

**WE EXPECT EXCELLENCE****WE INNOVATE****WE EMBRACE EQUITY****WE COLLABORATE**

APPROPRIATION RESOLUTION FOR 2015-16 BUDGET**POLICY ISSUE / SITUATION:**

The administration requests the Board adopt a supplemental budget for the 2015-16 fiscal year in order to appropriate funds in the General Fund in the amount of \$21,100,000 to be received from Local and State revenue and additional Beginning Fund Balance in accordance with ORS 294.471(1)(a) and (1)(c). It is also requested to appropriate funds in the Equipment Replacement Fund in the amount of \$1,100,000 and the Sustainability Fund in the amount of \$19,100,000 to be received from a transfer from the General Fund in accordance with ORS 294.463(3). Additionally, the administration requests the Board transfer \$21,000,000 from Contingency to Support Services and Facilities Acquisition and Construction in the Capital Projects Fund in accordance with ORS 294.463(1)

BACKGROUND INFORMATION:

Additional resources have become available through State School Fund due to an increase in enrollment, as well as an increase in the Northwest Regional ESD allocation and increased Beginning Fund Balance. The Board approved a board policy to establish a Rainy Day Fund. With the increase in Beginning Fund Balance over 10%, the Board will authorize 5% of 2014-15 revenue will be transferred to the Sustainability Fund. A transfer from General Fund to the Equipment Replacement Fund is needed to allocate State School Fund Transportation Grant depreciation. The Capital Projects appropriation transfer is needed for an accelerated construction timeline.

The Board appropriated the 2015-16 budget by functional groups within funds, in accordance with ORS 294.456. In each of the funds, the budgets for various functions were “best estimates” as of June 2015 when the Board adopted the budget. Actual needs in these functional categories are anticipated to vary from the original appropriation. Therefore, there is a need to transfer existing budget appropriations between functions to avoid any over-expenditure of appropriations. Support Services and Facilities Acquisition and Construction were underestimated in the Adopted Budget for 2015-16 in the Capital Projects Fund. An appropriation transfer from contingency to Support Services and Facilities Acquisition and Construction is needed for these expenditures.

RECOMMENDATION:

It is recommended that the School Board approve the following resolution.

(15-602) BE IT RESOLVED that the School Board of Beaverton School District hereby adopts the supplemental budget for the 2015-16 fiscal year in the sum of \$41,300,000, now on file in the Office of the Chief Financial Officer.

BE IT FURTHER RESOLVED that the appropriations for the fiscal year beginning July 1, 2015, be amended within the following funds as follows:

The Beaverton School District recognizes the diversity and worth of all individuals and groups. It is the policy of the Beaverton School District that there will be no discrimination or harassment of individuals or groups based on race, color, religion, gender, sexual orientation, gender identity, gender expression, national origin, marital status, age, veterans' status, genetic information or disability in any educational programs, activities or employment.

GENERAL FUND

Resources:

| | | |
|------------------------|----|------------|
| Local Revenue | \$ | 1,300,000 |
| State Revenue | \$ | 2,800,000 |
| Beginning Fund Balance | \$ | 17,000,000 |

| | | |
|-------|----|------------|
| Total | \$ | 21,100,000 |
|-------|----|------------|

Requirements:

| | | |
|---------------|----|------------|
| Instruction | \$ | 400,000 |
| Transfers Out | \$ | 20,200,000 |
| Contingency | \$ | 500,000 |

| | | |
|-------|----|------------|
| Total | \$ | 21,100,000 |
|-------|----|------------|

To appropriate additional revenue from State and Local Sources and Beginning Fund Balance.

EQUIPMENT REPLACEMENT FUND

Resources:

| | | |
|-------------|----|-----------|
| Transfer In | \$ | 1,100,000 |
|-------------|----|-----------|

Requirements:

| | | |
|------------------|----|-----------|
| Support Services | \$ | 1,100,000 |
|------------------|----|-----------|

To appropriate \$1,100,000 to be received from State School Fund for Transportation Grant.

SUSTAINABILITY FUND

Resources:

| | | |
|-------------|----|------------|
| Transfer In | \$ | 19,100,000 |
|-------------|----|------------|

Requirements:

| | | |
|-------------|----|------------|
| Contingency | \$ | 19,100,000 |
|-------------|----|------------|

To appropriate \$19,100,000 to be received for Rainy Day Fund.

CAPITAL PROJECTS FUND

Requirements:

| | | |
|---------------------------------------|----|--------------|
| Support Services | \$ | 1,000,000 |
| Facilities Acquisition & Construction | \$ | 20,000,000 |
| Contingency | \$ | (21,000,000) |

Appropriation transfer from Contingency to Support Services and Facilities Acquisition & Construction.