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To: Board of Education
From: Mitch Taylor
Date: July 10, 2023
Subject: Agenda Item (Section – Consent Agenda)

**Attached you will find a budget amendment for your consideration for the year ending June 30, 2023.**

## Fiscal Year 2022/2023 Budget Amendment # 10

**State Funds**

**1) An increase of $27,000.00 to the State Budget Fund (Fund 1):**

$27,000.00 increase to PRC 009 (Non-Contributory Benefits) – The state provides funding for expenses related to the payout of accumulated longevity and annual leave when an employee ends their employment with the district.

$2,330.00 increase to Purpose Code 5000, PRC 014 (CTE Programming Expenses) and a $2330.00 decrease to Purpose Code 6000, PRC 014 (CTE Programming Expenses) – This amendment was in preparation of closing out the budget for the 2023 fiscal year. No new funds were received, this moved funding between School Level expenses and District Level expenses.

$107,416.16 increase to Purpose Code 8000, PRC 002 (Central Office Administration Expenses) and a $107,416.16 decrease to Purpose Code 7000, PRC 002 (Central Office Administration Expenses) – This amendment was in preparation of closing out the budget for the 2023 fiscal year. No new funds were received, they were only moved within the existing budgets.

$15,000.00 increase to Purpose Code 6000, PRC 024 (Disadvantaged Student Funding) and a $15,000.00 decrease to Purpose Code 5000, PRC 024 (Disadvantaged Student Funding) – This amendment was in preparation of closing out the budget for the 2023 fiscal year. No new funds were received, they were only moved within the existing budgets.

$49,000.00 increase to Purpose Code 6000, PRC 069 (At Risk Student Funding) and a $49,000.00 decrease to Purpose Code 5000, PRC 069 (At Risk Student Funding) – This amendment was in preparation of closing out the budget for the 2023 fiscal year. No new funds were received, they were only moved within the existing budgets.

**Local Funds**

**2) No Change to the Local Fund Budget (Fund 2)**

$150,000.00 increase to Purpose Code 6000, PRC 003 (Non-Instructional Funding) and a $150,000.00 decrease to Purpose Code 5000, PRC 003 (Non-Instructional Funding) – This amendment was in preparation of closing out the budget for the 2023 fiscal year. No new funds were received, they were only moved within the existing budgets.

**Federal Funds**

**3) No change in Federal Funds (Fund 3):**

**Capital Outlay Funds**

**4) An increase of $6339.91 to the Capital Outlay Budget Fund (Fund 4):**

$4450.00 increase to PRC 802 (Capital Outlay Expenses) – To improve security, trees were removed at Troy Elementary.

$1889.91 increase to PRC 802 (Insurance Settlement) – This was the insurance settlement on the items stolen from Page Street Elementary.

$5768.49 increase to PRC 802, purpose code 6000 (Capital Outlay Expenses) and a decrease of $5768.49 to PRC 802, purpose code 9000 – This funding to purchase a new server for the bus GPS tracking system was recorded in Budget Amendment 9 but was incorrectly shown as purpose code 9000 instead of the correct purpose code of 6000.

**Child Nutrition**

**5) An increase of $100,000.00 to the Child Nutrition Fund. (Fund 5):**

**$100,000.00 increase to PRC 035 (Child Nutrition Department) – This represents a USDA food supplement received that was not originally budgeted.**

**Special Local Fund 8**

**6) An increase of $1,002,068.15 to the Special Local Fund 8 Budget (Fund 8):**

**Many of the budgets in fund 8 are associated with funding sources that produce revenues from the collection of fees. At the beginning of the fiscal year, a conservative projection of these fees is used in creating the budget. By year end, many of these budgets have exceeded the initial estimates, producing a surplus in**

**revenues collected. Listed below are the revenues sources that exceeded their original projections and the expense budgets that were increased. The primary use of the surplus revenues is to transfer utility expenses that were paid from fund 2 and transferred to a fund 8 expense budget.**

