

**ORANGE COUNTY
BOARD OF EDUCATION**

AGENDA ITEM ABSTRACT

Meeting Date: February 10, 2014

AGENDA ITEM No. 14-02-16

ACTION ITEM: (Y/N) Y

SUBJECT: Budget Calendar Approval / Budget Discussion 2014-15

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

ATTACHMENTS:

1. Orange County Schools Proposed Budget Calendar - Fiscal Year 2014-2015.
2. Capital Investment Plan Calendar for Schools (County Commissioners) - Fiscal Years 2014-19.
3. 2014-15 Continuation Budget Request.

PURPOSE: The purpose of this agenda item is to provide the Board of Education the opportunity to review, discuss, modify and approve a budget calendar for 2014-2015, and to provide the Board of Education the opportunity to begin budget discussions for 2014-15.

BACKGROUND: On January 12, 2014, the county finance office provided a copy of the Board of County Commissioners' Capital Investment Plan Calendar for Schools (see attached). A budget calendar which incorporates BOCC dates, Board of Education work sessions, public hearings, and approval dates is included for consideration.

FINANCIAL IMPACT: The financial impact can be seen in the attached budget drivers schedule for information related to the 2014-2015 budget.

RECOMMENDATION: The Superintendent recommends the Board of Education review, modify, and approve the budget calendar presented and discuss the currently available 2014-2015 budget drivers.

**Orange County Schools
Budget Calendar
Fiscal Year 2014-2015**

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| OCS – Board Approval | February 24, 2014 | OCS Board of Education review/approval of Fiscal Year 2014-19 Capital Investment Plan |
| OCS – FY 2014-2019 Capital Investment Plan | February, 2014 | FY 2014-19 Capital Investment Plan due to Orange County Financial Services from Orange County Schools |
| OCS – Budget Recommendation | March 10, 2014 | Formal presentation made to Board of Education by the Superintendent on “Budget Recommendations” |
| BOCC – Capital Investment Plan | March 11, 2014 | Manager presents 2014-2019 Capital Investment Plan to Board of County Commissioners (Regular Work Session) |
| OCS – Budget Consideration (Public Hearing) | March 24, 2014 6:00 P.M. | Public Hearing – Capital Funds Budget And Local Current Expense Budget |
| OCS – Work Session | March 24, 2014 7:00 P.M. | Board of Education participates in Budget Work session |
| BOCC – CIP Follow-up | April 10, 2014 | Capital Investment Plan follow-up with BOCC (Budget Work Session) |
| OCS – Board Approval | April 14, 2014 | Board of Education Adopts Local Current Expense Budget |
| OCS – Budget Distribution | April 22, 2014 | Budget due to County Commissioners From Orange County Schools |
| BOCC – Work Session | April 29, 2014 | Boards of Education Fiscal Year 2014-15 Budget Presentations to BOCC @ Work Session |
| BOCC – Work Session | May 15, 2014 | Board of County Commissioners participates in CIP follow-up and Budget Drivers for 2014-15. (Budget Work Session) |
| BOCC – Manager Presents | May 20, 2014 | Manager presents Fiscal Year 2014-15 Annual Operating Budget to Board of County Commissioners |
| BOCC – Budget Consideration | May 22, 2014 | Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings |
| BOCC – Budget Consideration | May 29, 2014 | Public Hearing – Orange County Budget and Capital Investment Plan Public Hearings |
| BOCC – Work Session Discussion of School Budgets | June 5, 2014 | Board of County Commissioners Participates in Board of Education Budget Work Session |
| BOCC – County Commissioners Adoption of Budget | June 17, 2014 | County Commissioners adopt Fiscal Year 2014-15 Annual Operating Budget and 2014-19 Capital Investment Plan |
| OCS – Continuation Budget Approval | June 23, 2014 | Board of Education adopts Continuation Budget |

Capital Investment Plan Calendar for Schools
Fiscal Years 2014-19

| | Due Dates |
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| Capital Investment Plan – School Project Requests Due | Late January – Early February, 2014 |
| Manager Presents 2014-19 Capital Investment Plan to Board of County Commissioners - CIP/ Work Session | March 11, 2014 |
| CIP Discussion with BOCC – Budget Work Session | April 10, 2014 |
| CIP Discussion with BOCC – Budget Work Session | May 15, 2014 |
| Annual Operating Budget and CIP Public Hearings | May 22, 2014 May 29, 2014 |
| Budget Work Sessions – Annual Operating Budget and CIP Discussions | June 5, 2014 June 10, 2014 June 12, 2014 |
| BOCC Approves 2014-15 Annual Operating Budget and Capital Investment Plan | June 17, 2014 |

**ORANGE COUNTY SCHOOLS
2014-2015 CONTINUATION BUDGET REQUEST**

PRELIMINARY

| | |
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| 2013-2014 District Student Enrollment Projection | 7501 |
| 2014-2015 District Student Enrollment Projection | 7576 |
| Projected Student Enrollment Growth | 75 |

LOCAL FUND REVENUES:

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|---|------------|
| Projected Local Revenue Increase @ same per pupil rate of \$3,269 | \$ 245,175 |
|---|------------|

LOCAL FUND EXPENSES:

State Mandates

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|---|-------------------|
| Anticipated increase in employee health insurance - from \$5,285 to \$5,435 | \$ 36,509 |
| Anticipated increase in employer state retirement match from 14.69% to 15.13% | \$ 137,490 |
| Legislated Employee Salary Increase - 3% salary increase | \$ 461,426 |
| Subtotal | \$ 635,424 |

Continuation of Current Services

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| Maintain positions currently funded from Local Fund Balance | \$ 891,450 |
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| GRAND TOTAL CONTINUATION EXPENSES | \$ 1,526,874 |
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| REVENUE SHORTFALL | \$ 1,281,699 |
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**ADDITIONAL BUDGET DRIVERS
2014-2015**

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| Loss of Medicaid reimbursement for County Social Workers | \$ 307,808 |
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| Affordable Care Act (Financial impact contingent upon Board of Education decision concerning caps on number of hours worked by employees not currently receiving health insurance benefits.) | N/A |
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