



Memo

To: Dr. Aaron Spence, Superintendent

From: Michael C. Griffin, Chief Finance Officer

Date: May 6, 2013 Re: Budget Resolution for 2012 - 2013

Please see attached the proposed amended budget resolution for 2012 – 2013.

- State Fund - \$419,880 increase, which includes:
 - o \$76,076 in Exceptional Children (EC) funding;
 - o \$66,228 in Transportation funding, representing an additional fuel allotment;
 - o \$280,000 in Textbook funding – primarily for Journeys (this \$280K is not new funding, but carryover funding due to unspent allotments from prior years);
 - o (\$2,424) - The remainder is the sum of smaller reductions in a number of other categories, due primarily to virtual school enrollment.

- Local Current Fund - no change to budget ordinance

- Federal Fund* - \$64,139 increase, which includes:
 - o \$57,268 in 21st Century Learning Center funds, the last of 3 installments to support our after-school program at Aberdeen Elementary;
 - o \$6,871 in additional funding for Title I and EC.

- *The Federal Fund includes approximately \$4.1 million in Race to the Top (RttT) grants for the Sandhills Leadership Academy. This program is managed by the Sandhills Regional Education Consortium, and supports all school systems in our region. Moore County Schools is the fiscal agent; therefore, we include this RttT grant in our budget ordinance.

- Local Capital Fund - \$2,000 decrease to more accurately reflect interest earned.

- Child Nutrition Fund – no change to budget ordinance

- Local Operations Fund – \$41,000 increase for: \$15,000 in confirmed additional NC pre-K revenues, plus an additional \$26,000 in Mebane Foundation funds.

This budget also designates \$4,000,000 in fund balance to the current budget, and an additional \$4,000,000 to the 2013/14 budget. These designations provide a sound foundation for the next 2 years, and leave our undesignated fund balance at 3.8%, compared to Local and State funding. We do not include Federal funding in this calculation, as the Federal budgets allow carryover.

The Finance Office recommends approval of the budget resolution as presented. Please let me know if you need additional information, as detailed documentation is available. Thank you.

MOORE COUNTY BOARD OF EDUCATION

BUDGET RESOLUTION

2012 - 2013 FISCAL YEAR

BE IT RESOLVED by the Board of Education of the Moore County School Administrative Unit;

Section 1 The following revenues are estimated to be available to the respective fund. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the respective fund for the fiscal year so stated.

State Public School Fund – Fund 1

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
State Revenues	64,214,671	64,997,562	66,017,018	66,436,898	
<u>Expenditures</u>					
Instructional Svces	57,457,777	57,929,444	58,060,547	58,344,173	
Support Services	6,756,894	7,068,118	7,956,471	8,092,725	

Local Current Fund – Fund 2

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
<u>Revenues</u>					
County Funding	25,540,140	25,540,140	25,540,140	25,540,140	
Fines/Forfeitures	<u>720,860</u>	<u>720,860</u>	<u>720,860</u>	<u>720,860</u>	
Total	26,261,000	26,261,000	26,261,000	26,261,000	
<u>Expenditures</u>					
Instructional Svces	16,162,000	16,149,000	16,149,000	16,149,000	
Support Services	9,429,000	9,442,000	9,442,000	9,442,000	
Charter Schools	670,000	670,000	670,000	670,000	

For the Local Current Fund, the revenues included in Fund 2 include only current expense appropriations from Moore County, and fines/forfeitures as defined by state statute. All other local operating revenues, fund balance appropriated, and corresponding expenditures are included in the budget for the Local Operations Fund – Fund 8.

