

**ATTACHMENT C:**

**FCPS FY 2021 FINAL BUDGET REVIEW AND  
APPROPRIATION RESOLUTIONS**

**(This attachment reflects staff's recommendations  
to the School Board on July 15, 2021.)**

**Subject:** FY 2021 Final Budget Review

**Staff Contact:** Leigh Burden, assistant superintendent, Department of Financial Services

**Other Staff Present:** Marty Smith, chief operating officer  
Alice Wigington, director, Office of Budget Services

**Meeting Category:** August 26, 2021 Regular Meeting

**School Board Action Required:** Decision

**Ignite Link:** Goal 4 - Resource Stewardship

**Summary/Background (Key Points):**

All the FY 2021 accounts have been closed subject to the annual audit. A summary of the revenue and expenditure variances is provided for each of the nine funds. All comparisons are against the FY 2021 Revised Budget.

In the School Operating Fund, after accounting for the revenue and expenditure variances and the School Board flexibility reserve, fuel contingency, and commitments and carryover, funds available total \$82.1 million.

Revenue variances begin on page one of the agenda attachment. FY 2021 actual total funds available are \$16.6 million less, or 0.5 percent, than the FY 2021 Revised Budget. State Aid for FY 2021 totals \$543.7 million, which is \$37.8 million less than budgeted, and sales tax receipts total \$235.4 million, \$43.9 million more than budgeted. Federal revenue totals \$92.8 million, which is \$8.4 million less than budgeted primarily due to the unspent multiyear grant awards that will be carried forward and reappropriated in FY 2022. Other revenue receipts, including tuition, fees, other service charges, and miscellaneous revenue, are \$14.4 million less than the third quarter estimate.

Excluding grants, the expenditure variance on page two of the agenda attachment totals \$89.8 million. The expenditure variance is 2.8 percent of the FY 2021 Revised Budget total disbursements and is attributed to \$68.9 million from salaries and employee benefits resulting from additional turnover and vacancy and \$20.9 million from utilities and fuel as a result of the pandemic. Multiyear unspent federal grant funds of \$9.0 million are carried forward and reappropriated for FY 2022.

As a result of the revenue and expenditure variances, available funds total \$82.1 million. This agenda item includes recommendations for FY 2022 expenditure adjustments including \$6.6 million for major maintenance and one-time funding of \$0.6 million to address a shortfall in the Adult and Community Education Fund, \$32.7 million to provide a one-time bonus to current employees, \$3.3 million for staffing reserve, \$12.2 million for instructional resources, \$1.8 million for equipment funding for food services equipment funding, and \$20.6 million set aside for the FY 2023 beginning balance.

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.

**Attachment:**

FY21 Revised Year End Agenda

[FY 2021 Year End Detailed Agenda Item v7 August 24 WS.pdf \(317 KB\)](#)

## Motion & Voting

approve the revenue and expenditure adjustments as detailed in the agenda item.

Motion by Melanie K Meren, second by Tamara D Kaufax.

Final Resolution: Motion Carries

Yes: Ricardy J Anderson, Melanie K Meren, Elaine V Tholen, Tamara D Kaufax, Rachna S Heizer - Vice Chair, Stella Pekarsky - Chair, Laura Jane H Cohen, Karl V Frisch, Karen A Keys-Gamarra, Karen Corbett Sanders

No: Megan McLaughlin

Abstain: Abrar Omeish

	<u><b>AMOUNT</b></u>
<b>I. FY 2021 ACTUAL REVENUE</b> (as compared to the FY 2021 Revised Budget)	
<b>A. State Revenue</b>	<b>\$6,161,038</b>
As compared to the FY 2021 Revised Budget, State Revenue reflects a net increase of \$6.2 million due to a \$43.9 million increase in the sales tax projection, offset by a decrease in State Aid of \$37.8 million. This is due to actual average daily membership (ADM) being lower than projected, resulting in less revenue in Basic Aid, the primary component of State Aid.	
<b>B. Federal Revenue</b>	<b>(8,400,922)</b>
As compared to the FY 2021 Revised Budget, federal revenue reflects a net decrease of \$8.4 million, primarily due to:	
1. Unspent, multiyear grant awards (item II.B) that will be carried forward and reappropriated for FY 2022 (items III.C. and IV.A.) totaling \$9.0 million, primarily from the Individuals with Disabilities Education Act (IDEA) and Coronavirus Aid, Relief, and Economic Security (CARES) Act.	
2. Actual receipts from other federal revenue are \$0.6 million more than budgeted primarily due to Impact Aid offset by a decrease in e-Rate revenue.	
<b>C. Tuition, Fees, and Other</b>	<b>(14,382,131)</b>
Based on actual receipts, other revenue categories including tuition, fees, and miscellaneous revenue, reflect a net decrease of \$14.4 million. Due to the impact from the pandemic, the decrease results primarily from community use revenue, school fees such as field trips and parking fees, tuition from other jurisdictions, and City of Fairfax tuition.	
<b>TOTAL FY 2021 REVENUE VARIANCE</b>	<b><u>(\$16,622,015)</u></b>

**AMOUNT   POSITION**

**II. FY 2021 ACTUAL EXPENDITURES**  
(as compared to the FY 2021 Revised Budget)

**A. Total Expenditures** **(\$89,772,403)**   **(0.0)**

Expenditures, excluding unspent multiyear grant awards (item II.B.), are \$89.8 million less than projected after funding the following:

- |  |                |
|--|----------------|
| 1. School Board Flexibility Reserve    | \$8.0 million  |
| 2. Fuel Contingency                    | \$2.0 million  |
| 3. Outstanding Encumbered Obligations  | \$38.8 million |
| 4. School/Multiyear Projects Carryover | \$61.4 million |
| 5. Department Critical Needs Carryover | \$14.9 million |

The expenditure variance totals 2.8 percent of the revised budget and comprises the following:

- |                       |                |
|-----------------------|----------------|
| 1. Salaries           | \$51.4 million |
| 2. Employee Benefits  | \$17.5 million |
| 3. Other Expenditures | \$20.9 million |

The \$68.9 million in salary and benefits variance is mainly attributed to regular contracted personnel (due to higher than budgeted turnover/vacancy), hourly transportation and overtime spending impacted by the pandemic. The \$20.9 million in other expenditures is primarily due to lower utility usage and fuel expenses (also impacted by the pandemic).

