



AGENDA ACTION FORM

Consideration of an Ordinance to Amend the FY 2025 the General Purpose School Fund Budget.

To: Board of Mayor and Aldermen
From: Chris McCartt, City Manager *CM*

Action Form No.: AF-210-2024
Work Session: July 15, 2024
First Reading: July 16, 2024
Final Adoption: August 6, 2024
Staff Work By: David Frye
Presentation By: David Frye

Recommendation:
Approve the ordinance.

Executive Summary:
The Board of Education approved fiscal year 2025 budget amendment number one at their meeting on July 9, 2024. This amendment increases the General Purpose School Fund budget by \$2,519,600. The estimated revenue for Fund Balance Appropriations is being increased by \$2,519,600 and the appropriations for various salary and benefit accounts are being increased by \$2,519,600. This amendment will provide for an additional 4% cost of living pay increase for all employees. This pay increase will be added to the 1% pay increase included in the original budget approval to provide for a total 5% cost of living increase for all Kingsport City School employees for the FY 2025 budget. These funds will come from the Unreserved Fund Balance. At June 30, 2023, the Unreserved Fund Balance was \$11,997,700. It is estimated that the results of operations from FY 2024 will increase the Unreserved Fund Balance by approximated \$1,500,000, resulting in an estimated Fund Balance at June 30, 2024 of approximately \$12,500,000. After this appropriation the Unreserved Fund Balance will be approximately \$10,000,000, which represent approximately 10% of the FY 2025 operating budget.

- Attachments:**
1. Ordinance
 2. BOE Budget Amendment Number One – FY 2025

	Y	N	O
Cooper	—	—	—
Duncan	—	—	—
George	—	—	—
Montgomery	—	—	—
Olterman	—	—	—
Phillips	—	—	—
Shull	—	—	—