



ACTC Budget Discussion



Revenue Projections FY21

Description	Amount* (in millions)
County Revenue <ul style="list-style-type: none"> County Revenue decrease County CARES Act funding earmarked for Schools (additional revenue) County CARES Act funding – remainder of unused Internet Essentials funding County Manager FY 2020 Closeout Recommendation: “refunding” from General Operating Reserve above minimum requirements 	(\$14.1-\$21.2) \$7.0 \$0.45 \$0.28
State Revenue <ul style="list-style-type: none"> State Sales Tax (previously \$3.6M decrease; General Assembly adopted Hold Harmless provision) Other State Revenue changes State CARES Act funding 	(\$0.00) TBD \$4.73
Local Revenue <ul style="list-style-type: none"> Extended Day revenue loss (through June 2021) Building Use, Bus Camera Fines, revenue loss (through 1st quarter) Aquatics, Montessori/Summer School/Other Tuition, Other Fees revenue loss (through June 2021) 	(\$12.97) (\$0.06) (\$2.73)
Federal Revenue <ul style="list-style-type: none"> CARES Act funding for Schools (less Equitable Services amount to private schools) (additional revenue) Medicaid reimbursement loss 	\$1.99 (\$0.40)
TOTAL INCREASE/(DECREASE) IN REVENUE	(\$15.81-\$22.91)

*Estimates based on current information and being in the virtual model through the 1st quarter. All estimates are subject to change at any time.



Cost Projections FY21

Description	Amount* (in millions)
Health and Safety Needs <ul style="list-style-type: none"> PPE, cleaning (supplies & personnel), screening (supplies & personnel) 	\$7.10
Technology Needs <ul style="list-style-type: none"> Devices, telephony, software licenses, etc. (includes PreK-2 devices purchased with CARES Act funds) 	\$2.54
Instructional Needs <ul style="list-style-type: none"> Printing and translation of elementary packets; additional days in summer for special education teachers for Extended School Year (ESY) services and Individualized Education Plans (IEPs); toolkits for students 	\$1.73
Mental Health and Well-being <ul style="list-style-type: none"> Additional days in summer for social workers and bilingual family liaisons 	\$0.14
Other <ul style="list-style-type: none"> Food service staff pay through 1st Quarter; translations of communications 	\$0.99
TOTAL INCREASE/(DECREASE) IN EXPENDITURES	\$12.50

*Estimates based on current information and being in the virtual model through the 1st quarter. All estimates are subject to change at any time.



Savings Projections FY21

Description	Amount* <i>(in millions)</i>
Salary and Benefits <ul style="list-style-type: none"> • Hourly wages • Overtime 	(\$0.13) (\$0.34)
Utilities and Fuel <ul style="list-style-type: none"> • Electricity, water, natural gas, and motor vehicle fuel 	(\$0.52)
Capital Outlay <ul style="list-style-type: none"> • Additional and replacement furniture and equipment for schools 	(\$2.10)
Contingency and Other <ul style="list-style-type: none"> • Debt Service refunding (estimate from Fall 2020 bond sale) • Staffing contingency balance • Contingency against revenue loss in FY21 Budget 	(\$1.90) (\$2.51) (\$1.47)
TOTAL SAVINGS - INCREASE/(DECREASE) IN EXPENDITURES	(\$8.97)

*Estimates based on current information and being in the virtual model through the 1st quarter. All estimates are subject to change at any time.



Summary of Projections FY21

Description	Amount* <i>(in millions)</i>
Revenue Projections (net revenue loss)	(\$15.81-\$22.91)
Cost Projections (additional costs)	(\$12.50)
Savings Projections (estimated savings)	\$8.97
NET SURPLUS/(SHORTFALL)	(\$19.34-\$26.44)

*Estimates based on current information and being in the virtual model through the 1st quarter. All estimates are subject to change at any time.



FY 2022 Fiscal Outlook

Revenue	Current Estimate
FY 2021 Budget (as adopted)	\$ 670.3
Decrease in County Transfer (based on current FY21 projections)	(14.1-21.2)
State, Federal & Other Revenue Adjustments	TBD
Less One-time Revenue from Reserves	<u>(16.5)</u>
TOTAL - Revenue	\$ 632.6-639.7

Expenditures	
FY 2021 Budget (as adopted)	\$ 670.3
Enrollment Growth (based on Fall 2019 projections)	11.0
New Schools – ongoing and one-time costs	3.4
Additional Debt Service (based on FY 2021 CIP)	0.5
Initiatives from Prior Year Budgets	2.1
Compensation – Step Increase (per policy)	10.7
VRS and Health Insurance Increases	2.9
Other Adjustments	<u>5.6</u>
TOTAL – Expenditures	\$ 706.5
Surplus/(Shortfall)	\$ (66.8-73.9)

May not total due to rounding

*Note: All costs are **estimates** and will be refined as the budget is developed.*



For our ACTC discussion...

- For the purposes of this discussion, let's keep our suggestions to a transportation lens.
- If you have ideas outside of ACTC, send them to engage@apsva.us



Discussion Question #1 – *Priorities*

What priorities should be considered for the FY 2022 budget?

What are the main services and resources in APS that need to be preserved?

Are there new areas of investment we should consider?



Discussion Question #2 – *Tradeoffs*

Are there ways to reduce costs while ensuring appropriate support for instructional programs and services?

If reductions have to be made, what should not be touched?

Are there efficiencies that should be considered to reduce costs?

What would you not add to the budget to prevent/mitigate reductions?
(e.g., new initiatives, program expansions, compensation)