

ANCHORAGE SCHOOL DISTRICT
ANCHORAGE, ALASKA

ASD MEMORANDUM #337 (2004-2005)

June 27, 2005

TO: SCHOOL BOARD

FROM: OFFICE OF THE SUPERINTENDENT

SUBJECT: BUDGET ADJUSTMENTS TO GENERAL FUND FOR
FY 2004-2005

RECOMMENDATION:

It is the Administration's recommendation that the School Board approve and authorize the Superintendent to process budget transfers from unexpended accounts at year-end, in the amount of \$905,640 into various accounts as outlined below.

PERTENIENT FACTS:

Budget transfers in excess of \$30,000 require School Board approval. The budget transfers discussed in this memorandum fall within this category. The Business Management Division has reviewed and projected overall expenditures and encumbrances in the General Fund to be less than the FY 2004-2005 revised budget and will provide sufficient funds to cover the budget transfers requested in this memorandum. The final amount will not be determined until after year-end when all revenues have been received, all expenditures have been recorded, and all accruals have been determined. The major area where funds will be transferred from to support the expenditures outlined below are from the Unallocated Charter Schools due to the closure of one of the schools in January, 2005, and other Charter Schools not meeting enrollment. Funds will also be transferred from various telephone accounts and Bus Operations Contracted Transportation to support this transfer request.

Settlements—\$60,000 During FY 2004-2005 back wages was paid to a current District employee.

Settlements—\$48,900 During FY 2004-2005 back wages was paid to District employees.

Liability Insurance—\$292,740 There is a shortfall in this account due to a significant one-time claim settlement.

Heat—\$135,000 Utility rate increases for heat were budgeted at 10 percent, but actual rate increases announced after formulation of the budget were 18 percent.

Legal Fees—\$250,000 More than the originally projected legal services were required this year.

Fuel—\$44,000 It is projected that the Bus Operations fuel account will be over-expended by \$44,000. The fuel account was budgeted at a 21% increase over prior year actual expenditures, but the cost of fuel has continued to increase even more throughout FY 2004-2005.

Summary

Based on approval of the above recommendations, the following budget transfers will be made:

Funds will be added to:

<u>Account Name</u>	<u>Account Number</u>	<u>Amount</u>
Elementary Unallocated	149901-1890	60,000
Non Departmental	109901-6100	48,900
Liability Insurance	109901-6070	292,740
Heat	1XXXXX-3500	135,000
Legal Fees	100201-3100	325,000
Bus Operations Fuel	108101-4100	44,000
	Total	<u>\$905,640</u>

Funds will be subtracted from:

<u>Account Name</u>	<u>Account Number</u>	<u>Amount</u>
Charter School Unallocated	1599XX-Various	\$575,000
Telephone Accounts	1XXXXX-3530	286,640
Bus Ops Cont Transportation	108101-3120	44,000
	Total	<u>\$905,640</u>

CC/JS/MSL

Prepared by: Marie S. Laule, Budget Director
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