**B. Multiyear Grant Funding** **(\$8,975,224)**   **(0.0)**

The total expenditure variance also includes unspent multiyear federal grant award expenditures totaling \$9.0 million. As a result of lower expenditures in the FY 2021 grant year, the corresponding revenue decrease is reflected in item I.B. This multiyear available grant funding (items III.C. and IV.A.) is carried forward and reappropriated to FY 2022

<b>TOTAL FY 2021 ACTUAL EXPENDITURE VARIANCE</b>	<b>(\$98,747,627)</b>	<b>(0.0)</b>
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<b>FY 2021 TOTAL FUNDS AVAILABLE</b>	<b><u>\$82,125,612</u></b>
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**AMOUNT**

**III. FY 2022 REVENUE AND BEGINNING BALANCE ADJUSTMENTS**  
(as compared to the FY 2022 Approved Budget)

<b>X</b>	<b>A. Beginning Balance</b>	<b>\$182,200,877</b>														
	<p>As a result of the adjustments from FY 2021, including the impact of commitments and carryover, the beginning balance for FY 2022 increased by \$182.2 million due to:</p> <table style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 80%;">1. School Board Flexibility Reserve</td> <td style="width: 20%; text-align: right;">\$8.0 million</td> </tr> <tr> <td>2. Fuel Contingency</td> <td style="text-align: right;">\$2.0 million</td> </tr> <tr> <td>3. Identified Investments</td> <td style="text-align: right;">\$50.1 million</td> </tr> <tr> <td>4. Outstanding Encumbered Obligations</td> <td style="text-align: right;">\$38.8 million</td> </tr> <tr> <td>5. School/Multiyear Projects Carryover</td> <td style="text-align: right;">\$61.4 million</td> </tr> <tr> <td>6. Department Critical Needs Carryover</td> <td style="text-align: right;">\$14.9 million</td> </tr> <tr> <td>7. Prior Committed Priorities/Requirements</td> <td style="text-align: right;">\$7.1 million</td> </tr> </table>		1. School Board Flexibility Reserve	\$8.0 million	2. Fuel Contingency	\$2.0 million	3. Identified Investments	\$50.1 million	4. Outstanding Encumbered Obligations	\$38.8 million	5. School/Multiyear Projects Carryover	\$61.4 million	6. Department Critical Needs Carryover	\$14.9 million	7. Prior Committed Priorities/Requirements	\$7.1 million
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6. Department Critical Needs Carryover	\$14.9 million															
7. Prior Committed Priorities/Requirements	\$7.1 million															
<b>X</b>	<b>B. Set Aside for FY 2023 Beginning Balance</b>	<b>20,627,011</b>														
	<p>Available funding of \$20.6 million from FY 2021 year-end is recommended to be set aside as a beginning balance for FY 2023. This results in a decrease of \$9.3 million as compared to the beginning balance included in the FY 2022 Approved Budget.</p>															
<b>X</b>	<b>C. Grants Adjustments</b> <i>(Revenue adjustments are offset by corresponding expenditure adjustments in IV.A.)</i>															
	1. Unspent multiyear federal grant awards from FY 2021 are carried forward to FY 2022.	<b>8,975,224</b>														
	2. Federal grant awards are received after the approved budget is adopted in May. Changes to the following awards are therefore recognized at the final budget review:															
	• The IDEA Parent Resource Center grant award increased by \$15,000 as compared to the FY 2022 Approved Budget.	<b>15,000</b>														
	• The IDEA 611 and 619 funding under the American Rescue Plan (ARP) Fund increased by \$10.1 million as compared to the FY 2022 Approved Budget.	<b>10,113,068</b>														
	<b>FY 2022 REVENUE AND BEGINNING BALANCE ADJUSTMENTS*</b>	<b>\$221,931,179</b>														

\*Does not add due to rounding

**v-Recurring**  
**X-Nonrecurring**

	<u>AMOUNT</u>	<u>POSITION</u>
<b>IV. FY 2022 RECOMMENDED EXPENDITURE ADJUSTMENTS</b>		
<b>X A. Grants Adjustments</b> <i>(Expenditure adjustment is offset by corresponding revenue adjustments in III.C.)</i>		
1. Unspent multiyear federal grant awards from FY 2021 are carried forward to FY 2022. Administrative support for the ESSER II grant is being increased to add a 1.0 grants program manager position and a 0.5 accounting technician position to help manage the daily activities, reporting, and reimbursements requirements.	<b>\$8,975,224</b>	<b>1.5</b>
2. Federal grant awards are received after the approved budget is adopted in May. Changes to the following awards are therefore recognized at the final budget review:		
• The IDEA Parent Resource Center grant award increased by \$15,000 as compared to the FY 2022 Budget Approved Budget.	<b>15,000</b>	<b>0.0</b>
• The IDEA 611 and 619 funding under the American Rescue Plan (ARP) Fund increased by \$10.1 million as compared to the FY 2022 Approved Budget.	<b>10,113,068</b>	<b>0.0</b>
<b>X B. Commitments and Carryover</b>	<b>115,036,876</b>	<b>0.0</b>
<p>Outstanding encumbered obligations, school and multiyear projects carryover, and department critical needs carryover are appropriated in FY 2022.</p> <p>Outstanding encumbered obligations are the result of orders that remain undelivered, or the items have been received, but the invoice has not yet arrived. These are formal documents and move the appropriated funds from one fiscal year to the next.</p> <p>Schools and multiyear projects carryover consist of systemwide multiyear projects, schools automatic balance carryover of 10 percent of their budgets (reduced from 25 percent as a result of the pandemic), selected accounts like band and field trips, and school requests for critical needs funding.</p> <p>Department carryover consists of funding to address budgetary requirements necessary to support strategic priorities.</p>		
1. Outstanding Encumbered Obligations	\$38.8 million	
2. School/Multiyear Projects Carryover	\$61.4 million	
3. Department Critical Needs Carryover	\$14.9 million	

	<u>AMOUNT</u>	<u>POSITION</u>
<b>X C. School Board Flexibility Reserve</b>  Funding of \$8.0 million is maintained for the School Board Flexibility Reserve to meet unforeseen circumstances that occur during the fiscal year. This funding is carried forward to the next fiscal year with School Board approval.	<b>8,000,000</b>	<b>0.0</b>
<b>X D. Fuel Contingency</b>  To align with the County and to address fluctuations in rates, FCPS created a fuel reserve with one-time funding at the FY 2016 Final Budget Review. Funding of \$2.0 million is maintained in the fuel reserve to mitigate rate fluctuations. This is consistent with the County's budgeting process for fuel.	<b>2,000,000</b>	<b>0.0</b>
<b>X E. School Board Initiatives Placeholder</b>  One-time placeholder funding of \$6.0 million previously set aside in School Board initiatives placeholder will be re-directed to support a one-time bonus for current employees.	<b>0.0</b>	<b>0.0</b>
<b>X F. Staffing Reserve</b>  The staffing reserve will increase by \$3.3 million, including 33.0 positions. This represents the restoration of staffing reserve positions that had been eliminated as part of the FY 2022 Approved Budget.	<b>3,280,683</b>	<b>33.0</b>
<b>X G. COVID-19 Response Placeholder</b>  One-time placeholder funding of \$11.3 million previously set aside in a COVID-19 Response Placeholder will be redirected to support a one-time bonus for current employees.	<b>0.0</b>	<b>0.0</b>
<b>v H. Instructional Resources (Textbooks and Basal Instructional Materials)</b>  The FY 2022 Approved Budget included one-time savings of \$12.2 million to defer the curriculum adoption of language arts, from kindergarten through grade 6, and Science for grade 7 and 8. This funding restores \$12.2 million for the adoption of curriculum resources.	<b>12,238,503</b>	<b>0.0</b>
<b>X I. Employee Bonus</b>  Funding of \$32.7 million is included to provide a bonus to current employees. All contracted employees will receive a \$1,000 bonus, and hourly employees will receive a \$500 bonus.	<b>32,733,136</b>	<b>0.0</b>
<b>FY 2022 EXPENDITURE ADJUSTMENTS*</b>	<b>\$192,392,489*</b>	<b>34.5</b>

