

ORANGE COUNTY
BOARD OF EDUCATION

AGENDA ITEM ABSTRACT

Meeting Date: June 24, 2013

AGENDA ITEM No. 13-06-(2)-09

ACTION ITEM: (Y/N) Y

SUBJECT: Interim Appropriation Budget Approval 2013-2014

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

ATTACHMENTS: None.

PURPOSE: To allow the Board of Education to adopt an interim budget to cover the period of time from the end of the 2012-2013 fiscal year (July 1, 2012 – June 30, 2013) until the adoption of a budget resolution for the 2013-2014 fiscal year.

BACKGROUND: The statute N.C.G.S. 115C-434 states "In case the adoption of the budget resolution is delayed until after July 1, the board of education shall make interim appropriations for the purpose of paying salaries and the usual ordinary expenses of the local school administrative unit for the interval between the beginning of the fiscal year and the adoption of the budget resolution. Interim appropriations so made and expended shall be charged to the proper appropriations in the budget resolution."

The Board of County Commissioners adopted their 2013-2014 budget on June 18, 2013. The county budget includes an increase of \$102 (3.2%) in the per pupil appropriation to schools. The per pupil amount will be \$3,269 for a total appropriation of \$25,060,154. This represents an increase of \$1,038,459 over the FY 2012-13 annual county appropriation. The state of North Carolina has not yet adopted a final budget. At the time of abstract preparation, no other information was available.

FINANCIAL IMPACT: The approval of the interim budget will be necessary to provide for the regular operational expenditures until allocations from the state of North Carolina are received. All interim spending will reflect projected reductions to state and federal appropriations.

	Annual Projected Budget	1 st Quarter Projected Budget
State	\$ 39,707,319	\$ 9,926,829
Local	\$ 24,788,195	\$ 6,197,049
Federal	\$ 3,568,712	\$ 892,178
	\$ 68,064,226	\$ 17,016,056

RECOMMENDATION: The Superintendent recommends the Board of Education adopt the 2013-2014 interim budget at the 2012-2013 amended budget level less fund balance appropriations and projected reductions to state and federal appropriations.