

ORANGE COUNTY SCHOOLS
BOARD OF EDUCATION'S
2013-2014
**LOCAL CURRENT EXPENSE
BUDGET**
APRIL 25, 2013



**ORANGE COUNTY SCHOOLS
2013-2014 BUDGET**

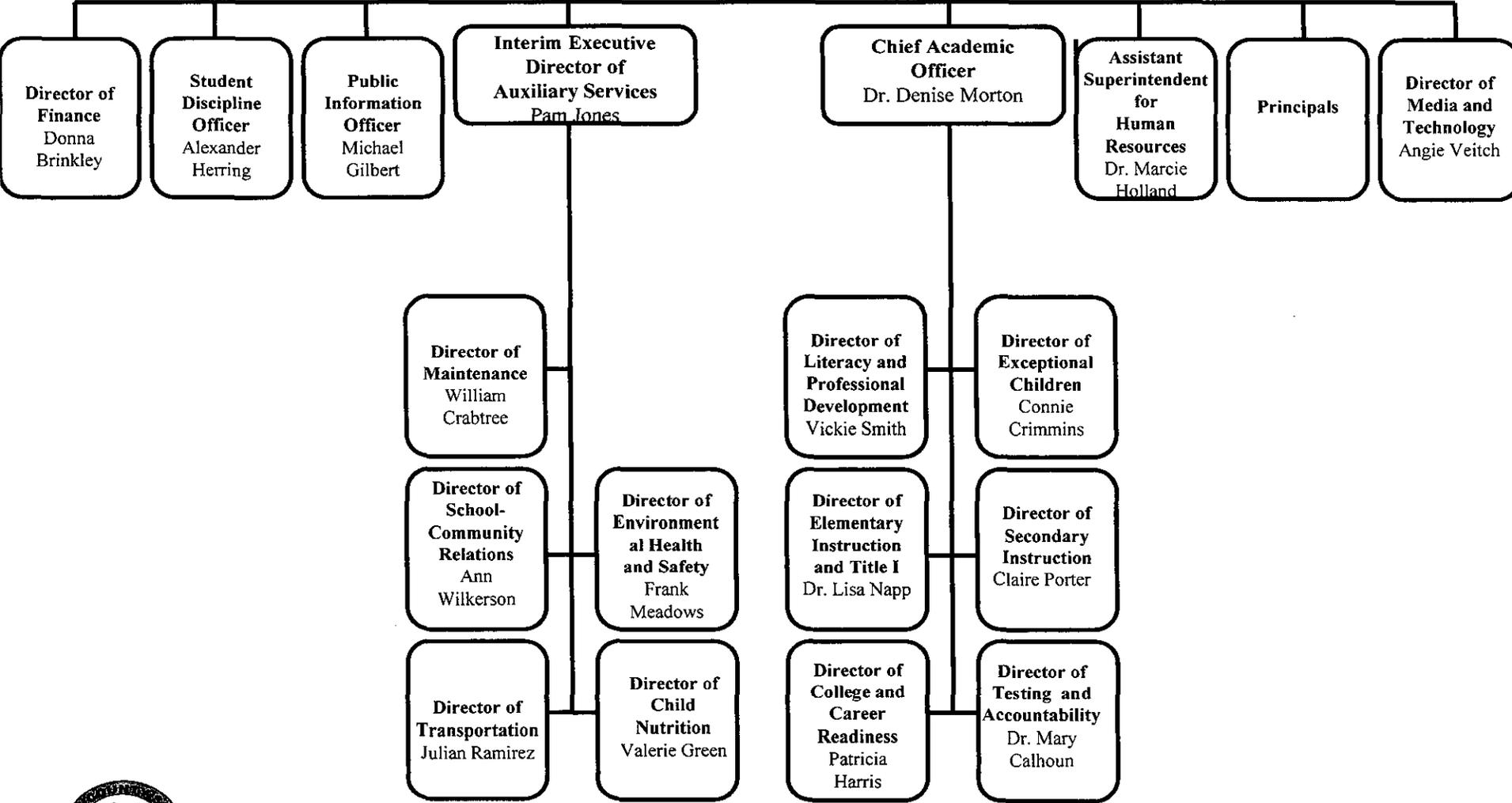
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Organizational Chart

