



MANASSAS CITY
PUBLIC SCHOOLS

Where Learning Powers the Future

FY2021-2022
Superintendent's Proposed
Budget

Dr. Kevin Newman

Superintendent

February 9, 2021

Duty of the Superintendent

Section 22.1-92 Code of Virginia

*It shall be the duty of each division superintendent to prepare, with the approval of the school board, and submit to the governing body or bodies appropriating funds for the school division, by the date specified in § [15.2-2503](#), the estimate of the **amount of money deemed to be needed during the next fiscal year** for the support of the public schools of the school division. The estimate shall set up the amount of money deemed to be needed for each major classification prescribed by the Board of Education and such other headings or items as may be necessary.*

FY 2021-2022 Proposed Budget Presentation Overview

- Governor's Proposed Budget Update with Historical Funding Trends
- Division Student Enrollment & Demographic Trends
- FY 2021-2022 Proposed Budget
- Upcoming Budget Meetings

New K-12 General Fund Spending in the Introduced Budget

- No loss funding to offset projected ADM losses for the biennium. ADM forecast for FY 22 assumes no rebound from pandemic losses.
 - ❑ On a statewide basis, the revised ADM projections are 44,096 students lower in FY 2021 and 44,296 students lower in FY 2022 than the original projections. Without no loss funding, the ADM updates would have resulted in an estimated decrease in Direct Aid payments on a statewide basis of \$201.2 million in FY 2021 and \$202.9 million in FY 2022
- \$80 million for a 2% percent bonus for SOQ instructional and support positions
- \$61.3 million VRS teacher retirement plan deposit to help address unfunded liabilities.
- \$27 million for school counselors pursuant to the Standards of Quality. This action reduces the staffing ratios to 325-to-1 in all schools in FY 2022.
- \$11.1 for additional 10% boost in VPI per pupil funding to \$7,655, plus \$5 million to restore unallotted Early Childhood Initiative funding.
- ESL program testing suspended, resulting in presumptive ESL funding that restores \$4.3 mil. of \$11.8 mil. reduction in FY 2021 and \$6.5 mil. of \$19 mil. reduction in FY 2022.

Other New GF Spending in the Introduced Budget (Left a \$1.9 B Reserve and \$51 M Unappropriated Balance)

- \$650 million deposit to cash reserve fund in FY 22.
- \$98 mil. for state and state-supported local employee bonus
- \$89 mil. for mass vaccination efforts
- \$79 mil. for Emergency Management COVID-19 disaster response funding
- \$41 mil. for increased funding for the Virginia Housing Trust Fund
- \$39 mil. for state employee health insurance plan deposits to help address unfunded liabilities
- \$36 mil. for VCCS funding to implement the “Get Skilled, Get a Job, Give Back Program”
- \$30 mil. to restore undergraduate student financial assistance
- ***\$15 mil. in additional funding for broadband deployment***

Governor's Proposed Budget Summary

Positive Aspects

1. Based on an Average Daily Membership (ADM) of 7,350 students, Manassas City Public Schools will receive an additional \$2,530,997 (4.5%) in State funds over the FY21 allocation. This increase is primarily due to:
 - “No Loss Funding” (\$1,953,578) due to the affects of the pandemic has had on school enrollment
 - 2% **Bonus** (\$594,189) for all **SOQ** funded positions.
 - Restoring funding for Virginia Preschool Initiative programs (\$674,293)

Governor's Proposed Budget Summary

Negative Aspects

1. Proposed ***bonus*** of 2% is only for the State share of the Standards of Quality (SOQ) supported positions. The total cost to MCPS would be \$1.6 million. The State's contribution to this cost is approximately ***37% (594,189)***, with MCPS paying the remaining 63% ***(\$1,205,811)***.

