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To: Board of Education
From: Mitch Taylor
Date: February 5, 2024
Subject: Agenda Item (Section – Consent Agenda)

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

Fiscal Year 2023/2024 Budget Amendment # 5

State Funds

1) An increase of \$1,040,289.70 to the State Budget Fund (Fund 1):

\$264,000.00 increase to PRC 039 (School Safety) – This is funding to provide School Resource Officers at the elementary schools.

\$40,887.00 increase to PRC 015 (Technology) – This is the district's annual allotment for technology based on interest earned on Indian Gaming Commission deposits.

\$545,642.70 increase to PRC 131 (Textbooks and Digital Resources) – Each year, the state provides funding for textbooks and digital resources. All unspent funds were carried over and allowed to accumulate over time. This balance was maintained by DPI, but available for the district to use if needed. This year the state changed this process. Going forward, the district will receive an annual allotment, but will also be allotted all carryover funds. Our annual allotment for the year was \$108,839. This allotment represents the district's carryover amount that has grown over time.

\$37,113.00 increase to PRC 048 (Teacher Bonuses) – This allotment is to pay a bonus for 4th grade through 8th grade reading and math teachers whose EVAAS scores ranked in the top 25% at the state level and/or the district level. These bonuses were approximately \$2000.00, so if a teacher qualified for the state and district, they received \$4000.00. Montgomery County Schools had 15 teachers who qualified to receive at least one of these bonuses.

\$26,331.00 increase to PRC 046 (3rd Grade Reading Bonus) – This allotment is to pay a bonus to 3rd grade reading teachers whose EVAAS scores ranked in the top 25% at the state level and/or district level. These bonuses were approximately \$3350.00. A teacher who qualified for both received about \$6700.00. Montgomery County Schools had 4 teachers that qualified for this bonus.

\$57,962.00 increase to PRC 039 (School Safety) – The district received funding from the school safety grants to purchase safety equipment and training.

\$68,354.00 increase to PRC 073 (School Connectivity) – The district received funding to purchase internet connectivity equipment at our schools.

Local Funds

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

Federal Funds

3) An increase of \$3011.00 to the Federal Funds Budget (Fund 3):

\$1326.70 increase to PRC 146 (Light the Way – Rethink Grant) – This is additional funding to pay a stipend to teachers who attended a DPI conference over the summer.

\$159.30 increase to PRC 119 (IDEA Targeted Assistance Grant) – This is our district’s carryover from last year.

\$1525.00 increase to PRC 111 (Title III English Language Acquisition Grant) – This is our district’s Title III allotment for the current school year.

Capital Outlay Funds

4) An increase of \$21,932.07 to the Capital Outlay Budget Fund (Fund 4):

\$9019.07 increase to PRC 802.72 (Capital Outlay) – Two HVAC units were purchased to replace existing units.

\$2058.00 increase to PRC 802.73 (Capital Outlay Expenses) – these funds were used to refinish the gym floor at East Middle School.

\$7450.00 increase to PRC 802.74 (Capital Outlay Expenses) – these funds were used to repair sidewalks at Mt Gilead Elementary.

\$3405.00 increase to PRC 802.75 (Capital Outlay Expenses) – these funds were used to repair the middle school gym bleachers.

Child Nutrition

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

There was a transfer of \$4000.00 from purpose code 8000 (Non-Program Charges) to purpose code 7000 (Auxiliary Services). \$4000.00 was moved from depreciation budget to the equipment repair budget to repair a dishwasher. This transaction did not involve any new funding.

Special Local Fund 8

6) An increase of \$952,351.52 to the Special Local Fund 8 Budget (Fund 8):

\$454,720.24 increase to PRC 379 (School Climate Transformation Grant) – This allotment represents the Year 5 funding for the SCTG grant. Montgomery County Schools shares this grant with Stanly County Schools, and this is Stanly County’s portion of the funding for the 2024 school year.

\$494,984.96 increase to PRC 379 (School Climate Transformation Grant) – This allotment represents the Year 5 funding for the SCTG grant. Montgomery County Schools shares this grant with Stanly County Schools, and this is Montgomery County’s portion of the funding for the 2024 school year.

\$1000.00 increase to PRC 061 (Donations & Grants) – Elizabeth Devine, a teacher at Montgomery Learning Academy, received a Randolph Electric Corporation Bright Ideas grant.

