

ATTACHMENT C:

**FCPS FY 2010 FINAL BUDGET REVIEW AND
APPROPRIATION RESOLUTIONS**

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SCHOOL BOARD AGENDA ITEM

Staff Contact: Susan Quinn, chief financial officer, Department of Financial Services

Other Staff Present: Kristen Michael, director, Office of Budget Services

Meeting Category: July 22, 2010 – Regular Meeting No. 2

Subject: FY 2010 Final Budget Review

School Board Action Required: Decision

Key Points:

All of the FY 2010 accounts have been closed, subject to the annual audit. A summary of the revenue and expenditure variances is provided for each of the funds under the control of the School Board. All comparisons are against the FY 2010 estimate.

In the School Operating Fund, the unaudited FY 2010 ending balance, after accounting for the FY 2011 budgeted beginning balance, flexibility reserve, and other commitments, is \$33.9 million.

FY 2010 actual revenue was \$9.1 million lower than the estimate. A decrease of \$13.3 million in state aid is due to the state accelerating the spending of federal State Fiscal Stabilization Funds (SFSF) in FY 2010 combined with minor adjustments in state aid due to actual membership. The decision to replace \$13.7 million in state basic aid with federal stimulus funds (SFSF) was made too late in the fiscal year for FCPS to document and claim the accelerated portion of reimbursements. As a result, the SFSF funding not utilized in FY 2010 will be reappropriated and included with federal funds in FY 2011. Since the FY 2011 budget is balanced, this increase in federal revenue in FY 2011 will allow FCPS to set aside funding of \$13.7 million for FY 2012.

A net decrease of \$3.6 million in federal revenue is due primarily to \$5.9 million in unspent multiyear grant awards that will be carried forward and appropriated again in FY 2011. This amount is offset by a net increase in other federal funding comprised primarily of an increase of \$2.0 million in Impact Aid and E-rate payments. The decreases in state aid and federal revenue are offset by increases of \$1.8 million in sales tax and \$6.0 million in tuition, fees, and other revenue.

After accounting for other commitments, FY 2010 actual expenditures were \$43.0 million lower than the estimate. In anticipation of budget reductions in the FY 2011 Approved Budget, schools and departments conserved resources where possible during FY 2010. Salaries were \$18.3 million less than budgeted due to vacancies being held open to offset future budget reductions combined with the reduction in FY 2010 budgeted lapse. Related benefit savings combined with additional holiday savings in VRS related accounts totaled \$11.9 million. Additional savings resulted primarily from utilities (\$2.0 million), vehicle fuel and bus maintenance (\$4.1 million), and travel restrictions for staff development (\$2.0 million).

Changes to other School Board funds are detailed in the attachment.

Recommendation:

That the School Board approve the revenue and expenditure adjustments as detailed in the agenda item, including setting aside the following for FY 2012 beginning balance: the FY 2010 ending balance from the school operating fund of \$33.9 million, an additional \$1.1 million to be identified during FY 2011, and the FY 2011 \$13.7 million impact of the reappropriation of SFSF.

Attachment: FY 2010 Final Budget Review

AMOUNT

I. FY 2010 ACTUAL

A. Revenue

State Aid **(\$13,313,449)**

The unrealized revenue of \$13.3 million in state aid is due to minor adjustments in state aid due to actual ADM combined with the state accelerating the spending of federal State Fiscal Stabilization Funds (SFSF) in FY 2010. The decision to shift \$13.7 million in basic aid to SFSF (federal stimulus funds) was made too late in the year to document and claim the additional reimbursements, so the funding not claimed will be reappropriated and shown as federal revenue in FY 2011.

Sales Tax **1,800,000**

Revenue from sales tax is projected to increase by \$1.8 million. The final sales tax payment is received in July after the fiscal year ends.

Federal Revenue **(3,596,667)**

The unrealized federal revenue is due primarily to \$5.9 million in unspent grant awards that will be carried forward and reappropriated in FY 2011; this amount is offset by a net increase in other federal funding comprised primarily of an increase of \$2.0 million in Impact Aid and E-rate payments.

Other **5,973,020**

Based on actual receipts, other categories of revenue were adjusted such as Fairfax City, tuition, fees, and miscellaneous revenue resulting in a net increase of \$6.0 million.

TOTAL AVAILABLE REVENUE **(\$9,137,096)**

B. Expenditures **(\$42,994,681)**

After meeting the FY 2011 budgeted beginning balance of \$53.5 million as well as other commitments, expenditures were \$43.0 million less than projected. A majority of this variance results from salaries being \$18.3 million less than budgeted due to vacancies being held open to offset future budget reductions combined with the reduction in FY 2010 of budgeted lapse. Related benefit savings combined with additional holiday savings in VRS related accounts totaled \$11.9 million, and additional savings from logistics accounts occurred primarily from utilities (\$2.0 million), vehicle fuel and bus maintenance (\$4.1 million), and restrictions to employee travel for staff development (\$2.0 million).