2021 Introduced Budget State Per Pupil K-12 Direct Aid Funding Nominal and Inflation-Adjusted (CPI \$2005)

FY 22 Real per Pupil Appropriations Reach FY 09 Levels Due to ADM Losses



Source: https://www.doe.virginia.gov/school_finance/budget/calc_tools/index.shtml

State-Funding for Teacher Salary Increases Lags Inflation (2% Salary Increases in FY 21 and FY 22 Unallotted)

Fiscal Year	State-Funded Salary % Increase	State Salary Increase Compound Growth	Compound CPI Growth
2009	0.0%	0.0%	1.4%
2010	2.0%	2.0%	2.4%
2011	0.0%	2.0%	4.5%
2012	0.0%	2.0%	7.5%
2013	0.0%	2.0%	9.3%
2014	2.0%	4.0%	11.1%
2015	0.0%	4.0%	11.8%
2016	1.5%	5.6%	12.6%
2017	0.0%	5.6%	14.8%
2018	2.0%	7.7%	17.3%
2019	0.0%	7.7%	19.8%
2020	5.0%	13.1%	22.4%
2021	0.0%	13.1%	24.6%
2022	0.0%	13.1%	27.3%

Note: Introduced budget includes a 2% bonus for FY 2022

Statewide Budget Trend

Despite Local Fiscal Issues, the Burden of the State-Local Fiscal Partnership is on Localities

	<u>2012 JLARC Ranking</u>	<u>2018 JLARC Ranking</u>
<i>Per capita personal income</i>	8	12
<i>Per capita state taxes</i>	34	33
<i>Per capita local taxes</i>	13	16
<i>State Per Pupil Funding</i>	35	40
<i>State and Local Per Pupil Funding</i>	17	24
<i>Average Salary of Public School Teachers</i>	28	29

City of Manassas 2018 Community Survey – Findings Report

Budget Issues

Respondents were asked to indicate their support for changing the service levels for services that are provided using general tax revenues. Education and police were the two services that received the highest number of responses indicating support for an increase.

City Education Funding

City Council has not informed MCPS of any increase in funding for the FY2022 school budget. For planning purposes only, the City Manager’s estimate would be as follows:

FY2021 City Appropriation	\$58,850,210
FY2022 City Appropriation	<u>\$59,850,210</u>
Difference	\$1,000,000

