FY 2026 Final Budget Review Summary ($ in millions)

		Amount	Positions
I. FY 2026 School Operating Funds Available*			
A. FY 2026 Actual Revenue Variance		($2.9)	
• State Revenue	($3.5)		
• Federal Revenue	($9.2)		
• Tuition, Fees, and Other	$9.8		
B. Actual Expenditure Variance Less Reserves, Commitments, and Carryover		($57.4)	
• Actual Expenditure Variance	($282.7)		
• Outstanding Encumbered Obligations	$54.5		
• Schools/Project Carryover	$166.1		
• Department Critical Needs	$6.8		
• Reserves	$11.0		
• Beginning Balance Adjustment	($13.3)		
FY 2026 Total Funds Available		**$54.5**	
II. FY 2027 Previously Identified Adjustments			
A. Special Education Extended Day Contract		$28.5	0.0
B. Transfer to the Health Fund – Healthcare Premium Stabilization Reserve		25.0	0.0
C. School Board Flexibility Reserve – Staff Assistants		1.0	0.0
FY 2027 Previously Identified Adjustments		**$54.5**	**0.0**
FY 2027 Total Funds Available		**$0**	
III. FY 2027 School Operating Fund Grants			
A. FY 2026 Carryover of Unspent Grant Funding and New Grant Awards		$9.4	(1.0)

*Does not add due to rounding.

I. FY 2026 School Operating Funds Available

A. FY 2026 Actual Revenue Variance – ($2.9 million)

- State Revenue – ($3.5 million)

  As compared to the FY 2026 Revised Budget, state revenue reflects a net decrease of $3.5 million. This is due to a $19.9 million decrease in Basic Aid and other Standards of Quality (SOQ) equalization accounts, primarily resulting from a decline in average daily membership (ADM) offset by a $5.7 million increase in projected sales tax revenue and $10.7 million in one-time state funding associated with equivalent action compensation requirements. The state's final payment calculations are based on the actual March 31 ADM.

- Federal Revenue – ($9.2 million)

  As compared to the FY 2026 Revised Budget, federal revenue reflects a net decrease of $9.2 million, primarily due to IDEA funding that will be reappropriated in FY 2027.

- Tuition, Fees, and Other – $9.8 million

  Based on actual receipts, other revenue categories including tuition, fees, and miscellaneous revenue, reflect a net increase of $9.8 million primarily due to the City of Fairfax billing agreement, student fees, and tuition paid for students attending Thomas Jefferson High School for Science and Technology.

B. FY 2026 Actual Expenditure Variance Less Reserves, Commitments, and Carryover – ($57.4 million)

The actual expenditure variance after accounting for reserves, commitments, and carryover is $57.4 million. The chart below provides the breakout of each component. Savings are primarily the result of salary lapse. Staff continue to monitor and adjust the budget for changing vacancy and turnover assumptions to ensure FCPS' long-term financial stability.

Actual Expenditure Variance*	($282.7 million)
Outstanding encumbered obligations are the result of orders that remain undelivered, or items that have been received, but not yet invoiced, including grants	54.5 million
School and multiyear projects carryover include systemwide multiyear projects, schools' automatic balance carryover of 10 percent of their budget, selected accounts such as band and field trips, and school requests for critical needs funding	166.1 million
Department carryover consists of funding to address budgetary requirements necessary to support strategic priorities	6.8 million
School Board Flexibility Reserve to meet unforeseen circumstances that occur during the fiscal year	7.0 million
Fuel Reserve to mitigate rate fluctuations	4.0 million
Beginning Balance Adjustment	(13.3 million)
	($57.4 million)

*Does not add due to rounding.

II. FY 2027 Previously Identified Adjustments

A. Special Education Extended Day Contract - $28.5 million

As part of the collective bargaining agreement reached on October 31, 2024, between FCPS and the Fairfax Education Unions (FEU), year-end funds have been prioritized for extending special education teachers' daily contracts by 30 minutes each day. Funding of $28.5 million supports the extended day contract for special education teachers in FY 2027.

B. Transfer to the Health Fund – Healthcare Premium Stabilization Reserve (PSR) - $25.0 million

A one-time transfer of $25.0 million is included to increase the PSR for the School Health and Flexible Benefits Fund. The PSR has been reduced in recent years due primarily to increasing pharmacy and medical claims.

C. School Board Flexibility Reserve – Staff Assistants - $1.0 million

One-time funding of $1.0 million will be realigned from the School Board flexibility reserve to fund School Board staff assistants in FY 2027. The School Board flexibility reserve has been reduced from $8.0 million to $7.0 million.

III. FY 2027 School Operating Fund Grants

A. FY 2026 Carryover of Unspent Grant Funding and New Grant Awards - $9.4 million

Federal grant awards from FY 2026 will be carried forward and reappropriated in FY 2027. Unspent grant funding primarily represents IDEA 611 and 619.

Federal grant awards are received after the approved budget is adopted in May. Changes to the following awards are therefore recognized at the final budget review:

- The IDEA Parent Resource Center grant award increased by $12,556 as compared to the FY 2027 Approved Budget.
- The Carl D. Perkins grant decreased by $22,435 and a 1.0 position as compared to the FY 2027 Approved Budget.

Other Funds Summary

School Board Funds	FY 2027 Approved	Adjustments	FY 2027 Revised*
School Construction	$267,301,679	$226,109,574	$493,411,253
Food and Nutrition Services	$129,358,181	($12,923,243)	$116,434,938
Adult and Community Education	$9,715,155	($225,665)	$9,489,490
Grants and Self-Supporting Programs	$99,683,027	$78,696,797	$178,379,824
School Insurance	$40,355,593	$8,439,849	$48,795,442
Health and Flexible Benefits	$767,980,150	$2,968,879	$770,949,030
Educational Employees' Supplementary Retirement System (ERFC)	$275,949,897	$202,919	$276,152,817
School Other Post-Employment Benefits (OPEB) Trust	$19,027,500	$0	$19,027,500

*Does not add due to rounding.

