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To: Board of Education

From: Mitch Taylor

Date: February 8th, 2021

Subject: Agenda Item (Section – Consent Agenda)

Attached you will find a budget amendment for your consideration for the year ending June 30, 2021.

Fiscal Year 2020/2021 Budget Amendment # 4

State Funds

1) **A net increase of $310,213.00 to the State Budget Fund (Fund 1):**

$259,637.00 increase in PRC 056 (Transportation) – The district received 70% of our transportation funding in July and this represents the final 30% of our state allotment for transportation.

$14,040.00 increase in PRC 128 (CARES Funding – Home WiFi) – the state provided additional funding to assist the district in providing internet access to our students and teachers.

$122,530.00 increase in PRC 134 (CARES Low Wealth Funding) and a corresponding decrease of $122,530.00 to PRCs 121 (CARES Jump Start Summer Funding), PRC 128 (CARES Funding – Home WiFi) and PRC 132 (CARES Funding Exceptional Children) The State CARES funds were to expire on December 30th, 2020. To enable the districts to spend these funds by the deadline, the state granted the ability to transfer unspent funds to other CARES budget funds that provided greater flexibility in how they were spent. Sick leave pay related to COVID can be paid from PRC 134, and during November and December, we were able use CARES funding for this purpose instead of our normal payroll funding.

$60,240.00 increase to PRC 063 (Special Program Funds for EC) – These funds are used to pay the salary related expenses for two EC school staff members.

$4550.00 decrease to PRC 032 (Exceptional Children) – Funding reverted back to the state due to a decrease in the number of EC student enrolled in the district in comparison to the estimated head count when the budget was created.

$8389.00 decrease to PRC 001 (Teacher salaries) – This was a reversion by the state to account for 2 Montgomery County students enrolled in the state's virtual learning program.

$10,765.00 decrease to PRC 048 (Test Score Bonus) – This is a reversion by the state for unpaid funds that were initially allotted to pay principal bonuses. This represented the amount that the state overfunded the account.

Local Funds

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

While the district did not have an increase or decrease to the local budget, there was a transaction between budget codes that led to an offsetting budget amendment. There was a decrease of $13,733.66 in PRCs 027 (Teacher Assistant pay) and PRC 028 (Staff Development) and an increase of $13,733.66 to PRC 461 (JCPC In-Kind Match funding). This was an adjustment to the district's in-kind match budget related to our state JCPC grant. This change made it easier way to track these in-kind expenses.

Federal Funds

3) A net increase of $24,267.00 to the Federal Budget Fund (Fund 3)

$2000.00 increase to PRC 119 (Targeted Assistance for the Pre-K EC program) – This funding is to assist with special needs of EC Pre-K students enrolled in the district.

$5250.00 increase to PRC 118 (Targeted Assistance for the EC program) – This funding is to assist with special needs of EC students enrolled in the district.

$17,017.00 increase to PRC 166 (CARES Learning Management System) – This is additional CARES funding to provide funds for virtual learning.

Capital Outlay Funds

4) No change to the Capital Outlay Budget (Fund 4)

Child Nutrition

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

Special Local Fund 8

6) A net increase of $218,260.50 to the Special Local Budget Fund (Fund 8)

$23,403 increase to PRC 413 (NC Pre-K funding) – This represents additional funding provided to operate the district's Pre-K program.

$194,857.50 increase to PRC 378 (Pfeiffer Teacher Cadet Grant) – This represents the year 3 allotment for operating the district's teacher cadet program in connection with Pfeiffer University.

7) Overall, these adjustments resulted in an increase of $552,740.50 to the total 2020/2021 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 # 4

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 8th day of February 2021. passed the following resolution:

Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2021.

