

# **SUPERINTENDENT'S PROPOSED BUDGET**

## **BUDGET WORK SESSION #1**

February 25, 2021

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## **Agenda**

- Introductions
- Budget Question Process Overview
- FY 2022 Budget Overview
- Future Budget Work Session Agendas
- FY 2022 Budget Calendar
- Wrap Up

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# Budget Question Process

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## Budget Question Process Overview

- Asking Budget Questions
  - Staff will record questions asked during Budget Work Sessions
  - Submit additional questions in writing to Superintendent
- Budget Question Responses
  - Budget questions will be answered by the appropriate ELT member
  - Available responses will be sent each Friday
  - Responses will be posted on BoardDocs and the Budget web site ([apsva.us/budget-finance](http://apsva.us/budget-finance))

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# Budget Overview

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## FY 2022 Budget Overview Revenue

<b>REVENUE</b>	<i>\$ in millions</i>		
	<u>Funds</u>	<u>FTE</u>	<u>% Inc</u>
Prior Year Budget - All Funds	\$670.3		
Increase in County Revenue - ongoing	\$0.3		
Increase/(Decrease) in Local Revenue	(\$0.8)		
Increase/(Decrease) in State Funds	(\$0.5)		
Increase/(Decrease) in Federal Revenue	\$0.6		
<b>TOTAL REVENUE</b>	<b>\$669.8</b>		
Eliminate Reserves used in Prior Year	(\$16.5)		
Reserves Used in Current Year	\$8.5		
<b>TOTAL FUNDS AVAILABLE</b>	<b>\$661.9</b>		<b>-1.3%</b>

*Note: Revenue does not include the \$42.5 million in additional revenue needed to balance the budget*

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## FY 2022 Budget Overview Expenditures

<b>EXPENDITURES</b>	<i>\$ in millions</i>	
	Funds	FTE
Prior Year Budget - All Funds	\$670.3	4,988.61
<b>BASELINE ADJUSTMENTS</b>		
Salaries and Benefits Baseline Adjustments & Efficiencies	(\$3.6)	
VRS rate changes and health insurance premium increases	\$2.2	
Eliminate one-time costs in prior year	(\$6.3)	
Debt Service	\$1.5	
Baseline services and contractual obligations in Operating Fund	\$3.3	8.09
Baseline services in Other Funds (F&NS, Grants, Ext. Day)	\$0.3	(7.80)
Additional Costs for New Capacity (one-time and ongoing)	\$2.5	25.30
Additional Costs for Capital Improvement Projects (Ed Center)	\$0.7	
Replacement buses and technology (funded with one-time funds)	\$1.6	
<b>NET BASELINE ADJUSTMENTS</b>	<b>\$2.0</b>	<b>25.59</b>

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## FY 2022 Budget Overview Expenditures

<b>NEW INVESTMENTS</b>	<i>\$ in millions</i>	
	Funds	FTE
<b>Enrollment Growth</b>		
Changes in enrollment (includes placeholder for spring enrollment update)	\$5.0	43.05
School counselors - elementary per new SOQ ratio	\$1.1	11.60
<b>Compensation</b>		
2% Cost of Living Adjustment	\$9.2	
<b>Initiatives from Prior Years' Budgets</b>		
Infrastructure and Support Needs	\$1.9	
Technicians	\$0.4	4.00
<b>Reinstate FY 2021 One-Year Reductions</b>	\$9.6	
<b>Additional Requests</b>		
New Budget Requests	\$4.9	42.50
<b>TOTAL NEW INVESTMENTS</b>	<b>\$32.1</b>	<b>101.15</b>
<b>TOTAL EXPENDITURES</b>	<b>\$704.4</b>	<b>5,115.35</b>
<b>Surplus/(Shortfall)</b>	<b>(\$42.5)</b>	

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## FY 2022 Budget Overview Expenditures

REDUCTIONS	\$ in millions	
	Funds	FTE
<b>Tier 1 Reductions</b>		
Department Tier 1 reductions	(\$3.6)	(1.00)
Schools Tier 1 reductions	(\$2.5)	(27.20)
Reduce New Budget Requests	(\$0.6)	(2.00)
Additional reduction in MC/MM (\$0.5M in Department Tier 1 reductions)	(\$1.0)	
Use 50% of remaining available reserves	(\$10.6)	
<b>Total Tier 1 Reductions</b>	<b>(\$18.3)</b>	<b>(30.20)</b>

