



Chesterfield
County
Public Schools



FY26 Operating Budget Approval

Robert Meister

Chief Financial Officer

February 27, 2025

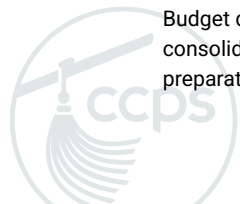
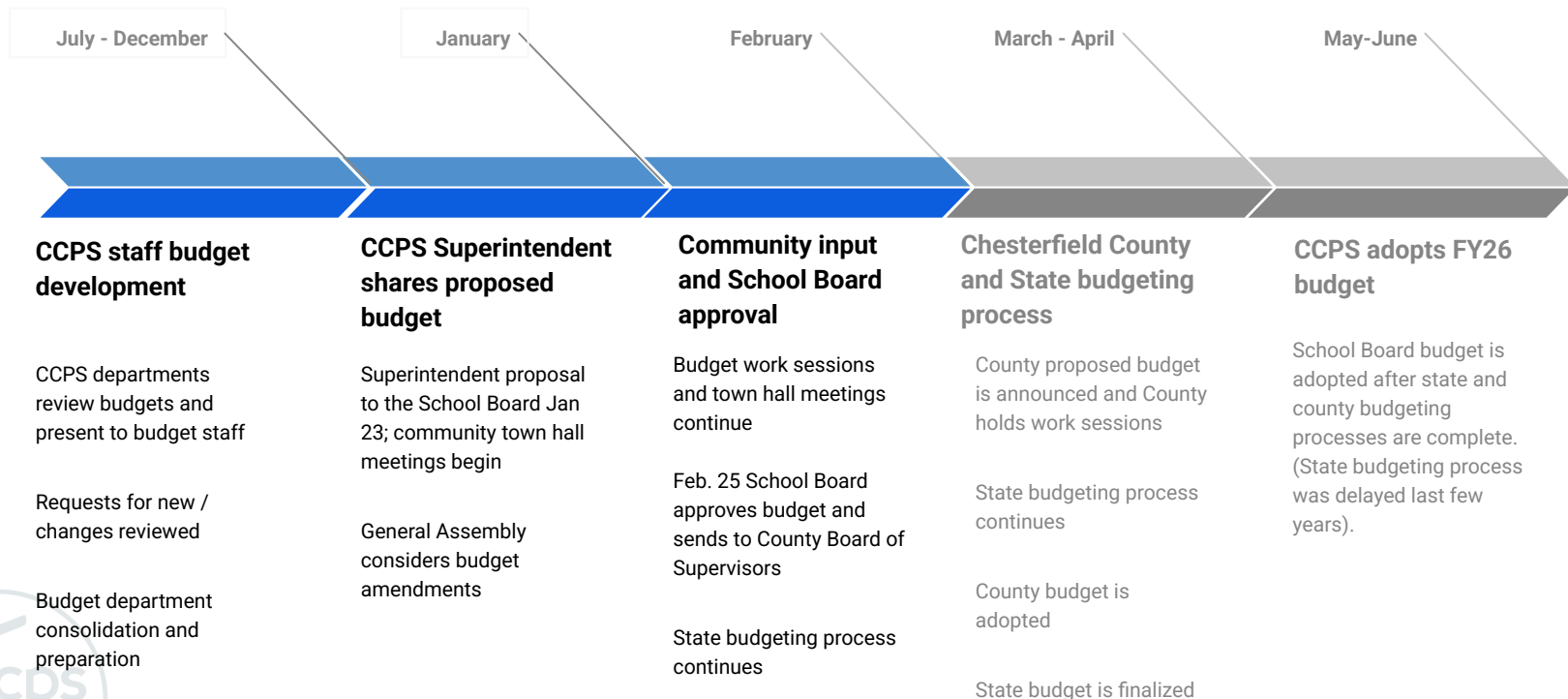
Executive Summary

Seeking Approval of FY26 Financial Plan

- Operating budget of \$986.7, a 4.5% increase from Revised FY25 Plan
 - Operating Budget includes \$42.8M in new spend
 - Revenue Based on GA Approved revenue estimates
- Total CCPS Financial Plan of \$1,072.7M (including ARGs), 4.3% increase
- Reminder, State process is still ongoing and state funding is dependant on finalization of state process
 - Will amend as needed once complete



CCPS Budget Cycle



State Budget Update

General Assembly budget includes additional k12 funding

- Reminder: Governor's proposal included ~\$12M in additional funding
- Three main amendments from the GA may impact K12 funding
 - Proposed removal of the "Support Cap" - Est CCPS impact ~\$12M
 - Enhanced Special Ed Funding - Est CCPS impact ~\$3M
 - Proposed \$1000 bonus for SOQ Positions
 - No local match required, but additional funds likely required to provide full \$1000 to all eligible (instructional positions)
 - Payment proposed by June 1 (FY25 budget impact)
- CAUTION - GA amendments subject to final negotiated budget agreement with Governor



