



# FY 2022

## Charles County Public Schools Approved Operating Budget

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Assistant Superintendent of Fiscal Services

**The Charles County Public Schools Operating Budget was prepared by the Office of Fiscal Services. If there are questions regarding this document, please contact Karen M. Acton, Assistant Superintendent of Fiscal Services, P.O. Box 2770, La Plata, MD 20646. 301-934-7350.**

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# TRANSMITTAL LETTER



LATINA WILSON  
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## Board of Education of Charles County

P.O. Box 2770, La Plata, Maryland 20646-0170  
(301) 932-6610 - (301) 870-3814  
Fax: (301) 932-6651

June 8, 2021

Board of Commissioners of Charles County  
200 Baltimore Street  
La Plata, Maryland 20646

Dear Commissioners:

The Board of Education's FY 2022 operating budget request of \$408 million reflects an increase of \$6.9 million or 1.7 percent more than FY 2021. State funding, based on the Maryland State Department of Education estimates, is presumed to increase by \$1.7 million or 0.8 percent. The funding estimates were released on June 1, 2021. County funding represents an increase of \$4.9 million or 2.5 percent. The Food Nutrition Services meal prices for paying students will not increase for either breakfast or lunch in fiscal year 2022.

The operating budget funding includes mandatory cost increases of \$1.6 million, and funding for one step increase and a 1 percent cost-of-living increase for all employees.

Our staff is devoted to focusing on academic success, career readiness, and teaching and learning for all students. We appreciate your support as we continue to be the difference for our children by providing a world-class education.

We remain committed to working with the Charles County Commissioners to secure adequate funding for education.

Sincerely,

Latina L. Wilson  
Chairman

Kimberly A. Hill, Ed.D.  
Superintendent of Schools

## REPORT ITEM FOR THE BOARD OF EDUCATION

### SUBJECT:

Revised FY 2022 Operating Budget

### OVERVIEW:

Charles County Public Schools (CCPS) is committed to focusing on students and our dedication to teaching and learning by inspiring, empowering, and providing the best education. School year 2020-2021 was an unprecedented and challenging year for teaching and learning. This coming school year, CCPS plans to continue our pledge to students, classrooms, and schools by engaging all students in meaningful and collaborative learning that prepares them to thrive in their future college and career paths. CCPS also plans to foster student and staff well-being by promoting a culture of safety, security, and wellness for all learning and work environments. This budget strives to maintain our purpose for all stakeholders.

Today, we present the final FY 2022 Operating Budget for adoption by the Board of Education (BOE). The operating budget totals \$408,007,147 and represents an increase of \$6.9 million, or 1.7 percent, over our FY 2021 base operating budget. The Governor's budget provides CCPS a total increase of \$1.7 million and the County Commissioner's budget increased funding by a total of \$4.9 million. The operating budget also assumes the use of \$3.2 million fund balance, which was the same amount used to partially fund FY 2021 budget, with an addition of \$143 thousand totaling \$3.3 million use of fund balance for FY 2022.

Expenditure increases encompass salary enhancements of one (1) level and a one (1) percent cost of living adjustment (COLA) for personnel represented by collective bargaining units, state-mandated teachers' pension contribution, the nurses' contract with Charles County Health Department, and mandatory school bus replacements. One-time, non-recurring, funds from the county are also included to support the North Point complex fiber redesign/restructure project. Additional state Kirwan funding for Pre-K Supplemental Expansion allows for the addition of six (6) new FTE's (three teachers and three instructional assistants), and Hold Harmless funding for Special Education/Disabled Transportation.

Full time wages will be budgeted at 99 percent of actual cost, as was also done in the prior fiscal year. This allows CCPS to fund necessary items or programs and maintain a balanced budget. CCPS will also reallocate \$1 million from fixed charges to assist in funding salary increases. Even though we had a decrease in student enrollment for FY 2021 due to COVID-19, enrollment projections for FY 2022 include an increase of 809.8 FTEs. This brings enrollment figures back to FY 2021 FTE's projections and will not require additional teachers, as we added teacher enrollment growth last fiscal year.

The Food and Nutrition Services program breakfast and lunch prices will comply with the Maryland Cares for Kids Act (House Bill 315). There will be no meal price changes for breakfast and lunch for paid students. There is a risk that the Food and Nutrition Services program will run a deficit of approximately \$1.6 million, as a result of the potential expansion of Virtual Academy for students in Grades 9-12 for 2021-2022 school year, and the United States Department of Agriculture's (USDA) nationwide waiver to extend free meals through June 30, 2022.

The budget request reflects the needs of the school system, as required by the Education Article § 4-205. Should additional funding become available, there are significant system-wide needs included in a supplemental budget.

RECOMMENDATION/FUTURE DIRECTION:

We ask that the BOE approves the revised FY 2022 Operating Budget prior to the beginning of the fiscal year so that we may forward it to the County Commissioners for final approval.

## FY 2022 Budget Planning Model

DESCRIPTION	FY 2022 Cost
<b>BASE REVENUE BUDGET</b>	<b>\$ 401,007,950</b>
REVENUE INCREASES:	
County Funding - Additional Base	4,971,800
One-time, Non-recurring Additional County Funding	214,694
2.5% TOTAL ADDITIONAL COUNTY FUNDING	5,186,494
STATE FUNDING (Unofficial Estimate)	337,847
Kirwan - Pre-Kindergarten Supplemental Grant	453,507
Kirwan - Disabled Transportation (Hold Harmless)	878,000
0.8% STATE FUNDING (Unofficial Estimate)	1,669,354
FUND BALANCE TRANSFER (total base transfer requirement \$143K )	143,349
<b>TOTAL REVENUE INCREASES:</b>	<b>6,999,197</b>
<b>TOTAL REVENUE BUDGET</b>	<b>408,007,147</b>
Percent Increase	1.7%
<b>BASE EXPENDITURE BUDGET</b>	<b>\$ 401,007,950</b>
MANDATORY COST INCREASES:	
4% Bus Contracts (19 replacement buses and additional hardware/software)	972,040
5% Teachers' Pension (SB1301) - State Retirement Agency (estimate)	490,000
3% Nurses' Contract - (estimate)	103,700
<b>TOTAL MANDATORY COST INCREASES:</b>	<b>1,565,740</b>
<b>TOTAL COLLECTIVE BARGAINING ASSUMPTIONS:</b>	<b>6,255,098</b>
OTHER COST INCREASES:	
One-time, Non-recurring Additional County Funding	
North Point Fiber Project	247,264
Kirwan - Pre-Kindergarten Supplemental Expansion	
Instructional Staff -6 FTEs	388,637
Instructional Materials	64,870
Kirwan - Disabled Transportation (Hold Harmless)	878,000
<b>TOTAL OTHER COST INCREASES:</b>	<b>1,578,771</b>
BUDGET REDUCTIONS:	
Full Time Wages (budgeted at 99%)	(2,367,842)
One-time, Non-recurring Additional County Funding	(32,570)
<b>TOTAL BUDGET REDUCTIONS:</b>	<b>(2,400,412)</b>
<b>TOTAL EXPENDITURE BUDGET</b>	<b>408,007,147</b>
<b>NET SURPLUS/(DEFICIT)</b>	<b>(0)</b>