Orange County Board of Education

Superintendent
G. Patrick Rhodes



ORANGE COUNTY SCHOOLS

Orange County Schools
2013-14 Local Budget Summary
 BOE Approved as of 4/22/2013

Student Enrollment Projections

2013-14 State Enrollment Projection	7,501
2012-13 State Enrollment Projection	7,420
Projected Enrollment Growth	81

Local Current Expense Fund Revenue

Total New Revenue \$ **1,467,755**
 (Based on a per pupil appropriation of \$3,325)

Local Current Expense Fund Expenses

1% Salary Increase for All Employees (in Governor's Budget Proposal)	\$ 158,000 *
Projected Increase in Employee Health Insurance	60,000
Increase in Employer Retirement Contributions	46,000
Projected Utility Cost Increase 5%	79,000
Fixed Cost Increase	\$ 343,000

Recurring/Continuation Requests

Loss of Stimulus Funding (maintain School-level positions)	\$ 245,000
Internal Auditor	80,000
Additional Audit Functions	15,000
Assistant Principals extra month of employment	32,643
Exceptional Children Program Support	110,000
H.R. Recognition & Contracted Services	14,000
Legal Expenses Increase	50,000
Testing Program Support	40,000
Employee Wellness Support	10,000
STEM Initiative Support	50,000
AIG/Rigor Support	40,000
Teacher Assistants (27 cut in Governor's Budget Proposal)	879,213

Total Recurring/Continuation Requests \$ **1,565,856** *

Expansion Requests

School Safety Contingency Appropriation	\$ 220,000
Pre-K Exceptional Children's Teacher	55,000
Reading Teacher - Central	55,000
Total Expansion Requests	\$ 330,000 *

***Total Dollars Necessary to Balance 2013-14 Budget**

\$ 2,053,856

Increase in County Per Pupil Funding (7,666 x \$158)	\$ 1,211,228
BOE Approved Fund Balance Appropriation	\$ 891,450 **

Audited Unassigned Fund Balance as of June 30, 2012: **\$ 4,207,417**

** Includes \$48,822 to be paid to charter schools as a result of the increased county appropriation.

ORANGE COUNTY SCHOOLS

Local Operating Budget Revenues and Expenditures

Revenues	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
Total Local Revenues	\$ 23,989,855	\$ 23,853,180	\$ 27,638,195	\$ 26,888,195	\$ 27,147,400

Allocations

Instructional Programs	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
Regular Instructional Services	\$ 7,525,567	\$ 6,420,578	\$ 9,879,777	\$ 9,611,030	\$ 9,233,221
Special Populations Services	962,129	1,143,207	1,769,343	1,721,394	1,653,031
Alternative Programs and Services	702,344	744,153	627,843	610,828	604,723
School Leadership Services	1,651,026	1,108,220	1,786,543	1,738,128	1,776,670
Co-Curricular Services	896,335	889,662	926,899	901,780	926,200
School-Based Support Services	1,144,220	1,974,020	1,572,480	1,529,866	1,772,275
Total Instructional Programs	\$ 12,881,621	\$ 12,279,840	\$ 16,562,885	\$ 16,113,026	\$ 15,966,120

Support Services	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
Support and Development Services	\$ 1,508,348	\$ 1,434,792	\$ 1,744,512	\$ 1,697,236	\$ 1,737,210
Special Populations Support and Dev.	95,728	125,460	109,420	106,455	107,134
Alternative Programs and Services	14	22	1,283	1,248	22
Technology Support Services	404,387	431,169	626,344	609,370	627,787
Operational Support Services	6,665,442	5,043,833	5,455,667	5,307,818	5,475,287
Financial and Human Resource Serv.	728,015	702,999	1,113,497	1,083,321	1,139,143
Accountability Services	113,357	145,490	219,009	213,074	217,846
System-Wide Pupil Support Services	14,101	13,514	12,000	11,675	12,000
Policy, Leadership & Public Relations	702,798	662,375	768,276	747,456	816,807
Total Support Services	\$ 10,232,190	\$ 8,559,654	\$ 10,050,008	\$ 9,777,653	\$ 10,133,236

Other Services	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
Community Services	\$ 11,661	\$ 11,667	\$ 15,694	\$ 15,269	\$ 11,913
Nutrition Services	14,383	11,001	38,871	37,818	8,706
Charter Schools	850,000	987,746	970,737	944,429	1,027,425
Debt Services	-	-	-	-	-
Interfund Transfers	-	-	-	-	-
Total Other Services	\$ 876,044	\$ 1,010,414	\$ 1,025,302	\$ 997,516	\$ 1,048,044

