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To: Board of Education
From: Mitch Taylor
Date: June 5, 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 # 9

State Funds

1) An increase of $374,016.70 to the State Budget Fund (Fund 1):

$26,739.00 increase to PRC 069 (At Risk Student Services) and a $26,739.00 decrease to PRC 013 (CTE Payroll Expense) – It was determined that their would be unused funds in this budget code at year end. Because funds in PRC 013 expire on June 30th , the district requested to have these surplus funds transferred to PRC 069, which do not expire until August 31st, giving the district additional time to liquidate the funds.

$8.00 increase to PRC 015 (Technology Program) – This is a distribution by the state of interest earned on the Indian Gaming funds which supports technology.

$10,959.00 increase to PRC 016 (Summer Reading Program) – This is the district's final allotment to be used for the Summer Reading Program.

$14,505.00 increase to PRC 032 (State Exceptional Children funding) – This is the district's final allotment to be used for group and foster home expenses.

$4307.00 increase to PRC 085 (Literacy Intervention) – This is the district's final allotment to be used for payment of the teacher bonus for the Summer Reading Program.

$1321.70 increase to PRC 028 (Highly Qualified Graduate Stipend) – The state pays a bonus for newly hired teachers who graduate with superior test scores. One of the teachers hired for this school year qualified for this bonus.

$275,000.00 increase to PRC 009 (Non-Contributory Benefits) – When an employee retires or terminates their employment with the district, they receive payment for their accumulated annual leave time. The state does not provide an allotment for this expense, instead, at the end of the year, the district requests the amount to cover the expenses incurred.

$450.00 increase to PRC 029 (Behavioral Support) – The state provided one final allotment of PRC 029 funding to the districts.

$10,127.00 increase to PRC 130 (Textbook Funding) and a $10,127.00 decrease to PRC 131 (Textbook Spending Account) – In order to be spent, textbook funds are transferred from PRC 130 to PRC 131. Textbook funds provided in PRC 130 roll over from year to year and continue to accumulate for the district. However, funds left in PRC 131 expire on June 30th and are reverted to the state. This amendment was to transfer funds remaining in PRC 131 back to PRC 130 so that they would not be reverted.

$67,466.00 increase to PRC 056 (Transportation) – The state reimbursed the districts for fuel costs that exceeded $2.75 per gallon, providing $5707.00 in additional funding to the district. The state also provided reimbursement to the districts for major equipment loss or failure, providing the district with $61,739.00 in additional funding.

Local Funds

2) An increase of $21,000.00 to the Local Fund Budget (Fund 2)

$21,000.00 increase to PRC 061 (County Appropriation) – The county provided funding for the "Muddy Sneakers" program for elementary students. This educational resource incorporates outdoor field trips to enhance the learning experience of the student.

Federal Funds

3) An Increase of $54,716 to the Federal Fund Budget (Fund 3):

$5500.00 increase to PRC 118 (IDEA Special Needs Targeted Assistance)– The district received a 2nd allotment of funds to be used for professional development, certifications, and licensing for the district's EC personnel.

At the beginning of the school year, DPI provides the district with an estimate of funding to be received for each federal PRC budget. This amount is used to create the initial budget. Later in the year, when the actual funding is received, it may differ from the estimated amount. This year the following budgets were affected by this difference and an amendment is being made to reconcile the difference:

$646.00 increase to PRC 049 (IDEA Pre-School)

$202.00 increase to PRC 103 (Title II – Supporting Effective Education)

$19,465.00 increase to PRC 050 (Title I)

$28,903.00 increase to PRC 060 (Exceptional Children)

Capital Outlay Funds

4) An increase of $806,274.59 to the Capital Outlay Budget Fund (Fund 4):

$454,709.00 increase to PRC 802 (Capital Outlay Expenses) – Replacing the roof at Troy Elementary. This will be a combination of state and county funding.

$285,615.00 increase to PRC 802 (Capital Outlay Expenses) – Replacing the roof at Montgomery Learning Academy. This will be a combination of state and county funding.

$5768.49 increase to PRC 802 (Capital Outlay Expenses) – This funding is to purchase a computer server to work with the new GPS tracking system for our yellow school buses.

$95,854.00 increase to PRC 120 (Yellow Bus Lease Payment) – Under the direction of the DPI Transportation Department, the district enters a lease arrangement to finance the purchase of new yellow school buses. This allotment represents the funds to make the quarterly lease payment on our new yellow buses.

$42,461.05 decrease to PRC 802 (Capital Outlay Expenses) – This is a correction in which the same funding from the county was budgeted twice. A reimbursement for a capital project was expected from the county and the funds were budgeted. When the reimbursement was received, the budget was keyed a 2nd time. This error does not represent an actual loss or reversion of funds.

$6789.15 increase to PRC 802 (Capital Outlay Expenses) – This is the cost of a 4 year warranty on the Jumbotron scoreboard at MCHS.

Child Nutrition

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

Special Local Fund 8

6) An increase of $800.00 to the Special Local Fund 8 Budget (Fund 8):

$800.00 increase to PRC 061 (Donations) – A local business donated funds for the high school football program.

