441 Page Street • P.O. Box 427
Troy, North Carolina 27371-0427
PHONE: (910) 576-6511 • FAX: (910) 576-2044

To: Board of Education
From: Mitch Taylor
Date: September 12, 2022
Subject: Agenda Item (Section – Consent Agenda)

Attached you will find a budget amendment for your consideration for the year ending June 30, 2022.

Fiscal Year 2021/2022 Budget Amendment # 11

State Funds

No change to the State Budget Fund (Fund 1):

Local Funds

2) No change to the Local Fund Budget (Fund 2)

Federal Funds

3) No change to the Federal Budget Fund (Fund 3):

Capital Outlay Funds

4) An increase of $280,737.00 to the Capital Outlay Budget Fund (Fund 4):

$280,737.00 increase to PRC 120 (New Yellow Buses) – This amendment is to reflect the addition of three new yellow school buses to Montgomery County School bus fleet. Two of the buses were ordered in the 2021 school year but were not received until the 2022 school year. This does not represent an actual revenue or expense to the district, but an entry is required in the budget to establish an asset value for the buses and to commence the 7 year depreciation schedule for these vehicles.

Child Nutrition

5) No change to the Child Nutrition Fund. (Fund 5):

Special Local Fund 8

6) No change to the Special Local Fund 8 Budget (Fund 8):

7) Overall, these adjustments resulted in an increase of $280,737.00 to the total 2021 - 2022 budget for Montgomery County Schools.

I will be available to answer any questions you may have.

This amendment is an action item and will require a vote.

Budget Amendment # 11

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the th day of September 12th 2022 passed the following resolution:

Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2022.

Expense Code		Description of Code			Increase	Decrease
		STATE FUNDS				
		Revenues				
		Net Change in State Revenues			**$0.00**	
		Expenses				
		Net Change in State Expenses			**$0.00**	
		Net Change in State Budget			**$0.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$30,289,128.89**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$30,289,128.89**

Budget Amendment # 11

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUNDS				
		Revenues				
		Expenses				
		Net Change in Local Budget			$0.00	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$6,646,016.00**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$6,646,016.00**

Budget Amendment # 11

Expense Code	Description of Code	Increase	Decrease
	FEDERAL FUNDS		
	Revenues		
	Net Change in Federal Revenues	$0.00	
	Expenses		
	Net Change in Federal Expenses	$0.00	
	Net Change in Federal Budget	$0.00	

Explanation: **Adjustments made for actual revenues and expenditures.**

Total Appropriation in Current Budget	**$18,653,592.38**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$18,653,592.38**

Budget Amendment # 11

Expense Code	Description of Code	Increase	Decrease
	CAPITAL OUTLAY FUND		
	Revenues		
4.4000	New Yellow Buses Received in 2022	280,737.00	
	Net Change in Capital Outlay Revenues	**280,737.00**	
	Expenses		
	New Yellow Buses Received in 2022	280,737.00	
	Net Change in Capital Outlay Expenses	**280,737.00**	
	Net Change in Capital Outlay Budget	$280,737.00	

Explanation: **Adjustments made for actual revenues and expenditures.**

Total Appropriation in Current Budget	**$3,980,321.16**
Amount of Increase	**$280,737.00**
Total Appropriation in Current Amended Budget	**$4,261,058.16**

Expense Code	Description of Code	Increase	Decrease
	CHILD NUTRITION FUND		
	Revenues		
		0.00	
	Expenses		
		0.00	
	Net Change in Child Nutrition Budget	**$0.00**	

Explanation: **Adjustments made for actual revenues and expenditures.**

Total Appropriation in Current Budget	**$3,246,560.00**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$3,246,560.00**

Budget Amendment # 11

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
	Total Changes in Fund 8 Revenues	$0.00	
	Expenses		
	Total Change in Fund 8 Expenses	$0.00	
	Net Change in Local Fund 8 Budget	$0.00	

Explanation: **Adjustments made for actual revenues and expenditures.**

Total Appropriation in Current Budget	$6,320,657.73
Amount of Increase	$0.00
Total Appropriation in Current Amended Budget	$6,320,657.73

Summary of Budget Changes

Previous Budget	**$69,968,936.82**
State Budget Change	$0.00
Local Budget Change	$0.00
Federal Budget Change	$0.00
Capital Outlay Budget Change	$280,737.00
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$0.00
Current Budget	**$70,249,673.82**

Passed by majority vote by the Board of Education of Montgomery County on the 12th day of September 2022.

Chairman, Board of Education

Secretary, Board of Education

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To: Board of Education
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Subject: Agenda Item (Section – Consent Agenda)

Attached you will find the Budget Resolution for your consideration for the year ending June 30, 2023.

Fiscal Year 2022-2023 Budget Resolution

The district's initial budget, or Budget Resolution, is established according to the portion of the budget code known as the purpose code and future budget amendments are approved based on subsequent changes to the purpose code amounts listed in the Budget Resolution. Within the state established 19-digit budget code system, the purpose code is the four-digit number which groups expenses according to what they are to be used for and are classified into 5 different purposes and are defined below:

5000 – Instructional Services

6000 – System-Wide Support Services

7000 – Ancillary Services (Child Nutrition)

8000 – Non-Program Charges (Federal In-direct Cost charges)

9000 – Capital Outlay Expenses

The district anticipates receiving revenues from state, federal, county and grant sources along with donations from private sources in the 2022/2023 fiscal year. Based on these sources of funding, a revenue and expense budget has been established for Montgomery County Schools, categorized by funding source and purpose code. This initial budget for the 2022/2023 fiscal year is referred to as the Budget Resolution. I have attached the 2022/2023 Budget Resolution for Montgomery County Schools. This is an action item and requires a vote.

