



**Agenda IV.B.1.
June 26, 2025**

To: Board of Education
Dr. Theresa Battle, superintendent

From: Tyler Dehne, director of finance

Date: June 18, 2025

Re: Approve FY26 Adopted Budget

Recommendation: That the Board of Education approves the 2025-26 Adopted Budget providing all funds’ revenues of \$215,872,026 and all funds’ expenditures of \$227,825,535.

Below is a summary of the proposed 2025-2026 Adopted Budget for your review.

FUND	REVENUE BUDGET	EXPENDITURE BUDGET	INCR (DECR) TO FUND BALANCE
GENERAL	\$ 158,590,425	\$ 169,547,066	\$ (10,956,641)
FOOD & NUTRITION	6,842,403	7,457,001	(614,598)
COMMUNITY SERVICE	7,529,198	7,884,010	(354,812)
DEBT SERVICE	11,250,000	11,202,458	47,542
INTERNAL SERVICE	31,160,000	30,985,000	175,000
OPEB REVOCABLE TRUST	500,000	750,000	(250,000)
TOTAL ALL FUNDS	\$ 215,872,026	\$ 227,825,535	\$ (11,953,509)

The District follows the guiding questions in developing the budget – How will the budget for FY2026 continue to:

- Support our mission and priorities
- Position the budget to leverage every funding source available
- Align with the goals of advancing equitable student outcomes

This adopted budget will be revised later in the 2025-2026 year to adjust for actual data relating to state updates, federal updates, enrollment, staffing, audited fund balances, etc.

FY2026 Budget Assumptions

Revenue

- Enrollment:
 - K-12 Enrollment projection estimated at 7,021
 - Early Childhood Special Education at 153
 - Voluntary Pre-Kindergarten at 133
- Enrollment Projections are based on:
 - Historical data trends including birth rates
 - Fall 2024 seat counts
 - Demographic Study

- 2.74% increase to the general education formula - \$200 per pupil
- \$2.06 million decrease in Compensatory funding
- General tax levy decreased \$5.5 million
- Miscellaneous one-time funding decreased revenue by \$577,000

Expenses

- 2.5% increase to cells on staff salary schedule
- 5% increase in health insurance premiums
- 5% increase to transportation contract
- 5% inflationary increase for other areas including utilities, supplies, capital, contracted services, etc
- \$900,000 in expenditure adjustments:
 - Maintain class sizes (K-12) – 8.55 FTE reduction
 - Additional 2.0 FTE at Burnsville High School
 - Additional 2.0 FTE for Middle School (School within a School)
 - Community Based Mentoring Program and Catalyst Training
 - Technology Tool ELLevation Platform and Strategies

Summary

This budget was developed in accordance with direction provided by the Board of Education. There is potential for significant change as actual enrollment and staffing patterns are recognized. Our reality is that there are constant changes to staffing assignments as we adjust our staffing to best serve our student's needs.

