



MOORE COUNTY SCHOOLS
CENTRAL ADMINISTRATIVE OFFICES
PO Box 1180 – 5277 US HIGHWAY 15-501
CARTHAGE, NORTH CAROLINA 28327
www.ncmcs.org
910-947-2976 Fax 910-947-3011

MEETING DATE: August 8, 2016 –School Board Regular Meeting

CONSENT AGENDA

AGENDA ITEM TITLE	Amended 2015-2016 Budget Resolution
STAFF CONTACT(S)	Mr. Michael Bundy, Executive Officer for Budget and Finance

EXECUTIVE SUMMARY

During the Moore County Board of Education work session on August 1, 2016, Finance presented a recommended Amended Budget Resolution for the 2015/16 year, to be approved retroactive to June 2016. The recommendation is based on the most recent June Financials for 2015/16 plus estimates of 2015/16 costs that are paid in July/August (primarily utility costs for services in June, but billed after July 1); the amended resolution includes all necessary adjustments related to June payroll as well as maximization of State funds. We shift costs to State funds throughout the year, and complete final cost-shifting in June in order to drive any vacancy and efficiency savings to our Local funds.

As part of annual closeout and maximization of State funding and Local savings, the amended ordinance includes strategic shifts between Instructional Services and Support Services. This shift applies primarily to our State and Local funds.

The 2016/17 Original Budget Resolution will be presented (most likely September) once we receive our original State budget for 2016/17. We have previously adopted a Continuation Budget for 2016/17, so that we can continue operations into the new fiscal year.

We presented our Amended Budget Resolution for Fiscal Year 2015-2016. Totals by Fund, as well as net increase/decrease since the last resolution, are as follows:

State Public School Fund = \$70,649,282 = decrease of (\$432,070)

- \$ 6,672 increase for in PRC 003 Non-Instructional Support
- \$ 51,362 increase in PRC 016 Summer Reading Camp
- \$ 8,889 increase in PRC 056 Transportation (Stop arms)
- (\$500,000) decrease in PRC 009 Non-Contributory benefits primarily due to teacher longevity now included in the salary scale
- \$ 1,007 increase for other changes in various allotments reconciling through State Allotment Revision 044.
- \$ 146,000 in transfers to Support Services from Instructional Services to cover budget adjustments.

Local Current Fund = \$29,536,000 = no changes, except:

- \$684,000 in transfers to Instructional Services from Support Services to cover budget adjustments.
- \$125,000 transfer to Charter Schools (primarily STARS and Academy of Moore) for the increase in enrollment by approximately 10% for a total budget of \$1,045,000. We are required by law to provide a per pupil share of County Commissioner funding and Clerk of Court fines and forfeitures to these schools.

Federal Program Fund = \$10,129,063 = increase of \$128,651

- \$ 1,110 increase in PRC 104 Title III Language
- \$127,541 increase in PRC 110 21st Century Community Learning Center
- \$ 3,000 in transfers to Support Services from Instructional Services to cover budget adjustments.

Local Capital Fund = \$1,332,118 = no changes

School Nutrition Fund = \$5,315,000 = no changes

Local Operations Fund = \$2,417,792 = increase of \$550,400

- \$ 37,000 increase in PRC 306 due to Medicaid service fees for exceptional children
- \$ 38,000 increase in PRC 413 for NC Pre-K additional allotment
- \$ 88,400 increase in PRC 807 for Curriculum support (grants)
- \$387,000 increase in PRC 305 for Medicaid Administrative funding for support of the proper and efficient administration of the State Medicaid Plan by MCS
- \$ 1,000 in transfers to Support Services from Instructional Services to cover budget adjustments.

ESTIMATED COST (if applicable)	Total Amended Budget = \$119,379,255 = increase of \$246,981.
POLICY OR STATUTORY REFERENCE (if applicable)	Board Policy 1010; 2000 – School Board Authority and Duties; Fiscal Management
STRATEGIC PLAN REFERENCE (if applicable)	All Pathways drive and impact the Budget.
SUPERINTENDENT'S RECOMMENDATION (if applicable)	Absent any further questions or concerns from members of the Board of Education, the Superintendent intends to recommend approval of this proposal.

Document(s) related to the Board's discussion of the 2015-2016 Amended Budget follow(s).

- Amended 2015-2016 Budget Resolution

MOORE COUNTY BOARD OF EDUCATION BUDGET RESOLUTION FOR 2015 - 2016 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	69,411,838	70,274,411	70,834,615	71,081,352	70,649,282
<u>Expenditures</u>					
Instructional Svces	61,015,384	61,818,738	62,321,324	62,505,363	61,918,397
Support Services	8,396,454	8,455,673	8,513,291	8,575,989	8,730,885

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	25,345,140	25,345,140	25,345,140	25,345,140	25,220,140
Charter Schools	920,000	920,000	920,000	920,000	1,045,000
Fines/Forfeitures					
Interest	<u>470,860</u>	<u>470,860</u>	<u>470,860</u>	<u>470,860</u>	<u>470,860</u>
Total	26,736,000	26,736,000	26,736,000	26,736,000	26,736,000
<u>Expenditures</u>					
Instructional Svces	16,685,000	16,685,000	16,688,000	16,691,000	17,375,000
Support Services	11,931,000	11,931,000	11,928,000	11,925,000	11,116,000
Charter Schools	920,000	920,000	920,000	920,000	1,045,000
Fund Balance					
Appropriated	2,800,000	2,800,000	2,800,000	2,800,000	2,800,000

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	8,323,135	8,592,944	9,787,923	10,000,412	10,129,063
<u>Expenditures</u>					
Instructional Svces	7,569,206	7,843,015	8,550,929	8,026,778	8,029,778
Support Services	359,912	355,912	289,333	534,281	531,281
Non-program Costs	394,017	394,017	947,661	1,439,353	1,568,004

Local Capital Fund – Fund 4

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Capital Outlay	1,332,118	1,332,118	1,332,118	1,332,118	1,332,118

School Nutrition Fund – Fund 5

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
School Nutrition	5,315,000	5,315,000	5,315,000	5,315,000	5,315,000

Local Operations Fund – Fund 8

	<u>Original</u>	<u>November</u>	<u>February</u>	<u>May</u>	<u>June</u>
Local Operations	1,581,000	1,581,000	1,508,000	1,867,392	2,417,792

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 \$1,054,081 for this fiscal year (including \$304,081 in carryover funding).

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.

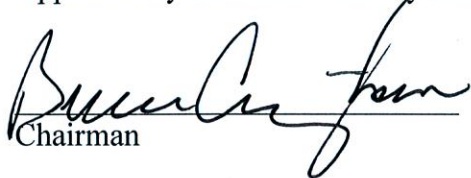
Section 6 The Superintendent and Finance Office are hereby authorized to transfer appropriations within a purpose code within a fund as contained herein under the following conditions:

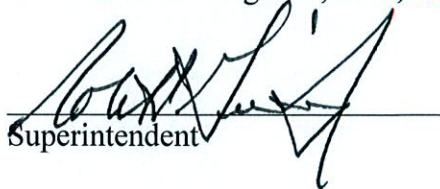
- a. They may transfer amounts within a purpose code within a fund with proper justification.
- b. They may not transfer amounts from contingency without Board of Education approval.
- c. They may not transfer any amounts between Local Current appropriation and Local Capital appropriation without the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

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

Approval of budget resolution

Approved by the Moore County Board of Education on August 8, 2016, retroactive to June 30, 2016.


Chairman


Superintendent

Signed copy distributed to Finance Office