\$525.00 increase to PRC 061 (Donations & Grants) – Amy Reynolds, principal at Montgomery Learning Academy, received a Randolph Electric Corporation Bright Ideas grant.

\$500.00 increase to PRC 061 (Donations & Grants) – Elizabeth Devine, a teacher at Montgomery Learning Academy, received a grant from Farm Bureau.

\$621.32 increase to PRC 061 (Donations & Grants) – The local Bojangles Restaurant held a “Fries for Supplies” fundraiser and donated a portion of their french fry sales to Montgomery County Schools to be used for school supplies.

7) Overall, these adjustments resulted in an increase of \$2,017,584.29

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 # 5

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 8th day of February 5, 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 |
|--|--|-----------------------|------------------------|
| STATE FUNDS | | | |
| Revenues | | | |
| 1.3100 | State Rev #15 PRC 039 | \$264,000.00 | |
| 1.3100 | State Rev #23 PRC 015 | \$40,887.00 | |
| 1.3100 | State Rev #27 PRC 131 | \$545,642.70 | |
| 1.3100 | State Rev #27 PRC 048 | \$37,113.00 | |
| 1.3100 | State Rev #27 PRC 046 | \$26,331.00 | |
| 1.3100 | State Rev # PRC 039 | \$57,962.00 | |
| 1.3100 | State Rev #33 PRC 073 | \$68,354.00 | |
| | | | |
| | Net Change in State Revenues | \$1,040,289.70 | |
| Expenses | | | |
| 1.5000.039 | School Safety & Security | \$264,000.00 | |
| 1.5000.015 | Technology | \$40,887.00 | |
| 1.5000.131 | Textbooks & Digital Reading | \$545,642.70 | |
| 1.5000.048 | Teacher Bonus - Reading, Math & CTE | \$37,113.00 | |
| 1.5000.046 | Teacher Bonus - 3rd Grade Reading | \$26,331.00 | |
| 1.5000.039 | School Safety Grant - Equipment & Training | \$57,962.00 | |
| 1.6000.073 | School Connectivity | \$68,354.00 | |
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| | Net Change in State Expenses | \$1,040,289.70 | |
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| | Net Change in State Budget | \$1,040,289.70 | |
| Explanation: Adjustments made for actual revenues and expenditures. | | | |
| Total Appropriation in Current Budget | | | \$29,616,149.00 |
| Amount of Increase | | | \$1,040,289.70 |
| Total Appropriation in Current Amended Budget | | | \$30,656,438.70 |

Budget Amendment # 5

| Expense Code | Description of Code | Increase | Decrease | | | | | | |
|---|--|----------------------|----------|--|-----------------------|---------------------------|---------------|--|-----------------------|
| <u>LOCAL FUNDS</u> | | | | | | | | | |
| <u>Revenues</u> | | | | | | | | | |
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| | Net Change in Local Revenues | \$0.00 | | | | | | | |
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| | <u>Net Change in Local Budget</u> | <u>\$0.00</u> | | | | | | | |
| <p>Explanation: Adjustments made for actual revenues and expenditures.</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 80%;">Total Appropriation in Current Budget</td> <td style="text-align: right;">\$7,060,016.00</td> </tr> <tr> <td>Amount of Increase</td> <td style="text-align: right;">\$0.00</td> </tr> <tr> <td>Total Appropriation in Current Amended Budget</td> <td style="text-align: right;">\$7,060,016.00</td> </tr> </table> | | | | Total Appropriation in Current Budget | \$7,060,016.00 | Amount of Increase | \$0.00 | Total Appropriation in Current Amended Budget | \$7,060,016.00 |
| 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 # 5