\*Does not add due to rounding

v-Recurring  
X-Nonrecurring



	<u>AMOUNT</u>	<u>POSITION</u>
<b>V. FY 2022 RECOMMENDED TRANSFERS OUT ADJUSTMENTS</b>		
<b>X A. Major Maintenance</b>	<b>\$6,550,970</b>	<b>0.0</b>
<p>One-time funding of \$6.6 million is requested to continue addressing the backlog of major maintenance initiatives.</p> <p>As part of the adoption of the FY 2014 Approved Budget, \$3.6 million was eliminated during the budget process. At that time, FCPS adopted a process of restoring the funding for major maintenance at the FY 2013 level using funding available annually at year end. Funding has been utilized to supplement major maintenance since FY 2013. As of the FY 2022-2026 Capital Improvement Program (CIP), the major maintenance backlog is estimated to be \$67.2 million.</p> <p>An additional \$3.0 million is recommended to address the substantial backlog of infrastructure that has surpassed its useful life and to keep better pace with major maintenance requirements. Funding major infrastructure maintenance will help prevent the failure of critical systems, deterioration of major capital investments, and significant health and safety hazards.</p>		
<b>X B. Transfer to Adult and Community Education Fund</b>	<b>560,709</b>	<b>0.0</b>
<p>The Adult and Community Education (ACE) Fund ended FY 2021 with a shortfall of \$0.6 million. Due to the impact from the pandemic, many in-person classes were canceled, resulting in a decrease in tuition. To support ACE, a one-time transfer of \$0.6 million is recommended.</p>		
<b>X C. Equipment Transfer to Food Service</b>	<b>1,800,000</b>	<b>0.0</b>
<p>Funding is requested to provide necessary equipment to the Food and Nutrition Services (FNS) Fund, so current services can continue. The funding request will support computer equipment and software upgrades at school sites, equipment replacement at the Food Service Warehouse, and replacement of several pieces of large kitchen equipment and related supplies. Funding this equipment will help prevent operational failures, improve efficiencies, and reduce maintenance costs.</p>		
<b>FY 2022 TRANSFERS OUT ADJUSTMENTS</b>	<b>\$8,911,679</b>	<b>0.0</b>
<b>FY 2022 TOTAL DISBURSEMENT ADJUSTMENTS</b>	<b><u>\$201,304,168*</u></b>	<b><u>34.5</u></b>

\*Does not add due to rounding

v-Recurring  
X-Nonrecurring

**AMOUNT   POSITION**

**VI.    FY 2023 BEGINNING BALANCE**

<b>X</b>	<b>A. Beginning Balance</b>	<b>\$20,627,011</b>	<b>0.0</b>
<p>All of the remaining funding available, \$20.6 million, is recommended to be set aside for the FY 2023 beginning balance. This results in a decrease of \$9.3 million as compared to the beginning balance included in the FY 2022 Approved Budget.</p>			

**FY 2022 TOTAL FUNDS AVAILABLE**

**\$0.0**

**VII. AGENDA SUMMARY**

FY 2021 ACTUAL REVENUE VARIANCE	(\$16,622,015)
FY 2021 ACTUAL EXPENDITURE VARIANCE (After School Board Flexibility Reserve, Fuel Contingency, and commitments and carryover)	(\$98,747,627)
TOTAL FUNDS AVAILABLE	<u>\$82,125,612</u>
LESS PRIOR COMMITTED PRIORITIES AND COMMITMENTS	
Major Maintenance	\$6,550,970
Mitigate Loss of Technology Support Fee	4,334,600
Transfer to Adult and Community Education Fund	560,709
LESS RECOMMENDED IDENTIFIED INVESTMENTS	
Equipment Transfer to Food Service	1,800,000
Instructional Resources Reserve	12,238,503
School Board Initiatives Placeholder	0
COVID-19 Response Placeholder	0
Staffing Reserve	3,280,683
Employee Bonus	32,733,136
LESS FY 2023 BEGINNING BALANCE SET ASIDE	20,627,011

AVAILABLE ENDING BALANCE \$0

## VIII. OTHER FUNDS

### SCHOOL CONSTRUCTION FUND

The FY 2021 actual receipts are \$0.1 million greater than the budgeted amount. This is primarily due to \$0.3 million in additional miscellaneous revenue received which includes county proffers, and funding received for schools' work orders, and an additional \$95,968 in capital cost recovery from Thomas Jefferson High School for Science and Technology tuition. The additional funding is offset by a decrease of \$0.3 million in revenue from boosters, youth associations, and community support of turf fields. Transfers in are \$1.2 million more than budgeted due to county transfers of \$0.8 million to support turf field replacements at Graham Road ES and Robinson SS, and \$0.4 million for the County's share of stormwater enhancement.

Actual FY 2021 expenditures total \$161.8 million, which is \$64.0 million less than the estimate at FY 2021 Revised Budget. Total costs for multiyear 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. Therefore, construction projections that are funded through the 2019 Bond Referendum and are in the early stage of construction reflect only a portion of the total budgeted renovation cost. Projects include renovations for Cooper MS, Frost MS, Fox Mill ES, Braddock ES, Hybla Valley ES, Washington Mill ES, Madison HS (Addition), and West Potomac HS (Addition).

The actual FY 2021 turf field replacement ending balance of \$2.6 million reflects an \$0.8 million increase compared to the third quarter estimate due to a variance between budgeted and actual expenditures. This turf field funding is being held in reserve pending future replacement needs.

The FY 2022 Revised Budget includes funding of \$3.6 million in continued support to address the backlog of major infrastructure maintenance, and an additional \$3.0 million to address the substantial backlog of infrastructure that has surpassed its useful life, and to keep better pace with major maintenance requirements.

### FOOD AND NUTRITION SERVICES FUND

The Food and Nutrition Services (FNS) Fund was affected by the school closures in FY 2021 due to the COVID-19 pandemic. While the standard meal sales were no longer offered, food services continued through emergency meal distributions at meal kit sites and the return of in-person meal service at schools. Excluding the beginning balance, revenue in the FNS fund totals \$67.0 million and is \$4.2 million more than the FY 2021 Revised Budget due to a \$4.0 million or 8.1 percent increase in federal aid, a \$0.1 million or 6.8 percent increase in food sales and a \$1.0 million increase in other revenue from an unbudgeted insurance receivable for a claim related to loss income due to the COVID-19 pandemic, offset by a decrease of \$1.0 million or 51.5 percent in state aid.

Actual expenditures total \$67.3 million which is a decrease of \$2.1 million, as compared to the FY 2021 Revised Budget. The decrease was primarily due to lower than anticipated expenditures for food product and supplies, as well as salary and benefits savings associated with vacant positions for food service staff.

The FY 2022 Revised Budget is adjusted to reflect an increase of \$6.2 million in the beginning balance and a \$1.8 million increase from the School Operating Fund to replace equipment which is past its useful life and required for operations. Expenditures also increased by \$2,273 in outstanding encumbered obligations from FY 2021 that were carried over into FY 2022.

