

OVERVIEW OF IDEA MAINTENANCE OF EFFORT (Special Education)

LEA Maintenance of Effort Requirement (MOE): 34 CFR 300.203

An LEA must not use funds provided under Part B of the IDEA to reduce the level of expenditures for the education of children with disabilities made by the LEA from local, or state and local, funds below the level of those expenditures for the comparison year, which is the last year in which the specific Maintenance of Effort test was met.

IDEA Compliance Standard for MOE

An analysis of an LEA's MOE compliance does not occur until after the fiscal year has closed. The LEA needs to pass at least one of the four MOE tests listed below to demonstrate compliance.

1. At least the same combined amount of local and state funds was expended as the LEA expended from these two sources on special education activities comparison year.
2. At least the same amount of local funds was expended as the LEA expended from local funds on special education activities the comparison. (The district must have a reasonable and consistently applied method to establish the their state and local expenditures.)
3. At least the same student per capita amount from local and state funds was expended as the LEA expended from these two sources on special education activities in the comparison year.
4. At least the same student per capita amount from local funds was expended as the LEA expended from local funds on special education activities in the comparison year.

Non-Compliance with MOE

If an LEA does not pass at least one of these four MOE tests, the LEA must provide documentation to the South Dakota Department of Education explaining how one of the exceptions listed below prevented the LEA from expending the necessary amount of local or state funds to maintain effort.

If the LEA is unable to establish an allowable exception, noncompliance will be determined and the LEA will be required to pay the amount it fell below the MOE requirement to the South Dakota Department of Education.

Exceptions to Maintenance of Effort: 34CFR 300.204 and 300.205

An LEA may reduce the level of expenditures from local, or state and local funds, below the level of those expenditures for the comparison year if the reduction is attributable to the following.

1. The voluntary departure, by retirement or otherwise, or departure for just cause, of special education or related services personnel funded with local or state funds. (Personnel previously funded with federal IDEA funds are not allowable exceptions. Staff that have been laid off or have had their contracts reduced due to district budget shortfalls are not allowable exceptions.)
2. A decrease in the enrollment of children with disabilities.
3. The termination of the obligation of the agency, consistent with this part, to provide a program

of special education to a particular child with a disability that is an exceptionally costly program, as determined by the SEA, because the child:

- (1) has left the jurisdiction of the agency;
- (2) has reached the age at which the obligation of the agency to provide FAPE to the child has terminated; or
- (3) no longer needs the program of special education.

Districts that are able to demonstrate that they separately track local and state expenditures within the Special Education Fund may choose to use the local fund exceptions for the shortfall. Districts that do not separately track state and local expenditures within the Special Education Fund must use the total combined State and local expenditures shortfall for MOE Exceptions. It is good practice to have an exception for any test not met so the comparison year can be the prior year.

Determining Eligibility for the Next Year's IDEA Part B Funds

To be eligible to receive the next fiscal year's IDEA funds, the LEA must budget sufficient local or state funds to show it intends to pass at least one of the four MOE tests listed above. For eligibility purposes the next fiscal year's budget is compared to the most recent fiscal year information is available.

Please note that the final analysis of the LEA's compliance will compare actual expenditures to the comparison year.

IDEA Maintenance of Effort Compliance

| LEA Name | District Business Official | Date |
|-------------|----------------------------|------------|
| Elkton 05-3 | Moe Bruns | 11/22/2016 |

I certify to the best of my knowledge the information provided is accurate and correct.

