



# Pursuing excellence through efficient and effective operations

**Superintendent's Proposed FY2013 Financial Plan  
January 24, 2012**

*Dr. Marcus J. Newsome, Superintendent*



# Chesterfield has a reputation for excellence

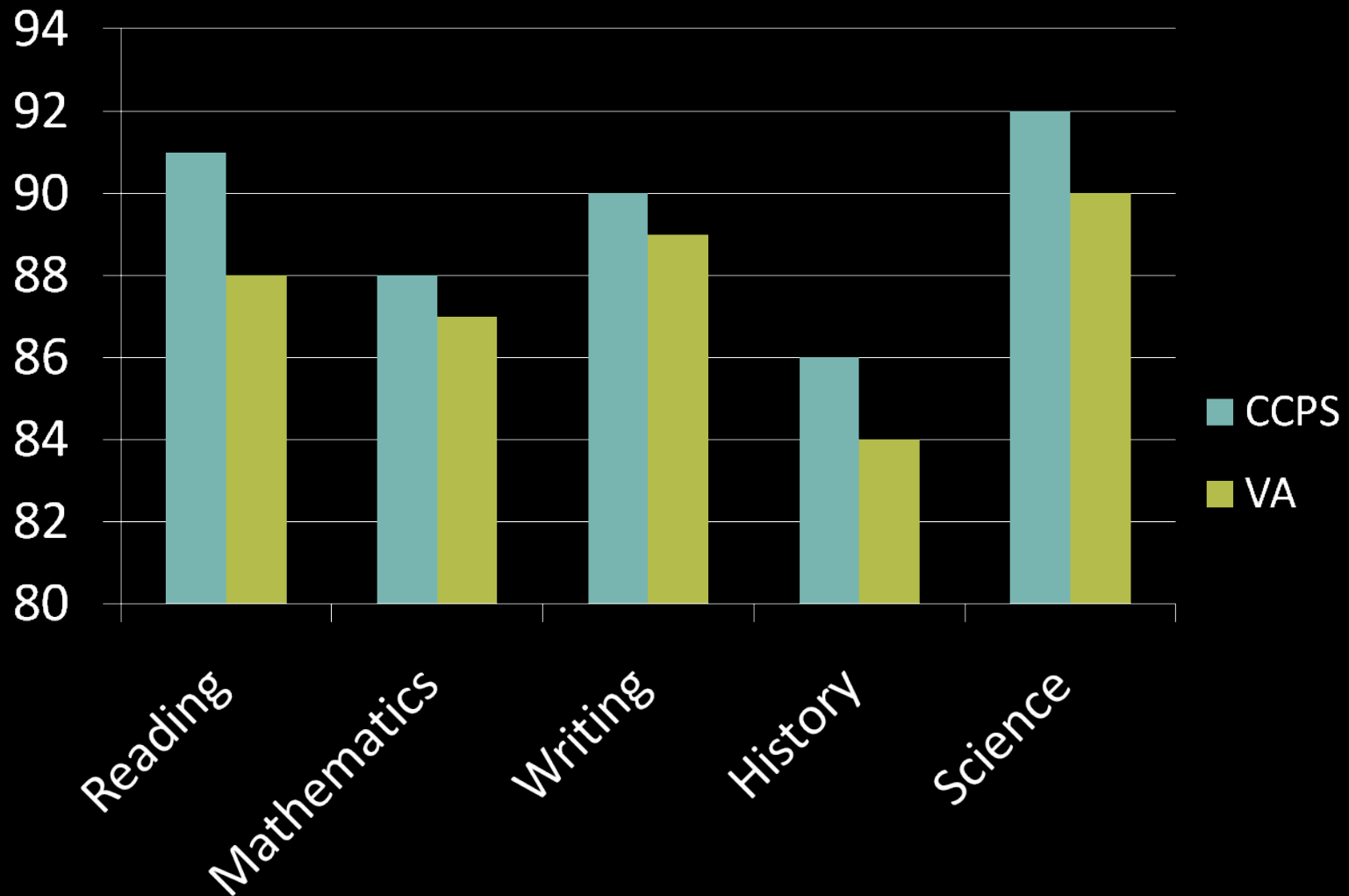
**Newsweek**



The  
Washington  
Post



# Standards of Learning, 2010-2011 Percentage Passing – All Students



# Audit: 99.3% Efficiency



Virginia

Department of Planning & Budget