MCPS Per Student Funding

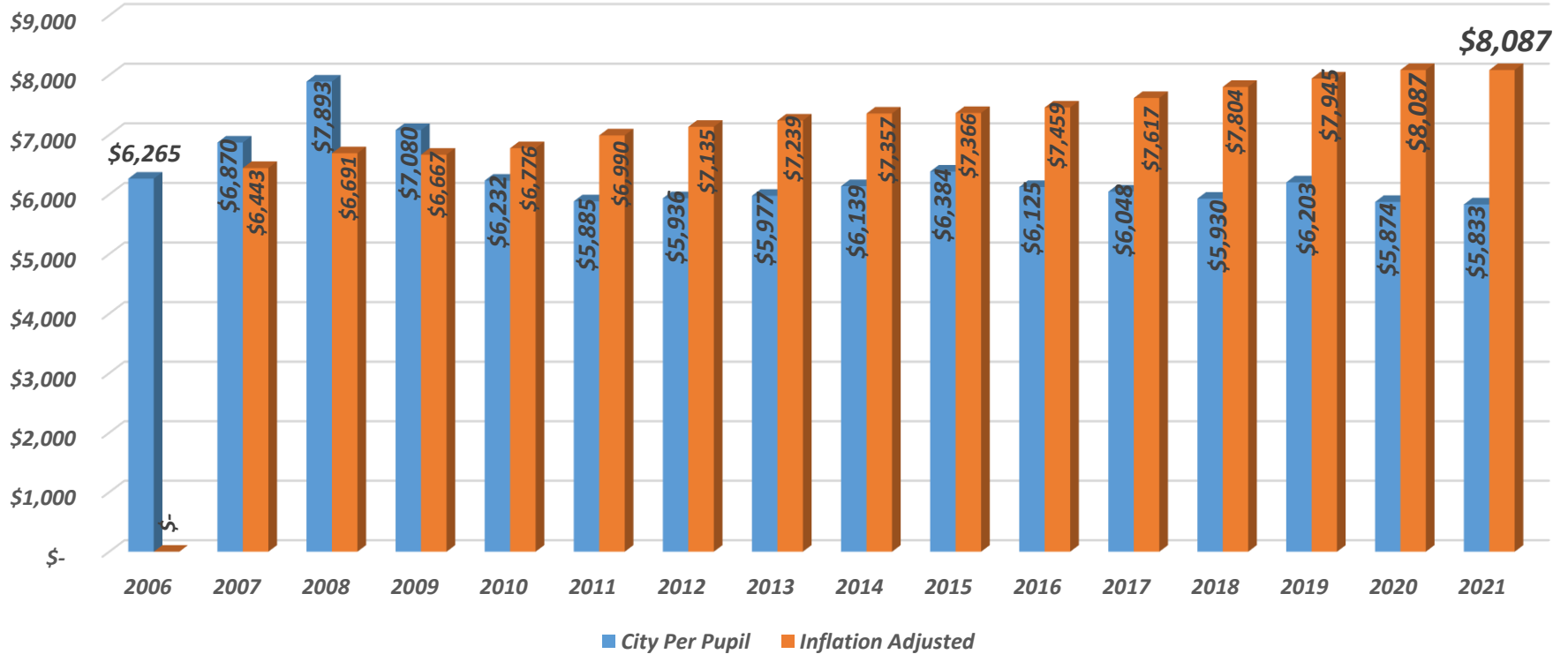
<i>School Year</i>	<i>City</i>	<i>State</i>	<i>Sales Tax</i>	<i>Federal</i>	<i>Total</i>
<i>Ending June</i>	<i>Per Pupil</i>	<i>Per Pupil</i>	<i>Per Pupil</i>	<i>Per Pupil</i>	<i>Per Pupil</i>
2006	\$ 6,265	\$ 3,556	\$ 989	\$ 491	\$ 11,301
2007	\$ 6,870	\$ 4,171	\$ 1,064	\$ 531	\$ 12,636
2008	\$ 7,893	\$ 3,243	\$ 1,072	\$ 541	\$ 12,749
2009	\$ 7,080	\$ 4,321	\$ 961	\$ 679	\$ 13,041
2010	\$ 6,232	\$ 3,770	\$ 831	\$ 1,137	\$ 11,970
2011	\$ 5,885	\$ 4,037	\$ 851	\$ 933	\$ 11,706
2012	\$ 5,936	\$ 4,234	\$ 860	\$ 942	\$ 11,972
2013	\$ 5,977	\$ 4,850	\$ 940	\$ 752	\$ 12,519
2014	\$ 6,139	\$ 4,910	\$ 961	\$ 719	\$ 12,729
2015	\$ 6,384	\$ 5,178	\$ 988	\$ 751	\$ 13,301
2016	\$ 6,125	\$ 5,188	\$ 988	\$ 735	\$ 13,036
2017	\$ 6,048	\$ 5,316	\$ 986	\$ 804	\$ 13,154
2018	\$ 5,930	\$ 5,498	\$ 937	\$ 761	\$ 13,126
2019	\$ 6,203	\$ 5,625	\$ 1,034	\$ 821	\$ 13,683
2020	\$ 5,874	\$ 5,813	\$ 1,096	\$ 804	\$ 13,587
2021*	\$ 5,833	\$ 6,326	\$ 1,159	\$ 921	\$ 14,240
2022*	\$ 6,035	\$ 6,657	\$ 1,082	\$ 921	\$ 14,696
Percent Difference					
FY06 to FY22	-3.66%	87.20%	9.38%	87.65%	30.04%

