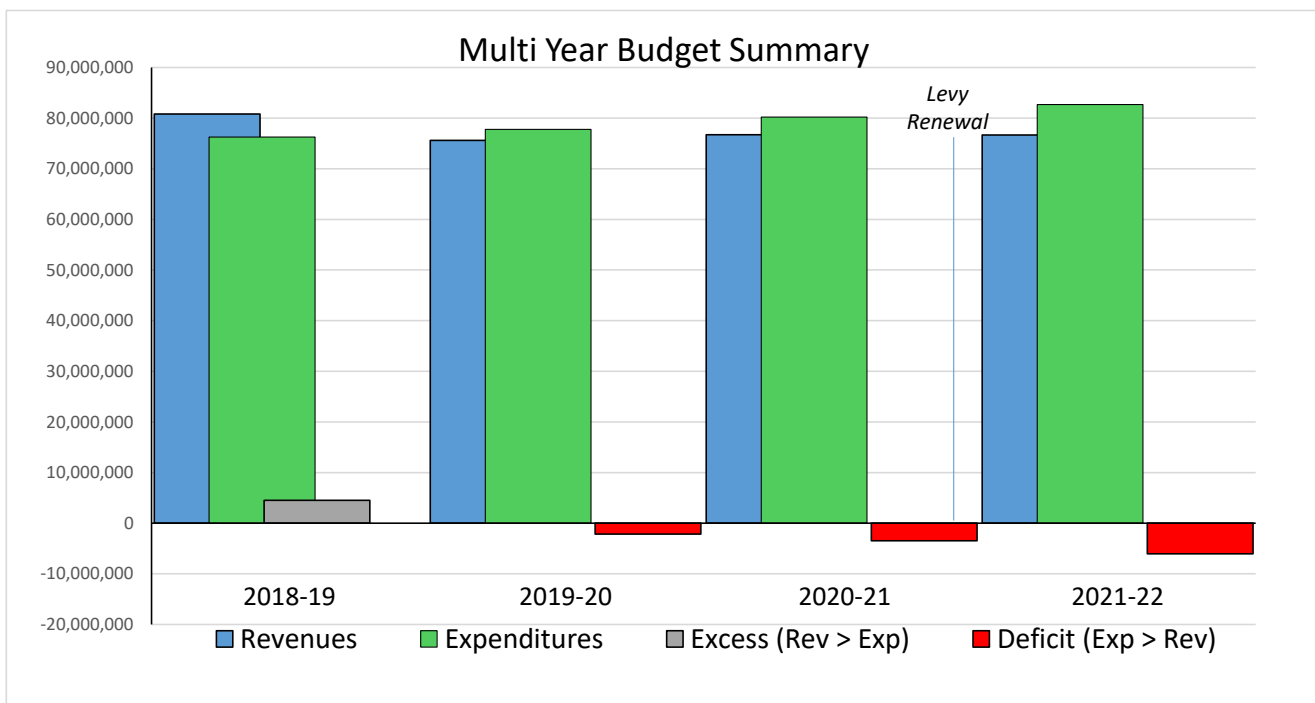


Arlington Public Schools - Four Year Budget Outlook

In the 2018-19 fiscal year, Arlington Public Schools will have a one-time funding increase from the state of \$4.5 million followed by significant declines in fund balance. APS will see a growing gap between the funding received from the state and our local education levies, compared to what is needed to support current programs, and services for students, staff and classrooms. This is a result of the state legislature's attempt to address full funding of public education. The changes imposed by the legislature increased the state property tax while reducing and capping what the District could collect from local property-tax levies that had already been approved by Arlington's voters. The levy-swap was intended to reduce school districts' reliance on local property taxes, but the replacement funding formula does not appear to sufficiently and sustainably address the needs.

General Fund Summary	2018-19	2019-20	2020-21	2021-22
Beginning Fund Balance	8,598,000	13,131,000	10,952,000	7,467,000
Revenues	80,809,000	75,624,000	76,730,000	76,666,000
Expenditures	76,276,000	77,803,000	80,215,000	82,702,000
Ending Fund Balance	13,131,000	10,952,000	7,467,000	1,431,000
Excess (Rev > Exp)	4,533,000			
Deficit (Exp > Rev)		-2,179,000	-3,485,000	-6,036,000
Fund Balance Target (= 1 mo. ave operating exp)	6,288,000	6,483,000	6,684,000	6,891,000
Amount above (below) Fund Balance Target	6,843,000	4,469,000	783,000	(5,460,000)



- ◆ Arlington spends an additional \$2,600 per student each year from local education levies. Due to the state's cap on local levies, the district will now receive a little over a 3rd of that amount, or about \$960 per student.
- ◆ In future years, starting with 2020-21, those funds depend on whether a levy renewal is approved by voters.



\$2,600 per student



\$960 per student