

ORANGE COUNTY
BOARD OF EDUCATION

AGENDA ITEM ABSTRACT

Meeting Date: August 1, 2011

AGENDA ITEM No. 11-08-12

ACTION ITEM: (Y/N) Y

SUBJECT: Discretionary Reduction in State Funding (LEA Adjustment)

INFO. CONTACT: Donna Brinkley PHONE: 919-732-8126

ATTACHMENTS:

1. Allotment and Reversion Comparison Spreadsheet for FY 10-11 and FY 11-12
2. Public Schools of N.C. Local Education Agency Adjustment - Fiscal Year 2011-12
3. Public Schools of N.C. Local Education Agency Adjustment - Fiscal Year 2010-11
4. Public Schools of N.C. Local Education Agency Adjustment - Fiscal Year 2009-10
5. Notes on 2011-12 Proposed State Reversion

PURPOSE: To provide the Board of Education the opportunity to approve the required discretionary reduction of \$2,106,447 in state funds. This amount includes an additional reversion for the 2011-12 school year of \$621,061.

BACKGROUND: On August 7, 2009, Governor Perdue signed North Carolina's 2009-10 and 2010-11 biennial budget. This budget required Orange County Schools to revert (send back to the state) \$1,076,282 in 2009-10 and an additional \$409,104 in 2010-11. On July 15, 2011, Governor Perdue signed North Carolina's biennial budget for 2011-12 and 2012-13. This budget requires Orange County Schools to revert an additional \$621,061 in fiscal year 2011-12. The total required discretionary reversion will be \$2,106,447.

In order to meet these required reversions in state funding, Orange County Schools has reduced spending of state funds in the areas of textbooks, classroom teachers, central office administration, non-instructional support, instructional support, CTE months of employment, CTE program support and teacher assistants. The attached spreadsheet provides details showing state allotments and reversion comparisons.

The fiscal year 2011-12 proposed additional reversions will return 8.25 classroom teachers and 12 CTE months of employment which will be paid from Local funds. The additional reversion will also return \$79,450 in new teacher assistant funds which were the result of student enrollment growth and \$77 in CTE program support to complete the reversion. There will be **no reductions in force** resulting from these required reversions.

FINANCIAL IMPACT: In the 2009-10 budget year, Orange County Schools reverted \$1,076,282 in state funds and in the 2010-11 budget year, Orange County Schools reverted an additional \$409,104. An additional \$621,061 in reductions must be submitted as part of the 2011-12 final state budget. This total reversion for the 2011-12 budget year amounts to \$2,106,447.

RECOMMENDATION: The Superintendent recommends the Board approve additional discretionary funding reductions for fiscal year 2011-12 in classroom teachers (\$473,023 or 8.25 positions), teacher assistants (\$79,450), CTE months of employment (\$69,888 or 12 months) and CTE program support (\$77).

