



FY 2020 Recommended Budget Budget Question

Board Question #: 8

BUDGET QUESTION: Can we change how we handle CIP/debt service budgeting for the Schools to make it clearer each year how much is operating and how much is CIP/debt service?

RESPONDING DEPARTMENT/OFFICE: Finance

RESPONSE: This question was asked with reference made to “the way Stafford does it.” Stafford budgets the same way we do – with the local transfer to schools including payment of the schools’ debt service. Stafford includes the attached breakdown (Attachment 1) in its budget document.

We can include a new page in our budget document showing the historic breakdown of the local transfer to Schools. However, unlike Stafford, we will want to show all components of the transfer to include those other than debt service. Please see Attachment 2 as the example of the page to be added to the Education section of Spotsylvania County’s budget document. Note that all funding in the graph from \$0 up to the top of the purple section is on-going funding each year. The teal portion on top of that is the debt service, and then in some years there was one-time funding shown in orange.

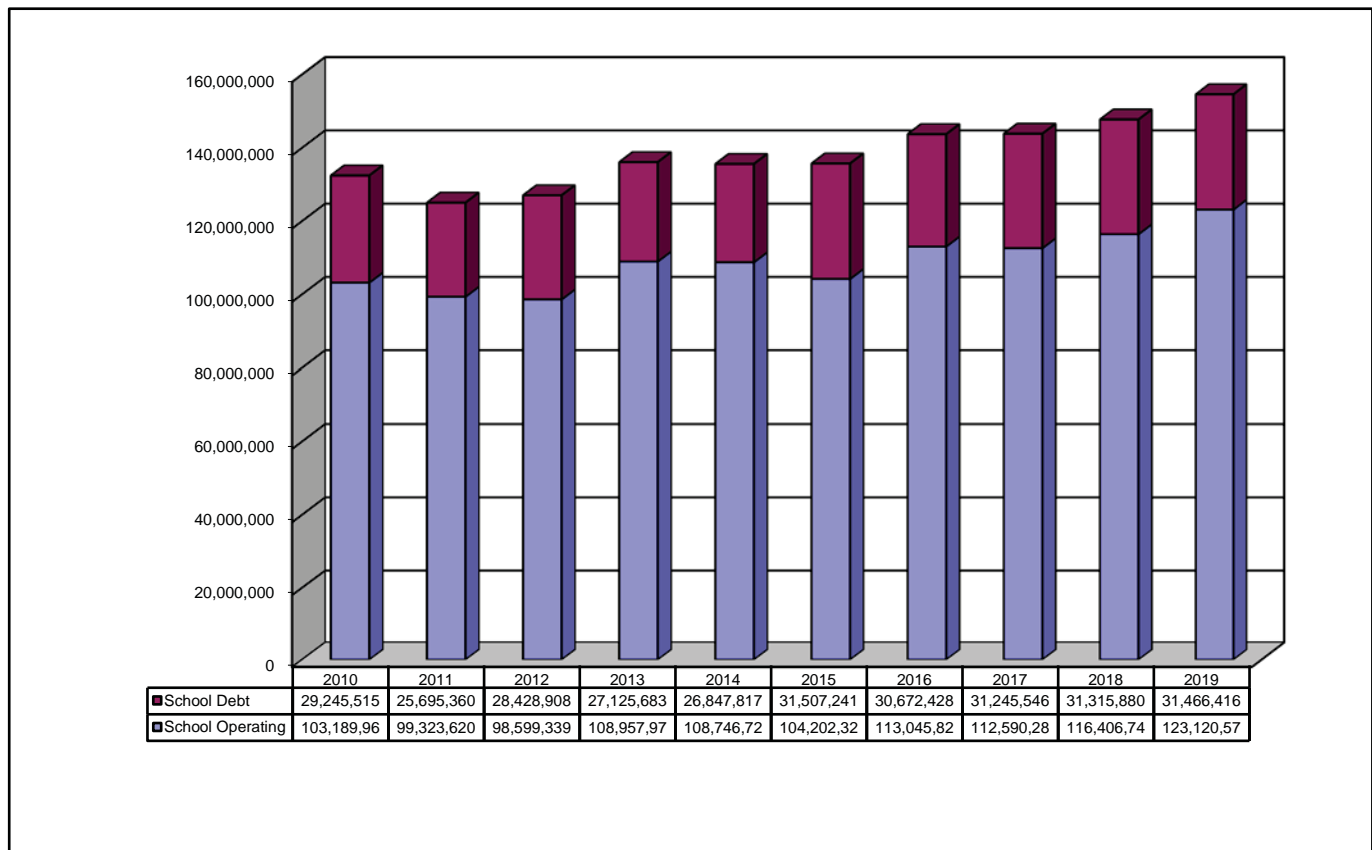
ESTIMATE OF STAFF TIME SPENT ON RESPONSE: 1.5 hours

