

GOVERNOR MCAULIFFE'S FY18 PROPOSED BUDGET AMENDMENTS

FY18 estimates are based an enrollment projection of 12,570 as compared to 12,620 for FY17

Composite index for FY17 AND FY18 is .3905

| State Funding Source | School Operating Budget for FY17 | Governor Proposed for FY18 | Difference | |
|--|---|---------------------------------------|-------------------|--------------|
| | | | \$ | % |
| Sales Tax | 13,104,117 | 13,545,945 | 441,828 | 3.37% |
| Basic Aid | 34,979,938 | 34,609,363 | (370,575) | -1.06% |
| Compensation Supplement - (Note 1) | 502,780 | 569,881 | 67,101 | 13.35% |
| Supplementary Lottery | 403,209 | 1,725,734 | 1,322,525 | 328.00% |
| Special Education - SOQ | 3,699,799 | 3,685,141 | (14,658) | -0.40% |
| Vocational Education - SOQ | 238,449 | 237,504 | (945) | -0.40% |
| Textbooks | 844,416 | 841,070 | (3,346) | -0.40% |
| Employer Shared Benefits (Note 2) | 6,230,431 | 6,665,430 | 434,999 | 6.98% |
| Technology Initiative - Regular Grant | 544,000 | 544,000 | - | 0.00% |
| Technology Initiative - e-Learning Backpack | 0 | 0 | - | N/A |
| Prevention, Intervention, Remediation | 407,670 | 406,055 | (1,615) | -0.40% |
| Other State Funds | <u>2,527,917</u> | <u>2,583,967</u> | <u>56,050</u> | 2.22% |
| Total State Revenue | 63,482,726 | 65,414,090 | 1,931,364 | 3.04% |
| | | | | |
| Change in State revenue as compared to FY17 | | 1,931,364 | | |
| | | | | |
| VRS expenditure increase: | | | | |
| Professional Group | | <u>1,300,000</u> | | |
| | | | | |
| NET INCREASE TO AVAILABLE RESOURCES | | 631,364 | | |

Note 1:

State share of a 1.5% bonus payment effective December 1, 2017 for funded SOQ instructional and support positions.

Note 2:

Employer Shared Benefits reflect the following VRS rates.

The adjustments in the retirement rate also impacts the expenditure side of the budget.

| Professional Group | | | |
|----------------------------|--------------|-------------|-------------|
| | Retirement | RHCC | Group Life |
| Rates in FY17 | 14.66 | 1.11 | 1.31 |
| Governor Proposed for FY18 | <u>16.32</u> | <u>1.23</u> | <u>1.31</u> |
| Increase in rate | 1.66 | 0.12 | 0.00 |

| Non-professional group | | |
|-------------------------------|------------|-------------|
| | Retirement | Group Life |
| Rates in FY17 | 5.91 | 1.31 |
| VRS actuarial rate for FY18 | <u>TBD</u> | <u>1.31</u> |
| Increase in rate | TBD | 0.00 |

Note 3:

Increases or decreases for state and federal grants will be added to revenues and expenditures when the amounts are determined.