FY 2010 TOTAL FUNDS AVAILABLE **\$33,857,585**

	<u>AMOUNT</u>	<u>POSITIONS</u>
II. FY 2011 EXPENDITURE ADJUSTMENTS		
√ A. Employee Compensation	(\$1,142,415)	(0.0)
<p>A reduction of \$1.1 million in employee compensation will be taken to increase the funding set aside for the FY 2012 budgeted beginning balance.</p>		
FY 2011 EXPENDITURE ADJUSTMENTS	<u>(\$1,142,415)</u>	<u>(0.0)</u>

SUMMARY

	<u>AMOUNT</u>	<u>POSITIONS</u>
FY 2010 AVAILABLE BALANCE	\$33,857,585	0.0
FY 2011 SFSF SAVINGS	\$13,734,454	0.0
FY 2011 EXPENDITURE SAVINGS	\$1,142,415	0.0
LESS FY 2012 BUDGETED BEGINNING BALANCE	<u>(\$48,734,454)</u>	<u>(0.0)</u>
AVAILABLE BALANCE	<u>\$0</u>	<u>0.0</u>

√-Recurring
X-Nonrecurring

III. OTHER FUNDS

FOOD AND NUTRITION SERVICES FUND

The FY 2010 ending balance of \$15.9 million is due to the allocated reserve of \$11.3 million, \$1.2 million lower than projected disbursements, and \$3.4 million higher than estimated receipts. This \$11.3 million reserve balance will be carried forward into the next fiscal year as part of the fund's beginning balance. Disbursements were \$1.2 million lower than projected. Total receipts are \$3.4 million higher than the FY 2010 estimate, mainly due to an increase in federal aid, resulting from increased participation as a result of a rise in the number of students eligible for free and reduced-priced meals.

GRANTS AND SELF-SUPPORTING PROGRAMS FUND

The FY 2010 ending balance for the Grants and Self Supporting Programs Fund totals \$13.7 million. After meeting the FY 2011 budgeted beginning balance of \$1.3 million and reappropriating the available funding and funding not yet claimed for multi-year grant awards, the FY 2011 budget is increasing by \$23.9 million.

Grants Subfund:

The FY 2010 ending balance for the Grants Subfund is \$8.3 million due to unspent multi-year grant awards. Due to the reappropriation of the beginning balance and available funding not yet claimed for other multi-year grant awards, the FY 2011 appropriation in the Grants Subfund is increasing by \$19.5 million.

Summer School Subfund:

The FY 2010 ending balance in the Summer School Subfund is \$5.4 million primarily due to decreased expenditures of \$2.4 million and \$3.1 million in reserve funding that was not utilized in FY 2010. Expenditure decreases include \$1.5 million in high school teacher salaries; \$0.5 million in hourly funding; \$0.3 million in materials and supplies; and \$0.1 million in VRS holiday savings. Revenue receipts were \$0.1 million less than estimated due to lower than projected tuition. The ending balance will be carried over to FY 2011 and added to the reserve to help address potential increases in enrollment in the mandatory Special Education Extended School Year Summer Program. In addition, because general education summer school was eliminated in FY 2011, carryover funds will mitigate the impact of the budget reduction. The FY 2010 ending balance will also assist with funding the limited credit recovery courses and SOL remediation for term graduates.

ADULT AND COMMUNITY EDUCATION FUND

The FY 2010 ending balance for the Adult and Community Education (ACE) Fund is \$1.0 million. Tuition is the primary revenue source for ACE, and course offerings are determined by community interest and demand. In FY 2010, lower enrollment in some courses, such as the trade and industry and apprenticeship programs, primarily resulted in \$1.4 million less revenue than estimated. Corresponding expenditures, primarily hourly salaries, were \$2.4 million lower than estimated.

SCHOOL CONSTRUCTION FUND

The FY 2010 ending balance is \$94.3 million primarily due to decreased construction costs and bidding for three projects that moved from FY 2010 to FY 2011. Total costs for multi-year construction projects are allocated when the jobs are contracted, actual project expenditures are recognized as incurred, and unspent balances are carried forward into future years until the projects are complete. The increase of \$409.6 million in FY 2011 is mainly due to the project balances being carried forward and reallocated in FY 2011.

SCHOOL INSURANCE FUND

The FY 2010 ending balance in the School Insurance Fund is \$27.9 million, which is \$7.1 million higher than the FY 2010 estimate primarily resulting from the allocated reserve of \$4.7 million and lower than anticipated claims expenditures. Workers' Compensation expenditures were \$0.6 million lower and Other Insurance expenditures were \$1.6 million lower than projected, totaling \$2.2 million less than the FY 2010 estimate.

FY 2010 receipts were also \$0.1 million higher than projected due to additional revenue received in the Other Insurance Subfund from payments received for restitution and from liable third parties.

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND

The FY 2010 ending balance in the School Health and Flexible Benefits Fund of \$49.2 million is due to the unexpended portion of the premium stabilization reserve, which is an allocated reserve. This ending balance is carried forward into the next fiscal year. Overall, total receipts of \$258.8 million are \$1.0 million lower than projected, and total expenditures and payments of \$261.5 million were \$2.2 million higher than projected. As a result, the FY 2011 beginning balance and the premium stabilization reserve balance will be reduced by \$3.2 million.

