



Henrico County Public Schools

FY2017 Annual Financial Plan
January 28, 2016



Agenda

- ▶ Budget Development Process
- ▶ General Fund
- ▶ All Funds
- ▶ Next Steps





HCPS Four Priorities





Budget Process

- ▶ Stakeholders' Input
- ▶ Proposed Budget Development
- ▶ Proposed Annual Plan Presentation to the School Board
- ▶ School Board Deliberations
- ▶ School Board Approved Annual Financial Plan
- ▶ Approved Plan Submitted to the County
- ▶ County Stakeholder's Input
- ▶ County Adopted Annual Financial Plan
- ▶ School Board Adopted Annual Plan

Stakeholders' Input

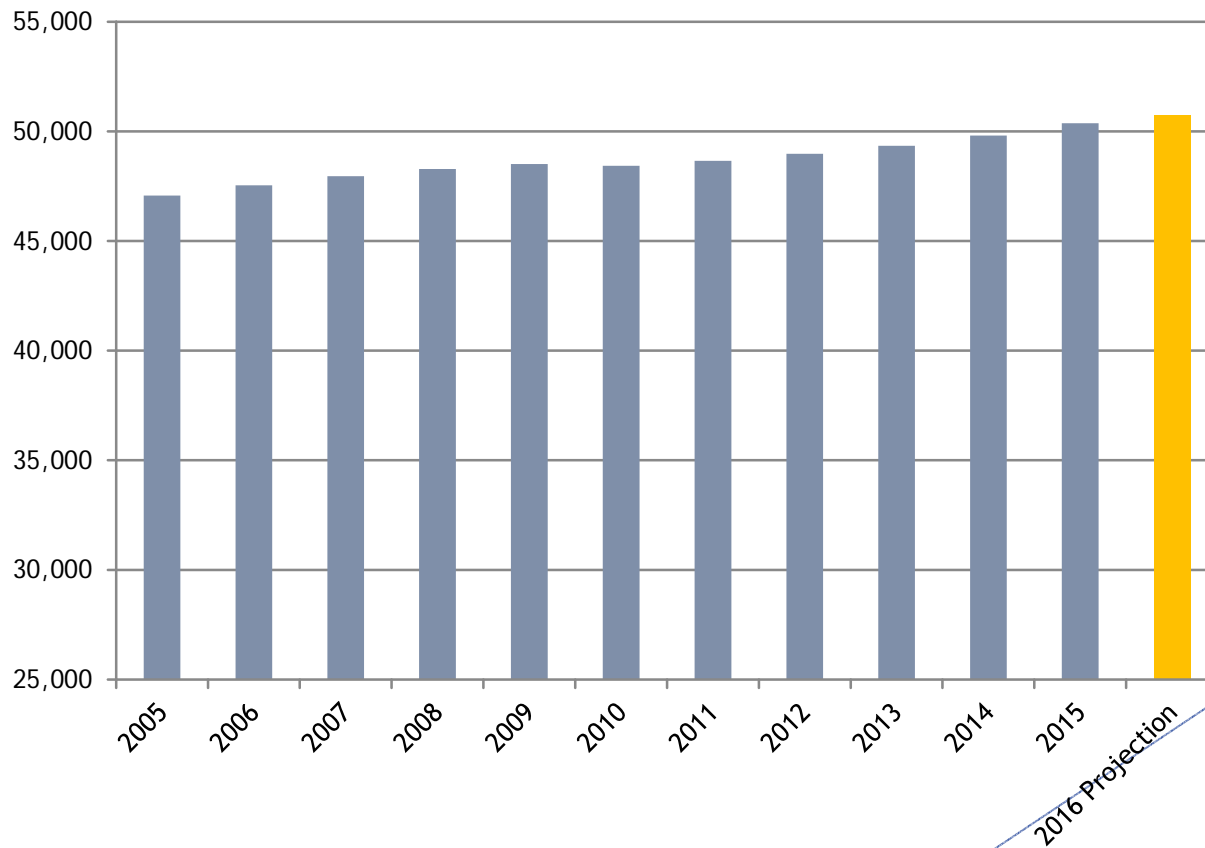
- ▶ School Teams
- ▶ Student Congress
- ▶ Parent Groups
- ▶ School Board Members
- ▶ Public Input Sessions
- ▶ Community Groups
- ▶ County Staff
- ▶ Budget Advisory Committee
- ▶ Division Leadership Team
- ▶ Web Site Link





Enrollment Trend

Fall 2016 Projection = 50,762 Students (+392 students or 0.8%)
Since 2005, membership has increased by 3,691 students, which represents an annual average increase of 369 students or 0.8%.