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## FY 2022 Budget Overview Expenditures

	\$ in millions	
	Funds	FTE
<b>Tier 2 Reductions</b>		
Department Tier 2 reductions	(\$3.1)	(7.75)
Schools Tier 2 reductions	(\$1.4)	(15.45)
Additional reduction of New Budget Requests	(\$1.8)	(18.50)
Additional reduction in MC/MM (\$2.5M total)	(\$1.0)	
Replace 2% COLA with \$500 one-time bonus		
Use 25% of remaining available reserves (75% total)	(\$5.3)	
<b>Total Tier 2 Reductions</b>	<b>(\$18.3)</b>	<b>(41.70)</b>
<b>Tier 3 Reductions</b>		
Use 25% of remaining available reserves (100% total)	(\$5.3)	
<b>Total Tier 3 Reductions</b>	<b>(\$5.3)</b>	
<b>TOTAL REDUCTIONS</b>	<b>(\$41.9)</b>	<b>(71.90)</b>
<b>Remaining Surplus/(Shortfall)</b>	<b>(\$0.6)</b>	

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## **Future Budget Work Session Agendas**

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### **Future Budget Work Session Agendas Budget Work Session #2**

**March 9, 2021 (5:00 p.m. – 9:00 p.m.)**

- Employee Advisory Groups (5:00 p.m. – 6:00 p.m.)
- Dinner break (6:00 p.m. – 7:00 p.m.)
- Compensation (7:00 p.m. – 8:00 p.m.)
- Human Resources (8:00 p.m. – 9:00 p.m.)

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## **Future Budget Work Session Agendas Budget Work Session #3**

**March 16, 2021 (6:00 p.m. – 8:00 p.m.)**

- Department of Teaching and Learning (6:00 p.m. – 7:00 p.m.)
  - English Learners
  - Students with Disabilities
  - Summer School
  - Literacy
  - Content Office Needs
- Diversity, Equity, and Inclusion Office (7:00 p.m. – 7:30 p.m.)
- Schools (7:30 p.m. – 8:00 p.m.)
  - New school costs
  - Reductions

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## **Future Budget Work Session Agendas Budget Work Session #4**

**March 23, 2021 (6:00 p.m. – 8:00 p.m.)**

- Facilities & Operations (6:00 p.m. – 6:30 p.m.)
- Administrative Services (6:30 p.m. – 7:00 p.m.)
- Information Services (7:00 p.m. – 7:30 p.m.)
- Other Topics (7:30 p.m. – 8:00 p.m.)

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## **Future Budget Work Session Agendas Budget Work Session #5**

**April 6, 2021 (6:00 p.m. – 9:00 p.m.)**

- Discussion with Advisory Committee Chairs (6 p.m. – 7 p.m.)
- Revenue, Enrollment Updates (7:00 p.m. – 7:30 p.m.)
- Budget Forecast – Updated (7:30 p.m. – 7:50 p.m.)
- School Board proposed changes (7:50 p.m. – 9:00 p.m.)

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## **Future Budget Work Session Agendas Budget Work Session #6**

**May 4, 2021 (6:00 p.m. – 8:00 p.m.)**

- School Board proposed changes

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## FY 2022 Budget Calendar

**Feb 25:** *Superintendent's Proposed FY 2022 Budget*

**Feb 25:** Work Session #1

**Mar 9:** Work Session #2 (with Employee Groups)

**Mar 16:** Work Session #3

**Mar 23:** Work Session #4

**Mar 23:** *Public Hearing on Superintendent's Proposed Budget*

**Apr 6:** Work Session #5 (with Advisory Chairs)

**Apr 8:** *School Board's Proposed FY 2022 Budget (Action)*

**Apr 9:** School Board's Budget Presentation to County Board (tentative)

**Apr 29:** *Public Hearing on School Board's Proposed Budget*

**May 4:** Work Session #6

**May 6:** *School Board's Adopted FY 2022 Budget*

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## SUPERINTENDENT'S PROPOSED BUDGET

### BUDGET WORK SESSION #1

February 25, 2021

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