



# 2022-2023 Annual Budget

Work Session – Final Revision

July 11, 2022



# Agenda

- State Revenues
- County Revenues
- The Priority Lists by Fund
- Staff Recommendations for School Board Actions
- Remaining Timeline



# State Revenues

House Bill 30  
Senate Bill 30



# General Assembly Budget

	2022 Budget	Adopted	GA	Difference
ADM	13,087	13,183	13,183	
Composite Index	0.3660	0.3643	0.3643	
SOQ Excluding Sales Tax	58,741,074	63,415,931	63,493,890	77,959
Sales Tax	16,596,176	16,973,870	18,314,550	1,340,680
Incentive	3,952,521	6,387,799	6,468,651	80,852
Categorical	13,713	13,750	13,750	0
Lottery	3,816,586	4,338,018	4,316,110	-21,908
Other	22,500	22,500	22,500	0
<b>General Fund</b>	<b>83,142,570</b>	<b>91,151,868</b>	<b>92,629,451</b>	<b>1,477,583</b>
<b><i>Additional Operating Funds Over 2022 Budget</i></b>		<b>8,009,298</b>	<b>9,486,881</b>	<b>1,477,583</b>
Instructional Resources Fund	891,723	1,109,402	1,109,402	0
Technology Replacement Fund	2,067,815	2,226,384	2,080,255	-146,129
Grant Fund	1,621,325	1,817,976	1,823,846	5,870
Nutrition Fund	119,526	199,810	199,810	0
Capital Projects Fund	0	0	4,307,078	4,307,078
<b>Total All Funds</b>	<b>87,842,959</b>	<b>96,505,440</b>	<b>102,149,842</b>	<b>5,644,402</b>
<b><i>Additional Total Funds Over 2022 Budget</i></b>		<b>8,662,481</b>	<b>14,306,883</b>	<b>5,644,402</b>



# County Revenues

## Revenue Sharing Agreement Update



# Revenue Sharing Agreement

## 3. Calculate Increase/(Decrease) in School Transfer:

	<u>4/5/22 Budget</u>	<u>Revised</u>	<u>Difference</u>
Property and Local Taxes	\$189,164,710	\$194,464,709	\$5,299,999
<i>Adjustments:</i>			
Roanoke Valley Convention and Visitors Bureau	(578,386)	(578,386)	-
Comprehensive Services Act Contribution	(1,879,000)	(1,879,000)	-
Economic Development (Roland E Cook Apartments)	(15,000)	(15,000)	-
Economic Development (William Byrd Apartments)	(100,000)	(100,000)	-
Economic Development (Mack Trucks)	(100,000)	(100,000)	-
Economic Development Incentive (South Peak CDA)	(550,000)	(550,000)	-
<b>Net Property and Local Taxes</b>	<u>\$185,942,324</u>	<u>\$191,242,323</u>	<u>\$5,299,999</u>
<b>School Allocation Percentage</b>	<b>41.0720%</b>	<b>41.0720%</b>	
School Transfer Base	\$ 70,917,637	\$ 70,917,637	\$ -
RCPS Portion of New Revenue	6,643,605	7,629,333	985,728
<b>Transfer</b>	<u><b>\$77,561,242</b></u>	<u><b>\$78,546,970</b></u>	<u><b>\$ 985,728</b></u>



# The Priority Lists By Fund

General Fund  
Grant Fund  
Capital Funds  
Revised CIP



# General Fund

Item	Amount
State revenue increase based on final adopted budget	\$ 1,477,583
Additional transfer from Roanoke County-revenue sharing agreement	985,728
	\$ 2,463,311
Increase compensation beyond 6% for an additional 1.0%	\$ 1,109,000
Fully Fund CMP (must happen now or with year-end carryover)	580,143
Athletic field mowing	192,750
Additional SRO Deputies plus equipment for 2 Deputies	180,000
Increase transfer to Technology Fund for reduction in state revenue	146,129
Reclassify 32 REAP and PEAP IAs from IAs on B21 to ABA Coach on B22	141,700
Assistant Supervisor of Maintenance	67,600
Payroll lapse	45,989
<i>Increase Bus Driver rate for Activity Trips to \$17/\$19</i>	<i>Absorbable</i>
	\$ 2,463,311





# Teacher Scale

**2022-2023 Teacher Scales of Neighbors Compared to Giving another 1% to Roanoke County Schools (for a total of 7% raise)**