Elementary PTR and Secondary Class Size

School Year	Elementary PTR	Middle Class Size	High Class Size
2006	20.0	22.1	21.1
2007	20.3	21.7	21.1
2008	19.8	21.5	21.2
2009	19.9	20.9	21.4
2010	20.6	22.1	21.8
2011	20.3	22.9	21.3
2012	21.0	22.9	22.0
2013	21.2	23.3	21.9
2014	21.4	23.1	23.1
2015*	21.2	22.3	22.1

*Beginning in fall 2015, the methodology for calculating class size was modified due to more detailed data available from the student information system.



Governor's Budget Highlights

- ▶ FY2017 estimated revenue is \$10.8 million higher than FY2016 state estimate
- ▶ Teaching positions
 - ▶ Year 1 - 46 positions, cost of \$3.0 million with \$1.7 million of State revenue
 - ▶ Year 2 - add 42 positions (88 total), cost of \$5.8 million with \$3.4 million of State revenue
- ▶ Proposed VRS rate Increase in FY2018 - cost of \$3.9 million with \$2.2 million of State revenue
- ▶ Pay increase - 2.0% in FY2018
 - ▶ \$7.5 million cost with \$3.4 million of funding



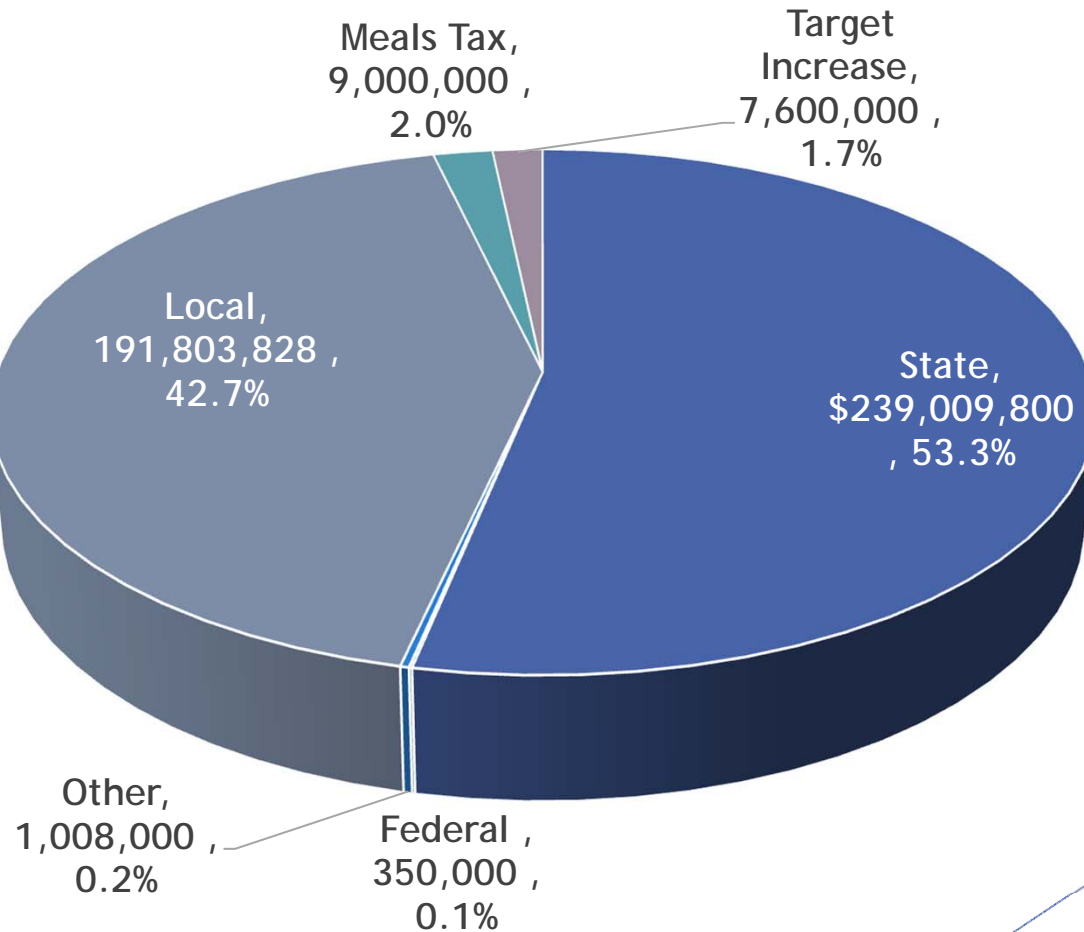
FY2017 General Fund Revenue Target

Description	FY2016 Budget	FY2017 Budget	\$ Change	% Change
State	\$ 239,009,800	\$ 239,009,800	\$ -	0.0%
Federal	350,000	350,000	-	0.0%
Other	1,008,000	1,008,000	-	0.0%
Local	191,803,828	191,803,828	-	0.0%
Meals Tax	9,000,000	9,000,000	-	0.0%
Target Increase	-	7,600,000	7,600,000	100.0%
Total General Fund	\$ 441,171,628	\$ 448,771,628	\$ 7,600,000	1.7%

Note: Outside of the General Fund target, there will be an additional \$1,000,000 added for school buses in the Vehicle Replacement Reserve within the Capital Budget and \$1,000,000 will be added for rising costs in the Children's Services Act (CSA) program.



FY2017 General Fund Revenue by Source - \$448,771,628





FY2017 Non-negotiable Expenditure Changes

Description	Amount	FTEs
