



BILL HASLAM
GOVERNOR

STATE OF TENNESSEE
DEPARTMENT OF EDUCATION
DIVISION OF COLLEGE AND CAREER READINESS
7th FLOOR, ANDREW JOHNSON TOWER
710 JAMES ROBERTSON PARKWAY
NASHVILLE, TN 37243-0380

KEVIN HUFFMAN
COMMISSIONER

**LEA COMPREHENSIVE APPLICATION FOR
SPECIAL EDUCATION SERVICES**

Tennessee Code Annotated §49-10-302
Public Law 94-142, as amended
Public Law 105-17, as amended
Public Law 108-446

TO BE COMPLETED BY LOCAL SCHOOL SYSTEM

Compliance Assurance and Statistical Information		July 1, 2011 – September 30, 2012
School System:	_____ Dayton City _____	
Director of Schools:	_____ Richard Fisher _____	
	_____	_____
	Signature	Date
E-Mail Address:	_____ fisherri@daytoncity.net _____	
Name of Program Contact Person:	_____ Lyndie Cotton _____	
E-Mail Address:	_____ cottonly@daytoncity.net _____	
Address:	_____ 520 Cherry Street _____	Telephone No.: _____ 4237758414 _____
	_____ Dayton , TN 37321 _____	

TO BE COMPLETED BY THE STATE DEPARTMENT OF EDUCATION

	Permissive Use of Funds Requested for:
Amount of IDEA, Part B Funds Approved:	_____ \$ 143,542.00 _____
	A B C

	Signature (Authorized State Department of Education Official)
	Date

Must be submitted to your Management Consultant no later than June 1, 2011.

**TCA 49-10-302
Section 612 (a) (11)**

COMPLIANCE ASSURANCES FOR USE OF IDEA FUNDS

The applicant hereby certifies to the Commissioner of Education that the representation made in this application properly reflects the projected pupils, personnel, and expenditures to be incurred in the operation of the special education program for pupils with disabilities conducted within the school system, that the expenditures for services and goods will be made exclusively for the benefit of pupils which meet the eligibility criteria established by the Department of Education, and that personnel assignments and other documentation of expenses will be readily available for audit. All records necessary to ensure the correctness of the information provided by the agency will be kept five years beyond the final reporting date and access to such records will be provided to the State Department of Education.

The Local Education Agency (LEA) hereby assures the State Education Agency (SEA) that the LEA meets each of the following conditions:

1. Special Education and Related Services will be provided in compliance with the established Tennessee Rules, Regulations & Minimum Standards.
2. The LEA, in providing for the education of children with disabilities within its jurisdiction, has in effect policies, procedures, and programs that are consistent with the State policies and procedures established under §612.
 - a. A free appropriate public education (FAPE) is available to all children with disabilities, as defined under §602(3) and who have a current individual education program (IEP), residing in the State between the ages of 3 through 21, inclusive, including children with disabilities who have been suspended or expelled from school. 612(a) (1)
 - b. The LEA has established a goal of providing full educational opportunity to all children with disabilities and a detailed timetable for accomplishing that goal. 612(a) (2)
 - c. All children with disabilities residing in the LEA, including children with disabilities who are homeless children, or are wards of the State, and children with disabilities attending private schools within the LEAs jurisdiction, regardless of the severity of their disabilities, and who are in need of special education and related services, are identified, located and evaluated and a practical method is developed and implemented to determine which children with disabilities are currently receiving needed special education and related services. 612(a) (3)
 - d. An individualized education program (IEP), or an individualized family service plan (IFSP), that meets the requirements of section 636(d), is developed, reviewed and revised for each child with a disability in accordance with section 614(d). 612(a) (4)
 - e. To the maximum extent appropriate, children with disabilities, including children in public or private institutions or other care facilities, are educated with children who are not disabled. Special classes, separate schooling, or other removal of children with disabilities from the regular educational environment occurs only when the nature or severity of the disability of a child is such that education in regular classes with the use of supplementary aids and services cannot be achieved satisfactorily. 612(a) (5) (A)
 - f. Children with disabilities and their parents are afforded the procedural safeguards required by §615. 612(a) (6)
 - g. Children with disabilities are evaluated in accordance with subsections (a) through (c) of § 614. 612(a) (7)
 - h. LEAs will comply with §617(c) relating to the confidentiality of records and information. 612(a) (8)
 - i. Children participating in early intervention programs assisted under Part C, and who will participate in preschool programs will experience a smooth and effective transition consistent with §637(a) (9). LEAs will participate in transition planning conferences arranged by the Lead Agency under §635(a) (10) and an IEP or, if consistent with sections 614(d) (2) (B) and 636(d), and IFSP will be developed and implemented by the third birthday. 612(a) (9)
 - j. Ensure that all requirements under §612(a) (10) regarding Children In Private Schools are being carried out in a manner consistent with the statute.
 - k. Ensure that all requirements under T.C.A. §49-10-107, T.C.A. §49-10-305 and T.C.A. §49-10-701, regarding Contracts for Special Education Services are being carried out in a manner consistent with the statute.
 - l. The LEA shall ensure that all personnel necessary to carry out this part are appropriately and adequately prepared, subject to the requirements of § 612(a) (14) and § 2122 of the Elementary and Secondary Education Act of 1965. 613(a) (3)
 - m. This LEA will either choose to coordinate with the National Instructional Materials Access Center when purchasing print instructional materials in accordance with section 612(a) (23) or will provide instructional materials to blind persons or other persons with print disabilities in a timely manner. 613(a) (6)

