



Montgomery County Public Schools

RECOMMENDED FY19 BUDGET

\$2,592,240,711

FULL TIME EQUIVALENTS

22,452.26

MISSION STATEMENT

The Montgomery County Public Schools (MCPS) operates a countywide system of public schools for students from pre-kindergarten through high school. For the 2017-18 school year (FY18), 161,470 students in pre-kindergarten classes through Grade 12 attend 205 separate public educational facilities. For the 2018-19 school year (FY19), enrollment is estimated at 163,184 students.

BUDGET OVERVIEW

The County Executive's role in the MCPS budget process is to present to the County Council a recommended total budget. The total recommended FY19 Operating Budget is \$2,592.2 million, an increase of \$75.1 million or 3 percent over the original FY18 approved budget of \$2,517.1 million, and this recommended budget exceeds the amount required by the State's Maintenance of Effort (MOE) law by \$19.0 million.

The County Executive's recommendation funds one hundred percent of the Board of Education's (BOE) request. In addition, \$27.2 million will be provided by the County from the Consolidated Retiree Health Benefits Trust for the purpose of paying retiree health claims in FY19. This continued support is assumed in the BOE's request.

The County also supports the operations of the school system through the expenditures of other departments. For example, school health services, childhood wellness, and Linkages to Learning programs are provided by the Department of Health and Human Services; research and internet resources are made available in the Montgomery County Public Libraries; crossing guards are provided by the Department of Police; sports academies for youth are sponsored by the Department of Recreation; reimbursements for classrooms and school sports fields rented by residents are made by Community Use of Public Facilities; and the Maryland-National Capital Park and Planning Commission provides maintenance of MCPS ballfields. In addition to the total recommended Operating Budget for the public schools, this agency's Capital Improvements Program (CIP) requires County funding. Approximately \$18.1 million in FY19 current revenue and \$62.5 million in recodation taxes are recommended in the FY19-24 CIP. The debt service requirement for the MCPS capital program is estimated at \$155.0 million in FY19.

The table below summarizes the contributions to MCPS programs that are appropriated in other departments or agencies.

Additional County Support for MCPS FY19	
MCPS Budget (in millions)	\$2,592.2
Additional County funding (not included in MCPS budget)	
• Debt service on school construction bonds	\$155.0
• Pre-funding retiree health benefits	\$79.4
• Support services	\$69.6
• Technology modernization	\$22.9
Total additional County funding	\$326.9
Total expenditures for MCPS	\$2,919.1
Sources: Recommended FY19 Operating and Capital Budgets	

The recommended budget includes the County's contribution of \$1,707.7 million plus \$25.0 million in carryover funds (66.8 percent of all recommended funding), State aid and grants of \$707.8 million (27.3 percent), Federal grants and aid of \$74.8 million (2.9 percent), and tuition, fees, and private grants of \$10.1 million (0.4 percent). The recommended appropriation for the fee supported enterprise funds is \$65.2 million (2.5 percent) and for the special revenue fund is \$1.7 million (0.1 percent).

Tax Supported Funding for the Public Schools

For FY19, the total tax supported portion of the Executive's recommendation (excluding grants and enterprise funds) is \$2,443.2 million, an increase of \$74.5 million or 3.1 percent over the original FY18 Approved Operating Budget. The tax supported portion of the recommendation includes an FY19 local contribution of \$1,707.7 million, plus carryover of \$25.0 million for a total local contribution of \$1,732.7 million. MOE is a State requirement that each local school district must spend as much per student as it did in the prior fiscal year in order to receive additional State aid for education. The Executive's recommendation for local funding meets the MOE requirement, and is a total increase of \$44.4 million from the FY18 local contribution.

Fiscal Summary

The Executive's total budget recommendation from all funding sources is \$2,592.2 million and funds one hundred percent of the BOE's request. The Executive relies on the BOE to determine the most appropriate manner to deliver educational services within its recommended budget allocation.

Spending Affordability

In February 2018, the Montgomery County Council approved FY19 Spending Affordability Guidelines (SAG) of \$2,395.5 million for the tax supported funds of MCPS. The BOE requested \$2,443.2 million in tax supported funds.

Additional Budget Details

The Executive affirms the authority of the BOE to establish educational policy and to determine the allocation of appropriated funds in support of the mission of the public school system. Complete information regarding the MCPS budget request is available in the FY19 Operating Budget adopted by the BOE on February 13, 2018. Copies of that budget are available at Montgomery County libraries, on the MCPS website, and upon request from the school system.

