

# 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 2013, 2015, and 2017 bond referenda support capital construction projects in this fund.

In FY 2019, progress will continue on the school bond referendum projects and projects funded by Fund S10000, School Operating. Major projects for FY 2019 include facility modifications, building maintenance, renovations, capacity enhancement, and infrastructure management.

It should be noted that the following fund statement reflects the FY 2019 Fairfax County Public Schools Superintendent's Proposed Budget, which was released on January 11, 2018. It included level funding of \$13,100,000 from the County General Fund transfer and \$155 million in School bond sales. All financial schedules included in the County's FY 2019 Advertised Budget Plan reflect a one-time 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 an assumed increase of \$25 million in school bond sale capacity – from \$155 to \$180 million – beginning in FY 2019, which would require an additional \$2.5 million in annual debt requirements in FY 2020. If an increase to School bond sales is approved by the Board of Supervisors, it is anticipated that the FY 2020 transfer to School Construction would return to its previous level and School Debt Service support would increase. In addition, it should be noted that as part of their discussions on the FY 2019-2023 Capital Improvement Program on January 25, 2018, the School Board requested a \$50 million increase in School bond capacity to \$205 million. The final bond sale level will be approved by the Board of Supervisors after discussions with the School Board.

# Fund S31000 Public School Construction

## FUND STATEMENT

### Fund S31000, Public School Construction

	FY 2017 Actual	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan <sup>1</sup>	FY 2019 Superintendent's Proposed
<b>Beginning Balance</b>	<b>\$41,328,563</b>	<b>\$0</b>	<b>\$30,754,380</b>	<b>\$0</b>
Reserves:				
Reserve for Turf Replacement	\$1,408,603	\$1,628,220	\$1,489,621	\$1,599,091
<b>Total Reserve</b>	<b>\$1,408,603</b>	<b>\$1,628,220</b>	<b>\$1,489,621</b>	<b>\$1,599,091</b>
Revenue:				
Sale of Bonds <sup>2</sup>	\$155,000,000	\$155,000,000	\$155,000,000	\$155,000,000
Federal Revenue	6,820,607	0	870,538	0
TJHSST Tuition- Capital Costs	645,014	800,000	800,000	800,000
Fairfax City	47,560	20,000	20,000	20,000
Miscellaneous Revenue	6,567,645	286,000	286,000	286,000
Synthetic Turf Field Replacement	663,093	0	0	0
Turf Field Replacement Reserve	418,159	0	345,520	358,442
<b>Subtotal Revenue</b>	<b>\$170,162,078</b>	<b>\$156,106,000</b>	<b>\$157,322,058</b>	<b>\$156,464,442</b>
Initiated Projects But Unissued Bonds	\$0	\$0	\$187,197,496	\$0
<b>Total Revenue<sup>3</sup></b>	<b>\$170,162,078</b>	<b>\$156,106,000</b>	<b>\$344,519,554</b>	<b>\$156,464,442</b>
Transfers In:				
School Operating Fund (S10000)				
Building Maintenance	\$10,000,000	\$6,449,030	\$10,000,000	\$6,449,030
Classroom Equipment	0	1,951,233	1,951,233	562,988
Facility Modifications	600,000	600,000	600,000	600,000
Synthetic Turf Field Replacement	0	983,084	983,084	983,084
Infrastructure Sinking Reserve	305,774	0	0	0
County General Fund (10001)				
Joint BOS/SB Infrastructure Sinking Reserve	13,100,000	13,100,000	13,100,000	13,100,000
<b>Total Transfers In</b>	<b>\$24,005,774</b>	<b>\$23,083,347</b>	<b>\$26,634,317</b>	<b>\$21,695,102</b>
<b>Total Available</b>	<b>\$236,905,018</b>	<b>\$180,817,567</b>	<b>\$403,397,872</b>	<b>\$179,758,635</b>
Expenditures:				
Subtotal Expenditures	\$204,661,017	\$179,189,347	\$214,601,285	\$177,328,018
Contractual Commitments	0	0	187,197,496	0
<b>Total Expenditures<sup>3</sup></b>	<b>\$204,661,017</b>	<b>\$179,189,347</b>	<b>\$401,798,781</b>	<b>\$177,328,018</b>
<b>Total Disbursements</b>	<b>\$204,661,017</b>	<b>\$179,189,347</b>	<b>\$401,798,781</b>	<b>\$177,328,018</b>
<b>Ending Balance</b>	<b>\$32,244,001</b>	<b>\$1,628,220</b>	<b>\$1,599,091</b>	<b>\$2,430,617</b>
Reserves:				
Reserve for Turf Replacement	\$1,489,621	\$1,628,220	\$1,599,091	\$2,430,617
<b>Available Ending Balance</b>	<b>\$30,754,380</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

# Fund S31000

## Public School Construction

---

<sup>1</sup>The *FY 2018 Revised Budget Plan* reflects adjustments adopted by the Fairfax County School Board on December 14, 2017 during the *FY 2018 Midyear Review*. The Fairfax County School Board adjustments will be officially reflected in the County's *FY 2018 Third Quarter Review*, which will be acted on by the Board of Supervisors on April 24, 2018.

<sup>2</sup>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 \$609,251,000 in authorized but unissued school bonds.

<sup>3</sup>In order to account for revenue and expenditures in the proper fiscal year, audit adjustments in the amount of \$679,179 have been reflected as an increase to FY 2017 revenues and audit adjustments in the amount of \$284,756 have been reflected as an increase to FY 2017 expenditures. Details of the audit adjustments will be included in the FY 2018 Third Quarter package.