

MEMO

TO: Board of Education Finance Committee
FROM: Natalie Forbes, Executive Director of Finance
RE: Expenditure Update as of June 2, 2026
DATE: June 2, 2026
CC: Dr. Addley, Interim Superintendent

CHANGE OVER PRIOR MONTH:

Expenditure Report FY26	April 23, 2026 (May BOE Meeting)	June 2, 2026 (June 9 BOE Meeting)	Percentage Change
Certified, Classified, Paraeducators	\$771,108	\$1,030,741	33.7%
Benefits	\$149,738	\$260,867	74.2%
Purchased Services	(\$190,793)	(\$272,819)	-43.0%
Supplies & Materials	\$120,527	\$102,840	-14.7%
Property	\$16,730	\$16,799	0.4%
Miscellaneous	\$19,244	\$18,398	-4.4%
Tuition	(\$584,406)	(747,556)	-27.9%
Projected Surplus/Deficit	\$302,148	\$409,270	

OVERVIEW: Budget expenditures through June 2 show a modest surplus of \$409,270, or 0.40% of the total budget of \$103,149,889.

SALARIES: The combined projected salary surplus is \$1,030,741.19 (Certified, Classified, Para educators). A 33.7% increase over the prior month.

BENEFITS: There is a 74.2% increase in the benefits position for June—a projected surplus of \$260,867. As we get closer to the end of the year, final invoices/payments are being issued, and we can more accurately forecast final balances.

PURCHASED SERVICES: The deficit in purchased services has increased by \$82,026, from negative (\$190,793) to negative (\$272,819). Driven principally by increased needs in out-of-town transport for Special Education, and additional expenditures in Repair and Maintenance, we are projecting the line's current balance of (\$272,819).

SUPPLIES & MATERIALS: This line has a surplus of \$102,840 and shows a 14.7% decrease over the prior month. One change is that a 25/26 monthly electricity expenditure was inadvertently charged to our unexpended balance; a posting correction moved that expenditure to its correct line in the General fund budget.

PROPERTY: The purchase deadline has passed, and we project a \$16,799 surplus.

MISCELLANEOUS: We are projecting an \$18,398 surplus on this line, principally due to the purchasing deadline having passed and the release of the administrative reserve.

TUITION: There is a significant increase in tuition, principally on the 55630 Tuition to Private Sources line. Special Education continues to encumber tuition for outplacements. In the past 4

weeks, two additional special education students have moved to Middletown, one of whom is already outplaced. The projected deficit for line 55630 is (\$756,412).

Unexpended Balance:

There were no requests for funds during the month. As of June 1, 2026, the FY 2024–25 Unexpended Balance stands at \$80,696.93.

Transfers:

There are no transfer requests this month.

FINANCIAL STATEMENT: LINES WITH CHANGES + OR - OF \$5K

51109 CERTIFIED*CURR WRITING- No further expenditures are anticipated in this category. As a result of partial grant funding, the projected surplus has increased to \$22,347.20.

51110 CERTIFIED*REG- The projected surplus has been revised to \$590,766.42, a favorable change of \$32,163.96 from the previous month. .

51315 SALARIES: SUBS-LT*REG- Long-term substitute expenditures increased in May, averaging approximately \$4,960 per week. As a result, the projected surplus decreased by \$20,500.

51410 SALARIES: ADMINISTRATOR*REG- The projected surplus has increased to \$105,094, representing a favorable variance of \$33,035.77 from the prior report. This change is attributable to adjustments made within the salary encumbrance module.

51718 SALARIES: TUTOR- The receipt of partial grant funding increased the projected surplus to \$59,978, an improvement of \$66,429.57 compared to the prior report.

51721 SALARIES: STIPENDS-NON TRB - The projected surplus of \$30,000 incorporates all anticipated expenditures through year-end.

