

May 14, 2024

**KINGSPORT CITY SCHOOLS
FISCAL YEAR 2023-2024
BUDGET AMENDMENT NUMBER EIGHT**

GENERAL PURPOSE SCHOOL FUNDS

ITEM ONE: CURRENT YEAR PROPERTY TAXES

Due to the reduction of the property tax rate for schools in both Hawkins and Sullivan Counties, the actual amount collected for Current Year Property Taxes could be below the estimated amount in excess of \$3,000,000. The FY 2025 estimate for Current Year Property Taxes is below the original FY 2024 estimate by \$3,340,000. This will create a maintenance of effort issue. In order to meet the maintenance of effort requirement in FY 2025 the amount estimated for total local revenue needs to be amended to match the amended local revenue estimate in FY 2023. The amended local revenue estimate in FY 2023 was \$47,164,900. The current FY 2024 estimated revenue amount is \$49,293,900. This is a difference of \$2,129,000. A reduction in the FY 2024 estimate for Current Year Property Taxes of \$2,129,000 will establish a local revenue maintenance of effort amount of \$47,164,900. The recommended FY 2025 budget has local revenue estimated at \$47,207,450. This represents an increase in the local revenue estimate of \$42,550, which will satisfy the maintenance of effort requirement.

The reduction in estimated revenue will be offset by a reduction in capital outlay appropriations and fund transfers. There were one-time capital outlay expenses budgeted that have not and will not be spent in light of the reduction in county property taxes and there are fund transfers to the City General Fund. A majority these funds will not be expensed because of the State Grant the City is receiving for SRO's

It is recommended that the estimated revenue for Current Year Property Taxes be reduced by \$2,129,000 and that the appropriations for Building Improvements be reduced by \$1,800,000 and the appropriations for Funds Transfers be reduced by \$329,000.

ITEM TWO: TENNESSEE ARTS COMMISSION GRANT

Two of our elementary schools have received grants from the Tennessee Arts Commission. These grants fund visiting authors, performances by the Barter Players, or other performing arts. The schools that have received these grants are Johnson - \$2,564 and Lincoln - \$1,784.

It is recommended that the estimated revenue for Other State Grants and the appropriations for Principals Office – Other Charges be increased by \$4,348.

ITEM THREE: SUMMER LEARNING GRANT

The State has allocated \$895,140 for Summer Learning Camps. This consists of sub-grants for Summer Learning - \$757,712 and Summer Learning Transportation - \$137,428. These funds are to be spent on personnel, supplies and materials, and transportation costs for our summer learning program.

It is recommended that the estimated revenues for Federal Through State Funds be increase by \$265,199 and Other State Education Funds be increased by \$629,941 and the appropriations for various salary and benefit, supplies and materials, and transportation accounts in increased by \$895,140.

ITEM FOUR: SPECIAL EDUCATION “HOPE” DONATION

Budget amendment number one appropriated \$200,000 for a donation from the “Melissa’s Hope Foundation”. It was anticipated that these funds would be spend prior to the end of the fiscal year. That will not be the case. To prevent the unused funds closing into the General Purpose School Fund, Fund Balance, it will be necessary to move these funds to a multi-year project in the School Special Projects Fund.

It is recommended that the estimated revenue for Other Local Revenue and the appropriations for various special education expenditure accounts for Dobyns-Bennett High School and Sevier Middle School be decreased by \$200,000.

ITEM FIVE: MISCELLANEOUS TRANSFERS

Dobyns-Bennett High School – Dobyns-Bennett has requested to transfer \$1,800 from their Fine Arts Equipment account, \$2,500 from their Repair of Book account, \$13,000 from their Library Book account, \$2,000 from their Audio Visual account, \$3,000 from their Staff Development account, and \$4,100 from their Printing account to their Instructional Equipment account (\$800) and to their Non-Instructional Equipment account (\$25,600). This will fund various non-instructional equipment needs throughout the school.

Adams Elementary – Adams Elementary School has requested to transfer \$5,000 from their Instructional Equipment account to their Non-Instructional Equipment account. This will fund the purchase of classroom furniture.

Jefferson Elementary – Jefferson Elementary School has requested to transfer \$1,500 from their Instructional Equipment account, \$6,367 from their Library Book account, \$599 from their Audio-Visual account, and \$701 from their Periodical account to their Non-Instructional Equipment account (\$9,167). This will provide funds to purchase classroom and library furnishings.

Kennedy Elementary – Kennedy Elementary School has requested to transfer \$1,200 from their Non-Instructional Equipment account to their Awards and Dues account. This will provide additional funding for year of year activities.

Lincoln Elementary – Lincoln Elementary School has requested to transfer \$6,000 from their Non-Instructional Equipment account to their Awards and Dues account (\$500), to their Office Supply account (\$500), and to their Instructional Supply account (\$5,000). This will assist in funding additional supplies.

Roosevelt Elementary – Roosevelt Elementary School has requested to transfer \$400 from their Non-Instructional Equipment account to their Staff Development account. This will funding for staff recognitions.

GENERAL PROJECT FUND

School Security/Technology Project: There was \$943,000 appropriated for this project to upgrade the video surveillance system for the entire school system. This project is now complete and the final expenditure amount was \$935,207, leaving a balance of \$7,993.