Federal Program Fund – Fund 3

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Federal Revenues	12,054,124	12,452,976	13,138,503	13,202,642	
<u>Expenditures</u>					
Instructional Svces	9,333,735	9,723,236	9,886,293	9,938,170	
Support Services	121,436	130,308	135,529	136,028	
Non-program Costs	2,598,953	2,599,432	3,116,681	3,128,444	

Local Capital Fund – Fund 4

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Capital Outlay	878,000	1,648,197	1,988,038	1,986,038	

Child Nutrition Fund – Fund 5

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Child Nutrition	5,100,000	5,100,000	5,100,000	5,100,000	

Local Operations Fund – Fund 8

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
<u>Revenues</u>					
Interest/Grants/Fees	1,834,000	2,124,000	2,124,000	2,165,000	
<u>Expenditures</u>					
Instructional Svces	3,325,000	3,582,189	3,582,189	3,508,189	
Support Services	2,509,000	2,541,811	2,541,811	2,656,811	
Fund Balance					
Appropriated	4,000,000	4,000,000	4,000,000	4,000,000	

Section 2 The Sandhills Regional Education Consortium (SREC) will be accounted for as an agency fund – Fund 6, in the accounting records of the Moore County Board of Education.

Section 3 Revenues of \$750,000 are budgeted for the Child Care Fund – Fund 7, to cover expenses for school-day and after-school daycare programs at respective schools. Any net revenues will be earned and held by the individual schools.

Section 4 Revenues and expenditures for public school construction/projects through the School Special Revenue fund, including State Facility Funds, State Lottery Funds and Local School Bond Funds, will be accounted for in the accounting records of the County of Moore.

Section 5 This budget ordinance designates an additional \$4,000,000 in local fund balance towards the local operating budget for 2013 - 2014.

Any additional fund balance in excess of the designated appropriation in the Local Current Fund, Local Capital Fund and Local Operations Fund will become contingency funds, once the Annual Financial (Audit) Report has been presented to the Board of Education.

Section 6 The Superintendent and Finance Officer are hereby authorized to transfer appropriations within a purpose code within a fund as contained herein under the following conditions:

- a. They may transfer amounts within a purpose code within a fund with proper justification.
- b. They may not transfer amounts from contingency without Board of Education approval.
- c. They may not transfer any amounts between Local Current appropriation and Local Capital appropriation without the approval of the Board of Education and the County Commissioners.

Section 7 Copies of the Budget Resolution shall be furnished to the Superintendent and the Finance Officer for direction in carrying out their duties.

Approval of budget resolution

Approved by the Moore County Board of Education on May 13, 2013

_____	_____	_____	_____
Chairman	Date	Superintendent	Date

Signed copy distributed to Finance Officer and maintained in Finance Office

Moore County Schools
Unaudited Financial Report as of May 06, 2013

By Fund

Fund	Fund Description	Current Budget	Year-to-Date Exp/Rev	PO's & Encumbrances Outstanding	Escrow	Balance Including Escrow	Percent Spent
1	State Public School Fund	\$66,436,898.00	\$55,208,020.01	\$1,042,115.63	\$3,230,282.78	\$6,956,479.58	89.53%
2	Local Current Fund	\$26,261,000.00	\$20,252,747.34	\$489,162.57	\$231,006.65	\$5,288,083.44	79.86%
3	Federal Program Fund	\$13,202,642.38	\$6,399,306.86	\$644,601.40	\$205,746.03	\$5,952,988.09	54.91%
4	Capital Outlay Fund	\$1,986,038.00	\$1,429,677.01	\$61,866.08	\$0.00	\$494,494.91	75.10%
5	Child Nutrition Fund*	\$5,100,000.00	\$4,236,454.36	\$944,567.93	\$0.00	-\$81,022.29	101.59%
8	Local Operations Fund	\$6,165,000.00	\$3,155,022.41	\$85,925.45	\$7,533.43	\$2,916,518.71	52.69%
Grand Total		\$119,151,578.38	\$90,681,227.99	\$3,268,239.06	\$3,674,568.89	\$21,527,542.44	