First Step			Midpoint Step			Last Step		
Division	Step	Amount	Division	Step	Amount	Division	Step	Amount
Franklin	1	\$40,000	Franklin	8	\$44,092	Bedford	31	\$64,312
Botetourt	1	\$42,306	Montgomery	15	\$50,848	Roanoke (6%)	31	\$65,897
Roanoke (6%)	1	\$42,734	Roanoke (6%)	1	\$51,926	Botetourt	20	\$66,022
Bedford	1	\$43,020	Botetourt	10	\$52,035	Roanoke (7%)	31	\$66,556
Roanoke (7%)	1	\$43,174	Roanoke (7%)	15	\$52,453	Montgomery	33	\$67,902
Salem City	1	\$46,091	Bedford	15	\$52,466	Franklin	16	\$68,188
Montgomery	1	\$46,725	Salem City	15	\$56,857	Salem City	31	\$70,124
Roanoke City	1	\$48,000	Roanoke City	15	\$60,011	Roanoke City	31	\$77,245

*Note: Each grouping is in order from smallest to largest*

RCPS Current Standing  
RCPS Proposed with another 1%



# Grant Fund

Item	Amount
<b>State Grant Updates</b>	
VPI – reduce from 280 to 256 students per VDOE	\$(127,532)
Mentor Teacher	5,870
<b>Local Grant Updates</b>	
Claude Moore Charitable Foundation (New Rad Tech Program)	40,000
<b>Federal Grant Updates</b>	
Title I Part A Programs – increase to application submitted	141,767
Title II Part A Teacher Quality – increase to application submitted	5,695
Title III Part A Language – increase to application submitted	1,797
Title IV Student Support – reduce to application submitted	(1,503)
Carl D. Perkins – increase to application submitted	340
CARES Act Healthcare Relief Program (Medicaid participation)	100,564
	<u>\$ 166,998</u>



# ARPA Bonus Update

## Impact of Bonus on RCPS

- ARPA Revenue **\$1,400,967.87**
- Bonus to be paid on 12/1/22
- Receive an amount equal to a \$1,000 bonus + FICA for 1,301 SOQ-funded positions
- **Can reduce amount to provide for all staff**

	Positions	Cost
Total Employees	2,264	1,401,387.70
ARPA Funding		(1,400,967.87)
Additional cost		419.83

## Impact of Taxes on Employee's Bonus

- Taxes On Bonus:
  - Federal Tax 22.00% IRS Publication 15 §7
  - State Tax 5.75% Virginia Department of Taxation Income Tax Withholding Guide for Employers Page 10
  - FICA 7.65% IRS Publication 15 §7
  - 35.40%
- Impact of Taxes on Gross Bonus:
 

Bonus	\$ 575.00
Less taxes (575.00 x 35.4%)	<u>(\$203.55)</u>
After-tax funds received	<u>\$ 371.45</u>
- **Bonus amount dependent on number of employees.**



# Other Options

## Split Raise and Higher Bonus

Item	Amount
State revenue	\$ 1,477,583
County revenue	985,728
	<u>\$ 2,463,311</u>

Additional 0.50% Raise	\$ 554,500
\$800 bonus (\$516.80 net of tax)	548,789
Fully Fund CMP	580,143
Athletic field mowing	192,750
SRO Deputies plus equipment	180,000
Technology Fund transfer	146,129
Reclassify REAP and PEAP IAs	141,700
Assistant Supervisor of Maint	67,600
Payroll lapse	51,700
	<u>\$ 2,463,311</u>

## No Raise and Full Bonus

Item	Amount
State revenue	\$ 1,477,583
County revenue	985,728
	<u>\$ 2,463,311</u>

No Raise	\$ -
\$1,006 bonus (\$650 net of tax)	1,051,314
Fully Fund CMP	580,143
Athletic field mowing	192,750
SRO Deputies plus equipment	180,000
Technology Fund transfer	146,129
Reclassify REAP and PEAP IAs	141,700
Assistant Supervisor of Maint	67,600
Payroll lapse	103,675
	<u>\$ 2,463,311</u>



# ROANOKE COUNTY

## Public Schools



# Projects Fund

<u>Item</u>	<u>Amount</u>
Major Capital	
School Construction Grant Program Entitlement	\$ 4,307,078
Minor Capital	
Remaining CMP Transfer from General Fund	580,143
	<u>\$ 4,887,221</u>



# ROANOKE COUNTY

## Public Schools

# Revised CIP

Prior	2023	2024	2025	2026	2027	2028	2029	2030	2031	2032	Total CIP 2023-2032	Future Allocation	Total Project Costs	Est. FY
-------	------	------	------	------	------	------	------	------	------	------	------------------------	----------------------	------------------------	------------