Increase in VRS Rates	\$ 2,200,000	
Teaching positions to maintain PTR (27 teachers)	1,755,000	27.0
Elementary infrastructure refresh	1,100,000	
Annualize the FY2016 pay increase	800,000	
Health insurance employer share estimated increase	750,000	
Decrease in VRS rate for non-teacher pool	(400,000)	
Total	\$ 6,205,000	27.0



FY2017 General Fund Efficiency Savings

Description	Amount	FTEs
Warehouse inventory direct ship savings	(182,000)	(4.0)
Eliminate itinerant RN	(60,000)	(1.0)
Establish a rotation for arts performances	(54,000)	
Print shop collaboration with County	(34,389)	(1.0)
Total	\$ (330,389)	(6.0)



FY2017 General Fund - Personnel Expenditures

Description	Amount	FTEs
Add 8.0 Instructional positions - Supt's Reserve	\$ 520,000	8.0
Convert 15.0 Clinic Attendants to RNs (grow your own)	210,000	
Director of Family Engagement	116,000	1.0
Recruitment incentives for hard to fill positions	100,000	
Move Asst. Director of Staff Dev. from TIF (3/4 year)	96,250	
Pay grade increase for certified bus drivers	35,000	
Head coach stipends for VHSL swimming (9.0)	18,315	
Advance College Academy stipends	18,000	
Asst. coach stipends for VHSL swimming (9.0)	13,824	
Convert contractual services to speech therapist	-	5.0
Convert contractual services to interpreter	-	1.0
Total	\$ 1,127,389	15.0



FY2017 General Fund - Other Expenditures

Description	Amount
New learning management system increased cost	\$ 192,400
Edgenuity (increased use)	165,000
Band equipment replacement funds	70,000
Technology equipment replacement for schools	50,000
MLWGS tuition increase (\$200 per student)	37,600
Add'l 4 slots at MLWGS (multi-year plan)	17,000
Advance College Academy - HSHS (student fees)	30,000
Expansion of after-school academic program (Wilder)	30,000
Man-Up Festival	6,000
Total	\$ 598,000