LEA: Dayton City

3. The LEA shall provide the SEA with information necessary to enable the SEA to carry out its duties under this part, including, with respect to Sections 612(a) (15) and 612 (a) (16), information relating to the performance of children with disabilities participating in programs carried out under this part. 613(a) (7)
4. The LEA shall make available to parents of children with disabilities and to the general public all documents relating to the eligibility of such agency under this part. 613(a) (8)
5. The LEA shall cooperate under section 1308 of the Elementary and Secondary Education Act of 1965 to ensure the linkage of records pertaining to migratory children with disabilities for the purpose of electronically exchanging, among the States, health and educational information regarding such children. 613(a) (9)
6. Subject to section 613(b) (3), the LEA application submitted to the SDE shall remain in effect until the LEA submits to the SDE such modifications as the LEA determines necessary. 613(b) (2)
7. Ensure that all requirements under §613(a) (5) regarding treatment of Charter Schools and their students are being carried out in a manner consistent with the statute.
8. Children with disabilities served with IDEA funds shall be counted in the same manner as children without disabilities to supplement the academic program funds earned and paid from the Basic Education Program. TRR&MS 0520-1-9-.03 (3) (a)
9. Funds provided under IDEA will be used to pay the excess cost of providing special education and related services to children with disabilities; shall be used to supplement the State, Local and other Federal funds and not to supplant such funds; and shall not be used, except as provided in §613(a) (2) (B)-(C) to reduce the level of expenditures. §613(a) (2) (A) and §612(a) (17), TRR&MS 0520-1-9-03(2) (k) (4)
10. According to Rule 0520-1-9-14(6) (a), procedures for providing an independent education evaluation (IEE) upon parental request have been submitted and approved to the Department of Education. Any future revision to the IEE procedure will be submitted to the Department for approval.
11. According to TCA 9-1-104 (a) & (b) *Maximum class size*, our LEA case load and class size standards have been submitted and approved by the Department. There have been no changes since the original submission. (The State will review LEA caseload and class size standards for compliance.) Any future LEA updates or revisions will be submitted to the Division of Special Education for approval and for reference purposes.
12. Children with disabilities served with IDEA funds have at least the same average amount spent on them, from sources other than Part B, as do the children in the school system taken as a whole. TRR&MS 0520-1-9-.03 (3) (a) (b)
13. Eligibility as a child with a disability pursuant to the IDEA and state disability eligibility standards will be established prior to expenditure of IDEA Part B funds for implementation of school nurse or school health services pursuant to 34 C.F.R. §300.34(c)(13).
14. Children with healthcare needs or medical conditions of a short duration, temporary nature, or medical conditions that require infrequent school nurse or school health services, and whose educational performance is not adversely affected by such healthcare needs or medical conditions, will not be certified as eligible pursuant to IDEA and state disability eligibility standards for the purpose of accessing IDEA Part B funds to provide school nurse or school health services for such children.
15. Prior to including school nurse or school health services in an Individualized Education Program (IEP), an IEP Team will determine that the child needs school nurse or school health services to benefit from his or her education and thereby receive FAPE. In making this determination, the IEP Team will consider the child's educational progress.
16. School nurse or school health services will not be included as related services in instances where an IDEA eligible child's healthcare needs or medical condition do not affect his or her educational performance or the receipt of FAPE.