| Expense Code | | Description of Code | | | Increase |
|---|---|---|---|---|---|
| | | **LOCAL FUND 8** | | | |
| | | **Revenues** | | | |
| 8.4000.701 | | Daycare Program Fees and Donations | | | $50,000.00 |
| 8.3000.306 | | Restricted Medicaid Fees Collected | | | $130,000.00 |
| 8.3700.305 | | Unrestricted Medicaid Fees Collected | | | $85,000.00 |
| 8.3800.073 | | School Connectivity Reimbursement | | | $60,685.05 |
| 8.4000.671 | | Technology and Related Fees Collected | | | $40,000.00 |
| 8.4000. | | Miscellaneous Fees Received | | | $11,000.00 |
| 8.4000.012 | | Drivers Ed Fees Collected | | | $8,000.00 |
| 8.4490.802 | | Maintenance Fees Collected | | | $2,383.10 |
| 8.4000.802 | | In-direct Cost Charged to Federal Grants and Child Nutrition | | | $615,000.00 |
| | | | | | |
| | | **Total Changes in Fund 8 Revenues** | | | **$1,002,068.15** |
| | | | | | |
| | | **Expenses** | | | |
| 8.7000.701 | | Daycare Program | | | $50,000.00 |
| 8.5000.306 | | Restricted Medicaid | | | $31,291.99 |
| 8.6000.306 | | Restricted Medicaid | | | $98,708.01 |
| 8.6000.306 | | Restricted Medicaid | | | $10,000.00 |
| 8.6000.802 | | Maintenance | | | $639.61 |
| 8.6000.671 | | Student Laptop Insurance coverage | | | $15,900.00 |
| 8.6530.802 | | Utilities Expenses paid in Fund 2 | | | $795,528.54 |
| | | | | | |
| | | | | | |
| | | **Total Change in Fund 8 Expenses** | | | **$1,002,068.15** |
| | | | | | |
| | | **Net Change in Local Fund 8 Budget** | | | **$1,002,068.15** |

## 7) Overall, these adjustments resulted in an increase of $1,135,408.06 to the total 2022 - 2023 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 # 10

## Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 10th day of July, 2023. passed the following resolution:

**Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2023.**

| Expense Code | | Description of Code | | | Increase | Decrease |
|---|---|---|---|---|---|---|
| | | **STATE FUNDS** | | | | |
| | | **Revenues** | | | | |
| 1.3100 | | PRC 009 | | | $27,000.00 | |
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| | | **Net Change in State Revenues** | | | **$27,000.00** | |
| | | | | | | |
| | | **Expenses** | | | | |
| 1.5000.014 | | CTE Programming | | | 2,330.00 | |
| 1.6000.014 | | CTE Programming | | | | $2,330.00 |
| | | | | | | |
| 1.7000.002 | | Central Office Administration | | | | $107,416.16 |
| 1.8000.002 | | Central Office Administration | | | $107,416.16 | |
| | | | | | | |
| 1.5000.024 | | Disadvantaged Students Funding | | | | $15,000.00 |
| 1.6000.024 | | Disadvantaged Students Funding | | | $15,000.00 | |
| | | | | | | |
| 1.6000.009 | | Non-Contributory Benefits | | | $27,000.00 | |
| | | | | | | |
| 1.5000.069 | | At Risk Student Services | | | | $49,000.00 |
| 1.6000.069 | | At Risk Student Services | | | $49,000.00 | |
| | | | | | | |
| | | | | | | |
| | | **Net Change in State Expenses** | | | **$27,000.00** | |
| | | | | | | |
| | | **Net Change in State Budget** | | | **$27,000.00** | |

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

| | |
|---|---|
| **Total Appropriation in Current Budget** | **$29,666,282.70** |
| **Amount of Increase** | **$27,000.00** |
| **Total Appropriation in Current Amended Budget** | **$29,693,282.70** |

# Budget Amendment # 10

| Expense Code | | Description of Code | | | Increase | Decrease |
|---|---|---|---|---|---|---|
| | | **LOCAL FUNDS** | | | | |
| | | **Revenues** | | | | |
| | | | | | | |
| | | | | | | |
| | | **Expenses** | | | | |
| 2.5000.003 | | Non-Instructional Support | | | | $150,000.00 |
| 2.6000.003 | | Non-Instructional Support | | | $150,000.00 | |
| | | | | | | |
| 2.5000.009 | | Non-Contributory Benefits | | | | $39,500.00 |
| 2.6000.009 | | Non-Contributory Benefits | | | $39,500.00 | |
| | | | | | | |
| 2.5000.061 | | Supplies | | | | $22,000.00 |
| 2.6000.061 | | Supplies | | | $22,000.00 | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | **Net Change in Local Budget** | | | **$0.00** | |

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

| | |
|---|---|
| **Total Appropriation in Current Budget** | **$6,667,016.00** |
| **Amount of Increase** | **$0.00** |
| **Total Appropriation in Current Amended Budget** | **$6,667,016.00** |

# Budget Amendment # 10

| Expense Code | | Description of Code | | | Increase | Decrease |
|---|---|---|---|---|---|---|
| | | **FEDERAL FUNDS** | | | | |
| | | **Revenues** | | | | |
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| | | **Net Change in Federal Revenues** | | | **$0.00** | |
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| | | **Expenses** | | | | |
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| | | **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** | **$12,397,569.21** |
| **Amount of Increase** | **$0.00** |
| **Total Appropriation in Current Amended Budget** | **$12,397,569.21** |