TOTAL LOCAL OPERATING EXPENSES	\$ 23,989,855	\$ 21,849,908	\$ 27,638,195	\$ 26,888,195	\$ 27,147,400
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Per Pupil Expenditures	\$ 3,102	\$ 3,102	\$ 3,167	\$ 3,167	\$ 3,325
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ORANGE COUNTY SCHOOLS

Local Operating Budget Summary
Summary by Purpose Code

Instructional Services	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
5110 Regular Instructional Services	\$ 4,628,306	\$ 3,437,283	\$ 6,466,647	\$ 6,290,396	\$ 5,922,791
5111 Supplement - Tenured Teacher	1,283,988	1,343,592	1,281,691	1,246,957	1,173,504
5112 Cultural Arts	1,403,821	1,536,466	1,487,891	1,447,569	1,482,841
5113 Physical Education	204,941	85,075	424,521	413,016	431,382
5114 Foreign Language	-	643	171,453	166,807	174,451
5115 Technology	-	15,082	43,062	41,895	43,740
5120 CTE	4,512	2,437	4,512	4,390	4,512
5210 Children With Disabilities	520,225	672,692	1,140,536	1,109,627	1,029,224
5220 Special Populations CTE	-	23	-	-	-
5230 Pre-K Children With Disabilities	-	713	650	632	650
5240 Speech and Language Pathology Services	-	50	-	-	-
5260 Academically/Intellectually Gifted	326,393	342,553	348,469	339,025	343,469
5270 Limited English Proficiency	115,511	127,176	279,688	272,108	279,688
5310 Alternative Instructional Services	-	669	64,291	62,549	50,089
5320 Attendance/Social Work Services	412,555	534,867	360,349	350,584	360,349
5330 Remedial and Supplemental Services	186,000	204,619	200,000	194,580	194,285
5340 Pre-K Readiness/Remedial & Supp. Services	1,166	98	3,203	3,116	-
5350 Extended Day/Year Instructional Services	-	3,900	-	-	-
5353 Summer School Instructional Services	102,623	-	-	-	-
5400 School Leadership Services	67,150	41,557	84,290	82,006	-
5401 School Principal	241,481	250,610	281,055	273,438	284,611
5402 School Assistant Principal	827,110	352,201	600,270	584,003	604,129
5403 School Treasurer	306,455	220,878	420,324	408,933	454,620
5404 School Clerical Support	208,829	242,974	400,604	389,748	433,310
5500 Co-Curricular Services	48,579	44,656	49,381	48,043	49,491
5501 Athletics	611,013	576,774	624,053	607,141	624,053
5502 Cultural Arts	111,743	121,191	121,538	118,244	121,538
5503 School Clubs & Other Student Organizations	-	6,863	6,927	6,739	6,118
5504 Before/After School Care	125,000	140,178	125,000	121,613	125,000
5810 Education Media Services	228,855	423,156	475,069	462,195	449,033
5820 Student Accounting	254,757	251,067	482,466	469,391	484,015
5830 Guidance Services	540,425	956,411	404,665	393,699	413,321
5840 Health Support Services	8,653	228,005	78,081	75,965	73,490
5850 Safety and Security Support Services	111,530	115,381	115,380	112,253	335,380
5860 Instructional Technology Services	-	-	16,819	16,363	17,036
5000 Total Instructional Services	\$ 12,881,621	\$ 12,279,840	\$ 16,562,885	\$ 16,113,026	\$ 15,966,120

Support Services	2011-2012	2011-2012	2012-2013	2012-2013	2013-2014
	BUDGET	ACTUAL	BUDGET	ESTIMATE	BOE APPROVED
6110 Regular Curricular Support and Development	\$ 1,410,816	\$ 1,330,845	\$ 1,642,035	\$ 1,597,536	\$ 1,737,210
6113 Physical Education Curricular Supp. & Dev.	-	2,718.00	2,718.00	2,644.34	-
6120 CTE Curricular Support and Development	97,532	101,229	99,759	97,056	-
6200 Special Populations Support & Development	95,728	125,460	109,420	106,455	107,134
6300 Alternative Programs & Services Supp. & Dev.	14	22	1,283	1,248	22
6400 Technology Support Services	153,017	180,816	216,911	211,033	211,305
6401 Technology Services	251,371	250,353	409,433	398,337	416,482
6510 Communication Services	108,974	101,094	104,330	101,503	101,503
6520 Printing and Copying Services	246,858	250,112	247,913	241,195	248,728

