



Financial Forecast

**Fiscal Year
2026-2030**





AGENDA

TOPIC 1:

Methodology

TOPIC 2:

Revenue

TOPIC 3:

Expenditures

TOPIC 4:

Fund Balance Impact



1

FORECASTING METHODOLOGY

1

INCREMENTAL BUDGETING

A commonly used, relatively conservative approach to budgeting that:

- Uses the current budget as a base upon which incremental amounts are added or subtracted to create the new budget.
- Assumes that operations are more or less the same as the base year.



METHOD



1

BASE YEAR - FY2024

The forecast is based on the actual results of fiscal year 2024:

Category	Budgeted	Actual	Variance
Revenue	155,413,614	160,909,165	3.5%
Expenditures	154,190,547	154,891,231	0.4%
Unassigned Fund Balance	5.9%	7.4%	-

METHOD

1

FUTURE VARIANCES

There are several factors that can lead to variances between forecasts and reality:

- Legislative action - state appropriations, property tax changes, underfunded mandates, etc.
- Macroeconomic changes - inflation, labor market challenges, etc.
- Enrollment changes - statewide public school enrollment is certain to continue to decline.
- Actual performance - fiscal year 2025



METHOD





2

REVENUE ASSUMPTIONS

2.

REVENUE

BASIC EDUCATION FORMULA

- Primary funding source for all public school districts in the state:
 - Revenue = Formula Allowance x Pupil Units
- Tied to inflation (CPI) beginning with 2025-26, with a floor of 2.00% and cap of 3.00% (2025-26 estimated increase of 2.53%).
- All future years projected at 2.00%:

	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030
Adjusted Pupil Units	9,450	9,487	9,535	9,575	9,575	9,575
Per Pupil Unit Amount	\$7,281	\$7,465	\$7,614	\$7,766	\$7,921	\$8,079
Total Basic Education Aid	\$68,805,450	\$70,823,366	\$72,599,490	\$74,359,450	\$75,843,575	\$77,364,504

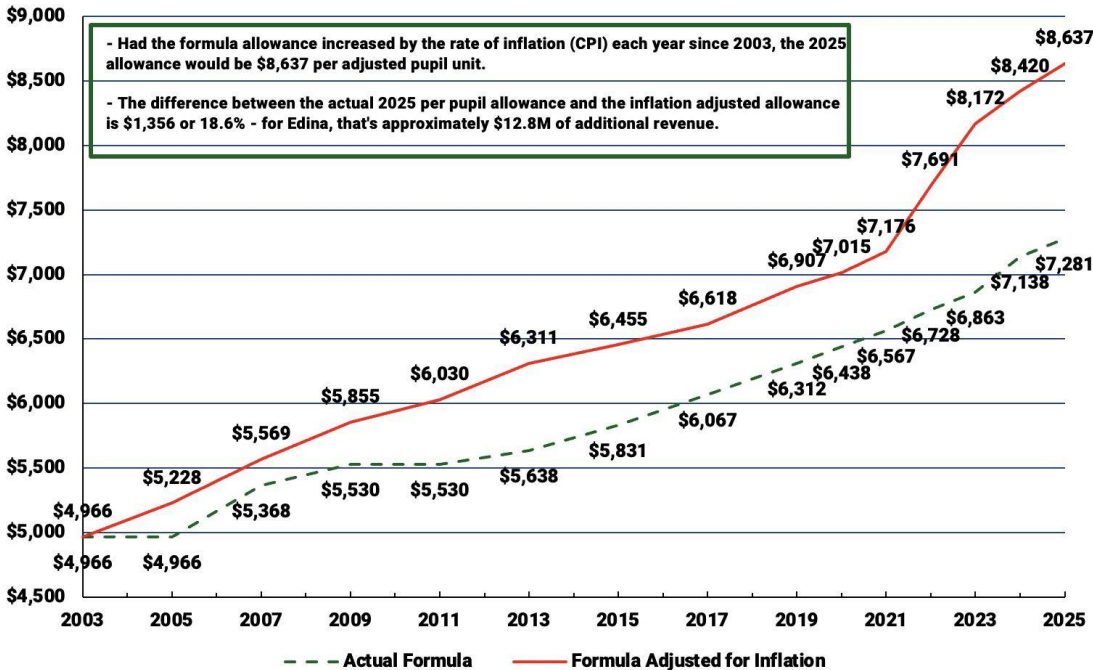
Additional Revenue: \$2,017,916 \$1,776,124 \$1,759,960 \$1,484,125
\$1,520,929

2.

REVENUE

BASIC PER PUPIL AID

Adjusted for Inflation (CPI)



2.

REVENUE

OPERATING REFERENDUM

- Voter approved funding source that is used to fund basic operations:
 - Revenue = Formula Allowance x Pupil Units
- State sets a cap, which is adjusted for inflation (CPI) each year. District near cap - \$2,263 for FY2026.
- Future years increases averaging 2.57%:

	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030
Adjusted Pupil Units	9,450	9,487	9,535	9,575	9,575	9,575
Per Pupil Unit Amount	\$2,197	\$2,263	\$2,327	\$2,382	\$2,444	\$2,505
Total Operating Referendum	\$20,766,281	\$21,473,898	\$22,184,288	\$22,803,009	\$23,400,345	\$23,985,735

Additional Revenue: \$707,617 \$710,390 \$618,721 \$597,336 \$585,390

2.

