

Fund 090 Public School Operating

Board of Supervisors' Adjustments

The following funding adjustments reflect all changes to the FY 2007 Advertised Budget Plan, as approved by the Board of Supervisors on May 1, 2006:

- ◆ The Board of Supervisors increased the FY 2007 General Fund transfer to the Fairfax County Public Schools by \$8,000,000 from the proposed transfer for School operations. Consistent with the request of the School Board this funding will be available to address the Initiatives for Excellence teacher pay proposal. This increase will fund a two-year phase-in of the Initiatives with the balance to be made available by the County in FY 2008. In addition, the Board of Supervisors has committed to providing one time funding of \$8.0 million at the *FY 2006 Carryover Review* to support non-recurring items in the Schools' FY 2007 request. As a result it is the Board's understanding that \$8.0 million in recurring funding included in the transfer from the County to Schools can be used to accommodate the recurring funding for No Child Left Behind requirements.

Focus

Expenditures required for operating, maintaining and supporting the instructional program of Fairfax County Public Schools (FCPS) are recorded in Fund 090, Public School Operating. These expenditures include the costs for salaries and related employee benefits, materials, equipment and services to continue current programs, as well as costs for projected changes in membership and inflation. Revenue to support these expenditures is provided by a transfer from the County General Fund, state and federal aid, tuition payments from the City of Fairfax, as well as other fees and transfers.

It should be noted that the following fund statement reflects the FY 2007 Fairfax County Public School Superintendent's Proposed Budget, which was released on January 12, 2006 and included a request for a 9.9 percent increase to the General Fund transfer. Adjustments to the Superintendent's Proposed Budget, adopted by the Fairfax County School Board on February 9, 2006 will be discussed in the Overview Volume of the County's FY 2007 Advertised Budget Plan. All financial schedules included in the FY 2007 Advertised Budget Plan reflect the funding level commensurate to a 6 percent increase in the General Fund transfer to the Fairfax County Public Schools consistent with the FY 2007 Budget Guidelines reaffirmed and approved by the Board of Supervisors on August 1, 2005. The proposed County General Fund transfer for school operations in FY 2007 totals \$1,517,218,089, an increase of \$85,880,269 or 6.0 percent, over the *FY 2006 Revised Budget Plan* transfer of \$1,431,337,820.

Fund 090 Public School Operating

FUND STATEMENT

Fund Type G10, Special Revenue Funds	Fund 090, Public School Operating Fund				
	FY 2005 Actual ¹	FY 2006 Adopted Budget Plan	FY 2006 Revised Budget Plan	FY 2007 Superintendent's Proposed	FY 2007 Adopted Budget Plan ²
Beginning Balance	\$113,382,753	\$20,000,000	\$116,619,331	\$15,000,000	\$30,000,000
Revenue:					
Sales Tax	\$141,588,156	\$150,487,943	\$156,687,882	\$171,342,281	\$171,342,281
State Aid	224,002,995	228,779,051	230,550,460	270,236,608	270,236,608
Federal Aid	41,480,526	42,840,662	45,224,053	43,120,270	43,120,270
City of Fairfax Tuition	28,544,499	30,688,274	31,376,708	32,931,512	32,931,512
Tuition, Fees, and Other	12,686,663	10,359,974	10,381,274	10,537,048	10,537,048
Total Revenue	\$448,302,839	\$463,155,904	\$474,220,377	\$528,167,719	\$528,167,719
Transfers In:					
County General Fund (001)	\$1,322,374,187	\$1,431,337,820	\$1,431,337,820	\$1,572,385,479	\$1,525,218,089
Total Transfers In	\$1,322,374,187	\$1,431,337,820	\$1,431,337,820	\$1,572,385,479	\$1,525,218,089
Total Available	\$1,884,059,779	\$1,914,493,724	\$2,022,177,528	\$2,115,553,198	\$2,083,385,808
Total Expenditures	\$1,736,662,700	\$1,879,137,412	\$1,951,226,783	\$2,066,985,795	\$2,019,818,405
Transfers Out:					
School Construction Fund (390)	\$13,412,549	\$13,391,022	\$15,154,197	\$13,195,057	\$13,195,057
School Grants & Self- Supporting Fund (192)	15,798,823	20,359,490	22,137,706	29,884,306	29,884,306
School Adult & Community Education Fund (193)	1,200,131	1,200,131	1,700,131	1,714,217	1,714,217
Consolidated County & Schools					
Debt Fund (200 & 201)	0	0	1,958,711	3,773,823	3,773,823
School Health & Flexible Benefits Fund (591)	366,245	405,669	0	0	0
Total Transfers Out	\$30,777,748	\$35,356,312	\$40,950,745	\$48,567,403	\$48,567,403
Total Disbursements	\$1,767,440,448	\$1,914,493,724	\$1,992,177,528	\$2,115,553,198	\$2,068,385,808
Ending Balance	\$116,619,331	\$0	\$30,000,000	\$0	\$15,000,000

¹ In order to account for revenues and expenditures in the proper fiscal year, audit adjustments in the amount of \$91,448 have been reflected as increases to FY 2005 revenues and audit adjustments of \$2,060,973 have been reflected as increases to FY 2005 expenditures to properly record revenue and payroll accruals. The audit adjustments have been included in the FY 2005 Comprehensive Annual Financial Report (CAFR).

² The FY 2007 Adopted Budget Plan reflects adjustments to the Fairfax County Public Schools Superintendent's budget, actions taken as a result of the *FY 2006 Third Quarter Review* as well as adjustments adopted by the Board of Supervisors' on May 1, 2006. Subsequent adjustments by the Fairfax County Public School Board were made on May 25, 2006 including the allocation of the additional \$15.0 million identified as part of the *FY 2006 Third Quarter Review* and any other adjustments to revenues and disbursements, will be reflected at the *FY 2006 Carryover Review*.