

AGENDA ITEM #2D
June 15, 2010
Action

MEMORANDUM

June 11, 2010

TO: County Council

FROM: Essie McGuire, Legislative Analyst 

SUBJECT: **Action – Resolution to approve categorical transfers in the MCPS FY10 Operating Budget -- \$1,325,000 for the Provision for Future Supported Projects (Source: Federal and State Grants)**

Today the County Council will consider a resolution to approve categorical transfers in the MCPS FY10 Operating Budget totaling \$1,325,000 for the Provision for Future Supported Projects. The source of funds is Federal and State Grants.

The Council introduced this resolution on May 27, 2010. The Board of Education requested the transfer on March 25 (transmittal attached at circles 4-7), and the County Executive recommended approval in a memorandum dated April 13 (attached at circle 3). The approval resolution is attached on circles 1-2 and reflects that this action is a transfer among major categories only and does not require a supplemental appropriation.

The budgeted categorical allocation of anticipated Federal and State grants is an estimate based on available information. This transfer is necessary to align the year's actual budget expenditures with actual requirements of grant projects. Projects funded through this provision do not require any present or future County funds. **Council staff recommends approval of the categorical transfer.**

Resolution No: _____
 Introduced: May 27, 2010
 Adopted: _____

COUNTY COUNCIL
 FOR MONTGOMERY COUNTY, MARYLAND

By: County Council

SUBJECT: Transfers Among Major Categories
 FY10 Operating Budget
 Montgomery County Public Schools
 Provision for Future Supported Projects
 \$1,325,000

Background

- Section 5-105(d) of the Education Article of the Annotated Code of Maryland provides for the expenditure of non-local funds by the County Board of Education after adoption of the budget, only with the approval of the County fiscal authority. Section 5-105 provides for the transfers among major categories of the budget of the Montgomery County Public Schools only with the approval of the County Council.
- The County Executive received the Board of Education's action of March 22, 2010, requesting a transfer among State budget categories to the FY10 operating budget of the Montgomery County Public Schools as follows:

<u>Category</u>	<u>Categorical</u> <i>From</i>	<u>Transfer</u> <i>To</i>	<u>Funding Source</u>
1 Administration		\$130,000	Federal/State Grants
2 Mid-Level Administration		\$50,000	Federal/State Grants
3 Instructional Salaries	\$700,000		Federal/State Grants
4 Textbooks and Instructional Supplies	\$90,000		Federal/State Grants
5 Other Instructional Costs	\$450,000		Federal/State Grants
6 Special Education		\$525,000	Federal/State Grants
7 Student Personnel Services	\$35,000		Federal/State Grants
9 Student Transportation		\$75,000	Federal/State Grants
10 Operation of Plant and Equipment		\$2,000	Federal/State Grants
11 Maintenance of Plant		\$120,000	Federal/State Grants
12 Fixed Charges		\$350,000	Federal/State Grants
13 Food and Nutrition Services		\$73,000	Federal/State Grants
14 Community Services	\$50,000		Federal/State Grants
Total	\$1,325,000	\$1,325,000	Federal/State Grants

3. The Board of Education has stated that this transfer is needed to make transfers among State budget categories of \$1,325,000 for the FY10 Provision for Future Supported Projects. The FY10 Operating Budget for Montgomery County Public Schools included an appropriation of \$8,991,083 for such projects, but in order to align actual budgeted expenditures with actual requirements of grant projects, categorical transfers are needed. Projects funded through this provision do not require any present or future County funds, and continuation of the projects is dependent on future funding from the grantor.
4. The County Executive recommends a transfer among State budget categories of \$1,325,000 to the FY10 Operating Budget of the Montgomery County Public Schools and has specified that the source of funds will be Federal/State grants.

