



Memo To: Dr. Aaron Spence, Superintendent
From: Michael C. Griffin, Chief Finance Officer
Date: May 8, 2014
Re: Amended Budget Resolution for 2013 – 2014

Please see attached the amended budget resolution for 2013 – 2014.

- State Fund - increase of \$60,243, as follows:
 - o School Resource Officer funding = \$73,493;
 - o School Safety Grants = \$6,600 for panic alarms, and \$6,000 for stop-arm cameras;
 - o Digital Learning Grants = \$89,796 for Tech-book development;
 - o Teacher position funding decrease = (\$79,828) for our share of NC Virtual Public School costs (LEA share based on our actual NCVPS enrollment);
 - o Developmental day funding decrease = (\$50,205) for adjustment in actual enrollment in Preschool Developmental Day programs;
 - o Smaller increases in Technology, EC, non-instructional support = \$14,387;
 - o We have a pending allotment increase of \$145,587 for Summer Reading Camps.

- Local Current Fund – no change in total budget; however,
 - o Funds shifted from instructional to support services due to additional shifting of specific programs from the Local Current Fund 2 to the Local Operations Fund 8. We have shifted back a large share of Central office costs from Fund 8 back to Fund 2. This shifting will continue throughout this year, and should be complete by 6/30.
 - o The nature and timing of the State budget impacts our local budget, in both specific State allotments and the overall State budget. For this budget year, we started off with a larger amount in instructional categories, and have strategically shifted funds to instructional support (primarily custodial services). We have not increased our custodial costs; we are simply shifting the budget to match our expenditure needs.

- Federal Fund* - increase of \$395,472, as follows:
 - o Verification of final EC and Title I allotments (conversion from planning allotments to final allotments).

*The Federal Fund includes approximately \$2.2 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 – no change.

- Child Nutrition Fund – increase of \$45,000 to reflect required State-wide direction of Central Office allotment funds to Child Nutrition. This \$45,000 had been reflected as a reduction of expenses in the Child Nutrition fund; we will now reflect as a revenue source.
- Local Operations Fund – increase of \$52,000; see the discussion on Fund 2 regarding the shifting of specific costs between Fund 2 and Fund 8.
- Digital Learning Fund – budget of \$750,000; funds spent to date = \$579,941.

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

MOORE COUNTY BOARD OF EDUCATION BUDGET RESOLUTION FOR 2013 - 2014 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	64,266,679	64,321,679	64,710,332	64,770,575	
<u>Expenditures</u>					
Instructional Svces	56,032,005	56,087,005	56,360,245	56,411,174	
Support Services	8,234,674	8,234,674	8,350,087	8,359,401	

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	25,165,140	25,165,140	24,485,140	24,485,140	
Charter Schools			680,000	680,000	
Fines/Forfeitures					
Interest	<u>610,860</u>	<u>610,860</u>	<u>610,860</u>	<u>610,860</u>	
Total	25,776,000	25,776,000	25,776,000	25,776,000	
<u>Expenditures</u>					
Instructional Svces	17,689,000	17,670,000	17,207,000	16,848,000	
Support Services	11,407,000	11,426,000	11,889,000	12,248,000	
Charter Schools	680,000	680,000	680,000	680,000	
Fund Balance					
Appropriated	4,000,000	4,000,000	4,000,000	4,000,000	

Per N.C. General Statute 115C-426(c), the appropriation or use of fund balance shall not be construed as a local current expense appropriation.

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Federal Program Fund – Fund 3

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Federal Revenues	7,414,999	11,061,328	11,859,276	12,254,748	
<u>Expenditures</u>					
Instructional Svces	6,488,989	9,151,575	9,434,228	9,787,473	
Support Services	24,067	303,545	303,545	304,984	
Non-program Costs	901,943	1,606,208	2,121,503	2,162,291	

Local Capital Fund – Fund 4

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Capital Outlay	714,000	714,000	854,115	854,115	

Child Nutrition Fund – Fund 5

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Child Nutrition	5,333,000	5,333,000	5,333,000	5,378,000	

Local Operations Fund – Fund 8

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
<u>Revenues</u>					
Grants/Fees	1,809,000	1,884,043	1,970,043	2,022,043	
<u>Expenditures</u>					
Instructional Svces	1,239,000	1,314,043	1,676,043	1,800,043	
Support Services	570,000	570,000	294,000	222,000	

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. In addition, the County maintains a Digital Learning Fund on behalf of Moore County Schools; the budget for this fund is \$750,000 for 2013-14.