ORANGE COUNTY SCHOOLS
2013-2014 Local Current Expense Budget
 BOE Approved 4/22/2013

<u>REVENUES</u>		2012-2013 Budget	2013-2014 BOE Approved (7666 X \$3,325)
2.4110	County Appropriation	\$ 24,021,695	\$ 25,489,450
2.4110.007	County Appropriation - Health	494,000	494,000
2.4410	Fines & Forfeitures	202,500	202,500
2.4450	Interest	70,000	70,000
2.4910	Fund Balance Appropriated	2,850,000	891,450 (1)
TOTAL REVENUES		<u>\$ 27,638,195</u>	<u>\$ 27,147,400</u>

<u>EXPENDITURES</u>		2012-2013 Budget	2013-2014 BOE Approved
PRC 001	REGULAR CLASSROOM TEACHERS (Salaries, Supplements, Benefits, Matching Funds, 6th & 9th Grade Academies and Vocational Rehabilitation Match)	\$ 9,185,066	\$ 8,699,271 (2)
PRC 002	CENTRAL OFFICE ADMINISTRATION (Salaries, Supplements and Benefits)	\$ 1,202,513	\$ 1,202,513
PRC 003	NON-INSTRUCTIONAL SUPPORT (Custodial, Clerical, Substitute Salaries, Benefits and Custodial Contracted Services)	\$ 4,328,840	\$ 4,168,545 (3)
PRC 005	SCHOOL BUILDING ADMINISTRATION (Principal and Assistant Principal Salaries, Supplements, Benefits and Travel)	\$ 888,825	\$ 896,240
PRC 007	INSTRUCTIONAL SUPPORT (Psychologists, Social Workers, Media Specialists, Guidance Counselors, Nurses, and Literacy Coaches Salaries and Benefits)	\$ 978,331	\$ 938,653 (4)
PRC 009	NON-CONTRIBUTORY BENEFITS (Longevity, Bonus Leave Payout, Annual Leave Payout and Benefits, Unemployment Insurance, Worker's Comp. Insurance and Life Ins.)	\$ 391,577	\$ 386,529

ORANGE COUNTY SCHOOLS
2013-2014 Local Current Expense Budget Options
 BOE Approved 4/22/2013

<u>EXPENDITURES</u>		2012-2013 Budget	2013-2014 BOE Approved
PRC 701	AFTER SCHOOL PROGRAM (Middle School After School)	\$ 125,000	\$ 125,000
PRC 706	NON-YELLOW BUS (Activity Buses and Bus Driver Supplements)	\$ 51,198	\$ 51,198
PRC 801	CURRICULAR SERVICES (Salaries, Benefits, Contracted Services, Printing, Fieldtrips, Travel, Memberships, Supplies & Materials and Science Program Enhancements)	\$ 776,727	\$ 703,373 (7)
PRC 802	OPERATION OF PLANT (Maintenance Salaries, Benefits, District Wide Utilities, Resource Officers, Contracted Services, Security Monitoring, Maintenance Projects, Supplies & Materials and Gas & Oil)	\$ 3,579,130	\$ 3,888,518 (8)
PRC 803	HUMAN RESOURCES (Criminal Records Check, Staff Development, Printing, Duke Employee Assistance Program, Travel, HRMS Fees, Supplies, SubFinder, Scanning, Recruitment Travel and Recruitment Materials)	\$ 119,252	\$ 119,252
PRC 804	FINANCIAL SERVICES (Copier Costs, Contracted Services, Staff Development, Printing, Travel, Liability, Vehicle & Property Insurance, Student Accident & Boiler Ins., Office Supplies, Fidelity Bond, and Memberships)	\$ 406,051	\$ 408,840
PRC 805	SUPPORT SERVICES (Contracted Services and Supplies and Materials)	\$ 17,205	\$ 17,205
PRC 806	STUDENT DISCIPLINE (Staff Development, Travel, Mobile Communications and Supplies and Materials)	\$ 10,000	\$ 10,000
PRC 840	DSS FAMILY SOCIAL WORKERS (Orange County Funding for School Social Workers' Salaries & Benefits)	\$ 360,349	\$ 360,349
PRC 850	PROJECT GRADUATION (Contracted Services and Supplies & Materials)	\$ 12,000	\$ 12,000

- (8) PRC 802 (Operation of Plant) increased due to \$79,000 for projected utility cost increases and \$220,000 for a School Safety Contingency.
- (9) PRC 892 (Board and Administration Support) increased as a result of (1) \$5,000 for additional audit services (2) \$30,000 to increase the legal expense budget and (3) \$15,000 to increase the internal auditor budget for salary and benefits.