SCHOOL CENTRAL PROCUREMENT FUND

The FY 2010 ending balance of \$0.4 million for the Central Procurement Fund is \$0.3 million lower than estimated due to the timing associated with the inventory purchases. Inventory is replenished so that it will be available to schools in late summer as they restock for the 2010-2011 school year.

EDUCATIONAL EMPLOYEES' SUPPLEMENTARY RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND

The FY 2010 ending balance for the Education Employees' Retirement System Fund is \$1,642.9 million, which is \$165.5 million more than estimated, primarily due to investment returns. Income from investments is \$156.9 million higher than projected. The FY 2010 budget reflects conservative estimates based in part on FY 2008 and FY 2009 actual experience when investment losses were incurred. FY 2010 expenditures were also lower. As fewer employees retired in FY 2009 and FY 2010, retiree payments decreased by \$8.9 million. Due to the timing of the FY 2010 Final Budget Review, final transactions from investment activities and the related changes will be included in the FY 2011 Midyear Budget Review.

SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND

The FY 2010 ending balance for the Other Post Employment Benefits Trust fund is \$21.2 million, which is \$3.2 million more than estimated. The greater than anticipated ending balance is primarily the result of higher than projected investment gains. Due to the timing of the FY 2010 Final Budget Review, final transactions from investment activities and the related changes will be included in the FY 2011 Midyear Budget Review.

SCHOOL OPERATING FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, July 1:						
Budgeted Beginning Balance	\$ 28,000,000	\$ 28,000,000	\$ -	\$ 53,500,000	\$ 53,500,000	\$ -
Flexibility Reserve	8,000,000	8,000,000	-	-	8,000,000	8,000,000
Undelivered Orders	39,086,181	39,086,181	-	-	57,485,418	57,485,418
Automatic Carryover	15,668,117	15,668,117	-	-	31,456,521	31,456,521
Unencumbered Carryover	3,415,561	3,415,561	-	-	5,341,847	5,341,847
Grants Carryover	43,635	43,635	-	-	4,918	4,918
Available Balance	23,904,340	23,904,340	-	-	33,857,585	33,857,585
Total Beginning Balance	\$ 118,117,834	\$ 118,117,834	\$ -	\$ 53,500,000	\$ 189,646,289	\$ 136,146,289
RECEIPTS:						
Sales Tax	\$ 141,879,545	\$ 143,679,545	\$ 1,800,000	\$ 140,077,108	\$ 140,077,108	\$ -
State Aid	268,704,218	255,390,769	(13,313,449)	293,159,003	293,159,003	-
Federal Aid	90,977,631	87,380,964	(3,596,667)	67,871,188	87,495,147	19,623,959
City of Fairfax Tuition	35,114,599	34,755,136	(359,463)	35,433,040	35,433,040	-
Tuition, Fees, and Other	12,572,550	18,905,033	6,332,483	15,795,372	15,795,372	-
Total Receipts	\$ 549,248,543	\$ 540,111,447	\$ (9,137,096)	\$ 552,335,711	\$ 571,959,670	\$ 19,623,959
TRANSFERS IN:						
Combined County General Fund	\$ 1,626,600,722	\$ 1,626,600,722	\$ 0	\$ 1,610,334,722	\$ 1,610,334,722	\$ -
Total Receipts & Transfers	\$ 2,175,849,265	\$ 2,166,712,169	\$ (9,137,096)	\$ 2,162,670,433	\$ 2,182,294,392	\$ 19,623,959
Total Funds Available	\$ 2,293,967,099	\$ 2,284,830,003	\$ (9,137,096)	\$ 2,216,170,433	\$ 2,371,940,681	\$ 155,770,248
EXPENDITURES:						
School Board Reserve	\$ 2,198,246,417	\$ 2,060,963,032	\$ (137,283,385)	\$ 2,139,489,845	\$ 2,238,545,638	\$ 99,055,793
School Board Reserve	8,000,000	-	(8,000,000)	-	8,000,000	8,000,000
Total Expenditures	2,206,246,417	2,060,963,032	(145,283,385)	2,139,489,845	2,246,545,638	107,055,793
TRANSFERS OUT:						
School Construction Fund	\$ 8,684,077	\$ 8,684,077	\$ -	\$ 10,146,149	\$ 10,126,150	\$ (19,999)
Grants & Self-Supporting Fund	20,802,445	20,802,445	-	14,367,709	14,367,709	-
Adult & Community Education Fund	958,836	958,836	-	400,000	400,000	-
Consolidated County & School Debt Fund	3,775,323	3,775,323	-	3,773,723	3,773,723	-
Total Transfers Out	\$ 34,220,682	\$ 34,220,682	\$ -	\$ 28,687,581	\$ 28,667,582	\$ (19,999)
Total Disbursements	\$ 2,240,467,099	\$ 2,095,183,714	\$ (145,283,385)	\$ 2,168,177,426	\$ 2,275,213,220	\$ 107,035,794
ENDING BALANCE, JUNE 30	\$ 53,500,000	\$ 189,646,289	\$ 136,146,289	\$ 47,993,007	\$ 96,727,461	\$ 48,734,454
VRS Reserve	\$ -	\$ -	\$ -	\$ 44,993,007	\$ 44,993,007	\$ -
Employee Compensation Reserve	\$ -	\$ -	\$ -	\$ 3,000,000	\$ 3,000,000	\$ -
Less:						
Flexibility Reserve	\$ -	\$ 8,000,000	\$ 8,000,000	\$ -	\$ -	\$ -
Budgeted Beginning Balance	53,500,000	53,500,000	-	-	35,000,000	35,000,000
SFSF Carryover	-	-	-	-	13,734,454	13,734,454
Other Commitments	-	94,288,704	94,288,704	-	-	-
Available Ending Balance	\$ -	\$ 33,857,585	\$ 33,857,585	\$ -	\$ -	\$ -

