

Response to Questions on the FY 2013 Budget

Request By: Supervisor Smyth

Question: Please provide an analysis comparing the FY 2013 FCPS Advertised Budget and the current budget situation. Include the most recent information available from the State.

Response: The following response was prepared by Fairfax County Public Schools (FCPS):

FCPS is projecting a shortfall of \$14.6 million based on the County's Advertised Budget and the most recent state data included in a budget conference report.

Revenue overall will decrease by \$16.8 million as a result of a decrease in county funding of \$63.3 million offset by a projected increase in state and other funding of \$46.5 million based on a state budget conference report.

Expenditures will increase as follows:	(in millions)
• Membership growth costs from updated spring projections	\$2.3
• Elimination of step increases and a market scale adjustment	(\$73.7)
• Retirement rate increases beyond projections	\$8.1
• VRS/ERFC shift as recommended	\$52.2
• Salary increase of 0.5 percent for an overall increase of 2.18	\$6.6
• Logistics increases	<u>\$2.4</u>
Total	(\$2.2)

Attached is a spreadsheet that lists the adjustments to revenue and expenditures as compared to the FY 2013 Advertised Budget.

Potential Adjustments to the FY 2013 Advertised Budget - Based on County Advertised Budget and State Conference Estimate

Projected School Operating Fund FY 2013 Summary			
(\$ in millions)			
Type	Category	FY 2013 Advertised Amount	Projected Change
County	County Transfer	\$1,746.7	(\$63.3)
State	State Aid and Sales Tax	\$500.9	\$44.0
Federal	Federal Aid	\$41.4	\$0.0
One-time	Beginning Balance	\$57.5	\$0.0
Other	Other Revenue	\$54.7	\$2.5
Revenue Total		\$2,401.1	(\$16.8)
Reserve	VRS Reserve	\$60.6	\$0.0
Funds Available Total		\$2,461.7	(\$16.8)
Compensation	Base with NO step, NO MSA, and adj. to health and life	\$1,789.6	(\$73.7)
	Retirement	\$308.1	\$8.1
Students	Implementation of VRS/ERFC Shift		\$52.2
	MSA of 0.5% (with shift will provide increase of 2.18%)*		\$6.6
	Membership Growth/Changes and New Schools	\$46.9	\$2.3
	Extended Learning Time - Students	\$5.0	\$0.0
	World Languages	\$0.9	\$0.0
	College Success - Pathways Contract Increase	\$0.1	\$0.0
	Udvar Hazy - Teacher in Residence	\$0.1	\$0.0
Staff	Extended Time for Teachers	\$3.3	\$0.0
	Staffing Reserve (To Mitigate Large Class Sizes)	\$2.0	\$0.0
	Tuition Reimbursement	\$1.2	\$0.0
	Field Custodians	\$1.0	\$0.0
	eCART Staffing	\$0.3	\$0.0
Support	Logistics	\$249.7	\$2.4
	Network Equipment Replacement	\$4.0	\$0.0
	Equipment Replacement	\$2.0	\$0.0
	Hourly Benefits - Parent Liaison/Other Long-Term Hourly	\$2.0	\$0.0
	Preventative Maintenance	\$2.0	\$0.0
	School Board Staffing	\$0.6	\$0.0
	Finance Tech MS HS Contract Length Adjust. Placeholder	\$0.5	\$0.0
	Custodial Salaries Increased to Market Rate	\$0.4	\$0.0
	Student Activities Program	\$0.2	\$0.0
	Parent Advocacy Handbook	\$0.1	\$0.0
Transfers	Transfers to Other Funds	\$26.3	\$0.0
Expenditure Subtotal		\$2,446.3	(\$2.2)
Reserve	VRS Reserve	\$15.4	\$0.0
	Future Beginning Balance	\$0.0	\$0.0
Short Fall		\$0.0	(\$14.6)

* See response to budget question #76