



**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: March 4, 2024
Subject: Budget Amendment

Attached you will find a budget amendment for your consideration for the year ending June 30, 2024.

Fiscal Year 2023/2024 Budget Amendment # 6

State Funds

1) An increase of \$58,981.00 to the State Budget Fund (Fund 1):

\$13,500.00 increase to PRC 063 (Children with Disabilities – Special Funds) – This funding is provided by the state to assist exceptional children with specific needs that the normal EC funding does not cover.

\$54,083.00 increase to PRC 067 (Assistant Principal Intern) – This is the district's annual allotment from the PPEERS grant to pay the salary of a principal assistant intern while they are obtaining their administrator's license.

\$49,360.00 increase to PRC 040 (School Safety Grant) and a \$57,962.00 decrease to PRC 039 (School Safety Grant) – The district was notified that we had received \$57,962.00 in funding for the School Safety Grant. This funding is normally associated with PRC 039 and the district is allotted the full amount in the current school year. This funding appeared on last month's budget amendment number 5. However, when the funding was received, the district was only allotted \$49,360.00, approximately 85% of the total amount. The remaining funding is to be received in the 2025 school year. The funding was also placed in PRC 040, instead of PRC 039. As a result, the initial budget amendment was entered in error and this amendment corrected this error.

\$762,805.00 increase to PRC 020 (International Faculty) and a corresponding \$762,805.00 decrease in PRC 001 Classroom Teachers – The method for funding international teachers is to do an ABC transfer where state funds are transferred from the classroom teacher budget (PRC 001) to the International Faculty budget (PRC 020). Because the district does not pay retirement or health insurance for international teachers, the cost of these teachers is normally less than a regular licensed teacher.

Local Funds

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

There was a transfer of funds causing a decrease of \$368,000.00 in purpose code 8000 (Contingency Funds) and an increase of \$183,000.00 to purpose code 6000 and an increase of \$185,000.00 to purpose code 5000. The county increased our local budget by \$368,000.00 for the 2023/2024 school year. The additional funds were placed in a contingency budget until it could be determined what areas of the budget to best redistribute these funds.

Federal Funds

3) No Change to the Federal Funds Budget (Fund 3):

Capital Outlay Funds

4) An increase of \$290,140.00 to the Capital Outlay Budget Fund (Fund 4):

An increase of \$120,104.00 and 102,406.00 to PRC 120 (Financed Purchase of School Buses) – When the state provides the district with new yellow school buses, the buses are leased to the district for a period of 3 years, with quarterly payments. The state provides funding to the district to make these quarterly payments until the lease is paid in full. Although this represents no cost to the district, this transaction has to appear as an accounting entry on the district's budget.

\$7375.00 increase and a \$9690.00 increase to PRC 802.75 (Capital Outlay Expenses) – these funds were used to repair the bleachers in the gyms at East and West Middle School.

\$1735.00 increase to PRC 802.76 (Capital Outlay Expenses) – these funds were used to repair the stair rails at MCHS.

\$2330.00 increase to PRC 802.77 (Capital Outlay Expenses) – these funds were used to install outside speakers at West Middle School.

\$46,500.00 increase to PRC 802.78 (Capital Outlay Expenses) – these funds were used to replace a chiller at West Middle School.

Child Nutrition

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

Special Local Fund 8

6) An increase of \$1,420,709.00 to the Special Local Fund 8 Budget (Fund 8):

\$1,420,709.00 increase to PRC 382 (Perkins Innovation and Modernization Grant-PIM) – This allotment represents the Year 1 funding for the PIM grant. Montgomery County Schools shares this grant with Montgomery Community College. Funds will be used to expand the number of career pathways available to our students. The four pathways are Health Information, Nursing, EMT/Paramedics, and Dental.

7) Overall, these adjustments resulted in an increase of \$1,769,830.00
to the total 2023 - 2024 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

#6

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 8th day of March 4, 2024, passed the following resolution:

Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2024.

Expense Code	Description of Code	Increase	Decrease
<u>STATE FUNDS</u>			
<u>Revenues</u>			
1.3100	State Rev 36 PRC 063	\$13,500.00	
1.3100	State Rev 36 PRC 067	\$54,083.00	
1.3100	State Rev 040 PRC 040	\$49,360.00	
1.3100	PRC 039		\$57,962.00
	Net Change in State Revenues	\$58,981.00	
<u>Expenses</u>			
1.5000.063	Children with Disabilities-Special Funds	\$13,500.00	
1.5000.067	Assistant Principal Interns	\$54,083.00	
1.5000.020	International Faculty	\$762,805.00	
1.5000.001	Classroom Teachers		\$762,805.00
1.5000.040	School Safety Grant	\$49,360.00	
1.5000.039	School Safety Grant		\$57,962.00
	Net Change in State Expenses	\$58,981.00	
	<u>Net Change in State Budget</u>	<u>\$58,981.00</u>	
Explanation: Adjustments made for actual revenues and expenditures.			
Total Appropriation in Current Budget			\$30,656,438.70
Amount of Increase			\$58,981.00
Total Appropriation in Current Amended Budget			\$30,715,419.70

