of Confucius Classrooms across the province as well as a new Confucius Institute. Fundamental to these outcomes is the creation of bilateral school-to-school and district-to-district partnerships that will be strongly encouraged on the mission and that will lead to a greater level of shared learning and cooperation across the education enterprise. ⁶

One of the deliverables of the Superintendent mission was "speed dating with potential partner schools and districts."

Selling BC education through Distributed Learning

A current initiative aims at expanding the international market further by offering courses toward BC secondary graduation without the student needing to come to British Columbia. Distributed Learning (DL) has been a rapidly-expanding part of the school system in BC. The plan is to combine the expanding world of online education with getting more revenue through tuition for the online courses.

The rationale for a student taking a BC DL program is similar to one reason international students come to BC—getting a BC-high-school graduation certificate. While students who physically come to BC will develop their facility with English because of the immersion in English, a student taking a course online will not have that immersion experience.

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⁵ HANBAN is the Chinese National Office for Teaching Chinese as a Foreign Language

⁶ BC Council for International Education. http://www.bccie.bc.ca/educators/china mission

⁷ BC Council for International Education. http://www.bccie.bc.ca/educators/china mission

Several school districts have been developing DL international programs, usually through a School District Business Company. A number of problematic areas should be monitored. One is the development of further inequities among BC school districts when some have the capacity to earn extra funding over the cost of actually providing the programs, while others do not.

Other issues relate to concerns with Distributed Learning in general—who owns the material developed by the teacher, and can it be sold externally without compensation to the developer? Also, the nature of the employment of teachers is unclear. Are the teachers who teach the courses employees of the school district if they are working for the School District Business Company? Finally, the question regarding who actually does the work submitted in a DL course arises frequently in all DL programs, and this issue may be accentuated in international programs.

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- 1. Staff by year and program code: Off-shore students 2010/11
- 2. Total Full-time equivalent (FTE) by Grade-Secondary. *Student Statistics*—2011/12 *Province—Public and Independent Schools Combined*, p. 26
- 3. BC off-shore tuition-fee revenue, 2010–11

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Staff by Year and Program Code: Off-Shore Students, 2010/2011 (Source: Form 1530)