REVENUE

CAPITAL PROJECTS LEVY

- Also known as the “tech levy”, funds the District’s instructional technology, non-instructional technology, and technology infrastructure.
- Voter approved tax rate multiplied by the net tax capacity of the District - grows in direct proportion to tax base.
- 3.0% growth rate used for FY2027-FY2030:

	FY2025	FY2026	FY2027	FY2028	FY2029	FY2030
Tax Rate	5.932%	5.932%	5.932%	5.932%	5.932%	5.932%
Net Tax Capacity	\$142,891,874	\$154,831,318	\$159,476,258	\$164,260,545	\$169,188,362	\$174,264,012
Total Tech Levy	\$8,476,346	\$9,184,594	\$9,460,132	\$9,743,936	\$10,036,254	\$10,337,341

*Additional
Revenue:*

*\$708,24
8*

*\$275,53
8*

*\$283,80
4*

*\$292,31
8*

*\$301,08
8*



3

**EXPENDITURE
ASSUMPTIONS**

3.

EXP.

EXPENDITURES

- Inflationary adjustments added to all areas of the budget.
- Same number of full-time equivalents assumed in all years of the forecast.
- No additional expenditures assumed.

3.

EXP.

EXPENDITURES

CATEGORY	INFLATION				
	2026	2027	2028	2029	2030
LICENSED SALARIES	7.96%	5.70%	5.83%	3.52%	5.41%
NON-LICENSED SALARIES	3.00%	6.00%	2.00%	4.00%	2.00%
ADMINISTRATIVE SALARIES	4.00%	2.00%	2.00%	2.00%	2.00%
OTHER SALARIES	2.00%	2.00%	2.00%	2.00%	2.00%
STATUTORY BENEFITS	6.10%	5.30%	4.33%	3.45%	4.08%
OTHER BENEFITS	3.00%	3.00%	3.00%	3.00%	3.00%
REPAIRS AND MAINTENANCE	3.00%	3.00%	3.00%	3.00%	3.00%
PURCHASED SERVICES	5.00%	5.00%	5.00%	5.00%	5.00%
SUPPLIES	5.00%	5.00%	5.00%	5.00%	5.00%
CAPITAL PURCHASES/LEASES	3.00%	3.00%	3.00%	3.00%	3.00%
OTHER EXPENDITURES	3.00%	3.00%	3.00%	3.00%	3.00%
UTILITIES	7.50%	7.50%	7.50%	7.50%	7.50%
LIABILITY INSURANCE	25.00%	15.00%	10.00%	5.00%	5.00%



4

**FUND
BALANCE**

4.

FUND BALANCE

FUND BALANCE

Fund balance is arguably a school district's most important financial metric:

- Financial stability - cash flow, insurance against certainty
- Creditworthiness - more favorable borrowing
- Strategic Planning - long-term fiscal planning, one-time investments

The District's unassigned fund balance policy is 6.0-10.0% of the subsequent years' unassigned expenditures.

4.

FUND BALANCE

	Fiscal Year						
	2024	2025	2026	2027	2028	2029	2030
Revenue:							
Property Taxes	\$53,561,813	\$56,342,166	\$56,501,798	\$54,492,560	\$55,387,696	\$54,915,531	\$55,784,676
State Sources	97,586,833	99,080,008	104,164,481	106,777,302	109,140,937	111,256,914	112,276,931
Federal Sources	2,413,800	1,990,416	2,285,697	2,285,697	2,285,697	2,285,697	2,285,697
Miscellaneous Local	7,346,719	3,421,254	4,144,831	4,059,165	3,982,066	3,912,677	3,288,175
Total Revenue	160,909,165	160,833,844	167,096,806	167,614,725	170,796,397	172,370,820	173,635,478
Expenditures:							
Salaries	91,327,676	91,863,490	97,480,650	102,426,443	107,033,452	110,604,739	115,314,118
Benefits	28,475,744	30,785,596	31,448,610	32,739,530	33,933,132	35,025,918	36,261,400
Purchased Services	12,943,625	11,393,638	11,805,187	12,535,830	13,244,832	13,909,881	14,611,680
Supplies & Materials	4,473,488	4,798,366	5,038,302	5,290,251	5,554,778	5,832,532	6,124,163
Capital Expenditures	12,323,746	11,345,718	11,597,493	11,895,959	12,055,929	12,368,338	12,430,871
Other Expenditures	572,405	570,384	587,497	605,122	623,277	641,977	661,239
Other Financing Uses	4,774,549	7,604,875	6,263,181	5,361,657	5,338,576	5,200,629	5,138,960
Total Expenditures	154,891,231	158,362,067	164,220,920	170,854,792	177,783,976	183,584,014	190,542,431
Change in Fund Balance	6,017,934	2,471,777	2,875,886	(3,240,067)	(6,987,579)	(11,213,194)	(16,906,952)
Fund Balances:							
Nonspendable	29,623	-	-	-	-	-	-
Restricted	6,248,712	6,966,084	8,614,176	9,937,215	11,575,649	13,102,608	14,749,214
Committed	2,484,388	2,609,361	2,740,148	2,863,614	2,964,353	3,090,549	3,007,039
Assigned	8,644,524	9,031,289	9,156,731	6,356,480	6,356,480	6,356,480	6,356,480
Unassigned	9,202,272	10,474,562	11,446,128	9,559,807	833,056	-12,033,292	-30,503,340
Total Fund Balances	\$26,609,519	\$29,081,296	\$31,957,183	\$28,717,117	\$21,729,538	\$10,516,345	\$(6,390,607)

Unassigned Fund Balance:

7.41%

8.03%

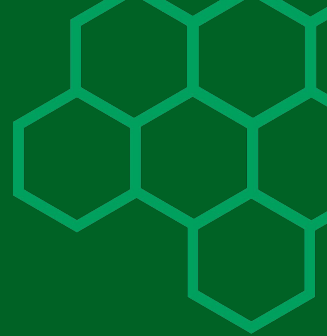
8.35%

6.68%

0.56%

-7.79%

-20.29%



QUESTIONS?

