441 Page Street • P.O. Box 427
Troy, North Carolina 27371-0427
PHONE: (910) 576-6511 • FAX: (910) 576-2044

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

Fiscal Year 2024/2025 Budget Amendment # 9

State Funds

1) No increase to the State Budget Fund (Fund 1) but there were monetary changes between purpose codes:

$115,663.88 increase to PRC 002 Purpose Code 8000 (Central Office Administration) and a decrease of $115,663.88 to PRC 002 Purpose Code 7000 (Central Office Administration) – State law requires that the salary and fringe benefits of the Child Nutrition manager be made available as a part of the Child Nutrition budget. This transaction is a part of the process that makes the director's salary apparent within the Child Nutrition Department's expenses. No new funding was received.

$7482.00 increase in PRC 020 (International Teacher Fund) and a $7482.00 decrease in PRC 001 (Instructional Teachers Fund) – Funding for the international teachers hired by the district are paid with funding from the district's regular allotment for instructional teachers. Funding for the international teachers' expenses was underestimated, and a transfer was made at year end to reconcile the difference. No new funding was received.

$665.00 increase in PRC 069 (Student At Risk Funds) and a $665.00 decrease in PRC 014 (CTE Program Fund) – There was a surplus of funds in PRC 014 and these funds were transferred to PRC 069 which can be carried over into the next fiscal year.

$6210.00 increase in PRC 069 (Student At Risk Funds) and a $6210.00 decrease in PRC 013 (CTE Personnel Fund) – There was a surplus of funds in PRC 013 and these funds were transferred to PRC 069 which can be carried over into the next fiscal year.

$10,267.60 increase to PRC 085 Purpose Code 6000 (Literacy Intervention Funding-Transportation) and a decrease of $10,267.60 to PRC 085 Purpose Code 5000 (Literacy Intervention Funding-Student Instruction) – funding was transferred from instructional support to bus transportation of students to summer instruction.

Local Funds

2) An increase of $500,000 to the Local Fund Budget (Fund 2)

$500,000.00 increase to PRC 181 (Retention Bonus) – Montgomery County Administration provided the district with funding to pay a retention bonus for the 2026 fiscal year. This funding was received by the district within

the 2025 fiscal year, and a budget item was recorded. The funds will remain in fund balance until paid in May of 2026.

$245,000 increase to PRC 003 Purpose Code 6000 (Non-Instructional Support) and a decrease of $245,000.00 to PRC 003 Purpose Code 5000 (Non-Instructional Support) - There was no change in total funding. Because the funds were transferred within the same budget, this is usually not a budget amendment, but because it involved moving funds from one purpose code, 5000, to a different purpose code, 6000, it had to be treated as a budget amendment.

$61,000.00 increase to PRC 015 Purpose Code 6000 (Technology) and a decrease of $61,000.00 to PRC 015 Purpose Code 5000 (Technology) - There was no change in total funding. Because the funds were transferred within the same budget, this is usually not a budget amendment, but because it involved moving funds from one purpose code, 5000, to a different purpose code, 6000, it had to be treated as a budget amendment.

Federal Funds

3) An increase of $30,169.76 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.

$31,596.00 increase to PRC 060 Year 2024 (Exceptional Children Funds) – The state reconciled the balances in the federal grants and either allotted any surplus funding or reverted any deficit funding away from the districts. For PRC 060, the district received an additional $31,596.00.

$40.00 increase to PRC 111 Year 2025 (Language Acquisition Funds) – The state reconciled the balances in the federal grants and either allotted any surplus funding or reverted any deficit funding away from the districts. For PRC 111, the district received an additional $40.00.

$1500.00 increase to PRC 017 Year 2025 Purpose Code 5000 (CTE) and a decrease of $1500.00 to PRC 017 Year 2025 Purpose Code 6000 (CTE) – This was an end of year rebalancing of the budget.

$1285.16 decrease to PRC 188 Year 2021 (COVID Summer Enrichment Funds) – The COVID ESSER funds expired on September 30, 2024, and this was funding that could not be expensed and was reverted to the state.