## Operating Revenue

\*\*\* PROPOSED \*\*\*

DESCRIPTION	FISCAL YEARS		BUDGET	BUDGET	22	% CHANGE
	20	21				
	FINAL \$	BUDGET				
<b>GENERAL FUND</b>						
<b>50 - STATE REVENUES</b>						
5030 - STATE-NONPUBLIC SPEC ED	1,238,733	1,194,373	1,194,373	(0)	0.0%	
5031 - STATE-FOUNDATION PROGRAM	115,861,320	117,446,673	116,480,067	(966,606)	-0.8%	
5032 - STATE-SPECIAL ED FORMULA	9,189,021	8,943,095	8,463,409	(479,686)	-5.4%	
5033 - STATE-TRANSPORTATION	11,968,026	12,204,758	11,439,946	(764,812)	-6.3%	
5036 - STATE-COMPENSATORY AID	35,504,708	36,633,888	39,368,144	2,734,256	7.5%	
5041 - STATE-OUT OF COUNTY	49,933	0	0	(0)	0.0%	
5044 - STATE-MEDICAID REVENUES	1,008,000	890,000	890,000	(0)	0.0%	
5045 - STATE-LIMITED ENGLISH	3,392,610	3,923,849	4,050,806	126,957	3.2%	
5046 - STATE-GUARANTEED TAX BASE	2,137,264	791,257	1,684,613	893,356	112.9%	
5048 - STATE-GCEI	3,812,445	3,897,013	3,847,123	(49,890)	-1.3%	
5050 - STATE-NET TAXABLE INCOME	6,402,288	7,154,144	5,998,416	(1,155,728)	-16.2%	
5060 - STATE-KIRWAN TEACHER INCENTIVE ELIGIBILITY	2,819,158	2,819,200	2,819,158	(42)	0.0%	
5061 - STATE-KIRWAN SPECIAL EDUCATION FORMULA	2,239,026	2,239,026	2,239,026	(0)	0.0%	
5062 - STATE-KIRWAN PRE-KINDERGARTEN	1,162,379	1,533,338	1,986,887	453,549	29.6%	
5065 - STATE-KIRWAN DISABLED TRANSPORTATION	0	0	878,000	878,000		
<b>50 - STATE REVENUES Total</b>	<b>196,784,911</b>	<b>199,670,614</b>	<b>201,339,968</b>	<b>1,669,354</b>	<b>0.8%</b>	
<b>51 - FEDERAL REVENUES</b>						
5153 - FEDERAL-IMPACT AID	389,570	476,000	476,000	(0)	0.0%	
5155 - FEDERAL-R.O.T.C.	533,982	430,000	430,000	(0)	0.0%	
5161 - FEDERAL-SP ED IMPACT AID	41,059	64,000	64,000	(0)	0.0%	
<b>51 - FEDERAL REVENUES Total</b>	<b>964,610</b>	<b>970,000</b>	<b>970,000</b>	<b>(0)</b>	<b>0.0%</b>	
<b>52 - LOCAL REVENUES</b>						
5204 - PRIOR YEAR FUND BALANCE TRANSFER	0	3,201,086	3,344,435	143,349	4.5%	
5206 - TUITION-SUMMER YOUTH CAMP	23,930	25,000	25,000	(0)	0.0%	
5207 - TUITION-SUMMER SCHOOL	123,700	92,296	92,296	(0)	0.0%	
5208 - TUITION-OUT OF STATE	234,982	185,400	185,400	(0)	0.0%	
5209 - TUITION-PARENT PAYMENTS	41,899	89,100	89,100	(0)	0.0%	
5210 - INTEREST INCOME	555,316	436,680	436,680	(0)	0.0%	
5211 - RENT-SCHOOL FACILITIES	175,547	191,200	191,200	(0)	0.0%	
5212 - PAYROLL TRANSFERS	14,099	73,000	73,000	(0)	0.0%	
5215 - SALE OF PROPERTY	2,482	6,000	6,000	(0)	0.0%	
5216 - TUITION-OTHER MD COUNTIES	233,869	128,504	128,504	(0)	0.0%	
5221 - MISCELLANEOUS REVENUE	143,749	12,200	12,200	(0)	0.0%	
5222 - RESTITUTION	24,805	10,000	10,000	(0)	0.0%	
5224 - OTHER FOOD SERVICES	11,839	0	0	(0)	0.0%	
5225 - REBATES	61,454	54,431	54,431	(0)	0.0%	
5226 - VENDING COMMISSIONS	100,000	100,000	100,000	(0)	0.0%	
5227 - TUITION-NOVEL	4,458	15,269	15,269	(0)	0.0%	
5262 - NET INSURANCE RECOVERY	12,575	0	0	(0)	0.0%	
<b>52 - LOCAL REVENUES Total</b>	<b>1,764,703</b>	<b>4,620,166</b>	<b>4,763,515</b>	<b>143,349</b>	<b>3.1%</b>	
<b>53 - LOCAL COUNTY APPROPRIATIONS</b>						
5300 - COUNTY-SUPPLEMENT	0	32,570	247,264	214,694	659.2%	
5301 - COUNTY-APPROPRIATIONS	192,074,000	195,714,600	200,686,400	4,971,800	2.5%	
<b>53 - LOCAL COUNTY APPROPRIATIONS Total</b>	<b>192,074,000</b>	<b>195,747,170</b>	<b>200,933,664</b>	<b>5,186,494</b>	<b>2.6%</b>	
<b>GENERAL FUND Total</b>	<b>391,588,224</b>	<b>401,007,950</b>	<b>408,007,147</b>	<b>6,999,197</b>	<b>1.7%</b>	
± <b>FOOD SERVICE *</b>	<b>12,160,686</b>	<b>14,985,260</b>	<b>13,365,260</b>	<b>(1,620,000)</b>	<b>-10.8%</b>	
± <b>RESTRICTED</b>	<b>19,894,342</b>	<b>15,774,431</b>	<b>73,055,723</b>	<b>57,281,292</b>	<b>363.1%</b>	
<b>Grand Total</b>	<b>423,643,252</b>	<b>431,767,641</b>	<b>494,428,130</b>	<b>62,660,489</b>	<b>14.5%</b>	