FOOD AND NUTRITION SERVICES FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 10,870,140	\$ 10,870,140	\$ -	\$ 11,281,198	\$ 15,850,805	\$ 4,569,607
RECEIPTS:						
Food Sales	\$ 46,994,378	\$ 47,212,848	\$ 218,470	\$ 49,038,246	\$ 49,038,246	\$ -
Federal Aid	20,740,038	24,116,054	3,376,016	21,756,710	21,756,710	-
State Aid	815,112	776,918	(38,194)	805,500	805,500	-
Other Revenue	260,000	58,549	(201,451)	135,549	135,549	-
Total Receipts	\$ 68,809,528	\$ 72,164,370	\$ 3,354,842	\$ 71,736,004	\$ 71,736,004	\$ -
Total Funds Available	\$ 79,679,668	\$ 83,034,510	\$ 3,354,842	\$ 83,017,202	\$ 87,586,809	\$ 4,569,607
EXPENDITURES:	\$ 68,398,470	\$ 67,400,853	\$ (997,617)	\$ 74,186,332	\$ 74,186,332	\$ -
Change in Inventory	-	(217,148)	(217,148)	-	-	-
Subtotal	\$ 68,398,470	\$ 67,183,705	\$ (1,214,765)	\$ 74,186,332	\$ 74,186,332	\$ -
Food and Nutrition Services General Reserve	\$ 11,281,198	\$ -	\$ (11,281,198)	\$ 8,830,870	\$ 13,400,477	\$ 4,569,607
Total Disbursements	\$ 79,679,668	\$ 67,183,705	\$ (12,495,963)	\$ 83,017,202	\$ 87,586,809	\$ 4,569,607
ENDING BALANCE, JUNE 30	\$ -	\$ 15,850,805	\$ 15,850,805	\$ -	\$ -	\$ -
Less:						
Undelivered Orders	\$ -	\$ 376,229	\$ 376,229	\$ -	\$ -	\$ -
Inventory	-	1,711,159	1,711,159	-	-	-
Available Ending Balance	\$ -	\$ 13,763,417	\$ 13,763,417	\$ -	\$ -	\$ -

GRANTS & SELF-SUPPORTING PROGRAMS FUND

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 5,837,182	\$ 5,837,182	\$ -	\$ 1,317,804	\$ 13,703,353	\$ 12,385,549
RECEIPTS:						
State Aid	\$ 16,395,873	\$ 14,922,551	\$ (1,473,322)	\$ 9,801,859	\$ 10,003,226	\$ 201,367
Federal Aid	52,274,579	35,807,881	(16,466,698)	42,746,699	54,048,875	11,302,176
Tuition	2,194,913	1,928,424	(266,489)	2,034,042	2,034,042	-
Industry, Foundation, Other	853,548	1,495,639	642,091	26,421	26,421	-
Total Receipts	\$ 71,718,913	\$ 54,154,495	\$ (17,564,418)	\$ 54,609,021	\$ 66,112,564	\$ 11,503,543
TRANSFERS IN:						
School Operating Fund (Grants)	\$ 8,865,952	\$ 8,865,952	\$ -	\$ 8,865,952	\$ 8,865,952	\$ -
School Operating Fund (Summer School)	11,936,493	11,936,493	-	5,501,757	5,501,757	-
Cable Communications Fund	2,386,548	2,386,548	-	2,517,729	2,517,729	-
Total Transfers In	\$ 23,188,993	\$ 23,188,993	\$ -	\$ 16,885,438	\$ 16,885,438	\$ -
Total Funds Available	\$ 100,745,088	\$ 83,180,670	\$ (17,564,418)	\$ 72,812,263	\$ 96,701,355	\$ 23,889,092
EXPENDITURES	\$ 100,745,088	\$ 69,477,317	\$ (31,267,771)	\$ 72,812,263	\$ 96,701,355	\$ 23,889,092
ENDING BALANCE, JUNE 30	\$ -	\$ 13,703,353	\$ 13,703,353	\$ -	\$ -	\$ -
Less:						
Undelivered Orders	\$ -	\$ 1,558,897	\$ 1,558,897	\$ -	\$ -	\$ -
Available Ending Balance	\$ -	\$ 12,144,456	\$ 12,144,456	\$ -	\$ -	\$ -