ORANGE COUNTY BOARD OF EDUCATION

Governmental Funds Fund Balances Last Ten Fiscal Years

Year Ended June 30	2003	2004	2005	2006	2007
General Fund					
Reserved	\$ 99,436	\$ 326,483	\$ 884,832	\$ 761,603	\$ 205,964
Unreserved	3,085,129	3,349,396	2,376,894	3,420,435	3,066,286
Total General Fund	<u>\$ 3,184,565</u>	<u>\$ 3,675,879</u>	<u>\$ 3,261,726</u>	<u>\$ 4,182,038</u>	<u>\$ 3,272,250</u>
Unreserved as a % of budgeted exp.	16.52%	17.87%	10.86%	14.77%	12.18%
All Other Governmental Funds					
Reserved	\$ 1,047,388	\$ 401,255	\$ 1,408,041	\$ 157,936	\$ 114,361
Unreserved, reported in					
Special Revenue Funds	425,150	564,371	651,078	619,804	463,002
Capital Projects Fund	(112,068)	696,362	350,053	1,752,212	2,114,471
Total all other governmental funds	<u>\$ 1,360,470</u>	<u>\$ 1,661,988</u>	<u>\$ 2,409,172</u>	<u>\$ 2,529,952</u>	<u>\$ 2,691,834</u>
Year Ended June 30					
	2008	2009	2010	2011	2012
General Fund					
Reserved	\$ 338,976	\$ 283,772	\$ 42,261	\$ -	\$ -
Unreserved	1,388,852	2,473,105	3,376,690	-	-
Restricted	-	-	-	36,491	28,173
Assigned	-	-	-	170,582	2,850,000
Unassigned	-	-	-	4,875,245	4,207,417
Total General Fund	<u>\$ 1,727,828</u>	<u>\$ 2,756,877</u>	<u>\$ 3,418,951</u>	<u>\$ 5,082,318</u>	<u>\$ 7,085,590</u>
Unreserved as a % of budgeted exp.	5.23%	9.68%	14.53%	20.61%	18.24%
All Other Governmental Funds					
Reserved	\$ 58,486	\$ 328,176	\$ 205,123	\$ -	\$ -
Unreserved, reported in					
Special Revenue Funds	381,979	376,204	589,139	-	-
Capital Projects Fund	2,336,345	621,911	762,277	-	-
Restricted, reported in					
Special Revenue Funds	-	-	-	486,511	734,859
Capital Outlay Fund	-	-	-	1,177,354	1,243,983
Assigned, reported in					
Special Revenue Funds	-	-	-	-	45,660
Total all other governmental funds	<u>\$ 2,776,810</u>	<u>\$ 1,326,291</u>	<u>\$ 1,556,539</u>	<u>\$ 1,663,865</u>	<u>\$ 2,024,502</u>

Refer to Orange County Schools Board Policy #8101

Note: Fund balances for 2010 and before are not comparable to 2011 (and after) fund balances due to the implementation of GASB 54 for the year ended June 30, 2011. The standard replaces the previous reserved and unreserved fund balance categories with the following five fund balance classifications: nonspendable, restricted, committed, assigned, and unassigned fund balance.

ORANGE COUNTY BOARD OF EDUCATION

Student Statistics Last Eight Fiscal Years

Year Ended June 30	Teaching Staff	Students	Pupil/ Teacher Ratio	Student Attendance Percentage	Students Receiving Free/ Reduced Lunch Percentage
2012	527	7,463	14	95.00%	40.08%
2011	524	7,132	14	94.42%	39.82%
2010	515	7,030	14	94.47%	38.99%
2009	517	6,971	13	94.68%	35.33%
2008	515	6,903	13	95.10%	31.90%
2007	486	6,782	14	95.11%	32.60%
2006	472	6,668	14	95.26%	30.54% *
2005	479	6,619	14	95.56%	31.37% *