Section 5 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.

Moore County Schools
Unaudited Financial Report as of May 12, 2014

By Fund

Fund	Fund Desc	Current Budget	Year-to-Date Exp/Rev	PO's & Encumbrances Outstanding	Escrow	Balance Remaining	Percent Spent
1	State Public School Fund	\$64,770,655.00	\$54,936,627.72	\$1,142,250.50	\$2,943,930.90	\$5,747,845.88	91.13%
2	Local Current Fund	\$29,776,000.00	\$19,964,346.06	\$638,854.06	\$144,154.20	\$9,028,645.68	69.68%
3	Federal Program Fund	\$12,254,747.64	\$6,850,002.02	\$92,906.53	\$182,191.39	\$5,129,647.70	58.14%
4	Capital Outlay Fund	\$854,115.00	\$626,839.44	\$167,590.14	\$0.00	\$59,685.42	93.01%
5	Child Nutrition Fund*	\$5,378,000.00	\$4,642,724.67	\$806,637.16	\$0.00	-\$71,361.83	101.33%
8	Local Operations Fund	\$2,022,043.00	\$1,454,053.06	\$12,318.81	\$7,520.94	\$548,150.19	72.89%
Grand Total		\$115,055,560.64	\$88,474,592.97	\$2,860,557.20	\$3,277,797.43	\$20,442,613.04	82.23%

By Purpose

1-Purpose	Purp Desc	Current Budget	Year-to-Date Exp/Rev	PO's & Encumbrances Outstanding	Escrow	Balance Remaining	Percent Spent
5XXX	Instructional Services	\$84,846,690.11	\$66,666,668.28	\$515,427.13	\$3,277,797.43	\$14,386,797.27	83.04%
6XXX	System-Wide Support Services	\$21,211,580.06	\$16,118,042.61	\$1,370,902.77	\$0.00	\$3,722,634.68	82.45%
7XXX	Ancillary Services*	\$5,064,000.00	\$4,299,790.14	\$806,637.16	\$0.00	-\$42,427.30	100.84%
8XXX	Non-Programmed Charges**	\$3,219,290.47	\$903,367.50	\$0.00	\$0.00	\$2,315,922.97	28.06%
9XXX	Capital Outlay	\$714,000.00	\$486,724.44	\$167,590.14	\$0.00	\$59,685.42	91.64%
Grand Total		\$115,055,560.64	\$88,474,592.97	\$2,860,557.20	\$3,277,797.43	\$20,442,613.04	82.23%

*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	\$69,589,709.50	\$54,702,814.71	\$0.00	\$2,680,715.98	\$12,206,178.81	82.46%
2XX	Employer Provided Benefits	\$22,869,930.94	\$19,386,159.21	\$0.00	\$597,081.45	\$2,886,690.28	87.38%
3XX	Purchased Services	\$11,118,969.34	\$6,036,509.83	\$113,427.55	\$0.00	\$4,969,031.96	55.31%
4XX	Supplies and Materials	\$9,594,635.86	\$6,659,485.61	\$2,577,045.21	\$0.00	\$358,105.04	96.27%
5XX	Capital Outlay	\$1,157,315.00	\$1,129,190.64	\$170,084.44	\$0.00	-\$141,960.08	112.27%
7XX	Transfers	\$725,000.00	\$560,432.97	\$0.00	\$0.00	\$164,567.03	77.30%
Grand Total		\$115,055,560.64	\$88,474,592.97	\$2,860,557.20	\$3,277,797.43	\$20,442,613.04	82.23%

Moore County Schools

2013-2014

Amended Budget Resolution

May 2014



State Fund

- Original budget of \$64.3 million
- November budget of \$64.3 million
- February budget of \$64.7 million
- May budget of \$64.8 million



State Fund

- May budget of \$64.8 million
 - School safety increase of \$86K
 - Digital Learning increase of \$90K
 - Other smaller increases of \$14K
 - Development day funding decrease of \$50K
 - NCVPS funding decrease of \$80K
 - Total net increase of \$60K