7) Overall, these adjustments resulted in an increase of $1,256,807.29 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 # 9

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 5th day of June, 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	State Revision #58 PRC 015	$8.00	
1.3100	State Revision #54 PRC 016	$10,959.00	
1.3100	State Revision #54 PRC 032	$14,505.00	
1.3100	State Revision #54 PRC 085	4,307.00	
1.3100	Highly Qualified Graduate stipend PRC 028	1,321.70	
1.3100	Non-Contributory Benefits PRC 009	275,000.00	
1.3100	State Revision #57 PRC 029	450.00	
1.3100	State Revision #57 PRC 056	67,466.00	
	Net Change in State Revenues	**$374,016.70**	
	Expenses		
1.5000.014	CTE Payroll Expenses		$26,739.00
1.5000.069	At Risk Student Funding	$26,739.00	
1.5110.015	Technology	$8.00	
1.5000.016	Summer Reading Program	$10,959.00	
1.5000.032	Exceptional Children Funding	$14,505.00	
1.5000.085	Literacy Intervention	$4,307.00	
1.5000.028	PRC 028 Highly Qualified Graduate stipend	$1,321.70	
1.5000.009	Non-Contributory Benefits	$167,000.00	
1.6000.009	Non-Contributory Benefits	$94,000.00	
1.7000.009	Non-Contributory Benefits	$14,000.00	
1.5000.029	Behavioral Support	$450.00	
1.5000.130	Textbook Funding Account	$10,127.00	
1.5000.131	Textbook Spending Account		$10,127.00
1.6000.056	Transportation	$67,466.00	
	Net Change in State Expenses	**$374,016.70**	
	Net Change in State Budget	**$374,016.70**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget **$29,292,266.00**

Amount of Increase **$374,016.70**

Total Appropriation in Current Amended Budget **$29,666,282.70**

Budget Amendment # 9

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUNDS				
		Revenues				
2.4110		County Appropriation			$21,000.00	
		Expenses				
2.5000.061		PRC 061 Muddy Sneakers Program			$21,000.00	
		Net Change in Local Budget			**$21,000.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$6,646,016.00**
Amount of Increase	**$21,000.00**
Total Appropriation in Current Amended Budget	**$6,667,016.00**

Budget Amendment # 9

Expense Code		Description of Code	Increase	Decrease
		FEDERAL FUNDS		
		Revenues		
3.3600,049		IDEA Pre-School Funding	$646.00	
3.3600,118		Special Needs - Targeted Assistance	$5,500.00	
3.3600,103		Title II Supporting Effective Education	$202.00	
3.3600,050		Title 1	$19,465.00	
3.3600.060		IDEA Exceptional Children Funding	$28,903.00	
		Net Change in Federal Revenues	**$54,716.00**	
		Expenses		
3.5000.049		IDEA Pre-School Funding	$622.29	
3.8000.049		IDEA Pre-School Funding	$23.71	
3.5000.118		Special Needs - Targeted Assistance	5,298.14	
3.8000.118		Special Needs - Targeted Assistance	$201.86	
3.5000.103		Title II Supporting Effective Education	$202.00	
3.5000,050		Title 1	19,465.00	
3.5000.060		IDEA Exceptional Children Funding	$28,350.46	
3.8000.060		IDEA Exceptional Children Funding	$552.54	
		Net Change in Federal Expenses	**$54,716.00**	
		Net Change in Federal Budget	**$54,716.00**	

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

Total Appropriation in Current Budget	**$12,342,853.21**
Amount of Increase	**$54,716.00**
Total Appropriation in Current Amended Budget	**$12,397,569.21**

Budget Amendment # 9

Expense Code	Description of Code	Increase	Decrease
	CAPITAL OUTLAY FUND		
	Revenues		
4.4110.802	County/State Funding	$454,709.00	
4.4110.802	County/State Funding	$285,615.00	
4.4110.802	County Funding	$5,768.49	
4.3400.120	State quarterly bus payment	$95,854.00	
4.4110.802	Correction - Budgeted funding twice in error		$42,461.05
4.4110.802	County Funding	$6,789.15	
	Net Change in Capital Outlay Revenues	**$806,274.59**	
	Expenses		
4.9000.802	Roof Replacement at Troy Elementary	$454,709.00	
4.9000.802	Roof Replacement at Montgomery Learning Academy	$285,615.00	
4.9000.802	Educon Computer Server	$5,768.49	
4.6550.120	Yellow Bus Lease Payment	$95,854.00	
4.6580.802	Correction - Budgeted funding twice in error		$42,461.05
4.9000.802	Jumbotron 4 Year Warranty	$6,789.15	
	Net Change in Capital Outlay Expenses	**$806,274.59**	
	Net Change in Capital Outlay Budget	$806,274.59	

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

Total Appropriation in Current Budget **$1,862,596.37**

Amount of Increase **$806,274.59**

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

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 **$3,513,860.00**

Amount of Increase **$0.00**

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

Budget Amendment # 9

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUND 8				
		Revenues				
8.4000.061		Local business donation			$800.00	
		Total Changes in Fund 8 Revenues			**$800.00**	
		Expenses				
8.5000.061		Donation for football program at MCHS			$800.00	
		Total Change in Fund 8 Expenses			**$800.00**	
		Net Change in Local Fund 8 Budget			**$800.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$4,644,271.21**
Amount of Increase	**$800.00**
Total Appropriation in Current Amended Budget	**$4,645,071.21**

Summary of Budget Changes

Previous Budget	**$58,301,862.79**
State Budget Change	$374,016.70
Local Budget Change	$21,000.00
Federal Budget Change	$54,716.00
Capital Outlay Budget Change	$806,274.59
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$800.00
Current Budget	**$59,558,670.08**

Passed by majority vote by the Board of Education of Montgomery County on the 5th day of June, 2023.

Chairman, Board of Education

Secretary, Board of Education