*FY21 & FY22 data is projected

Source: VDOE Annual School Reports

City Per Pupil Funding - Inflation Adjusted

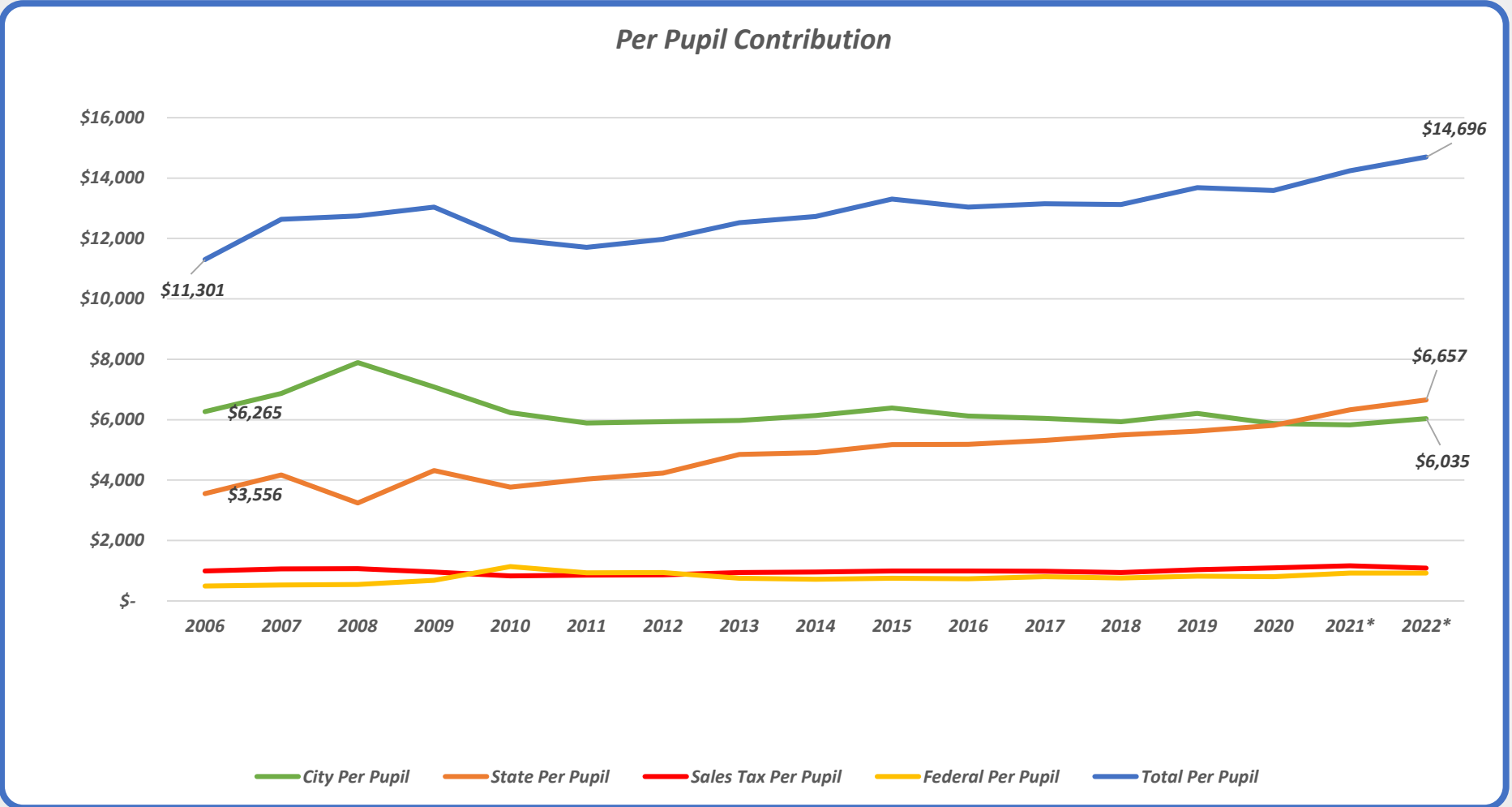
City Funding is 39% below the rate of inflation since 2006.



History of City Allocations

<i>Fiscal Year</i>	<i>City Allocation</i>	<i>Prior Year City Allocation</i>	<i>Change From Prior Year</i>	<i>Percent Change</i>
FY 22	\$ 59,850,210	\$ 58,850,210	\$ 1,000,000	1.7%
FY21	\$ 58,850,210	\$ 58,789,475	\$ 60,735	0.1%
FY20	\$ 58,789,475	\$ 57,077,160	\$ 1,712,315	3.0%
FY19	\$ 57,077,160	\$ 55,617,210	\$ 1,459,950	2.625%
FY18	\$ 55,617,210	\$ 54,194,600	\$ 1,422,610	2.625%
FY17	\$ 54,194,600	\$ 52,808,380	\$ 1,386,220	2.625%
FY16	\$ 52,808,380	\$ 51,407,350	\$ 1,401,030	2.7%
FY15	\$ 51,407,350	\$ 50,670,974	\$ 736,376	1.5%
FY14	\$ 50,670,974	\$ 47,284,440	\$ 3,386,534	7.2%
FY13	\$ 47,284,440	\$ 47,837,139	\$ (552,699)	-1.16%
FY12	\$ 47,837,139	\$ 46,958,400	\$ 878,739	1.9%
FY11	\$ 46,958,400			
Average Annual Allocation			\$ 1,171,982.73	2.2%

