



Memo

To: Dr. Susan R. Purser, Superintendent  
From: Michael C. Griffin, Chief Finance Officer  
Date: February 10, 2011  
Re: Amended budget resolution for 2010 - 2011

Attached please find the following documents:

**1) 2010 - 2011 amended budget resolution**

**State Fund 1** – Increase of \$389,730, due to: 1) \$106,029 for school IT network connectivity (allotted each year in the fall); 2) \$62,000 for the state diagnostic reading initiative; 3) \$134,729 for Exceptional Children-Development Day services (contract with Sandhills Children Center); and, 4) \$86,972 in other funding for EC, transportation and classroom support.

**Local Current Fund 2** - No change

**Federal Fund 3** – Increase of \$2,454,663, due to the Education Jobs Bill, plus small adjustments in other allotments of less than \$4,000 in total

**Local Capital Fund 4** – Increase of \$485,513, due to: state funding for installment payments on yellow school bus replacements

**Child Nutrition Fund 5** – No change

**Local Operations Fund 8** – No change

**2) Financial report, comparing 2010 - 2011 budget with actual**

The Finance Office recommends approval of the amended 2010 - 2011 budget resolution as presented. Please let me know if you need additional information, as more detailed documentation is available. Thank you.

# MOORE COUNTY BOARD OF EDUCATION AMENDED BUDGET RESOLUTION 2010 - 2011 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 State Public School Fund – Fund 1. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the State Public School Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b>State Public School Revenue</b>	<b><u>59,479,160</u></b>	<b><u>59,731,129</u></b>	<b><u>60,120,859</u></b>		
<b><u>Expenditures</u></b>					
Instructional Svces	55,727,053	53,103,480	52,393,782		
Support Services	<u>3,752,107</u>	<u>6,627,649</u>	<u>7,727,077</u>		
<b>Total State Public School Expenditures</b>	<b><u>59,479,160</u></b>	<b><u>59,731,129</u></b>	<b><u>60,120,859</u></b>		

**Section 2** The following revenues are estimated to be available to the Local Current Fund – Fund 2. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the Local Current Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b><u>Revenues</u></b>					
County Funding	25,540,140	25,540,140	25,540,140		
Fines and Forfeitures	<u>720,000</u>	<u>720,000</u>	<u>720,000</u>		
<b>Total Local Current Revenues</b>	<b><u>26,260,140</u></b>	<b><u>26,260,140</u></b>	<b><u>26,260,140</u></b>		
<b><u>Expenditures</u></b>					
Instructional Svces	15,443,600	15,764,100	15,764,100		
Support Services	10,116,540	9,796,040	9,796,040		
Charter Schools	<u>700,000</u>	<u>700,000</u>	<u>700,000</u>		
<b>Total Local Current Expenditures</b>	<b><u>26,260,140</u></b>	<b><u>26,260,140</u></b>	<b><u>26,260,140</u></b>		

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, as presented in Section 8 of this budget ordinance.

**Section 3** The following revenues are estimated to be available to the Federal Program Fund – Fund 3. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the Federal Program Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b>Federal Program Revenue</b>	<b><u>13,405,463</u></b>	<b><u>13,405,463</u></b>	<b><u>15,860,126</u></b>		
<b><u>Expenditures</u></b>					
Instructional Svces	10,325,282	10,325,282	14,598,635		
Support Services	2,769,954	2,769,954	557,205		
Non-program Costs	<u>310,227</u>	<u>310,227</u>	<u>704,286</u>		
<b>Total Federal Program Expenditures</b>	<b><u>13,405,463</u></b>	<b><u>13,405,463</u></b>	<b><u>15,860,126</u></b>		

**Section 4** The following revenues are estimated to be available to the Local Capital Fund – Fund 4. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the Local Capital Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b>Local Capital Fund</b>	<b><u>1,359,000</u></b>	<b><u>1,538,813</u></b>	<b><u>2,024,326</u></b>		

**Section 5** The following revenues are estimated to be available to the Child Nutrition Fund – Fund 5. The following expense amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the Child Nutrition Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b>Child Nutrition</b>	<b><u>4,700,000</u></b>	<b><u>4,700,000</u></b>	<b><u>4,700,000</u></b>		

**Section 6** The Southeast Region 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 7** Revenues of \$650,000 are budgeted for the Child Care Fund – Fund 7, to cover expenses for after-school daycare programs at respective schools. Any net revenues will be earned and held by the individual schools.

**Section 8** The following revenues and fund balance appropriated are estimated to be available to the Local Operations Fund – Fund 8. The following expenditure amounts are hereby appropriated at the purpose level for the operation of the school administrative unit in the Local Operations Fund for the fiscal year beginning July 1, 2010 and ending June 30, 2011.

