

**Board Action Summary****An Outline of the Superintendent's Recommendation to the Board of Education**

New Program: Yes • No

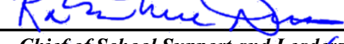
Modified Program: Yes • No

**Subject:** Prince George's County Public Schools' Juul Settlement Offer

**Abstract and Highlights:** In the fall of 2022, our Board of Education voted to join the nationwide Juul litigation in the *In Re Juul Labs, Inc., Marketing, Sales Practices, and Products Liability Litigation*, MDL No. 13-2913. Prince George's County Public Schools (PGCPS) therefore filed a Plaintiff Fact Sheet on November 22, 2022, inclusive of school system demographic data and services rendered to students relative to vaping, alcohol, tobacco, narcotics and other drugs. On Thursday, March 23, the Board of Education was thereby notified through the [Vaping Litigation Settlement Presentation for PGCPS](#) of the outcome regarding PGCPS being awarded a net allocation of \$2,308,634 in a settlement offer. These funds are intended to be spent on activities that address youth vaping and nicotine addiction. Activities will be implemented for services over a three-year period from September 2023 to December 2026.

This award was not incorporated into the FY24 budget process. Therefore, the Board of Education's operating budget for FY 2024 requires a revenue change in the amount of the settlement for \$2,308,634. We are asking for the Board to increase funds available to PGCPS to implement programmatic services to students as allowable by the award. PGCPS proposes to utilize the funds to support evidence-based practices that include (1) Adolescent Community Reinforcement Approach (A-CRA) training to counselors rendering an adolescent substance abuse intervention certification, (2) Botvin LifeSkills Training (Substance Use/Violence Prevention Program) for middle schools, (3) Expanding contracted Substance Abuse Clinicians, (4) Drug Prevention Student Advertisement Campaign, (5) Base 7 Mindsets Social-Emotional Learning & Mental Health Online Curriculum Platform and (6) Comprehensive materials designed to inform parents/staff on the dangers of illegal drugs in book and resources for schools.

Board of Education Policy No. 3130 requires the Board of Education to act in public session on all proposed operating budget transfers within a category in excess of \$100,000 for operating unrestricted funds and \$500,000 for operating restricted funds. The resolution attached requests to increase the FY 2024 operating budget by \$2,308,634. Board of Education approval of the resolution is recommended.

**Budget Implications:** \$2,308,634**Staffing Implications:** None**School(s) Affected:** All Secondary Schools**Preparation Date:** September 13, 2023**Person Preparing:** Lisa Howell, Chief Financial Officer**Person Preparing:** Dr. Elizabeth Faison, Associate Superintendent of Student Services**Board Agenda Introduction Date (Budget Consent):** September 21, 2023**Board Action Date (Budget Consent):** September 21, 2023**Endorsed:**   
Chief of School Support and Leadership**Endorsed:**   
Chief Financial Officer**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**, a change in appropriation of \$2,308,634 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:

REVENUE	FY 2024 Board of Education APPROVED	FY 2024 Financial Review Transfer Request			FY 2024 Board of Education REVISED
	(July 1, 2023)	Unrestricted	Restricted	Total Transfer	(September 21, 2023)
Board Sources	\$ 11,356,052	\$ -	\$ 2,308,634	\$ 2,308,634	\$ 13,664,686
County Sources	943,054,800	-	-	-	943,054,800
Federal Sources	231,738,135	-	-	-	231,738,135
State Sources	1,555,057,494	-	-	-	1,555,057,494
Use of Fund Balance	70,000,000	-	-	-	70,000,000
<b>Revenue Total</b>	<b>\$ 2,811,206,481</b>	<b>\$ -</b>	<b>\$ 2,308,634</b>	<b>\$ 2,308,634</b>	<b>\$ 2,813,515,115</b>

EXPENDITURES MAJOR CATEGORIES	FY 2024 Board of Education APPROVED	FY 2024 Financial Review Transfer Request			FY 2024 Board of Education REVISED
	(July 1, 2023)	Unrestricted	Restricted	Total Transfer	(September 21, 2023)
Administration	\$ 91,958,555			\$ -	\$ 91,958,555
Mid-Level Administration	173,770,917			-	173,770,917
Instructional Salaries	934,229,601			-	934,229,601
Textbooks & Instructional Materials	40,191,133			-	40,191,133
Other Instructional Costs	166,539,545			-	166,539,545
Special Education	359,060,752			-	359,060,752
Student Personnel Services	67,633,916			-	67,633,916
Student Health Services	28,692,274		2,308,634	2,308,634	31,000,908
Student Transportation Services	145,156,894			-	145,156,894
Operation of Plant	157,710,683			-	157,710,683
Maintenance of Plant	74,788,851			-	74,788,851
Fixed Charges	531,519,483			-	531,519,483
Food Services	6,626,606			-	6,626,606
Community Services	6,077,271			-	6,077,271
Capital Outlay	27,250,000			-	27,250,000
<b>Total Expenditures by Category:</b>	<b>\$ 2,811,206,481</b>	<b>\$ -</b>	<b>\$ 2,308,634</b>	<b>\$ 2,308,634</b>	<b>\$ 2,813,515,115</b>

Submitted by:	Superintendent Millard House II
Prepared by:	Lisa Howell, Chief Financial Officer
Agenda Date:	September 21, 2023
Discussion:	
First Reader:	
Second Reader:	
Consent Agenda:	
Budget Consent:	September 21, 2023
Emergency:	
Amended:	
Deferred:	
Tabled:	
Approved by the Board:	