Signature of Director of Schools

Date

**A. Children With Disabilities To Receive
Free Appropriate Public Education Services from the School System
Ages 6-21**

DISABILITY	(1) Within School System	Full time placement only (2) Contractual Agreement	(3) Total to Receive FAPE	(4) # Receiving Special Transportation **	(5) # Private School Students Placed by LEA Receiving Services	Placed by Parents	
						(6a) # Private School Students Placed by Parents within system	(6b) # Of Private School Students (6a) Served by LEA This School Year
	6-21	6-21	6-21	6-21	6-21	6-21	6-21
Autism	6		6				
Blind							
Deaf-Blindness							
Deafness							
Developmental Delay	6		6				
Emotional Disturbance	1		1				
Hearing Impairments	1		1				
Intellectually Gifted	4		4				
Language Impairments	17		17				
Intellectual Disability	1		1				
Multiple Disabilities							
Orthopedic Impairments							
Other - Functional Delay	3		3				
Other - Health Impairments	10		10				
Specific Learning Disabilities	35		35				
Speech Impairment	44		44				
Traumatic Brain Injury							
Visual Impairments							
TOTAL	128	0	128	0	0	0	0

** If special transportation is provided a transportation budget page must be included – GP and/or federal.

- Unduplicated Count
- EOY Report may be used as a method of projecting numbers.

B.1 OPTIONS TO BE PROVIDED* AGES 6 -21

OPTION 1	OPTION 2	OPTION 3	OPTION 4	OPTION 5	OPTION 6**	OPTION 7	OPTION 8***	OPTION 9	OPTION 10	*TOTAL
42	30	22	30	15		2				141

*Must be equal to or greater than total for 6-21 yr olds in column 3 under A above.

* This is a **deduplicated count** and should reflect both primary and one secondary option of service.

** For each option 6 student there is at least ½ FTE of an education assistant or interpreter position budgeted in general purpose funds.

***Since Option 8 includes 2 related services, students reported in Option 8 should not be reported in another Option.

(It is recommended that the LEA pull Options of Service from a date when the LEA's enrollment was at its peak)

Do not place 0's in columns with no students.

LEA: Dayton City

C. FINANCIAL INFORMATION

1. PERMISSIVE USE OF FUNDS

AFTER reading the requirements on the corresponding form, you must answer **yes** or **no** to each of the following items (A, B, and C). Any **yes** response requires completion of a corresponding form that follows. If **no** is answered on all three items, continue completing the application and disregard the attached forms for these permissive programs.

Yes No **A. Adjustment to Local Effort in Certain Fiscal Years.** IDEA 04 allows an LEA to reduce state and local maintenance of effort by an amount that equals up to 50% of the increase in IDEA funds from the previous year if those funds are used to provide activities authorized under ESEA. If the LEA wishes to reduce MOE, it must use the attached form to calculate the maximum amount available for this purpose (Page 5A) and indicate how these funds will be used (Page 4A(1)).

There are limitations to this adjustment. Any LEA identified as not meeting requirements in the State's APR, is prohibited by law from reducing its maintenance of effort figures.

Yes No **B. Permissive Use of IDEA funds for Schoolwide Program.** IDEA allows an LEA to use funds to carry out a schoolwide program under Section 1114 of ESEA. If an applicant utilizes these funds, you will report the designated amount for each school and ensure that excess cost and service requirements are met. *(Use form on Page 4B)*

Yes No **C. Permissive Use of IDEA funds for Coordinated Early Intervening Services.** IDEA allows an LEA to use up to 15% of funds, in combination with other amounts (other than education funds), to develop and implement Coordinated Early Intervening Services, which may include interagency financing structures, for students in kindergarten through grade 12 (with particular emphasis on students in kindergarten through grade 3) who have **not been identified** as needing special education or related services but who need additional academic and behavioral **support to succeed in a general education environment.** *(Use form on Page 4C) If the LEA is also electing to reduce local effort.*

NOTE: If an LEA is determined to have significant disproportionality based on race and ethnicity utilizing state criteria, the LEA must utilize Coordinated Early Intervening Services (Section 618 (d) (2) (B)). The amount expended by an LEA under Coordinated Early Intervening Services shall count toward the maximum amount of expenditures such LEAs may reduce in Item "A" *Adjustment to Local Effort* (above).

