

FY 2017 ADOPTED OPERATING BUDGET HIGHLIGHTS

Operating Budget Highlights

The adopted fiscal year 2017 operating budget totals \$555,825,971. It reflects an increase of \$11,295,555 or 2% over the fiscal year 2016 operating budget. This budget was created with the intent to align with the Board of Education's long-term strategic plan.

The adopted budget includes expenditures that the Board believes are needed to continue to provide quality educational services to the children of Frederick County for fiscal year 2017. It reflects the feedback obtained during Town Hall meetings and extensive public engagement.

Revenue Highlights

The county allocation of \$258.3 million represents \$10.5 million above Maintenance of Effort (MOE), the minimum level of funding required under state law. It also includes an increase of \$453 thousand for in-kind services.

Estimated state funds are \$266.9 million, an increase of approximately \$2.3 million. The state funding includes increases in the Geographic Cost of Education Index (GCEI) and Net Taxable Income funding, slightly offset by decreases in formula funding due to the decrease in enrollment.

Other sources of funding include \$19.3 million in federal funds, \$6.6 million from prior year fund balance and \$4.7 million from various fees, tuition and interest.

Expenditure Highlights

Reversals and Adjustments: There is a \$1.2 million reversal related to the sale of surplus properties.

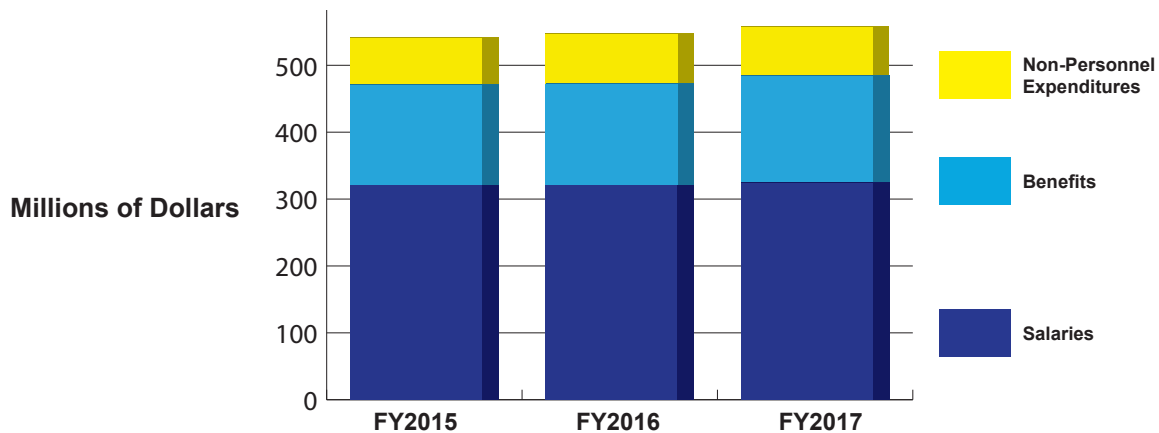
Continuation of Programs and Services (including mandated items): The \$5.1 million dollar increase in this category is the result of inflationary increases in health and other insurances and the budget needed for the FY16 delayed increment, partially offset by salary savings from employee turnover.

Enrollment: The enrollment portion of the budget adjustments stayed flat. Decreases in overall student enrollment were offset by increases in English Language Learner enrollment and by strategic staffing used to mitigate class size.

New Requests: The \$1 million dollar increase in new requests was mainly for the Wide Area Network (WAN) Upgrade, technology refresh and additional Community Agency School Services (CASS) workers.

Salary and Staffing Resource Pool: Funding of \$6.4 million will be used for salary increases and staffing to meet systemic needs.

Operating Fund Expenditures FY2015 through FY2017



To obtain more details, please refer to the FCPS FY 2017 Adopted Operating Budget Book (to be published and posted on the FCPS website by October 31, 2016)