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 6, 2023
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 # 2

State Funds

1) An increase of $968,927.00 to the State Budget Fund (Fund 1):

$898,443.00 increase to PRC 032 (Exceptional Children Funding) – Because the state had not passed the budget for the 2024 fiscal year, DPI only allocated approximately 60% of our annual state funding. With the passage of the budget in October, DPI is now allocating the remainder of our state funding for all PRCs.

$70,484.00 increase to PRC 061 (Instructional Supply Funding) – Because the state had not passed the budget for the 2024 fiscal year, DPI only allocated approximately 60% of our annual state funding. With the passage of the budget in October, DPI is now allocating the remainder of our state funding for all PRCs.

Local Funds

2) An increase of $64,000.00 to the Local Fund Budget (Fund 2)

$64,000 increase to PRC 002 (Local Contingency Fund) – For the 2023/2024 fiscal year, Montgomery County increased the funding to the school district. When the new budget amount was budgeted, it was understated by $64,000. This amendment corrects that error.

$25,000 increase to PRC 802 (Local Maintenance Contract Services) and a decrease to PRC 002 (Local Contingency Fund) – This amendment is transferring money from the local contingency fund to the local maintenance contract services account. Contract services was an area that the school district requested additional funding from the county. The additional funding received this year from the county was placed in the contingency fund budget to be redistributed to other local expense budgets in need of additional funding.

Federal Funds

3) An increase of $314,265.66 to the Federal Funds (Fund 3):

$157,171.46 increase to PRC 109 (RLiS Grant) – This funding is our annual allotment of federal funds from DPI. Federal grants have a different funding cycle than state funds and are not allotted for the new year until after October 1st of each year.

$88,093.96 increase to PRC 188 (ESSER III Summer Enrichment Program) – This funding is a part of the ESSER III COVID funding that the district received during the pandemic. This represents the carryover remaining from the original grant and will expire on 9/30/2024.

$55,240.24 increase to PRC 189 (ESSER III Afterschool Tutoring Program) – This funding is a part of the ESSER III COVID funding that the district received during the pandemic. This represents the carryover remaining from the original grant and will expire on 9/30/2024.

$13,760.00 increase to PRC 101 (Abstinence Education Funding) – This funding is carryover remaining from the last year's federal grant and expired on 9/30/2023.

Capital Outlay Funds

4) An increase of $36,532.21 to the Capital Outlay Budget Fund (Fund 4):

$25,800.42 increase to PRC 802 (Capital Outlay Expenses) – this is to replace the entrance signs at Mt Gilead Elementary and West Middle School.

$2907.79 increase to PRC 802 (Capital Outlay Expenses) – these funds will be used to replace the blinds at Troy Elementary that were damaged by water leaking into the building during the recent roof replacement.

$7824.00 increase to PRC 802 (Capital Outlay Expenses) – these funds were used to lay a concrete sidewalk to the playground to make it more accessible.

Child Nutrition

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

Special Local Fund 8

6) An increase of $7,527,944.00 to the Special Local Fund 8 Budget (Fund 8):

$461,600.00 increase to PRC 381 (GEARUP Grant) – This was an outside grant the district was awarded for the purpose of working with middle school students to help determine possible career interests and align their course work to support these career interests, monitoring their progress until graduation.

$7,017,014.00 increase to PRC 380 (TSL Grant) – This was an outside grant the district was awarded for the purpose of increasing student test scores by providing additional instructional assistance to increase learning growth, with an opportunity for teachers and school leadership to earn incentives if learning growth goals are met.

$3000.00 increase to PRC 061 (Literacy Grant) – This was an outside grant that the district was awarded for the purpose of providing books to increase student literacy.

$46,330.00 increase to PRC 413 (NC Pre-K Grant) – The state provided additional funds to the district's Pre-K programs. Each school, and the two independent daycares that offer the Pre-K program, received a portion of the funding.

7) Overall, these adjustments resulted in an increase of $8,911,668.87

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 # 2

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 6th day of November, 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, 2024.