Guidance from the USDA recommends LEA's limit their net cash resources to an amount that does not exceed 3 months average expenditures for its nonprofit school food service. In total, the revenue and expenditure adjustments bring the Food and Nutrition Services reserve to \$6.2 for FY 2022. The current reserve balance is historically low compared to prior years and is not sufficient to mitigate the ongoing impact of expenditure and revenue fluctuations.

### **ADULT AND COMMUNITY EDUCATION FUND**

The FY 2021 ending balance for the Adult and Community Education (ACE) Funds reflects a shortfall of \$0.6 million. The ACE Fund was affected by the COVID-19 pandemic in FY 2021 which resulted in decreased enrollments and fewer in-person classes.

These losses were partially mitigated through the conversion to online instruction of selected course offerings. Receipts and transfers total \$6.8 million, a decrease of \$2.1 million from the FY 2021 Revised Budget. This is due to a decrease in tuition and fees of \$1.7 million, a decrease in federal aid of \$0.5 million, a decrease in other revenue of \$0.1 million, offset by an increase in state aid of \$0.1 million.

Actual expenditures total \$7.1 million, which is \$1.5 million less than the FY 2021 Revised Budget, due to lower expenditures in hourly teacher costs, salaries and benefits, and materials and supplies connected with course cancellations. Expenditures for the fund include costs to run course offerings such as instructor costs and classroom supplies which are in addition to oversight and management costs.

The FY 2022 Revised Budget totals \$8.4 million which includes a one-time increase of \$0.6 million in the transfer from the School Operating Fund to address the shortfall in FY 2021.

### **GRANTS AND SELF-SUPPORTING PROGRAMS FUND**

The FY 2021 ending balance for the Grants and Self-Supporting Programs Fund totals \$31.5 million. The ending balance comprises of \$11.5 million for the Summer School subfund and \$20.0 million in the grants subfund. The FY 2022 Revised Budget increased by \$55.6 million due to new and revised grant awards, the reappropriation of the ending balance, and multiyear grant awards, as well as expenditure adjustments for summer school.

#### **Grants Subfund:**

The FY 2021 ending balance for the Grants subfund totals \$20.0 million and primarily represents grant funding not yet expended for Title I, Title II, and Title III.

The FY 2022 Revised Budget for the Grants subfund reflects an increase of \$48.0 million due to revised grant awards and the reappropriation of the ending balance and multiyear grant awards. Of this amount, \$20.0 million represents the ending balance and \$28.0 million results from the re-appropriation of multiyear grant awards primarily for entitlement grants such as Title I, Title II, and Title III; and other grants such as 21st Century Community Learning Center; Department of Defense Education Activity; and State Technology Plan.

#### **Summer School Subfund:**

The FY 2021 ending balance in the Summer School subfund is \$11.5 million, primarily due to lower than budgeted expenditures of \$8.9 million combined with \$4.0 million in reserve funding. Revenue receipts were \$1.4 million less than estimated primarily due to lower enrollment mainly as the result of social distancing for in-person programs and a lower tuition rate charged for courses. The FY 2021 ending balance will be carried over to FY 2022 allowing FCPS to maintain existing summer programs such as, Young Scholars, High School program, and Extended School Year (ESY). This funding will be available for future summer programs as well as any enhanced summer programs to address learning loss.

### **SCHOOL INSURANCE FUND**

FY 2021 School Insurance Fund receipts total \$15.6 million, which is \$0.1 million less than the Third Quarter estimate for the Other Insurance subfund. This is the result of a decline in recovered losses, which can vary widely year to year.

Total FY 2021 expenditures of \$12.3 million are \$4.9 million less than the Third Quarter estimate of \$17.2 million after excluding the budget of \$1.9 million for the allocated reserve. This results from lower paid claims and administrative expenses for risk management and for workers' compensation. FCPS self-insures the Workers' Compensation Program as well as other liabilities. Accordingly, FCPS must maintain

sufficient reserves to settle claims. Accrued liabilities in the Workers' Compensation subfund increased by \$2.5 million primarily due to increases in outstanding case reserves and the Other Insurance subfund increase of \$1.3 million, for a total increase of \$3.8 million. This net change in accrued liabilities is accounted for in the fund's restricted reserves.

As compared to the FY 2022 Approved Budget, the FY 2022 Revised Budget reflects a \$4.8 million increase in the beginning balance, primarily due to increases in both the Workers' Compensation and Other Insurance subfunds' accrued liabilities, and an increase in the Workers' Compensation allocated reserves. Outstanding encumbered obligations of \$14,998 at FY 2021 year-end are reflected in FY 2022 expenditures. In addition, as compared to the FY 2022 Approved Budget, the revised budget includes a \$0.9 million increase in the allocated reserve and a \$3.8 million increase in restricted reserves.

### **SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND**

The FY 2021 Premium Stabilization Reserve (PSR) year-end balance totals \$124.0 million, which is a \$20.9 million increase over the Third Quarter estimate. The total FY 2021 School Health and Flexible Benefits Fund revenue totals \$467.9 million and is an increase of \$10.5 million over the Third Quarter estimate. The increase in revenue is due to increased employer, employee, and retiree net contributions of \$10.1 million and higher rebates of \$0.4 million.

The FY 2021 School Health and Flexible Benefits Fund expenditures total \$445.5 million, which is a net decrease of \$10.5 million as compared to the FY 2021 Third Quarter estimate. Deferred and suspended services due to the COVID-19 pandemic continued to significantly impact claims paid in FY 2021; however, this decrease was partially offset by a higher incurred but not reported (IBNR) level. Self-insured claims paid were \$15.9 million less than estimated, offset by the \$4.0 million IBNR increase. Increases in paid premiums of \$0.8 million and FSA reimbursements of \$0.7 million were offset by a \$0.3 million decrease in administrative expenses as compared to the FY 2021 Third Quarter estimate. A certified IBNR estimate will not be available until after the close of the fiscal year. Any required adjustments resulting from the certified IBNR will be incorporated in the FY 2022 Midyear Budget Review. Outstanding encumbered obligations totaling \$85,466 at FY 2021 year-end are reflected in projected expenditures in the FY 2022 Revised Budget.

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

The FY 2021 ending balance for the Educational Employees' Retirement System of Fairfax County (ERFC) Fund is \$3.3 billion, which is a \$504.6 million increase from the FY 2021 Third Quarter estimate. FY 2021 receipts total \$914.1 million which is an increase of \$499.4 million due to higher investment income.

ERFC expenditures for FY 2021 total \$214.5 million, which is \$5.3 million less than the FY 2021 Third Quarter estimate. This results from lower than projected retirement benefit payments and refund disbursements of \$5.6 million and lower administrative expenses of \$1.0 million offset by higher investment expenses of \$1.3 million. Increases in investment expenses directly correlate to increases in the assets of the fund. Due to the timing of the FY 2021 Final Budget Review, final transactions from investment activities, including actual returns from June, and the impact of employee retirements occurring at year end will be incorporated in the FY 2022 Midyear Budget Review.

The FY 2022 beginning balance reflects an increase of \$504.7 million. Outstanding encumbered obligations totaling \$83,084 at FY 2021 year-end are reflected in projected expenditures for the FY 2022 Revised Budget.

