

**July 21, 2010**

**Additional Sales Tax Receipts**

The Department of Accounts has informed the Department of Education (DOE) that actual sales tax receipts dedicated to public education for fiscal year 2010 will exceed the estimate of \$1,049.9 billion included in Chapter 872, 2010 Acts of Assembly, by approximately \$18.7 million.

School divisions will receive the additional funding as part of the June payments for sales tax scheduled for the 16<sup>th</sup> and 30<sup>th</sup> of the month. As a result, DOE is advising all school divisions to monitor their actual sales tax cash receipts very closely through the remainder of the fiscal year.

In addition, school divisions should pay close attention to the impact that these additional sales tax receipts will have on required local effort for fiscal year 2010. School divisions should monitor spending from local funds carefully to ensure that any hold back of local expenditures resulting from the additional sales tax receipts does not jeopardize the division's ability to meet required local effort for fiscal year 2010.

Please also note that the carry forward provision detailed in Superintendent's Memorandum No. 122-10, dated May 21, 2010, which permits school divisions to carry forward to fiscal year 2011 any remaining state fund balances that are unexpended as of June 30, 2010, is contingent upon the division meeting required local effort and required local match for fiscal year 2010.

If you have questions regarding sales tax, please contact the budget office at (804) 225-2025.

**Follow-up:** VACo received the [DOE spreadsheet](#). The column on the far right is the distribution by school division of the \$18.7 million in sales tax funding.

[Click here](#) for Payment of Sales Tax Dedicated to Public Education for Fiscal Year 2010 spreadsheet.