$181.08 decrease to PRC 189 Year 2021 (COVID Math Tutor Funds) – These COVID ESSER funds expired on September 30, 2024, and this was funding that could not be expensed and was reverted to the state.

Capital Outlay Funds

4) An increase of $1,675,034.09 to the Capital Outlay Budget Fund (Fund 4):

$8200.00 increase to PRC 802. (Capital Outlay Expenses) – The central office superintendent's office area is having the floor covering replaced.

$1,535,718.94 increase to PRC 120 (Capital Outlay Expenses-New Yellow Buses) – When yellow school buses reach 150,000 miles, the state replaces them with new yellow buses. This year the district is scheduled to receive 9 new buses. This amendment represents the total cost of all 9 buses.

$52,000.00 increase to PRC 802.07 (Capital Outlay Expenses) – This represents the final payment to HM Kern for work performed at MCHS.

$6789.15 increase to PRC 802.50 (Capital Outlay Expenses) – These funds were to repair the scoreboard at the MCHS football stadium.

$2000.00 increase to PRC 802.30 (Capital Outlay Expenses) – These funds were to remove trees from West Middle School for security purposes.

$70,326.00 increase to PRC 120 (Capital Outlay Expenses-Yellow Bus Lease Payment) – When yellow school buses are replaced by the state, the buses are leased for a 3-year period with quarterly payments. The state provides the district with the funds to make the lease payments. This represents the district's quarterly lease payment for buses received over the past three years.

Child Nutrition

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

Special Local Fund 8

6) An increase of $603,184.92 to the Special Local Fund 8 Budget (Fund 8):

$1000.00 increase to PRC 061 (Student Hardship Funds) – In Fund 8, many of the revenue sources must be estimated at the beginning of the fiscal year. At the end of the fiscal year when the exact revenue amount is known, the budget can be amended to include surplus revenue funding. This was the reason for this amendment.

$15,096.91 increase to PRC 052, 5000 purpose code (ELISE Grant Expenses) and a corresponding decrease of $15,096.91 to PRC 052, 6000 purpose code (ELISE Grant Expenses). This was an amendment to transfer funds from transportation funding to instructional funding. There was no change in total funding. Because the funds were transferred within the same budget, this is usually not a budget amendment, but because it involved moving funds from one purpose code, 5000, to a different purpose code, 6000, it had to be treated as a budget amendment.

$6880.00 increase to PRC 012 (Student Driver Education Funds) – In Fund 8, many of the revenue sources must be estimated at the beginning of the fiscal year. At the end of the fiscal year when the exact revenue amount is known, the budget can be amended to include surplus revenue funding. This was the reason for this amendment.

$1705.00 increase to PRC 061 (MLA Graduation Funds) – In Fund 8, many of the revenue sources must be estimated at the beginning of the fiscal year. At the end of the fiscal year when the exact revenue amount is known, the budget can be amended to include surplus revenue funding. This was the reason for this amendment.

$500.00 increase to PRC 061 (Donations) – MLA received an instructional grant from First Bank.

$10,597.25 increase to PRC 381, 5000 purpose code (GEARUP Grant Expenses) and a corresponding decrease of $10,597.25 to PRC 381, 6000 purpose code (GEARUP Grant Expenses). This was an amendment to transfer funds from transportation funding to instructional funding. There was no change in total funding. Because the funds were transferred within the same budget, this is usually not a budget amendment, but because it involved moving funds from one purpose code, 5000, to a different purpose code, 6000, it had to be treated as a budget amendment.

$200,000.00 increase to PRC 802 321 (Utilities) – Utility Expenses are paid from Local Fund 2 but can be transferred to Fund 8 if needed. This amendment established a budget for the payment of utility expenses in fund 8 if funds exceeded the Fund 2 utility budget.