# Budget Amendment # 10

| Expense Code | Description of Code | Increase | Decrease |
|---|---|---|---|
| | **CAPITAL OUTLAY FUND** | | |
| | **Revenues** | | |
| 4.4000.802 | County Funding | $4,450.00 | |
| 4.4000.802 | Insurance Settlement | $1,889.91 | |
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| | | | |
| | **Net Change in Capital Outlay Revenues** | **$6,339.91** | |
| | **Expenses** | | |
| 4.9000.802 | Tree Removal | $4,450.00 | |
| 4.9000.802 | Page Street Break-In | $1,889.91 | |
| | | | |
| 4.6000.802 | Educon Server | $5,768.49 | |
| 4.9000.802 | Educon Server | | $5,768.49 |
| | | | |
| | | | |
| | **Net Change in Capital Outlay Expenses** | **$6,339.91** | |
| | | | |
| | **Net Change in Capital Outlay Budget** | **$6,339.91** | |

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

**Total Appropriation in Current Budget** **$2,668,870.96**

**Amount of Increase** **$6,339.91**

**Total Appropriation in Current Amended Budget** **$2,675,210.87**

| Expense Code | Description of Code | Increase | Decrease |
|---|---|---|---|
| | **CHILD NUTRITION FUND** | | |
| | **Revenues** | | |
| 5.3000.035 | USDA Food Supplement | $100,000.00 | |
| | | | |
| | **Expenses** | | |
| 5.7200.035 | USDA Food Supplement | $100,000.00 | |
| | | | |
| | **Net Change in Child Nutrition Budget** | **$100,000.00** | |

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

**Total Appropriation in Current Budget** **$3,513,860.00**

**Amount of Increase** **$100,000.00**

**Total Appropriation in Current Amended Budget** **$3,613,860.00**

# Budget Amendment # 10

| Expense Code | | Description of Code | | | Increase | Decrease |
|---|---|---|---|---|---|---|
| | | **LOCAL FUND 8** | | | | |
| | | **Revenues** | | | | |
| 8.4000.701 | | Daycare Program | | | $50,000.00 | |
| 8.3000.306 | | Restricted Medicaid | | | $130,000.00 | |
| 8.3700.305 | | Unrestricted Medicaid | | | $85,000.00 | |
| 8.3800.073 | | School Connectivity | | | $60,685.05 | |
| 8.4000.671 | | Technology Fees | | | $40,000.00 | |
| 8.4000. | | Miscellaneous | | | $11,000.00 | |
| 8.4000.012 | | Drivers Ed | | | $8,000.00 | |
| 8.4490.802 | | Maintenance | | | $2,383.10 | |
| 8.4000.802 | | In-Direct Cost Revenues | | | $615,000.00 | |
| | | | | | | |
| | | **Total Changes in Fund 8 Revenues** | | | **$1,002,068.15** | |
| | | | | | | |
| | | **Expenses** | | | | |
| 8.7000.701 | | Daycare Program | | | $50,000.00 | |
| 8.5000.306 | | Restricted Medicaid | | | $31,291.99 | |
| 8.6000.306 | | Restricted Medicaid | | | $98,708.01 | |
| 8.6000.306 | | Restricted Medicaid | | | $10,000.00 | |
| 8.6000.802 | | Maintenance | | | $639.61 | |
| 8.6000.671 | | Technology Fees | | | $15,900.00 | |
| 8.6530.802 | | Utilities | | | $795,528.54 | |
| | | | | | | |
| | | **Total Change in Fund 8 Expenses** | | | **$1,002,068.15** | |
| | | | | | | |
| | | **Net Change in Local Fund 8 Budget** | | | **$1,002,068.15** | |

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

| | |
|---|---|
| **Total Appropriation in Current Budget** | **$4,645,071.21** |
| **Amount of Increase** | **$1,002,068.15** |
| **Total Appropriation in Current Amended Budget** | **$5,647,139.36** |

***Summary of Budget Changes***

| | |
|---|---|
| **Previous Budget** | **$59,558,670.08** |
| State Budget Change | $27,000.00 |
| Local Budget Change | $0.00 |
| Federal Budget Change | $0.00 |
| Capital Outlay Budget Change | $6,339.91 |
| Child Nutrition Budget Change | $100,000.00 |
| Fund 8 Budget Change | $1,002,068.15 |
| **Current Budget** | **$60,694,078.14** |

Passed by majority vote by the Board of Education of Montgomery County on the 10th day of July, 2023.

Chairman, Board of Education

Secretary, Board of Education

# Budget Amendment # 10