ADULT & COMMUNITY EDUCATION FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 904,751	\$ 904,751	\$ -	\$ 169,816	\$ 950,183	\$ 780,367
RECEIPTS:						
State Aid	\$ 737,891	\$ 747,012	\$ 9,121	\$ 691,778	\$ 691,778	\$ -
Federal Aid	731,215	808,753	77,538	631,216	631,216	-
Tuition and Fees	8,045,410	6,693,912	(1,351,498)	8,343,313	8,343,313	-
Other	549,668	411,932	(137,736)	332,552	332,552	-
Total Receipts	<u>\$ 10,064,184</u>	<u>\$ 8,661,609</u>	<u>\$ (1,402,575)</u>	<u>\$ 9,998,859</u>	<u>\$ 9,998,859</u>	<u>\$ -</u>
TRANSFERS IN:						
School Operating Fund	\$ 958,836	\$ 958,836	\$ -	\$ 400,000	\$ 400,000	\$ -
Total Transfers In	<u>\$ 958,836</u>	<u>\$ 958,836</u>	<u>\$ -</u>	<u>\$ 400,000</u>	<u>\$ 400,000</u>	<u>\$ -</u>
Total Receipts and Transfers	\$ 11,023,020	\$ 9,620,445	\$ (1,402,575)	\$ 10,398,859	\$ 10,398,859	\$ -
Total Funds Available	\$ 11,927,771	\$ 10,525,196	\$ (1,402,575)	\$ 10,568,675	\$ 11,349,042	\$ 780,367
EXPENDITURES	\$ 11,927,771	\$ 9,575,013	\$ (2,352,758)	\$ 10,568,675	\$ 11,349,042	\$ 780,367
ENDING BALANCE, JUNE 30	\$ -	\$ 950,183	\$ 950,183	\$ -	\$ -	\$ -
Less:						
Budgeted Beginning Balance	\$ -	\$ 169,816	\$ 169,816	\$ -	\$ -	\$ -
Undelivered Orders	-	1,532	1,532	-	-	-
Available Ending Balance	<u>\$ -</u>	<u>\$ 778,835</u>	<u>\$ 778,835</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

SCHOOL CONSTRUCTION FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 36,763,861	\$ 36,763,861	\$ -	\$ -	\$ 94,301,293	\$ 94,301,293
RECEIPTS:						
General Obligation Bonds	\$ 155,000,000	\$ 155,000,000	\$ -	\$ 155,000,000	\$ 155,000,000	\$ -
State Construction Grant	-	-	-	-	-	-
City of Fairfax	150,000	97,012	(52,988)	150,000	150,000	-
Miscellaneous Revenue	36,000	1,524,135	1,488,135	36,000	36,000	-
PTA/PTO Donations	150,000	408,597	258,597	150,000	150,000	-
Other Donations	100,000	1,219,999	1,119,999	100,000	100,000	-
Total Receipts	\$ 155,436,000	\$ 158,249,743	\$ 2,813,743	\$ 155,436,000	\$ 155,436,000	\$ -
AUTHORIZED BUT UNISSUED BONDS	\$ 333,495,053	\$ -	\$ (333,495,053)	\$ -	\$ 315,316,986	\$ 315,316,986
Total Referendums	\$ 333,495,053	\$ -	\$ (333,495,053)	\$ -	\$ 315,316,986	\$ 315,316,986
TRANSFERS IN:						
School Operating Fund						
Building Maintenance	\$ 6,449,030	\$ 6,449,030	\$ -	\$ 6,449,030	\$ 6,449,030	\$ -
Classroom Equipment	1,828,202	1,828,202	-	3,097,119	3,097,119	-
Facility Modifications	406,845	406,845	-	600,000	580,001	(19,999)
Total Transfers In	\$ 8,684,077	\$ 8,684,077	\$ -	\$ 10,146,149	\$ 10,126,150	\$ (19,999)
Total Receipts and Transfers	\$ 497,615,130	\$ 166,933,820	\$ (330,681,310)	\$ 165,582,149	\$ 480,879,136	\$ 315,296,987
Total Funds Available	\$ 534,378,991	\$ 203,697,681	\$ (330,681,310)	\$ 165,582,149	\$ 575,180,429	\$ 409,598,280
EXPENDITURES AND COMMITMENTS:						
Expenditures	\$ 200,883,938	\$ 109,396,388	\$ (91,487,550)	\$ 165,582,149	\$ 259,863,443	\$ 94,281,294
Additional Contractual Commitments	333,495,053	-	(333,495,053)	-	315,316,986	315,316,986
Total Disbursements	\$ 534,378,991	\$ 109,396,388	\$ (424,982,603)	\$ 165,582,149	\$ 575,180,429	\$ 409,598,280
ENDING BALANCE, JUNE 30	\$ -	\$ 94,301,293	\$ 94,301,293	\$ -	\$ -	\$ -