Action

The County Council for Montgomery County, Maryland, approves the following action:

A transfer of appropriations among State budget categories in the FY10 Operating Budget, Provision for Future Supported Projects of the Montgomery County Public Schools is approved as follows:

<u>Category</u>	<u>Categorical</u> <i>From</i>	<u>Transfer</u> <i>To</i>	<u>Funding Source</u>
1 Administration		\$130,000	Federal/State Grants
2 Mid-Level Administration		\$50,000	Federal/State Grants
3 Instructional Salaries	\$700,000		Federal/State Grants
4 Textbooks and Instructional Supplies	\$90,000		Federal/State Grants
5 Other Instructional Costs	\$450,000		Federal/State Grants
6 Special Education		\$525,000	Federal/State Grants
7 Student Personnel Services	\$35,000		Federal/State Grants
9 Student Transportation		\$75,000	Federal/State Grants
10 Operation of Plant and Equipment		\$2,000	Federal/State Grants
11 Maintenance of Plant		\$120,000	Federal/State Grants
12 Fixed Charges		\$350,000	Federal/State Grants
13 Food and Nutrition Services		\$73,000	Federal/State Grants
14 Community Services	\$50,000		Federal/State Grants
Total	\$1,325,000	\$1,325,000	Federal/State Grants

This is a correct copy of Council action.

Linda M. Lauer, Clerk of the Council



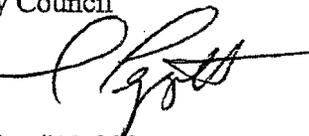
OFFICE OF THE COUNTY EXECUTIVE
ROCKVILLE, MARYLAND 20850

Isiah Leggett
County Executive

MEMORANDUM

April 13, 2010

TO: Nancy Floreen, President, County Council

FROM: Isiah Leggett, County Executive 

SUBJECT: Transfers Among Major Categories #10-300
FY10 Operating Budget
Montgomery County Public Schools
Provision for Future Supported Projects
\$1,325,000

On March 22, 2010, the Board of Education requested to make transfers among State budget categories of \$1,325,000 for the Provision for Future Supported Projects.

The FY10 Operating Budget for Montgomery County Public Schools included an appropriation of \$8,991,083 for such projects, but in order to align actual budgeted expenditures with actual requirements of grant projects, categorical transfers are needed. Projects funded through this provision do not require any present or future County funds, and continuation of the projects is dependent on future funding from the grantor.

I recommend that the County Council approve these categorical transfers of \$1,325,000 for the Provision for Future Supported Projects. The source of funds will be Federal and State grants.

IL:bd

Attachments: Transfers Among Major Categories #10-300
Request from the Board of Education

Office of the Superintendent of Schools
MONTGOMERY COUNTY PUBLIC SCHOOLS
Rockville, Maryland

March 25, 2010

MEMORANDUM

To: The Honorable Isiah Leggett, County Executive
The Honorable Nancy Floreen, President,
Montgomery County Council

From: Jerry D. Weast, Superintendent of Schools 

Subject: Transmittal of Board of Education Item #3.2.1

The memorandum detailing Recommended FY 2010 Categorical Transfers within the Provision for Future Supported Projects is attached.

BOE Meeting Date:	March 22, 2010
Amount:	\$1,325,000
Type of Action:	Categorical Transfers for the Provision for Future Supported Projects

JDW:LAB:MCS:jp

Attachment

Copy to:
Dr. Spatz
Montgomery County Office of Management and Budget

Office of the Superintendent of Schools
MONTGOMERY COUNTY PUBLIC SCHOOLS
Rockville, Maryland

March 22, 2010

MEMORANDUM

To: Members of the Board of Education

From: Jerry D. Weast, Superintendent of Schools 

Subject: Recommended Categorical Transfers for the FY 2010 Provision for Future Supported Projects

Recommendation in Brief

Authorization is requested to effect categorical transfers totaling \$1,325,000 within the FY 2010 Provision for Future Supported Projects.

Background Information

The current FY 2010 Operating Budget, approved by the Board of Education, includes an appropriation of \$8,991,083 for the Provision for Future Supported Projects. The Provision for Future Supported Projects allows the Board of Education to approve grant projects that are identified subsequent to the adoption of the budget, without having to request supplemental appropriations for each of the projects from the County Council. This provision was established by the County Council because it was considered to be the most effective way of handling eligible projects and avoiding the need for a public hearing. The Board of Education will receive additional grants during FY 2010 that are eligible for funding through the Provision for Future Supported Projects.