MCPS Per Pupil Funding By Source



FY21 & FY22 data is projected

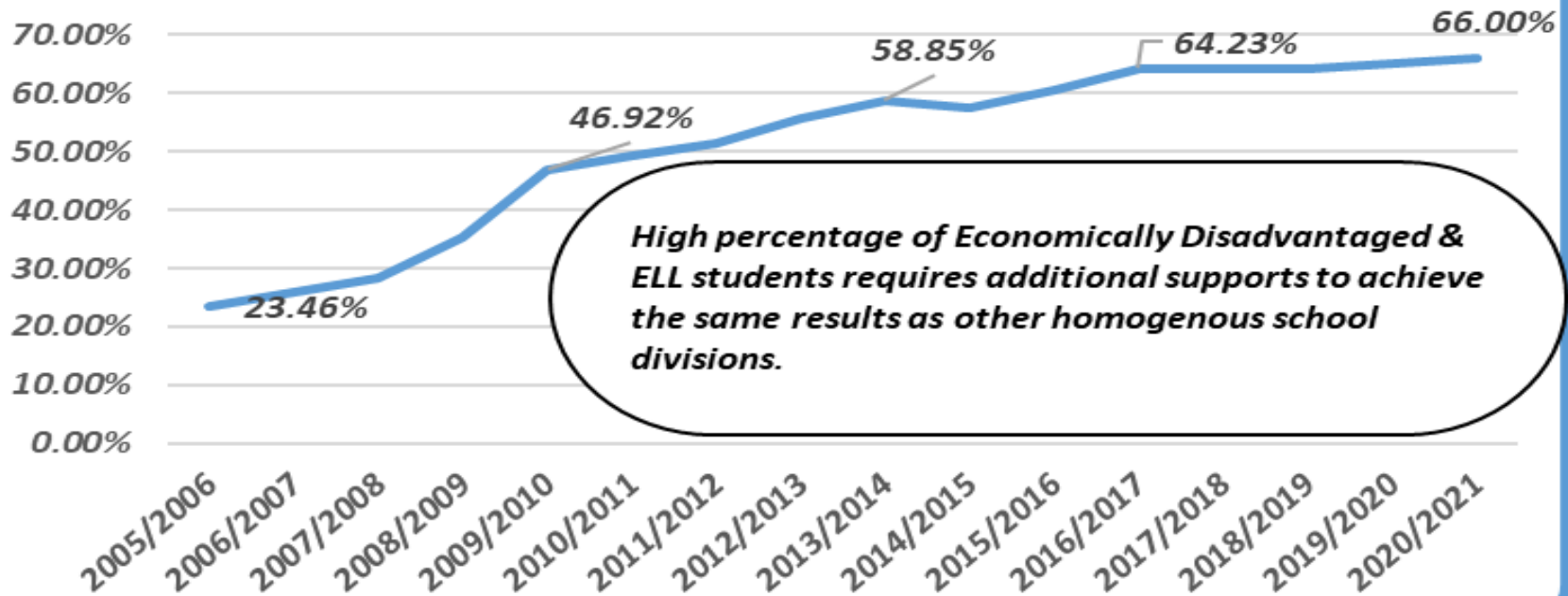
Source: VDOE Annual School Reports

MCPS Enrollment Trend

<i>September 30</i>	<i>Enrollment</i>	<i>Elementary</i>	<i>Intermediate</i>	<i>Middle</i>	<i>High</i>
2006	6,575	2,731	987	954	1,903
2007	6,474	2,653	922	949	1,950
2008	6,566	2,679	984	986	1,917
2009	6,864	2,783	1,057	992	2,032
2010	6,936	2,913	1,011	1,010	2,002
2011	7,104	3,022	1,015	1,032	2,035
2012	7,220	3,057	1,058	999	2,106
2013	7,076	2,976	1,040	991	2,069
2014	7,315	3,072	1,056	1,014	2,173
2015	7,575	3,284	1,110	1,022	2,159
2016	7,678	3,258	1,176	1,052	2,192
2017	7,771	3,262	1,212	1,096	2,201
2018	7,695	3,177	1,190	1,142	2,186
2019	7,778	3,188	1,189	1,196	2,205
2020	7,587	3,055	1,146	1,183	2,203
<i>% Change</i>					
2006 - 2020	15.39%	11.86%	16.11%	24.00%	15.76%