Recommended changes from Sup't Proposed

Incorporate known / likely changes prior to approval

- Incorporate \$15.4M in additional State revenue
 - \$12.5 for removal of support cap; \$2.9 for Special Ed funding
- Incorporate ~\$1M in County adjustments
 - Revenue: \$0.6M One-time funding
 - Expense: (\$0.4M) reduced shared service cost expectations
- Include \$16.4 of \$16.8M other needs (Reduce Expenses by ~\$0.4M)
 - Assume alternate funding for Recovery Academy (\$0.3M); Lower Fuel by (\$0.1M)
- Incorporate proposed change to Pre-K program - budget neutral overall
 - Shifts ~\$1.2M funding and expense from Federal (Head Start) to State (VPI)



CCPS Recommended revision to Revenue

FY26 Proposed Summary Change from FY25 (\$ millions)	Superintendent Proposed (1/23)	Recommended School Board Approved	Change	
<i>Local Revenue</i>	\$0.3M	\$0.3M	\$0M	
<i>State Revenue*</i>	\$12.1M	\$28.7M	\$16.6M	\$15.4M State + \$1.2M Pre-K adjustment
<i>County Revenue</i>	\$13.15M	\$13.15M	\$0M	
<i>Leases (County)</i>	\$1.85M	\$1.85M	\$0M	
<i>Use of Reserves</i>	(\$1.8M)	(\$1.2M)	\$0.6M	County contribution
Total FY26 Revenue Adjustments	\$25.6M	\$42.8M	\$17.2M	



Budget Summary - revised

Revenue

FY26 Proposed Summary	Change from FY25 (\$ millions)
<i>Local Revenue</i>	<i>\$0.3M</i>
<i>State Revenue</i>	<i>\$28.7M</i>
<i>County Revenue</i>	<i>\$13.15M</i>
<i>Leases (County)</i>	<i>\$1.85M</i>
<i>Use of Reserves</i>	<i>(\$1.2M)</i>
Total FY26 Revenue Adjustments	\$42.8M

Expenses

FY26 Proposed Summary	Change from FY25 (\$ millions)
<i>Compensation</i>	<i>\$20.2M</i>
<i>Required Increases</i>	<i>\$3.5M</i>
<i>Leases (Required)</i>	<i>\$1.85M</i>
<i>Student Facing</i>	<i>\$13.8M</i>
<i>Other Needs</i>	<i>\$2.6M</i>
FY26 Proposed Adjustments	\$42.0M
<i>Pre-K Funding change</i>	<i>\$1.2M</i>
<i>Shared Service Adjustment</i>	<i>(\$0.4M)</i>
Total FY26 Unfunded Adjustments	\$42.8M



Sup't Proposed FY26 Afforded Adjustments (+\$25.6M)

Compensation \$20.2M

- 3% Compensation increase

Required Increases \$3.5M

- Health / Dental insurance Increases (\$1.3M)
- Custodial Contract (\$1.2M)
- Technology Services (\$1.0M)

Lease (Required) \$1.85M

- Springline Lease



Sup't Proposed Additional School Needs (+\$16.4M)

Student Facing (\$13.8M)

- Special Education Support (\$9.7M)
- ELL Growth (\$4.0M)
- ~~Recovery School (\$0.3M)~~
Other funding to be identified
- Communities in Schools Site Expansion (\$0.1M)

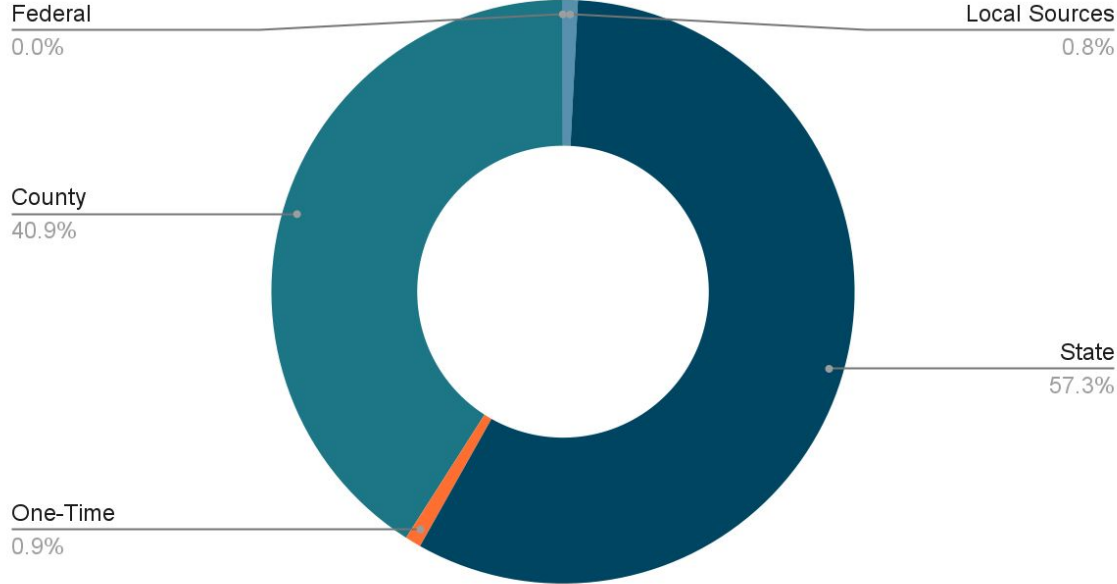
Other Needs (\$2.6M)