## Operating Budget by Category and Object Code

CATEGORY	*** PROPOSED ***				
	FISCAL YEARS		21	22	
	20	21			
DESCRIPTION	FINAL \$	BUDGET	BUDGET	VARIANCE \$	% CHANGE
<b>GENERAL FUND</b>					
+ 01 - ADMINISTRATION	14,173,396	12,499,571	13,335,411	835,840	6.7%
+ 02 - MID-LEVEL ADMINISTRATION	24,244,656	25,256,756	26,385,093	1,128,337	4.5%
03 - INSTRUCTION					
71 - SALARIES & WAGES	141,683,265	146,898,903	150,133,701	3,234,798	2.2%
73 - SUPPLIES & MATERIALS	6,254,434	4,865,826	5,440,485	574,659	11.8%
OTHER INSTRUCTIONAL COSTS	1,499,488	2,393,090	2,212,640	(180,450)	-7.5%
<b>03 - INSTRUCTION Total</b>	<b>149,437,188</b>	<b>154,157,819</b>	<b>157,786,826</b>	<b>3,629,007</b>	<b>2.4%</b>
+ 04 - SPECIAL EDUCATION	38,472,678	40,089,391	41,157,727	1,068,336	2.7%
+ 05 - STUDENT PERSONNEL SERVICE	3,849,270	3,889,458	4,245,291	355,833	9.1%
+ 06 - STUDENT HEALTH SERVICES	3,510,069	4,088,200	4,191,900	103,700	2.5%
+ 07 - STUDENT TRANSPORTATION	30,015,631	33,549,480	35,473,430	1,923,950	5.7%
+ 08 - OPERATION OF PLANT	32,681,274	28,505,029	30,342,150	1,837,121	6.4%
+ 09 - MAINTENANCE OF PLANT	8,419,540	8,822,113	8,979,306	157,193	1.8%
+ 10 - FIXED CHARGES	71,093,438	87,407,269	83,245,390	(4,161,879)	-4.8%
+ 12 - COMMUNITY SERVICE	1,013,125	432,360	535,098	102,738	23.8%
+ 13 - CAPITAL OUTLAY	3,753,523	2,310,504	2,329,525	19,021	0.8%
<b>GENERAL FUND Total</b>	<b>380,663,789</b>	<b>401,007,950</b>	<b>408,007,147</b>	<b>6,999,197</b>	<b>1.7%</b>
+ FOOD SERVICE*	<b>12,728,170</b>	<b>14,985,260</b>	<b>13,365,260</b>	<b>(1,620,000)</b>	<b>-10.8%</b>
+ RESTRICTED	<b>19,894,342</b>	<b>15,774,431</b>	<b>73,055,723</b>	<b>57,281,292</b>	<b>363.1%</b>
<b>Grand Total</b>	<b>413,286,300</b>	<b>431,767,641</b>	<b>494,428,130</b>	<b>62,660,489</b>	<b>14.5%</b>

OBJECT	*** PROPOSED ***				
	FISCAL YEARS		21	22	
	20	21			
DESCRIPTION	FINAL \$	BUDGET	BUDGET	VARIANCE \$	% CHANGE
<b>GENERAL FUND</b>					
71 - SALARIES & WAGES	226,510,418	234,422,091	242,533,675	8,111,584	3.5%
72 - CONTRACTED SERVICES	48,393,578	51,917,473	54,233,677	2,316,204	4.5%
73 - SUPPLIES & MATERIALS	16,754,176	10,055,532	10,830,469	774,938	7.7%
74 - OTHER CHARGES	8,542,365	12,097,052	12,055,402	(41,650)	-0.3%
75 - EQUIPMENT	5,898,682	1,547,940	1,547,940	0	0.0%
78 - FIXED CHARGES	71,093,438	87,407,269	83,245,390	(4,161,879)	-4.8%
79 - TRANSFERS	3,471,132	3,560,594	3,560,594	0	0.0%
<b>GENERAL FUND Total</b>	<b>380,663,789</b>	<b>401,007,950</b>	<b>408,007,147</b>	<b>6,999,197</b>	<b>1.7%</b>
+ FOOD SERVICE*	<b>12,728,170</b>	<b>14,985,260</b>	<b>13,365,260</b>	<b>(1,620,000)</b>	<b>-10.8%</b>
+ RESTRICTED	<b>19,894,342</b>	<b>15,774,431</b>	<b>73,055,723</b>	<b>57,281,292</b>	<b>363.1%</b>
<b>Grand Total</b>	<b>413,286,300</b>	<b>431,767,641</b>	<b>494,428,130</b>	<b>62,660,489</b>	<b>14.5%</b>

## Full-time Equivalent Staff

\*\*\* PROPOSED \*\*\*

DESCRIPTION	FISCAL YEARS		*** PROPOSED ***	
	20	21	22	FTE CHANGE
	ACTUAL	BUDGET POSITIONS	BUDGET POSITIONS	
<b>GENERAL FUND</b>				
01 - ADMINISTRATION	92.0	90.0	90.0	0.0
02 - MID-LEVEL ADMINISTRATION	286.5	297.6	297.6	0.0
03 - INSTRUCTION	2,042.3	2,208.7	2,214.7	6.0
04 - SPECIAL EDUCATION	599.6	641.0	641.0	(0.0)
05 - STUDENT PERSONNEL SERVICE	48.0	49.5	49.5	(0.0)
06 - STUDENT HEALTH SERVICES	0.0	0.0	0.0	0.0
07 - STUDENT TRANSPORTATION	20.0	31.0	31.0	0.0
08 - OPERATION OF PLANT	265.5	275.5	275.5	0.0
09 - MAINTENANCE OF PLANT	63.0	65.0	65.0	0.0
12 - COMMUNITY SERVICE	0.0	0.0	0.0	0.0
13 - CAPITAL OUTLAY	6.0	6.0	6.0	0.0
<b>GENERAL FUND Total</b>	<b>3,422.9</b>	<b>3,664.4</b>	<b>3,670.3</b>	<b>6.0</b>
<b>FOOD SERVICE</b>	<b>116.7</b>	<b>135.3</b>	<b>134.3</b>	<b>(1.0)</b>
<b>RESTRICTED</b>	<b>108.5</b>	<b>118.5</b>	<b>121.3</b>	<b>2.8</b>
<b>Grand Total</b>	<b>3,648.2</b>	<b>3,918.2</b>	<b>3,925.9</b>	<b>7.7</b>

Note: School Nursing Services are provided by the Charles County Health Department (43 nurses, one at each school and centers, 4 floating positions, and 2 supervisors).

# BUDGET EXPLANATION

## DESCRIPTION OF REVENUES

### **LOCAL (County) Funding Request**

Local funding sources derive primarily from tax revenues. The Commissioners of Charles County determine funding based on tax revenues, and formula based calculations for Maintenance of Efforts (MOE) requirements. In order to fully fund the operating budget requirements, the school system is requesting funding to avoid any negative effect on programs and personnel.

### **STATE Revenue**

Revenue from the State of Maryland is the state's share of the cost for K-12 education. Funding is determined by a factor of formulas based on changes in student enrollment, county wealth, and free-and-reduced meal enrollments. The state has decided to exclude the 2020-21 (fall of 2020) enrollment totals from the funding formulas. The following is a summary of major state revenue categories:

- Foundation Program – funding based on school enrollment and county wealth
- Geographic Cost of Education Index (GCEI)
- Transportation – aid to support the transportation of students to and from school
- Compensatory Education – funding directed to the education of students who are economically disadvantaged
- Limited English Proficiency – funding to support students with limited English proficiency
- Students with Disabilities – funding to support Special Education or students with disabilities
- Students with Disabilities Reimbursement – funding to support students placed in non-public special education schools
- Guaranteed Tax Base – provides funding to support school systems with less than 80% of statewide wealth per pupil
- New Taxable Income (NTI) Adjustments – formula funding that includes a local wealth component
- The Blueprint for Maryland's Future – non-restricted – provides funding for Supplemental Pre-Kindergarten, Teacher Salary Incentive, Students with Disabilities, and Hold Harmless – Disabled Transportation

### **Food and Nutrition Services**

The Food and Nutrition Services (FNS) department manages all aspects of the Food Service Fund. FNS depends primarily on revenue from federal, state, and local (children's payments) resources. Revenue from children's payments for school year 2021-2022 will only be available through à la carte purchases. This is a result of the United States Department of Agriculture (USDA) waiver extension. The waiver will allow every student to receive free meals during school year 2021 -2022.