Budget Pressures

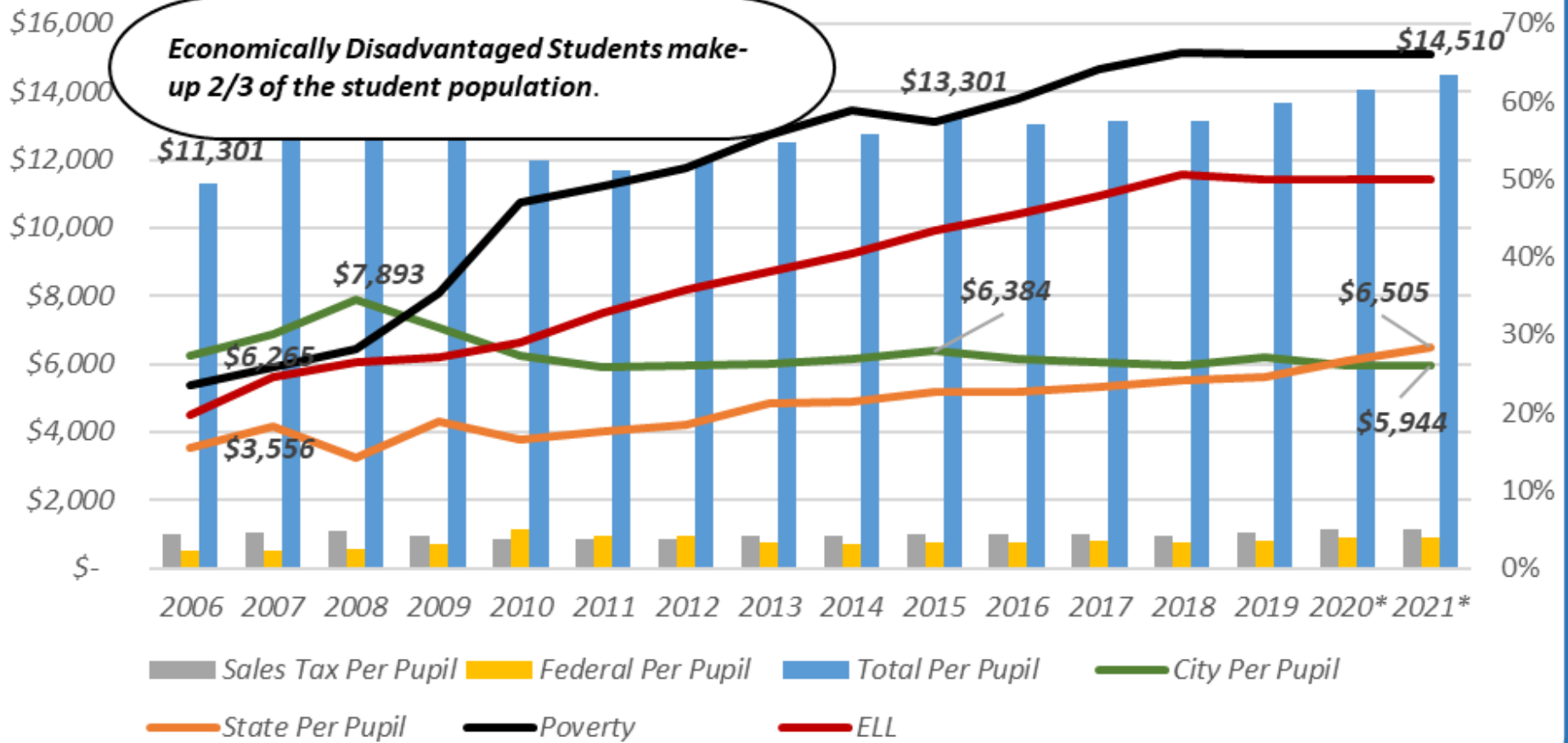
Free & Reduced Lunch Percentage



<i>Economically Disadvantaged</i>	66%
<i>Special Education</i>	12%
<i>English Language Learners (ELL)</i>	50%

