

**RESOLUTION 16-019      Approval of Fiscal Year 2015-2016 Supplemental  
Budget Less Than 10% of Appropriation**

**Background:**

During the 2015-16 fiscal year the Multnomah Education Service District realized beginning fund balances in two funds are lower than what was anticipated in the adopted budget that has resulted in a budgeted deficit balance that needs to be corrected. Oregon Revised Statute ORS 294.471 allows the Board to approve a supplemental budget for this purpose.

Changes in Beginning Fund Balances are noted below for each fund:

<b>Fund</b>	<b>Adopted Beginning Fund Balance</b>	<b>Actual Beginning Fund Balance</b>	<b>Change to Beginning Fund Balance</b>	<b>Current Ending Fund Balance</b>
Resolution	1,669,136	1,795,340	126,204	126,204
Contracted Services	5,333,499	4,365,467	-968,032	-968,032
Operating	3,296,222	2,908,751	-387,471	2,515,474
Debt Service	0	5,990	5,990	5,990
Facilities & Equipment Reserve	1,340,467	1,408,209	67,742	67,742
Risk Management Reserve	669,144	668,146	-998	-998

**Reduction of appropriation below 10% of current budget, which does not require a public hearing, include:**

1. Two district funds have lower beginning fund balances than was anticipated in the adopted budget causing a budgeted deficit. A decrease in Contracted Services Fund contingency by \$968,032 and a decrease in the Risk Management Reserve Fund contingency by \$998 will remove this deficit. Both funds show positive ending fund balances in their projected activity for the fiscal year.

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The Interim Superintendent recommends adoption of the following resolution:

**WHEREAS**, the Contracted Services Fund (Fund 2) and the Risk Management Fund (Fund 7) require a reduction in contingency to account for a lower beginning fund balance than what was estimated in the adopted budget; and,

**NOW THEREFORE BE IT RESOLVED**, that for the fiscal year beginning July 1, 2015, the amounts shown below are hereby appropriated for the purposes indicated within the Funds listed:

	Contracted Services	Risk Management Reserve
<b>Requirements</b>		
Contingencies	\$ (968,032)	(998)
<b>Total Requirements</b>	\$ (968,032)	\$ (998)