Pursuant to the authority in Section 2202(a) of the Families First Coronavirus Response Act (the FFCRA) (PL 116-127), as extended by the Continuing Appropriations Act 2021 and Other Extensions Act (PL 116-159), and based on the exceptional circumstances of this public health emergency, the Food and Nutrition Service (FNS) established a waiver to allow the National School Lunch Program Seamless Summer Option (SSO) to operate when school is open during the regular school year, through June 30, 2022.

In addition, FNS has used its authority to increase meal reimbursement rates for Seamless Summer in school year 2021-2022, recognizing the increased costs schools have incurred when providing safe meals during the pandemic.

### **Restricted Funds**

Restricted funds are received from state and federal agencies, as well as private grants. Grants are used primarily to supplement existing or implement new instructional programs or projects. All budgeted amounts are based on original proposals. In most cases, changes between fiscal years are due to final allocations from authorizing agencies. Final grant allocations are usually official in the month of September.

Restricted funds for FY 2022 are anticipated to increase by a net of \$57.2 million from the previous year for a total of \$73.0 million. There will be a decrease due to the sunset of the Striving Readers grant (\$323 thousand). The reduction is offset by the increase of \$100 thousand in the Elementary and Secondary School Emergency Relief Fund (ESSER) grant, \$619 thousand for the Pre-K Enhancement grant, \$13.5 million for the ESSER II Grant, and \$30.8 million for the ESSER III grant.

The Blueprint for Maryland’s Future (House Bill 1372) includes new restricted state aid funding for CCPS in support of the following programs:

- Concentration of Poverty - \$248,833
- School Reopening - \$372,379
- Summer School - \$1,361,417
- Behavioral Health – \$930,947
- Supplemental Instruction/Tutoring – \$4,627,835
- Transitional Supplemental Instruction (TSI) – \$671,565

## **DESCRIPTION OF EXPENDITURES**

### **Bus Contracts**

Under Maryland Annotated Code § 7-804(b) (2) (i), CCPS may not transport school children on a school bus that is older than 15 years. The school system’s current operational bus fleet consists of 377 total buses: 363 contractual buses and 14 buses owned by CCPS (six regular, five special needs, two spare, and one for training). The five CCPS special needs buses transport students daily to out-of-county placements.

The request reflects recent contract modifications based on the Consumer Price Index (CPI) and will support an average retail price of \$3.00 per gallon of fuel. In addition, this request will provide funds to replace 19 buses that have reached the 15-year limitation.

### **Teachers' Pension (SB1301)**

The Budget Reconciliation and Financing Act of 2012 (Senate Bill 1301/House Bill 1801) requires us to request this in the budget. The teachers’ pension cost was shared between county and the Board of Education between fiscal years 2013 through 2016. In FY 2017, the incremental “normal cost” for teachers’ pension became the burden of the Board of Education. “Normal cost” is a rate determined by the contributions that should have been paid for a period.

### **Nurses' Contract**

Funding includes estimated contract increases of 3.0 percent for wages and benefits. School Nursing Services are provided by the Charles County Health Department. We currently have 43 nurses, one at each school and center, four floating positions, and two supervisors.

### **Reserve for Collective Bargaining**

In an effort to attract, retain, and invest in high quality teachers and staff, this request is to establish a reserve for collective bargaining with the Education Association of Charles County (EACC) and the American Federation of State, County and Municipal Employees (AFSCME). The estimated reserve amount supports FY 2022 funding needs.

## **OTHER COST INCREASES**

### **Kirwan – Pre-Kindergarten Supplemental Funding Increase**

This is additional funding for FY 2022 as part of the Blueprint for Maryland's Future to continue to offer more pre-kindergarten seats and expand full-day pre-kindergarten for every 4-year old in Charles County.

### **Kirwan – Hold Harmless-Disabled Transportation Funding**

The Governor's budget for FY 2022 provides record funding for K-12 education. The budget exceeds the statutory funding formulas by providing financial backing in hold-harmless non-restricted funding to ensure every jurisdiction receives more direct aid than in FY 2021 regardless of fluctuations in enrollment.

### **North Point Complex Fiber Project**

The Charles County Commissioners are providing one-time funding for our North Point complex fiber redesign/restructure. Currently, we have limited fiber that runs through North Point high school. This funding will enable us to run separate fiber from the Waldorf Head End to Diggs elementary school, Davis middle school and North Point high school.

## **BUDGET REDUCTIONS**

### **Full-Time Wages**

Full-time wages will be budgeted at 99 percent of actual costs as done in the previous fiscal year. This allows CCPS to continue to fund necessary items while maintaining a balanced budget.

### **Non-Recurring, Additional Local (County) Funding**

This was one-time funding CCPS received in FY 2021 for CCTV upgrades.



# Charles County Public Schools Fiscal Year 2022 Operating Budget

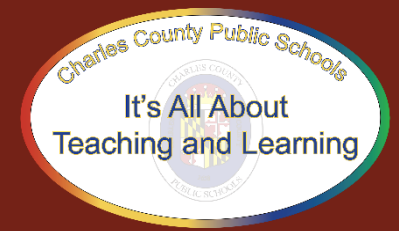
**Board of Education Charles County**

Presented to the Board of Education  
June 8, 2021

**Kimberly A. Hill, Ed.D.  
Superintendent of Schools**



# CORE OBJECTIVES



## Our Mission, Vision, Initiatives, and Goals

- Maintain core programs and progress
- Increase student learning and fill the educational gap as a result of COVID-19
- Empower students to achieve academic excellence
- Support safe, engaging, and equitable learning environments
- Promote student and staff well-being
- Comply with Every Student Succeeds Act (ESSA) requirements