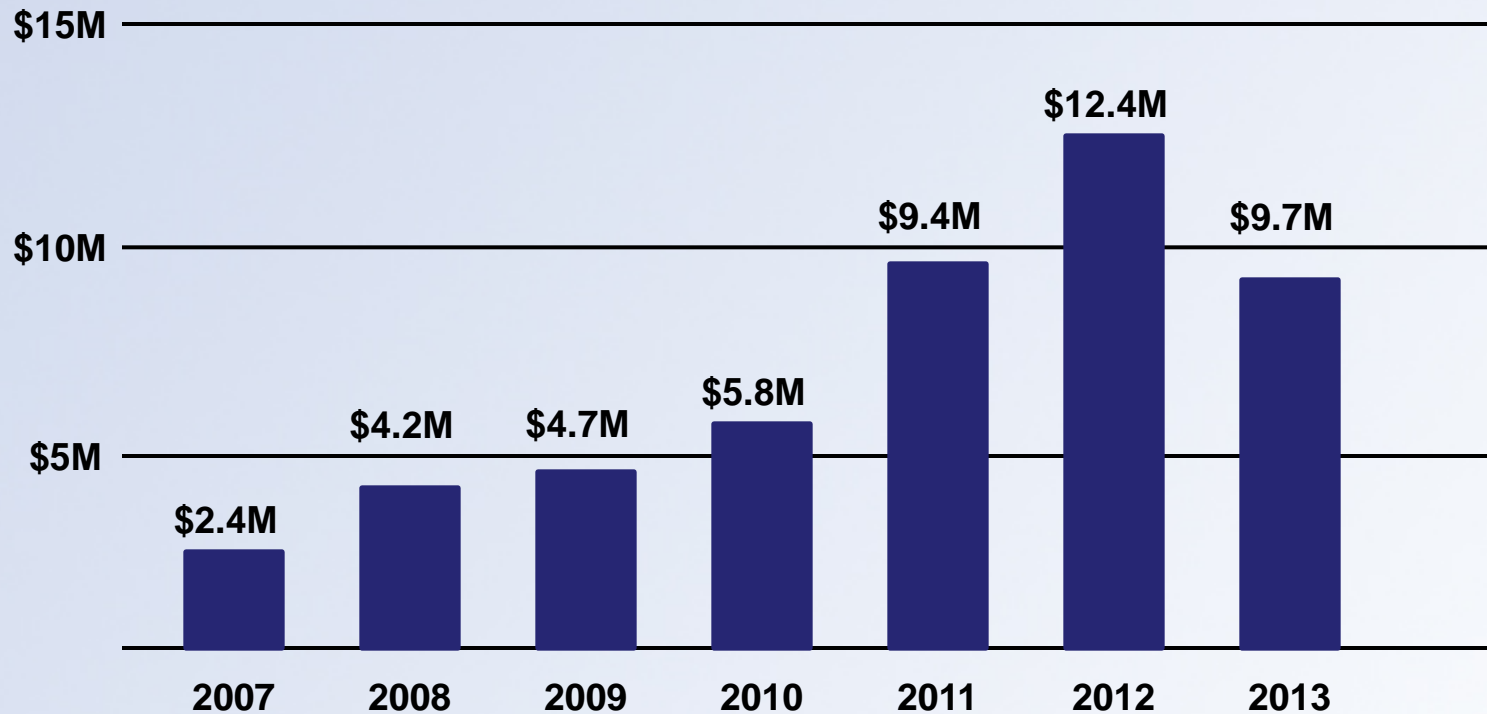


Local Current Fund

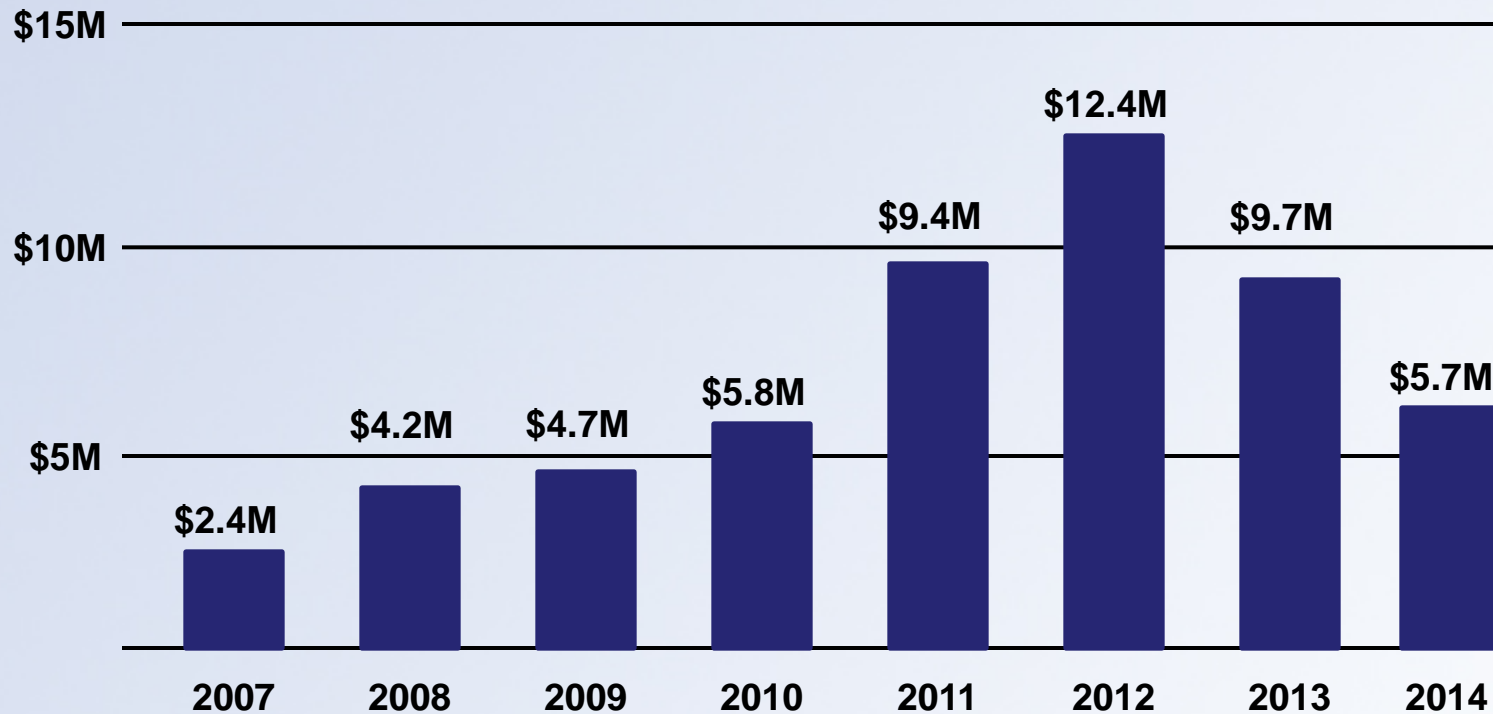
- Original budget of \$29.8 million
- November budget – no change
- February budget – no change
- May budget – no change
- Fund balance appropriated = \$4 million



Moore County Schools Fund Balance



Moore County Schools Fund Balance



Federal Fund

- Original budget of \$7.4 million
- November budget of \$11.1 million
- February budget of \$11.9 million
- May budget of \$12.3 million
 - Exceptional Children and Title funding – finalized allotments/carryover - increase of \$395K
- SREC Leadership Academy = \$2.2M



Capital and Nutrition Funds

- Capital – Original budget of \$714,000
 - Maintenance projects
- February/May budget of \$854,000
 - Debt service on bus replacement - \$140k
- Child Nutrition - \$5.3 million
 - Federal meal regulations impacting participation, specifically in our high schools
 - Increase of \$45,000; change from expense reduction to revenue



Local Operations Fund

- Original budget of \$1,809,000
- November budget of \$1,884,043
- February budget of \$1,970,043
- May budget of \$2,022,043
 - Increase of \$52K
- Pre-K; ROTC/Impact Aid/AYPYN/DODEA
- Medicaid fees/Medicaid outreach
- Mebane Foundation - STEM



Digital Learning Fund

- Total budget of \$750,000
- Moore County manages fund on our behalf
- Phase II devices – initial rollout/pilots
- Phase II devices – 3,400 Chromebooks
- Costs to date = \$580K



Financial Report

- State expenditures = 91%
- Local current fund = 70%
- Federal fund = 55%
- Capital fund = 93%
- Child nutrition fund (March) = 79%
- Local operations fund = 67%
- Digital learning fund = 77%



2013-14 Budget Resolution

- State fund = \$64,770,575
- Local current fund = \$29,776,000
- Federal fund = \$12,254,748
- Capital fund = \$ 854,115
- Child nutrition fund = \$ 5,378,000
- Local operations fund = \$ 2,022,043
- Digital learning fund = \$ 750,000





MOORE COUNTY SCHOOLS

Growing to Greatness

