

Budget Update

JOINT BOARD MEETING

March 14, 2019



Revenue Summary

Current Situation: below is a summary of the proposed budget, with updated local and state revenue numbers when compared to the proposed budget:

- Projected reduction in State Revenue: \$228,833
- Current gap in Local Revenue: \$1,434,174
- Total revenue deficit from Proposed Budget: \$1,663,007



Revenue Summary

FAUQUIER COUNTY PUBLIC SCHOOLS

FY 2020 PROPOSED BUDGET: SCHOOL OPERATING FUNDS 205 & 203



1 Last Year's Budget (FY 2019)				
2	FY 2019 Adopted Budget	\$	140,771,345	
3 Additional FY 2020 Revenue				
4	Other Local Funds	\$	750,908	<ul style="list-style-type: none"> 1. \$400,000 Donations 2. \$150,000 FRESH 3. \$(82,200) Local Revenue Programs 4. \$112,577 Community Engagement Program 5. \$170,531 Other Grant Fund Transfers
5	State Revenue		2,494,286	<ul style="list-style-type: none"> 1. \$300,167 SOQ Programs (Reduced by \$131,935) 2. \$390,111 Lottery Funds (Slight Change) 3. \$503,340 Regional SPED Program (Same) 4. \$1,529,501 Other State Funding (Reduced by \$96,668)
6	Federal Revenue		400,000	<ul style="list-style-type: none"> 1. \$350,000 Title VI-B 2. \$50,000 Title IV
7	County Request		3,536,127	<ul style="list-style-type: none"> 1. \$2,175,023 FY2020 BOS Plan \$2,129,079 2. \$437,456 FY 2019 Security Funds \$407,048 3. \$2,357,822 Supplemental Request \$1,000,000
8	Subtotal:	\$	7,181,321	
9	Total FY 2020 Proposed Budget:	\$	147,952,666	5.10% Increase Over Prior Year

Overall Reduction: \$228,833

Request: \$4,970,301
 Proposed: \$3,536,127
 Gap: \$1,434,174



Budget Choices

There are only 2 solutions to balance the budget: [1] increase revenues or [2] decrease expenditures.

- I. If the school board supports the proposed budget as is, or with increased needs, then funding it would require an increase of \$1,663,007 or more from a revenue source (i.e. additional local request).
- II. If the school board supports a reduced version of the proposed; then staff needs to know what reductions are recommended. Staff has provided a budget “decision matrix” to help navigate guidance.



Expenditure Choices

Teacher Comp Policy -- FY 2020	2%	Market/Compression FY 2020	Total
Teacher 95% Market/Compression	\$ 1,368,873	\$ 5,378,561	\$ 6,747,434
Teacher 93% Market/Compression	\$ 1,368,873	\$ 4,756,013	\$ 6,124,886
Teacher 90% Market/Compression	\$ 1,368,873	\$ 3,994,297	\$ 5,363,170

Other Choices	2%	Market/ Compression	Total
Licensed Professionals Market/Comp.	\$ 63,765	\$ 227,381	\$ 291,146
Nurses to BA Scale	\$ -	\$ 170,759	\$ 170,759
Instructional Assistants Market & Comp.	\$ 109,636	\$ 69,667	\$ 179,303
Principal and AP Market/Comp.	\$ 105,389	\$ 134,456	\$ 239,845
Retiree Health Care Credit	\$ 53,670	\$ 549,211	\$ 602,881
2% for Remaining Staff	\$ 577,815	\$ -	\$ 577,815
Loyalty Appreciation	\$ -	\$ 200,000	\$ 200,000

There are an unlimited amount of choices, this is a summary of a few that have been discussed so far.



Summary of Exp. Reductions Already Proposed

Proposed FY 2020 Budget Expenditures				
Description	Other	State	Federal	County
FY 2020 Supplemental Increase:	\$ 750,908	\$ 2,494,286	\$ 400,000	\$ 3,536,127
Expenditure Reductions				
Budget-Actual Salary Breakage				(508,355)
Minimal Class Size Increase (3.0 HS + 5.0 MS)				(577,817)
Partial Hiring Freeze (2.0 FTE)				(159,232)
Admin/Central Reductions (4.0 FTE)				(424,211)
Temporary Cash CIP Reduction (2-Yr.)				(400,000)
Comp. Maintenance Plan Reduction				(50,000)
Base Budget Adjustments (Prog. Restructuring)				(192,460)
Health Plan -- Employee Cost				(128,000)
Utility Reduction for ESCO (Project Cash)				(500,466)
Subtotal:	\$ -	\$ -	\$ -	\$ (2,940,541)



FY 2020 Budget Calendar



One Team :: One Mission
#FCPS1KidsDeserveIt

A

B

Approval of [compensation study](#) (10/08)

School Board (SB) Retreat (11/03)

- [Staff presentations, school board goals & strategic plan](#) priorities.
- SB review school operational and capital needs.

SB Work Session (11/12)

- FY 2020 draft budget calendar.
- 10-Year enrollment projections (Based on Sept. 30, 2018).

Schools & Departments

- Proposed 2-year needs for services and support in Nov of FY 2019.

Governor's proposed budget (12/21)

SB ESCO Project

- SB work session (01/07)
- Final IGA project review and approval (01/14)

Superintendent's Proposed Budget (02/18)

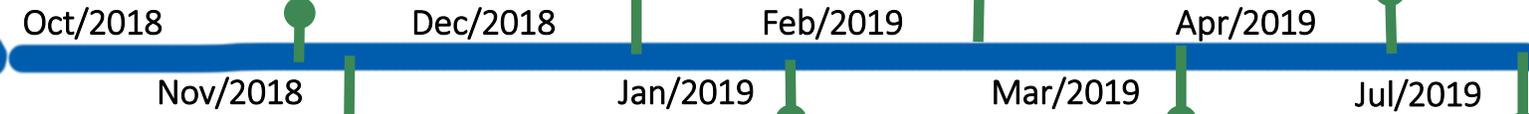
School Board Debt CIP Adoption (TBD)

County Administrator Presents Proposed Budget and CIP (02/21)

School Board FY 2020 budget public hearing and budget work session (02/25)

BOS adopts and appropriates FY 2020 budget, CIP, and tax rates (03/21)

School Board Adopts Final Budget (TBD)



Budget Development Process

- Position control and base budget adjustments.
- Cost-benefit-risk analysis of budget needs.
- Resource allocations, market, and benefits analysis.
- Alignment of strategic goals & instructional vision.
- Prioritization of needs with stakeholders.
- Development of proposed budget book and presentation.

School Board Debt CIP Plan (TBD)

- SB reviews and provides guidance on debt CIP Plan.
- Joint liaison meeting and/or work sessions with BOS.
- SB Debt CIP Plan Adoption.

VASS Compensation Study (01/18)

Finalization of Superintendent's Proposed Budget.

School Board approves FY 2020 budget (03/11)

BOS budget work sessions (03/05, 03/07, 03/12)

BOS budget public hearing (03/12 @ 7pm Fauquier HS)

Joint SB/BOS meeting (03/14)

BOS markup/markdown (03/19)

New fiscal year begins (07/01)

FY 2020 Adopted Budget published online (07/01)



IX. Closing Statements