- Hired by the Commonwealth of Virginia to conduct an efficiency audit of Chesterfield County schools, MGT of America gave a glowing report. “This is a very well run school division,” said MGT principal Kathy Brooks. “We have never had this many commendations for a school system.”
- The result of the State hired MGT efficiency audit was to reduce the cost of operations \$4.5 million annually.

# What have we done?

**\$72 million** in operational cuts since 2009

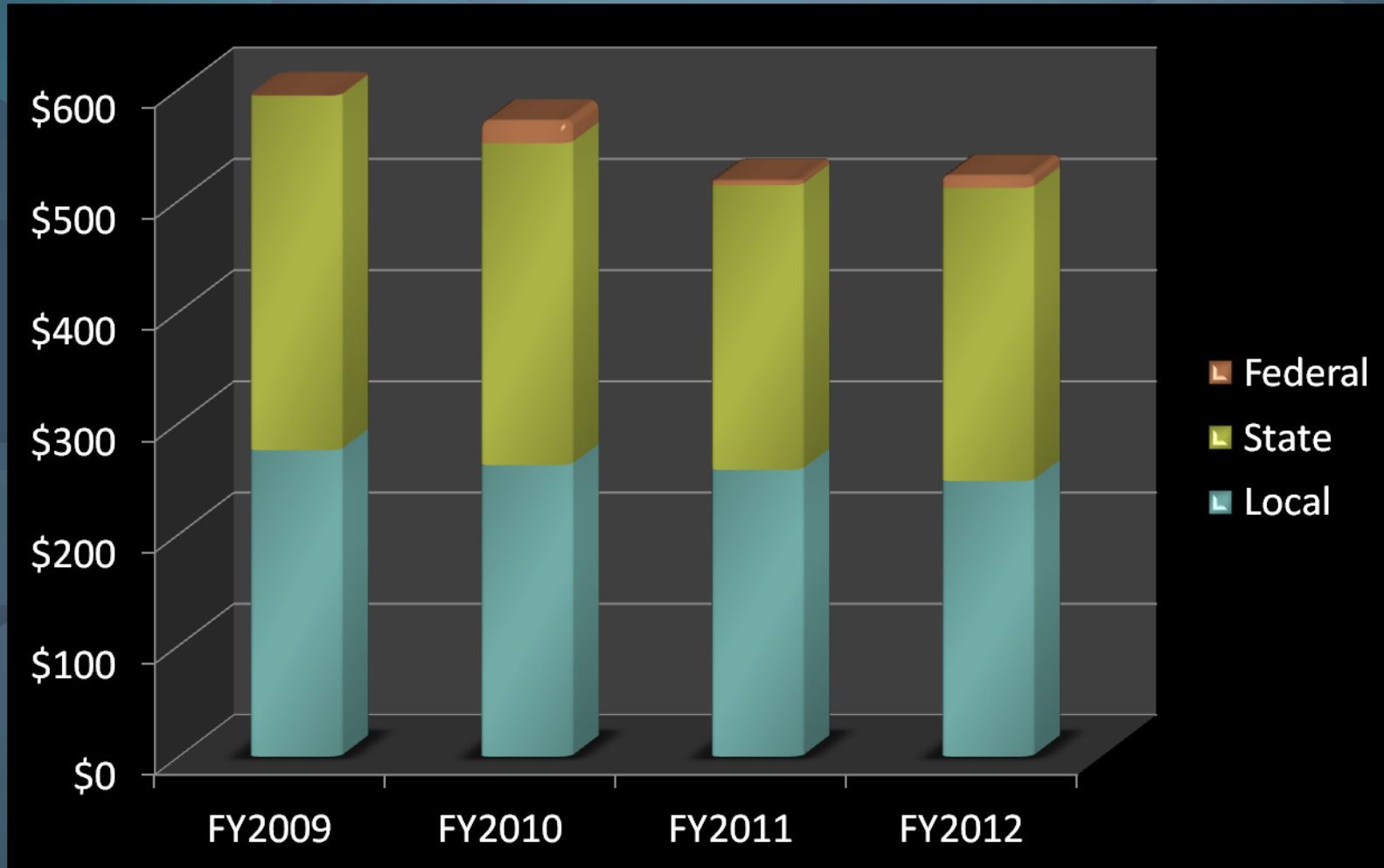
That's **12 percent** of the school division's budget