C. FINANCIAL INFORMATION

2. Estimated Expenditures
Education for Students with Disabilities

ACCOUNT NO 71200	EXPENDITURES INSTRUCTION (71000) SPECIAL EDUCATION PROGRAM (71200)	GENERAL PURPOSE FUND	*FTE Positions	IDEA PART B	*FTE Positions
116	Teachers	165,170.00	4.00		
117	Career Ladder Program	1,000.00	XXXXXXXX	XXXXXXXX	XXXXXXXX
127	Career Ladder Extended Contracts		XXXXXXXX	XXXXXXXX	XXXXXXXX
128	Homebound Teachers				
162	Clerical Personnel				
163	Educational Assistants	17,485.00	1.00	88,715.00	5.00
171	Speech Pathologist				
189	Other Salaries & Wages				
195	Certified Substitute Teachers				
198	Non-Certified Substitute Teachers				
201	Social Security	11,392.00	XXXXXXXX	5,500.00	XXXXXXXX
204	State Retirement	16,480.00	XXXXXXXX	7,301.00	XXXXXXXX
206	Life Insurance		XXXXXXXX		XXXXXXXX
207	Medical Insurance	34,665.00	XXXXXXXX	31,416.00	XXXXXXXX
208	Dental Insurance		XXXXXXXX		XXXXXXXX
210	Unemployment Compensation		XXXXXXXX		XXXXXXXX
212	Employer Medicare	2,665.00	XXXXXXXX	1,290.00	XXXXXXXX
299	Other Fringe Benefits	2,500.00	XXXXXXXX		XXXXXXXX
310	Contracts With Other Public Agencies	50,000.00	XXXXXXXX		XXXXXXXX
311	Contracts With Other School Systems	40,000.00	XXXXXXXX		XXXXXXXX
312	Contracts With Private Agencies		XXXXXXXX		XXXXXXXX
322	Evaluation & Testing		XXXXXXXX		XXXXXXXX
330	Operating Lease Payments		XXXXXXXX		XXXXXXXX
336	Maintenance And Repair Services - Equipment	1,000.00	XXXXXXXX		XXXXXXXX
356	Tuition		XXXXXXXX		XXXXXXXX
369	Contracts for Substitute Teachers - Certified		XXXXXXXX		XXXXXXXX
370	Contracts for Substitute Teachers - Non-Certified		XXXXXXXX		XXXXXXXX
399	Other Contracted Services		XXXXXXXX		XXXXXXXX
429	Instructional Supplies & Materials	4,057.00	XXXXXXXX	8,020.00	XXXXXXXX
449	Textbooks		XXXXXXXX		XXXXXXXX
499	Other Supplies & Materials		XXXXXXXX	300.00	XXXXXXXX
535	Fee Waivers		XXXXXXXX		XXXXXXXX
599	Other Charges		XXXXXXXX		XXXXXXXX
725	Special Education Equipment		XXXXXXXX		XXXXXXXX
71200	TOTAL EXPENDITURES	346,414.00	XXXXXXXX	142,542.00	XXXXXXXX

9

Special Education Expenses Only
 *FTE Positions: Full time equivalency – use two decimals.
 Line item substitutions or additions shall NOT be made.
 All personnel must be verified with budget allocation. Do not put numbers in XXX blocks

C. FINANCIAL INFORMATION (Continued)

TRR&MS 0520-1-9-.03 (2) (k) (7)
 0520-1-9-.03 (1) (k) (2)
 EDGAR Sect 80.20 (a) (2)
 (Subpart C (b) (4))