School Construction Fund

The FY 2026 actual receipts have increased by $2.1 million over the budgeted amount. This is due to an additional $0.6 million in capital cost recovery for Thomas Jefferson High School for Science and Technology tuition, $0.9 million in additional miscellaneous revenue which includes county proffers, granting access easements, and funding received for schools' work orders, and $0.6 million provided by the City of Fairfax that primarily funds security vestibules at Daniel Run ES and Providence ES and the Fairfax HS stadium concession stand and press box. The additional funding is offset by a decrease of $5,224 in turf rental revenue from youth associations. Transfers increased by $0.3 million due to county transfers related to stormwater enhancement.

The FY 2026 actual expenditures total $378.0 million, which is a decrease of $224.2 million compared to the FY 2026 Revised Budget. Total costs for multiyear construction projects are allocated when the jobs are contracted, actual project expenditures are recognized as incurred, and unspent balances are carried forward into future years until the projects are complete. Therefore, construction projects that are funded through the 2025 Bond Referendum and are in the early stage of construction reflect only a portion of the total budgeted renovation cost. Projects include site renovations for Falls Church HS, Lee Corner ES, Armstrong ES, Herndon ES, Bren Mar Park ES, Brookfield ES, Dranesville ES, Bonnie Brae ES, Mosaic ES, Dunn Loring ES, and Willow Springs ES.

The actual FY 2026 turf field replacement ending balance of $2.6 million reflects a $2.1 million increase from the FY 2026 Revised Budget due to a variance between budgeted and actual expenditures. This turf field funding is being held in reserve pending future replacement needs.

Food and Nutrition Services Fund

The FY 2026 ending balance for the Food and Nutrition Services (FNS) Fund totals $12.0 million. Excluding the beginning balance, revenue in the FNS fund totals $97.7 million, a decrease of $5.1 million compared to the FY 2026 Revised Budget due to a $4.7 million decrease in federal aid and a

$0.9 million decrease in state aid offset by a $0.3 million increase in food sales and a $0.2 million increase in other revenue.

Actual expenditures total $111.8 million which is an increase of $8.1 million as compared to the FY 2026 Revised Budget. The increase was primarily due to higher than anticipated expenditures related to employee salaries and benefits, food product and supply, as well as rental fee expenditures.

The FY 2027 Revised Budget totals $116.4 million, a decrease of $12.9 million as compared to the FY 2027 Approved Budget and is comprised of $0.6 million in outstanding encumbered obligations offset by a $13.5 million decrease to the reserve. The revenue and expenditure adjustments bring the Food and Nutrition reserve total to $11.4 million in FY 2027.

Adult and Community Education Fund

Total receipts and transfers for the Adult and Community Education Fund total $8.2 million, which is $1.5 million lower than the FY 2026 Revised Budget due to a decrease in tuition of $1.5 million and a decrease in other revenue of $46,334 offset by an increase in state aid of $28,278 and an increase in federal aid of $25,301.

Actual expenditures total $8.2 million, a $1.5 million decrease from the FY 2026 Revised Budget, due to lower expenditures in employee salaries, benefits, materials and supplies, and contracted services. Expenditures for the fund include expenses for course offerings, such as instructor costs and classroom supplies, as well as oversight and management costs.

The FY 2027 Revised Budget totals $9.5 million, a decrease of $0.2 million, from the FY 2027 Approved Budget. The decrease of $0.2 million and 1.4 positions is due to the Corrections Education and Other Institutionalized Individuals (C&I) grant not being selected for funding after the Virginia Department of Education (VDOE) evaluation process and a decrease of $25,000 related to the Integrated English Literacy and Civics Education (IELCE) grant award.

Grants and Self-Supporting Programs Fund

The FY 2026 ending balance for the Grants and Self-Supporting Programs Fund totals $27.5 million. The ending balance is comprised of $2.1 million for the summer school subfund and $25.4 million in the grants subfund. The FY 2027 Revised Budget increased by $78.7 million due to new and revised grant awards, the re-appropriation of the ending balance, and multiyear grant awards.

Grants Subfund:
The FY 2026 ending balance for the Grants subfund totals $25.4 million and primarily represents multiyear grants and programs not yet expended such as PreK and Early Head Start, Medicaid, and Clean School Buses.

The FY 2027 Revised Budget for the Grants subfund reflects an increase of $76.6 million due to revised grant awards and the re-appropriation of the ending balance and multiyear grant awards. Of this amount, $25.4 million represents the ending balance and $51.2 million results from the re-appropriation of multiyear grant awards primarily for entitlement grants such as Title I, Title II, Title III, Title IV; as well as other grants such as State Operated Programs, State Technology, EPA Clean School Bus, School Improvement, and the VDSS Support for Afghan Student Grant. In addition, 4.5 positions will be added as follows: 2.0 positions for the PreK and

Early Head Start VPI program, 2.0 positions for DoDEA MCASP Propel Steam Program, and a 0.5 position for DoDEA Project Code Up 2.0 program.

Summer School Subfund:
The FY 2026 ending balance in the Summer School Subfund is $2.1 million, primarily due to lower than budgeted expenditures of $12.2 million. Revenue receipts were $0.8 million lower than estimated primarily due to lower state revenue for remediation offset by an increase in self-supporting programs resulting in higher tuition received and an increase in interest received due to higher rates of return. The FY 2026 ending balance will be carried over to FY 2027 allowing FCPS to maintain summer programs such as High School Programs, Young Scholars, Summer Olympians Aspire and Reach (SOAR), Algebra Power Up, Bridge to Kindergarten (B2K), and Extended School Year (ESY).

School Insurance Fund

The FY 2026 ending balance for the School Insurance Fund is $79.4 million, an increase of $21.6 million over the FY 2026 Revised Budget. FY 2026 actual revenue totals $38.1 million, a $10.6 million increase over the FY 2026 Revised Budget due to an increase to cover higher worker's compensation medical claims. FY 2026 actual expenditures, excluding general reserves, total $27.1 million, a $2.3 million decrease from the FY 20726 Revised Budget primarily due to lower insurance settlements in the Other Insurance subfund.

