

March 13, 2023

KINGSPORT CITY SCHOOLS  
FISCAL YEAR 2022-2023  
BUDGET AMENDMENT NUMBER SEVEN

**GENERAL PURPOSE SCHOOL FUNDS**

**ITEM ONE: TRANSFER OF FUNDS FOR TEXTBOOK PURCHASE**

The Curriculum & Instruction department plans to issue a purchase order for math textbooks later this spring. Funds for this purchase will come the current year General Purpose School Fund and ESSER funds. The Curriculum & Instruction department would like to transfer a total of \$114,456 of unobligated budgets to the textbook account to have funds available for this purchase. This will provide \$200,000 for textbook purchases within the General Purpose School Fund. These funds will be combined with \$300,000 of ESSER funds to fund a \$500,000 purchase of math textbooks.

It is recommended that a transfer from Staff Development accounts of \$100,613 and \$13,843 from C & I Instructional Support accounts to the Textbook account be approved.

**ITEM TWO: DOBYNS-BENNETT TRANSFER**

Dobyns-Bennett has requested to transfer \$4,000 from Instructional Supplies and \$6,500 from Instructional Equipment to their Fine Arts account. This transfer will fund expenses related to the marching band music production and choreography.

It is recommended that the Board approve this transfer of \$10,500.

**ITEM THREE: FUND BALANCE APPROPRIATION**

There are a number of capital projects that need to be completed that will require funding from the General Purpose School Fund Unreserved Fund Balance. The total amount required at this time is \$4,936,000. Please see the descriptions of these projects outlined below in the General Project Fund section of this amendment.

It is recommended that the estimated revenue for Fund Balance Appropriations\* and the appropriation for Fund Transfers be increased by \$4,936,000. It is further recommended that these funds be transferred to the various projects in the General Project Fund.

**\*Unreserved Fund Balance** – The Unreserved Fund Balance at the end of fiscal year 2021-22 was \$16,343,408. Unpaid purchase orders for FY 22 have obligated \$642,034 and previous FY 2023 budget amendments have appropriated a total of \$3,930,158 for security upgrades, improvements to the former Sullivan North gym, and personnel additions. This leaves a balance of \$11,771,216. This budget amendment appropriates an additional \$4,936,000 leaving a balance of \$6,835,216. This amount represents 7.9% of the FY 2023 operating budget.

## **GENERAL PROJECT FUND**

### **SCHOOLS FY 2023 CAPITAL IMPROVEMENTS (GP2301)**

A capital project needs to be established to account for six different capital projects. These are relatively small projects that will be completed in the next 6 to 12 months. Below is a list of the projects with the estimated cost associated with each:

Dobyns-Bennett Nerve Center UPS Power Supply	\$120,000
Dobyns-Bennett Fire Doors Modifications	150,000
Dobyns-Bennett Pridmore Theatre Seat Replacement	250,000
Palmer Center Renovation (Classroom Addition)	250,000
DBE Life Safety Improvements/Expansion	220,000
Sevier Gym Floors Repairs and Refinishing	210,000

The total amount for all of these projects is estimated to be \$1,200,000. It is recommended that a capital project be established to account for the projects. An estimated revenue for School Fund Transfers will be established for \$1,200,000 and appropriations for Construction Contracts and Architect/Engineering Fees will be also be established for a total of \$1,200,000.

### **SCHOOLS FY 2024 HVAC REPLACEMENTS (GP2302)**

During the FY 2023-24 there are three schools that will the HVAC systems replaced. These are Robinson Middle school and Johnson and Lincoln Elementary schools. The total estimated costs for all three projects is \$8,976,000. These projects will be funded with a combination of ESSER Funds and General Purpose School Funds. There are \$5,240,000 of ESSER funds available and these funds will be accounted for in the Federal Projects Fund and these funds have already been appropriated. The remaining \$3,736,000 will be accounted for in this project.

It is recommended that a new project for Schools HVAC Replacements (GP2302) be established and that estimated revenue for School Fund Transfers be established for \$3,736,000 and appropriations for Architect/Engineering Fees and Construction Contracts be established for \$3,736,000.