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: January 6, 2025
Subject: Budget Amendment

Attached you will find a budget amendment for your consideration for the year ending June 30, 2025.

Fiscal Year 2024/2025 Budget Amendment # 3

State Funds

1) An decrease of $1681.00 to the State Budget Fund (Fund 1):

$1500.00 increase to PRC 088 (Feminine Hygiene) – The district applied for special funding that is to be used for feminine hygiene.

$100.00 increase to PRC 003 (Non-Instructional Support) – Reimbursement from the state to cover the cost of a substitute teacher while the teacher attended professional development.

$3281.00 decrease to PRC 016 (Summer Reading Program) – funds that were reverted to the state related to the district's summer reading program.

Local Funds

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

Federal Funds

3) An increase of $2,117,658.35 to the Federal Funds Budget (Fund 3):

Beginning this year, the district is required to implement a change in the way federal funds are reported. When the district receives federal grants, funds are typically available to the district for 27 months. For this reason, federal funds can be carried over for up to two years. In the past, the district combined previous funding with new funding into one budget, but beginning this year, the district must create a separate budget for each year's funding. For example, PRC 060 might have Budget Year 2023 funding, Budget Year 2024 funding and Budget Year 2025 funding whereas in the past we could lump all the funding into one budget.

$264,281.51 increase to PRC 050 Year 2024 (Title 1 Program) –This represents the carryover funding from 2024 for Title 1. These funds can be used to support students in the district's elementary schools.

$1,234,897.00 increase to PRC 050 Year 2025 (Title 1 Program) –This represents the new funding for 2025 for Title 1. These funds can be used to support students in the district's elementary schools.

$706.30 increase to PRC 101 Year 2023 (Sexual Risk Avoidance Program) – This represents Sexual Risk Avoidance Program funding that remained at the end of June 2023. With most federal grants, the district is allowed to carry over funds into the next two school years.

$105,816.57 increase to PRC 103 Year 2024 (Title V Supporting Effective Instruction) –This represents the carryover funding from 2024 for PRC 103 Title V. These funds can be used to support the acquisition and retention of beginning teachers.

$183,953.00 increase to PRC 103 Year 2025 (Title 1 Program) – (Title V Supporting Effective Instruction) –This represents the new funding for 2025 for PRC 103 Title V. These funds can be used to support the acquisition and retention of beginning teachers.

$387.11 increase to PRC 104 Year 2024 (Title II English Language Instruction) –This represents the carryover funding from 2024 for PRC 104 Title II. These funds can be used to support the instruction of English Language Acquisition.

$41,125.00 increase to PRC 104 Year 2025 (Title II English Language Acquisition) –This represents the new funding for 2025 for PRC 104 Title II. These funds can be used to support the instruction of English Language Acquisition.

$27,817.72 increase to PRC 108 Year 2024 (Title IV Student Support and Academic Enrichment –This represents the carryover funding from 2024 for PRC 108 Title IV. These funds can be used to support and enrich the instruction of the district's students and educators.

$90,368.00 increase to PRC 108 Year 2025 (Title IV Student Support and Academic Enrichment) – This represents the new funding for 2025 for PRC 108 Title IV. These funds can be used to support and enrich the instruction of the district's students and educators.

$76,685.14 increase to PRC 109 Year 2024 (Title V Rural and Low-Income Schools) –This represents the carryover funding from 2024 for PRC 109 Title V. These funds can be used to support and enrich the instruction of the district's students and educators.

$91,621.00 increase to PRC 109 Year 2025 (Title V Support for Rural and Low-Income Schools) –This represents the new funding for 2025 for PRC 109 Title V. These funds can be used to support and enrich the instruction of the district's students and educators.

<u>Capital Outlay Funds</u>

4) An increase of $31,301.97 to the Capital Outlay Budget Fund (Fund 4):

$1540.80 increase to PRC 802.95 (Capital Outlay Expenses) – this project is to replace the DVRs connected to the school's camera system at EMS.

$3062.91 increase to PRC 802.95 (Capital Outlay Expenses) – these funds were used to purchase thermostats at MCHS.

$12,498.40 increase to PRC 802.95 (Capital Outlay Expenses) – these funds were used to install a new water heater at Mt Gilead Elementary School.

$14,199.86 increase to PRC 802.96 (Capital Outlay Expenses) – these funds were used to replace the heat exchanger in HVAC system in the auditorium at Mt Gilead Elementary.

Child Nutrition

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

Special Local Fund 8

6) An increase of $1000.00 to the Special Local Fund 8 Budget (Fund 8):

$1000.00 increase to PRC 061 (Donations/Grants) – MLA received a Whole Child grant from NC ASCD.

7) Overall, these adjustments resulted in an increase of $2,148,279.32 to the total 2024 - 2025 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 # 3

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 6th day of January 2025. passed the following resolution:

Be it resolved that the following amendments be made to the Budget Resolution for the fiscal year ending June 30, 2025.