FCPS self-insures the Workers' Compensation Program as well as other liabilities. Accordingly, FCPS must maintain sufficient funds available on reserve to settle claims as needed. Accrued liabilities in the Workers' Compensation subfund increased $7.5 million primarily due to rising medical costs and severity of injury. Accrued liabilities in the Other Insurance subfund decreased $3.0 million due to lower than expected insurance settlements.

The FY 2027 beginning balance is $79.4 million. Outstanding encumbered obligations of $10,658 at FY 2026 year-end are reflected in FY 2027 expenditures.

School Health and Flexible Benefits Fund

The FY 2026 ending balance for the School Health and Flexible Benefits Fund's Premium Stabilization Reserve (PSR) is $33.3 million, a $22.0 million decrease from the FY 2026 Revised Budget. FY 2026 revenue totals $654.7 million, a $4.8 million decrease from the FY 2026 Revised Budget primarily due to lower contributions. FY 2026 expenditures total $672.0 million, a $17.3 million increase over the FY 2026 Revised Budget due to higher premiums, and medical and pharmacy claims.

The FY 2027 beginning balance totals $33.3 million, a decrease of $22.0 million from the FY 2027 Approved Budget. A $25.0 million transfer from the School Operating Fund helps maintain the projected FY 2027 ending balance of $54.9 million to ensure stability of the fund. Outstanding encumbered obligations totaling $0.4 million at FY 2026 year-end are reflected in projected expenditures for the FY 2027 Revised Budget.

Educational Employees' Supplementary Retirement System of Fairfax County (ERFC)

The FY 2026 ending balance for the Educational Employees' Retirement System of Fairfax County (ERFC) Fund is $3.9 billion, an increase of $180.6 million over the FY 2026 Revised Budget. FY 2026 combined receipts total $660.0 million, a $168.6 million increase over the FY 2026 Revised Budget primarily due to higher-than-expected investment returns of $460.1 million. Budgeted investment returns reflect an assumed annual return of 7.0 percent on the fund balance which does not always align with actual market returns. Employee and employer contributions total $199.9 million, a $5.9 million decrease from the FY 2026 Revised Budget.

ERFC expenditures for FY 2026 total $248.3 million, an $11.9 million decrease from the FY 2026 Revised Budget primarily due to lower than projected retiree benefit payments. Due to the timing of the FY 2026 Final Budget Review, final transactions from investment activities, including actual returns from June and the expenditure impact of employees retiring at year-end, will be incorporated in the FY 2027 Midyear Budget.

The FY 2027 beginning balance is $3.9 billion. Outstanding encumbered obligations totaling $0.2 million at FY 2026 year-end are reflected in projected expenditures for the FY 2027 Revised Budget.

School Other Post-Employment Employee Benefits (OPEB) Trust Fund

The FY 2026 ending balance for the OPEB Trust Fund is $315.1 million, an increase of $40.2 million over the FY 2026 Revised Budget. FY 2026 revenue totals $68.9 million, an increase of $40.2 million over the FY 2026 Revised Budget due to an increase in investment returns. As a result of the timing of the FY 2026 Final Budget Review, final transactions from investment activities, including actual returns from May and June, will be incorporated in the FY 2027 Midyear Budget Review. FY 2026 expenditures of $18.8 million, an increase of $9,799 over the FY 2026 Revised Budget, are due to an increase in investment services and fees. The FY 2027 beginning balance is $315.1 million.