Summary – Per Pupil Funding

Per Pupil Funding By Source



FY 2021-2022 Proposed Budget

<i>Description</i>	<i>Explanation</i>	<i>School Operating Fund Amount</i>
School / Dept Request	Requests are submitted by departments/schools.	\$114,578,863
Superintendent/Executive Team Determination of Need	Requests were reviewed with Principals, Executive Team and Superintendent to determine the true needs of the division.	\$110,265,879
Superintendent Request Based on Projected Funding	Superintendent & Executive Team review all requests and determine program priority within projected funding.	\$110,346,133
School Board Approved/Adopted	Based on School Board approved adjustment & final approved funding.	TBD

FY2021-2022 Budget Proposal

Strategic Plan Goal #1: Optimize academic performance and student success

- Honors 96.1% of all requests from school division Principals/Directors for materials/supplies, purchased services & professional development to meet the needs of students.*
- Adds 2 GT teachers – One elementary & One secondary*
- Adds a Foreign Language teacher (Metz & Mayfield Split).*
- Adds a Social Studies (African American History), CNA, Art, ESOL, and Foreign Language teacher at Osbourn High School.*

FY2021-2022 Budget Proposal

Strategic Plan Goal #2: Cultivate a culture of excellence and service.

- Provides a step increase for all staff currently not at the top of their respective scale.*
- A Compensation Study will be completed to provide guidance at assures MCPS stays within the Region 4 marketplace.*

FY2021-2022 Budget Proposal

Strategic Plan Goal #3: Forge relationships to support and maximize success.

- Adds a Translator at Metz Middle School*
- Establishes 2 division wide elementary school counselors and one division wide social worker*
- Adds one Speech Language Pathologist to be split between Metz and Osbourn*
- Adds a Content Specialist for PE/Health/FLE/Drivers Education.*

FY2021-2022 Budget Proposal

Strategic Plan Goal #4: Operate effectively and efficiently.