Allotment and Reversion Comparison for FY 10-11 and FY 11-12

PRC	Initial Allotments 2010-2011	Allotments after Charter School and NCVPS Reduction 2010-11	Cumulative Reversions 2010-11	Allotments After 2010-11 Reversions	PRC	Initial Allotments 2011-2012	Charter School Reduction 2011-12	NCVPS Reduction 2011-12	Cumulative Reversions Thru 2010-11	Available for 2011-12 Reversion	Proposed Additional 2011-12 Reversions	Allotments After 2011-12 Reversions	Increase/Decrease from 10-11
001	336 positions	19,447,343 334.11 positions	(670,485) -12.18 positions	18,776,858 321.93 positions	001	21,304,258 346 positions	(52,733) -.86 positions	(60,030) -1.07 positions	(670,485) -12.18 positions	20,521,010 331.89 positions	(473,023) -8.25 positions	20,047,987 323.64 positions	1,271,129 * 1.71 positions
002	796,732	793,849	(3,000)	790,849	002	681,937			(3,000)	678,937		678,937	(111,912)
003	105,057	104,399	(204,399)	0	003	1,670,377	(4,135)	(24,761)	(104,399)	1,537,082		1,537,082	1,537,082
005	246 months	246 months		246 months	005	230 months				230 months		230 months	-16 months
007	2,363,724 36 positions	2,357,479 35.9 positions	(58,759) .95 positions	2,298,720 34.95 positions	007	2,330,160 35 positions	(5,768) -.09 positions	(58,759) -.95 positions	(58,759) -.95 positions	2,265,633 33.96 positions	(843) (change in avg. salary)	2,264,790 33.96 positions	(33,930) -.99 positions
012	173,928	173,928		173,928	012	143,826				143,826		143,826	(30,102)
013	2,137,972 362 months	2,114,606 358.04 months		2,114,606 358.04 months	013	2,177,590 365 months	(5,390) -.90 months			2,172,200 364.1 months	(69,888) -12 months	2,102,312 352.1 months	(12,294) -5.94 months
014	102,740	101,612	(2,500)	99,112	014	105,737	(262)		(2,500)	102,975	(77)	102,898	3,786
015	4,874	4,843	(2,220)	2,623	015	0			(2,220)	(2,220)	2,220	0	(2,623)
024	207,531	207,531		207,531	024	213,253				213,253		213,253	5,722
027	2,425,481	2,419,073	(539,236)	1,779,837	027	2,504,910	(6,200)		(639,236)	1,859,474	(79,450)	1,780,024	187
032	3,461,694	3,461,694		3,461,694	032	3,507,628				3,507,628		3,507,628	45,934
034	343,568	341,467		341,467	034	352,543	(873)			351,670		351,670	10,203
054	302,328	302,328		302,328	054	321,003				321,003		321,003	18,675
056	1,876,600	1,870,127		1,870,127	056	2,060,086	(6,527)			2,053,559		2,053,559	183,432
061	158,200	156,192		156,192	061	242,062	(599)			241,463		241,463	85,271
069	935,396	930,998		930,998	069	1,054,658	(2,611)			1,052,047		1,052,047	121,049
130	12,184	12,108	(4,787)	7,321	130	107,747	(267)		(4,787)	102,693		102,693	95,372
				(1,485,386)		38,777,775	(85,365)	(84,791)	(1,485,366)	37,122,233	(621,061)	36,501,172	3,186,961
Total 2011-12 Reversions												(2,106,447)	

* Reflects increase in average state salary



Public Schools of North Carolina

North Carolina Department of Public Instruction
Local Education Agency Adjustment - Fiscal Year 2011-12

680 Orange County

Total LEA Adjustment Required: (A) \$ (2,106,447)
Total LEA Adjustment Entered: (C) \$ (2,106,447)
Difference = (A) - (B) MUST EQUAL TO \$0