APPENDIX

SCHOOL OPERATING FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, July 1:						
Budgeted Beginning Balance	$ 29,540,877	$ 29,540,877	$ -	$ 10,737,970	$ 10,737,970	$ -
Outstanding Encumbered Obligations	72,346,146	72,346,146	-	-	54,543,587	54,543,587
Schools/Projects Carryover	173,330,213	173,330,213	-	-	166,135,008	166,135,008
Department Critical Needs Carryover	8,897,086	8,897,086	-	-	6,807,014	6,807,014
Recommended Expenditure Adjustments	63,773,686	63,773,686	-	-	54,482,103	54,482,103
Total Beginning Balance	**$ 347,888,008**	**$ 347,888,008**	**$ -**	**$ 10,737,970**	**$ 292,705,683**	**$ 281,967,713**
Future Year Beginning Balance	$ 24,000,000	$ 24,000,000	$ -	$ -	$ -	$ -
School Board Flexibility Reserve	6,030,524	6,030,524	-	-	7,034,589	7,034,589
Fuel Contingency	2,000,000	2,000,000	-	-	4,000,000	4,000,000
Total Reserves	**$ 32,030,524**	**$ 32,030,524**	**$ -**	**$ -**	**$ 11,034,589**	**$ 11,034,589**
RECEIPTS:						
Sales Tax	$ 253,340,338	$ 258,991,061	$ 5,650,723	$ 258,175,529	$ 258,175,529	$ -
State Aid	793,116,860	783,991,282	(9,125,577)	860,823,308	860,823,308	-
Federal Aid	62,572,330	53,348,672	(9,223,657)	49,854,470	59,252,215	9,397,745
City of Fairfax Tuition	61,676,853	69,307,986	7,631,133	77,012,224	77,012,224	-
Tuition, Fees, and Other	29,127,560	31,285,080	2,157,520	29,527,560	29,527,560	-
Total Receipts	**$ 1,199,833,941**	**$ 1,196,924,082**	**$ (2,909,859)**	**$ 1,275,393,091**	**$ 1,284,790,836**	**$ 9,397,745**
TRANSFERS IN:						
Combined County General Fund	$ 2,703,050,892	$ 2,703,050,892	$ -	$ 2,801,843,987	$ 2,801,843,987	$ -
County Transfer - Cable Communications	875,000	875,000	-	875,000	875,000	-
Total Transfers In	**$ 2,703,925,892**	**$ 2,703,925,892**	**$ -**	**$ 2,802,718,987**	**$ 2,802,718,987**	**$ -**
Total Receipts & Transfers	**$ 3,903,759,833**	**$ 3,900,849,974**	**$ (2,909,859)**	**$ 4,078,112,078**	**$ 4,087,509,823**	**$ 9,397,745**
Total Funds Available	**$ 4,283,678,365**	**$ 4,280,768,506**	**$ (2,909,859)**	**$ 4,088,850,048**	**$ 4,391,250,095**	**$ 302,400,047**
EXPENDITURES:	$ 4,161,704,191	$ 3,894,516,807	$ (267,187,384)	$ 4,042,497,184	$ 4,312,862,642	$ 270,365,458
School Board Flexibility Reserve	6,030,524	-	(6,030,524)	-	7,034,589	7,034,589
Total Expenditures	**$ 4,167,734,715**	**$ 3,894,516,807**	**$ (273,217,908)**	**$ 4,042,497,184**	**$ 4,319,897,231**	**$ 277,400,047**
TRANSFERS OUT:						
School Construction Fund	$ 25,048,097	$ 25,048,097	$ -	$ 12,098,097	$ 12,098,097	$ -
Grants & Self-Supporting Fund	32,153,213	22,853,213	(9,300,000)	29,653,213	29,653,213	-
Health & Flexible Benefits Fund	30,000,000	30,000,000	-	-	25,000,000	25,000,000
Adult & Community Education Fund	1,396,250	1,396,250	-	1,396,250	1,396,250	-
Consolidated County & School Debt Fund	3,346,090	3,213,867	(132,223)	3,205,304	3,205,304	-
Total Transfers Out	**$ 91,943,650**	**$ 82,511,427**	**$ (9,432,223)**	**$ 46,352,864**	**$ 71,352,864**	**$ 25,000,000**
Total Disbursements	**$ 4,259,678,365**	**$ 3,977,028,234**	**$ (282,650,131)**	**$ 4,088,850,048**	**$ 4,391,250,095**	**$ 302,400,047**
ENDING BALANCE, JUNE 30	**$ 24,000,000**	**$ 303,740,272**	**$ 279,740,272**	**$ -**	**$ -**	**$ -**
Less:						
BEGINNING BALANCE REQUIREMENTS:						
Budgeted Beginning Balance from FY 2027 Approved	$ 24,000,000	$ 10,737,970	$ (13,262,030)	$ -	$ -	$ -
Total Budgeted Beginning Balance	**$ 24,000,000**	**$ 10,737,970**	**$ (13,262,030)**	**$ -**	**$ -**	**$ -**
RESERVES:						
School Board Flexibility Reserve	$ -	$ 7,034,589	$ 7,034,589	$ -	$ -	$ -
Fuel Contingency	-	4,000,000	4,000,000	-	-	-
Total Reserves	**$ -**	**$ 11,034,589**	**$ 11,034,589**	**$ -**	**$ -**	**$ -**
COMMITMENTS AND CARRYOVER:						
Outstanding Encumbered Obligations	$ -	$ 54,543,587	$ 54,543,587	$ -	$ -	$ -
Schools/Projects Carryover	-	166,135,008	166,135,008	-	-	-
Department Critical Needs Carryover	-	6,807,014	6,807,014	-	-	-
Total Commitments and Carryover	**$ -**	**$ 227,485,610**	**$ 227,485,610**	**$ -**	**$ -**	**$ -**
TOTAL FUNDS AVAILABLE, JUNE 30	**$ -**	**$ 54,482,103**	**$ 54,482,103**	**$ -**	**$ -**	**$ -**
ADMINISTRATIVE ADJUSTMENTS:						
Previously Identified Adjustments						
Healthcare Premium Stabilization Reserve	$ -	$ 25,000,000	$ 25,000,000	$ -	$ -	$ -
School Board Flexibility Reserve - Staff Assistants	-	965,411	965,411			
Special Education Extended Contracts		28,516,692	28,516,692			
Total Previously Identified Adjustments	**$ -**	**$ 54,482,103**	**$ 54,482,103**	**$ -**	**$ -**	**$ -**
Available Ending Balance	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

SCHOOL CONSTRUCTION FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 210,708,662**	**$ 210,708,662**	**$ -**	**$ -**	**$ 108,368,046**	**$ 108,368,046**
RESERVES:						
Reserve For Turf Fields	$ 589,498	$ 589,498	$ -	$ 572,582	$ 2,645,951	$ 2,073,369
Total Reserve	**$ 589,498**	**$ 589,498**	**$ -**	**$ 572,582**	**$ 2,645,951**	**$ 2,073,369**
RECEIPTS:						
General Obligation Bonds	$ 230,000,000	$ 230,000,000	$ -	$ 230,000,000	$ 230,000,000	$ -
City of Fairfax	20,000	619,283	599,283	20,000	20,000	-
TJHSST Tuition - Capital Costs	800,000	1,422,764	622,764	1,200,000	1,200,000	-
Miscellaneous Revenue	286,000	1,215,003	929,003	286,000	286,000	-
Turf Field Revenue	25,000	19,776	(5,224)	25,000	25,000	-
Total Receipts	**$ 231,131,000**	**$ 233,276,826**	**$ 2,145,826**	**$ 231,531,000**	**$ 231,531,000**	**$ -**
AUTHORIZED BUT UNISSUED BONDS	$ 116,163,288	$ -	$ (116,163,288)	$ -	$ 115,668,159	$ 115,668,159
Total Referendums	**$ 116,163,288**	**$ -**	**$ (116,163,288)**	**$ -**	**$ 115,668,159**	**$ 115,668,159**
TRANSFERS IN:						
School Operating Fund						
Building Maintenance	$ 13,500,000	$ 13,500,000	$ -	$ 6,000,000	$ 6,000,000	$ -
Classroom Equipment	1,848,000	1,848,000	-	1,848,000	1,848,000	-
Facility Modifications	6,050,000	6,050,000	-	600,000	600,000	-
Turf Fields	3,650,097	3,650,097	-	3,650,097	3,650,097	-
County General Construction and Contributions Fund						
Joint BOS/SB Infrastructure Sinking Reserve	19,144,203	19,144,203	-	23,100,000	23,100,000	-
Other Contributions	-	260,184	260,184	-	-	-
Total Transfers In	**$ 44,192,300**	**$ 44,452,484**	**$ 260,184**	**$ 35,198,097**	**$ 35,198,097**	**$ -**
Total Receipts and Transfers	**$ 391,486,588**	**$ 277,729,310**	**$ (113,757,277)**	**$ 266,729,097**	**$ 382,397,256**	**$ 115,668,159**
Total Funds Available	**$ 602,784,748**	**$ 489,027,470**	**$ (113,757,277)**	**$ 267,301,679**	**$ 493,411,253**	**$ 226,109,574**
EXPENDITURES AND COMMITMENTS:						
Expenditures	$ 486,048,878	$ 378,013,474	$ (108,035,405)	$ 267,301,679	$ 377,743,094	$ 110,441,415
Additional Contractual Commitments	116,163,288	-	(116,163,288)	-	115,668,159	115,668,159
Total Disbursements	**$ 602,212,166**	**$ 378,013,474**	**$ (224,198,693)**	**$ 267,301,679**	**$ 493,411,253**	**$ 226,109,574**
ENDING BALANCE, JUNE 30	**$ 572,582**	**$ 111,013,997**	**$ 110,441,415**	**$ -**	**$ -**	**$ -**
Less:						
Reserve For Turf Fields	$ 572,582	$ 2,645,951	$ 2,073,369	$ -	$ -	$ -
Available Ending Balance	**$ -**	**$ 108,368,046**	**$ 108,368,046**	**$ -**	**$ -**	**$ -**

