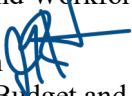





March 6, 2025

MEMORANDUM

TO: Sydney J. Harrison, Chair
Education and Workforce Development (EWD) Committee

THRU: Josh Hamlin 
Director of Budget and Policy Analysis

FROM: David Noto 
Legislative Budget and Policy Analyst

RE: Board of Education FY 2024 Financial Review and Transfer Request #5

The Board of Education (BOE) requests authority to transfer appropriated funds between major expenditure categories to maintain a balanced budget and ensure fiscal stability through the end of the fiscal year. Total revenue and expenditures remain at \$2,813,515,115. This is \$13,473,715 more than the original County Council Approved FY 2024 Budget due to the receipt of additional funding. This is the sixth transfer request for FY 2024, but only the fifth submitted to the County Council, as not all transfer requests submitted to BOE require County Council approval.

The Financial Review, undertaken by Prince George's County Public Schools (PGCPS) after the financial closure of FY 2024, would repurpose \$1,142,788 from Unrestricted Other Instructional Costs to Unrestricted Fixed Charges. PGCPS noted that the Other Instructional Costs category had unexpended appropriations authority remaining, while the Fixed Charges category had exceeded appropriation levels. PGCPS participates in a Risk Management Fund (RMF) to provide coverage primarily for Workers' Compensation, General Liability, Auto Liability and Property claims. The RMF is a self-insurance entity funded by contributions of its participating members calculated on an actuarial basis. The FY 2024 actuarial report and year-end statement received in September outlined an unexpected increase in the valuation of losses as of June 30, 2024, thereby requiring the categorical transfer.

Exhibit A below details the original FY 2024 County Council Approved Budget, the current FY 2024 County Council Approved Budget after the FY 2024 Financial Review and Transfer Request #4, a summary of the Board of Education's FY 2024 Financial Review and Transfer Request #5, and the resulting anticipated major expenditure category appropriation totals should the County Council approve this request.

Exhibit A
Prince George’s County Board of Education
FY 2024 Financial Review and Transfer Request #5

Expenditures Major Categories	FY 2024 Original County Council APPROVED	FY 2024 Current County Council APPROVED	FY 2024 Financial Review Transfer Request #5		Total Transfer	FY 2024 County Council REVISED <i>(Pending Approval)</i>
			Unrestricted	Restricted		
Administration	\$ 91,958,555	\$83,462,493	\$ -	\$ -	\$ -	\$ 83,462,493
Instructional Salaries	173,770,917	\$876,118,989	-	-	-	876,118,989
Student Personnel Services	934,229,601	\$46,129,972	-	-	-	46,129,972
Student Transportation Services	40,191,133	176,801,941	-	-	-	176,801,941
Operation of Plant	166,539,545	151,425,715	-	-	-	151,425,715
Maintenance of Plant	359,060,752	64,938,125	-	-	-	64,938,125
Community Services	67,633,916	5,342,019	-	-	-	5,342,019
Fixed Charges	28,692,274	505,061,710	1,142,788	-	1,142,788	506,204,498
Health Services	145,156,894	61,507,336	-	-	-	61,507,336
Special Education	157,710,683	336,124,078	-	-	-	336,124,078
Mid-Level Administration	74,788,851	170,994,085	-	-	-	170,994,085
Textbooks & Instructional Materials	531,519,483	65,264,939	-	-	-	65,264,939
Other Instructional Costs	6,626,606	209,919,238	(1,142,788)	-	(1,142,788)	208,776,450
Food Services Subsidy	6,077,271	3,048,185	-	-	-	3,048,185
Capital Outlay & Private Public Partnership	27,250,000	57,376,290	-	-	-	57,376,290
Total Expenditures	\$ 2,811,206,481	\$2,813,515,115	\$ -	\$ -	\$ -	\$ 2,813,515,115

Prepared by David Noto, Legislative Budget and Policy Analyst –March 6, 2025.