Source: North Carolina Statistical Profile

* OCS Child Nutrition

ORANGE COUNTY SCHOOLS 10-YEAR CAPITAL INVESTMENT PLAN 2013-2023
BY CATEGORY

Project Title	Current Year 2012-13	Year 1 2013-14	Year 2 2014-15	Year 3 2015-16	Year 4 2016-17	Year 5 2017-18	Year 6 2018-19	Year 7 2019-20	Year 8 2020-21	Year 9 2021-22	Year 10 2022-23	Ten Year Total
ADA												
DISTRICT: ADA REQUIREMENTS TO COMPLY WITH AMERICAS WITH DISABILITIES ACT		\$131,000	\$55,000		\$100,000		\$100,000	\$125,000				\$511,000
REPLACE CANOPY WALKWAY AT OHS WITH ENCLOSED BREEZEWAY TO ADDRESS SAFETY AND ADA ISSUES		\$25,000	\$1,000,000									
ABATEMENT PROJECTS												\$0
HE: ASBESTOS REMOVAL (GYM HOT WATER PIPES)								\$200,000				\$200,000
NH-ALS: CARPET REMOVAL						\$200,000	\$200,000					\$400,000
ATHLETIC FACILITIES												\$0
ALS: ATHLETIC FIELD FENCING		\$6,000										\$6,000
ALS: GYM BLEACHERS MOTORIZATION		\$25,000										\$25,000
ALS: FOOTBALL FIELD IRRIGATION					\$30,000							\$30,000
ALS: GIRLS SOFTBALL FIELD CONSTRUCTION							\$140,000					\$140,000
CRHS: AUXILIARY GYMNASIUM			\$3,328,750									\$3,328,750
CRHS: FIELD HOUSE								\$2,200,000				\$2,200,000
CRHS: LOCKER ROOM PAINTING	\$3,000											\$3,000
CRHS: SOCCER AND LACROSSE FIELD			\$100,000	\$100,000								\$200,000
CRHS: TENNIS COURT REFURBISHMENT	\$150,000	\$10,000										\$160,000
CRHS: BASEBALL FIELD RENOVATIONS	\$150,000											\$150,000
CWS: 440M REGULTION TRACK							\$400,000					\$400,000
DISTRICT: TURF MAINTENANCE EQUIPMENT							\$25,000					\$25,000
GH: CONCESSION STAND			\$15,000									\$15,000
GH: FLAG POLES FOR ATHLETIC FIELDS		\$3,000										\$3,000
GH: LOCKER ROOM BENCHES							\$1,500	\$1,500				\$3,000
GH: TICKET BOOTH			\$500									\$500
OHS: COMPLETE REFURBISH WOOD GYM FLOORS		\$45,000					\$50,000					\$95,000
OHS: EXPAND PRACTICE FIELD FOR BAND							\$50,000					\$50,000
OHS: RENOVATE ATHLETIC OFFICE SPACES	\$20,000											\$20,000
OHS: REPLACE CONCESSION STAND HVAC UNITS		\$2,500										\$2,500
OHS: REPLACE PA SYSTEM (MAIN GYM)		\$20,000										\$20,000
OHS: REPLACE LOCKERS IN GYM						\$10,000						\$10,000
OHS: RUBBERIZED TRACK REHAB					\$20,000							\$20,000
OHS: SOFTBALL FIELD IRRIGATION SYSTEM			\$5,000									\$5,000
OHS: WRESTLING MAT REPLACEMENT				\$8,000								\$8,000
CLASSROOM/BUILDING IMPROVEMENTS												\$0
ALS: AUDITORIUM SOUND IMPROVEMENT								\$25,000				\$25,000
ALS: CAFETERIA RENOVATION									\$200,000			\$200,000
ALS: CLASSROOM RENOVATIONS (6TH GRADE WING)	\$90,000		\$90,000									\$180,000
CE: CASEWORK REPLACEMENT (K-1 CLASSROOMS)								\$100,000				\$100,000
CE: COVER WALKWAY TO 5TH GRADE WING					\$35,000							\$35,000
CE: REPAIR CEILING OVERHANG (MEDIA CENTER)			\$10,000									\$10,000
CE: REPLACE TILE IN BATHROOMS						\$25,000						\$25,000