U 29
U 30
U 31

PRC #	PRC Name	(1) Initial Allotment		(2) Reduction for Charter Schools (Not Available)		(3) Transfer for NCYPS (Not Available)		(4) = (1) - (2) + (3) Allotment		(5) LEA Adjustment			(6) Allotment after LEA Adjustment	
		Positions	Months of Employment	Initial Allotment Annual	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars
000	Textbooks			\$ 107,747		\$ -		\$ -	\$ 107,747					\$ 107,960
001	Classroom Teachers	346.00		\$ 21,304,258	0.00	\$ -	0.00	\$ -	\$ 21,304,258	346.00	\$ 55,972	\$ (4,787)	\$ (4,787)	\$ 20,046,322
002	Central Office Administration			\$ 681,937		N/A		\$ -	\$ 681,937					\$ 678,937
003	Non-Instructional Support			\$ 1,670,377		\$ -		\$ -	\$ 1,670,377					\$ 1,565,978
005	School Building Administration Principal Assistant Principal		156.00 74.00	\$ 1,864,500	N/A	N/A	N/A	\$ -	\$ 1,864,500	156.00 74.00	\$ 7,137 6,502	\$ -	\$ -	\$ 1,864,500
007	Instructional Support	35.00		\$ 2,330,160	0.00	\$ -	0.00	\$ -	\$ 2,330,160	35.00	\$ 62,739	\$ (59,602)	\$ (59,602)	\$ 2,266,913
012	Driver Training			\$ 143,826		N/A		\$ -	\$ 143,826					\$ 143,826
013	CTE Month of Employment		365.00	\$ 2,177,590	0.00	\$ -	0.00	\$ -	\$ 2,177,590	365.00	\$ 5,824	\$ (69,888)	\$ (69,888)	\$ 2,105,998
014	CTE Program Support			\$ 105,737		\$ -		\$ -	\$ 105,737					\$ 103,160
015	School Technology			\$ -		\$ -		\$ -	\$ -					\$ -
019	Stall County Supplemental			\$ -		\$ -		\$ -	\$ -					\$ -
024	Disadvantage Student Supplemental			\$ 213,253		N/A		\$ -	\$ 213,253					\$ 213,253
027	Teacher Assistants			\$ 2,504,910		\$ -		\$ -	\$ 2,504,910					\$ 1,786,224
028	Staff Development			\$ -		N/A		\$ -	\$ -					\$ -
031	Low Wealth Supplemental			\$ -		\$ -		\$ -	\$ -					\$ -
032	Children with Disabilities			\$ 3,494,528		N/A		\$ -	\$ 3,494,528					\$ 3,494,528
034	Academically Gifted			\$ 352,543		\$ -		\$ -	\$ 352,543					\$ 352,543
054	Limited English			\$ 321,003		N/A		\$ -	\$ 321,003					\$ 321,003
056	Transportation			\$ 2,060,086		\$ -		\$ -	\$ 2,060,086					\$ 2,060,086
061	Classroom Material			\$ 242,062		\$ -		\$ -	\$ 242,062					\$ 242,062
069	At Risk Student Services			\$ 1,054,658		\$ -		\$ -	\$ 1,054,658					\$ 1,054,658
TOTALS		381.00	595.00	\$ 40,629,175		\$ -		\$ -	\$ 40,629,175					\$ 38,402,951

Questions?
Please call: 919-807-3752 Angela McNeil
or (919) 218-6416 Lydia Prude
Due Date: July 14, 2011

Save & Return this Excel file as an e-mail attachment to Lprude@dpi.nc.gov

Print, Sign & Fax this sheet back to: School Allotments Section 919-807-3723

* The Allotment After Reduction is calculated based on the LEA's average salary for positions and months of employment.

Date	Printed Name	Signature
7/29/2011	G. Patrick Rhoads	
7/29/2011	Donna M. Brinkley	
Contact Phone: (919) 732-8126 Ext. 13000		



Public Schools of North Carolina

North Carolina Department of Public Instruction Local Education Agency Adjustment - Fiscal Year 2010-11

680 Orange County

U 29
U 30
U 31
U 32

Total LEA Adjustment Required : (a) \$ (1,485,386)
LEA Adjustment - Furlough: (b) \$ (1,485,386)
Total LEA Adjustment Entered : (c) \$ (1,485,386)
Difference = (a) - (b) MUST EQUAL TO \$0