FOOD AND NUTRITION SERVICES FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 25,866,832**	**$ 25,866,832**	**$ -**	**$ 24,928,652**	**$ 12,005,409**	**$ (12,923,243)**
RECEIPTS:						
State Aid	$ 3,009,687	$ 2,138,110	$ (871,577)	$ 2,032,993	$ 2,032,993	$ -
Federal Aid	61,033,977	56,366,643	(4,667,334)	59,726,580	59,726,580	-
Food Sales	38,210,370	38,487,816	277,445	41,711,924	41,711,924	-
Other Revenue	545,018	733,624	188,606	958,033	958,033	-
Total Receipts	**$ 102,799,053**	**$ 97,726,192**	**$ (5,072,860)**	**$ 104,429,529**	**$ 104,429,529**	**$ -**
Total Funds Available	**$ 128,665,885**	**$ 123,593,025**	**$ (5,072,860)**	**$ 129,358,181**	**$ 116,434,938**	**$ (12,923,243)**
EXPENDITURES:						
Expenditures	$ 103,737,233	$ 111,822,961	$ 8,085,728	$ 104,429,529	$ 105,040,651	$ 611,122
Food and Nutrition Services General Reserve	24,928,652	-	(24,928,652)	24,928,652	11,394,287	(13,534,365)
Total Disbursements	**$ 128,665,885**	**$ 111,822,961**	**$ (16,842,924)**	**$ 129,358,181**	**$ 116,434,938**	**$ (12,923,243)**
Change in Inventory	$ -	$ 235,345	$ 235,345	$ -	$ -	$ -
ENDING BALANCE, JUNE 30	**$ -**	**$ 12,005,409**	**$ 11,534,719**	**$ -**	**$ -**	**$ -**
Less:						
Outstanding Encumbered Obligations	$ -	$ 611,122	$ 611,122	$ -	$ -	$ -
Inventory	-	1,063,121	1,063,121	-	-	-
Available Ending Balance	**$ -**	**$ 10,331,166**	**$ 10,331,166**	**$ -**	**$ -**	**$ -**

ADULT & COMMUNITY EDUCATION FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 27,174**	**$ 27,174**	**$ -**	**$ -**	**$ -**	**$ -**
RECEIPTS:						
State Aid	$ 1,144,769	$ 1,173,047	$ 28,278	$ 1,144,769	$ 1,144,769	$ -
Federal Aid	2,276,066	2,301,367	25,301	2,298,151	2,072,486	(225,665)
Tuition	4,720,985	3,185,024	(1,535,961)	4,720,985	4,720,985	-
Industry, Foundation, Other	150,755	104,421	(46,334)	155,000	155,000	-
Total Receipts	**$ 8,292,575**	**$ 6,763,859**	**$ (1,528,716)**	**$ 8,318,905**	**$ 8,093,240**	**$ (225,665)**
TRANSFERS IN:						
School Operating Fund	$ 1,396,250	$ 1,396,250	$ -	$ 1,396,250	$ 1,396,250	$ -
Total Transfers In	**$ 1,396,250**	**$ 1,396,250**	**$ -**	**$ 1,396,250**	**$ 1,396,250**	**$ -**
Total Receipts and Transfers	**$ 9,688,825**	**$ 8,160,109**	**$ (1,528,716)**	**$ 9,715,155**	**$ 9,489,490**	**$ (225,665)**
Total Funds Available	**$ 9,715,999**	**$ 8,187,283**	**$ (1,528,716)**	**$ 9,715,155**	**$ 9,489,490**	**$ (225,665)**
EXPENDITURES:	**$ 9,715,999**	**$ 8,187,283**	**$ (1,528,716)**	**$ 9,715,155**	**$ 9,489,490**	**$ (225,665)**
ENDING BALANCE, JUNE 30	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**
Less:						
Outstanding Encumbered Obligations	$ -	$ -	$ -	$ -	$ -	$ -
Available Ending Balance	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