### **SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND**

The FY 2021 ending balance for the OPEB Trust Fund is \$205.8 million, which is an increase of \$39.9 million from the FY 2021 Revised Budget estimate, due to high investment returns. As a result of the timing of the FY 2021 Final Budget Review, final transactions from investment activities, including actual returns from June, will be incorporated in the FY 2022 Midyear Budget Review. Total FY 2021 revenue of \$66.8 million is an increase of \$36.9 million from the FY 2021 Revised Budget estimate due to the increase in investment returns.

FY 2021 expenditures totaling \$17.0 million are a decrease of \$3.0 million from the FY 2021 Revised Budget estimate primarily due to a decrease in benefits paid. The FY 2022 Revised Budget includes a \$39.9 million increase in the beginning balance as a result of the higher funding available at FY 2021 year-end.





**SCHOOL CONSTRUCTION FUND STATEMENT**

	<u>FY 2021</u> <u>Revised</u>	<u>FY 2021</u> <u>Actual</u>	<u>Variance</u>	<u>FY 2022</u> <u>Approved</u>	<u>FY 2022</u> <u>Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>	\$ 18,222,849	\$ 18,222,849	\$ -	\$ -	\$ 64,315,282	\$ 64,315,282
<b>RESERVES:</b>						
Reserve For Turf Replacement	\$ 1,783,394	\$ 1,587,636	\$ (195,759)	\$ 1,844,271	\$ 2,609,120	\$ 764,849
<b>Total Reserve</b>	\$ 1,783,394	\$ 1,587,636	\$ (195,759)	\$ 1,844,271	\$ 2,609,120	\$ 764,849
<b>RECEIPTS:</b>						
General Obligation Bonds	\$ 180,000,000	\$ 180,000,000	\$ -	\$ 180,000,000	\$ 180,000,000	\$ -
City of Fairfax	-	-	-	-	-	-
TJHSST Tuition - Capital Costs	800,000	895,968	95,968	800,000	800,000	-
Miscellaneous Revenue	306,000	650,433	344,433	306,000	306,000	-
Turf Field Replacement Revenue	377,793	38,400	(339,393)	345,000	345,000	-
<b>Total Receipts</b>	\$ 181,483,793	\$ 181,584,801	\$ 101,008	\$ 181,451,000	\$ 181,451,000	\$ -
<b>AUTHORIZED BUT UNISSUED BONDS</b>	\$ 321,926,933	\$ -	\$ (321,926,933)	\$ -	\$ 146,250,176	\$ 146,250,176
<b>Total Referendums</b>	\$ 321,926,933	\$ -	\$ (321,926,933)	\$ -	\$ 146,250,176	\$ 146,250,176
<b>TRANSFERS IN:</b>						
<b>School Operating Fund</b>						
Building Maintenance	\$ 10,000,000	\$ 10,000,000	\$ -	\$ 6,449,030	\$ 13,000,000	\$ 6,550,970
Classroom Equipment	1,215,360	1,215,360	-	1,421,113	1,421,113	-
Facility Modifications	880,000	880,000	-	600,000	600,000	-
Synthetic Turf Field Replacement	983,084	983,084	-	983,084	983,084	-
<b>County General Construction and Contributions Fund</b>						
Joint BOS/SB Infrastructure Sinking Reserve	13,100,000	13,100,000	-	13,100,000	13,100,000	-
Synthetic Turf Field Replacement	-	832,660	832,660	-	-	-
Other Contributions	-	354,202	354,202	-	-	-
<b>Total Transfers In</b>	\$ 26,178,444	\$ 27,365,306	\$ 1,186,862	\$ 22,553,227	\$ 29,104,197	\$ 6,550,970
<b>Total Receipts and Transfers</b>	\$ 529,589,170	\$ 208,950,107	\$ (320,639,063)	\$ 204,004,227	\$ 356,805,372	\$ 152,801,146
<b>Total Funds Available</b>	\$ 549,595,414	\$ 228,760,592	\$ (320,834,821)	\$ 205,848,498	\$ 423,729,774	\$ 217,881,276
<b>EXPENDITURES AND COMMITMENTS:</b>						
Expenditures	\$ 225,824,210	\$ 161,836,191	\$ (63,988,019)	\$ 203,976,143	\$ 274,842,394	\$ 70,866,252
Additional Contractual Commitments	321,926,933	-	(321,926,933)	-	146,250,176	146,250,176
<b>Total Disbursements</b>	\$ 547,751,142	\$ 161,836,191	\$ (385,914,952)	\$ 203,976,143	\$ 421,092,570	\$ 217,116,427
<b>ENDING BALANCE, JUNE 30</b>	\$ 1,844,271	\$ 66,924,402	\$ 65,080,130	\$ 1,872,355	\$ 2,637,204	\$ 764,849
<b>Less:</b>						
Reserve For Turf Replacement	\$ 1,844,271	\$ 2,609,120	\$ 764,849	\$ 1,872,355	\$ 2,637,204	\$ 764,849
<b>Available Ending Balance</b>	\$ -	\$ 64,315,282	\$ 64,315,282	\$ -	\$ -	\$ -

**FOOD AND NUTRITION SERVICES FUND STATEMENT**

	<u>FY 2021 Revised</u>	<u>FY 2021 Actual</u>	<u>Variance</u>	<u>FY 2022 Approved</u>	<u>FY 2022 Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>	\$ 6,569,746	\$ 6,569,746	\$ -	\$ -	\$ 6,209,674	\$ 6,209,674
<b>RECEIPTS:</b>						
State Aid	\$ 1,844,788	\$ 894,380	\$ (950,408)	\$ 1,448,727	\$ 1,448,727	\$ -
Federal Aid	49,702,687	53,742,415	4,039,728	43,613,061	43,613,061	-
Food Sales	1,244,550	1,329,653	85,103	41,141,127	41,141,127	-
Other Revenue	376,277	1,360,612	984,335	170,359	170,359	-
<b>Total Receipts</b>	<b>\$ 53,168,302</b>	<b>\$ 57,327,060</b>	<b>\$ 4,158,758</b>	<b>\$ 86,373,274</b>	<b>\$ 86,373,274</b>	<b>\$ -</b>
<b>TRANSFERS IN:</b>						
School Operating Fund	\$ 9,648,031	\$ 9,648,031	\$ -	\$ -	\$ 1,800,000	1,800,000
<b>Total Transfers In</b>	<b>\$ 9,648,031</b>	<b>\$ 9,648,031</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,800,000</b>	<b>\$ 1,800,000</b>
<b>Total Receipts and Transfers</b>	<b>\$ 62,816,333</b>	<b>\$ 66,975,091</b>	<b>\$ 4,158,758</b>	<b>\$ 86,373,274</b>	<b>\$ 88,173,274</b>	<b>\$ 1,800,000</b>
<b>Total Funds Available</b>	<b>\$ 69,386,079</b>	<b>\$ 73,544,837</b>	<b>\$ 4,158,758</b>	<b>\$ 86,373,274</b>	<b>\$ 94,382,948</b>	<b>\$ 8,009,674</b>
<b>EXPENDITURES:</b>						
Expenditures	69,386,079	67,271,173	(2,114,906)	86,373,274	88,175,547	1,802,273
Food and Nutrition Services General Reserve	\$ -	\$ -	\$ -	\$ -	\$ 6,207,401	\$ 6,207,401
<b>Total Disbursements</b>	<b>\$ 69,386,079</b>	<b>\$ 67,271,173</b>	<b>\$ (2,114,906)</b>	<b>\$ 86,373,274</b>	<b>\$ 94,382,948</b>	<b>\$ 8,009,674</b>
Change in Inventory	\$ -	\$ (63,990)	\$ (63,990)	\$ -	\$ -	\$ -
<b>ENDING BALANCE, JUNE 30</b>	<b>\$ -</b>	<b>\$ 6,209,674</b>	<b>\$ 6,337,654</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Less:</b>						
Outstanding Encumbered Obligations	\$ -	\$ 2,273	\$ 2,273	\$ -	\$ -	\$ -
Inventory	-	1,399,420	1,399,420	-	-	-
<b>Available Ending Balance</b>	<b>\$ -</b>	<b>\$ 4,807,981</b>	<b>\$ 4,807,981</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**ADULT AND COMMUNITY EDUCATION FUND STATEMENT**