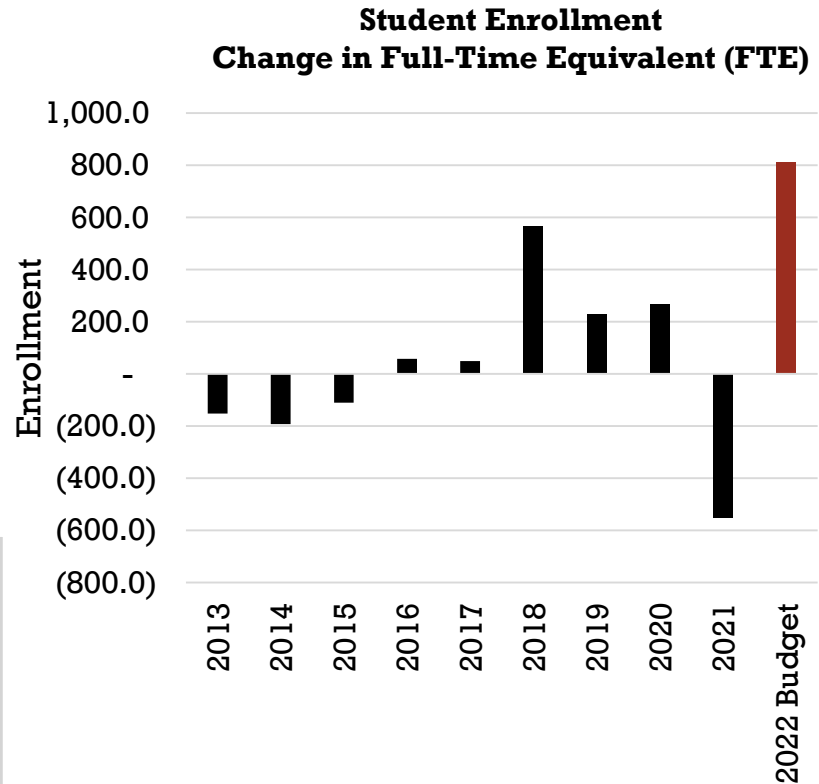
## Budget Priorities for Compensation

- Funding for salary increases
- Provide a competitive teacher salary
- Attract, retain, and invest in high quality teachers and staff

# TRENDS IN FULL-TIME EQUIVALENT (FTE) STUDENT ENROLLMENT

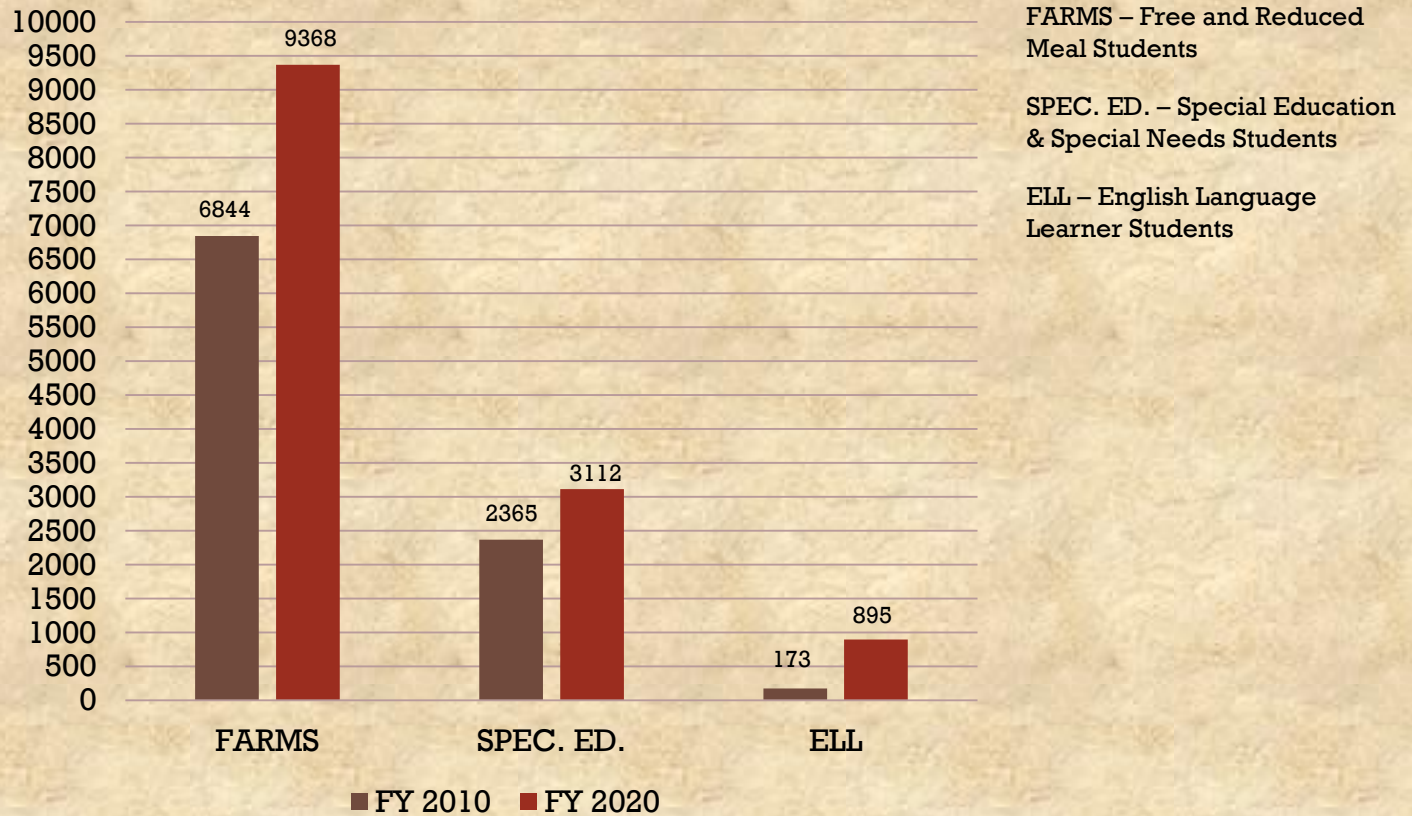
The FY 2022 estimates for student enrollment are expected to reach 26,839.0, an increase of 3.1 percent (809.8 students more than the current years official enrollment). The official enrollment numbers are lower than last years FY 2021 projections for school year 20-21 due to COVID-19.

2013	25,717.0	(152.5)	-0.6%
2014	25,524.00	(193.0)	-0.8%
2015	25,413.00	(111.0)	-0.4%
2016	25,470.75	57.8	0.2%
2017	25,521.25	50.5	0.2%
2018	26,085.00	563.8	2.2%
2019	26,314.50	229.5	0.9%
2020	26,579.00	264.5	1.0%
2021	26,029.25	(549.8)	-2.1%
2022 Budget	26,839.00	809.8	3.1%



\*2021 Budget – Enrollment projections were 26,987

# STUDENT ENROLLMENT FOR SPECIAL POPULATIONS



This slide demonstrates a 10 year comparison of our student population, diversity, and ever-changing educational needs to achieve student success.

