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: November 2nd, 2020

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 # 2

State Funds

1) **A net increase of $47,938.00 to the State Budget Fund (Fund 1):**

$34,448.00 increase in PRC 048 (Principal Performance Bonus) – Yearly performance bonus for principals based on prior 3 year growth scores.

$18.00 increase in PRC 015 (Technology) – Disbursement from earned interest on Indian gaming funds.

$13,197.00 increase in PRC 132 (CARES Funding EC) – CARES funding for the exceptional children's programing needs.

$275.00 increase in PRC 003 (Non-Instructional Support) – Substitute pay reimbursement from the state.

$494,271.00 increase to PRC 020 (International Classroom Teachers) and a corresponding decrease of $494,271.00 decrease to PRC 001 (Classroom Teachers) – The district employs 8 international teachers. These teachers are paid from a separate state budget code than our regular teachers. To meet payroll expenses for these 8 international teachers, funds were moved from the regular teacher payroll budget to the international teacher payroll budget.

Local Funds

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

Federal Funds

3) A net increase of $1,113,027.33 the Federal Budget Fund (Fund 3):

$1,084,098.76 increase to PRC 060 (Exceptional Children) – This represents the planned funding for the district's exceptional children's program.

$28,928.57 increase to PRC 049 (Pre-School EC funding) – This represents the planned funding for the district's Pre-School exceptional children's program.

Capital Outlay Funds

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

Child Nutrition

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

Special Local Fund 8

6) A net increase of $37,406.72 to the Special Local Budget Fund (Fund 8)

$37,914.72 increase to PRC 311 (GEAR UP Grant) – this represents the funding from the State for the GEAR UP Grant. The purpose of this grant is to increase the number of students who are prepared to enter and succeed in postsecondary education.

$508.00 decrease to PRC 413 (NC Pre-K funding) – the actual allotment given the district was $508 less than the planning allotment.

7) Overall, these adjustments resulted in an increase of $1,198,372.05 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 # 2

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 2nd day of November 2020. 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.		State Rev 20 PRC 048			$34,448.00	
1.3100.		State Rev 19 PRC 015			$18.00	
1.3100.		State Rev 21 PRC 132			$13,197.00	
1.3100.		State Rev 21 PRC 003			$275.00	
		Net Change in State Revenues			**$47,938.00**	
		Expenses				
1.5000.048		Principal Bonus			$34,448.00	
1.5000.015		Technology			$18.00	
1.5000.132		CARES - EC			$13,197.00	
1.5000.003		Non Instructional Support			$275.00	
1.5000.001		Classroom Teachers				$494,271.00
1.5000.020		International Classroom Teachers			494,271.00	
		Net Change in State Expenses			**$47,938.00**	
		Net Change in State Budget			**$47,938.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$27,415,196.00**
Amount of Increase	**$47,938.00**
Total Appropriation in Current Amended Budget	**$27,463,134.00**

Budget Amendment # 2

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

Budget Amendment # 2

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3600.049		PRC 049 Pre-K EC			28,928.57	
3.3600.060		PRC 060 Exceptional Children			1,084,098.76	
		Net Change in Federal Revenues			**$1,113,027.33**	
		Expenses				
3.5000.049		PRC 049 Pre-K EC			28,031.45	
3.8000.049		PRC 049 Pre-K EC			897.12	
3.5000.060		PRC 060 Exceptional Children			1,050,606.11	
3.8000.060		PRC 060 Exceptional Children			$33,492.65	
		Net Change in Federal Expenses			**$1,113,027.33**	
		Net Change in Federal Budget			**$1,113,027.33**	

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

Total Appropriation in Current Budget	**$3,374,670.03**
Amount of Increase	**$1,113,027.33**
Total Appropriation in Current Amended Budget	**$4,487,697.36**

Budget Amendment # 2

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 **$647,581.86**

Amount of Increase **$0.00**

Total Appropriation in Current Amended Budget **$647,581.86**

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 # 2

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUND 8				
		Revenues				
8.3700.311		GEAR UP Grant			37,914.72	
8.3700.413		NC Pre-K				$508.00
		Total Changes in Fund 8 Revenues			**$37,406.72**	
		Expenses				
8.5000.311		GEAR UP Grant			37,914.72	
8.5000.413		NC Pre-K				$508.00
		Total Change in Fund 8 Expenses			**$37,406.72**	
		Net Change in Local Fund 8 Budget			**$37,406.72**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$3,173,275.68**
Amount of Increase	**$37,406.72**
Total Appropriation in Current Amended Budget	**$3,210,682.40**

Summary of Budget Changes

Previous Budget	**$42,632,899.54**
State Budget Change	$47,938.00
Local Budget Change	$0.00
Federal Budget Change	$1,113,027.33
Capital Outlay Budget Change	$0.00
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$37,406.72
Current Budget	**$43,831,271.59**

Passed by majority vote by the Board of Education of Montgomery County on the 2nd day of November 2020.

Chairman, Board of Education

Secretary, Board of Education