

# BOARD REPORT

TO: Board of Education  
FROM: Director of Business Services Heather Aune  
DATE: Monday, May 18, 2026



TOPIC/PURPOSE OF REPORT: 2025-2026 Budget Adjustments

REFERENCE TO POLICY/STRATEGIC PLAN: 701 Establishment and Adoption of School District

RECOMMENDED BOARD ACTION: Action Item

DATE FOR BOARD ACTION: Monday, May 18, 2026

## REPORT

Director of Business Services Heather Aune will introduce the recommendation to approve the 2025-2026 Budget adjustments.

## RECOMMENDATION

For the board of education to approve the 2025-2026 Budget adjustments presented.

<b>Fund</b>	<b>Revenues</b>	<b>Expenditures</b>
General	\$60,979,372	\$61,358,902
Student Activities (General)	\$46,695	\$46,695
Subtotal	\$61,026,067	\$61,405,597
Food Service	2,839,024	3,174,588
Community Service	2,181,624	2,181,492
Capital Projects	25,000	524,445
Debt Services	4,967,137	4,684,493
<b>Total Governmental</b>	<b><u>\$71,038,852</u></b>	<b><u>\$ 71,970,615</u></b>
Dental Self Insurance	540,000	490,000
OPEB	500,000	500,000
OPEB Trust	509,673	530,250
<b>All Funds</b>	<b><u>\$ 72,588,525</u></b>	<b><u>\$73,490,865</u></b>

**General Fund**

- Staffing changes throughout the school year
- Settled labor agreements
- Updated pupil counts
- Updated Revenue based on 2024-25 expenses
- MnTSS Grant received
- Security Grant received

Prior projected deficit spending = -\$589,232

Revised projected deficit spending = -\$379,530

Revised budget after these 3rd quarter adjustments:

General Fund Revenue = \$61,026,067

General Fund Expenditures = \$61,405,597

Revised Deficit Spending = -\$379,530

Covering the deficit through Fund Balance

<u>Adopted budget deficit</u>	\$-589,232
Use of 3rd Party Billing Restricted funds	\$150,000
Assigned Fund Balance - HT Playground -grant	\$100,000
Assigned Fund Balance - School Bus Replace	\$130,153
Restricted Fund Balance - Comp Ed	\$19,341
Restricted Fund Balance - Learning & Dev	\$107,510
Restricted Fund Balance - Safe School Levy	<u>\$82,228</u>
Net	0

<u>Revised budget deficit</u>	-\$379,530
Use of 3rd Party Billing Restricted funds	\$150,000
Assigned Fund Balance - HT Playground -grant	\$100,000
Assigned Fund Balance - School Bus Replace	\$130,153
Restricted Fund Balance - Comp Ed	<u>\$623</u>
Net	0

**Community Service Fund**

No Changes

**Food Services**

No Changes

**RECOMMENDATION**

For the board of education to approve the 2025-2026 Revised Budget.