

BALTIMORE COUNTY PUBLIC SCHOOLS

DATE: May 9, 2006

TO: **BOARD OF EDUCATION**

FROM: Dr. Joe A. Hairston, Superintendent

SUBJECT: **MSDE BIANNUAL FINANCIAL STATUS REPORT FOR PERIOD ENDING MARCH 31, 2006**

ORIGINATOR: J. Robert Haines, Deputy Superintendent, Business Services

RESOURCE Barbara Burnopp, Chief Financial Officer, Fiscal Services

PERSON(S): Patrick Fannon, Controller

INFORMATION

As a result of SB894, Baltimore County Public Schools is required to submit a biannual report of its financial status.

Attachments – MSDE Biannual Financial Status Report for Period Ending March 31, 2006

Bi-Annual Reporting Requirements under Senate Bill 894 Superintendent's Certification

Local School System: Baltimore County Public Schools

 Period ending November 30, 2005 (report due to MSDE by December 31, 2005)

 X Period ending March 31, 2006 (report due to MSDE by April 30, 2006)

This report reflects the financial status of the system's General Fund.

Required elements:

- Revenues, by source (local, State, federal, other)
- Expenditures, by category (as defined in the Financial Reporting Manual)
 - : Current approved budget
 - : Year-to-date actual
 - : Encumbered or obligated expenditures
 - : Available balance
 - : Percent of budget remaining unspent or unencumbered
- Explanations, as necessary, if there is a variance of more than ten percentage points in any category between percent of budget obligated or received to date and percent of fiscal year elapsed

(Each system may submit the attached template or a similar document that contains all of the required elements listed above.)

Check all that apply:

 X The attached schedule of year-to-date revenues and expenditures accurately reflects the financial position of the Baltimore County Public Schools.

 X Based on my knowledge of the system's financial position, I **do not** anticipate any issues or problems associated with cash flow during this fiscal year.

 X Based on my knowledge of the system's financial position, I **do not** anticipate any issues or problems associated with our ability to operate within our budgeted resources and avoid a deficit situation at the end of the fiscal year.

 Based on my knowledge of the system's financial position, I **do** anticipate an issue or problem related to cash flow and/or deficit spending. I have attached a description of the possible problem(s) and a corrective action plan.

Superintendent's signature

Date

Chair/President, Board of Education's signature

Date

Chief Financial Officer's signature

Date

Bi-Annual Reporting Requirements under Senate Bill 894

Local School System: Baltimore County

__X__ Period Ending March 31, 2006 (report due to MSDE by April 30, 2006)

Report on Variances of More Than 10%

As of March 31, 2006, 75% of the fiscal year has elapsed and 70% of the 10-month school year has elapsed. The attached report shows that 74% of revenues have been received and that 72% of the expenditures have been spent or obligated as of March 31, 2006. The overall activity reported is in line with the percentage of the school year completed. There are two categories for which revenues received are not in line with the percent of the year completed. All expenditure categories are within the 10% variance threshold when compared with the percentage of the fiscal year elapsed. The following information is provided to explain the variances.

REVENUES

Other Local Revenue:

This category includes budgeted amounts for various tuition revenues, universal service fee rebates and sundry revenues. As of March 31, we have collected 53% of our budgeted tuition revenues. The additional amount is expected by year end. These reduced collections have been offset by \$633,000 increases in other revenues received.

Other Resources/Transfers:

This category consists of our prior year's budget surplus of \$4.2 million and \$4 million due from other Maryland Local Education Agencies (LEAs) for out-of-county tuition. We expect to recognize the funds from the other LEAs by year's end.

B. Annual Reporting Required Under Senate Bill 894

Period Ending Nine Months Ended March 31, 2006

Percent of Fiscal Year Elapsed: 75%

Percent of School Year Elapsed: 70%

Local School System: Baldwin County Public Schools - Fiscal Year 2006

TOTAL SUMMARY BY REVENUE SOURCE

Revenue Category	Approved Budget	Years-to-Date Revenues	Anticipated Revenues	Projected Total Revenues	Percent of Budget Received to Date *	Variance From % of Year Elapsed
Local Appropriation	\$ 581,655,078	\$ 415,883,800	\$ 115,952,825	\$ 531,836,625	73%	-3%
Other Local Revenue	3,682,000	3,174,656	417,344	3,692,000	82%	13%
State Revenue	386,415,375	310,343,258	16,172,117	326,515,375	80%	5%
Federal Revenue	-	-	-	-	-	-
Other Resources/Transfers	8,224,983	4,224,983	4,000,000	8,224,983	51%	-24%
Total Revenue	\$ 985,380,307	\$ 733,332,307	\$ 226,552,286	\$ 959,884,593	74%	-1%

TOTAL EXPENDITURE SUMMARY BY CATEGORY

Category	Approved Budget	Years-to-Date Actual Expenditures	Encumbrances/ Obligations	Available Balance	Percent of Budget Spent/Obligated **	Variance From % of Year Elapsed
201 Administration	\$ 20,224,688	\$ 10,948,483	\$ 3,945,755	\$ 9,278,933	80%	3%
202 Mid-level Administration						
Office of the Principal	50,477,867	40,824,788	227,888	9,653,275	72%	-3%
Administration & Supervision	8,001,733	7,288,805	143,222	2,218,545	72%	2%
203 Instructional Salaries	389,789,802	271,181,538	-	122,608,264	89%	-6%
204 Textbooks & Instructional Supplies	10,584,035	12,448,648	1,074,250	5,243,137	73%	-2%
205 Other Instructional Costs	11,574,482	7,584,085	1,044,883	2,945,594	79%	0%
206 Special Education	127,140,810	84,548,513	6,880,668	55,920,229	72%	-2%
207 Student Personnel Services	4,885,481	3,888,712	-	1,000,769	79%	1%
208 Health Services	10,285,140	7,518,888	1,208	2,635,602	73%	-2%
209 Student Transportation	41,157,487	30,345,227	2,354,552	8,557,717	73%	-4%
210 Operation of Plant	67,629,652	51,188,206	6,388,888	10,202,757	95%	10%
211 Maintenance of Plant	21,754,558	12,818,078	4,473,238	4,463,245	73%	0%
212 Fixed Charges	194,441,731	135,833,190	441,759	58,207,782	70%	-5%
213 Food Service	-	-	-	-	-	-
214 Community Services	-	-	-	-	-	-
215 Capital Outlay	3,181,817	2,228,571	80,750	901,116	72%	-3%
Undistributed Federal Funds	-	-	-	-	-	-
TOTAL EXPENDITURES	\$ 989,889,387	\$ 826,848,282	\$ 26,115,782	\$ 234,823,722	72%	-3%

* Explanations are required where there is a variance in excess of 10 percentage points between Percent of Budget Received to Date and the percent of the fiscal year elapsed.

** Explanations are required where there is a variance in excess of 10 percentage points between Percent of Budget Spent/Obligated and the percent of the fiscal year elapsed.