Budget / ~~~~~For Future Planning Purposes~~~~~

### Funding Sources

Capital Reserves	\$ 523,066	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 6,000,000	\$ 5,408,100	\$ 11,931,166
County allocation for future bonds	1,560,000	-	17,000,000	17,000,000	-	17,000,000	17,000,000	-	17,000,000	17,000,000	-	102,000,000	118,270,000	221,830,000
County transfer for debt reserves	1,537,445	605,164	640,703	676,244	700,833	725,424	752,750	644,694	-	-	-	4,745,812	-	6,283,257
County transfer for refunding credits	80,384	165,193	116,750	116,250	117,931	114,831	74,943	74,631	3,987	4,012	-	788,528	-	868,912
Grant Funds	1,480,000	4,307,078	-	-	-	-	-	-	-	-	-	4,307,078	-	5,787,078
General Fund transfer for CMP	5,520,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	10,000,000	10,000,000	25,520,000	
<b>Total Funding Sources</b>	<b>\$10,700,895</b>	<b>\$ 6,677,435</b>	<b>\$19,357,453</b>	<b>\$19,392,494</b>	<b>\$ 2,418,764</b>	<b>\$19,440,255</b>	<b>\$19,427,693</b>	<b>\$ 2,319,325</b>	<b>\$18,603,987</b>	<b>\$18,604,012</b>	<b>\$ 1,600,000</b>	<b>\$ 127,841,418</b>	<b>\$ 133,678,100</b>	<b>\$ 272,220,413</b>

### Capital Projects

Burton Center for Arts & Tech (1962) 210,000 square feet	\$ -	\$ 5,677,435	\$ 17,857,453	\$ 18,392,494	\$ 1,418,764	\$ 18,440,255	\$ 18,427,693	\$ 1,319,325	\$ 3,020,581	\$ -	\$ -	\$ 84,554,000	\$ -	\$ 84,554,000	2029
WE Cundiff Elementary (1972) 87,000 square feet 464 enrollment	1,225,573	-	-	-	-	-	-	-	14,583,406	11,944,021	-	26,527,427	-	27,753,000	2031
Glen Cove Elementary (1972) 76,000 square feet 378 enrollment	1,225,352	-	-	-	-	-	-	-	-	5,659,991	600,000	6,259,991	16,758,657	24,244,000	2033
Northside Middle (1969) 109,889 square feet 647 enrollment	-	-	-	-	-	-	-	-	-	-	-	-	34,826,022	34,826,022	2036
Glenvar Elementary (1959) 52,325 square feet 327 enrollment	-	-	-	-	-	-	-	-	-	-	-	-	15,770,755	15,770,755	2037
Hidden Valley Middle (1972) 119,824 square feet 561 enrollment	-	-	-	-	-	-	-	-	-	-	-	-	38,521,020	38,521,020	2040
Burlington Elementary (1939) 68,149 square feet 418 enrollment	-	-	-	-	-	-	-	-	-	-	-	-	9,108,114	9,108,114	2042
Penn Forest Elementary (1972) 65,047 square feet 413 enrollment	-	-	-	-	-	-	-	-	-	-	-	-	8,693,532	8,693,532	2042
Capital Maintenance Plan	7,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	10,000,000	10,000,000	27,000,000	2042
HR & Payroll Software (50%)	1,249,970	-	500,000	-	-	-	-	-	-	-	-	500,000	-	1,749,970	2024
<b>Total Capital Costs</b>	<b>\$10,700,895</b>	<b>\$ 6,677,435</b>	<b>\$19,357,453</b>	<b>\$19,392,494</b>	<b>\$ 2,418,764</b>	<b>\$19,440,255</b>	<b>\$19,427,693</b>	<b>\$ 2,319,325</b>	<b>\$18,603,987</b>	<b>\$18,604,012</b>	<b>\$ 1,600,000</b>	<b>\$ 127,841,418</b>	<b>\$ 133,678,100</b>	<b>\$ 272,220,413</b>	