| MOE Compliance Summary | | | | | | |
|-------------------------------|---------|---------|--------------------------------|---------------------------|---------|-----------|
| | FY 2016 | FY2015 | Last Year MOE Met Amount | MOE Comparison Year | Met MOE | Shortfall |
| State & Local Expenditures | 424,854 | 395,997 | 395,997 | 2015 | Yes | |
| State & Local per Child Count | 13,277 | 9,900 | 9,900 | 2015 | Yes | |

| Maintenance of Effort Calculation | | | |
|-----------------------------------|------------|---------------------------|------------|
| FY 2016 Expenditures | | FY 2015 Expenditures | |
| Total SE Expenditures | \$ 430,693 | Total SE Expenditures | \$ 403,316 |
| State & Local | \$ 424,854 | State & Local | \$ 395,997 |
| IDEA | | IDEA | \$ - |
| Impact Aid | | Impact Aid | \$ - |
| Other Federal | | Other Federal | \$ - |
| Medicaid Direct | \$ 5,839 | Medicaid Direct | \$ 7,319 |
| FY 2015 Child Count | | FY 2014 Child Count | |
| December 2014 Child Count | 32 | December 2013 Child Count | 40 |

| Fund Balance Calculation | | | |
|----------------------------------|------------|----------------------------------|------------|
| FY 2016 Revenues | | FY 2015 Revenues | |
| Local | \$ 458,330 | Local | \$ 410,609 |
| State | | State | \$ - |
| IDEA | | IDEA | \$ - |
| Impact Aid | | Impact Aid | \$ - |
| Other Federal | | Other Federal | \$ - |
| Total Revenues | \$ 458,330 | Total Revenues | \$ 410,609 |
| FY 2016 Interest Transferred Out | | FY 2015 Interest Transferred Out | |
| FY 2015 | \$ - | FY 2014 | \$ - |
| FY 2016 Fund Balance | | FY 2015 Fund Balance | |
| Total Fund Balance | \$ 63,291 | Total Fund Balance | \$ 35,654 |

Exceptions

IDEA Maintenance of Effort Compliance

| LEA Name | District Business Official | Date |
|-------------|----------------------------|------------|
| Elkton 05-3 | Moe Bruns | 10/26/2017 |

I certify to the best of my knowledge the information provided is accurate and correct.

| MOE Compliance Summary | | | | | | |
|-------------------------------|---------|---------|--------------------------------|---------------------------|---------|-----------|
| | FY 2017 | FY2016 | Last Year MOE Met Amount | MOE Comparison Year | Met MOE | Shortfall |
| State & Local Expenditures | 490,386 | 424,854 | 424,854 | 2016 | Yes | |
| State & Local per Child Count | 13,254 | 13,277 | 13,277 | 2016 | No | 23 |

| Maintenance of Effort Calculation | | | |
|-----------------------------------|------------|---------------------------|------------|
| FY 2017 Expenditures | | FY 2016 Expenditures | |
| Total SE Expenditures | \$ 496,243 | Total SE Expenditures | \$ 430,693 |
| State & Local | \$ 490,386 | State & Local | \$ 424,854 |
| IDEA | | IDEA | \$ - |
| Impact Aid | | Impact Aid | \$ - |
| Other Federal | | Other Federal | \$ - |
| Medicaid Direct | \$ 5,857 | Medicaid Direct | \$ 5,893 |
| | | | -54 |
| FY 2017 Child Count | | FY 2016 Child Count | |
| December 2016 Child Count | 37 | December 2015 Child Count | 32 |

| Fund Balance Calculation | | | |
|----------------------------------|------------|----------------------------------|------------|
| FY 2017 Revenues | | FY 2016 Revenues | |
| Local | \$ 549,907 | Local | \$ 472,025 |
| State | | State | \$ - |
| IDEA | | IDEA | \$ - |
| Impact Aid | | Impact Aid | \$ - |
| Other Federal | | Other Federal | \$ - |
| Total Revenues | \$ 549,907 | Total Revenues | \$ 472,025 |
| FY 2017 Interest Transferred Out | | FY 2016 Interest Transferred Out | |
| FY 2017 | \$ - | FY 2016 | \$ - |
| FY 2017 Fund Balance | | FY 2016 Fund Balance | |
| Total Fund Balance | \$ 130,650 | Total Fund Balance | \$ 76,986 |