GRANTS & SELF-SUPPORTING PROGRAMS FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1						
Grants	$ 41,064,656	$ 41,064,656	$ -	$ -	$ 25,398,214	$ 25,398,214
Summer School	6,740,217	6,740,217	-	-	2,073,823	2,073,823
Total Beginning Balance	**$ 47,804,874**	**$ 47,804,874**	**$ -**	**$ -**	**$ 27,472,037**	**$ 27,472,037**
RECEIPTS:						
Grants						
State Aid	$ 23,147,691	$ 11,951,535	$ (11,196,156)	$ 8,886,281	$ 20,665,368	$ 11,779,087
Federal Aid	96,132,398	62,784,785	(33,347,612)	50,152,374	89,559,219	39,406,844
Industry, Foundation, Other	523,491	742,452	218,961	-	38,829	38,829
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
Summer School						
State Aid	1,810,454	738,459	(1,071,995)	470,042	470,042	-
Tuition	2,859,250	3,103,425	244,175	3,048,051	3,048,051	-
Industry, Foundation, Other	80,000	83,418	3,418	80,000	80,000	-
Total Receipts	**$ 130,553,284**	**$ 79,404,073**	**$ (51,149,211)**	**$ 68,636,748**	**$ 119,861,508**	**$ 51,224,760**
TRANSFERS IN:						
School Operating Fund (Grants)	$ 15,096,815	$ 15,096,815	$ -	$ 15,096,815	$ 15,096,815	$ -
School Operating Fund (Summer School)	17,056,398	7,756,398	(9,300,000)	14,556,398	14,556,398	-
Cable Communications Fund (Grants)	1,571,213	1,571,214	1	1,393,066	1,393,066	-
Total Transfers In	**$ 33,724,426**	**$ 24,424,427**	**$ (9,299,999)**	**$ 31,046,279**	**$ 31,046,279**	**$ -**
Total Funds Available	**$ 212,082,583**	**$ 151,633,374**	**$ (60,449,210)**	**$ 99,683,027**	**$ 178,379,824**	**$ 78,696,797**
EXPENDITURES:						
Grants	$ 177,536,264	$ 107,813,243	$ (69,723,021)	$ 75,528,536	$ 152,151,510	$ 76,622,974
Unallocated Grants	6,000,000	-	(6,000,000)	6,000,000	6,000,000	-
Summer School	28,546,319	16,348,093	(12,198,226)	18,154,491	20,228,314	2,073,823
Total Expenditures	**$ 212,082,583**	**$ 124,161,336**	**$ (87,921,247)**	**$ 99,683,027**	**$ 178,379,824**	**$ 78,696,797**
Total Disbursements	**$ 212,082,583**	**$ 124,161,336**	**$ (87,921,247)**	**$ 99,683,027**	**$ 178,379,824**	**$ 78,696,797**
ENDING BALANCE, JUNE 30	**$ -**	**$ 27,472,037**	**$ 27,472,037**	**$ -**	**$ -**	**$ -**
Less:						
Outstanding Encumbered Obligations	$ -	$ 518,627	$ 518,627	$ -	$ -	$ -
Available Ending Balance	**$ -**	**$ 26,953,410**	**$ 26,953,410**	**$ -**	**$ -**	**$ -**

SCHOOL INSURANCE FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
Workers' Compensation Accrued Liability	$ 45,074,000	$ 45,074,000	$ -	$ 45,074,000	$ 52,555,000	$ 7,481,000
Other Insurance Accrued Liability	12,738,000	12,738,000	-	12,738,000	9,752,000	(2,986,000)
Allocated Reserves	10,566,799	10,566,799	-	8,647,179	17,087,028	8,439,849
BEGINNING BALANCE, JULY 1	**$ 68,378,799**	**$ 68,378,799**	**$ -**	**$ 66,459,179**	**$ 79,394,028**	**$ 12,934,849**
RECEIPTS:						
Workers' Compensation						
School Operating Fund	$ 15,138,928	$ 25,619,928	$ 10,481,000	$ 19,138,928	$ 19,138,928	$ -
School Food & Nutrition Services Fund	324,284	324,284	-	324,284	324,284	-
Other Insurance						
School Operating Fund	11,975,425	11,975,425	-	12,245,202	12,245,202	-
Insurance Proceeds/ Rebates	-	167,014	167,014	-	-	-
Total Receipts	**$ 27,438,637**	**$ 38,086,651**	**$ 10,648,014**	**$ 31,708,414**	**$ 31,708,414**	**$ -**
Total Funds Available	**$ 95,817,436**	**$ 106,465,450**	**$ 10,648,014**	**$ 98,167,593**	**$ 111,102,442**	**$ 12,934,849**
EXPENDITURES:						
Workers' Compensation Administration	$ 1,072,377	$ 964,134	$ (108,243)	$ 1,135,476	$ 1,135,476	$ -
Workers' Compensation Claims Paid	14,011,512	14,962,760	951,247	17,036,649	17,036,649	-
Workers' Compensation Claims Management	1,273,163	3,107,874	1,834,711	2,800,000	2,810,658	10,658
Other Insurance	13,001,205	8,036,654	(4,964,551)	14,396,418	14,396,418	-
General Reserves	8,647,179	-	(8,647,179)	4,987,050	13,416,241	8,429,191
Total Expenditures	**$ 38,005,436**	**$ 27,071,422**	**$ (10,934,014)**	**$ 40,355,593**	**$ 48,795,442**	**$ 8,439,849**
Net change in accrued liabilities-Workers' Comp	$ -	$ 7,481,000	$ 7,481,000	$ -	$ -	$ -
Net change in accrued liabilities-Other Insurance	-	(2,986,000)	(2,986,000)	-	-	-
Net Change in Accrued Liability	**$ -**	**$ 4,495,000**	**$ 4,495,000**	**$ -**	**$ -**	**$ -**
ENDING BALANCE, June 30	**$ 57,812,000**	**$ 79,394,028**	**$ 21,582,028**	**$ 57,812,000**	**$ 62,307,000**	**$ 4,495,000**
Less:						
Outstanding Encumbered Obligations	$ -	$ 10,658	$ 10,658	$ -	$ -	$ -
Available Ending Balance	**$ 57,812,000**	**$ 79,383,370**	**$ 21,571,370**	**$ 57,812,000**	**$ 62,307,000**	**$ 4,495,000**
Restricted Reserves						
Workers' Compensation Accrued Liability	$ 45,074,000	$ 52,555,000	$ 7,481,000	$ 45,074,000	$ 52,555,000	$ 7,481,000
Other Insurance Accrued Liability	12,738,000	9,752,000	(2,986,000)	12,738,000	9,752,000	(2,986,000)
Allocated Reserves	-	17,087,028	17,087,028	-	-	-
Total Reserves	**$ 57,812,000**	**$ 79,394,028**	**$ 21,582,028**	**$ 57,812,000**	**$ 62,307,000**	**$ 4,495,000**