Source: MSDE Major State Aid Documents

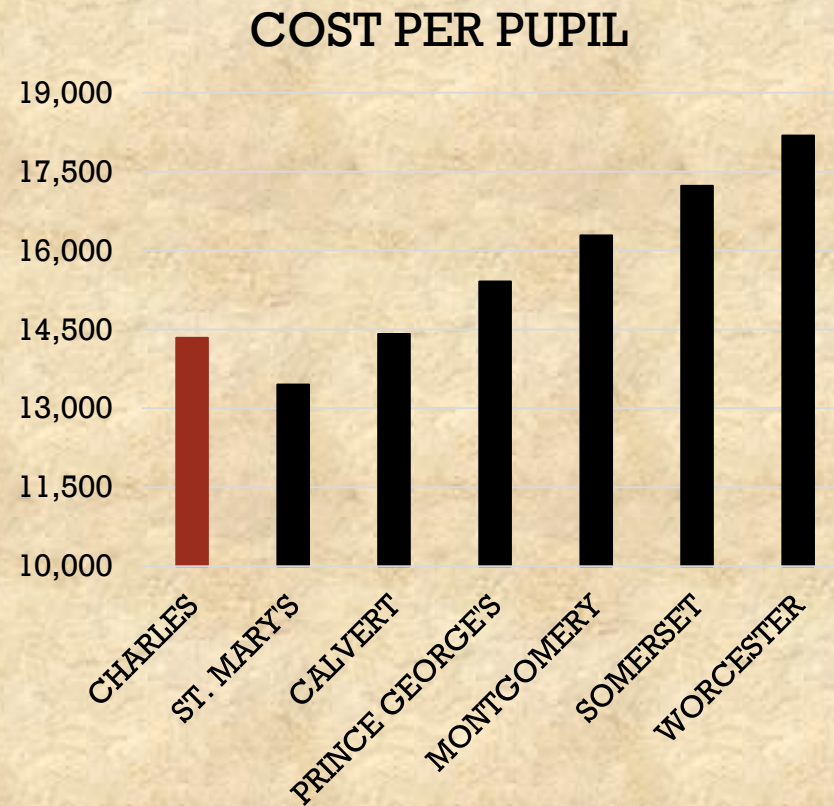
# HELPING OUR CHILDREN GROW AND BLOOM

HOW EVERY DOLLAR IS SPENT



# COST PER PUPIL - COUNTY COMPARISON

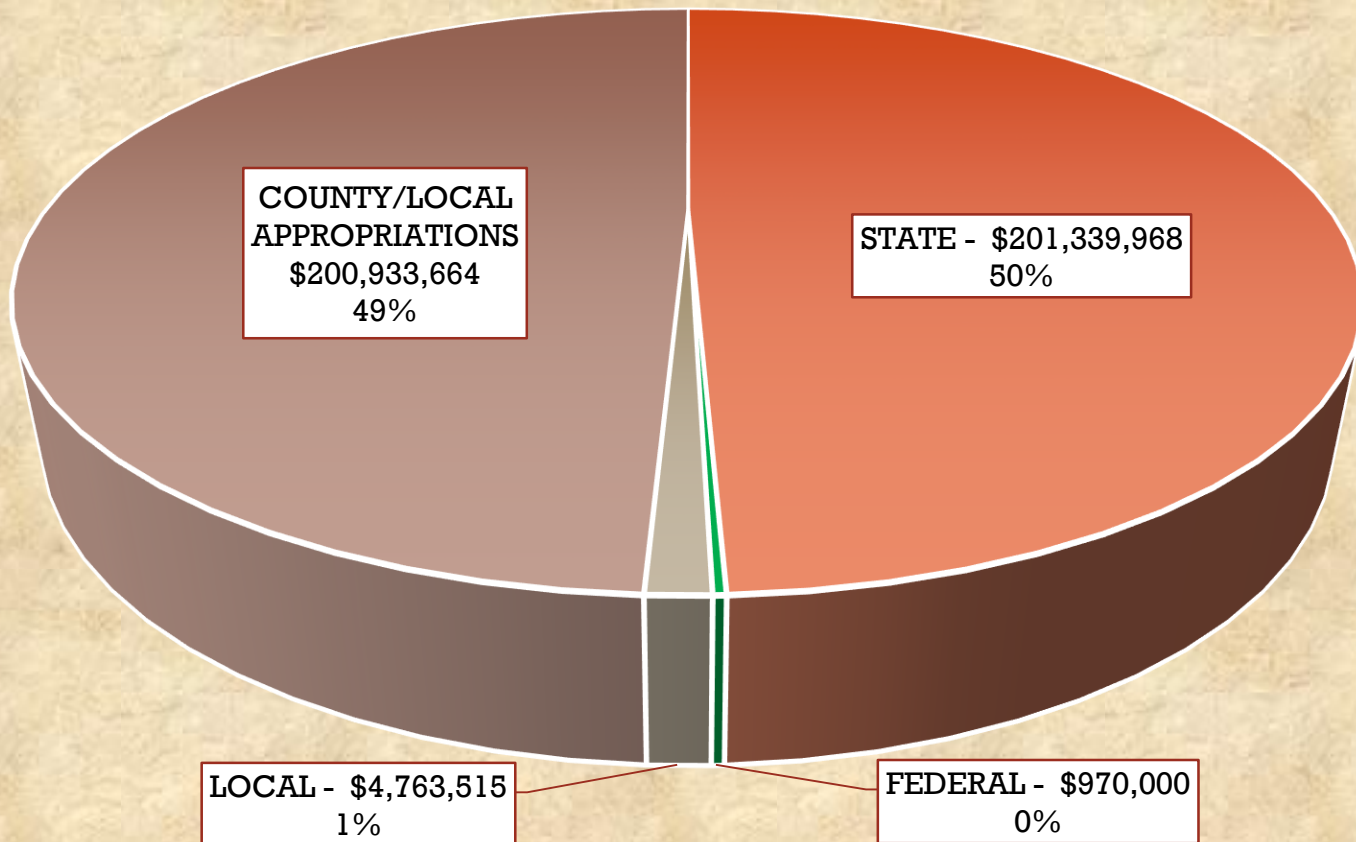
- Comparison of cost per pupil based on actual expenditures and FTE enrollments for FY 2019, provided by MSDE
- Maryland state average cost per pupil is \$14,881
- Charles County ranks 11 out of 24 Maryland LEA's at \$14,338
- Worcester County ranks 1<sup>st</sup> at \$18,188
- St. Mary's ranks 21<sup>st</sup> at \$13,452



# REVENUE SCHEDULE

	Amount \$
FY 2021 General Fund Base Revenue Budget	<u>401,007,950</u>
Requested incremental changes:	
County funding additional base	4,971,800
County funding (one-time) Non-Recurring for FY 2022	247,264
County funding (one-time) Reduction for FY 2021 funding	<u>(32,570)</u>
Total county funding request - 2.5 percent increase	5,186,494
State funding	337,847
Kirwan - Pre-Kindergarten Supplement	453,507
Kirwan - Hold-Harmless - Disabled Transportation	878,000
Fund Balance Transfer	143,349
Total requested revenue incremental change	6,999,197
<b>FY 2022 General Fund Revenue Budget</b>	<b>408,007,147</b>
Percent increase	1.7%