The categorical breakdown of the \$8,991,083 budgeted for the Provision for Future Supported Projects was based on staff's assessment of likely grant revenues. Actual revenue and expenditure requirements of grant projects require that categorical transfers of \$1,325,000 be made in the Provision.

Support of Board of Education Policy

The Provision for Future Supported Projects provides spending authorization and is not a program. Board of Education action complies with the requirements defined by the County Council for eligible grant projects received through the provision.

Relationship to Ongoing Program

It is anticipated that categorical requirements of the grant projects will differ from what was anticipated when the budget was developed. The categorical transfers are necessary to accommodate additional eligible projects.

Recommended Resolution

WHEREAS, The current FY 2010 Operating Budget adopted by the Board of Education includes \$8,991,083 for the Provision for Future Supported Projects; and

WHEREAS, The Board of Education will receive additional projects that are eligible for funding through the Provision for Future Supported Projects during FY 2010; and

WHEREAS, Actual revenue and expenditure requirements of grant projects require that categorical transfers be made in the Provision for Future Supported Projects; now therefore be it

Resolved, That the superintendent of schools be authorized to effect categorical transfers totaling \$1,325,000 within the FY 2010 Provision for Future Supported Projects, in accordance with the County Council provision for transfers, as follows:

	<u>Category</u>	<u>From</u>	<u>To</u>
1	Administration		\$ 130,000
2	Mid-level Administration		50,000
3	Instructional Salaries	\$ 700,000	
4	Textbooks and Instructional Supplies	90,000	
5	Other Instructional Costs	450,000	
6	Special Education		525,000
7	Student Personnel Services	35,000	
9	Student Transportation		75,000
10	Operation of Plant and Equipment		2,000
11	Maintenance of Plant		120,000
12	Fixed Charges		350,000
13	Food and Nutrition Services		73,000
14	Community Services	<u>50,000</u>	
	Total	<u>\$ 1,325,000</u>	<u>\$ 1,325,000</u>

and be it further

Resolved, That a copy of this resolution be sent to the county executive and the County Council; and be it further

Resolved, That the county executive be requested to recommend approval of this resolution to the County Council.

JDW:LAB:MCS:jp

Attachment

STATUS OF FY 2010 PROVISION FOR FUTURE SUPPORTED PROJECTS

CATEGORY	CURRENT APPROPRIATION	TRANSFERS TO/(FROM)	REVISED APPROPRIATION	PRIOR ALLOCATION	THIS ALLOCATION	UNALLOCATED BALANCE
1 Administration	\$ 260,212	\$ 130,000	\$ 390,212	\$ (317,747)		\$ 72,465
2 Mid-level Administration	699,539	50,000	749,539	(665,461)		84,078
3 Instructional Salaries	3,155,777	(700,000)	2,455,777	(899,587)		1,556,190
4 Textbooks & Instructional Supplies	657,444	(90,000)	567,444	(204,928)		362,516
5 Other Instructional Costs	2,286,316	(450,000)	1,836,316	(1,135,716)		700,600
6 Special Education	545,826	525,000	1,070,826	(931,625)		139,201
7 Student Personnel Services	322,991	(35,000)	287,991	(255,123)		32,868
9 Student Transportation	115,851	75,000	190,851	(64,917)		125,934
10 Opeation of Plant		2,000	2,000	(1,200)		800
11 Maintenance of Plant		120,000	120,000	(109,622)		10,378
12 Fixed Charges	788,632	350,000	1,138,632	(823,873)		314,759
13 Food and Nutrition Services		73,000	73,000	(72,305)		695
14 Community Services	158,495	(50,000)	108,495	(80,078)		28,417
Total	\$ 8,991,083	\$ -	\$ 8,991,083	\$ (5,562,182)	\$ -	\$ 3,428,901