The district has several revenue sources that are not budgeted until year end when it is known how much revenue the district received from these sources. The amount of this revenue was $393,099.92 for the current fiscal year. It was received in the following areas:

$14,397.00 received in revenue purpose code 4490 (Miscellaneous Fees)

$115,399.77 received in revenue purpose code 4880 (Indirect Cost Fees)

$90,247.92 received in revenue purpose code 3700.305 (Unrestricted Medicaid Fees)

$158,055.23 received in revenue purpose code 3700.306 (Restricted Medicaid Fees)

$15,000.00 received in revenue purpose code 4330.001 (Bible History Teacher)

These revenues totaling $393,099.92 were budgeted for expenses in the following areas:

$216,044.69 increase to PRC 802 (Utilities)

$51,000.00 decrease to PRC 701 (Afterschool program)

$228,055.23 increase to PRC 306 (Medicaid Restricted Fees)

7) Overall, these adjustments resulted in an increase of $2,808,388.77 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 # 9

Montgomery County Administration Unit

The Montgomery County Board of Education at a meeting on the 14th day of July 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		
		Net Change in State Revenues	**$0.00**	
		Expenses		
1.7000.002		Child Nutrition Manager Interfund transfer		$115,663.88
1.8000.002		Child Nutrition Manager Interfund transfer	$115,663.88	
1.5000.001		ABC Transfer from PRC 001 to PRC 020		$7,482.00
1.5000.020		ABC Transfer from PRC 001 to PRC 020	$7,482.00	
1.5000.014		ABC Transfer from PRC 014 to PRC 069		$665.00
1.5000.069		ABC Transfer from PRC 014 to PRC 069	$665.00	
1.5000.013		ABC Transfer from PRC 013 to PRC 069		$6,210.00
1.5000.069		ABC Transfer from PRC 013 to PRC 069	$6,210.00	
1.5000.085		Move funds from 5000 to 6000 purpose code		$10,267.60
1.6000.085		Move funds from 5000 to 6000 purpose code	$10,267.60	
		Net Change in State Expenses	**$0.00**	
		Net Change in State Budget	**$0.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$32,281,100.90**
Amount of Increase	**$0.00**
Total Appropriation in Current Amended Budget	**$32,281,100.90**

Budget Amendment # 9

Expense Code		Description of Code			Increase	Decrease
		LOCAL FUNDS				
		Revenues				
2.4000.181.180		Retention Bonus 2026			$500,000.00	
		Net Change in Local Revenues			**$500,000.00**	
		Expenses				
2.5000.003		Year end budget rebalancing				$245,000.00
2.6000.003		Year end budget rebalancing			$245,000.00	
2.5000.015		Year end budget rebalancing				$61,000.00
2.6000.015		Year end budget rebalancing			$61,000.00	
2.5000.181.180		Retention Bonus 2026			$400,000.00	
2.6000.181.180		Retention Bonus 2026			$100,000.00	
		Net Change in Local Expenses			**$500,000.00**	
		Net Change in Local Budget			**$500,000.00**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$8,070,810.14**
Amount of Increase	**$500,000.00**
Total Appropriation in Current Amended Budget	**$8,570,810.14**

Budget Amendment # 9

Expense Code		Description of Code			Increase	Decrease
		FEDERAL FUNDS				
		Revenues				
3.3600.060		PRC 060 FY 2024 Revision #97			$31,596.00	
3.3600.111		PRC 111 FY 2024 Revision #97			$40.00	
3.3600.188		Adjustment for reverted COVID Funds				$1,285.16
3.3600.189		Adjustment for reverted COVID Funds				$181.08
		Net Change in Federal Revenues			**$30,169.76**	
		Expenses				
3.5000.017		Rebalance PRC 017			$1,500.00	
3.6000.017		Rebalance PRC 017				$1,500.00
3.5000.060		Exceptional Children funding			$31,323.50	
3.8000.060		Exceptional Children funding			$272.50	
3.5000.111		Language Acquisition fuding			$38.94	
3.8000.111		Language Acquisition fuding			$1.06	
3.5000.188		COVID Summer Enrichment				$1,285.16
3.5000.189		COVID Math Tutors				$0.27
3.6000.189		COVID Math Tutors				$180.81
		Net Change in Federal Expenses			**$30,169.76**	
		Net Change in Federal Budget			**$30,169.76**	