Expense Code		Description of Code			Increase	Decrease
		STATE FUNDS				
		Revenues				
1.3100		State Revision #8 PRC 032			$898,443.00	
1.3100		State Revision #8 PRC 061			$70,484.00	
		Net Change in State Revenues			**$968,927.00**	
		Expenses				
1.5000		PRC 032			$802,227.36	
1.6000		PRC 032			$96,215.64	
1.5000		PRC 061			$70,484.00	
		Net Change in State Expenses			**$968,927.00**	
		Net Change in State Budget			**$968,927.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$16,581,872.00**
Amount of Increase	**$968,927.00**
Total Appropriation in Current Amended Budget	**$17,550,799.00**

Budget Amendment # 2

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUNDS				
		Revenues				
2.4110		Local County Allotcation			$64,000.00	
		Net Change in Local Revenues			$64,000.00	
		Expenses				
2.8000		PRC 002 Contingency Funding			$64,000.00	
2.6000		PRC 802 Maintenance Contract Services			$25,000.00	
2.8000		PRC 002 Contingency Funding				$25,000.00
		Net Change in Local Revenues			$64,000.00	
		Net Change in Local Budget			**$64,000.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$6,996,016.00**
Amount of Increase	**$64,000.00**
Total Appropriation in Current Amended Budget	**$7,060,016.00**

Budget Amendment # 2

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3600.109		PRC 109			$157,171.46	
3.3600.188		PRC 188			$88,093.96	
3.3600.189		PRC 189			$55,240.24	
3.3600.101		PRC 101			$13,760.00	
		Net Change in Federal Revenues			**$314,265.66**	
		Expenses				
3.5000.109		PRC 109			$148,963.60	
3.6000.109		PRC 109			$5,161.78	
3.8000.109		PRC 109			3,046.08	
3.5000.188		PRC 188			$78,931.23	
3.6000.188		PRC 188			$9,162.73	
3.5000.189		PRC 189			40,622.91	
3.6000.189		PRC 189			$14,617.33	
3.5000.101		PRC 101			$13,760.00	
		Net Change in Federal Expenses			**$314,265.66**	
		Net Change in Federal Budget			**$314,265.66**	

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

Total Appropriation in Current Budget	**$5,133,637.72**
Amount of Increase	**$314,265.66**
Total Appropriation in Current Amended Budget	**$5,447,903.38**

Budget Amendment # 2

Expense Code		Description of Code			Increase	Decrease
		CAPITAL OUTLAY FUND				
		Revenues				
4.4000.802		New sign for MGES & WMS			$25,800.42	
4.4000.802		Replace Blinds for TES			$2,907.79	
4.4000.802		Concrete Walkway for SES			$7,824.00	
4.4000.802						
4.4000.802						
4.4000.802						
		Net Change in Capital Outlay Revenues			**$36,532.21**	
		Expenses				
4.9000.802		New sign for MGES & WMS			$25,800.42	
4.9000.802		Replace Blinds for TES			$2,907.79	
4.9000.802		Concrete Walkway for SES			$7,824.00	
4.9000.802						
4.9000.802						
4.9000.802						
		Net Change in Capital Outlay Expenses			**$36,532.21**	
		Net Change in Capital Outlay Budget			**$36,532.21**	

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

Total Appropriation in Current Budget **$3,888,954.76**

Amount of Increase **$36,532.21**

Total Appropriation in Current Amended Budget **$3,925,486.97**

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

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

Total Appropriation in Current Budget **$3,787,860.00**

Amount of Increase **$0.00**

Total Appropriation in Current Amended Budget **$3,787,860.00**

Budget Amendment # 2

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
8.3000.381	PRC 381 GEARUP Grant	$461,600.00	
8.3000.380	PRC 380 TSL Grant	$7,017,014.00	
8.4000.061	PRC 061 Literacy Grant	$3,000.00	
8.3000.413	PRC 413 Pre-K	$46,330.00	
	Total Changes in Fund 8 Revenues	**$7,527,944.00**	
	Expenses		
8.5000.381	PRC 381 GEARUP Grant	$297,604.37	
8.6000.381	PRC 381 GEARUP Grant	$163,995.63	
8.5000.380	PRC 380 TSL Grant	$5,591,018.50	
8.6000.380	PRC 380 TSL Grant	$1,221,630.50	
8.8000.380	PRC 380 TSL Grant	$204,365.00	
8.5000.061	PRC 061 Literacy Grant	$3,000.00	
8.5000.413	PRC 413 Pre-K	$46,330.00	
	Total Change in Fund 8 Expenses	**$7,527,944.00**	
	Net Change in Local Fund 8 Budget	**$7,527,944.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$3,551,722.96**
Amount of Increase	**$7,527,944.00**
Total Appropriation in Current Amended Budget	**$11,079,666.96**

Summary of Budget Changes

Previous Budget	**$39,940,163.44**
State Budget Change	$968,927.00
Local Budget Change	$64,000.00
Federal Budget Change	$314,265.66
Capital Outlay Budget Change	$36,532.21
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$7,527,944.00
Total Change in Budget	***$8,911,668.87***
Current Budget	**$48,851,832.31**

Passed by majority vote by the Board of Education of Montgomery County on the 6th day of November, 2023.

Chairman, Board of Education

Secretary, Board of Education

Budget Amendment # 2