PRC #	PRC Name	(1) Initial Allotment		(2) Reduction for Charter Schools		(3) Transfer for NCVPS		(4) Allotment after Charter Reduction and Transfer for NCVPS		(5) LEA Adjustment		(6) Allotment after LEA Adjustment		
		Positions	Months of Employment	Initial Allotment Amount	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars	Positions/MOE	Dollars
000	Textbooks			\$ 12,184		\$ (32)		\$ (44)						
001	Classroom Teachers	336.00		\$ 19,557,216	(0.89)	\$ (51,667)	(1.00)	\$ (58,206)	334.11	\$ 19,447,343	(12.18)	\$ 55,048	\$ (670,485)	
002	Central Office Administration			\$ 796,732		N/A		\$ (2,883)		\$ 793,849		\$ (3,000)	\$ 790,849	
003	Non-Instructional Support			\$ 105,057		\$ (278)		\$ (380)		\$ 104,399		\$ (104,399)	\$ -	
005	School Building Administration Principal Assistant Principal		156.00 90.00	\$ 1,981,712	N/A N/A	N/A N/A	N/A 0.00	\$ - \$ -	156.00 90.00	\$ 1,981,712	0.00 0.00	\$ 7,103 \$ 6,431	\$ - \$ -	
007	Instructional Support	36.00		\$ 2,363,724	(0.10)	\$ (6,245)	0.00	\$ -	35.90	\$ 2,357,479	(0.95)	\$ 61,852	\$ (58,759)	
012	Driver Training			\$ 173,928		N/A		N/A		\$ 173,928			\$ 173,928	
013	CTE Month of Employment		362.00	\$ 2,137,972	(0.96)	\$ (5,648)	(3.00)	\$ (17,718)	358.04	\$ 2,114,606	0.00	\$ 5,740	\$ -	
014	CTE Program Support			\$ 102,740		\$ (272)		\$ (856)		\$ 101,612			\$ 99,112	
015	School Technology			\$ 4,874		\$ (13)		\$ (18)		\$ 4,843			\$ 2,623	
019	Small County Supplemental			\$ -		\$ -		\$ -		\$ -			\$ -	
024	Disadvantage Student Supplemental			\$ 207,531		N/A		\$ -		\$ 207,531			\$ 207,531	
027	Teacher Assistants			\$ 2,425,481		\$ (6,408)		N/A		\$ 2,419,073			\$ 1,779,837	
028	Staff Development			\$ -		N/A		N/A		\$ -			\$ -	
031	Low Wealth Supplemental			\$ -		\$ -		\$ -		\$ -			\$ -	
032	Children with Disabilities			\$ 3,461,694		N/A		N/A		\$ 3,461,694			\$ 3,461,694	
034	Academically Gifted			\$ 343,568		\$ (908)		\$ (1,193)		\$ 341,467			\$ 341,467	
054	Limited English			\$ 302,328		N/A		N/A		\$ 302,328			\$ 302,328	
056	Transportation			\$ 1,876,600		\$ (6,473)		\$ -		\$ 1,870,127			\$ 1,870,127	
061	Classroom Material			\$ 158,200		\$ (418)		\$ (1,590)		\$ 156,192			\$ 156,192	
069	At Risk Student Services			\$ 935,396		\$ (2,471)		\$ (1,927)		\$ 930,998			\$ 930,998	
TOTALS		372.00	608.00	\$ 36,946,937		\$ (80,833)		\$ (84,815)		\$ 36,781,289			\$ (1,485,386)	\$ 35,253,822

Questions ?
Please call : 919-807-3750 Sheila Tharrington
or (919) 218-6416 Lydia Prude
Due Date : July 30, 2010

Save & Return this Excel file as an e-mail attachment to Lprude@dpi.state.nc.us.
Print, Sign, & Fax this sheet back to : School Allotments Section 919-807-3723

* The Allotment After Reduction is calculated based on the LEA's average salary for positions and months of employment.

Division of School Business Services
School Allotments Section
C:\Bids\School Allotments\Initial Allotment 2010-11\Allotment_Adjustment\Survey\1_Initial_CS_LEAAdj.xls

7/1/2010
Page 1 of 2

Supervisor: _____
Printed Name: _____
Date: _____

Superintendent: _____
Printed Name: _____
Date: _____

Finance Officer: _____
Printed Name: _____
Date: _____

Contact Phone: _____



Public Schools of North Carolina

North Carolina Department of Public Instruction
Local Education Agency Adjustment - Fiscal Year 2009-2010

680 Orange County

Total LEA Adjustment Required: (a) \$ (1,076,282)
Total LEA Adjustment Entered: (b) \$ (1,076,282)
Difference = (a) - (b) MUST EQUAL TO \$0 0