SD	School District	School Year	Program Code	FTE Admin	FTE Teachers	FTE Other Prof	FTE Educ	FTE Clerical	FTE Other	FTE Pca Trust
005	Southeast Kootenay	2010/2011	1.62 - Off-shore Students	-	0.24	3.10	1.00	-	-	-
006	Rocky Mountain	2010/2011	1.62 - Off-shore Students	-		1.00	0.29	-	-	-
800	Kootenay Lake	2010/2011	1.62 - Off-shore Students	1.00	-	-	-	0.60	-	-
010	Arrow Lakes	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
019	Revelstoke	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
020	Kootenay-Columbia	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
022	Vernon	2010/2011	1.62 - Off-shore Students	1.00	-	-	-	2.60	-	-
-	Central Okanagan		1.62 - Off-shore Students	-	-	-	-	-	-	-
027	Cariboo-Chilcotin		1.62 - Off-shore Students	-	-	-	-	-	-	-
-	Quesnel		1.62 - Off-shore Students	0.43	-	-	-	-	-	-
	Chilliwack		1.62 - Off-shore Students	1.00	0.82	-	-	-	-	-
034	Abbotsford	2010/2011	1.62 - Off-shore Students	-	-	1.80	6.36	2.00	-	-
-	Langley		1.62 - Off-shore Students	-	2.84	2.00	4.06	3.00	-	-
-	Surrey		1.62 - Off-shore Students	3.24	34.30	2.80	1.68	13.61	-	-
	Delta		1.62 - Off-shore Students	1.11	5.65	-	1.17	3.50	-	-
-	Richmond		1.62 - Off-shore Students	3.71	-	2.00	-	3.00	-	-
039	Vancouver		1.62 - Off-shore Students	-	59.72	3.50	1.70	5.25	-	-
-	New Westminster		1.62 - Off-shore Students	-	-	4.00	-	1.00	-	-
-	Burnaby		1.62 - Off-shore Students	0.40	38.65	2.00	-	3.00	-	-
	Maple Ridge-Pitt Meadows		1.62 - Off-shore Students	0.20	29.93	3.00	-	4.30	-	-
	Coquitlam		1.62 - Off-shore Students	1.00	75.28	3.00	2.00	7.00	-	-
-	North Vancouver		1.62 - Off-shore Students	-	29.60	1.00	-	2.00	-	-
	West Vancouver		1.62 - Off-shore Students	3.28	34.97	1.30	-	3.29	-	-
-	Sunshine Coast		1.62 - Off-shore Students	-	4.00	-	-	-	-	-
-	Powell River		1.62 - Off-shore Students	-	1.00	4.00	-	- 0.04	-	-
	Howe Sound		1.62 - Off-shore Students	-	0.14	1.00	-	0.91	-	-
	Central Coast		1.62 - Off-shore Students	-	-	-		-	-	-
-	Haida Gwaii/Queen Charlotte		1.62 - Off-shore Students 1.62 - Off-shore Students	-	-	-	-	-	-	-
	Boundary Prince Rupert		1.62 - Off-shore Students	_	-			-	-	-
	Okanagan Similkameen		1.62 - Off-shore Students	_				_	-	-
	Bulkley Valley		1.62 - Off-shore Students	-						
	Prince George		1.62 - Off-shore Students	0.10	1.00			0.23	_	
	Nicola-Similkameen	2010/2011	1.62 - Off-shore Students	0.10	1.00			0.23	_	_
	Peace River South		1.62 - Off-shore Students	_	-	_	_	_	-	-
-	Peace River North		1.62 - Off-shore Students	_	-	_	_	_	-	-
	Greater Victoria	2010/2011	1.62 - Off-shore Students	-	37.60	5.65	2.84	7.49	-	-
062	Sooke		1.62 - Off-shore Students	1.00	4.38	1.00		1.00	-	-
063	Saanich		1.62 - Off-shore Students	0.25	8.75	-	-	3.07	-	-
	Gulf Islands		1.62 - Off-shore Students	0.14	2.14	2.00	-	0.34	-	-
067	Okanagan Skaha	2010/2011	1.62 - Off-shore Students	-	1.80	-	-	-	-	-
068	Nanaimo-Ladysmith	2010/2011	1.62 - Off-shore Students	1.13	1.57	2.00	-	1.63	-	-
-	Qualicum	2010/2011	1.62 - Off-shore Students	1.00	1.41	0.70	-	1.00	-	-
070	Alberni	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
-	Comox Valley		1.62 - Off-shore Students	1.00	5.73	1.00	-	1.90	-	-
	Campbell River		1.62 - Off-shore Students	-	0.90	-	-	-	-	-
073	Kamloops/Thompson		1.62 - Off-shore Students	-	-					
-	Gold Trail		1.62 - Off-shore Students	-	-	-	-		-	-
075	Mission	2010/2011	1.62 - Off-shore Students	1.00	-	-	-	3.00	-	-
078	Fraser-Cascade	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
079	Cowichan Valley	2010/2011	1.62 - Off-shore Students	1.00	3.14	1.00	-	0.60	-	-
	Fort Nelson	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
082	Coast Mountains		1.62 - Off-shore Students	-	-	-	-	-	-	-
	North Okanagan-Shuswap		1.62 - Off-shore Students	-	-	-	-	-	-	-
	Vancouver Island West		1.62 - Off-shore Students	-	-	-	-	-	-	-
085	Vancouver Island North		1.62 - Off-shore Students	-	-	-	-	-	-	-
	Stikine		1.62 - Off-shore Students	-	-	-	-	-	-	-
091	Nechako Lakes		1.62 - Off-shore Students	-	-	-	-	-	-	-
	Nisga'a	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
093	Conseil scolaire francophone	2010/2011	1.62 - Off-shore Students	-	-	-	-	-	-	-
	Totals			22.99	381.56	44.85	21.09	75.32	-	-