	<u>FY 2021 Revised</u>	<u>FY 2021 Actual</u>	<u>Variance</u>	<u>FY 2022 Approved</u>	<u>FY 2022 Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>	\$ (224,117)	\$ (224,117)	\$ -	\$ -	\$ (560,709)	\$ (560,709)
<b>RECEIPTS:</b>						
State Aid	\$ 1,080,364	\$ 1,221,984	\$ 141,620	\$ 1,080,364	\$ 1,080,364	\$ -
Federal Aid	2,448,065	1,956,210	(491,854)	2,209,820	2,209,820	-
Tuition and Fees	4,033,603	2,375,949	(1,657,654)	4,033,603	4,033,603	-
Other	102,771	13,003	(89,768)	102,771	102,771	-
<b>Total Receipts</b>	<b>\$ 7,664,802</b>	<b>\$ 5,567,145</b>	<b>\$ (2,097,657)</b>	<b>\$ 7,426,558</b>	<b>\$ 7,426,558</b>	<b>\$ -</b>
<b>TRANSFERS IN:</b>						
School Operating Fund	\$ 1,201,537	\$ 1,201,537	\$ 0	\$ 975,000	\$ 1,535,709	\$ 560,709
<b>Total Transfers In</b>	<b>\$ 1,201,537</b>	<b>\$ 1,201,537</b>	<b>\$ 0</b>	<b>\$ 975,000</b>	<b>\$ 1,535,709</b>	<b>\$ 560,709</b>
<b>Total Receipts and Transfers</b>	<b>\$ 8,866,339</b>	<b>\$ 6,768,682</b>	<b>\$ (2,097,657)</b>	<b>\$ 8,401,558</b>	<b>\$ 8,962,267</b>	<b>\$ 560,709</b>
<b>Total Funds Available</b>	<b>\$ 8,642,222</b>	<b>\$ 6,544,566</b>	<b>\$ (2,097,657)</b>	<b>\$ 8,401,558</b>	<b>\$ 8,401,558</b>	<b>\$ -</b>
<b>EXPENDITURES:</b>						
	\$ 8,642,222	\$ 7,105,275	\$ (1,536,948)	\$ 8,401,558	\$ 8,401,558	\$ -
<b>ENDING BALANCE, JUNE 30</b>	\$ -	\$ (560,709)	\$ (560,709)	\$ -	\$ -	\$ -
<b>Less:</b>						
Outstanding Encumbered Obligations	\$ -	\$ 43,903	\$ 43,903	\$ -	\$ -	\$ -
<b>Available Ending Balance</b>	<b>\$ -</b>	<b>\$ (604,613)</b>	<b>\$ (604,613)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**GRANTS AND SELF-SUPPORTING PROGRAMS FUND STATEMENT**

	<u>FY 2021</u> <u>Revised</u>	<u>FY 2021</u> <u>Actual</u>	<u>Variance</u>	<u>FY 2022</u> <u>Approved</u>	<u>FY 2022</u> <u>Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>						
Grants	\$ 16,655,014	\$ 16,655,014	\$ -	\$ -	\$ 20,008,904	\$ 20,008,904
Summer School	7,440,798	7,440,798	-	3,962,299	11,481,007	7,518,708
<b>Total Beginning Balance</b>	<b>\$ 24,095,812</b>	<b>\$ 24,095,812</b>	<b>\$ -</b>	<b>\$ 3,962,299</b>	<b>\$ 31,489,911</b>	<b>\$ 27,527,612</b>
<b>RECEIPTS:</b>						
<b>Grants</b>						
State Aid	\$ 9,424,738	\$ 1,739,686	\$ (7,685,052)	\$ 8,185,261	\$ 16,019,705	\$ 7,834,445
Federal Aid	58,803,759	42,725,701	(16,078,058)	37,578,957	57,355,106	19,776,150
Industry, Foundation, Other	952,843	1,030,339	77,495	-	124,235	124,235
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
<b>Summer School</b>						
State Aid	857,000	644,534	(212,466)	-	-	-
Tuition	3,308,550	2,089,899	(1,218,651)	2,407,100	2,407,100	-
Industry, Foundation, Other	40,000	40,043	43	20,000	20,000	-
<b>Total Receipts</b>	<b>\$ 79,386,891</b>	<b>\$ 48,270,201</b>	<b>\$ (31,116,689)</b>	<b>\$ 54,191,317</b>	<b>\$ 81,926,146</b>	<b>\$ 27,734,829</b>
<b>TRANSFERS IN:</b>						
School Operating Fund (Grants)	\$ 12,614,847	\$ 12,614,847	\$ -	\$ 12,724,661	\$ 12,724,661	\$ -
School Operating Fund (Summer School)	7,756,398	7,756,398	-	7,756,398	7,756,398	-
Cable Communications Fund (Grants)	1,886,781	1,886,781	-	1,886,781	2,179,486	292,705
<b>Total Transfers In</b>	<b>\$ 22,258,026</b>	<b>\$ 22,258,026</b>	<b>\$ -</b>	<b>\$ 22,367,840</b>	<b>\$ 22,660,545</b>	<b>\$ 292,705</b>
<b>Total Funds Available</b>	<b>\$ 125,740,729</b>	<b>\$ 94,624,040</b>	<b>\$ (31,116,689)</b>	<b>\$ 80,521,457</b>	<b>\$ 136,076,603</b>	<b>\$ 55,555,146</b>
<b>EXPENDITURES:</b>						
Grants	\$ 100,337,983	\$ 56,643,464	\$ (43,694,519)	\$ 60,375,660	\$ 108,412,097	\$ 48,036,438
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
Summer School	15,440,447	6,490,665	(8,949,782)	11,425,568	15,277,837	3,852,269
<b>Total Expenditures</b>	<b>\$ 121,778,430</b>	<b>\$ 63,134,129</b>	<b>\$ (58,644,301)</b>	<b>\$ 77,801,228</b>	<b>\$ 129,689,934</b>	<b>\$ 51,888,706</b>
<b>RESERVES:</b>						
Summer School Reserve	\$ 3,962,299	\$ -	\$ (3,962,299)	\$ 2,720,229	\$ 6,386,668	\$ 3,666,439
<b>Total Reserves</b>	<b>\$ 3,962,299</b>	<b>\$ -</b>	<b>\$ (3,962,299)</b>	<b>\$ 2,720,229</b>	<b>\$ 6,386,668</b>	<b>\$ 3,666,439</b>
<b>Total Disbursements</b>	<b>\$ 125,740,729</b>	<b>\$ 63,134,129</b>	<b>\$ (62,606,600)</b>	<b>\$ 80,521,457</b>	<b>\$ 136,076,603</b>	<b>\$ 55,555,146</b>
<b>ENDING BALANCE, JUNE 30</b>	<b>\$ -</b>	<b>\$ 31,489,911</b>	<b>\$ 31,489,911</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Less:</b>						
Outstanding Encumbered Obligations	\$ -	\$ 514,376	\$ 514,376	\$ -	\$ -	\$ -
<b>Available Ending Balance</b>	<b>\$ -</b>	<b>\$ 30,975,535</b>	<b>\$ 30,975,535</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**SCHOOL INSURANCE FUND**

