

BOARD OF EDUCATION OF HARFORD COUNTY

INFORMATIONAL REPORT

**DECISION ON
Transfers between State Categories for the FY2023 Budget**

May 22, 2023

Background Information:

The Budget Office continuously monitors the status of revenues and expenditures throughout the budget cycle. At fiscal year-end, actual expenditures cannot exceed amounts budgeted in each of the fourteen state reporting categories (Administrative Services, Mid-Level, Instructional Salaries, etc.) that comprise the HCPS Operating Budget. Inter-category budget transfers are necessary to align system resources with student needs, enrollment changes and staffing, program, facility and service requirements.

Discussion:

The Budget Office requests the following inter-category transfers from *Fixed Charges* to the following state categories for total expenditures expected to be higher than budgeted by June 30, 2023:

- Instructional Salaries-Regular Program
- Special Education-Non-Public Placements
- Health Services-Salaries
- Transportation-Bus Contracts
- Operations-Utilities
- Capital Outlay-Principal Payments

Superintendent's Recommendation:

The Superintendent recommends the approval of the inter-category budget transfers in the amount of \$7,780,000, in accordance with Section 5-105 of the Education Article of the Annotated Code of Maryland.

Harford County Public Schools Inter-Category Operating Budget Transfer for Fiscal Year 2023

RE: Fiscal Year 2023 Budget Alignment

REVERSING

DATE: May 22, 2023

Fiscal Year: 2022-2023

Accounting Unit	Expense	Description	Expense	Present Appropriation	Transfer	Revised Appropriation
103-xxx-001-xxx	51100	Instructional Salaries	Professional-Regular Program	\$153,064,552	\$3,000,000	\$156,064,552
106-001-007-990	52220	Non-Public Placement	Contracted Instruction	\$8,060,792	\$500,000	\$8,560,792
108-xxx-990-990	51105	Health Services	Non-Instructional/Aides/Techs	\$4,418,078	\$200,000	\$4,618,078
109-001-990-805	52285	Transportation	Bus Contracts	\$27,724,191	\$1,000,000	\$28,724,191
110-xxx-031-825	54770	Utility Resource	Electricity	\$7,897,271	\$1,000,000	\$8,897,271
110-xxx-031-825	54775	Utility Resource	Natural Gas	\$1,859,541	\$1,500,000	\$3,359,541
110-xxx-031-825	54780	Utility Resource	Oil	\$533,565	\$500,000	\$1,033,565
115-001-038-990	54900	Capital Outlay	Debt Service-Principal	\$616,689	\$80,000	\$696,689
					\$7,780,000	

Account Number	Expense	Description	Expense	Present Appropriation	Transfer	Revised Appropriation
112-001-990-990	54690	Fixed Charges	Health Insurance	\$94,019,833	-\$7,700,000	\$86,319,833
112-001-990-992	54901	Fixed Charges	Debt Service-Interest	\$207,134	-\$80,000	\$127,134
						\$0
					-\$7,780,000	

JUSTIFICATION: At fiscal year end, actual expenditures cannot exceed amounts budgeted in each of the fourteen state reporting categories (Administrative Services, Mid-Level, Instructional Salaries, etc.) that comprise the HCPS Operating Budget. Inter-category budget transfers are necessary to align system resources with student needs, enrollment changes and staffing, program, facility and service requirements.

Inter-Category Operating Budget Transfer Approval

Date Superintendent of Schools

Date President, Board of Education of Harford County

Date Harford County Executive

Date President, County Council of Harford County

Please Return One Copy To: Superintendent of Schools
102 South Hickory Avenue
Bel Air, MD 21014