7/11/22

2022-2023 Annual Budget - Work Session - Final Revision



# Final Budget

	2022 Budget	% of Total Budget	2023 Original 4/5/22	2023 Revision	2023 Final 7/14/22	% of Total Budget	YTY over 2022 Budget	Operations	Capital	Appropriation
<b>ADM</b>	<b>13,087</b>		<b>13,183</b>	-	<b>13,183</b>		<b>96</b>			
General Fund	\$ 156,382,733	67.89%	\$ 172,114,823	\$ 2,463,311	\$ 174,578,134	74.05%	\$ 18,195,401	\$ 174,578,134	\$ -	\$ 174,578,134
Technology Replacement Fund	5,056,445	2.20%	5,653,645	-	5,653,645	2.40%	597,200	5,653,645	-	5,653,645
Instructional Resources Fund	1,470,960	0.64%	2,019,902	-	2,019,902	0.86%	548,942	2,019,902	-	2,019,902
Fleet Replacement Fund	1,283,556	0.56%	1,581,182	-	1,581,182	0.67%	297,626	1,581,182	-	1,581,182
Grant Fund	11,470,953	4.98%	8,195,007	166,998	8,362,005	3.55%	(3,108,948)	8,362,005	-	8,362,005
Nutrition Fund	5,955,651	2.59%	6,987,508	-	6,987,508	2.96%	1,031,857	6,987,508	-	6,987,508
2021 VPSA Fall Bond	3,000,000	1.30%	-	-	-	0.00%	(3,000,000)	-	-	-
Bond Fund	9,000,000	3.91%	-	-	-	0.00%	(9,000,000)	-	-	-
Major Projects Fund	2,094,592	0.91%	1,370,357	4,307,078	5,677,435	2.41%	3,582,843	-	5,677,435	5,677,435
Minor Projects Fund	6,310,000	2.74%	794,857	580,143	1,375,000	0.58%	(4,935,000)	-	1,375,000	1,375,000
School Activity Funds	7,200,000	3.13%	7,369,040	-	7,369,040	3.13%	169,040	7,369,040	-	7,369,040
Health Insurance Fund	19,026,190	8.26%	19,943,933	-	19,943,933	8.46%	917,743	19,943,933	-	19,943,933
Dental Insurance Fund	1,589,173	0.69%	1,690,566	-	1,690,566	0.72%	101,393	1,690,566	-	1,690,566
Risk Management Fund	383,500	0.17%	383,500	-	383,500	0.16%	-	383,500	-	383,500
OPEB Trust Fund	132,820	0.06%	132,820	-	132,820	0.06%	-	132,820	-	132,820
	<b>\$ 230,356,573</b>	<b>100.00%</b>	<b>\$ 228,237,140</b>	<b>\$ 7,517,530</b>	<b>\$ 235,754,670</b>	<b>100.00%</b>	<b>\$ 5,398,097</b>	<b>\$ 228,702,235</b>	<b>\$ 7,052,435</b>	<b>\$ 235,754,670</b>

Burton Center for Arts & Tech	\$ 4,307,078
W.E.Cundiff Elementary	685,179
Glen Cove Elementary	685,178
Capital Maintenance Plan	1,000,000
Turf field renovations	150,000
Music uniforms	25,000
Grant contingency	200,000
	<b>7,052,435</b>





# Staff Recommendations



# Staff Recommendations

- Approve original budget revision by \$7,517,530 as follows:
  - General Fund increase of \$2,463,311 for the priorities listed on page 10.
  - Grant Fund increase of \$166,998 for the priorities listed on page 11.
  - Major Project Fund increase of \$4,307,078 for the School Construction Grant Program Entitlement to be appropriated for a new Burton Center for Arts and Technology building.
  - Minor Capital Fund increase of \$580,143 to fully fund CMP.
- Approve revised Pay Plan to:
  - Reflect an additional 1% scale shift,
  - Increase Bus Driver - Substitute from \$16.50/hour to \$17.50/hour
  - Increase Bus Driver - extra runs during the school day from \$12.00/ hour to \$17.00/hour
  - Increase Bus Driver - extra runs after the school day from \$12.00/ hour to \$19.00/hour
  - Increase Bus Driver - Summer School from \$15.00/hour to \$20.00/hour
  - Add Car Substitute Driver for \$12.50/hour
- Approve revised Capital Improvement Program shown on page 13.
- Approve receipt of the \$1,400,967.87 of the State provided ARPA funds for a bonus to be allocated on existing employees as of December 1, 2022.



# Remaining Timeline



# Remaining Timeline

- July 14, 2022 – School Board Meeting
  - Approve original budget revision
  - Approve revised Capital Improvement Program
  - Approve revised Pay Plan
  - Approve receipt of the \$1,400,967.87 ARPA grant funds
- July 26, 2022 – Board of Supervisor Meeting
  - Roanoke County Public Schools presents revised budget
  - Public Hearing for Ordinance Revision & For ARPA Grant Funds
  - Approve budget revision and adopt ordinance for revised budget
  - Approve ARPA Grant funds and adopt ordinance
- August 1, 2022 – Amended Contracts go into effect for additional 1% raise
- December 15, 2022 – ARPA bonus paid