BUDGET RESOLUTION 2022-2023

Montgomery County Schools

BE IT RESOLVED by the Board of Education of the Montgomery County School Administrative Unit:

Section 1 – The following amounts are hereby appropriated for the operation of the school administrative unit in the State Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

State Funds - Expenses		
5000	Instructional Services	23,374,714.77
6000	System-Wide Support Services	4,339,606.07
7000	Non-Programmed Charges	107,416.16
Total State Expenses		**27,821,737.00**

Section 2 – The following revenues are estimated to be available to the State Fund for fiscal year beginning July 1, 2022 and ending June 30, 2023:

State Funds-Revenues		
3000	State Revenues	27,821,737.00
Total State Revenues		**27,821,737.00**

Section 3 – The following amounts are hereby appropriated for the operation of the school administrative unit in the Local Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Local Funds-Expenses		
5000	Instructional Services	3,088,627.00
6000	System-Wide Support Services	3,555,389.00
7000	Ancillary Funds	2,000.00
8000	Non-Programmed Charges	0.00
Total Local Expenses		**6,646,016.00**

Section 4 – The following revenues are estimated to be available to the Local Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Local Funds-Revenues		
4000	Local Revenues	6,646,016.00
Total Local Revenues		**6,646,016.00**

Section 5 - The following amounts are hereby appropriated for the operation of the school administrative unit in the Federal Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Federal Funds-Expenses		
5000	Instructional Services	5,936,931.89
6000	System-Wide Support Services	1,777,751.68
7000	Ancillary Funds	78,924.01
8000	Non-Programmed Charges	628,585.45
Total Federal Expenses		**8,422,193.03**

Section 6 – The following revenues are estimated to be available to the Federal Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Total Local Revenues		6,646,016.00
Federal Funds-Revenues		
3000	Federal Revenues	8,422,193.03

Section 7 - The following amounts are hereby appropriated for the operation of the school administrative unit in the Capital Outlay Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Capital Outlay-Expenses		
6000	System-Wide Support Services	199,678.00
9000	System-Wide Support Services	1,295,157.58
Total Cap Outlay Expenses		**1,494,835.58**

Section 8 – The following revenues are estimated to be available to the Capital Outlay Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Capital Outlay-Revenues		
3000	Capital Outlay Revenues	267,948.40
4000	Capital Outlay Revenues	1,226,887.18
Total Cap Outlay Revenues		**1,494,835.58**

Section 9 - The following amounts are hereby appropriated for the operation of the school administrative unit in the Child Nutrition Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Child Nutrition-Expenses		
7000	Ancillary Funds	3,263,860.00
8000	Non-Programmed Charges	250,000.00
Total Child Nutrition Expenses		**3,513,860.00**

Section 10 – The following revenues are estimated to be available to the Capital Outlay Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Child Nutrition-Revenues		
3000	State & Federal Revenues	2,435,000.00
4000	Local Revenues	1,078,860.00
Total Child Nutrition Revenues		**3,513,860.00**

Section 11 - The following amounts are hereby appropriated for the operation of the school administrative unit in the Special Grants Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Special Grants Fund 8-Expenses		
5000	Instructional Services	2,938,204.29
6000	System-Wide Support Services	254,264.67
7000	Ancillary Funds	0.00
8000	Non-Programmed Expenses	161,546.08
Total Special Grants Expenses		**3,354,015.04**

Section 12 – The following revenues are estimated to be available to the Special Grants Fund for the fiscal year beginning July 1, 2022 and ending June 30, 2023:

Special Grants Fund 8-Revenues		
3000	State & Federal Revenues	2,736,028.52
4000	Local Revenues	617,986.52
Total Special Grants Revenues		**3,354,015.04**

Total of all Revenues	*2022-2023 Fiscal Year*	*51,252,656.65*
Total of all Expenses	*2022-2023 Fiscal Year*	*51,252,656.65*

Section 13 – All appropriations shall be paid first from revenue restricted as to use and second from general unrestricted revenues.

Section 14- The Superintendent is hereby authorized to transfer appropriations within a fund under the conditions as follows:

A. Amounts may be transferred between functions within a purpose without limitations and without a report to the board of education being required.

B. Amounts may not be transferred between purpose codes or funds nor from any contingency appropriation with a fund without board of education approval.
C. Amounts may be transferred in state or federal projects upon prior approval of the appropriate funding agency. If such transfers require board of education approval under other provisions of this resolution, approval must be obtained prior to the transfers being made.
D. Amounts may not be transferred which would result in elimination of currently staffed positions and/or existing programs without board of education approval. NOTE: This condition does not preclude any budgetary decisions and/or recommendations not intended to alter the current educational offerings or levels of supporting service(s), such as, but not limited to site-based conversions of positions (i.e. converting teaching positions to/from teacher assistant positions); and /or restricting, downsizing or reallocating vacant positions.
E. For the purpose of year-end closeout only, the board of education agrees to suspend the restrictions/provisions of this resolution given that summary of all such transfers must be reported no later than July 31, 2023. And any such transfers resulting from extraordinary/unusual occurrences/circumstances must be notated and explained.

Section 15 – Copies of the Budget Resolution shall be immediately furnished to the superintendent and school finance officer for direction in carrying out their duties.

Adopted the 12th day of September 2022.

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Chairman – Board of Education Secretary – Board of Education