SCHOOL INSURANCE FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 27,605,581	\$ 27,605,581	\$ -	\$ 27,218,288	\$ 27,901,440	\$ 683,152
RECEIPTS:						
Workers' Compensation						
School Operating Fund	\$ 7,275,947	\$ 7,275,947	\$ -	\$ 7,926,080	\$ 7,926,080	\$ -
School Food & Nutrition Serv. Fund	277,166	277,166	-	277,166	277,166	-
Other Insurance						
School Operating Fund	4,463,682	4,463,682	-	4,468,127	4,468,127	-
Insurance Proceeds/ Rebates	50,000	141,721	91,721	50,000	50,000	-
Total Receipts	\$ 12,066,795	\$ 12,158,516	\$ 91,721	\$ 12,721,373	\$ 12,721,373	\$ -
Total Funds Available	\$ 39,672,376	\$ 39,764,098	\$ 91,721	\$ 39,939,661	\$ 40,622,813	\$ 683,152
EXPENDITURES:						
Workers' Compensation						
Claims Paid	\$ 6,533,961	\$ 5,894,657	\$ (639,304)	\$ 6,648,961	\$ 5,748,961	\$ (900,000)
Administration	655,707	561,160	(94,547)	837,525	600,000	(237,525)
Claims Management	600,000	735,424	135,424	650,000	750,000	100,000
Other Insurance	6,320,511	4,671,417	(1,649,094)	5,855,444	5,855,444	-
Allocated Reserves	4,735,027	-	(4,735,027)	5,120,561	4,918,559	(202,002)
Subtotal Expenditures	\$ 18,845,206	\$ 11,862,658	\$ (6,982,548)	\$ 19,112,490	\$ 17,872,964	\$ (1,239,526)
ENDING BALANCE, JUNE 30	\$ 20,827,171	\$ 27,901,440	\$ 7,074,269	\$ 20,827,171	\$ 22,749,849	\$ 1,922,678
Restricted Reserves						
Workers Comp Accrued Liability	\$ 18,088,000	\$ 19,426,073	\$ 1,338,073	\$ 18,088,000	\$ 19,426,073	\$ 1,338,073
Other Insurance Accrued Liability	2,739,171	3,323,776	584,605	2,739,171	3,323,776	584,605
Allocated Reserves	-	5,151,591	5,151,591	-	-	-
Total Reserves	\$ 20,827,171	\$ 27,901,440	\$ 7,074,269	\$ 20,827,171	\$ 22,749,849	\$ 1,922,678

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND STATEMENT

	<u>FY 2010</u> <u>Estimate</u>	<u>FY 2010</u> <u>Actual</u>	<u>Variance</u>	<u>FY 2011</u> <u>Approved</u>	<u>FY 2011</u> <u>Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 51,971,268	\$ 51,971,268	\$ -	\$ 52,446,696	\$ 49,228,887	\$ (3,217,808)
RECEIPTS:						
Employer Contributions	\$ 166,711,271	\$ 162,625,702	\$ (4,085,569)	\$ 174,935,211	\$ 174,935,211	\$ -
Employee Contributions	48,050,677	47,866,266	(184,411)	50,341,073	50,341,073	-
Retiree/Other Contributions	33,530,640	35,641,415	2,110,775	35,566,516	35,566,516	-
Medicare Part D	2,400,000	3,225,379	825,379	2,400,000	2,400,000	-
Interest Income/ Rebates	2,936,000	2,772,894	(163,107)	4,260,479	4,260,479	-
Subtotal	\$ 253,628,589	\$ 252,131,656	\$ (1,496,933)	\$ 267,503,279	\$ 267,503,279	\$ -
Flexible Accounts Withholdings	\$ 6,200,000	\$ 6,658,194	\$ 458,194	\$ 6,449,893	\$ 6,449,893	\$ -
Total Receipts	\$ 259,828,589	\$ 258,789,849	\$ (1,038,740)	\$ 273,953,172	\$ 273,953,172	\$ -
Total Funds Available	\$ 311,799,857	\$ 310,761,117	\$ (1,038,740)	\$ 326,399,867	\$ 323,182,059	\$ (3,217,808)
EXPENDITURES/PAYMENTS:						
Health Benefits Paid	\$ 181,140,911	\$ 193,669,889	\$ 12,528,978	\$ 205,900,000	\$ 205,900,000	\$ -
Premiums Paid	57,620,278	49,957,638	(7,662,640)	52,800,000	52,800,000	-
Claims Incurred but not Reported (IBNR)	17,157,000	17,325,000	168,000	16,886,697	16,886,697	-
IBNR Prior Year Credit	(16,114,000)	(16,030,000)	84,000	(16,030,000)	(16,030,000)	-
Health Administrative Expenses	13,231,972	9,881,791	(3,350,181)	10,817,541	10,817,541	-
Subtotal	\$ 253,036,161	\$ 254,804,318	\$ 1,768,157	\$ 270,374,239	\$ 270,374,239	\$ -
Flexible Accounts Reimbursement	\$ 6,200,000	\$ 6,604,427	\$ 404,427	\$ 6,404,575	\$ 6,404,575	\$ -
FSA Administrative Expenses	117,000	123,484	6,484	121,000	121,000	-
Subtotal	\$ 6,317,000	\$ 6,727,911	\$ 410,911	\$ 6,525,575	\$ 6,525,575	\$ -
Premium Stabilization Reserve	\$ 52,446,696	\$ -	\$ (52,446,696)	\$ 49,500,053	\$ 46,282,245	\$ (3,217,808)
Total Expenditures	\$ 311,799,857	\$ 261,532,230	\$ (50,267,627)	\$ 326,399,867	\$ 323,182,059	\$ (3,217,808)
ENDING BALANCE, JUNE 30	\$ -	\$ 49,228,887	\$ 49,228,887	\$ -	\$ -	\$ -