	<u>FY 2021 Revised</u>	<u>FY 2021 Actual</u>	<u>Variance</u>	<u>FY 2022 Approved</u>	<u>FY 2022 Revised</u>	<u>Variance</u>
Workers' Compensation Accrued Liability	\$ 40,560,585	\$ 40,560,585	\$ -	\$ 40,560,585	\$ 43,078,094	\$ 2,517,509
Other Insurance Accrued Liability	5,852,599	5,852,599	-	5,852,599	7,158,641	1,306,042
Allocated Reserves	3,411,104	3,411,104	-	1,905,899	2,862,417	956,517
<b>BEGINNING BALANCE, JULY 1</b>	<b>\$ 49,824,288</b>	<b>\$ 49,824,288</b>	<b>\$ -</b>	<b>\$ 48,319,083</b>	<b>\$ 53,099,152</b>	<b>\$ 4,780,068</b>
<b>RECEIPTS:</b>						
<b>Workers' Compensation</b>						
School Operating Fund	\$ 10,738,928	\$ 10,738,928	\$ -	\$ 10,738,928	\$ 10,738,928	\$ -
School Food & Nutrition Services Fund	324,284	324,284	-	324,284	324,284	-
<b>Other Insurance</b>						
School Operating Fund	4,468,127	4,468,127	-	6,008,127	6,008,127	-
Insurance Proceeds/ Rebates	200,000	75,592	(124,408)	200,000	200,000	-
<b>Total Receipts</b>	<b>\$ 15,731,339</b>	<b>\$ 15,606,931</b>	<b>\$ (124,408)</b>	<b>\$ 17,271,339</b>	<b>\$ 17,271,339</b>	<b>\$ -</b>
<b>Total Funds Available</b>	<b>\$ 65,555,627</b>	<b>\$ 65,431,219</b>	<b>\$ (124,408)</b>	<b>\$ 65,590,422</b>	<b>\$ 70,370,491</b>	<b>\$ 4,780,068</b>
<b>EXPENDITURES:</b>						
Workers' Compensation Administration	\$ 679,794	\$ 545,611	\$ (134,183)	\$ 707,436	\$ 714,099	\$ 6,663
Workers' Compensation Claims Paid	9,170,000	6,050,579	(3,119,421)	9,170,000	9,170,000	-
Workers' Compensation Claims Management	1,205,000	778,944	(426,056)	1,205,000	1,205,000	-
Other Insurance	6,181,750	4,956,933	(1,224,817)	6,362,030	6,370,365	8,335
General Reserves	1,905,899	-	(1,905,899)	1,732,772	2,674,292	941,520
<b>Total Expenditures</b>	<b>\$ 19,142,443</b>	<b>\$ 12,332,067</b>	<b>\$ (6,810,376)</b>	<b>\$ 19,177,238</b>	<b>\$ 20,133,756</b>	<b>\$ 956,517</b>
Net change in accrued liabilities-Workers' Comp	\$ -	\$ 2,517,509	\$ 2,517,509	\$ -	\$ -	\$ -
Net change in accrued liabilities-Other Insurance	-	1,306,042	1,306,042	-	-	-
<b>Net Change in Accrued Liability</b>	<b>\$ -</b>	<b>\$ 3,823,551</b>	<b>\$ 3,823,551</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>ENDING BALANCE, June 30</b>	<b>\$ 46,413,184</b>	<b>\$ 53,099,152</b>	<b>\$ 6,685,968</b>	<b>\$ 46,413,184</b>	<b>\$ 50,236,735</b>	<b>\$ 3,823,551</b>
<b>Less:</b>						
Outstanding Encumbered Obligations	\$ -	\$ 14,998	\$ 14,998	\$ -	\$ -	\$ -
<b>Available Ending Balance</b>	<b>\$ 46,413,184</b>	<b>\$ 53,084,154</b>	<b>\$ 6,670,970</b>	<b>\$ 46,413,184</b>	<b>\$ 50,236,735</b>	<b>\$ 3,823,551</b>



**EDUCATIONAL EMPLOYEE'S SUPPLEMENTARY  
RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND STATEMENT**

	<u>FY 2021 Revised</u>	<u>FY 2021 Actual</u>	<u>Variance</u>	<u>FY 2022 Approved</u>	<u>FY 2022 Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>	\$ 2,593,374,917	\$ 2,593,374,917	\$ -	\$ 2,788,266,363	\$ 3,292,936,587	\$ 504,670,224
<b>RECEIPTS:</b>						
Contributions	\$ 153,640,543	\$ 153,690,580	\$ 50,037	\$ 163,392,614	\$ 163,392,614	\$ -
Investment Income	261,100,000	760,419,446	499,319,446	275,100,000	275,100,000	-
<b>Total Receipts</b>	<u>\$ 414,740,543</u>	<u>\$ 914,110,026</u>	<u>\$ 499,369,483</u>	<u>\$ 438,492,614</u>	<u>\$ 438,492,614</u>	<u>\$ -</u>
<b>Total Funds Available</b>	\$ 3,008,115,460	\$ 3,507,484,943	\$ 499,369,483	\$ 3,226,758,977	\$ 3,731,429,201	\$ 504,670,224
<b>EXPENDITURES</b>	\$ 219,849,097	\$ 214,548,356	\$ (5,300,741)	\$ 229,223,973	\$ 229,307,057	\$ 83,084
<b>ENDING BALANCE, JUNE 30</b>	\$ 2,788,266,363	\$ 3,292,936,587	\$ 504,670,224	\$ 2,997,535,004	\$ 3,502,122,144	\$ 504,587,139
<b>Less:</b>						
Outstanding Encumbered Obligations	\$ -	\$ 83,084	\$ 83,084	\$ -	\$ -	\$ -
<b>AVAILABLE ENDING BALANCE</b>	<u>\$ 2,788,266,363</u>	<u>\$ 3,292,853,503</u>	<u>\$ 504,587,139</u>	<u>\$ 2,997,535,004</u>	<u>\$ 3,502,122,144</u>	<u>\$ 504,587,139</u>

**SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND STATEMENT**

	<u>FY 2021 Revised</u>	<u>FY 2021 Actual</u>	<u>Variance</u>	<u>FY 2022 Approved*</u>	<u>FY 2022 Revised</u>	<u>Variance</u>
<b>BEGINNING BALANCE, JULY 1</b>	<b>\$ 155,969,068</b>	<b>\$ 155,969,068</b>	<b>\$ -</b>	<b>\$ 165,868,568</b>	<b>\$ 205,800,042</b>	<b>\$ 39,931,474</b>
<b>REVENUE:</b>						
Employer Contributions	\$ 24,894,000	\$ 21,856,000	\$ (3,038,000)	\$ 21,818,000	\$ 21,818,000	\$ -
Net Investment Income	5,000,000	44,932,218	39,932,218	5,000,000	5,000,000	-
<b>Total Revenue</b>	<b>\$ 29,894,000</b>	<b>\$ 66,788,218</b>	<b>\$ 36,894,218</b>	<b>\$ 26,818,000</b>	<b>\$ 26,818,000</b>	<b>\$ -</b>
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$ 185,863,068</b>	<b>\$ 222,757,286</b>	<b>\$ 36,894,218</b>	<b>\$ 192,686,568</b>	<b>\$ 232,618,042</b>	<b>\$ 39,931,474</b>
<b>EXPENDITURES:</b>						
Benefits Paid	\$ 19,894,000	\$ 16,856,000	\$ (3,038,000)	\$ 16,818,000	\$ 16,818,000	\$ -
Administrative Expenses	100,500	101,244	744	105,500	105,500	-
<b>Total Expenditures</b>	<b>\$ 19,994,500</b>	<b>\$ 16,957,244</b>	<b>\$ (3,037,256)</b>	<b>\$ 16,923,500</b>	<b>\$ 16,923,500</b>	<b>\$ -</b>
<b>ENDING BALANCE, JUNE 30</b>	<b>\$ 165,868,568</b>	<b>\$ 205,800,042</b>	<b>\$ 39,931,474</b>	<b>\$ 175,763,068</b>	<b>\$ 215,694,542</b>	<b>\$ 39,931,474</b>

\*The Beginning Balance for the FY 2022 Approved has been updated to reflect the ending balance of FY 2021 Third Quarter.



**SUPPLEMENTAL APPROPRIATION RESOLUTION  
FY 2021**

**BE IT RESOLVED** that the Fairfax County School Board requests the Fairfax County Board of Supervisors to amend the FY 2022 Appropriation Resolution for the following School Board funds:

Appropriate to:  
County Schools

<u>Fund</u>	<u>Fund Name</u>	<u>From</u>	<u>To</u>	<u>Change</u>
S10000	Public Schools Operating Operating Expenditures	\$3,044,345,859	\$3,536,634,222	\$492,288,363
S31000	School Construction Operating Expenditures	\$203,976,143	\$421,092,570	\$217,116,427
S40000	School Food & Nutrition Services Operating Expenditures	\$86,373,274	\$94,382,948	\$8,009,674
S43000	School Adult & Community Education Operating Expenditures	\$8,401,558	\$8,401,558	\$0
S50000	School Grants & Self-Supporting Operating Expenditures	\$82,091,763	\$136,076,603	\$53,984,840
S60000	Public Schools Insurance Fund Operating Expenditures	\$19,177,238	\$20,133,756	\$956,518
S62000	School Health and Flexible Benefits Trust Fund Operating Expenditures	\$567,938,109	\$590,614,078	\$22,675,969
S71000	School Educational Employees' Supplementary Retirement Trust Fund Operating Expenditures	\$229,223,973	\$229,307,057	\$83,084
S71100	School Other Post Employment Benefits Trust Fund Operating Expenditures	\$16,923,500	\$16,923,500	\$0

**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 2021 Final Budget Review, at a regular meeting held on August 26, 2021, at Luther Jackson Middle School, Falls Church, Virginia.**

\_\_\_\_\_  
Date

\_\_\_\_\_  
Beverly Madeja, Clerk  
County School Board of  
Fairfax County, Virginia

**FISCAL PLANNING RESOLUTION  
FY 2021**

**BE IT RESOLVED** that the Fairfax County School Board requests the Fairfax County Board of Supervisors to amend the FY 2022 Fiscal Planning Resolution for the following School Board funds:

S10000	Public Schools Operating				
S31000	School Construction	\$9,453,227	\$16,004,197	\$6,550,970	
S43000	School Adult & Community Education	\$975,000	\$1,535,709	\$560,709	
S40000	Food and Nutrition	-	\$1,800,000	\$1,800,000	
S50000	School Grants & Self Supporting	\$20,481,059	\$20,481,059	\$0	
C20000	Consolidated Debt Service	\$3,467,125	\$3,467,125	\$0	

**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 2021 Final Budget Review, at a regular meeting held on August 26, 2021, at Luther Jackson Middle School, Falls Church, Virginia.**

\_\_\_\_\_  
Date

\_\_\_\_\_  
**Beverly Madeja, Clerk  
County School Board of  
Fairfax County, Virginia**

**Grants Development Section  
Office of Budget Services**

**Quarterly Report – FY 2021**

**Date: June 30, 2021**

**Update for FY 2021 Grants**

The status of competitive grants which are awarded based on the merit of the proposal rather than as a result of an established formula for FY 2021 are as follows:

- Competitive grants submitted: \$9.7 million (49 grants)
- Competitive grants awarded: \$1.5 million (32 grants)
- Competitive grants denied: \$2.7 million (3 grants)
- Competitive grants pending: \$5.0 million (14 grants)

The status of competitive grants awarded in collaboration with The Foundation for Fairfax County Public Schools for FY 2021 are as follows:

- Competitive grants submitted: \$2.1 million (9 grants)
- Competitive grants awarded: \$0.1 million (3 grants)
- Competitive grants denied: \$0.0 million (2 grants)
- Competitive grants pending: \$2.0 million (4 grants)

The status of FY 2021 entitlement grants, which are formula driven grants distributed through the Virginia Department of Education (VDOE) are Title I, Part A and Title I, Part D; Title II; Title III; Title IV; VDOE National Board Certification Incentive Award; Individuals with Disabilities Education Act (IDEA); Carl D. Perkins Career and Technical Education (CTE); and the Special Education State Operated Programs grant and are as follows:

- Entitlement grants submitted: \$78.1 million (10 grants)
- Entitlement grants awarded: \$40.1 million (8 grants)
- Entitlement grants pending: \$38.3 million (2 grants)

The status of FY 2021 federal emergency stimulus funding for the Coronavirus Aid, Relief, and Economic Security (CARES) Act Elementary and Secondary School Emergency Relief (ESSER) I and the Coronavirus Response and Relief Supplemental Appropriations (CRRSA) Act ESSER II is as follows:

- Federal stimulus grants submitted: \$166.8 million (11 grants)
- Federal stimulus grants awarded: \$164.4 million (11 grants)
- Federal stimulus grants pending: \$0.0 million (0 grants)

*Total entitlement and competitive grants submitted does not equal the total grants awarded as the amount that is awarded differs from the amount requested.*