Expense Code		Description of Code			Increase	Decrease
		STATE FUNDS				
		Revenues				
1.3100		PRC 056 Revision #30			$259,637.00	
1.3100		PRC 128 Revision #30			$14,040.00	
1.3100		PRC 063 Revision #35			$60,240.00	
1.3100		PRC 032 Revision #37				$4,550.00
1.3100		PRC 001 Revision #38				$8,389.00
1.3100		PRC 048 Revision #31				$10,765.00
		Net Change in State Revenues			**$310,213.00**	
		Expenses				
1.6000.056		PRC 056 Transportation			$259,637.00	
1.5000.128		PRC 128 Home/Community WiFi			$14,040.00	
1.5000.121		PRC 121 CARES Summer Jump Start				$90,429.02
1.6000.121		PRC 121 CARES Summer Jump Start				$5,570.98
1.5000.128		PRC 128 CARES Community WiFi				$23,140.00
1.5000.132		PRC 132 CARES Exceptional Children				$3,390.00
1.5000.134		PRC 134 CARES Low Wealth			$116,530.00	
1.6000.134		PRC 134 CARES Low Wealth			$6,000.00	
1.5000.063		PRC 063 Special Program Funds EC			$60,240.00	
1.5000.032		PRC 032 Children With Special Needs				$3,550.00
1.6000.032		PRC 032 Children With Special Needs				$1,000.00
1.5000.001		PRC 001 Teaching positions				$8,389.00
1.5000.048		PRC 048 Test Result Bonus				$10,765.00
		Net Change in State Expenses			**$310,213.00**	
		Net Change in State Budget			**$310,213.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$27,643,800.00**
Amount of Increase	**$310,213.00**
Total Appropriation in Current Amended Budget	**$27,954,013.00**

Budget Amendment # 4

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUNDS				
		Revenues				
		Expenses				
2.5000.027		Teacher Assistants				7,265.00
2.5000.028		Staff Development				6,468.66
2.5000.461		JCPC In Kind Match Budget			13,733.66	
		Net Change in Local Budget			**$0.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$6,843,517.13**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$6,843,517.13**

Budget Amendment # 4

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3600.119		PRC 119			$2,000.00	
3.3600.118		PRC 118			$5,250.00	
3.3600.166		PRC 166			$17,017.00	
		Net Change in Federal Revenues			**$24,267.00**	
		Expenses				
3.5000.119		Targeted Assistance Pre-K			$1,938.12	
3.8000.119		Targeted Assistance Pre-K			$61.88	
3.5000.118		EC Targeted Assistance			$5,250.00	
3.5000.166		CARES Learning Mgmt System			$17,017.00	
		Net Change in Federal Expenses			**$24,267.00**	
		Net Change in Federal Budget			**$24,267.00**	

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

Total Appropriation in Current Budget	**$4,619,276.36**
Amount of Increase	**$24,267.00**
Total Appropriation in Current Amended Budget	**$4,643,543.36**

Budget Amendment # 4

Expense Code		Description of Code			Increase	Decrease
		CAPITAL OUTLAY FUND				
		Revenues				
		Net Change in Capital Outlay Revenues			**$0.00**	
		Expenses				
		Net Change in Capital Outlay Expenses			**$0.00**	
		Net Change in Capital Outlay Budget			**$0.00**	

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

Total Appropriation in Current Budget **$704,253.52**

Amount of Increase **$0.00**

Total Appropriation in Current Amended Budget **$704,253.52**

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 **$3,301,460.00**

Amount of Increase **$0.00**

Total Appropriation in Current Amended Budget **$3,301,460.00**

Budget Amendment # 4

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
8.3700.413	NC Pre-K	$23,403.00	
8.4890.378	Pfeiffer Teacher Cadet program	$194,857.50	
	Total Changes in Fund 8 Revenues	**$218,260.50**	
	Expenses		
8.5000.413	NC Pre-K funding	$23,403.00	
8.5000.378	Pfeiffer Teacher Cadet program	$194,857.50	
	Total Change in Fund 8 Expenses	**$218,260.50**	
	Net Change in Local Fund 8 Budget	**$218,260.50**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$4,496,322.05**
Amount of Increase	**$218,260.50**
Total Appropriation in Current Amended Budget	**$4,714,582.55**

Summary of Budget Changes

Previous Budget	**$47,608,629.06**
State Budget Change	$310,213.00
Local Budget Change	$0.00
Federal Budget Change	$24,267.00
Capital Outlay Budget Change	$0.00
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$218,260.50
Current Budget	**$48,161,369.56**

Passed by majority vote by the Board of Education of Montgomery County on the 8th day of February 2021.

Chairman, Board of Education

Secretary, Board of Education