

ORANGE COUNTY
BOARD OF EDUCATION

AGENDA ITEM ABSTRACT

Meeting Date: February 6, 2012

AGENDA ITEM No. 12-02-13

ACTION ITEM: (Y/N) Y

SUBJECT: One-To-One Laptop Funding Plan

INFO. CONTACT: G. Patrick Rhodes / Donna Brinkley PHONE: 919-732-8126

ATTACHMENTS:

1. One-to-One Laptop Initiative Funding Plan – Phase 2 – Option 1.
2. One-to-One Laptop Initiative Funding Plan – Phase 2 – Option 2.

PURPOSE: The purpose of this agenda item is to provide the Board of Education a funding plan for the one-to-one laptop initiative for discussion and approval.

BACKGROUND: During the January 17, 2012 meeting, the board received a presentation on providing laptops for students in Orange County Schools. Jason Mooneyham, Executive Director, U.S. Public Sector Sales at LENOVO, provided a national perspective of technology in schools, discussed elements of a potential partnership with Orange County Schools and showed examples of hardware for student and teacher use. During the presentation, the board responded positively, approved the proposal and directed staff to develop a funding plan.

The attached funding plans will require a lease/purchase arrangement for a period of four years. Both plans will require an appropriation of funding from capital reserves, revenues from the one-quarter cent sales tax and other revenue sources as listed in the attachments. No personnel-related funds will be used to fund the project.

Attorney Blumberg will provide answers to any specific legal requirements related to the proposed funding plan.

FINANCIAL IMPACT: The financial impact of Phase 2 is \$2.6 million.

RECOMMENDATION: The Superintendent recommends the Board of Education approve the One-to-One Laptop Initiative Funding Plan – Phase 2, Option 1.

One-to-One Laptop Initiative

Funding Plan - Phase 2 Option 1

Total Amount to be Financed	\$ 2,500,000.00
Annual Payment (4 years)	\$ 649,227.04

Year 1	Capital Reserves (Due 7/1/12)	\$ 649,227.04
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Year 2	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	Technology	\$ 100,000.00
	Operations Appropriations	\$ 25,000.00
	C & I Budgets:	\$ 34,227.04
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 2	\$ 649,227.04

Year 3	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	Technology	\$ 100,000.00
	Operations Appropriations	\$ 25,000.00
	C & I Budgets:	\$ 34,227.04
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 3	\$ 649,227.04

Year 4	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	Technology	\$ 100,000.00
	Operations Appropriations	\$ 25,000.00
	C & I Budgets:	\$ 34,227.04
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 4	\$ 649,227.04

One-to-One Laptop Initiative

Funding Plan - Phase 2 Option 2

Total Amount to be Financed	\$ 2,000,000.00
Annual Payment (4 years)	\$ 519,381.63

Year 1	Amount of Down Payment	\$ 500,000.00
	First Year's Lease Payment	\$ 519,381.63
	Total Payment Due 7-1-12 From Capital Reserves	\$ 1,019,381.63

Year 2	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	C & I Budgets:	\$ 29,381.63
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 2	\$ 519,381.63

Year 3	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	C & I Budgets:	\$ 29,381.63
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 3	\$ 519,381.63

Year 4	1/4 Cent Sales Tax Revenue	\$ 490,000.00
	C & I Budgets:	\$ 29,381.63
	CTE	
	Exceptional Children	
	Elementary Education	
	Secondary Education	
	Total Year 4	\$ 519,381.63