Instructions

Exceptions

IDEA Maintenance of Effort Planning Calculator

For planning purposes only

Click Here for Previous Year's MOE Data

| Previous Year's MOE Data | |
|------------------------------|------------|
| Expenditures | |
| Local Expenditures | \$ 496,243 |
| State and Local Expenditures | \$ 490,386 |
| Child Count | |
| December 1 Child Count | 37 |

| Current Year | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
|--|------------------------------------|------------|-------|------------|-------|--|------|--|------------|--|-----------------|----------|-------------------|------|--|-----------------------------------|-----------|-------|-----------|-------|------|------|--|------------|--|-----------------|--|-------------------|------|
| Child Count | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| December 1 Child Count | 38 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Expenditures To Date | Anticipated Remaining Expenditures | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| <table style="width: 100%;"> <tr> <td style="text-align: right;">Total SPED Expenditures</td> <td style="text-align: right;">\$ 463,584</td> </tr> <tr> <td style="text-align: right;">Local</td> <td style="text-align: right;">\$ 460,404</td> </tr> <tr> <td style="text-align: right;">State</td> <td></td> </tr> <tr> <td style="text-align: right;">IDEA</td> <td></td> </tr> <tr> <td style="text-align: right;">Impact Aid</td> <td></td> </tr> <tr> <td style="text-align: right;">Medicaid Direct</td> <td style="text-align: right;">\$ 3,180</td> </tr> <tr> <td style="text-align: right;">Balance Remaining</td> <td style="text-align: right;">\$ -</td> </tr> </table> | Total SPED Expenditures | \$ 463,584 | Local | \$ 460,404 | State | | IDEA | | Impact Aid | | Medicaid Direct | \$ 3,180 | Balance Remaining | \$ - | <table style="width: 100%;"> <tr> <td style="text-align: right;">Total Remaining SPED Expenditures</td> <td style="text-align: right;">\$ 29,985</td> </tr> <tr> <td style="text-align: right;">Local</td> <td style="text-align: right;">\$ 29,985</td> </tr> <tr> <td style="text-align: right;">State</td> <td style="text-align: right;">\$ -</td> </tr> <tr> <td style="text-align: right;">IDEA</td> <td></td> </tr> <tr> <td style="text-align: right;">Impact Aid</td> <td></td> </tr> <tr> <td style="text-align: right;">Medicaid Direct</td> <td></td> </tr> <tr> <td style="text-align: right;">Balance Remaining</td> <td style="text-align: right;">\$ -</td> </tr> </table> | Total Remaining SPED Expenditures | \$ 29,985 | Local | \$ 29,985 | State | \$ - | IDEA | | Impact Aid | | Medicaid Direct | | Balance Remaining | \$ - |
| Total SPED Expenditures | \$ 463,584 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Local | \$ 460,404 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| State | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| IDEA | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Impact Aid | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Medicaid Direct | \$ 3,180 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Balance Remaining | \$ - | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Total Remaining SPED Expenditures | \$ 29,985 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Local | \$ 29,985 | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| State | \$ - | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| IDEA | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Impact Aid | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Medicaid Direct | | | | | | | | | | | | | | | | | | | | | | | | | | | | | |
| Balance Remaining | \$ - | | | | | | | | | | | | | | | | | | | | | | | | | | | | |

| Expenditures Needed To Meet MOE Requirement | |
|---|----------|
| Local | \$ 5,854 |
| State and Local | \$ - |

| Compliance Summary: | Local Expenditures | State & Local Expenditures | Local Expenditures per Child Count | State & Local per Child Count |
|---------------------|--------------------|----------------------------|------------------------------------|-------------------------------|
| Current Year | 490,389 | 490,389 | 12,905 | 12,905 |
| Previous Year | 496,243 | 490,386 | 13,412 | 13,254 |
| Meet MOE | No | Yes | No | No |

Need at least one "Yes" to meet MOE requirement

If all compliance tests result in "No", LEA must have allowable exception(s) to cover the difference in expenditures. Please see the "MOE Required Amounts" document for possible exceptions.

Anticipated expenditures as of: 6/8/2018