



Memo

To: Dr. Aaron Spence, Superintendent

From: Michael C. Griffin, Chief Finance Officer

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

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

- State Fund - \$1,019,456 increase, which includes:
  - o \$82,863 in Exceptional Children (EC) funding;
  - o \$904,116 in Transportation funding, representing the 2<sup>nd</sup> installment of funding (received each December);
  - o \$32,477 - The remainder of the increase is the sum of smaller reductions in a number of other categories, due primarily to student enrollment.
- Local Current Fund - no change to budget ordinance
- Federal Fund\* - \$685,527 increase, which includes:
  - o \$60,848 in 21<sup>st</sup> Century Learning Center funds, the 2<sup>nd</sup> of 3 installments to support our after-school program at Aberdeen Elementary;
  - o \$624,679 in confirmation of 12/13 funding for Title I and EC; also includes state confirmation of EC carry-forward from 2011/12.

\*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 - \$339,841 increase for state funding of bus replacements, as well as the associated financing payments on those buses.
- Child Nutrition Fund – no change to budget ordinance
- Local Operations Fund – no change to budget ordinance

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		
<b><u>Expenditures</u></b>					
Instructional Svces	57,457,777	57,929,444	58,060,547		
Support Services	6,756,894	7,068,118	7,956,471		

**Local Current Fund – Fund 2**

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
<b><u>Revenues</u></b>					
County Funding	25,540,140	25,540,140	25,540,140		
Fines/Forfeitures	<u>720,860</u>	<u>720,860</u>	<u>720,860</u>		
Total	26,261,000	26,261,000	26,261,000		
<b><u>Expenditures</u></b>					
Instructional Svces	16,162,000	16,149,000	16,149,000		
Support Services	9,429,000	9,442,000	9,442,000		
Charter Schools	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		
<b><u>Expenditures</u></b>					
Instructional Svces	9,333,735	9,723,236	9,886,293		
Support Services	121,436	130,308	135,529		
Non-program Costs	2,598,953	2,599,432	3,116,681		

## **Local Capital Fund – Fund 4**

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

## **Child Nutrition Fund – Fund 5**

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

## **Local Operations Fund – Fund 8**

	<b><u>Original</u></b>	<b><u>November</u></b>	<b><u>February</u></b>	<b><u>May</u></b>	<b><u>June</u></b>
<b><u>Revenues</u></b>					
Interest/Grants/Fees	1,834,000	2,124,000	2,124,000		
<b><u>Expenditures</u></b>					
Instructional Svces	3,325,000	3,582,189	3,582,189		
Support Services	2,509,000	2,541,811	2,541,811		
<b>Fund Balance</b>					
Appropriated	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 be appropriated to contingency, once the Annual Financial (Audit) Report has been presented to the Board of Education. In addition, all assigned and unassigned Fund Balance in the Local Current Fund at June 30<sup>th</sup> of the preceding year shall be transferred to the Local Operations Fund after the Audit has been presented.



Moore County Schools  
Unaudited Financial Report as of February 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	\$66,017,018.00	\$37,833,463.93	\$1,406,960.22	\$2,195,873.21	\$24,580,720.64	62.77%
2	Local Current Fund	\$26,261,000.00	\$13,674,665.32	\$813,784.66	\$156,006.96	\$11,616,543.06	55.77%
3	Federal Program Fund	\$13,138,503.18	\$4,147,234.93	\$288,285.55	\$163,191.04	\$8,539,791.66	35.00%
4	Capital Outlay Fund	\$1,988,038.00	\$1,408,147.24	\$57,502.09	\$0.00	\$522,388.67	73.72%
5	Child Nutrition Fund*	\$5,100,000.00	\$2,785,144.69	\$1,029,690.15	\$0.00	\$1,285,165.16	74.80%
8	Local Operations Fund	\$6,124,000.00	\$2,431,837.23	\$111,693.13	\$6,290.64	\$3,574,179.00	41.64%
<b>Grand Total</b>		<b>\$118,628,559.18</b>	<b>\$62,280,493.34</b>	<b>\$3,707,915.80</b>	<b>\$2,521,361.85</b>	<b>\$50,118,788.19</b>	

**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	\$87,678,028.76	\$46,917,821.45	\$847,648.41	\$2,498,509.64	\$37,414,049.26	57.33%
6XXX	System-Wide Support Services	\$20,470,129.00	\$11,279,997.51	\$1,773,075.15	\$22,852.21	\$7,394,204.13	63.88%
7XXX	Nutrition Services*	\$4,863,720.00	\$2,692,632.63	\$1,029,690.15	\$0.00	\$1,141,397.22	76.53%
8XXX	Non-Programmed Charges**	\$4,088,681.42	\$441,932.51	\$0.00	\$0.00	\$3,646,748.91	10.81%
9XXX	Capital Outlay	\$1,528,000.00	\$948,109.24	\$57,502.09	\$0.00	\$522,388.67	65.81%
<b>Grand Total</b>		<b>\$118,628,559.18</b>	<b>\$62,280,493.34</b>	<b>\$3,707,915.80</b>	<b>\$2,521,361.85</b>	<b>\$50,118,788.19</b>	

\*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	\$70,318,694.00	\$37,895,318.45	\$0.00	\$2,069,463.69	\$30,353,911.86	56.83%
2XX	Employer Provided Benefits	\$22,392,638.80	\$13,420,596.51	\$0.00	\$451,898.16	\$8,520,144.13	61.95%
3XX	Purchased Services	\$12,507,628.38	\$3,715,078.84	\$214,844.65	\$0.00	\$8,577,704.89	31.42%
4XX	Supplies and Materials	\$10,493,520.00	\$5,266,411.52	\$3,399,199.06	\$0.00	\$1,827,909.42	82.58%
5XX	Capital Outlay	\$2,246,078.00	\$1,638,299.31	\$93,872.09	\$0.00	\$513,906.60	77.12%
7XX	Transfers	\$670,000.00	\$344,788.71	\$0.00	\$0.00	\$325,211.29	51.46%
<b>Grand Total</b>		<b>\$118,628,559.18</b>	<b>\$62,280,493.34</b>	<b>\$3,707,915.80</b>	<b>\$2,521,361.85</b>	<b>\$50,118,788.19</b>	

# Moore County Schools

2012-2013

Amended Budget Resolution

February 2013



# State Fund

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- Original budget of \$64.2 million
- November budget of just under \$65.0 million
- February budget of just over \$66.0 million
- Increase of approximately \$1,019,000
  - \$82,863 for Exceptional Children
  - \$904,116 for Transportation
  - \$32,477 for other allotment increases



# Local Current Fund

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





# Federal Fund

- Original budget of \$12,054,124
- November budget of \$12,452,976
- February budget of \$13,138,503
- Increase of approximately \$685,000
  - \$60,848 – 21<sup>st</sup> Century Learning Center
  - \$624,679 – Title I and EC – confirmed funding for 12/13, plus EC carry-forward



# Capital and Nutrition Funds

- Capital Outlay - \$1,648,197 increased to \$1,988,038
  - \$339,841 in state funding for bus replacements
- Child Nutrition - \$5.1 million – no change thru February



# Local Operations Fund

- Original budget of \$5,834,000
- November budget of \$6,124,000
- February budget of \$6,124,000



# Financial Report

- State expenditures = 63%
- Local current expenditures = 56%
- Local operations expenditures = 42%
- Federal expenditures = 46%
- Capital fund expenditures = 74%
- Child nutrition expenditures = 47%\*
  - \*thru December