| Expense Code | Description of Code | Increase | Decrease | | | | | | |
|---|--|--------------------------|----------|--|-----------------------|---------------------------|-------------------|--|-----------------------|
| <u>FEDERAL FUNDS</u> | | | | | | | | | |
| <u>Revenues</u> | | | | | | | | | |
| PRC 146 | Light the Way - Rethink Grant | \$1,326.70 | | | | | | | |
| PRC 119 | IDEA Targeted Assistance | \$159.30 | | | | | | | |
| PRC 111 | Title III English Language Acquisition | \$1,525.00 | | | | | | | |
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| | Net Change in Federal Revenues | \$3,011.00 | | | | | | | |
| <u>Expenses</u> | | | | | | | | | |
| 3.5000.146 | Light the Way - Rethink Grant | \$1,326.70 | | | | | | | |
| 3.5000.119 | IDEA Targeted Assistance | \$154.97 | | | | | | | |
| 3.8000.119 | IDEA Targeted Assistance | 4.33 | | | | | | | |
| 3.5000.111 | Title III English Language Acquisition | \$1,483.60 | | | | | | | |
| 3.8000.111 | Title III English Language Acquisition | \$41.40 | | | | | | | |
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| | Net Change in Federal Expenses | \$3,011.00 | | | | | | | |
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| | <u>Net Change in Federal Budget</u> | <u>\$3,011.00</u> | | | | | | | |
| <p>Explanation: Adjustments made for actual revenues and expenditures.</p> <table style="width: 100%; border: none;"> <tr> <td style="width: 80%;">Total Appropriation in Current Budget</td> <td style="text-align: right;">\$7,407,988.90</td> </tr> <tr> <td>Amount of Increase</td> <td style="text-align: right;">\$3,011.00</td> </tr> <tr> <td>Total Appropriation in Current Amended Budget</td> <td style="text-align: right;">\$7,410,999.90</td> </tr> </table> | | | | Total Appropriation in Current Budget | \$7,407,988.90 | Amount of Increase | \$3,011.00 | Total Appropriation in Current Amended Budget | \$7,410,999.90 |
| Total Appropriation in Current Budget | \$7,407,988.90 | | | | | | | | |
| Amount of Increase | \$3,011.00 | | | | | | | | |
| Total Appropriation in Current Amended Budget | \$7,410,999.90 | | | | | | | | |

Budget Amendment # 5

| Expense Code | Description of Code | Increase | Decrease |
|--|--|---------------------|----------|
| LOCAL FUND 8 | | | |
| Revenues | | | |
| PRC 379 | School Climate Federal Grant - Stanly County Schools portion | \$454,720.24 | |
| PRC 379 | School Climate Federal Grant - Montgomery County portion | \$494,984.96 | |
| PRC 061 | Randolph Electric Grant for MLA - Devine | \$1,000.00 | |
| PRC 061 | Randolph Electric Grant for MLA - Reynolds | \$525.00 | |
| PRC 061 | NC Community Fdn Grant - MLA | \$500.00 | |
| PRC 061 | Bojamgles Fries for Supplies donation | \$621.32 | |
| Total Changes in Fund 8 Revenues | | \$952,351.52 | |
| Expenses | | | |
| 8.8000.379 | School Climate Federal Grant - Stanly County Schools portion | \$454,720.24 | |
| 8.5000.379 | School Climate Federal Grant - Montgomery County portion | \$303,540.54 | |
| 8.6000.379 | School Climate Federal Grant - Montgomery County portion | \$191,444.42 | |
| 8.5000.061.03 | Randolph Electric Grant for MLA - Devine | \$1,000.00 | |
| 8.5000.061.04 | Randolph Electric Grant for MLA - Reynolds | \$525.00 | |
| 8.5000.061.05 | NC Community Fdn Grant - MLA | \$500.00 | |
| 8.5000.061.02 | Bojamgles Fries for Supplies donation | \$621.32 | |
| Total Change in Fund 8 Expenses | | \$952,351.52 | |
| Net Change in Local Fund 8 Budget | | \$952,351.52 | |

Explanation: Adjustments made for actual revenues and expenditures.

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|--|------------------------|
| Total Appropriation in Current Budget | \$11,162,535.31 |
| Amount of Increase | \$952,351.52 |
| Total Appropriation in Current Amended Budget | \$12,114,886.83 |

| Summary of Budget Changes | |
|----------------------------------|------------------------|
| Previous Budget | \$63,115,737.74 |
| State Budget Change | \$1,040,289.70 |
| Local Budget Change | \$0.00 |
| Federal Budget Change | \$3,011.00 |
| Capital Outlay Budget Change | \$21,932.07 |
| Child Nutrition Budget Change | \$0.00 |
| Fund 8 Budget Change | \$952,351.52 |
| Total Change in Budget | \$2,017,584.29 |
| Current Budget | \$65,133,322.03 |

Passed by majority vote by the Board of Education of Montgomery County on the 5th day of February, 2024.

Chairman, Board of Education

Secretary, Board of Education