ORANGE COUNTY SCHOOLS 10-YEAR CAPITAL INVESTMENT PLAN 2013-2023
BY CATEGORY

Project Title	Current Year 2012-13	Year 1 2013-14	Year 2 2014-15	Year 3 2015-16	Year 4 2016-17	Year 5 2017-18	Year 6 2018-19	Year 7 2019-20	Year 8 2020-21	Year 9 2021-22	Year 10 2022-23	Ten Year Total
DISTRICT: DIRECTIONAL SIGNS						\$10,000		\$10,000		\$10,000		\$30,000
TRANSPORTATION: ACTIVITY BUS REPLACEMENTS	\$250,000	\$276,000	\$286,000	\$296,000	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000			\$1,608,000
INDOOR AIR QUALITY IMPROVEMENTS												\$0
CRHS: DUST REMOVAL SYSTEM (WOOD SHOP)	\$15,000											\$15,000
DISTRICT: HVAC DUCT CLEANING									\$133,000			\$133,000
DISTRICT: IAQ MONITOR								\$4,000				\$4,000
DISTRICT: MOLD MONITOR						\$6,000						\$6,000
EC: HVAC FOR KITCHEN						\$30,000						\$30,000
HE: ENVIRONMENTAL CONTROLS							\$150,000					\$150,000
MECHANICAL SYSTEMS												\$0
CE: BOILER REPLACEMENT					\$25,000							\$25,000
CP: BOILER REPLACEMENT					\$40,000							\$40,000
CP: CIRCULATING PUMP REPLACEMENT					\$25,000							\$25,000
CRHS: ADDITIONAL CHILLER (2 EACH)								\$400,000				\$400,000
CWS: AIR HANDLER REPLACEMENT						\$600,000						\$600,000
CE: AIR HANDLER REPLACEMENT							\$600,000					\$600,000
DISTRICT: ENERGY MANAGEMENT COMPUTERS		\$10,000										\$10,000
DISTRICT: TOOLS AND EQUIPMENT	\$15,000		\$15,000									\$30,000
OHS: REPLACE STEAM LINES--ANALYZE OPTIONS AND PLAN FOR BIDDING		\$100,000	\$1,000,000									\$1,100,000
EC: KITCHEN HVAC					\$80,000							\$80,000
EC: HVAC ROOFTOP UNITS (2)			\$130,000									\$130,000
OHS: KITCHEN HVAC				\$80,000								\$80,000
MOBILE CLASSROOM RENTAL SPACE												\$0
DISTRICT: EMERGENCY MOBILE STORAGE UNIT								\$10,000				\$10,000
PAVING: PARKING LOTS/DRIVEWAYS/WALKWAYS												\$0
CWS: 300 BUILDING SIDEWALK		\$8,000										\$8,000
CE: ASPHALT RESURFACING (TRACK AND FRONT PARKING LOT EXPANSION)						\$150,000						\$150,000
CE: DRAINAGE IMPROVEMENTS			\$10,000									\$10,000
CP: ASPHALT RESURFACING (BUS PARKING LOT)	\$40,000											\$40,000
CP: ASPHALT RESURFACING (LOER PLAY AREA AND FRONT PARKING LOT)										\$100,000		\$100,000
CWS: PARKING LOT AND DRIVEWAY RESURFACING	\$40,000											\$40,000
GAB, OHS: CONCRETE REPAIRS AND SIDEWALK EXTENSIONS						\$100,000						\$100,000
GAB: CONCRETE REPAIRS	\$23,348											\$23,348
GAB: CONCRETE REPAIRS (FB APPROP)	\$76,652											\$76,652
NH: CONCRETE REPAIRS			\$30,000									\$30,000

Reductions in appropriations continue to shape school budgetary planning. The Orange County School system operates on revenues received from federal, state, and local sources. The 2013-14 operating budget will continue to be squeezed by shrinking federal allotments and the projected increase in the state discretionary reversion. North Carolina's per pupil funding remains among the lowest in the nation and significant increases in state appropriations are not anticipated. Fortunately, the Orange County Commissioners have continued to provide the schools much needed operational revenue to help offset state and federal funding cuts and to support cost increases associated with continued enrollment growth.

There are a number of factors that will have an impact on the 2013-2014 funding available for Orange County Schools' operations. These factors include enrollment growth, charter school payments, federal sequestration, smaller fund balance reserves, state funding, rising employee benefit costs, recurring costs, the governor's proposed 1% pay raise and local county appropriations. All of these variables must be considered in the development of next year's operating budget.