LINKAGE TO COUNTY RESULT AREAS

While this program area supports all eight of the County Result Areas, the following is emphasized:



PROGRAM CONTACTS

Contact Nicola Diamond of the Montgomery County Public Schools at 240.314.3888 or Bruce Meier of the Office of Management and Budget at 240.777.2785 for more information regarding this agency's operating budget.

BUDGET SUMMARY

	Actual FY17	Budget FY18	Estimate FY18	Recommended FY19	%Chg Bud/Rec
CURRENT FUND MCPS					
EXPENDITURES					
Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Current Fund MCPS Personnel Costs	0	0	0	0	—
Operating Expenses	2,312,490,723	2,368,655,562	2,347,331,555	2,443,168,218	3.2 %
Current Fund MCPS Expenditures	2,312,490,723	2,368,655,562	2,347,331,555	2,443,168,218	3.1 %
PERSONNEL					
Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	21,059.52	21,090.64	21,090.64	21,254.35	0.8 %
REVENUES					
Basic State Aid	325,526,802	338,744,661	338,744,661	351,744,825	3.8 %
Federal Revenues	946,565	150,000	150,000	150,000	—
Foster Care/Miscellaneous	164,934	140,000	140,000	140,000	—
GCEI - Geographic Cost of Education Index	35,976,870	36,854,599	36,854,599	37,711,769	2.3 %
Students With Disabilities	54,843,667	56,526,981	56,526,981	58,955,879	4.3 %
Thornton Legislation	199,296,312	204,758,509	204,758,509	215,138,780	5.1 %
Transportation	40,932,087	42,090,090	42,090,090	43,244,528	2.7 %
Tuition-Other Sources	4,009,256	3,326,736	3,326,736	3,366,736	1.2 %
Current Fund MCPS Revenues	661,696,493	682,591,576	682,591,576	710,452,517	4.1 %
GRANT FUND MCPS					
EXPENDITURES					
Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Grant Fund MCPS Personnel Costs	0	0	0	0	—
Operating Expenses	74,657,887	82,190,798	82,190,798	82,190,798	—
Grant Fund MCPS Expenditures	74,657,887	82,190,798	82,190,798	82,190,798	—
PERSONNEL					

BUDGET SUMMARY

	Actual FY17	Budget FY18	Estimate FY18	Recommended FY19	%Chg Bud/Rec
Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	559.79	558.37	558.37	557.59	-0.1 %
REVENUES					
Federal Grants	72,213,310	74,629,459	74,629,459	74,629,459	—
Private Grants	544,278	6,731,204	6,731,204	6,731,204	—
State Grants	1,900,299	830,135	830,135	830,135	—
Grant Fund MCPS Revenues	74,657,887	82,190,798	82,190,798	82,190,798	—

FOOD SERVICE FUND

EXPENDITURES

Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Food Service Fund Personnel Costs	0	0	0	0	—
Operating Expenses	58,125,752	54,213,534	54,213,534	54,647,748	0.8 %
Food Service Fund Expenditures	58,125,752	54,213,534	54,213,534	54,647,748	0.8 %

PERSONNEL

Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	588.32	593.32	593.32	598.32	0.8 %

REVENUES

Federal Food	38,564,790	35,058,547	35,058,547	35,339,342	0.8 %
Sale of Meals	20,491,795	16,943,135	16,943,135	17,078,839	0.8 %
State Food	2,202,492	2,211,852	2,211,852	2,229,567	0.8 %
Food Service Fund Revenues	61,259,077	54,213,534	54,213,534	54,647,748	0.8 %

REAL ESTATE FUND

EXPENDITURES

Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Real Estate Fund Personnel Costs	0	0	0	0	—
Operating Expenses	3,226,308	3,932,647	3,932,647	3,932,647	—
Real Estate Fund Expenditures	3,226,308	3,932,647	3,932,647	3,932,647	—

PERSONNEL

Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	11.50	12.00	12.00	12.00	—

REVENUES

Real Estate Fund	3,194,139	3,932,647	3,932,647	3,932,647	—
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BUDGET SUMMARY