Expense Code		Description of Code			Increase	Decrease
		STATE FUNDS				
		Revenues				
1.3100		Feminie Hygiene Program			$1,500.00	
1.3100		Non-Instructional Support			$100.00	
1.3100		Summer Reading Camp				$3,281.00
		Net Change in State Revenues			**-$1,681.00**	
		Expenses				
1.5000.088		Feminie Hygiene Program			$1,500.00	
1.5000.003		Non-Instructional Support			$100.00	
1.6000.016		Summer Reading Camp				$3,281.00
		Net Change in State Expenses			**-$1,681.00**	
		Net Change in State Budget			**-$1,681.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$31,100,750.00**
Amount of Increase	**-$1,681.00**
Total Appropriation in Current Amended Budget	**$31,099,069.00**

Budget Amendment # 3

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

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$7,344,416.00**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$7,344,416.00**

Budget Amendment # 3

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3700.050		PRC 050 FY 2024			$264,281.51	
3.3700.050		PRC 050 FY 2025			$1,234,897.00	
3.3700.101		PRC 101 FY 2023			$706.30	
3.3700.103		PRC 103 FY 2024			$105,816.57	
3.3700.103		PRC 103 FY 2025			$183,953.00	
3.3700.104		PRC 104 FY 2024			387.11	
3.3700.104		PRC 104 FY 2025			41,125.00	
3.3700.108		PRC 108 FY 2024			27,817.72	
3.3700.108		PRC 108 FY 2025			90,368.00	
3.3700.109		PRC 109 FY 2024			76,685.14	
3.3700.109		PRC 109 FY 2025			91,621.00	
		Net Change in Federal Revenues			**$2,117,658.35**	
		Expenses				
3.5000.050		Title 1 Carryover from 2024			$257,878.82	
3.8000.050		Title 1 Carryover from 2024			$6,402.69	
3.5000.050		Title 1 New Funding for 2025			1,194,624.43	
3.6000.050		Title 1 New Funding for 2025			$8,529.35	
3.8000.050		Title 1 New Funding for 2025			$31,743.22	
3.5000.101		PRC 101 Carryover funding 2023			$706.30	
3.5000.103		PRC 103 Carryover from 2024			$103,009.56	
3.8000.103		PRC 103 Carryover from 2024			$2,807.01	
3.5000.103		PRC 103 New funding for 2025			$179,449.61	
3.8000.103		PRC 103 New funding for 2025			$4,503.39	
3.5000.104		PRC 104 Carryover for 2024			$376.84	
3.8000.104		PRC 104 Carryover for 2024			$10.27	
3.5000.104		PRC 104 New funding for 2025			$40,034.07	
3.8000.104		PRC 104 New funding for 2025			$1,090.93	
3.5000.108		PRC 108 Carryover for FY 2024			27,817.72	
3.5000.108		PRC 108 New funding for 2025			90,368.00	
3.5000.109		PRC 109 Carryover for FY 2024			70,301.17	
3.6000.109		PRC 109 Carryover for FY 2024			5,267.60	
3.8000.109		PRC 109 Carryover for FY 2024			1,116.37	
3.5000.109		PRC 109 New funding for 2025			90,067.11	
3.8000.109		PRC 109 New funding for 2025			$1,553.89	
		Net Change in Federal Expenses			**$2,117,658.35**	
		Net Change in Federal Budget			**$2,117,658.35**	

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

Total Appropriation in Current Budget	**$2,233,880.54**
Amount of Increase	**$2,117,658.35**
Total Appropriation in Current Amended Budget	**$4,351,538.89**

Budget Amendment # 3

Expense Code		Description of Code			Increase	Decrease
		CAPITAL OUTLAY FUND				
		Revenues				
4.4000.802		1/4 cent sales tax fund			1,540.80	
4.4000.802		1/4 cent sales tax fund			3,062.91	
4.4000.802		1/4 cent sales tax fund			12,498.40	
4.4000.802		1/4 cent sales tax fund			14,199.86	
		Net Change in Capital Outlay Revenues			**$31,301.97**	
		Expenses				
4.9000.802		Replace the DVRs for cameral system			1,540.80	
4.9000.802		Replace JCI thermostats			3,062.91	
4.9000.802		Replace Water Heater			12,498.40	
4.9000.802		Replace Heat Exchanger			14,199.86	
		Net Change in Capital Outlay Expenses			**$31,301.97**	
		Net Change in Capital Outlay Budget			**$31,301.97**	

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

Total Appropriation in Current Budget **$3,618,861.43**

Amount of Increase **$31,301.97**

Total Appropriation in Current Amended Budget **$3,650,163.40**

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 **$4,100,560.00**

Amount of Increase **$0.00**

Total Appropriation in Current Amended Budget **$4,100,560.00**

Budget Amendment # 3

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
8.4490.061	Grant Awarded to MLA by NC ASCD	$1,000.00	
	Total Changes in Fund 8 Revenues	**$1,000.00**	
	Expenses		
8.5000.061	Whole Child Grant MLA	$1,000.00	
	Total Change in Fund 8 Expenses	**$1,000.00**	
	Net Change in Local Fund 8 Budget	**$1,000.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$16,848,798.39**
Amount of Increase	**$1,000.00**
Total Appropriation in Current Amended Budget	**$16,849,798.39**

Summary of Budget Changes

Previous Budget	**$65,247,266.36**
State Budget Change	-$1,681.00
Local Budget Change	$0.00
Federal Budget Change	$2,117,658.35
Capital Outlay Budget Change	$31,301.97
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$1,000.00
Total Change in Budget	***$2,148,279.32***
Current Budget	**$67,395,545.68**

Passed by majority vote by the Board of Education of Montgomery County on the 6th day of January, 2025.

Chairman, Board of Education

Secretary, Board of Education

Budget Amendment # 3