SCHOOL CENTRAL PROCUREMENT FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 718,372	\$ 718,373	\$ 1	\$ 718,372	\$ 387,612	\$ (330,760)
RECEIPTS:						
Sales to Schools/Departments	\$ 14,000,000	\$ 11,023,393	\$ (2,976,607)	\$ 14,000,000	\$ 14,000,000	\$ -
Total Funds Available	<u>\$ 14,718,372</u>	<u>\$ 11,741,766</u>	<u>\$ (2,976,606)</u>	<u>\$ 14,718,372</u>	<u>\$ 14,387,612</u>	<u>\$ (330,760)</u>
EXPENDITURES:						
Purchase for Resale	\$ 14,000,000	\$ 11,354,154	\$ (2,645,846)	\$ 14,000,000	\$ 14,000,000	\$ -
Total Disbursements	<u>\$ 14,000,000</u>	<u>\$ 11,354,154</u>	<u>\$ (2,645,846)</u>	<u>\$ 14,000,000</u>	<u>\$ 14,000,000</u>	<u>\$ -</u>
ENDING BALANCE, JUNE 30	<u>\$ 718,372</u>	<u>\$ 387,612</u>	<u>\$ (330,760)</u>	<u>\$ 718,372</u>	<u>\$ 387,612</u>	<u>\$ (330,760)</u>

**EDUCATIONAL EMPLOYEES' SUPPLEMENTARY
RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND STATEMENT**

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 1,441,366,143	\$ 1,441,366,143	\$ -	\$ 1,477,410,082	\$ 1,642,930,286	\$ 165,520,204
RECEIPTS:						
Contributions	\$ 86,150,000	\$ 85,908,556	\$ (241,444)	\$ 97,647,288	\$ 97,647,288	\$ -
Investment Income	117,669,000	274,554,002	156,885,002	126,626,000	126,626,000	-
Total Receipts	<u>\$ 203,819,000</u>	<u>\$ 360,462,558</u>	<u>\$ 156,643,558</u>	<u>\$ 224,273,288</u>	<u>\$ 224,273,288</u>	<u>\$ -</u>
Total Funds Available	\$ 1,645,185,143	\$ 1,801,828,701	\$ 156,643,558	\$ 1,701,683,369	\$ 1,867,203,573	\$ 165,520,204
EXPENDITURES	\$ 167,775,061	\$ 158,898,415	\$ (8,876,646)	\$ 175,033,726	\$ 175,033,726	\$ -
ENDING BALANCE, JUNE 30	<u>\$ 1,477,410,082</u>	<u>\$ 1,642,930,286</u>	<u>\$ 165,520,204</u>	<u>\$ 1,526,649,643</u>	<u>\$ 1,692,169,847</u>	<u>\$ 165,520,204</u>

SCHOOL OPEB TRUST FUND STATEMENT

	<u>FY 2010 Estimate</u>	<u>FY 2010 Actual</u>	<u>Variance</u>	<u>FY 2011 Approved</u>	<u>FY 2011 Revised</u>	<u>Variance</u>
BEGINNING BALANCE, JULY 1	\$ 17,520,320	\$ 17,520,320	\$ -	\$ 17,995,320	\$ 21,170,085	\$ 3,174,765
REVENUE:						
Employer Contributions	\$ 26,000,000	\$ 27,664,000	\$ 1,664,000	\$ 45,663,000	\$ 45,663,000	\$ -
Net Investment Income	485,000	3,704,440	3,219,440	2,500,000	2,500,000	-
Total Revenue	<u>\$ 26,485,000</u>	<u>\$ 31,368,440</u>	<u>\$ 4,883,440</u>	<u>\$ 48,163,000</u>	<u>\$ 48,163,000</u>	<u>\$ -</u>
TOTAL FUNDS AVAILABLE	\$ 44,005,320	\$ 48,888,760	\$ 4,883,440	\$ 66,158,320	\$ 69,333,085	\$ 3,174,765
EXPENDITURES	\$ 26,010,000	\$ 27,718,675	\$ 1,708,675	\$ 30,723,000	\$ 30,723,000	\$ -
ENDING BALANCE, JUNE 30	<u>\$ 17,995,320</u>	<u>\$ 21,170,085</u>	<u>\$ 3,174,765</u>	<u>\$ 35,435,320</u>	<u>\$ 38,610,085</u>	<u>\$ 3,174,765</u>