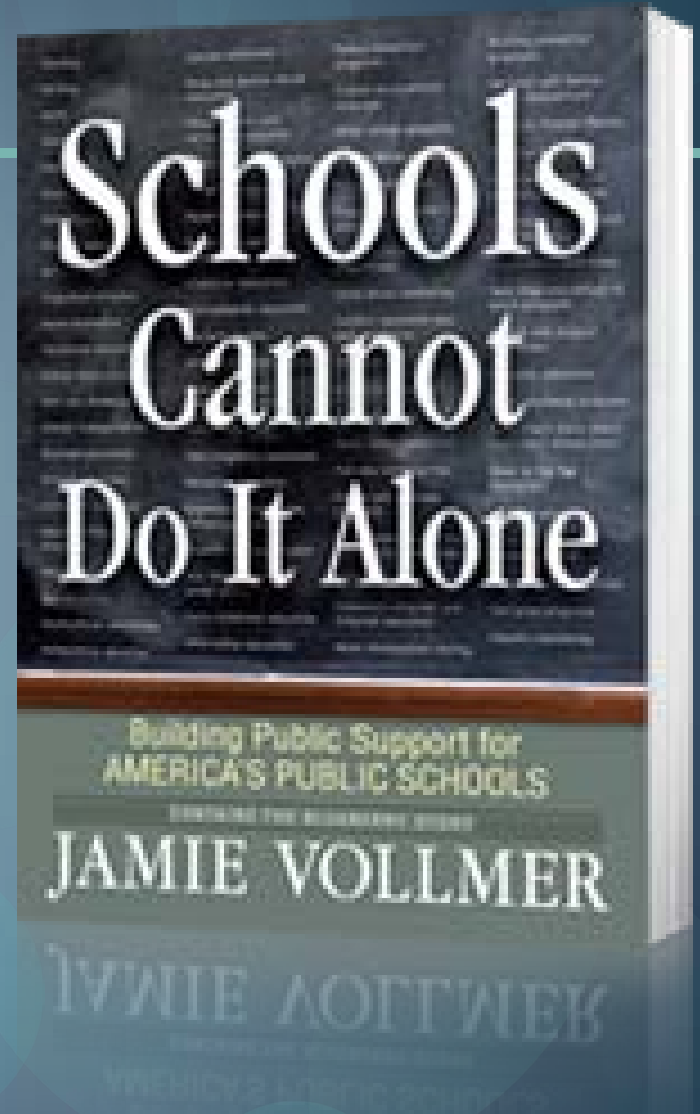


- across the board 2-3% pay cut for all
- 550+ full-time positions eliminated
- more students in each class
- fewer course choices
- no new buses or textbooks
- downsizing of central office
- classroom materials cut 20%
- no new schools; reduced CIP
- significant facility maintenance cuts

# Adapting to Change CCPS Operating Budget

(\$ in millions)