Table prepared by BCTF Research

Data source prepared by: Information Department, BC Ministry of Education

Date: June 22, 2010 File: 20110310

Student Statistics - 2010/11 Province - Public and Independent Schools Combined

Total Full-Time Equivalent (FTE) by Grade - Secondary

		Grade								
	School								Sec	All K-12
	Year	8	9	10	11	12	SU*	GA*	Total	Grades*
Non-Residents										
All Schools	2006/07	924.6	1011.9	1490.3	2658.5	1582.9	80.1	-	7748.3	11448.3
	2007/08	851.3	1044.4	1591.5	2927.9	1771.0	125.3	-	8311.4	11958.9
	2008/09	703.3	959.0	1725.8	3110.2	1770.0	114.6	4.0	8386.9	11659.4
	2009/10	547.0	777.8	1667.7	3033.0	1947.8	510.6	3.5	8487.3	10936.3
	2010/11	506.0	729.3	1799.8	3286.9	2124.5	631.3	7.0	9084.8	11248.8
All Public Schools	2006/07	701.6	732.6	1088.2	2183.0	1126.1	25.4	-	5856.9	8805.4
	2007/08	648.6	763.1	1166.0	2471.8	1323.4	88.4	-	6461.3	9438.8
	2008/09	528.5	670.1	1202.0	2498.1	1349.7	91.7	3.4	6343.4	9021.9
	2009/10	400.0	541.1	1156.0	2433.5	1480.2	479.7	2.3	6492.7	8492.2
	2010/11	371.0	499.3	1280.0	2666.9	1629.0	609.3	3.1	7058.5	8812.0
All Independent	2006/07	223.0	279.3	402.1	475.5	456.8	54.8	-	1891.4	2642.9
Schools	2007/08	202.6	281.3	425.5	456.1	447.6	36.9	-	1850.1	2520.1
	2008/09	174.8	288.9	523.8	612.1	420.3	22.9	0.6	2043.4	2637.4
	2009/10	147.0	236.6	511.7	599.5	467.6	30.9	1.3	1994.6	2444.1
	2010/11	135.0	230.0	519.8	620.1	495.6	22.0	3.9	2026.3	2436.8

^{*}SU = Secondary Ungraded

The total for all K-12 grades includes Elementary Ungraded (EU), Secondary Ungraded (SU), and Graduated Adult (GA).

The '2008/09 funded FTE calculation was modified after the FTE data was received for reporting.

The modifications to the calculation were applied to the '2009/10 school year and forward.

GA = Graduated Adult

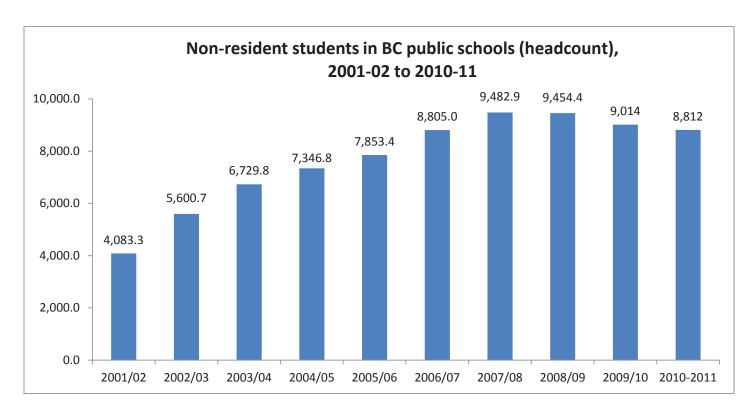
BC off-shore tuition-fee revenue, 2010-11

