2025 Fiscal Year End (FYE) Update

School Board Meeting
Thursday, December 4, 2025

Strategic Plan

Priority 4: Ensure Effective and Efficient Operations

- Demonstrate Fiscal Stewardship
  - Timely, accurate, and transparent communication of financial information to the school board and community.

CCS's Fund Balance

Beginning Fund Balance 7/1/2024	$ 9,090,568
Increase from Fiscal Year 2025	1,564,765
Ending Fund Balance 6/30/2025	$ 10,655,333

The fund balance represents the cumulative result of annual surpluses and deficits over many years. It provides a financial cushion that allows the division to respond to unforeseen circumstances such as unexpected enrollment growth, shortfalls from federal and state revenues, or other one-time expenditures authorized by the School Board. Because fund balance resources are non-recurring, they should be used carefully and are not relied upon to support ongoing operating costs.

General Fund 2025 Excess Revenue

- Revenue over Expenditures at June 30, 2025 totaled $3,029,530.
- Surplus is contributed to Virginia Retirement System (VRS) on July 1, 2024 separation of rates between the Hybrid employees' defined contribution and the defined benefit employer contribution.
- Savings resulted from the VRS rate separation were incorporated into the FY 2026 Adopted Budget.

Gainshare
Between the City and Schools

- City and Schools have a Gainshare Agreement to share school's surplus funds at the end of fiscal year.
  - First $100,000 of surplus is retained by the school division.
  - Remaining surplus is shared equally 50/50 between the Schools and the City.
- For FY 2025, the Schools' gainshare remittance to the City is $1,464,765. Historically, the City has applied these funds toward the City's CIP - School Construction Projects.

Thank You!

CHARLOTTESVILLE CITY SCHOOLS