

March 12, 2024

KINGSPORT CITY SCHOOLS
FISCAL YEAR 2023-2024
BUDGET AMENDMENT NUMBER SEVEN

GENERAL PURPOSE SCHOOL FUNDS

ITEM ONE: JOHN ADAMS PTO DONATION

Kingsport City Schools has received a donation from the John Adams PTO. This donation is to continue work on the playground expansion. Previously work was completed for grading, fencing and additional mulch. This donation of \$120,000 will fund additional equipment and associated architect fees. Since this work will not be completed by June 30, 2024, these funds will be transferred to a capital project account.

It is recommended that the estimated revenue for Other Local Revenue and the appropriations for Fund Transfers be increased by \$120,000.

ITEM TWO: ANDY AND AMANDA EIDSON DONATION

Mr. and Mrs. Eidson have made a donation to Kingsport City Schools for \$300,000. This donation will fund the addition of alternate number 3 for the Dobyns-Bennett Dome Renovation project. Alternate number 3 is for additional LED ceiling lighting. The bid amount for alternate number 3 is \$272,000 and will require an increase in the 4% contingency of \$10,880. The remaining \$17,120 will be used to assist in funding an additional lighting feature that is estimated to cost \$40,000. There are funds in the project to fund the balance of this addition.

It is recommended that the estimated revenue for Other Local Revenue and the appropriations for Fund Transfers be increased by \$300,000.

ITEM THREE: FUND BALANCE APPROPRIATION

Bids have been received and a recommendation is being made to replace the roof at the Tribe Athletic Complex. The total cost of this project will be \$1,116,274. There are actually 3 roof sections that are being recommended for replacement. There is the Roof over the main gym, lobby and restrooms, the roof over the old vocational building, that is being occupied by TCAT, and a section of roof that joins the other 2 sections. The City of Kingsport as agreed to provide \$275,000 in funding for this project. The funding that will be required from Kingsport City Schools is \$841,274. There is currently a balance of \$165,252 in the Sullivan North Renovation project. So an additional \$676,022 will be required to fund this roof replacement project. It is recommended that these additional funds be appropriated from the General Purpose School Fund, Unreserved Fund Balance.

At June 30, 2023, the balance of the Unreserved Fund Balance was \$11,923,829. There was \$910,000 appropriated in the FY 2024 budget, an additional \$459,871 was appropriated for open FY 2023 purchase orders, and \$1,729,895 has been appropriated for the Johnson and Lincoln HVAC replacement projects. This leaves a balance of \$8,824,063 in the Unreserved Fund Balance

account. With the appropriation \$676,022 for this roof replacement project the remaining Unreserved Fund Balance will be \$8,148,041. This represents 8.20% of the original FY 2024 General Purpose School Fund operating budget.

It is recommended that the estimated revenue for Fund Balance Appropriations and the appropriation for Fund Transfers be increased by \$676,022.

GENERAL PROJECT FUND

JOHN ADAMS PLAYGROUND EXPANSION PROJECT

A new project will be established for the expansion of the John Adams Elementary School playground. A transfer from the General Purpose School Fund will fund the project for \$120,000. The original source of the funds was from a donation from the John Adams PTO.

It is recommended that the estimated revenue for Transfer from the General Purpose School Fund and the appropriations for Contraction Contracts and Architect Fees be established in the amount of \$120,000.

DOBYNS-BENNETT DOME RENOVATION PROJECT

The Dobyns-Bennett Dome Renovation project currently has total funding in the amount of \$23,581,529. There has been a donation received in the amount of \$300,000 that will fund the addition of Alternate number 3. Alternate number 3 is for additional LED ceiling lighting. This addition will bring the total project funding to \$23,881,529.

It is recommended that the estimated revenue for Transfers from the General Purpose School Fund and the appropriations for Construction Contracts be increased by \$300,000.

SULLIVAN NORTH RENOVATION PROJECT

The Sullivan North Renovation project currently has available funding of \$165,252. Part of the available balance is from \$47,012 in interest earnings that have not been appropriated. The roof replacement for the Tribe Athletic Complex, the old vocational building and the section of roof between the two buildings is being recommended for replacement. The total cost of the project is \$1,116,274. The City of Kingsport will provide \$275,000 of funding for this project. The balance of \$841,274 will be funded by \$165,252 that is currently remaining in the project account and by \$676,022 that will be transferred from the General Purpose School Fund.

It is recommended that the estimated revenue for Transfers from the General Purpose School Fund be increased by \$676,022 and the estimated revenue for Interest Earnings be increased by \$47,012 and the appropriations for Construction Contracts and Architect Fees be increased by \$723,034.