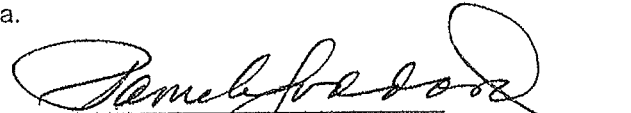
**SUPPLEMENTAL APPROPRIATION RESOLUTION
FY 2011**

BE IT RESOLVED that the Fairfax County School Board requests the county Board of Supervisors to amend the FY 2011 Appropriation Resolution for the following School Board funds:

<u>Fund</u>	<u>Fund Name</u>	<u>From</u>	<u>To</u>	<u>Change</u>
090	Public Schools Operating Operating Expenditures	\$2,153,563,115	\$2,246,545,638	\$92,982,523
191	School Food & Nutrition Services Operating Expenditures	\$83,017,202	\$87,586,809	\$4,569,607
192	School Grants & Self-Supporting Operating Expenditures	\$70,894,825	\$96,701,355	\$25,806,530
193	School Adult & Community Education Operating Expenditures	\$10,952,394	\$11,349,042	\$396,648
390	School Construction Operating Expenditures	\$165,582,149	\$575,180,429	\$409,598,280
590	Public Schools Insurance Fund Operating Expenditures	\$19,112,490	\$17,872,964	(\$1,239,526)
591	School Health and Flexible Benefits Trust Fund Operating Expenditures	\$326,399,867	\$323,182,059	(\$3,217,808)
592	Central Procurement Fund Operating Expenditures	\$14,000,000	\$14,000,000	\$0
691	School Educational Employees' Supplementary Retirement System Trust Fund Operating Expenditures	\$175,427,520	\$175,033,726	(\$393,794)
692	School Other Post Employment Benefits Trust Fund Operating Expenditures	\$26,047,000	\$30,723,000	\$4,676,000

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2010 Final Budget Review, at a regular meeting held on July 22, 2010, at Luther Jackson Middle School, Falls Church, Virginia.

8/10/10
Date


Pamela Goddard, Clerk
County School Board of
Fairfax County, Virginia

**FISCAL PLANNING RESOLUTION
FY 2011**


BE IT RESOLVED that the Fairfax County School Board requests the county Board of Supervisors to amend the FY 2011 Fiscal Planning Resolution for the following School Board funds:

<u>Fund</u>	<u>Fund Name</u>	<u>Transfer To</u>	<u>From</u>	<u>To</u>	<u>Change</u>
090	Public Schools Operating				
		192 School Grants & Self Supporting	\$14,367,709	\$14,367,709	\$0
		193 School Adult & Community Education	\$400,000	\$400,000	\$0
		200/201 Consolidated Debt Service	\$3,775,323	\$3,773,723	\$1,600
		390 School Construction	\$10,146,149	\$10,126,150	(\$19,999)

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2010 Final Budget Review, at a regular meeting held on July 22, 2010, at Luther Jackson Middle School, Falls Church, Virginia.

8/10/10

Date


Pamela Goddard, Clerk
County School Board of
Fairfax County, Virginia

**Grants Development
Office of Budget Services**

**Quarterly Report
Date: June 30, 2010**

Update for FY 2010 Grants

This report provides the status of competitive grants for FY 2010:

- Competitive grants submitted: \$9.9 million (38 grants)
- Competitive grants awarded: \$2.4 million (23 grants)*
- Competitive grants denied: \$1.9 million (3 grants)
- Competitive grants pending: \$5.5 million (12 grants)

This report provides the status of ARRA grants for FY 2010:

- ARRA grants submitted: \$58.6 million (9 grants)
- ARRA grants awarded: \$58.6 million (8 grants)
- ARRA grants denied: \$0 million (0 grants)
- ARRA grants pending: \$.05 million (1 grant)

The status of FY 2010 entitlement grants is as follows:

- Entitlement grants submitted: \$100.3 million (31 grants)
- Entitlement grants awarded: \$61.1 million (19 grants)
- Entitlement grants pending: \$39.2 million (12 grants)

*3 awarded grants received funding at amounts different than that requested for a total difference of \$0.1 million.

Update for FY 2009 Grants

The following information is an update of the FY 2009 competitive grants:

- Competitive grants submitted: \$6.1 million (59 grants)
- Competitive grants awarded: \$2.6 million (41 grants)**
- Competitive grants denied: \$2.8 million (18 grants)
- Competitive grants pending: \$0 million (0 grants)

**9 awarded grants were funded at amounts different than that requested for a total difference of \$0.7 million.