Source: Schedule A2, District Audited Financial Statements

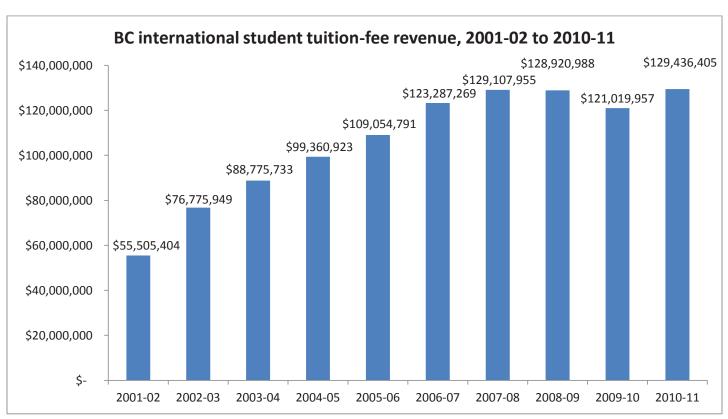
Source.	Schedule A2, District Audited	Financiai State	ments
		Off-shore tuition-	2009-10 to
		fee revenue	2010-11 incr
#	District Name	2010-11	(decr)
5	Southeast Kootenay	\$1,361,164	\$247,891
6	Rocky Mountain	\$1,482,885	
8	Kootenay Lake	\$1,290,693	
10	Arrow Lakes	\$9,000	\$9,000
19	Revelstoke	\$9,500	
20	Kootenay-Columbia	\$200,988	
22	Vernon	\$4,284,770	
23	Central Okanagan	\$1,464,107	\$374,033
27	Cariboo-Chilcotin	\$54,155	\$33,454
28	Quesnel	\$421,730	
33	Chilliwack	\$1,158,249	
34	Abbotsford	\$3,760,481	\$15,830
35	Langley	\$6,007,178	(\$789,226)
36	Surrey	\$8,007,341	(\$500,190)
37	Delta	\$3,374,775	\$456,467
38	Richmond	\$6,285,926	\$2,227,496
39	Vancouver	\$13,497,843	
40	New Westminster	\$2,271,783	
41	Burnaby	\$9,508,931	\$851,855
42	Maple Ridge-Pitt Meadows	\$8,859,462	
43	<u>'</u>	\$15,370,648	
	Coquitlam	+	
44	North Vancouver	\$7,835,473	
45	West Vancouver	\$7,950,427	(\$9,980)
46	Sunshine Coast	\$96,241	\$23,256
47	Powell River	\$227,881	
48	Sea to Sky	\$1,003,779	\$109,331
49	Central Coast	\$0	\$0
50	Haida Gwai'i/Queen Charlotte	\$0	\$0
51	Boundary	\$0	(\$15,797)
52	Prince Rupert	\$12,000	(\$12,000)
53	Okanagan Similkameen	\$0	\$0
54	Bulkley Valley	\$0	(\$8,000)
57	Prince George	\$99,900	(\$83,600)
58	Nicola-Similkameen	\$6,000	\$6,000
59	Peace River South	\$133,180	
60	Peace River South	\$190,857	
61	Greater Victoria	\$8,732,967	
62	Sooke	\$1,984,779	
63	Saanich	\$2,397,878	
64	Gulf Islands	\$617,545	
67	Okanagan Skaha	\$266,454	,, , ,
68	Nanaimo-Ladysmith	\$2,282,064	(\$11,794)
69	Qualicum	\$1,811,170	\$66,706
70	Alberni	\$1,250	\$1,250
71	Comox Valley	\$1,427,759	
72	Campbell River	\$352,511	\$14,838
73	Kamloops Thompson	\$1,114,422	(\$495,056)
74	Gold Trail	\$0	\$0
75	Mission	\$1,217,101	\$86,730
78	Fraser-Cascade	\$46,209	
79		\$857,100	\$196,164
-	Cowichan Valley Fort Nelson	\$857,100	
81			
82	Coast Mountains	\$6,000	
83	North Okanagan-Shuswap	\$44,249	\$29,829
84	Vancouver Island West	\$0	\$0
85	Vancouver Island North	\$0	\$0
87	Stikine	\$0	\$0
91	Nechako Lakes	\$17,600	(\$40,193)
92	Nisga'a	\$0	\$0
93	Francophone Education Authority	\$0	\$0
	Totals	\$129,436,405	\$8,416,448
	<u> </u>	,,	