← R 29
← R 30
← R 31

PRC #	PRC Name	(1) Initial Allotment			(2) Reduction for Charter Schools		(3) Allotment after Charter Reduction		(4) LEA Adjustment			Allotment after LEA Adjustment	
		Positions	Months of Employment	Initial Allotment Amount	Positions/MOEs	Dollars	Positions/MOEs	Dollars	decimals/Positions/MOEs	State Wide Average Salary	Allotment Reduction	Positions/MOEs	Dollars
000	Textbooks			\$ 285,529		\$ (448)		\$ 285,081		\$ (4,787)		\$ 280,294	
001	Classroom Teachers	327.00		\$ 18,874,767	(0.51)	\$ (29,631)	326.49	\$ 18,845,136	(9.79)	\$ 54,375	(532,331)	\$ 18,280,047	
002	Central Office Administration			\$ 790,849	N/A			\$ 790,849				\$ 790,849	
003	Non-Instructional Support			\$ 54,906	(86)			\$ 54,820				\$ 54,820	
005	School Building Administration Principal		156.00	\$ 1,901,368	N/A		156.00	\$ 1,901,368	0.00	\$ 7,116		\$ 1,901,368	
	Assistant Principal		88.00		N/A		88.00		0.00	\$ 6,369		\$ 88.00	
007	Instructional Support	35.00		\$ 2,238,180	(0.05)	\$ (3,514)	34.95	\$ 2,234,666	0.00	\$ 60,837		\$ 2,234,666	
012	Driver Training			\$ 170,910	N/A			\$ 170,910	0.00	\$ 5,681		\$ 170,910	
013	CTE Month of Employment		356.00	\$ 2,082,600	(0.56)	\$ (3,269)	355.44	\$ 2,079,331	0.00			\$ 2,079,331	
014	CTE Program Support			\$ 102,655	(161)			\$ 102,494				\$ 99,994	
015	School Technology			\$ 1,847	(3)			\$ 1,844				\$ -	
019	Small County Supplemental			\$ -	-			\$ -				\$ -	
022	Mentor Pay			\$ 34,436	(54)			\$ 34,382				\$ 34,382	
027	Teacher Assistants			\$ 2,263,390	(3,553)			\$ 2,259,837				\$ 1,779,837	
028	Staff Development			\$ -	N/A			\$ -				\$ -	
031	Low Wealth Supplemental			\$ -	-			\$ -				\$ -	
032	Children with Disabilities			\$ 3,309,470	N/A			\$ 3,309,470				\$ 3,309,470	
034	Academically Gifted			\$ 328,660	(516)			\$ 328,144				\$ 328,144	
054	Limited English			\$ 276,888	N/A			\$ 276,888				\$ 276,888	
056	Transportation			\$ 1,968,317	(4,217)			\$ 1,964,100				\$ 1,964,100	
061	Classroom Material			\$ 422,432	(663)			\$ 421,769				\$ 421,769	
069	At Risk Student Services			\$ 866,019	(1,359)			\$ 864,660				\$ 864,660	
TOTALS		362.00	600.00	\$ 35,973,223		\$ (47,474)		\$ 35,925,749				\$ 34,816,709	

Questions ?
Please call : 919-807-3750 Sheila Tharrington
or (919) 218-6416 Lydia Prude
Due Date : September 4, 2009

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to Lprude@dpi.state.nc.us.

Print, Sign, & Fax this sheet back to : School Allotments Section 919-807-3723

* The Allotment After Reduction is calculated based on the LEA's average salary for positions and months of employment.

Superintendent: 9/4/09 G. Patrick Rhodes
Finance Officer: 9/3/09 Donna Brinkley
Contact Phone: 919-732-8126 X13050

Date: 9/4/09
Printed Name: G. Patrick Rhodes
Signature: [Signature]

Date: 9/3/09
Printed Name: Donna Brinkley
Signature: [Signature]

Notes on 2011-12 Proposed State Reversion

The North Carolina Department of Public Instruction is requesting that reversion information be returned by July 29, 2011. The information below is a preliminary plan for additional reversions that will be submitted for Orange County Schools. As we did last year, the preliminary plan will be submitted with a notation that the Board of Education will review the plan on August 1st, and revisions or confirmation will be submitted to DPI on August 2nd.

\$473,023 8.25 positions to be paid from Local funds

\$ 69,888 12 CTE months of employment to be paid from Local funds

\$ 79,450 Additional allotment for teacher assistants due to student growth

\$ 77 CTE Program Support

(\$ 2,220) School Technology dollars reverted last year no longer available

\$ 843 Increase in average salary for .95 instructional support positions reverted last year

\$621,061