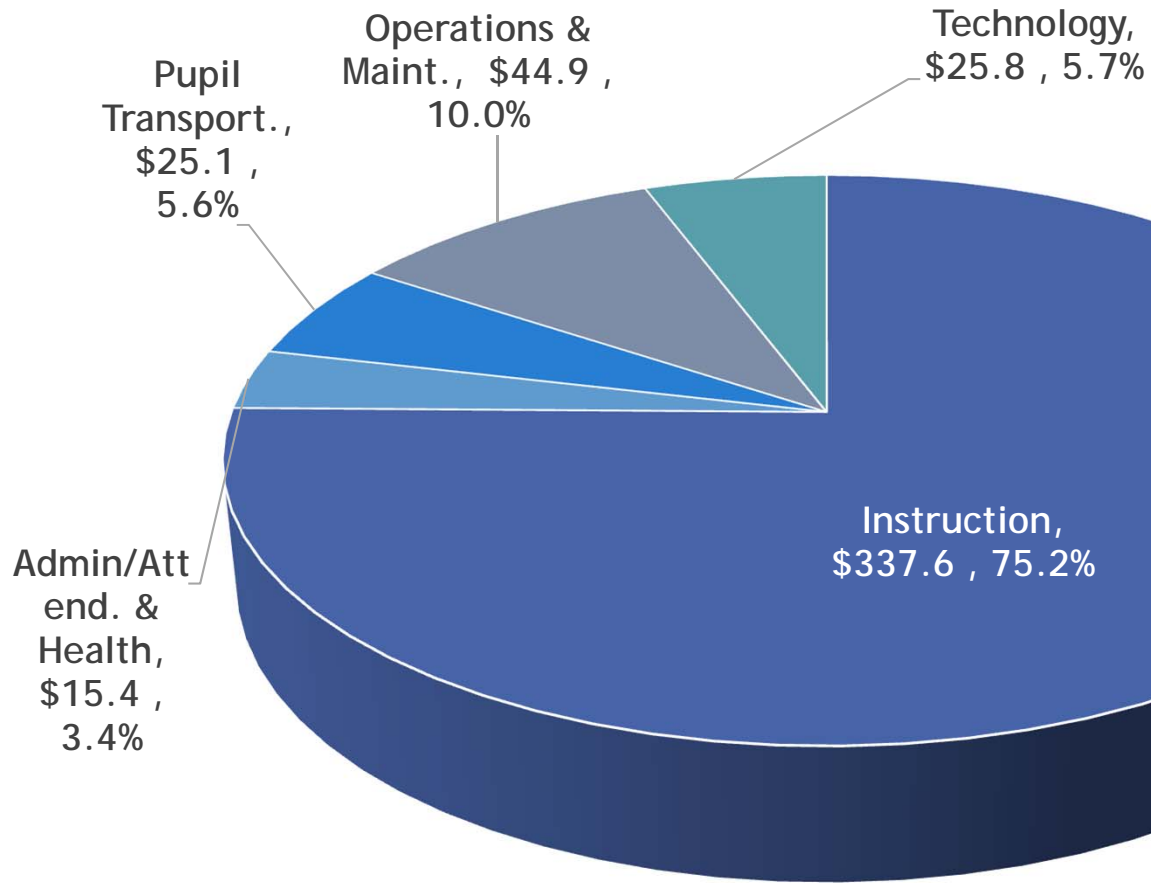
FY2017 General Fund Budget Balancing

Description	Amount	FTEs
Revenue Increase	7,600,000	
Expenditure Change:		
Non-negotiable Changes	6,205,000	27.0
Efficiency savings	(330,389)	(6.0)
Personnel Changes	1,127,389	15.0
Other Expenditure Changes	598,000	
Total Expenditure Change	7,600,000	36.0