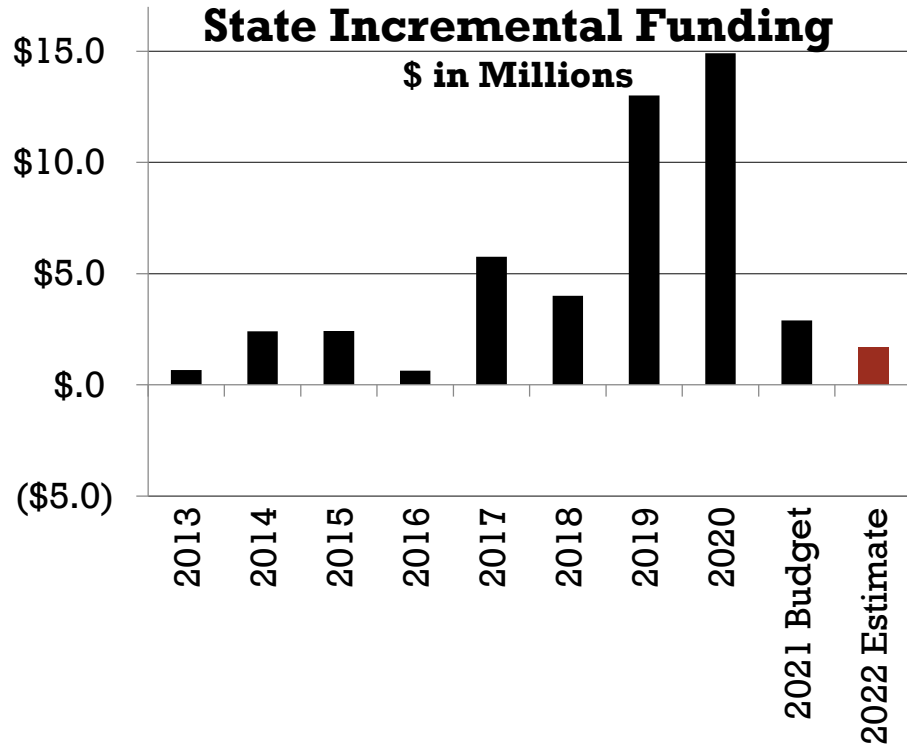
**FY 2022 OPERATING BUDGET  
WHERE THE MONEY COMES FROM  
TOTAL REVENUE = \$408,007,147**



# STATE FUNDING

## \$1.7 Million Increase

- State revenues are based on changes in enrollment, county wealth and free-and-reduced meals program eligibility relative to all other counties.
- FTE enrollments decreased from the previous fiscal year by -549.8 students, or -2.1 percent. However, the Governor's FY 2022 education budget proposal exceeds statutory funding formulas by providing hold-harmless grants to ensure every jurisdiction receives more direct aid than in FY 2021 regardless of fluctuations in enrollment.
- State Compensatory Aid is based on eligible free-and-reduced-price meal students (FARMS). FARMS enrollment for FY 2021 is 10,863 students.



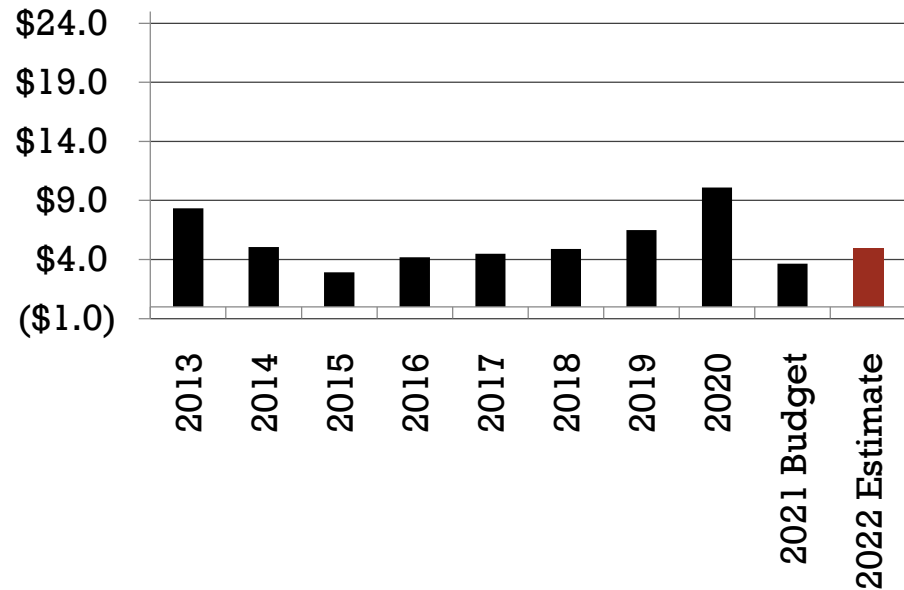
- FY 2012 revenue reflected federal ARRA and Ed jobs funding
- FY 2019 revenue reflected a large increase in student enrollment (563.8)
- FY 2020 revenue included additional funding for SB1030 – Blueprint for Maryland's Future

# COUNTY FUNDING

## \$4.9 Million Increase

- County revenue sources are based primarily on property and income taxes, recordation and various user fees.
- County funding is a formula based calculation based on Maintenance of Efforts requirements.
- The total approved county funding is an 2.5 percent increase from the current fiscal year.

**County Incremental Funding**  
\$ in Millions



- FY 2013 includes state retirement
- FY 2014 includes \$2.0 M one-time funding
- FY 2020 reflects additional revenue for Billingsley operating costs and the Fresh Start Program

# COUNTY FUNDING – FIVE YEAR COMPARISON

## INCLUDES FY 2022 APPROVED FUNDING

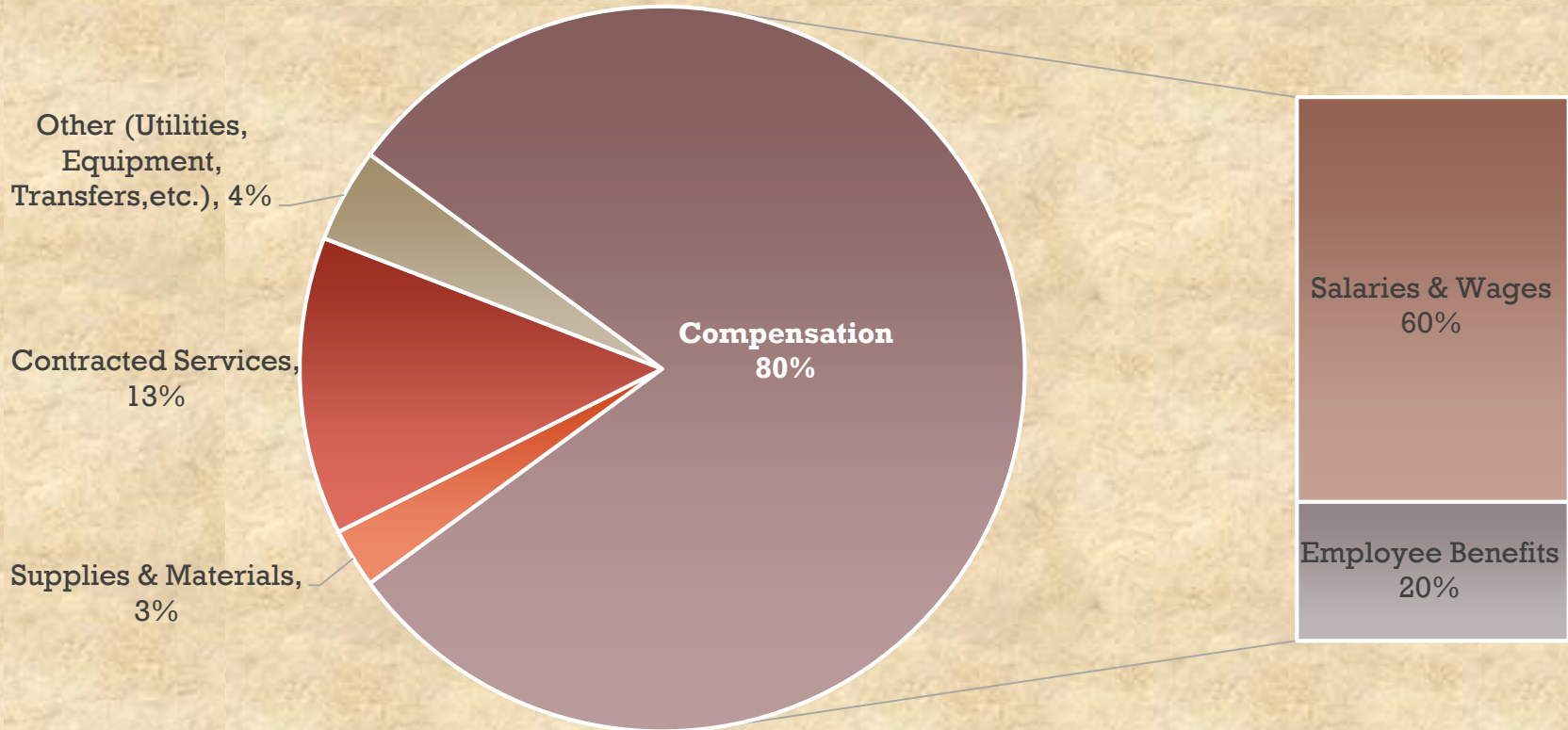
Fiscal Year	Total Charles County Government Operating Budget	Total CCPS Allocated Funding	Percentage of Funding
2022	\$450,350,300	\$200,686,400	44.6%
2021	\$433,441,200	\$195,714,600	45.1%
2020	\$425,097,500	\$192,074,000	45.2%
2019	\$404,659,200	\$181,982,100	44.9%
2018	\$391,452,100	\$175,484,000	44.8%
2017	\$375,542,600	\$170,474,500	45.4%

