

Fund S31000: Public School Construction

Focus

Fund S31000, Public School Construction, provides funding for new construction, facility renovation, expansion and improvements authorized by voter referendum, as well as funds for capital expenditures. Bond funding remaining from the 2017, 2019, and 2021 bond referenda support capital construction projects in this fund.

In FY 2023, progress will continue on the school bond referendum projects and projects funded by Fund S10000, School Operating. Major projects for FY 2023 include facility modifications, building maintenance, renovations, capacity enhancement, and infrastructure management.

All financial schedules included in the County's FY 2023 Adopted Budget Plan include an increase of \$2,500,000, for a total County General Fund transfer for Public School Construction of \$15,600,000. The increase is associated with several Joint Board of Supervisors/School Board CIP (Capital Improvement Program) Committee recommendations regarding bond sales. The School bond sales limit would gradually increase by \$50 million over several years, from \$180 million in FY 2022 to \$205 million in FY 2023 and FY 2024 and to \$230 million in FY 2025, with commensurate increases for the County. The equivalent value of one penny on the Real Estate tax rate would be dedicated to the County and Schools capital programs to support both infrastructure replacement and upgrades and the debt service associated with the bond sale increases. (Due to resource constraints in FY 2023, the full value of a penny is not included.) Investment would grow gradually over time as debt service costs increase. Also, the Joint CIP Committee recommendations include an increase to the percentage allocated to the Sinking Fund at year-end and include the Schools in the allocation.

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FUND STATEMENT

Category	FY 2021 Actual	FY 2022 Adopted Budget Plan	FY 2022 Revised Budget Plan ¹	FY 2023 Superintendent's Proposed	FY 2023 Adopted Budget Plan ²
Beginning Balance	\$18,222,849	\$0	\$66,312,244	\$0	\$0
Reserves:					
Reserve for Turf Replacement	\$1,783,394	\$1,844,271	\$1,587,636	\$1,615,720	\$1,615,720
Total Reserve	\$1,783,394	\$1,844,271	\$1,587,636	\$1,615,720	\$1,615,720
Revenue:					
Sale of Bonds ³	\$180,000,000	\$180,000,000	\$180,000,000	\$180,000,000	\$180,000,000
TJHSST Tuition - Capital Costs	895,969	800,000	800,000	800,000	800,000
Miscellaneous Revenue	1,004,635	306,000	306,000	306,000	306,000
Synthetic Turf Field Replacement	832,660	0	0	0	0
Turf Field Replacement Revenue	38,400	345,000	344,999	345,000	345,000
Subtotal Revenue	\$182,771,664	\$181,451,000	\$181,450,999	\$181,451,000	\$181,451,000
Initiated Projects But Unissued Bonds	\$0	\$0	\$382,032,933	\$0	\$0
Total Revenue⁴	\$182,771,664	\$181,451,000	\$563,483,932	\$181,451,000	\$181,451,000
Transfers In:					
School Operating Fund (\$10000)					
Building Maintenance	\$10,000,000	\$6,449,030	\$13,000,000	\$6,449,030	\$6,449,030
Classroom Equipment	1,215,360	1,421,113	1,421,113	592,000	592,000
Facility Modifications	880,000	600,000	600,000	600,000	600,000
Synthetic Turf Field Replacement	983,084	983,084	983,084	1,650,097	1,650,097
County General Fund (10001)					
Joint BOS/SB Infrastructure Sinking Reserve	\$13,100,000	\$13,100,000	\$13,100,000	\$13,100,000	\$15,600,000
Total Transfers In	\$26,178,444	\$22,553,227	\$29,104,197	\$22,391,127	\$24,891,127
Total Available	\$228,956,351	\$205,848,498	\$660,488,009	\$205,457,847	\$207,957,847
Expenditures:					
Subtotal Expenditures	\$161,056,471	\$203,976,143	\$276,839,356	\$203,814,043	\$203,814,043
Contractual Commitments	0	0	382,032,933	0	0
Total Expenditures⁴	\$161,056,471	\$203,976,143	\$658,872,289	\$203,814,043	\$203,814,043
Total Disbursements	\$161,056,471	\$203,976,143	\$658,872,289	\$203,814,043	\$203,814,043
Ending Balance	\$67,899,880	\$1,872,355	\$1,615,720	\$1,643,804	\$4,143,804
Reserves:					
Reserve for Turf Replacement	\$1,587,636	\$1,872,355	\$1,615,720	\$1,643,804	\$1,643,804
Available Ending Balance	\$66,312,244	\$0	\$0	\$0	\$2,500,000

¹ The FY 2022 Revised Budget Plan reflects adjustments adopted by the Fairfax County School Board on March 24, 2022 during the FY 2022 Third Quarter Review.

² Fairfax County School Board action on the FY 2023 budget was taken on May 26, 2022 and will be included for approval by the Board of Supervisors as part of the FY 2022 Carryover Review.

³ The actual sale of bonds is based on a review of cash needs rather than cash and encumbrances presented here for planning purposes. This is consistent with Board policy to sell bonds on a cash basis. Including prior sales there is a balance of \$708,260,000 in authorized but unissued school bonds.

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⁴In order to account for FY 2021 revenues and expenditures in the appropriate fiscal year, audit adjustments of \$195,758 have been reflected as an increase to FY 2021 revenue and audit adjustments of \$779,720 have been reflected as a decrease to FY 2021 expenditures. Details of the audit adjustments were included in the FY 2022 Third Quarter package.