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: April 9th, 2018

Subject: Agenda Item (Section – Consent Agenda)

Attached you will find a budget amendment for your consideration for the year ending June 30, 2018.

Budget Amendment #6 represents:

State Funds

1) An increase of $31,069 to the State Budget Fund (Fund 1):

***$7811 decrease in PRC 001 – Our teacher positional allotment budget was reduced by .12 of a teacher position which equates to $7811.**

***$11,900 increase in PRC 085 – The State provided funding in grades K-3 for reading improvement. Our district chose to apply this towards the cost of the Ready Gen reading program that we have implemented in our elementary schools.**

***$4625 increase in PRC 003 – Reimbursement for substitute teacher pay while regular teachers attended professional development.**

***$22,355 increase in PRC 056 – The state recognized that fuel prices had increased during the year and increased our allotment to offset this added cost.**

Local Funds

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

Federal Funds

3) An increase to the Federal Budget (Fund 3) in the amount of $26,596.23

***$58,354.23 increase in PRC 114 – This is a federal program for children with special needs living in foster homes.**

***$29,757 decrease in PRC 103 - This is a federal program for improving teacher quality. When preparing the budget for the upcoming year, we submit this request based on the state's planned allotment but prior to receiving the actual allotment. In this case, the actual allotment was significantly lower, and this is an adjustment to correct that difference.**

***$2001 decrease in PRC 050 - This is the federal Title I program. When preparing the budget for the upcoming fiscal year, we submit this request based on the state's planned allotment but prior to receiving the actual allotment. In this case, the actual allotment was lower, and this is an adjustment to correct that difference.**

Capital Outlay Funds

4) An increase of $91,000 to the Capital Outlay Budget (Fund 4)

***$51,000 increase in PRC 802 – This was an increase to the capital outlay fund for the purpose of purchasing two work trucks to upgrade our school fleet of vehicles.**

***$40,000 increase in PRC 800 – These funds will be used to make the main entrances to our school buildings more secure.**

Child Nutrition

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

Special Local Fund 8

6) An increase of $53,794 to the Local Fund 8 Budget (Fund 8)

***$53,794 increase in PRC 413 – This was an addition to our Pre-K funding from the state to be spent for compensation, contract services and supplies in the Pre-K area.**

7) Overall, these adjustments resulted in an increase of $202,459.23 to the total 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 # 6

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 9th day of April 2018. passed the following resolution:

Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2018.

Expense Code		Description of Code			Increase	Decrease
		STATE FUNDS				
		Revenues				
1.3100.000.		State Funds Revision #35			$0.00	$7,811.00
1.3100.000.		State Funds Revision #35			$11,900.00	
1.3100.000.		State Funds Revision #36			$4,625.00	
1.3100.000.		State Funds Revision #36			$22,355.00	
		Net Change in State Revenues			**$31,069.00**	
		Expenses				
1.5000.001		Teacher Positional Allotment				7,811.00
1.5000.085		Early Grade Reading Proficiency			$11,900.00	
1.5000.003		Non-Instructional Support			$4,625.00	
1.6000.056		Transportation			$22,355.00	
		Net Change in State Expenses			**$31,069.00**	
		Net Change in State Budget			**$31,069.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Previous Appropriation in Current State Fund 1 Budget	**$27,075,051.12**
Amount of Increase	**$31,069.00**
New Total Appropriation in Amended State Fund 1 Budget	**$27,106,120.12**

Budget Amendment # 6

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

Explanation: Adjustments made for actual revenues and expenditures.

Previous Total Appropriation in Local Fund 2 Budget	**$6,492,948.16**
Amount of Increase	**$0.00**
New Total Appropriation in Amended Local Fund 2 Budget	**$6,492,948.16**

Budget Amendment # 6

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3600.114		Children with Special Needs			58,354.23	
3.3600.103		Supportive Effective Instruction				29,757.00
3.3600.050		Title I				2,001.00
		Net Change in Federal Revenues			**$26,596.23**	
		Expenses				
3.5000.114		Children with Special Needs			$58,354.23	
3.5000.103		Supportive Effective Instruction				27,079.69
3.6000.103		Supportive Effective Instruction				1,928.59
3.8000.103		Supportive Effective Instruction				748.72
3.5000.050		Title 1				2,001.00
		Net Change in Federal Expenses			**$26,596.23**	
		Net Change in Federal Budget			**$26,596.23**	

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

Previous Total Appropriation in Federal Fund 3 Budget	**$3,229,815.11**
Amount of Increase	**$26,596.23**
New Total Appropriation in Amended Federal Fund 3 Budget	**$3,256,411.34**

Budget Amendment # 6

Expense Code	Description of Code	Increase	Decrease
	CAPITAL OUTLAY FUND		
	Revenues		
4.4000.802	Fund Balance Transfer	$51,000.00	
4.4000.800	Fund Balance Transfer	$40,000.00	
	Net Change in Capital Outlay Revenues	**$91,000.00**	
	Expenses		
4.9000.802	Purchase 2 fleet trucks	$51,000.00	
4.9000.800	Building Security	$40,000.00	
	Net Change in Capital Outlay Expenses	**$91,000.00**	
	Net Change in Capital Outlay Budget	**$91,000.00**	

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

Previous Total Appropriation in Capital Outlay Fund 4 Budget **$3,107,633.00**

Amount of Increase **$91,000.00**

New Total Appropriation in Amended Capital Outlay Fund 4 Budget **$3,198,633.00**

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

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

Previous Total Appropriation in Child Nutrition Fund 5 Budget **$3,482,314.00**

Amount of Increase **$0.00**

New Total Appropriation in Amended Child Nutrition Fund 5 Budget **$3,482,314.00**

Budget Amendment # 6

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
8.3700.413	NC Pre-K Funding	$53,794.00	
	Total Changes in Fund 8 Revenues	**$53,794.00**	
	Expenses		
8.5000.413	NC Pre-K Funding	$53,794.00	
	Total Change in Fund 8 Expenses	**$53,794.00**	
	Net Change in Local Fund 8 Budget	**$53,794.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Previous Total Appropriation in the Special Fund 8 Budget	**$2,273,806.38**
Amount of Increase	**$53,794.00**
New Total Appropriation in Amended Special Fund 8 Budget	**$2,327,600.38**

Summary of Budget Changes	
Previous Budget Balance	**$45,661,567.77**
State Budget Change	$31,069.00
Local Budget Change	$0.00
Federal Budget Change	$26,596.23
Capital Outlay Budget Change	$91,000.00
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$53,794.00
Current Budget Balance	**$45,864,027.00**

Passed by majority vote by the Board of Education of Montgomery County on the 9th day of April 2018.

Chairman, Board of Education

Secretary, Board of Education