



2023-2024 Annual Budget

Work Session #1.5

Effect of VDOE Error



VDOE Error

What is the "Calc Tool?"

- Excel workbook with many worksheets and complex formulas, linked cells, and lookups that populates a School Division's estimated revenue and local RLE/RLM based on legislature.
- Virginia School Divisions use the Calc Tool to estimate state revenue line items.

What Happened?

- VDOE's Calc Tool had a human error in one formula.

Virginia Department of Education

Projected FY 2023 and Projected FY 2024 State Payments Based on the Governor's Introduced Amendments to the 2022-2024 Biennial Budget (HB 1400/SB 800)

Standards of Quality (SOQ), Incentive, Categorical, and Lottery-Funded Programs in Direct Aid to Public Education
As of December 16, 2022

080 - ROANOKE

[Click here to run new enrollment](#)

		Projected FY 2023 Unadjusted ADM ²	Projected FY 2023 Adjusted ADM ²	Projected FY 2024 Unadjusted ADM ²	Projected FY 2024 Adjusted ADM ²
NUM	DIVISION				
080	ROANOKE	13,358.80	13,358.80	13,400.00	13,400.00
		Please note: some accounts have been updated for local enrollment projections. See footnotes for more details.			
2022-2024 Composite Index		FY 2023		FY 2024	
0.3643		FY 2023 State Share	FY 2023 Local Share	FY 2024 State Share	FY 2024 Local Share
Standards of Quality Programs:					
⇒	Basic Aid	44,658,106	25,592,178	45,868,807	26,285,994
	Sales Tax ⁴	20,469,327	N/A ¹	19,876,398	N/A ¹
⇒	Textbooks ⁵	1,124,196	644,242	1,127,663	646,229
Supplemental GF Payments in Lieu of Food and Hygiene Tax ¹⁵		1,096,345	N/A ¹	2,708,742	N/A ¹

Carved out
GTHH from
Sales Tax

But then
forgot to
reduce basic
aid by a
portion of it



Notification

- Superintendent's email provided how to calculate effect.
- Reduce Basic Aid by:
(1 - Local Composite Index)
X Grocery Tax Hold Harmless

Current Year	Next Year
1 - 0.3643	1 - 0.3643
x 1,096,345	x 2,708,742
<u><u>696,947</u></u>	<u><u>1,721,947</u></u>

2/2/23



SUPERINTENDENT'S EMAIL

JILLIAN BALOW | SUPERINTENDENT OF PUBLIC INSTRUCTION

DATE: January 27, 2023
TO: Division Superintendents
FROM: Jillian Balow, Superintendent of Public Instruction
SUPT'S EMAIL: Correction to Basic Aid Estimates in Introduced Budget Calculation Tool

The Virginia Department of Education (VDOE) issued [Superintendent's Memo #283-22](#) on December 16, 2022, which provided details related to the amended 2022-2024 biennial budget as introduced. The memo describes technical and policy amendments to the 2022-2024 biennial budget and provides an Excel calculation tool that local school divisions can use to estimate Direct Aid state funding and their local match.

Please be advised that the tool released last month did not include recognition of the grocery tax hold harmless payment, which began in FY 2023 as part of the offset in the Basic Aid formula. VDOE will release an updated calculation tool that reflects the Senate and House crossover budgets, following the scheduled floor votes on February 9.

In the interim, school divisions can calculate the amount of the state and local share reductions that should be applied to the Basic Aid estimates in the introduced budget calculation tool that was published on December 16 using the following formulas:

State Basic Aid Share Reduce by: (1 - Local Composite Index) X Division Grocery Tax Hold Harmless Amount

Local Basic Aid Share Reduce by: Local Composite Index X Division Grocery Tax Hold Harmless Amount

VDOE senior leaders met with regional chairs of the State Superintendent's Leadership Council and the leadership of the Virginia Association of School Superintendents on Friday afternoon and provided a preview of this information. If you have questions related to the FY 2023 Basic Aid estimates, please contact the budget office at (804) 225-2025, or by email at DOEBUDGETOFFICE@doe.virginia.gov.



Governor's Budget State Revenue Estimates

	2023 Budget	Caboose Projections	Increase (Decrease)	2024 Budget	Increase (Decrease)
ADM	13,183	13,359	176	13,400	217
General Fund	92,629,451	94,472,439	1,842,988▲	100,674,008	8,044,557▲
Instructional Resources Fund	1,109,402	1,124,196	14,794▲	1,127,663	18,261▲
Technology Replacement Fund	2,080,255	2,097,728	17,473▲	2,464,113	383,858▲
Grant Fund	2,257,696	2,213,769	-43,927▼	1,710,515	-547,181▼
Nutrition Fund	199,810	241,123	41,313▲	271,788	71,978▲
Capital Projects Fund	4,307,078	4,307,078	0—	0	-4,307,078▼
Total All Funds	102,583,692	104,456,333	1,872,641	106,248,087	3,664,395
	Current Year			Next Year	



Governor's Budget State Revenue Estimates

Corrected

	2023 Budget	Caboose Projections	Increase (Decrease)	2024 Budget	Increase (Decrease)
ADM	13,183	13,359	176	13,400	217
General Fund	92,629,451	93,775,492	1,146,041 ▲	98,952,061	6,322,610 ▲
Instructional Resources Fund	1,109,402	1,124,196	14,794 ▲	1,127,663	18,261 ▲
Technology Replacement Fund	2,080,255	2,097,728	17,473 ▲	2,464,113	383,858 ▲
Grant Fund	2,257,696	2,213,769	-43,927 ▼	1,710,515	-547,181 ▼
Nutrition Fund	199,810	241,123	41,313 ▲	271,788	71,978 ▲
Capital Projects Fund	4,307,078	4,307,078	0 —	0	-4,307,078 ▼
Total All Funds	102,583,692	103,759,386	1,175,694	104,526,140	1,942,448
		Current Year		Next Year	



Why Isn't the Impact Worse???

Actual ADM is trending higher than budget by 176





Any Questions?