School Transfer and Debt Service

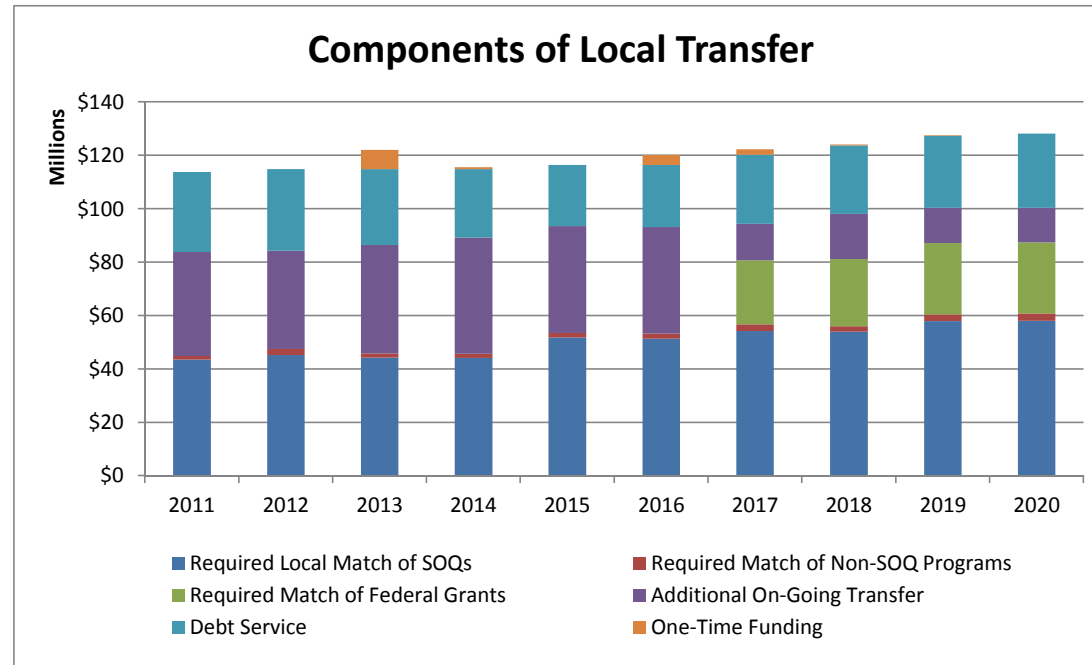
Stafford County FY19 Adopted Budget

The schedule and graph below show an historical analysis of the School transfer separated by operating costs and debt service. Years FY2010 through FY2017 are actual expenditures; years FY2018 and FY2019

reflect the Ad Year	School Transfer	School Transfer Operating	Prior Year % Change Oper	Debt Service/ Capital Projects	Prior Year % Change Debt
2010	132,435,478	103,189,963	3.73%	29,245,515	-4.39%
2011	125,018,979	99,323,620	-3.75%	25,695,360	-12.14%
2012	127,028,247	98,599,339	-0.73%	28,428,908	10.64%
2013	136,083,657	108,957,975	10.51%	27,125,683	-4.58%
2014	135,594,545	108,746,728	-0.19%	26,847,817	-1.02%
2015	135,709,563	104,202,323	-4.18%	31,507,241	17.35%
2016	143,718,256	113,045,828	8.49%	30,672,428	-2.65%
2017	143,835,834	112,590,288	-0.40%	31,245,546	1.87%
2018	147,722,626	116,406,746	3.39%	31,315,880	0.23%
2019	154,586,990	123,120,574	5.77%	31,466,416	0.48%
Average 2010 to 2019			2.26%		0.58%



FY	Components of the Transfer							Change	
	Required Local Match of SOQs	Required Match of Non-SOQ Programs	Required Match of Federal Grants	Additional On-Going Transfer	Debt Service	One-Time Funding	Total Transfer	\$	%
	2011	\$43,595,345	\$1,302,868	n/a	\$38,918,480	\$30,013,646	\$0	\$113,830,339	\$0
2012	\$45,188,202	\$2,381,247	n/a	\$36,745,949	\$30,514,941	\$0	\$114,830,339	\$1,000,000	0.9%
2013	\$44,280,489	\$1,507,515	n/a	\$40,624,898	\$28,417,437	\$7,206,094	\$122,036,433	\$7,206,094	6.3%
2014	\$44,116,544	\$1,650,255	n/a	\$43,441,149	\$25,622,391	\$750,000	\$115,580,339	-\$6,456,094	-5.3%
2015	\$51,849,984	\$1,599,490	n/a	\$40,068,261	\$22,897,604	\$0	\$116,415,339	\$835,000	0.7%
2016	\$51,345,396	\$1,954,912	n/a	\$39,916,137	\$23,216,302	\$3,749,749	\$120,182,496	\$3,767,157	3.2%
2017	\$54,185,003	\$2,534,239	\$23,985,322	\$13,623,058	\$25,922,930	\$2,100,000	\$122,350,552	\$2,168,056	1.8%
2018	\$54,018,514	\$2,027,313	\$25,110,085	\$17,004,285	\$25,581,896	\$333,222	\$124,075,315	\$1,724,763	1.4%
2019	\$57,978,170	\$2,531,713	\$26,632,599	\$13,181,926	\$27,048,808	\$250,000	\$127,623,216	\$3,547,901	2.9%
2020	\$58,057,961	\$2,723,983	\$26,632,599	\$12,917,512	\$27,849,361	\$0	\$128,181,416	\$558,200	0.4%



Available On-Going Local Transfer After Debt Service			
FY	Transfer less D.S.	\$	%
2011	\$83,816,693	\$1,858,273	2.3%
2012	\$84,315,398	\$498,705	0.6%
2013	\$86,412,902	\$2,097,504	2.5%
2014	\$89,207,948	\$2,795,046	3.2%
2015	\$93,517,735	\$4,309,787	4.8%
2016	\$93,216,445	-\$301,290	-0.3%
2017	\$94,327,622	\$1,111,177	1.2%
2018	\$98,160,197	\$3,832,575	4.1%
2019	\$100,324,408	\$2,164,211	2.2%
2020	\$100,332,055	<u>\$7,647</u>	0.0%
		\$18,373,635	21.9%

Note:

In the years prior to FY 2017, the federal match was included in the "Balance of Transfer" column and therefore shows as "n/a".