School Business Profits – Options for Spending Profits from a school-based Business using equipment purchased with Perkins Funds.

Calculating Net Profits:

If you used local funds to purchase consumables to use with the Perkins Equipment and are creating profits through the sale of products or services created with the equipment & consumables (coffee, t-shirts, wood for plaques, vinyl for decals, etc.), you can reimburse your district for the purchase of the consumables. In order to do so, you must receive prior authorization for the reimbursement through KSDE Perkins personnel. Prior authorization must occur before the consumables are purchased.

Expenditure of Net Profits:

**Addition Option:** Profits from the business may be used to further the Grant/Pathway objectives.

- Funds must be spent on Perkins eligible activities/expenditure.
- Must be spent prior to making any further draw down of Federal Funds.
- Does not have to be an activity originally part of your Grant requests.

Examples:

1. Provide additional PD opportunities for CTE instructors
2. Pay CTSO advisor expenses
3. Pay for student CTSO activities (fees, registration, travel)
4. Equipment approved for purchase prior to Dec. 1
5. Supplies for CTE approved Pathways
6. Honorariums to work on CTE curriculum development/academic integration
7. You originally asked for funding to send two instructors to a conference; you can use these profits to send additional instructors to the conference.

**Cost-sharing Option:** Profits from the business may be used to finance the non-Federal share of the project or program.

- Funds must be spent on Perkins eligible activities/expenditures.
- Funds may be used to pay for activities identified in the grant that were designated as being paid for with local funds.

Examples:

1. You included PD in the Grant activities and intended to use local funds to pay for them. You could use the profits to now pay for this.
2. You planned to use local funds to bring in a consultant for ______________. You could use the profits to now pay for the consultant.
3. You planned to buy Perkins eligible Supplies for a Pathway. You could now purchase them with the profits.