- Fleet Maintenance and Fuel (~~\$1.3M~~ - \$1.2M)
- Other Inflation (\$0.2M)
- Technology Equipment new/replacement schedule (\$0.6M)
- Mega Trailers (\$0.6M)



Revenue Summary (Gen Assembly Revenue Estimate)

FY26 Revenue



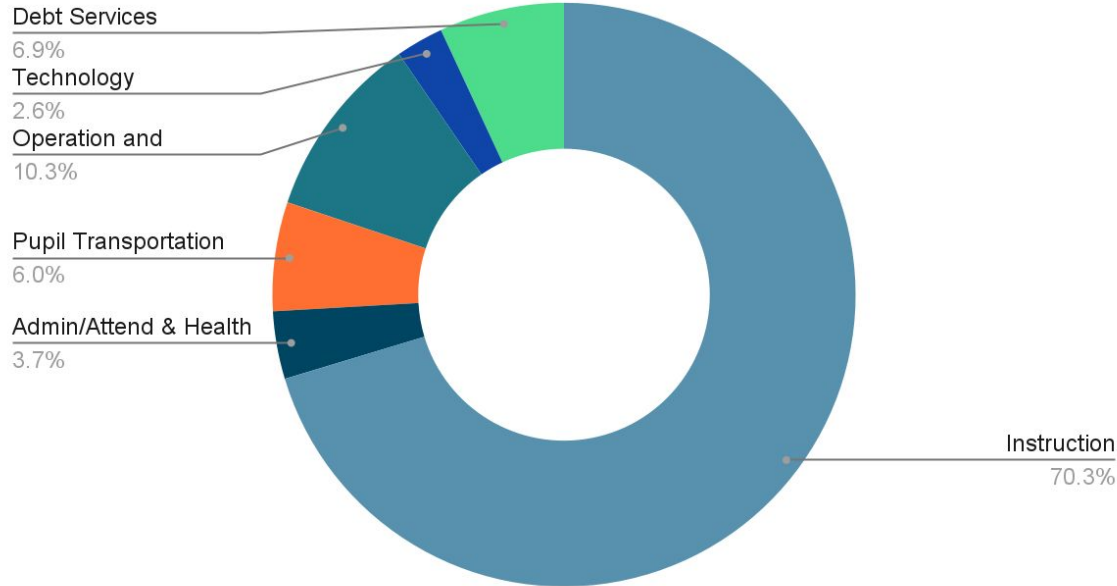
\$42.8 increase
from FY25
Revised Budget

\$986.7M Total
Operating
Revenue



Funded Expense Summary - \$986.7M

FY26 Expenses



\$42.8M in Expense increases



All Funds - Proposed SB Approved (incl Pre-K)

Fund	FY25 Revised	FY26 Updated	Dollar Change	Percent Change	FY26 FTE
Operating	\$ 943,889,800	\$ 986,714,800	\$ 42,825,000	4.54%	8,589.8
Grants	\$ 39,434,800	\$ 38,153,200	\$ -1,281,600	-3.25%	287.8
Food Service	\$ 39,332,200	\$ 42,238,600	\$ 2,906,400	7.39%	492
Total CCPS	\$1,022,656,800	\$ 1,067,106,600	\$44,449,800	4.35%	9,369.6
Appomattox Regional Governor's School (ARGS)	\$ 5,561,600	\$ 5,631,400	\$ 69,800	1.26%	
Grand Total	\$ 1,028,218,400	\$ 1,072,738,000	\$ 44,519,600	4.33%	



Additional longer term school needs

Other items NOT included, but are needs for the district and reflected in List of Unfunded Priorities:

- Operations / Technology
- Staffing / Student Needs
- Compensation



Timeline ultimately dependant on State process

- **Today:** Approve School Board Budget prior to 3/1 deadline
- **March 12:** County Budget Work Session
- **March 13-25:** County Town Halls
 - 3/13 Manchester MS; 3/17 Beulah Rec; 3/18 CTC Hull; 3/19 N. CH Rd Library; 3/20 Chester Library; 3/24 Facebook Live; 3/25 Matoaca ES
- **March 24:** Governor Action of GA Budget
- **March 26:** Board of Supervisors Public Hearing
- **April 2:** GA scheduled to reconvene



Next Steps

Consider approval of Memo #025-25

- FY26 Financial Plan totaling \$1,072.7M across All Funds (Attachment B&C)
- School Board's Unfunded Priority list (Attachment D)
- Resolution to County Board of Supervisors (Attachment E)





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