



The proposed FY2011 Cuts to FCPS are primarily due to the increase of \$71 million in retirement payments. That caused the school board to find \$71 million in program cuts which started all the community meetings. The terms of these payments can be changed, but it requires leadership from the school board, and our VA Senators and Delegates to do so. If we reform the broken and unsustainable pension system we save our school programs.

Summary Analysis of FCPS Growing Pension Payments Problem

Retirement Components	Total	Total	Total	Total	Total (pg 215)	Increase Over	% Increase
Expense	FY2007	FY2008	FY2009	FY2010	FY2011	Prior Year	Over Prior
						2010	Year
- State (VRS) Retirement	\$142,532,005	\$166,211,577	\$160,511,257	\$162,136,897	\$215,166,191	\$53,029,294	32.71%
- ERFC Retirement	\$35,386,882	\$37,073,327	\$38,538,426	\$37,578,462	\$48,341,209	\$10,762,747	28.64%
- County (FCERS)	\$14,227,317	\$15,496,553	\$16,201,757	\$14,804,029	\$21,336,923	\$6,532,894	44.13%
- VRS Retiree Medical	\$5,291,790	\$13,018,759	\$12,618,704	\$12,221,238	\$12,922,898	\$701,660	5.74%
Retirement Expense Sub Total	\$197,437,994	\$231,800,216	\$227,870,144	\$226,740,626	\$297,767,221	\$71,026,595	31.33%
Health Insurance	\$136,402,169	\$148,826,891	\$159,144,353	\$165,777,956	\$191,378,833	\$25,600,877	15.44%
Total Enrollment	164,486	166,307	169,538	173,573	175,333	1,760	1.01%
Total Full Time Positions	21,871	22,003	22,260	22,311	22,137	-174	-0.78%
Total FCPS Expenditures	\$2,038,808,780	\$2,144,142,313	\$2,176,658,350	\$2,273,148,760	\$2,256,322,055	-\$16,826,705	-0.74%

Note here that the total expenditures for FCPS for 2011 will go down by -0.74% vs 2010 yet FCPS plans to cut programs more drastically than -0.74% because of the growing burden of the mandatory retirement contributions.

	2007 % of Budget	2008 % of Budget	2009 % of Budget	2010 % of Budget	2011 % of Budget	% Increase
Retirement Components	9.68%	10.81%	10.47%	9.97%	13.20%	32.30%

These mandatory contributions which consumed 9.97% of the budget in 2010, now consume 13.2% of the budget or a 32.3% increase over last year.

Given the total budget went down slightly it means that to fund the additional \$71 million in retirement benefits, the FCPS had to cut \$71 million worth of programs. Or things like cutting all Freshman Sports or FLES.

Spending Per Pupil Total	\$12,395	\$12,893	\$12,839	\$13,096	\$12,869	-\$227	-1.74%
Spending Per Pupil (Less Retirement & HC Expense)	\$10,365	\$10,604	\$10,556	\$10,835	\$10,079	-\$756	-6.98%
Retirement Contribution per Full Time Position	\$9,027	\$10,535	\$10,237	\$10,163	\$13,451	\$3,288	32.36%
Health Expense Per Full Time Position	\$6,237	\$6,764	\$7,149	\$7,430	\$8,645	\$1,215	16.35%

More analysis and information is available at www.fcta.org

We encourage you to do your own analysis. Download the above spreadsheet at <http://www.fcta.org/data/fx-public-schools/20111-fcps-budget-notes>