



Catalina Foothills Unified School District #16
2101 E. River Road, Tucson, AZ 85718
(520) 209-7500 (520) 209-7570 FAX www.cfsd16.org

BOARD AGENDA ITEM

ITEM NO: 7.1

BOARD MEETING DATE: Tuesday, May 13, 2025

DISCUSSION ITEM: Fiscal Year (FY) 2026 Maintenance & Operations
(M&O) Budget

SUBMITTED BY: Lisa Taetle, Director of Finance

PRESENTED BY: Lisa Taetle, Director of Finance

The attached FY 2026 Revenue Budget document has been updated to incorporate the following changes:

- Line 7, FY 2026 DAA Transfer to M&O decreased by \$8,116 due to expense modifications to the expenditure budget.
- Carryforward amounts on lines 8 and 9 under the FY 2026 Budget column were adjusted due to expense modifications to the Classroom Site Fund and Instructional Improvement budgets.

The attached FY 2026 Expenditure Budget document reflects the following changes:

- Line 1, under the 2026 Deletions column, was updated to reflect the changes to the Revenue Budget.
- Line 2d was reduced by \$20,000 under the FY 2025 Deletions column due to decrease in outsourced substitution usage. Line 2f under the FY 2025 Deletions column was reduced by \$50,000 for the same reason.

- Line 11a increased by \$76,723 under the FY 2025 Additions column to reflect increased district-wide insurance coverage rates. Line 11c increased by \$5,000 under FY 2026 Additions column to cover additional insurance deductibles.
- Line 13c decreased by \$23,867 under the FY 2025 Deletions column due to reduced use of the district's prepaid legal services.
- Line 29, CFHS Athletics Supplemental Funding, was increased by \$2,761 under the FY 2026 Additions column to account for a 1% increase in athletic coaching stipends.
- Lines 60k and 60l, under the FY 2026 Additions column, include a 1% salary increase and associated fixed costs for non-athletic teacher stipends.

The FY 2026 Classroom Site Fund and Instructional Improvement Fund report is attached and incorporates the following changes:

- Classroom Site Fund: Lines 9a and 9b reflect an increase in performance pay and employee benefit expenses under the FY 2025 Additions column. Contingency on line 14 under the FY 2025 Additions column was reduced by \$38,661 to account for the increase in performance pay. Employee benefits expense was adjusted under the FY 2026 Deletions column to reflect the decreased benefits rate in FY 2026.
- Instructional Improvement Fund: Line 3e was reduced to \$44,823 under the FY 2025 Revised Baseline column, as salary expenditures and fixed costs were transferred to the Title I grant. Under the FY 2026 Revised Baseline column, these salary expenditures and fixed costs were increased to reflect the full 60% funding, as the District has not yet received its total FY 2026 grant allocation.

RECOMMENDED MOTION: Information Item