51116 CLASSIFIED*REG- Following the legislative session, the CSDE Adult Education Provider Grant was finalized at full funding despite an initial State proposal to reduce allocations by 12.85% for FY 2025–26. The restoration of funding allowed certain classified salary expenditures to be charged to the grant, resulting in a surplus of \$13,183—an improvement of \$73,308 from the prior report.

51210 SALARIES: AIDES/PARAS*REG- Actual May expenditures have produced a modest positive variance in the line item's balance, resulting in an additional \$10,000 surplus.

51713 SALARIES: LUNCH/DUTY AIDES - Actual expenditures for May were lower than projected, resulting in a modest positive adjustment to the line item's current balance and generating an additional \$9,000 surplus.

52205 FICA- Based on projected June FICA expenditures, and with only one month remaining in the fiscal year, the district is now projected to realize a modest surplus of approximately \$20,000.

52210 MEDICARE- Based on projected June Medicare expenditures, and with only one month remaining in the fiscal year, the district is now projected to realize a modest surplus of approximately \$10,000.

52300 RETIREMENT CONTRIB - The projected surplus of \$29,496.09 reflects current employee payments anticipated through year-end.

52600 UNEMPLOYMENT COMPENSATION- Unemployment compensation payouts have declined in recent months, likely as former employees have secured new employment. Based on current trends, the final quarterly payment is estimated at approximately \$12,000, resulting in a projected surplus of \$50,000 in this line item.

53020 LEGAL SERVICES - To ensure sufficient funding for anticipated year-end legal expenses, the Shipman & Goodwin purchase order was increased by \$70,000 in May, including \$60,000 for district legal matters and \$10,000 for special education legal services.

53300 PURCH PROF SVCS: TECH- A transfer of funds from the 51721 Athletic Salaries/Stipends line was completed during the past month to support Sports Trainer per diem costs, resulting in a \$11,237 reduction in the deficit for this line item.

54300 REPAIRS & MAINTENANCE - Due to safety and security needs, the following door jamb replacements have been scheduled: Beman Middle School (multiple locations) (\$24,680); Bielefeld Elementary School (\$2,788); Central Office Special Education exterior door (\$1,985); and a Bielefeld Elementary exterior door jamb (\$1,500). These expenditures have reduced the surplus projection from last month by \$32,027.12.

55109 TRANSPORT*SPED OUT OF TOWN- This line continues to fluctuate based on operational needs. Transportation purchase order change orders processed during the month resulted in a \$13,951 increase in the projected deficit.

56120 ADMINISTRATIVE SUPPLIES - With only one month remaining in the fiscal year, minimal additional expenditures on administrative supplies are expected. Consequently, the projected surplus has increased by \$10,510.12.

56220 ELECTRICITY- A 25/26 monthly electricity expenditure was inadvertently charged to our unexpended balance; a posting correction moved that expenditure to its correct line in the General fund budget. This led to an increase in the deficit of \$32,322.74.

55630 TUITION TO PRIVATE SOURCES (SPEC. ED) - The Special Education Department continues to encumber tuition costs for outplaced students who have recently enrolled in Middletown Public Schools. As a result, the projected deficit in this line has increased by \$163,150.

Alliance Grant 2025/26

		Approved Budget	Expenditures-to-Date as of June 1, 2026	Percentage spent
Line 100	Salaries	\$6,934,497.62	\$6,108,699.23	88%
Line 200	Benefits	\$1,177,309.06	\$1,177,309.06	100%
Line 300	Purchased Professional Services	\$2,125,731.16	\$1,882,304.22	89%
Line 500	Purchased Services	\$461,678.84	\$424,993.03	92%
Line 600	Supplies	\$411,002.45	\$94,553.39	23%
Line 700	Property	\$421,732.87	\$286,953.62	68%
		\$11,531,952	\$9,974,812.55	

Total expenditures to date are: \$9,974,812.55

Total encumbrances to date are \$1,505,748.04

Line 600: The remaining balance is encumbered for computers; devices received, and awaiting invoices for payment.

The district is on track to fully expend the 25/26 Alliance grant.