



Marvin Van Nortwick
 Finance Director

To: Ethan Ebenstein, Superintendent
From: Marvin Van Nortwick
RE: FY 2025-26 June Budget Amendment
Date: June 3, 2026

The resolutions for amendment three to the FY 2025-26 budget, scheduled to go before the Board on June 11, are attached for your review. I am pleased to report all funds are in good financial standing and are expected to end the fiscal year with a positive margin.

GENERAL FUND

Below is high level financial summary for the General Fund, followed by a detailed summary of the changes.

	<u>Current</u>	<u>Amendment III</u>	<u>Amended</u>
Revenues	\$ 7,668,333	\$ 589,294	\$ 8,257,627
Expenses	7,545,689	655,778	8,201,467
Change in Fund Balance	\$ 122,644	\$ (66,484)	\$ 56,160

Revenues/Transfers In increased by \$589,294 and Expenses/Transfers Out increased by \$655,778 in the proposed amendment, as shown below.

	<u>Revenues</u>	<u>Expenses</u>
Current Budget	\$ 7,668,333	\$ 7,545,689
1 - Great Start Readiness Program (GSRP)	1,668,939	1,668,939
2 - Dolly Parton Imagination Library (DPIL)	1,500	1,500
3 - 147c(1) MPSERS UAAL Rate Stabilization	(1,295)	2,698
4 - 31n(6) Mental Health/Support Services	(890,831)	(890,831)
5 - 35a(4) Early Literacy Teacher	(125,000)	(125,000)
6 - 31p Trails	(105,000)	(105,000)
7 - Medicaid Caring 4 Students (C4S)	(32,637)	(32,637)
8 - 32p	856	856
9 - Miscellaneous/Functional Area Adjustments	72,762	31,386
10 - Transfer to Capital Fund	-	103,867
Amended Budget as Proposed	\$ 8,257,627	\$ 8,201,467

The changes can be attributed to the following:

- Line 1: The GSRP grants are being amended upward to tie to the grant award and estimated final expenditures. Any unused budget will be carried forward to the next fiscal year.
- Line 2 – 7: These grants are being written down to tie to estimated spending while the remaining budget balances will be carried forward to the next fiscal year.

- Line 8: The 32p grant is being amended upward to tie the final grant award. The grant will be closed out at the end of the fiscal year.
- Line 9: Miscellaneous revenue adjustments to recognize favorable variances and update the bottom line.
- Line 9: Miscellaneous expense adjustments to cover a potential functional area budget shortfall. This amendment fixes a couple underestimated base wage lines and unexpected increases in fringe/health benefits triggered by qualifying family-status changes.
- Line 10: An increase in the Transfer Out to the Capital Fund, in line 10, to invest in future capital improvement projects. This amendment would bring the total investment to an up to amount of \$190,000.

SPECIAL EDUCATION FUND

Below is high level financial summary of the Vocational Education Fund, followed by a detailed summary of the changes.

	Current	Amendment II	Proposed
Revenues/Trans In	\$ 28,934,755	\$ 92,652	\$ 29,027,407
Expenses/Trans Out	28,539,186	150,980	28,690,166
Change in Fund Balance	\$ 395,569	\$ (58,328)	\$ 337,241

Revenues/Transfers In increased by \$92,652 and Expenses/Transfers Out increased by \$150,980 in the proposed amendment, as shown below.

	Revenues	Expenses
Current Budget	\$ 28,934,755	\$ 28,539,186
1 - Medicaid	321,871	-
2 - Flowthrough Grant	(489,987)	(489,988)
3 - Lead K Grant	(5,233)	(5,233)
4 - Start Grant	1	1
5 - Miscellaneous/Functional Area Adjustments	266,000	346,200
6 - Transfer to Capital Fund	-	300,000
Amended Budget as Proposed	\$ 29,027,407	\$ 28,690,166

The changes can be attributed to the following:

- Line 1: Medicaid funding is being adjusted to recognize a large favorable variance and update the bottom line.
- Line 2 – 3: These grants are being written down to tie to estimated spending while the remaining budget balances will be carried forward to the next fiscal year.
- Line 3: The Start grant is being amended upward to tie the final grant award. The grant will be closed out at the end of the fiscal year.
- Line 5: Miscellaneous revenue adjustments to recognize favorable variances and update the bottom line. This ensures the budget remains realistic and allows for resources to be redirected.
- Line 5: Miscellaneous expense adjustments to cover a potential functional area budget shortfall. This amendment makes an adjustment for increased instructional staff support, unplanned flood repairs at the Independent Living Center, equipment and furniture, and an additional replacement vehicle.

- Line 6: An increase in the Transfer Out to the Capital Fund to invest in future capital improvement projects. This amendment would bring the total investment to an up to amount of \$550,000.

VOCATIONAL EDUCATION FUND

Below is high level financial summary of the Vocational Education Fund, followed by a detailed summary of the changes.

	Current	Amendment III	Proposed
Revenues/Trans In	\$ 2,884,138	\$ 65,911	\$ 2,950,049
Expenses/Trans Out	2,823,434	122,430	2,945,864
Change in Fund Balance	\$ 60,704	\$ (56,519)	\$ 4,185

Revenues/Transfers In increased by \$65,911 and Expenses/Transfers Out increased by \$122,430 in the proposed amendment. The change can be attributed to the following:

	Revenues	Expenses
Current Budget	\$ 2,884,138	\$ 2,823,434
1 - 61a - Added Costs	18,529	18,094
2 - 147c - MPSERS Rate Stabilization	(708)	(2,414)
3 - Miscellaneous/Functional Area Adjustments	48,090	(83,250)
4 - Transfer to Capital Fund	-	190,000
Amended Budget as Proposed	\$ 2,950,049	\$ 2,945,864

The changes can be attributed to the following:

- Line 1: 61a Added Costs funding is being adjusted to recognize a large favorable variance and allow for resources to be fully utilized.
- Line 2: The MPSERS Rate Stabilization is being adjusted to tie to the latest State Aid amount.
- Line 3: Miscellaneous revenue adjustments to recognize favorable variances and update the bottom line. This ensures the budget remains realistic and allows for resources to be redirected.
- Line 3: Miscellaneous expense adjustment for a vacant position in Added Needs allowing resources to be utilized elsewhere.
- Line 4: An increase in the Transfer Out to the Capital Fund to invest in future capital improvement projects. This amendment would bring the total investment to an up to amount of \$240,000.