FY2017 General Fund Expenditures By Function

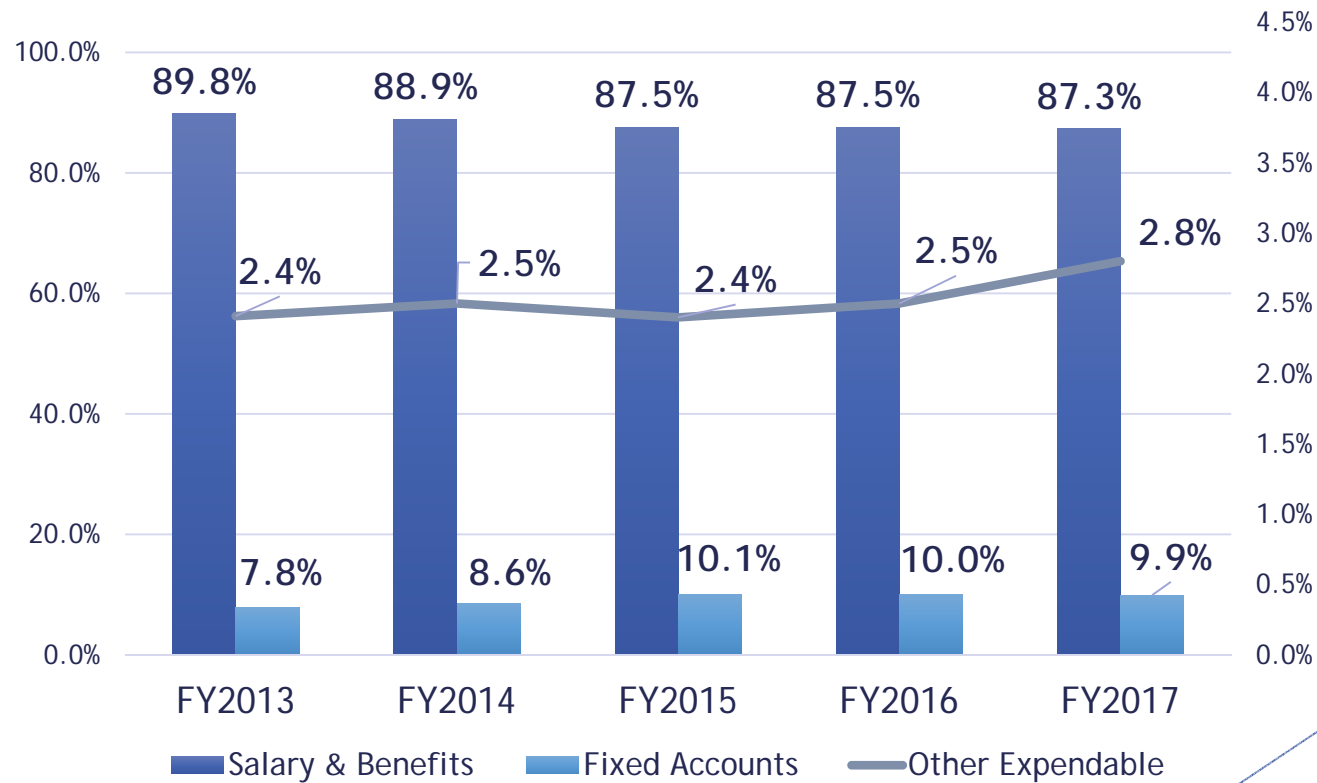
\$448,771,628



\$ Amounts in Millions



Five-Year General Fund Expenditures by Type



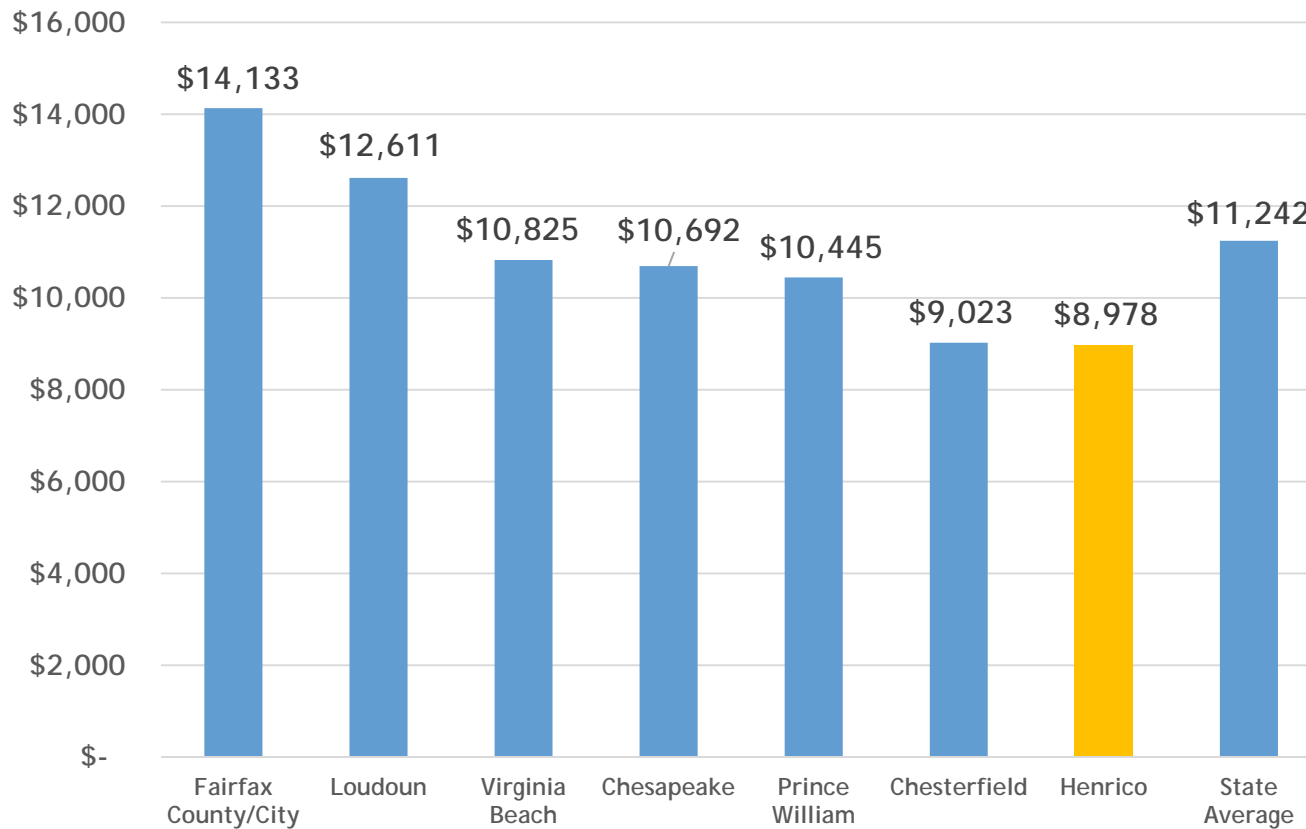


Five-Year Budget Comparison - General Fund

Fiscal Year	Amount	\$ Change	% Change
FY2013	\$ 404,050,000	\$ 300,000	0.1%
FY2014	\$ 410,272,057	\$ 6,222,057	1.5%
FY2015	\$ 430,785,660	\$ 20,513,603	5.0%
FY2016	\$ 441,171,628	\$ 10,385,968	2.4%
FY2017	\$ 448,771,628	\$ 7,600,000	1.7%



FY2014 Per Pupil Cost Comparison



Source: Table 15 of the Superintendent's Annual Report for Virginia



Special Revenue Fund

▶ Grants Fund

- ▶ VPI + - \$2.2 million (10 pre-K classes)
- ▶ Medicaid funded positions - \$337,000
 - ▶ Coordinator of Behavior Supports 1.0 FTE
 - ▶ School Social Worker - 1.0 FTE
 - ▶ School Psychologist - 1.0 FTE
 - ▶ Clinical Supervisor - 1.0 FTE
- ▶ Laptop user fee line item



Summary of All Funds

Description	FY2016 Budget	FY2017 Budget	\$ Change	% Change
General Fund	\$ 441,171,628	\$ 448,771,628	\$ 7,600,000	1.7%
Debt Service Fund	35,411,580	33,292,773	(2,118,807)	-6.0%
Sub-total	476,583,208	482,064,401	5,481,193	1.2%
Special Revenue Fund	63,523,757	70,347,385	6,823,628	10.7%
