June 8, 2026

TO: Dr. Ron Gorman, Superintendent

FROM: Kevin Philipps

RE: June Budget Amendment

It's the time of year for the final amendment to the 2025-26 budgets. The first amendment was completed last December and the second amendment was completed in April. This last amendment allows us to make final adjustments before the audit is completed in the fall. With an approximate $450 million budget and so much of the funds coming from different state and federal sources, tracking this budget is complex and challenging. Behind the strong leadership of Dennis and hard work of his team, they have done a great job solidifying the projected budget for the various funds.

Compared to the April budget amendment, there are two significant changes I would like to highlight:

Below is a summary of the projected changes in fund balance, as well as major revisions since the April amendment for each fund.

General Fund

- **Projected decrease in fund balance of $2.409,823** (reduced from $2,466,542 in April)

Major revisions from April amendment:

- Increase in GSRP non-grant expense: ($232,500)
- Reduction in HCNC budget: $160,000
- Reduction in Bright Beginnings aides: $76,500
- Reduction in literacy professional development: $52,600
- **Projected ending fund balance: $7,302,810 (7.6%)**

Special Education

- **Projected decrease in fund balance of $5,495,100** (reduced from $6,095,728 in April)

Major revisions from April amendment**:**

- Increase in revenue in lieu of taxes (IFT properties): $255,000
- Increase in property taxes: $126,600
- Reduction in capital outlay for center programs: $150,000
- **Projected ending fund balance: $16,449,825 (8.5%)**

Special Education Center Programs

- **Projected fund balance of $445,768** (up from $0 in April, and eliminates projected $187,619 excess cost billback to local districts)

Major revisions from April amendment:

- Reduction in salaries/wages: $568,000
- Reduction in employee benefits: $402,000
- Reduction in local district billback: ($187,619)
- Reduction in state retirement offset revenue: ($60,000)

Career Technical Education

- **Projected decrease in fund balance of $7,303,750** (reduced from $7,886,549 in April)

Major revisions from April amendment:

- Reduction in capital outlay: $366,000
- Reduction in salaries/wages: $100,000
- Reduction in employee benefits: $90,000
- **Projected ending fund balance: $18,003,230 (46.6%)**

Cooperative Education

- **Projected decrease in fund balance of $355,855** (reduced from decrease of $531,211 in April)

Major revisions from April amendment:

- Increase in MySchool at Kent local district tuition: $155,000
- **Projected ending fund balance: $2,779,561 (49.1%)**

Community Service Fund

This fund is where the enhancement dollars are budgeted. It will always net to zero as 100% of the money is paid to locals. The total revenue and expenditures are projected to be $31,493,211, up from $31,436,401 in April.

Capital Projects

General Capital Projects: *Projected decrease to fund balance of $264,400, down from $353,583 in April. Ending fund balance of $438,514.*

- Reduction to capital outlay holding account: $75,000
- Increase in investment earnings: $10,000

Special Education Capital Projects: *Projected increase to fund balance of $8,529,549, up from $7,947,350 in April. Ending fund balance of $14,762,569.*

- Reduction to capital outlay holding account: $400,000
- Reduction to Pine Grove boiler project: $300,000
- Increase to EU Central renovations: ($283,000)

Career Technical Education Capital Projects: *Projected increase to fund balance of $9,568,207, down from $9,664,466 in April. Ending fund balance of $12,565,133.*

- Increase in KCTC Satellite campus sitework costs: ($168,000)
- Reduction in KCTC East A Wing HVAC: $65,000
- Reduction in Kent Conference Center Mechanical renovations: $50,000

As always, if you have any questions or would like additional information, please let me know.

KP/kg