



## NORTH EAST INDEPENDENT SCHOOL DISTRICT

Date: September 8, 2025

Presenter: Dan Villarreal  
Susan Lackorn, Executive Director  
Finance and Accounting  
Lydia Flores, Director  
Budget & Financial Analysis

Subject: Budget Amendment #1

Related Page(s): Attachment

### CONSENT ITEM

#### **BACKGROUND INFORMATION**

The 2025-2026 fiscal year budget was adopted on June 19, 2025. Estimated revenue and appropriations are subject to change on a regular basis.

In the General Fund, Budget Amendment #1 includes an increase to appropriations for encumbrances (obligations) of the District from the previous fiscal year which were not liquidated by year end as well as certain dedicated sums that were not expended by June 30, 2025. The District “rolls-forward” these obligations to the current fiscal year. This amendment includes an adjustment of \$3,144,835 to the budget for these encumbrances.

No changes are being made to the Debt Service Fund or the School Nutrition Services Fund.

#### **ADMINISTRATIVE CONSIDERATION**

By law, amendments to the budgets for the General, Debt Service, and School Nutrition Services Funds must be approved by the Board of Trustees before new appropriations may be expended.

#### **BUDGETARY CONSIDERATION**

For the General Fund, this budget amendment decreases budgeted fund balance by \$3,144,835. The resulting budgeted deficit and ending fund balance for June 30, 2026, are estimated to be \$44,955,713 and \$123,845,287 respectively.

#### **ADMINISTRATIVE RECOMMENDATION**

It is recommended that the Board of Trustees approve Budget Amendment #1.

#### **BOARD ACTION REQUIRED**

Approval/Disapproval