



FY 2024 Budget Update

State Revenue & Health Insurance

School Board Meeting
Thursday, May 4, 2023



Overview

- State Revenue
- Health Insurance Expense
- FY 24 Budget Amendment

HB 1400 Substitute Budget



- 2/25/2023 General Assembly approved HB 1400 Substitute Budget (also known as the “skinny budget”).
 - Used the 2022 Special Session I 2022 – 2024 Biennial Budget (6/2/2022) as base
 - Included the 5% salary action for teachers and staff
 - Updated estimate projections on State sales tax revenue dedicated to K-12
 - Adopted amendments by General Assembly on 2/25/2023
- 4/7/2023 Virginia Department of Education (VDOE) issued a Calc Tool .
 - Included correction of formula to Basic Aid for the grocery tax hold harmless

State Revenue



- HB 1400 substitute budget caused a State revenue shortage of \$334,659 in CCS FY 2024 Adopted Budgeted.
- Primary reason for the shortage is the formula calculation error in Basic Aid for Hold Harmless in Grocery Sales Tax of \$325,979.

Health Insurance



- Adopted for FY 2024 a budget increase for health insurance of \$476,086.
- Based on information and projections at the time of the proposed budget (February).
- Renewed health insurance rates in April were significantly less than projected/budgeted.
- Decreased – Savings of \$374,333 for health insurance.

Overall Budget Impact

Savings from Health Insurance	\$ 374,333
Loss in State Revenue	\$ 334,659
Applying Remainder to Vacancy Savings	\$ 39,674

Requires budget amendment to reflect the decrease in State revenue and expenditures of \$334,659.

Amendment to FY 2024 Budget

	Adopted FY 2021 - 2022 Budget	Adopted FY 2022 - 2023 Budget	Adopted FY 2023 - 2024 Budget	Amendment Change	Amended FY 2023 - 2024 Budget	Dollar Change	Percentage Change
City Appropriation	\$ 58,709,623.00	62,925,964	67,092,134		67,092,134	-	0.00%
Fund Balance	\$ 771,763	1,159,014	2,301,428		2,301,428	-	0.00%
Local	\$ 2,974,443	1,979,579	1,979,579		1,979,579	-	0.00%
State	\$ 21,328,161	23,098,530	25,652,982	(334,659)	25,318,323	(334,659)	-1.57%
Federal	\$ 10,605,261	17,753,144	10,102,524		10,102,524	-	0.00%
Total Revenues	\$ 94,389,251	106,916,231	107,128,647	(334,659)	106,793,988	(334,659)	-0.35%

THANKS!

Any questions?