	Actual FY17	Budget FY18	Estimate FY18	Recommended FY19	%Chg Bud/Rec
Real Estate Fund Revenues	3,194,139	3,932,647	3,932,647	3,932,647	—
FIELD TRIP FUND					
EXPENDITURES					
Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Field Trip Fund Personnel Costs	0	0	0	0	—
Operating Expenses	2,006,344	2,313,743	2,313,743	2,513,743	8.6 %
Field Trip Fund Expenditures	2,006,344	2,313,743	2,313,743	2,513,743	8.6 %
PERSONNEL					
Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	4.50	4.50	4.50	4.50	—
REVENUES					
Field Trip Fees	2,053,978	2,313,743	2,313,743	2,513,743	8.6 %
Field Trip Fund Revenues	2,053,978	2,313,743	2,313,743	2,513,743	8.6 %
ENTREPRENEURIAL ACTIVITIES FUND					
EXPENDITURES					
Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Entrepreneurial Activities Fund Personnel Costs	0	0	0	0	—
Operating Expenses	3,875,067	4,090,053	4,090,053	4,090,053	—
Entrepreneurial Activities Fund Expenditures	3,875,067	4,090,053	4,090,053	4,090,053	—
PERSONNEL					
Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	11.60	12.00	12.00	12.00	—
REVENUES					
Entrepreneurial Activities Fee	2,962,897	2,090,053	2,090,053	2,090,053	—
Entrepreneurial Activities Fund Revenues	2,962,897	2,090,053	2,090,053	2,090,053	—
INSTRUCTIONAL TELEVISION FUND					
EXPENDITURES					
Salaries and Wages	0	0	0	0	—
Employee Benefits	0	0	0	0	—
Instructional Television Fund Personnel Costs	0	0	0	0	—
Operating Expenses	1,727,601	1,697,504	1,697,504	1,697,504	—
Instructional Television Fund Expenditures	1,727,601	1,697,504	1,697,504	1,697,504	—

BUDGET SUMMARY

	Actual FY17	Budget FY18	Estimate FY18	Recommended FY19	%Chg Bud/Rec
PERSONNEL					
Full-Time	0	0	0	0	—
Part-Time	0	0	0	0	—
FTEs	13.50	13.50	13.50	13.50	—
REVENUES					
DEPARTMENT TOTALS					
Total Expenditures	2,456,109,682	2,517,093,841	2,495,769,834	2,592,240,711	3.0 %
Total Full-Time Positions	0	0	0	0	—
Total Part-Time Positions	0	0	0	0	—
Total FTEs	22,248.73	22,284.33	22,284.33	22,452.26	0.8 %
Total Revenues	805,824,471	827,332,351	827,332,351	855,827,506	3.4 %

MCPS EXPENDITURES FY95-FY19

County Fiscal Year	Total Expenditures	Total Enrollment	Per Pupil	County Funding	As Percent of Total
95	\$830,010,147	117,082	\$7,089	\$695,512,609	83.8%
96	\$878,160,420	120,291	\$7,300	\$718,938,647	81.9%
97	\$915,141,097	122,505	\$7,470	\$740,984,871	81.0%
98	\$958,416,196	125,035	\$7,665	\$765,835,476	79.9%
99	\$1,034,768,530	127,852	\$8,093	\$820,833,423	79.3%
00	\$1,105,644,145	130,689	\$8,460	\$870,940,869	78.8%
01	\$1,216,096,599	134,180	\$9,063	\$959,754,838	78.9%
02	\$1,323,625,477	136,832	\$9,673	\$1,029,703,651	77.8%
03	\$1,412,161,822	138,891	\$10,167	\$1,079,188,698	76.4%
04	\$1,501,381,116	139,203	\$10,786	\$1,136,392,169	75.7%
05	\$1,609,382,533	139,337	\$11,550	\$1,217,214,553	75.6%
06	\$1,713,736,154	139,387	\$12,295	\$1,296,325,112	75.6%
07	\$1,851,496,287	137,798	\$13,436	\$1,384,725,787	74.8%
08	\$1,985,017,619	137,745	\$14,411	\$1,456,912,582	73.4%
09	\$2,066,683,294	137,763	\$15,002	\$1,531,482,602	74.1%
10	\$2,200,577,000	140,500	\$15,662	\$1,573,754,447	71.5%
11	\$2,104,188,040	143,309	\$14,683	\$1,425,385,344	67.7%
12	\$2,086,786,613	146,497	\$14,245	\$1,387,101,480	66.5%
13	\$2,160,029,595	149,018	\$14,495	\$1,436,513,701	66.5%
14	\$2,225,421,052	151,289	\$14,710	\$1,475,223,045	66.3%
15	\$2,276,763,984	153,852	\$14,798	\$1,515,027,760	66.5%
16	\$2,318,388,936	156,447	\$14,819	\$1,540,794,230	66.5%
17	\$2,457,473,761	159,016	\$15,454	\$1,650,794,230	67.2%
18	\$2,517,093,841	161,470	\$15,589	\$1,683,943,316	66.9%
19 CE Rec	\$2,592,240,711	163,184	\$15,885	\$1,734,413,205	66.9%

Sources: Approved Operating Budgets

MONTGOMERY COUNTY PUBLIC SCHOOLS ORGANIZATION—FY 2019