SCHOOL HEALTH AND FLEXIBLE BENEFITS FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 20,687,109**	**$ 20,687,109**	**$ -**	**$ 55,364,638**	**$ 33,333,517**	**$ (22,031,121)**
RECEIPTS:						
Employer Contributions	$ 387,516,407	$ 377,157,667	$ (10,358,741)	$ 418,767,167	$ 418,767,167	$ -
Employee Contributions	98,019,260	94,016,685	(4,002,576)	112,239,096	112,239,096	-
Retiree/Other Contributions	71,438,833	64,254,020	(7,184,813)	74,938,444	74,938,444	-
Interest Income	-	934,869	934,869	-	-	-
Rebates and Subsidies	90,641,513	104,442,311	13,800,798	94,580,089	94,580,089	-
Subtotal	**$ 647,616,013**	**$ 640,805,551**	**$ (6,810,462)**	**$ 700,524,797**	**$ 700,524,797**	**$ -**
Flexible Accounts Withholdings	$ 11,824,559	$ 13,880,217	$ 2,055,658	$ 12,090,715	$ 12,090,715	$ -
Total Receipts	**$ 659,440,572**	**$ 654,685,768**	**$ (4,754,804)**	**$ 712,615,512**	**$ 712,615,512**	**$ -**
TRANSFERS IN:						
School Operating Fund	$ 30,000,000	$ 30,000,000	$ -	$ -	$ 25,000,000	$ 25,000,000
Total Transfers In	**$ 30,000,000**	**$ 30,000,000**	**$ -**	**$ -**	**$ 25,000,000**	**$ 25,000,000**
Total Receipts and Transfers	**$ 689,440,572**	**$ 684,685,768**	**$ (4,754,804)**	**$ 712,615,512**	**$ 737,615,512**	**$ 25,000,000**
Total Funds Available	**$ 710,127,681**	**$ 705,372,877**	**$ (4,754,804)**	**$ 767,980,150**	**$ 770,949,030**	**$ 2,968,879**
EXPENDITURES/PAYMENTS:						
Health Benefits Paid	$ 529,105,920	$ 531,448,633	$ 2,342,713	$ 582,739,807	$ 582,739,807	$ -
Premiums Paid	94,800,278	106,983,932	12,183,654	101,579,353	101,579,353	-
Claims Incurred but not Reported (IBNR)	35,500,000	35,520,000	20,000	35,595,400	40,385,400	4,790,000
IBNR Prior Year Credit	(30,730,000)	(30,730,000)	-	(30,730,000)	(35,520,000)	(4,790,000)
Health Administrative Expenses	14,021,206	16,224,153	2,202,948	14,089,685	14,518,413	428,728
Subtotal	**$ 642,697,403**	**$ 659,446,718**	**$ 16,749,315**	**$ 703,274,245**	**$ 703,702,973**	**$ 428,728**
Flexible Accounts Reimbursement	$ 11,824,559	$ 12,362,457	$ 537,898	$ 12,090,715	$ 12,090,715	$ -
FSA Administrative Expenses	241,080	230,184	(10,896)	252,834	252,834	-
Subtotal	**$ 12,065,639**	**$ 12,592,641**	**$ 527,002**	**$ 12,343,550**	**$ 12,343,550**	**$ -**
Total Expenditures	**$ 654,763,043**	**$ 672,039,360**	**$ 17,276,317**	**$ 715,617,794**	**$ 716,046,523**	**$ 428,728**
ENDING BALANCE, JUNE 30	**$ 55,364,638**	**$ 33,333,517**	**$ (22,031,121)**	**$ 52,362,356**	**$ 54,902,507**	**$ 2,540,151**
Less:						
Outstanding Encumbered Obligations	$ -	$ 428,728	$ 428,728	$ -	$ -	$ -
Premium Stabilization Reserve	55,364,638	32,904,789	(22,459,849)	52,362,356	54,902,507	2,540,151
Available Ending Balance	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**	**$ -**

EDUCATIONAL EMPLOYEES' SUPPLEMENTARY
RETIREMENT SYSTEM OF FAIRFAX COUNTY FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 3,439,702,868**	**$ 3,439,702,868**	**$ -**	**$ 3,670,883,187**	**$ 3,851,439,712**	**$ 180,556,525**
RECEIPTS:						
Contributions	$ 205,804,535	$ 199,894,742	$ (5,909,793)	$ 215,175,529	$ 215,175,529	$ -
Investment Income	285,600,000	460,149,044	174,549,044	309,650,000	309,650,000	-
Total Receipts	**$ 491,404,535**	**$ 660,043,787**	**$ 168,639,251**	**$ 524,825,529**	**$ 524,825,529**	**$ -**
Total Funds Available	**$ 3,931,107,404**	**$ 4,099,746,655**	**$ 168,639,251**	**$ 4,195,708,716**	**$ 4,376,265,241**	**$ 180,556,525**
EXPENDITURES	**$ 260,224,217**	**$ 248,306,943**	**$ (11,917,274)**	**$ 275,949,897**	**$ 276,152,817**	**$ 202,919**
ENDING BALANCE, JUNE 30	**$ 3,670,883,187**	**$ 3,851,439,712**	**$ 180,556,525**	**$ 3,919,758,818**	**$ 4,100,112,424**	**$ 180,353,606**
Less:						
Outstanding Encumbered Obligations	$ -	$ 202,919	$ 202,919	$ -	$ -	$ -
AVAILABLE ENDING BALANCE	**$ 3,670,883,187**	**$ 3,851,236,792**	**$ 180,353,606**	**$ 3,919,758,818**	**$ 4,100,112,424**	**$ 180,353,606**