➤ FY 2020 reflects additional revenue for Billingsley operating costs and the Fresh Start Program

# EXPENDITURE SCHEDULE

	Amount \$
<b>FY 2021 General Fund Expenditure Budget</b>	<b>401,007,950</b>
<hr/>	
Requested cost changes:	
Bus contracts (19 bus replacements and additional hardware/software)	972,040
Teachers' pension (SB1301)	490,000
One-Time, Non-recurring County Funding for North Point Fiber Complex	247,264
Nurses' contract	103,700
Collective bargaining assumptions	6,255,098
Kirwan - Hold-Harmless Disabled Transportation	878,000
Kirwan - Pre-Kindergarten Supplemental Expansion:	
6 FTEs (3-Teachers, 3-Instructional Assistants)	388,637
Prekindergarten Instructional Materials	64,870
FY 2021 One-Time, Non-recurring County Funding for CCTV Upgrades	(32,570)
Reduction - Full-time wages budgeted at 99%	(2,367,842)
Total requested cost changes	<hr/> 6,999,197
 <b>FY 2022 General Fund Expenditure Budget</b>	 <b>408,007,147</b>
Percent increase	1.7%

# FY 2022 OPERATING BUDGET WHERE THE MONEY GOES TOTAL EXPENDITURES = \$408,007,147



# COLLECTIVE BARGAINING ASSUMPTIONS

- This request is to set aside funding for potential FY 2022 collective bargaining increases for the Education Association of Charles County (EACC) and the American Federation of State, County and Municipal Employees (AFSCME).
- The estimate comprises a one level increase as well as a one percent COLA.
- This assumption also includes the implementation of the State minimum wage increase to \$12.50 per hour.

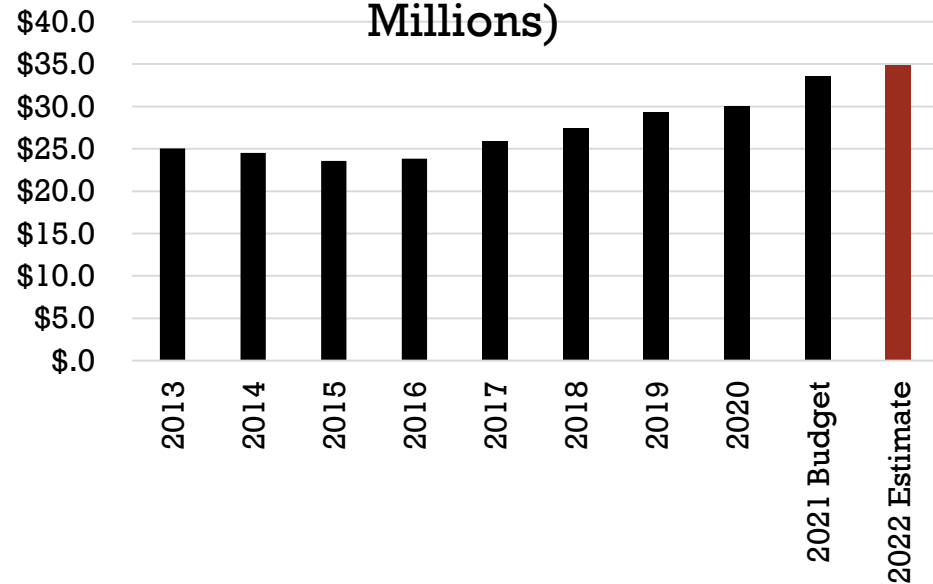
Description	Estimate \$
Reserve estimate for Collective Bargaining	\$6,255,098

# STUDENT TRANSPORTATION INCREASE

## \$972,040

- The school system's operational bus fleet total is 377 (363 contractual and 14 owned by CCPS).
- This request provides funds to replace 19 buses beyond the 15-year limitation.
- Funding will also cover the need to replace, upgrade, and/or add cameras and GPS hardware/software.
- State transportation funding represents about 39 percent of transportation expenditures.

Student Transportation Actual Contractual Expenditures (\$ in Millions)



# OTHER MANDATORY COST INCREASES

- **Teacher's Pension Increase - \$490,000**
  - Starting with FY 2017, the responsibility for teachers' pension falls to the Board of Education. FY 2022 costs are expected to increase by 5 percent.
- **Nurses' contract - \$103,700**
  - Estimating contract increases of 3 percent, for benefits and wages.

# OTHER COSTS REQUESTS/INCREASES

- **Kirwan-Disabled Transportation (Hold Harmless) - \$878,000**
  - Hold Harmless – for Disabled Student Transportation to restore funding lost in the transportation aid due to reduced enrollment.
- **Kirwan-Prekindergarten Supplemental Expansion - \$453,507**
  - Expanding full-day Pre-K at 3 elementary schools (Berry, Craik, Malcolm), requiring 6 new FTE's (3 Teachers, 3 Instructional Assistants).
- **North Point Complex Fiber Redesign - \$247,264**
  - One-time, non-recurring, funding from the county to redesign/reconstruct the fiber running from North Point High School, Davis Middle School, and Berry Elementary School.

# FOOD and NUTRITION SERVICES BUDGET

- **Estimating a budget revenue deficit of \$1.6 million**
  - Revenue collected from children's payments for school year 2021-2022 will only be available through `a la carte purchases.
  - The United States Department of Agriculture (USDA) has extended the waiver through June 30, 2022 that will allow every student to receive free meals. Reimbursements received from USDA for meals distributed are less than revenue from children's payments.
  - Expansion of Virtual Academy for students in Grades 9-12 for school year 2021-2022 creates a reduction in paying students.