	Off-shore tuition-
Recalculated District	fee revenue as
Operating Grants	percentage of
2010-2011 *	Recalc. Op Grant
\$49,940,064	2.73%
\$31,418,591	4.72%
\$50,128,560	2.57%
\$7,310,068	0.12%
\$9,997,205	0.10%
\$36,219,421	0.55%
\$71,300,160	6.01%
\$171,785,420	0.85%
\$53,779,611	0.10%
\$35,567,174	1.19%
\$104,939,742	1.10%
\$150,941,534	2.49%
\$147,207,248	4.08%
\$538,564,081	1.49%
\$127,881,087	2.64%
\$174,984,835	3.59%
\$452,097,508	2.99%
\$52,859,542	4.30%
\$190,553,280	4.99%
\$113,722,259	7.79%
\$236,728,706	6.49%
\$124,591,306	6.29%
\$51,491,874	15.44%
\$33,643,173	0.29%
\$21,589,988	1.06%
\$36,203,475	2.77%
\$4,926,819	0.00%
\$9,735,999	0.00%
\$15,787,921	0.00%
\$25,588,903	0.05%
\$23,875,089	0.00%
\$23,270,655	0.00%
\$121,176,590	0.08%
\$24,968,799	0.02%
\$42,569,863	0.31%
\$53,240,207	0.36%
\$151,162,237	5.78%
\$74,468,044	2.67%
\$64,181,929	3.74%
\$16,024,201	3.85%
\$55,115,233	0.48%
\$118,411,575	1.93%
\$40,455,704	4.48%
\$37,999,983	0.00%
\$72,235,769	1.98%
\$49,483,587	0.71%
\$123,106,155	0.91%
\$20,401,734	0.00%
\$53,171,093	2.29%
\$19,459,823	0.24%
\$70,788,806	1.21%
\$9,560,407	0.23%
\$51,618,731	0.01%
\$62,477,565	0.07%
\$6,877,711	0.00%
\$18,510,699	0.00%
\$5,662,261	0.00%
\$51,271,874	0.03%
\$7,131,673	0.03%
\$58,558,397	0.00%
\$4,658,721,948	2.78%
77,030,721,340	2.70/0

Total revenue from offshore tuition fees,	Rank, based on revenue,
2001-11	2001-11
\$5,501,565	27
\$7,040,350	23
\$7,931,292	22
\$89,940	49
\$277,945	44
\$1,017,534	39
\$17,909,690	15
\$5,248,192	28
\$162,665	47
\$2,216,853	34
\$3,178,101	32
\$38,159,665	10 5
\$69,294,991	3
\$88,669,301	12
\$29,727,126 \$35,574,653	9
\$116,573,839	2
\$25,258,892	13
\$54,453,807	9
\$60,260,945	8
\$145,060,826	1
\$65,521,063	6
\$78,161,229	4
\$1,343,239	37
\$3,195,687	31
\$14,611,037	17
\$0	56
\$0	57
\$135,043	48
\$46,391	53
\$618,923	40
\$32,875	54
\$2,313,193	33
\$66,755	50
\$2,103,184 \$1,171,428	35 38
\$64,745,994	7
\$16,643,697	16
\$13,280,557	19
\$5,065,150	26
\$3,509,999	29
\$21,741,507	14
\$14,276,377	18
\$380,329	41
\$6,909,562	24
\$3,316,420	30
\$6,624,753	25
\$242,029	45
\$11,283,251	20
\$1,350,479	36
\$7,948,195	21
\$66,020	51
\$208,110	46
\$336,603	42
\$10,500	55
\$64,800 \$0	52 58
\$0 \$312,823	58 43
\$312,823	59
	33
\$0	60



Source Appendix 2. Total Full–time equivalent (FTE) by Grade–Secondary. *Student Statistics*—2011/12 *Province*—*Public and Independent Schools Combined*, p. 26



Source Appendix 3. BC off-shore tuition-fee revenue, 2010–11