**“No generation of educators in history has been asked to do what Americans now demand of their public schools.”**

# Superintendent's FY2013 Priorities

Focus on students and teachers as outlined in the goals and guiding principles of the Design for Excellence 2020



# School Board Goals

## Design for Excellence 2020

- Academic achievement for all students
- 21<sup>st</sup> century learning and technology skills
- Citizenship and core values

# Design for Excellence 2020

## Guiding Principles

- Student engagement
- Community of learners
- Quality service and operations
- Community investment
- Safe, supportive, and nurturing learning environments

# Superintendent's Proposed Financial Plan FY2013 Summary

- No classroom reductions
- Restoration of FY2011 2%-3% pay cut
- Beginning in FY2013, new employees will contribute 5% of salary to VRS

# FY2013 Proposed Expenditures

(\$ in millions)

<b>FY2012 Approved Budget</b>	<b>\$522.1</b>
<b><u>Changes for FY2013:</u></b>	
VRS rate increase (12.21% to 18.96%)	16.7
health care cost increase	1.3
restore pay cut (\$7.0 M total - current year bonus)	1.0
attrition (retirements, etc.)	(2.0)
replacement buses	2.0
use of prior year's reserve	(6.5)
new employees pay 5% share of VRS	(0.6)

# FY2013 Proposed Expenditures

(\$ in millions)

## Changes for FY2013 (cont):

textbook funding	(0.5)
eliminate unallocated positions (9 FTES)	(0.3)
reduce central operating budgets (5%)	(0.3)
reduce fund balance	(0.2)
other changes *	(0.1)
<b>FY2013 Proposed Budget</b>	<b>\$532.6</b>

\* Includes a \$25K funding reduction for the Education Foundation

# FY2013 Proposed Revenues

(\$ in millions)

<b>FY2012 Approved Budget</b>	<b>\$522.1</b>
<b><u>Changes for FY2013:</u></b>	
State aid	3.1
State sales tax	5.4
County revenue	2.3
CCPS (prior year savings)	(2.7)
County (one-time capital)	2.0
Federal funding	(9.7)
Gainsharing	3.0
Student parking fee (increased to \$50)	0.1
Federal/state/county	<u>7.0</u>
<b>FY2013 Proposed Budget</b>	<b>\$532.6</b>

# Legislative Priorities for FY2013

- Full funding of SOQ re-benchmarking
- Realistic funding recovery strategy for VRS teacher pool
- Suspend required local match for these initiatives:  
Class Size Reduction and VPSA Technology

# Legislative Priorities for FY2013

- Flexibility to use SOQ algebra readiness for any instructional support
- Flexibility to use preschool initiative funding
- Full pass-through of any potential federal Jobs Bill funding

# Next Steps

## February

- School Board work session – Feb. 7
- Public Hearing – Feb. 14
- School Board approves budget – Feb. 28

## March

- County Administrator presents budget – March 5
- Board of Supervisors public hearing – March 14
- Board of Supervisors approves budget and sets tax rate – March 28

## April

- School Board adopts budget



**CHESTERFIELD COUNTY**

**5-TIME WINNER**

AMERICA'S PROMISE ALLIANCE

**100 BEST COMMUNITIES**

*for Young People*

PRESENTED BY

**ING**

**2011 WINNING COMMUNITY**

The logo is circular with a blue border and a white center. The text is arranged in a circular fashion. The top arc reads "CHESTERFIELD COUNTY". Below that, in red, is "5-TIME WINNER". The center features "AMERICA'S PROMISE ALLIANCE" in small black text, followed by "100 BEST COMMUNITIES" in large blue letters, and "for Young People" in red script. To the right of "100 BEST COMMUNITIES" is a colorful graphic of three stylized buildings. Below this is a small red tractor icon. At the bottom, it says "PRESENTED BY" in small black text, followed by the "ING" logo in blue and red. The bottom arc of the circle reads "2011 WINNING COMMUNITY".