It is recommended that the School Security/Technology project be closed and that the balance of \$7,993 be transferred to the FY 2023 School Capital Improvement Project.

SCHOOL NUTRITION SERVICES FUND

The School Nutrition department is preparing to solicit bids for various pieces of equipment. It is estimated that this purchase will cost \$320,000. These funds are available the School Nutrition Services Fund Balance. School Nutrition Services has also received funds from the USDA for supply chain assistance in the amount of \$196,657. These funds have been made available to assist in offsetting the increased costs of food purchases.

It is recommended to increase the estimated revenue Federal USDA revenue by \$196,657 and the estimated revenue for Fund Balance Appropriations by \$320,000 and to increase the appropriations for food purchases by \$196,657 and capital outlay by \$320,000.

FEDERAL PROJECTS FUND

(See Attached Schedule of Federal Projects)

The Federal Projects Fund budget was previously approved for a total of \$6,232,864.

There have been two additional grants received. The total of these new grants is \$91,000. These grants are:

1. Summer Literacy Training Stipend – \$16,000
2. ATSI (Additional Targeted Support and Improvement) – \$75,000

The majority of the grants accounted for in this fund have also experienced changes in the amount of funding. Some of these changes are the normal adjustment of estimated grant amounts to the actual amounts. There are also changes that have resulted from a Federal audit of the State that resulted in adjustments to prior year allocations. The net result of all of these changes is an increase of \$706,648.

It is recommended that the estimated revenue for Federal Revenues and the appropriations for the Federal Programs budget be increased by a net amount of \$797,648. The revised Federal Projects budget will be \$7,030,512.

SCHOOL SPECIAL PROJECTS FUND
(See Attached Schedule of School Special Projects)

The School Special Projects Fund budget was previously approved for a total of \$840,120.

Two new grants have been received. The Public School Security Grant is for \$343,876 and the State Special Education Pre-School grant is for \$169,139.

A donation from the "Melissa's Hope Foundation" that was previously recorded in the General Purpose School Fund is being moved to a multi-year project within the School Special Projects Fund. This is a \$200,000 donation that will to be utilized by Sevier Middle School and Dobyne-Bennett High School to provide professional development, supplies and equipment to supplement their special education programs.

The estimated revenues and appropriations for the Family Resource Center Program is being increased by \$5,000 for donations that have been made.

The State Pre-School grant has been increased by \$4,229. There is also additional funds being provided to the Innovative School Models grant from the Jobs for America's Graduates organization for \$230,000.

It is recommended that the estimated revenue for and the appropriations for School Special Projects Fund be increased by the net amount of \$952,244. The revised School Special Projects budget will be \$1,792,364.

KINGSPORT CITY SCHOOLS
 SCHEDULE OF FEDERAL PROJECTS
 FISCAL YEAR 2023-2024

PROGRAM	ORIGINAL BUDGET	INCREASE	DECREASE	AMENDED BUDGET
Title I, Part A: Improving Academic Achievement/Disadvantaged	\$ 2,648,260		\$ 139,872	\$ 2,508,388
Title I, Part A - State increase in FY23 Carryover	0	\$ 33,725		33,725
Title I, Part A: Neglected				
Title I, Part A: Neglected - State increase in FY23 Carryover	14,990		819	14,171
Consolidated Administration	0	337		337
Title II, Part A: Teacher and Principal Training and Recruiting	155,000	6,470		161,470
Title II, Part A - State increase in FY23 Carryover	594,638	17,993		612,631
Title III, Part A: English Language Acquisition	0	7,482		7,482
Title IV	15,304	2,226		17,530
Title IV - State increase in FY23 Carryover	177,265	5,303		182,568
Title IX McKinney-Vento	0	3,761		3,761
IDEA, Part-B: Special Education	55,000	33,883		88,883
IDEA, Part-B - State increase in FY23 Carryover	1,740,357	217,884		1,958,241
IDEA, Pre-School: Special Education	0	197		197
IDEA, Pre-School - State increase in FY23 Carryover	56,527	4,809		61,336
ESSER 3.0 - reallocated funds for FY24	0	3		3
Math Implementation Support	0	252,352		252,352
TN All Corps	71,250			71,250
Transition School To Work	300,000	153,600		453,600
Carl Perkins: Vocational	267,130	65,000		332,130
Summer Literacy Training Stipend	137,143	42,314		179,457
ATSI 23 Grant	0	16,000		16,000
	0	75,000		75,000
Total Federal Projects	\$ 6,232,864	\$ 938,339	\$ 140,691	\$ 7,030,512

KINGSPORT CITY SCHOOLS
 SCHEDULE OF SCHOOL SPECIAL PROJECTS
 FISCAL YEAR 2023-2024

PROGRAM	CURRENT BUDGET	INCREASE	DECREASE	AMENDED BUDGET
Battelle Technology Grant	\$ 25,000			\$ 25,000
Family Resource Center	10,000	5,000		15,000
Homeless Education Program	10,000			10,000
Melissa's Hope Grant	0	200,000		200,000
Innovative School Models	0	230,000		230,000
Public School Security Grant	0	343,876		343,876
State - Pre-School Grant	741,400	4,229		745,629
State - SPED Preschool Grant	0	169,139		169,139
Truancy Intervention Grant	53,720			53,720
Total School Special Projects	\$ 840,120	\$ 952,244	\$ 0	\$ 1,792,364