

# Board Action Summary

## An Outline of the Superintendent's Recommendation to the Board of Education

New Program: Yes  No

Modified Program: Yes  No

**Subject:** Fiscal Year 2024 Final Operating Budget Transfer

**Abstract and Highlights:** An independent audit of the school system's financial statements was conducted by CliftonLarsonAllen, LLP. Details of the audit will be presented in the Annual Comprehensive Financial Report (ACFR). The anticipated auditor's report will be based on the school system's basic financial statement, which includes all properly classified funds and other financial information required by generally accepted accounting principles.

The General Fund, which is the principal operating fund of the school system, closed with a total fund balance of \$389.67 million. The transfers requested herein reassigns \$92,678,523 from categories with unexpended appropriations authority remaining (Administration, Instructional Salaries, Other Instructional Costs, Special Education, Student Personnel Services, Operation of Plant, Maintenance of Plant, Fixed Charges, and Community Services) to four categories that exceeded appropriation levels (Mid-Level Administration, Instructional Textbooks & Supplies, Student Health Services, and Capital Outlay). The categorical transfer is primarily due to approved carryover funding for multi-year grants, approved carryover funding for capital projects in ESSER III, as well as the GAAP restatement of prior year expenditures included in June 30, 2024. The appropriated budget total for FY 2024 of \$2,813,515,115 remains unchanged by this transfer.

The Public School Laws of Maryland require the Board of Education and County Council approval of transfers between major categories. The resolution attached approves the recommended FY 2024 transfers between major categories and authorizes the Superintendent of Schools to request County Council approval. Board of Education approval of the resolution is recommended.

**Budget Implications:** None (All changes net to \$0)

**Staffing Implications:** 0.0 FTE


**School(s) Affected:** All Schools

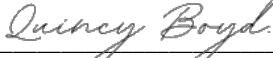
**Preparation Date:** September 18, 2024


**Person Preparing:** Dana J. Estep, Supervising Budget Analyst

**Board Agenda Introduction Date (Budget Consent):** September 26, 2024

**Board Action Date (Budget Consent):** September 26, 2024

**Endorsed:**   
Chief Financial Officer

**Endorsed:**   
Chief of Staff

**Approved:**   
Superintendent of Schools

**PRINCE GEORGE'S COUNTY PUBLIC SCHOOLS**  
Upper Marlboro, Maryland 20772

**RESOLUTION**

**WHEREAS**, the financial condition of the school system is regularly monitored throughout the fiscal year with adjustments made periodically to meet evolving needs of the school system and ensure fiscal stability; and

**WHEREAS**, a review of the financial condition of the school system indicates that expenditures are expected to meet current appropriated revenues; and

**WHEREAS**, no change in appropriation is requested; and

**WHEREAS**, the Public School Laws of Maryland require Board of Education and County Council approval of transfers between major categories;

**THEREFORE, BE IT RESOLVED**, that the Board of Education of Prince George's County approves the recommended FY 2024 transfers between major categories identified in the Financial Review; and

**FINALLY, BE IT RESOLVED**, that the Board of Education authorizes the Superintendent to request County Council approval of transfers between major categories identified in the Financial Review, as summarized in the tables below:

EXPENDITURES MAJOR CATEGORIES	FY 2024 Board of Education REVISED	FY 2024 Post Close Transfer Transfer Request			FY 2024 Board of Education REVISED
	(May 9, 2024)	Unrestricted	Restricted	Total Transfer	(September 26, 2024)
Administration	\$ 84,372,379	\$ 594,302	\$ (1,504,188)	\$ (909,886)	\$ 83,462,493
Mid-Level Administration	170,094,085		900,000	900,000	170,994,085
Instructional Salaries	897,271,422		(21,152,433)	(21,152,433)	876,118,989
Textbooks & Instructional Materials	42,112,706	2,829,223	20,323,010	23,152,233	65,264,939
Other Instructional Costs	238,496,457		(28,577,219)	(28,577,219)	209,919,238
Special Education	341,459,440		(5,335,362)	(5,335,362)	336,124,078
Student Personnel Services	53,926,993		(7,797,021)	(7,797,021)	46,129,972
Student Health Services	35,007,336		26,500,000	26,500,000	61,507,336
Student Transportation Services	178,814,647		(2,012,706)	(2,012,706)	176,801,941
Operation of Plant	151,626,446		(200,731)	(200,731)	151,425,715
Maintenance of Plant	67,185,314		(2,247,189)	(2,247,189)	64,938,125
Fixed Charges	527,731,699	(18,169,958)	(4,500,031)	(22,669,989)	505,061,710
Food Services	3,048,185		-	-	3,048,185
Community Services	7,118,006		(1,775,987)	(1,775,987)	5,342,019
Capital Outlay	15,250,000	14,746,433	27,379,857	42,126,290	57,376,290
<b>Total Expenditures by Category:</b>	<b>\$ 2,813,515,115</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 2,813,515,115</b>

Submitted by:	<u>Millard House II, Superintendent</u>
Prepared by:	<u>Dana J. Estep, Supervising Budget Analyst</u>
Agenda Date:	<u>September 26, 2024</u>
Discussion:	_____
First Reader:	_____
Budget Consent Agenda:	<u>September 26, 2024</u>
Emergency:	_____
Amended:	_____
Deferred:	_____
Tabled:	_____
Approved by the Board:	_____