2. Estimated Expenditures
Education for Students with Disabilities

ACCOUNT NO.	EXPENDITURES	GENERAL PURPOSE FUND	*FTE Positions	IDEA	PART B	*FTE Positions
72220	SUPPORT SERVICES (72000)					
	INSTRUCTIONAL STAFF (72200)					
	SPECIAL EDUCATION PROGRAM STAFF (72220)					
105	Supervisor/Director	25,781.00	0.50			
117	Career Ladder Program		XXXXXXXX		XXXXXXXX	XXXXXXXX
124	Psychological Personnel	25,000.00	0.50			
127	Career Ladder Extended Contracts		XXXXXXXX		XXXXXXXX	XXXXXXXX
135	Assessment Personnel					
161	Secretary(s)					
162	Clerical Personnel					
171	Speech Pathologist (Supervisory)					
189	Other Salaries & Wages					
196	In-Service Training		XXXXXXXX			XXXXXXXX
201	Social Security	3,150.00	XXXXXXXX			XXXXXXXX
204	State Retirement	4,595.00	XXXXXXXX			XXXXXXXX
206	Life Insurance		XXXXXXXX			XXXXXXXX
207	Medical Insurance	5,824.00	XXXXXXXX			XXXXXXXX
208	Dental Insurance		XXXXXXXX			XXXXXXXX
210	Unemployment Compensation		XXXXXXXX			XXXXXXXX
212	Employer Medicare	736.00	XXXXXXXX			XXXXXXXX
299	Other Fringe Benefits		XXXXXXXX			XXXXXXXX
307	Communication		XXXXXXXX			XXXXXXXX
308	Consultants		XXXXXXXX			XXXXXXXX
330	Operating Lease Payments		XXXXXXXX			XXXXXXXX
336	Maintenance & Repair Services -Equipment		XXXXXXXX			XXXXXXXX
348	Postal Charges		XXXXXXXX			XXXXXXXX
355	Travel	1,000.00	XXXXXXXX		1,000.00	XXXXXXXX
399	Other Contracted Services		XXXXXXXX			XXXXXXXX
499	Other Supplies & Materials		XXXXXXXX			XXXXXXXX
524	In-Service/Staff Development	1,500.00	XXXXXXXX			XXXXXXXX
599	Other Charges		XXXXXXXX			XXXXXXXX
790	Other Equipment		XXXXXXXX			XXXXXXXX
72220	TOTAL EXPENDITURES	67,586.00	XXXXXXXX		1,000.00	XXXXXXXX

Special Education Expenses Only

*FTE Positions: Full time equivalency – use two decimals.

Line item substitutions or additions shall NOT be made.

All personnel must be verified with budget allocation. Do not put numbers in XXX blocks.

LEA: Dayton City

C. FINANCIAL INFORMATION (continued)

3. Estimated Expenditure Summary
Education for Students with Disabilities

ACCOUNT SERIES	EXPENDITURES	GENERAL PURPOSE FUND	IDEA
71150	Alternative Schools		
71200	Special Education Program	346,414.00	142,542.00
72120	Health Services		
72130	Other Student Support		
72215	Alternative Instruction Program		
72220	Special Education Program Staff	67,586.00	1,000.00
72410	Office of Principal		
72710	Transportation		
99100-504	Transfer Out of Funds: Indirect Cost *	XXXXXXXX	
99100-504	Permissive Use of Funds:	XXXXXXXX	XXXXXXXX
	A. Adjustment to Local Effort		XXXXXXXX
	B. School Wide	XXXXXXXX	
	C. Early Intervening Services	XXXXXXXX	
TOTAL EXPENDITURES		414,000.00	143,542.00

13

*Indirect Cost Rate: _____ (List indirect cost rate approved for FY '12)

Note: Subtract out all expenditures for equipment prior to determining indirect cost amounts.
Do Not include any "Permissive Use of Funds" expenditures when determining indirect cost amounts.

GENERAL PURPOSE FUND TOTAL SHALL MATCH TOTAL ON PAGE 16D

C. FINANCIAL INFORMATION
5. Estimated Expenditure Justification Page
IDEA, PART B

LEA: Dayton City

Special Education Instruction Program

	Acct. No. 71200	Description	Justification
	116	Teachers	
	128	Homebound Teachers	
	162	Clerical Personnel	
X	163	Educational Assistants	To pay for SE educational assistants
	171	Speech Pathologist	
	189	Other Salaries & Wages (Specify)	
	195	Certified Substitute Teachers	
	198	Non-Certified Substitute Teachers	
X	201	Social Security	Fringe benefit for above salaries
X	204	State Retirement	Fringe benefit for above salaries
	206	Life Insurance	
X	207	Medical Insurance	Fringe benefit for above salaries
	208	Dental Insurance	
	210	Unemployment compensation	
X	212	Employer Medicare	Fringe benefit for above salaries
	299	Other Fringe Benefits (Specify)	
	310	Contracts with other Public Agencies	
	311	Contracts with other School Systems	
	312	Contracts with Private Agencies	
	322	Evaluation & Testing	
	330	Operating Lease Payments (Specify)	
	336	Maintenance & Repair Services-Equipment	
	356	Tuition	
	369	Contracts for Substitute Teachers - Certified	
	370	Contracts for Substitute Teachers – Non-Certified	
	399	Other Contracted Services (Specify)	
X	429	Instructional Supplies & Materials (Specify)	Voyager reading and math programs for SE students; computer programs and software such as Learning A-Z, Starfall, New Path Learning, ABC Teach, etc. for resource classrooms
	449	Textbooks (Specify)	
X	499	Other Supplies & Materials (Specify)	Non-instructional supplies such as file folders, labels, markers, etc.
	535	Fee Waivers	
	599	Other Charges (Specify)	
	725	Special Education Equipment * (Specify)	