Budget Amendment # 6

#6

Expense Code		Description of Code			Increase	Decrease
<u>LOCAL FUNDS</u>						
<u>Revenues</u>						
		<u>Expenses</u>				
2.8000		Contingency Funds				\$133,000.00
2.6000		Maintenance & Utilities			\$133,000.00	
2.8000		Contingency Funds				\$235,000.00
2.6000		Maintenance & Utilities			\$50,000.00	
2.5000		Instructional			\$185,000.00	
		Net Change in Local Revenues			\$0.00	
		<u>Net Change in Local Budget</u>			<u>\$0.00</u>	
Explanation: Adjustments made for actual revenues and expenditures.						
Total Appropriation in Current Budget						\$7,060,016.00
Amount of Increase						\$0.00
Total Appropriation in Current Amended Budget						\$7,060,016.00

Budget Amendment # 6

#6

Expense Code		Description of Code		Increase	Decrease
<u>FEDERAL FUNDS</u>					
<u>Revenues</u>					
					-
		Net Change in Federal Revenues		\$0.00	
<u>Expenses</u>					
		Net Change in Federal Expenses		\$0.00	
		<u>Net Change in Federal Budget</u>		<u>\$0.00</u>	
Explanation: Adjustments made for actual revenues and expenditures.					
Total Appropriation in Current Budget				\$7,410,999.90	
Amount of Increase				\$0.00	
Total Appropriation in Current Amended Budget				\$7,410,999.90	

Budget Amendment # 6

#6

Expense Code	Description of Code	Increase	Decrease
<u>CAPITAL OUTLAY FUND</u>			
	<u>Revenues</u>		
4.3400	State Rev 39 PRC 120	\$120,104.00	
4.3400	State Rev 40 PRC 120	\$102,406.00	
4.4110	Capital Outlay #75	\$7,375.00	
4.4110	Capital Outlay #75	\$9,690.00	
4.4110	Capital Outlay #76	\$1,735.00	
4.4110	Capital Outlay #77	\$2,330.00	
4.4110	Capital Outlay #78	\$46,500.00	
	Net Change in Capital Outlay Revenues	\$290,140.00	
	<u>Expenses</u>		
4.6000.120	New Yellow Bus Lease Payments	\$120,104.00	
4.6000.120	New Yellow Bus Lease Payments	\$102,406.00	
4.9000.802.75	Bleacher Repairs Middle Schools	\$7,375.00	
4.9000.802.75	Bleacher Repairs Middle Schools	\$9,690.00	
4.9000.802.76	Stair Rail Repairs MCHS	\$1,735.00	
4.9000.802.77	Outdoor Speackers at WMS	\$2,330.00	
4.9000.802.78	Chiller Replacement at WMS	\$46,500.00	
	Net Change in Capital Outlay Expenses	\$290,140.00	
	<u>Net Change in Capital Outlay Budget</u>	<u>\$290,140.00</u>	
Explanation: Adjustments made for actual revenues and expenditures.			
Total Appropriation in Current Budget			\$4,103,120.60
Amount of Increase			\$290,140.00
<u>Total Appropriation in Current Amended Budget</u>			<u>\$4,393,260.60</u>

Expense Code	Description of Code	Increase	Decrease
<u>CHILD NUTRITION FUND</u>			
	<u>Revenues</u>		
	<u>Expenses</u>		
	<u>Net Change in Child Nutrition Budget</u>	<u>\$0.00</u>	
Explanation: Adjustments made for actual revenues and expenditures.			
Total Appropriation in Current Budget			\$3,787,860.00
Amount of Increase			\$0.00
<u>Total Appropriation in Current Amended Budget</u>			<u>\$3,787,860.00</u>

Budget Amendment # 6

#6

Expense Code	Description of Code	Increase	Decrease
LOCAL FUND 8			
Revenues			
8.3700.382	PIM Grant	\$1,420,709.00	
	Total Changes in Fund 8 Revenues	\$1,420,709.00	
Expenses			
8.5000.382	PIM Grant	\$1,334,718.00	
8.6000.382	PIM Grant	\$41,050.00	
8.8000.382	PIM Grant	\$44,941.00	
	Total Change in Fund 8 Expenses	\$1,420,709.00	
	Net Change in Local Fund 8 Budget	\$1,420,709.00	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget \$12,114,886.83

Amount of Increase \$1,420,709.00

Total Appropriation in Current Amended Budget \$13,535,595.83

Summary of Budget Changes	
Previous Budget	\$65,133,322.03
State Budget Change	\$58,981.00
Local Budget Change	\$0.00
Federal Budget Change	\$0.00
Capital Outlay Budget Change	\$290,140.00
Child Nutrition Budget Change	\$0.00
Fund 8 Budget Change	\$1,420,709.00
Total Change in Budget	\$1,769,830.00
Current Budget	\$66,903,152.03

Passed by majority vote by the Board of Education of Montgomery County on the 4th day of March, 2024.

Chairman, Board of Education

Secretary, Board of Education

Budget Amendment # 6

#6

--