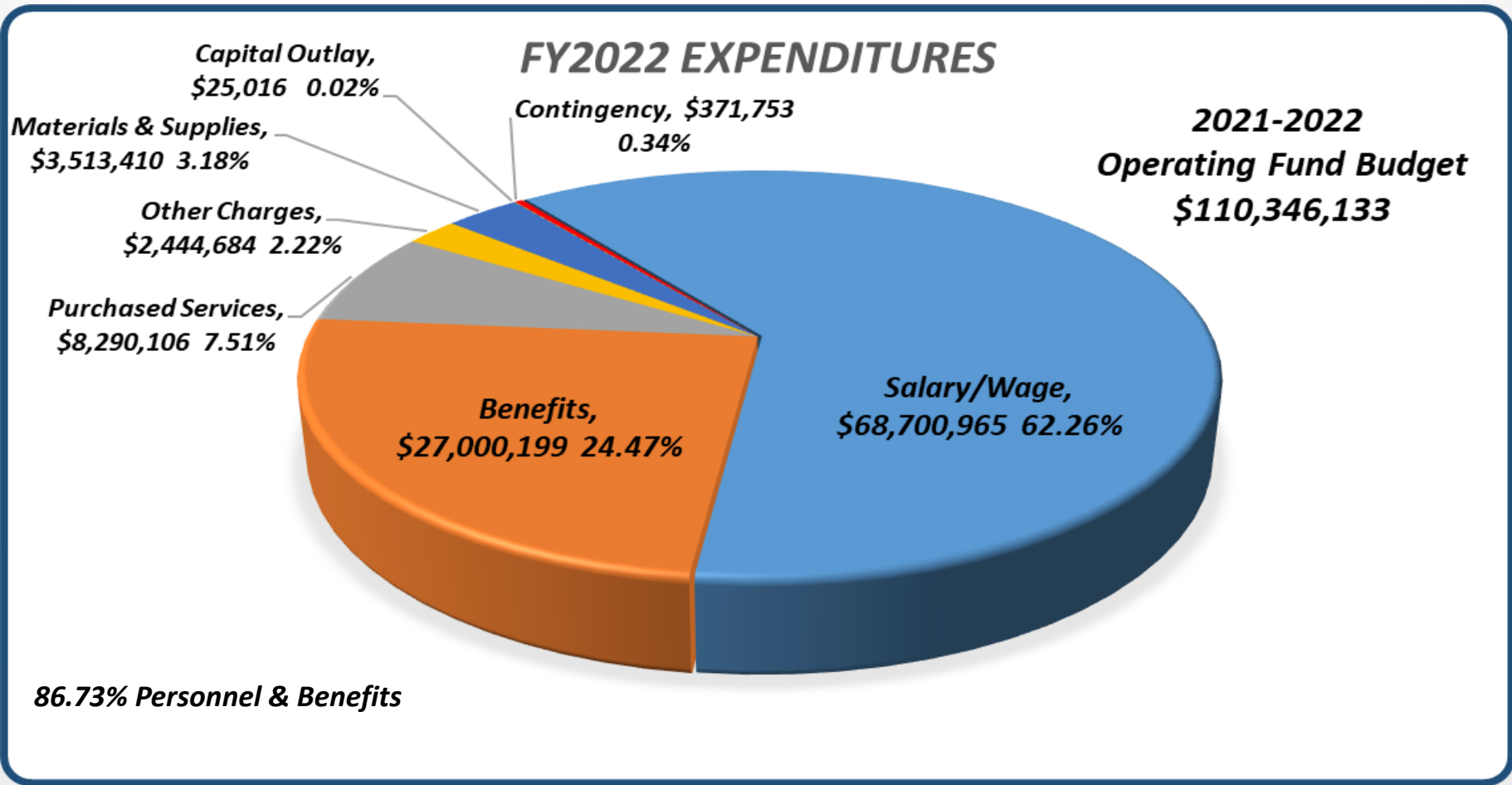
- *Add 1 Plumber and 1 HVAC Maintenance Technicians.*
- *Add 1 Administrative Associate to the Student Services team*

FY2021-2022 Budget Proposal

Unfunded Needs

- *COLA to compete in the marketplace.*
- *Full VPI funding to continue program as originally structured.*
- *Full Funding of Dean School Projected Debt*
- *Change from 5 Tier Bus Routing to 4 Tiers*

Operating Fund Expenditures



FY 2021-2022 School Operating Fund Summary by Location

<u>SUMMARY BY LOCATION</u>	<u>AMOUNT</u>	<u>PCT.</u>
School Base Costs	88,973,017	80.6%
Information Technology Services	3,538,194	3.2%
Student Achievement	4,873,594	4.4%
Transportation	4,915,439	4.5%
Facilities and Maintenance	2,598,621	2.4%
Health & Student Services	1,827,810	1.7%
Human Resources	1,592,183	1.4%
Financial & Purchasing Services	1,414,863	1.3%
Board & Superintendent Services	1,074,956	1.0%
Communications & Public Relations	387,455	0.4%
Non-Department	-849,999	-0.8%
<i>TOTAL</i>	110,346,133	100.0%

Public Budget Meetings After Superintendent Proposed Budget

School Board Budget Work Sessions:

<u>Date</u>		<u>Location</u>
▪ February 16	Budget Work Session, 6:30PM	Virtual/Central Office Board Room
▪ March 2	Budget Work Session, 6:30PM	Virtual/Central Office Board Room
▪ March 16	Budget Work Session, 6:30PM	Virtual/Central Office Board Room
▪ March 18	Budget Work Session, 6:30PM	Virtual/Central Office Board Room

Public Hearing on the Proposed Budget

March 9, 2021 – 6 p.m., Virtual/City Hall

School Board Approves Budget

March 23, 2021 – 6 p.m., Virtual/City Hall

School Board Presents Approved Budget to Manassas City Council

April, 7, 2021/Time TBD, Virtual/Public Works Conference Room



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