	<u>Original</u>	<u>11/2010</u>	<u>02/2011</u>	<u>05/2011</u>	<u>06/2011</u>
<b>Revenues</b>					
Interest/Grants/Fees	1,168,000	1,266,000	1,266,000		
<b>Fund Balance</b>					
Appropriated	<u>1,995,860</u>	<u>1,995,860</u>	<u>1,995,860</u>		
<b>Total Local Operations</b>					
Revenues	<u>3,163,860</u>	<u>3,261,860</u>	<u>3,261,860</u>		
<b>Expenditures</b>					
Instructional Svces	969,000	744,000	708,000		
Support Services	1,687,860	2,061,860	2,097,860		
Community Svces	117,000	66,000	66,000		
Debt Service	<u>390,000</u>	<u>390,000</u>	<u>390,000</u>		
<b>Total Local Operations</b>					
Expenditures	<u>3,163,860</u>	<u>3,261,860</u>	<u>3,261,860</u>		

**Section 9** 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 10** This budget ordinance designates an additional \$2,000,000 in local fund balance towards the 2011 – 2012 local operating budget. This designation is made to help address the revenue shortfall that will occur in 2011 – 2012 due to an anticipated decrease in Federal stimulus funding.

The additional fund balance, if any, in excess of the designated appropriation in the Local Current Fund, Local Capital Fund and Local Operations Fund will be automatically appropriated to contingency, once the Annual Financial (Audit) Report has been presented to the Board of Education.

**Section 11** 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 12** Copies of the Budget Resolution shall be furnished to the Superintendent and the Finance Officer for direction in carrying out their duties.

**Approval of original budget resolution**

This amended budget resolution was approved by the Moore County Board of Education on February 14, 2011.

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Signed copy distributed to Finance Officer and maintained in Finance Office

## Moore County Schools - Unaudited 2010-11 Financial Report as of February 2011

Description	Budget from prior report	Current budget	Budget adjustments since last report	YTD actual	% spent YTD
<b><u>State Public School Fund - Fund 1</u></b>					
Total state revenues	59,731,129	60,120,859	389,730	36,834,950	61.27%
Total state expenditures	<u>(59,731,129)</u>	<u>(60,120,859)</u>	<u>(389,730)</u>	<u>(36,834,950)</u>	61.27%
Net state public school - fund 1	-	-	-	-	n/a
<b><u>Local Current Fund - Fund 2</u></b>					
Total local current revenues	26,260,140	26,260,140	-	15,303,222	58.28%
Total local current expenditures	<u>(26,260,140)</u>	<u>(26,260,140)</u>	-	<u>(12,169,261)</u>	46.34%
Net local current - fund 2	-	-	-	3,133,961	n/a
<b><u>Federal Program Fund - Fund 3</u></b>					
Total federal program revenues	13,405,463	15,860,126	2,454,663	8,039,072	50.69%
Total federal program expenditures	<u>(13,405,463)</u>	<u>(15,860,126)</u>	<u>(2,454,663)</u>	<u>(8,039,072)</u>	50.69%
Net federal program - fund 3	-	-	-	-	n/a
<b><u>Local Capital Outlay Fund - Fund 4</u></b>					
Total local capital outlay revenues	1,303,745	1,789,258	485,513	651,352	36.40%
Total local capital outlay expenditures	<u>(1,538,813)</u>	<u>(2,024,326)</u>	<u>(485,513)</u>	<u>(847,229)</u>	41.85%
Net local capital outlay - fund 4	<u>(235,068)</u>	<u>(235,068)</u>	-	<u>(195,877)</u>	83.33%
<b><u>Child Nutrition Fund - Fund 5</u></b>					
Total child nutrition revenues	4,700,000	4,700,000	-	2,008,607	42.74%
Less operating expenses	<u>(4,575,000)</u>	<u>(4,575,000)</u>	-	<u>(2,026,746)</u>	44.30%
Net operational revenues-nutrition	125,000	125,000	-	<u>(18,139)</u>	-14.51%
Less indirect cost	-	-	-	-	0.00%
Less depreciation	<u>(125,000)</u>	<u>(125,000)</u>	-	<u>(55,934)</u>	44.75%
Net child nutrition - fund 5	-	-	-	<u>(74,073)</u>	n/a
<b><u>Local Operations Fund - Fund 8</u></b>					
Total local operations revenues	1,266,000	1,266,000	-	610,403	48.22%
Total local operations expenditures	<u>(3,261,860)</u>	<u>(3,261,860)</u>	-	<u>(1,951,596)</u>	59.83%
Net local current operations - fund 8	<u>(1,995,860)</u>	<u>(1,995,860)</u>	-	<u>(1,341,193)</u>	67.20%