By Purpose

1-Purpose	Purp Desc	Current Budget	Year-to-Date Exp/Rev	PO's & Encumbrances Outstanding	Escrow	Balance Including Escrow	Percent Spent
5XXX	Instructional Services	\$87,939,531.76	\$68,092,324.90	\$975,181.71	\$3,643,563.77	\$15,228,461.38	82.68%
6XXX	System-Wide Support Services	\$20,724,602.00	\$16,859,027.36	\$1,286,623.34	\$31,005.12	\$2,547,946.18	87.71%
7XXX	Nutrition Services*	\$4,866,517.00	\$4,153,639.48	\$944,567.93	\$0.00	-\$231,690.41	104.76%
8XXX	Non-Programmed Charges**	\$4,094,927.62	\$606,597.24	\$0.00	\$0.00	\$3,488,330.38	14.81%
9XXX	Capital Outlay	\$1,526,000.00	\$969,639.01	\$61,866.08	\$0.00	\$494,494.91	67.60%
Grand Total		\$119,151,578.38	\$90,681,227.99	\$3,268,239.06	\$3,674,568.89	\$21,527,542.44	

*Child Nutrition Encumbrances include full year purchase orders (food, etc.) that will be closed in June.

**Charter Schools, Indirect Costs, Unbudgeted Federal, Debt Service

By Object

1 digit Obj	1 digit Obj Desc	Current Budget	Year-to-Date Exp/Rev	PO's & Encumbrances Outstanding	Escrow	Balance Remaining	Percent Spent
1XX	Salaries	\$70,514,161.00	\$55,445,165.74	\$0.00	\$3,016,014.69	\$12,052,980.57	82.91%
2XX	Employer Provided Benefits	\$22,448,082.80	\$19,040,876.73	\$0.00	\$658,554.20	\$2,748,651.87	87.76%
3XX	Purchased Services	\$12,638,488.58	\$5,750,134.82	\$84,732.07	\$0.00	\$6,803,621.69	46.17%
4XX	Supplies and Materials	\$10,641,768.00	\$8,181,199.26	\$3,093,934.96	\$0.00	-\$633,366.22	105.95%
5XX	Capital Outlay	\$2,239,078.00	\$1,754,398.00	\$89,572.03	\$0.00	\$395,107.97	82.35%
7XX	Transfers	\$670,000.00	\$509,453.44	\$0.00	\$0.00	\$160,546.56	76.04%
Grand Total		\$119,151,578.38	\$90,681,227.99	\$3,268,239.06	\$3,674,568.89	\$21,527,542.44	

Moore County Schools

2012-2013

Amended Budget Resolution

May 2013



State Fund

- Original budget of \$64.2 million
- November budget of just under \$65.0 million
- February budget of just over \$66.0 million
- May budget of \$66.4 million
- Increase of approximately \$420,000
 - \$76K for Exceptional Children
 - \$66K for Transportation
 - \$280K for Textbooks (Journeys)



Local Current Fund

- Original budget of \$26.3 million
- No change thru May



Federal Fund

- Original budget of \$12.1 million
- November budget of \$12.5 million
- February budget of \$13.1 million
- May budget of \$13.2 million
- Increase of approximately \$64,000
 - \$57K – 21st Century Learning Center
 - \$7K– Title I and EC



Capital and Nutrition Funds

- Capital Outlay - \$1,988,038 decreased to \$1,986,038
 - decrease in interest earnings
- Child Nutrition - \$5.1 million – no change thru May



Local Operations Fund

- Original budget of \$5,834,000
- November budget of \$6,124,000
- February budget of \$6,124,000
- May budget of \$6,165,000
 - Additional NC pre-K revenues
 - Additional Mebane STEM funding



Financial Report

- State expenditures = 90%
- Local current expenditures = 80%
- Local operations expenditures = 53%
- Federal expenditures = 55%
- Capital fund expenditures = 75%
- Child nutrition expenditures = 74%*
 - *thru March





MOORE COUNTY SCHOOLS

Growing to Greatness