SCHOOL OTHER POST-EMPLOYMENT BENEFITS (OPEB) TRUST FUND STATEMENT

	FY 2026 Revised	FY 2026 Actual	Variance	FY 2027 Approved	FY 2027 Revised	Variance
BEGINNING BALANCE, JULY 1	**$ 265,082,378**	**$ 265,082,378**	**$ -**	**$ 274,956,878**	**$ 315,129,117**	**$ 40,172,239**
REVENUE:						
Employer Contributions	$ 23,674,000	$ 23,674,000	$ -	$ 23,902,000	$ 23,902,000	$ -
Net Investment Income	5,000,000	45,182,038	40,182,038	5,000,000	5,000,000	-
Total Revenue	**$ 28,674,000**	**$ 68,856,038**	**$ 40,182,038**	**$ 28,902,000**	**$ 28,902,000**	**$ -**
TOTAL FUNDS AVAILABLE	**$ 293,756,378**	**$ 333,938,416**	**$ 40,182,038**	**$ 303,858,878**	**$ 344,031,117**	**$ 40,172,239**
EXPENDITURES:						
Benefits Paid	$ 18,674,000	$ 18,674,000	$ -	$ 18,902,000	$ 18,902,000	$ -
Administrative Expenses	125,500	135,299	9,799	125,500	125,500	-
Total Expenditures	**$ 18,799,500**	**$ 18,809,299**	**$ 9,799**	**$ 19,027,500**	**$ 19,027,500**	**$ -**
ENDING BALANCE, JUNE 30	**$ 274,956,878**	**$ 315,129,117**	**$ 40,172,239**	**$ 284,831,378**	**$ 325,003,617**	**$ 40,172,239**

SUPPLEMENTAL APPROPRIATION RESOLUTION
FY 2027

BE IT RESOLVED that the Fairfax County School Board requests the County Board of Supervisors to amend the FY 2027 Appropriation Resolution for the following School Board funds:

Appropriate to:
County Schools

Fund	Fund Name	From	To	Change
S10000	Public Schools Operating Operating Expenditures	$4,024,259,214	$4,319,897,231	$295,638,017
S31000	School Construction Operating Expenditures	$267,301,679	$493,411,253	$226,109,574
S40000	School Food & Nutrition Services Operating Expenditures	$129,358,181	$116,434,938	($12,923,243)
S43000	School Adult & Community Education Operating Expenditures	$9,715,155	$9,489,490	($225,665)
S50000	School Grants & Self-Supporting Operating Expenditures	$98,378,054	$178,379,824	$80,001,770
S60000	Public Schools Insurance Fund Operating Expenditures	$40,355,593	$48,795,442	$8,439,849
S62000	School Health and Flexible Benefits Trust Fund Operating Expenditures	$767,980,150	$770,949,030	$2,968,879
S71000	School Educational Employees' Supplementary Retirement System Trust Fund Operating Expenditures	$275,949,897	$276,152,817	$202,919
S71100	School Other Post-Employment Benefits Trust Fund Operating Expenditures	$19,027,500	$19,027,500	$0

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2026 Final Budget Review, at a regular meeting held on July 16, 2026, at Luther Jackson Middle School, Falls Church, Virginia.

_____
Date

_____
Christina Setlow, Clerk
County School Board of
Fairfax County, Virginia

FISCAL PLANNING RESOLUTION

FY 2027

BE IT RESOLVED that the Fairfax County School Board requests the County Board of Supervisors to amend the FY 2027 Fiscal Planning Resolution for the following School Board funds:

Fund	Fund Name	Fund	Transfer To	From	To	Change
S10000	Public Schools Operating					
		S31000	School Construction	$12,098,097	$12,098,097	$0
		S43000	School Adult & Community Education	$1,396,250	$1,396,250	$0
		S50000	School Grants & Self-Supporting	$29,653,213	$29,653,213	$0
		S62000	School Health & Flexible Benefits	$0	$25,000,000	$25,000,000
		C20000	Consolidated Debt Service	$3,205,304	$3,205,304	$0

I certify the above is a true and correct copy of a resolution adopted by the School Board of Fairfax County, Virginia, as part of the FY 2026 Final Budget Review, at a regular meeting held on July 16, 2026, at Luther Jackson Middle School, Falls Church, Virginia.

_____
Date

_____
Christina Setlow, Clerk
County School Board of
Fairfax County, Virginia

Grants Development Section
Office of Budget Services

Quarterly Report – FY 2026
Date: June 30, 2026

Update for FY 2026 Grants

The status of FY 2026 competitive grants, which are awarded based on the merit of a proposal rather than funded as a result of an established formula, are as follows:

- Competitive grants submitted: $44.0 million (67 grants)
- Competitive grants awarded: $11.3 million (48 grants)
- Competitive grants denied: $0.8 million (7 grants)
- Competitive grants pending: $31.9 million (12 grants)

The status of FY 2026 competitive grants awarded in collaboration with Educate Fairfax are as follows:

- Competitive grants submitted: $0.3 million (4 grants)
- Competitive grants awarded: $0.2 million (4 grants)
- Competitive grants denied: $0.0 million (0 grants)
- Competitive grants pending: $0.0 million (0 grants)

The status of FY 2026 entitlement grants (Title I – IV, National Board Certification Incentive Award, IDEA, Perkins CTE, and State Operated Programs), which are formula driven grants distributed through the State, are as follows:

- Entitlement grants submitted: $93.0 million (11 grants)
- Entitlement grants awarded: $91.2 million (10 grants)
- Entitlement grants pending: $2.2 million (1 grant)

Total entitlement and competitive grants submitted does not equal the total grants awarded as the amount that is awarded differs from the amount requested.