Student Enrollment Growth

Our school system receives appropriations based on the number of children we serve. Growth in student enrollment continues this year and the Department of Public Instruction is projecting an increase of 81 students for a total enrollment of 7,501. Based on the formulas used by Orange County Government and a per-pupil appropriation of \$3,167, the county appropriation will increase by \$256,527 for a total of \$24,278,222.

Charter School Appropriations

For the current fiscal year, the OCS budget includes \$970,737 to pay for 309 students attending different charter schools. Next year's charter appropriation is projected to increase by \$7,866. This amount could change significantly if legislation permitting the establishment of Virtual Charter Schools is enacted.

Federal Sequestration

Cuts to federal agencies, including the Department of Education, will reduce funding appropriations to OCS by \$170,314 or 5.3% of the federal appropriations to the district. Staff recommends absorbing these cuts through reductions in materials, supplies, training, and the use of IDEA carryover funding.

Fund Balance Reserves

There will be less reserve funding available for use in the 2013-2014 budget. For the past five years, the Board of Education has successfully cut costs and improved operational efficiencies which have resulted in increased fund reserves. Last year, due to large federal budget cuts, the Board of Education appropriated \$2.85 million of its reserves for district operations. This appropriation helped offset the loss of federal funding and reduced the negative impact of the state discretionary reduction. As a result, the Board of Education was able to avoid further staffing cuts, maintain class sizes, and prevent program elimination. Projected increases to fund balance are declining and the audited fund balance reserve on June 30, 2012 was \$4,207,417. The 2013-2014 budget includes a recommendation to appropriate \$1.35 million of fund balance to pay for recurring costs and several expansion items.

State Funding Appropriations

The Department of Public Instruction has issued financial planning allotments to school systems across the state. This year's planning allotment includes 3.5 additional teaching positions, an instructional support position, and \$195,195 more in instructional supplies. Of note is the increased appropriation in textbook funding of \$491,317, which is an increase of \$385,806 over last year's funding. Overall state funding is projected to increase by \$1,156,868. Unfortunately, next year's projected state reversion (discretionary reduction) is \$1.87 million. There

**Orange County Schools
Budget Calendar
Fiscal Year 2013-2014**

OCS – Board Approval	February 11, 2013	OCS Board of Education review/approval of Fiscal Year 2013-18 Capital Investment Plan
OCS – FY 2013-2018 Capital Investment Plan	Early February, 2013	FY 2013-18 Capital Investment Plan due To Orange County Financial Services from Orange County Schools
OCS – Budget Recommendation	March 11, 2013	Formal presentation made to Board of Education by the Superintendent on “Budget Recommendations”
BOCC – Capital Investment Plan	March 12, 2013	Manager presents 2013-2018 Capital Investment Plan to Board of County Commissioners. (Regular Work Session)
OCS – Budget Consideration (Public Hearing)	March 25, 2013 6:00 P.M.	Public Hearing – Capital Funds Budget And Local Current Expense Budget
OCS – Work Session	March 25, 2013 7:00 P.M.	Board of Education participates in Budget Work session
OCS – Work Session	April 8, 2013	Board of Education participates in Budget Work session
BOCC – CIP Follow-up	April 11, 2013	Capital Investment Plan follow-up with BOCC. (Budget Work Session)
OCS – Board Approval	April 22, 2013	Board of Education Adopts Local Current Expense Budget
OCS – Budget Distribution	April 25, 2013	Budget due to County Commissioners From Orange County Schools
BOCC – Work Session	April 25, 2013	Boards of Education Fiscal Year 2013-14 Budget Presentations to BOCC @ Work Session
BOCC – Work Session	May 9, 2013	Board of County Commissioners participates in CIP follow-up and Budget Drivers for 2013-14. (Budget Work Session)
BOCC – Manager Presents	May 21, 2013	Manager presents Fiscal Year 2013-14 Annual Operating Budget to Board of County Commissioners
BOCC – Budget Consideration	May 23, 2013	Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings
BOCC – Budget Consideration	May 30, 2013	Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings
BOCC – Work Session Discussion of School Budgets	June 6, 2013	Board of County Commissioners Participates in Board of Education Budget Work Session
BOCC – County Commissioners Adoption of Budget	June 18, 2013	County Commissioners adopt Fiscal Year 2013-14 Annual Operating Budget and 2013-18 Capital Investment Plan
OCS – Continuation Budget Approval	June 24, 2013	Board of Education adopts Continuation Budget