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

Total Appropriation in Current Budget **$4,626,861.08**

Amount of Increase **$30,169.76**

Total Appropriation in Current Amended Budget **$4,657,030.84**

Budget Amendment # 9

Expense Code	Description of Code	Increase	Decrease
	CAPITAL OUTLAY FUND		
	Revenues		
4.4000.802.	Capital Outlay Floor Replacement Central Office	8,200.00	
4.4000.120	New Yellow Buses for FY 2025	1,535,718.94	
8.4110.802	Final Payment to HM Kern for MCHS	52,000.00	
4.4110.802.50	Scoreboard Repair	6,789.15	
4.4110.802.30	Tree Removal	2,000.00	
4.3400	Yellow Bus Lease Payment	$70,326.00	
	Net Change in Capital Outlay Revenues	**$1,675,034.09**	
	Expenses		
4.9000.802.6	Capital Outlay Floor Replacement Central Office	8,200.00	
4.6550.120	New Yellow Buses for FY 2025	1,535,718.94	
4.9000.802	Final Payment to HM Kern for MCHS	52,000.00	
4.9000.802.50	Scoreboard Repair	6,789.15	
4.9000.802.30	Tree Removal	2,000.00	
4.6000.120	Yellow Bus Lease Payment	$70,326.00	
	Net Change in Capital Outlay Expenses	**$1,675,034.09**	
	Net Change in Capital Outlay Budget	**$1,675,034.09**	

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

Total Appropriation in Current Budget **$4,127,675.74**

Amount of Increase **$1,675,034.09**

Total Appropriation in Current Amended Budget **$5,802,709.83**

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 # 9

Expense Code	Description of Code	Increase	Decrease
	LOCAL FUND 8		
	Revenues		
8.4000.061	Student Hardship Funds	1,000.00	
8.4000.012	Driver's Education	6,880.00	
8.4000.061	MLA Graduation Fees	1,705.00	
8.4000.061	First Bank Donation to MLA	500.00	
8.4490.000	Miscellaneous Fees	14,397.00	
8.4880.	Indirect cost fees	115,399.77	
8.3700.305	Medicaid Unrestricted Fees	90,247.92	
8.4330.001	Bible History Teacher donation	15,000.00	
8.3700.306	Medicaid Restricted Fees	158,055.23	
8.4910.802.321	Fund Balance for Utility costs	200,000.00	
	Total Changes in Fund 8 Revenues	**603,184.92**	
	Expenses		
8.5000.061	Student Hardship Funds	1,000.00	
8.5000.052	ELISE Grant amendment	15,096.91	
8.6000.052	ELISE Grant amendment		15,096.91
8.5000.012	Driver's Education	6,880.00	
8.5000.061	MLA Graduation Fees	1,705.00	
8.5000.061	First Bank Donation to MLA	500.00	
8.5000.381	Amendment to GearUP Grant	10,597.25	
8.6000.381	Amendment to GearUP Grant		10,597.25
8.6000.802	Utilities	216,044.69	
8.7000.701	Afterschool Program		51,000.00
8.5000.306	Medicaid Restricted Fees	228,055.23	
8.6000.802.321	Utility Costs	200,000.00	
	Total Change in Fund 8 Expenses	**603,184.92**	
	Net Change in Local Fund 8 Budget	**603,184.92**	

Explanation: Adjustments made for actual revenues and expenditures.

Total Appropriation in Current Budget	**$16,877,862.75**
Amount of Increase	**$603,184.92**
Total Appropriation in Current Amended Budget	**$17,481,047.67**

Summary of Budget Changes

Previous Budget	**$70,084,870.61**
State Budget Change	$0.00
Local Budget Change	$500,000.00
Federal Budget Change	$30,169.76
Capital Outlay Budget Change	$1,675,034.09
Child Nutrition Budget Change	$0.00
Fund 8 Budget Change	$603,184.92
Total Change in Budget	***$2,808,388.77***
Current Budget	**$72,893,259.38**

Budget Amendment # 9

Passed by majority vote by the Board of Education of Montgomery County on the 14th day of July, 2025.

Chairman, Board of Education

Secretary, Board of Education