C. FINANCIAL INFORMATION
5. Estimated Expenditure Justification Page
IDEA, PART B

LEA: Dayton City

Support Services/Special Education Program

	Acct. No. 72220	Description	Justification	
	105	Supervisor/Director		
	124	Psychological Personnel		
	135	Assessment Personnel		
	161	Secretary(s)		
	162	Clerical Personnel		
	171	Speech Pathologist (Supervisory)		
	189	Other Salaries and Wages (Specify)		
	196	In-Service Training		
	201	Social Security		
	204	State Retirement		
	206	Life Insurance		
	207	Medical Insurance		
	208	Dental Insurance		
	210	Unemployment Compensation		
	212	Employer Medicare		
	299	Other Fringe Benefits (Specify)		
	307	Communication		
	308	Consultants		
	330	Operating Lease Payments (Specify)		
	336	Maintenance & Repair Services-Equipment		
	348	Postal Charges		
X	355	Travel	Travel for SE support Staff	For:TAASE, Professional Development Workshops, Special Ed. Annual Conference, Supervisor's Meetings
	399	Other Contracted Services (Specify)		
	499	Other Supplies & Materials (Specify)		
	524	In-Services/Staff Development (Specify)		
	599	Other Charges (Specify)		
	790	Other Equipment (Specify)		

LEA: Dayton City

C. FINANCIAL INFORMATION (continued)
6. General Purpose Funds Only
Non-Supplanting/Maintenance of Effort
State/Local Funds

a. Expenditures for 2008-2009

1. Actual amount expended for students with disabilities served (State's Sp Ed Expenditure Report 2008-2009)	<u>\$ 387,235.52</u>
2. Total unduplicated count of disabled students served by the school system (End of Year Report 2008-2008)	<u>158</u>
3. Per pupil expenditures 2008-2009 Divide a (1) by a (2)	<u>\$ 2,450.86</u>

b. Expenditures for 2009-2010

1. Actual amount expended for students with disabilities served (State Sp Ed Expenditure Report, 2009 - 2010)	<u>\$ 413,465.11</u>
2. Total unduplicated count of disabled students served by the school system (End of Year Report 2009-2010)	<u>152</u>
3. Per pupil expenditures 2009-2010 Divide b (1) by b (2)	<u>\$ 2,720.17</u>

c. Expenditures for 2010-2011 *

1. Actual or projected (Circle one) amount expended for students with disabilities served (State Sp Ed Expenditure Report, 2010- 2011)	<u>\$ 413,800.00</u>
2. Total unduplicated count of disabled students served by the school system (End of Year Report, 2010-2011)	<u>147</u>
3. Per pupil actual or projected expenditures 2010-2011 Divide c (1) by c (2)	<u>\$ 2,814.96</u>
4. System's total net enrollment (All Students)	<u>1142</u>
Percentage of S.E. Students (Divide c.2 by c.4)	<u>12.87%</u>

<i>DOE USE ONLY</i>
\$
\$

d. Projected Expenditures for 2011-2012

(Page 14, Total Expenditures General Purpose Funds) \$414,000.00

*** NOTE: If c.1. and c.3 are less than b.1 and b.3. , a maintenance of effort problem has occurred. Please submit documentation that justifies this reduction in expenditures. Acceptable reasons to reduce MOE are provided at 34 CFR Part. 300. 204 *Exception to maintenance of effort*. Funding will be held until this is corrected or justified. If d. is less than c.1., a potential maintenance of effort problem may occur. Work closely with your finance office/management consultant during this school year.**