Total All Funds	\$ 540,106,965	\$ 552,411,786	\$ 12,304,821	2.3%



Next Steps

Date	Process	Sponsor	Detail
January 28, 2016	Proposed FY2017 Budget Presentation	HCPS Staff	Presentation of proposed budget.
February 2, 2016	Executive Department Review with County Manager	County HCPS Staff	County Government Center at 2:00 PM
February 3, 2016	Budget Highlights to HCCPTA & Public Hearing	School Board HCCPTA	Freeman High at 6:30 PM
February 18, 2016	Teacher Advisory Council Budget Presentation	HCPS Staff	Hermitage High School at 3:00 p.m.
February 25, 2016	FY2017 Budget Approval	School Board	Approved budget is submitted to County BOS for consideration
March 17, 2016	Legislative Budget Review with Board of Supervisors	County BOS School Board	County Government Center at 1:00 PM
April 12, 2016	County Budget Public Hearing	County BOS	County Government Center
April 26, 2016	County Budget Adoption	County BOS	County Government Center
April 28, 2016	FY2017 Budget Adoption	School Board	Final Adoption
June 30, 2016	FY2017 Budget Appropriation	County BOS	Appropriation of Adopted Budget



HCPS

HENRICO COUNTY PUBLIC SCHOOLS

The right to achieve.
The support to succeed.



Questions ???