Lakeville AREA SCHOOLS

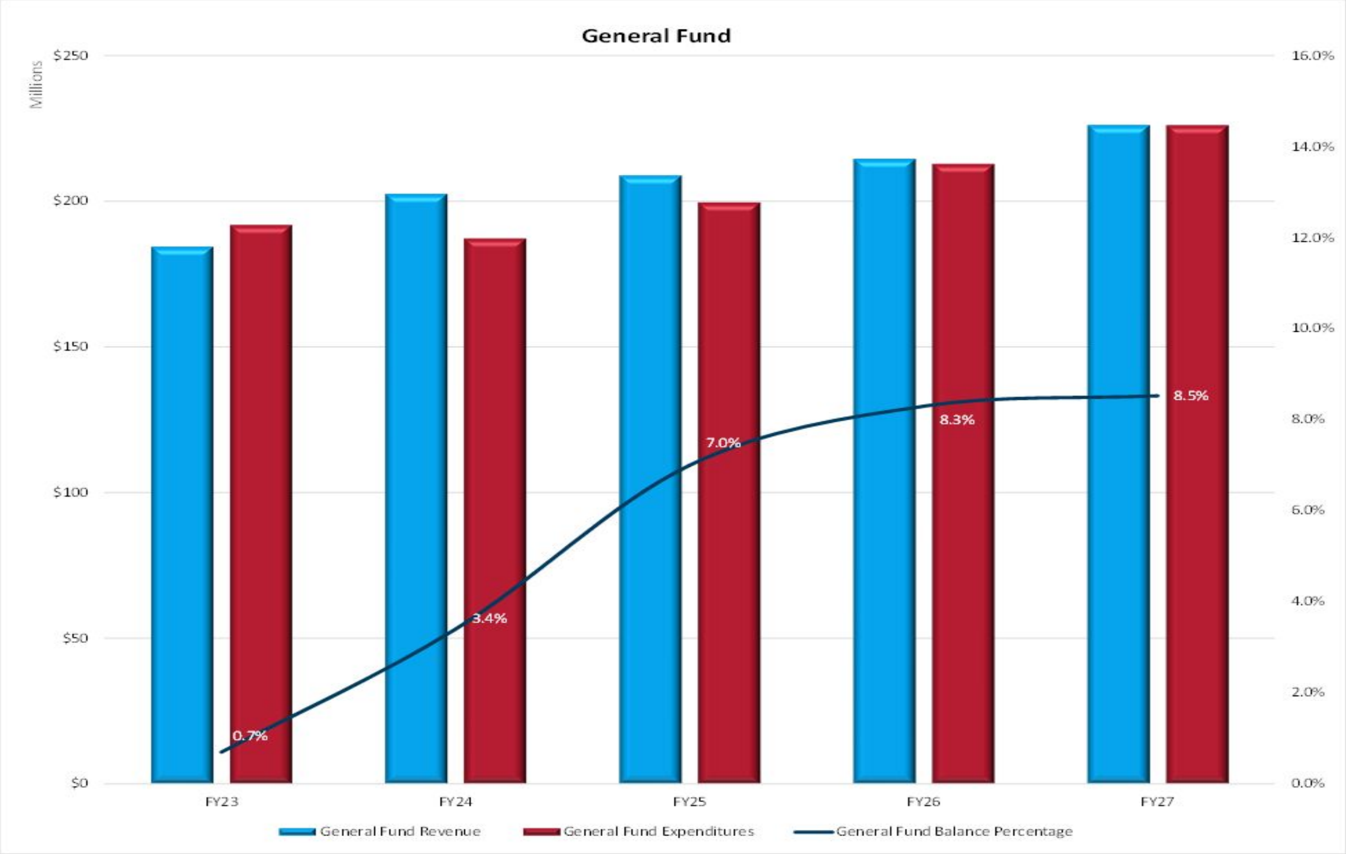
FY27 Preliminary Budget

Bill Holmgren
Executive Director of Business Services

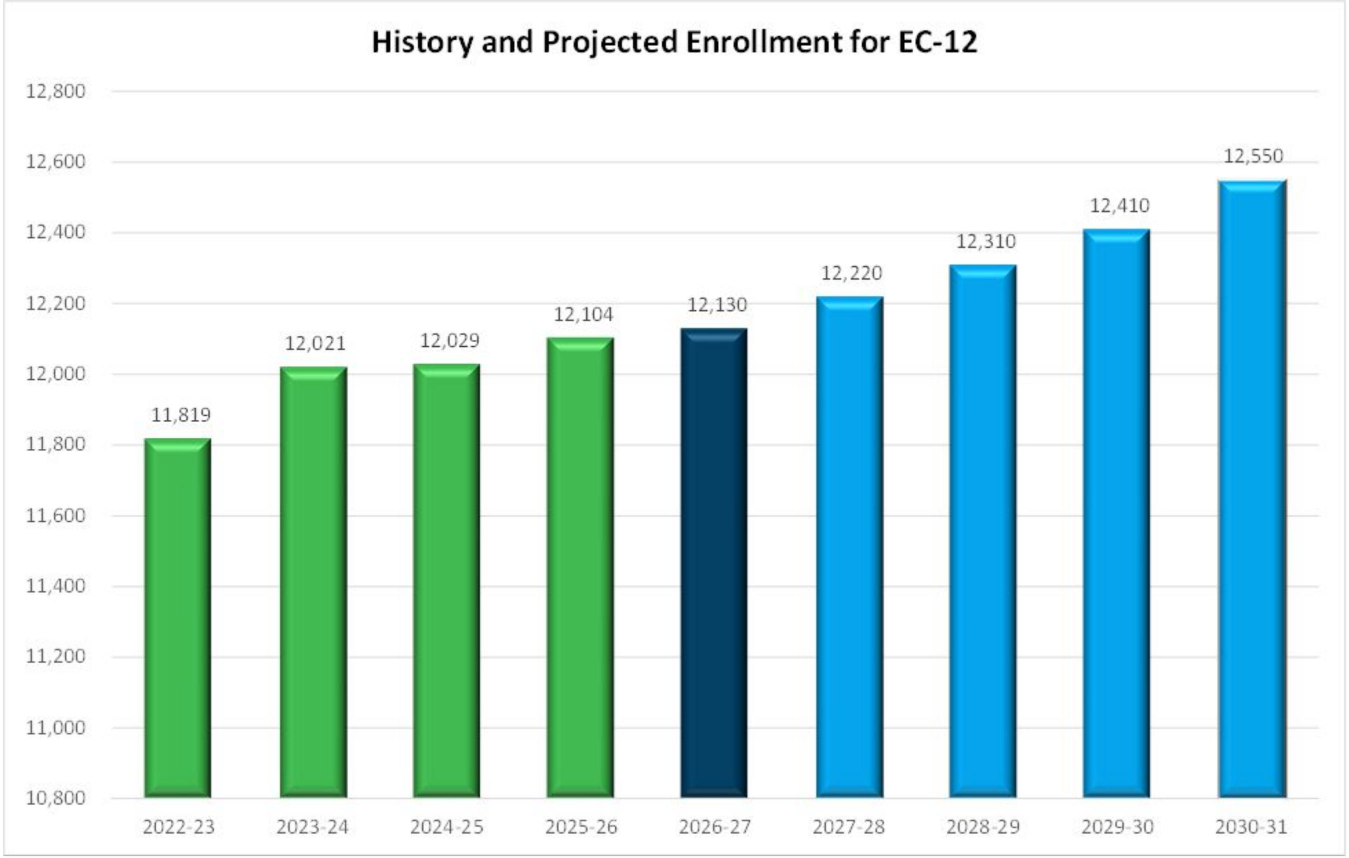
June 22, 2026

Annual Budget Process

General Fund Balance



Enrollment



History and Projected Enrollment for EC-12
12,800
12,600
12,400
12,200
12,000
11,800
11,600
11,400
11,200
11,000
10,800
11,819
12,021
12,029
12,104
12,130
12,220
12,310
12,410
12,550
2022-23
2023-24
2024-25
2025-26
2026-27
2027-28
2028-29
2029-30
2030-31

FY27 General Fund Revenue

Description	FY26 Budget	FY27 Budget	Increase / Decrease	% Change
State Sources	$145,004,854	$148,889,098	$3,884,244	2.68%
Property Taxes	54,448,462	59,172,247	4,723,785	8.68%
Federal Sources	3,398,721	3,255,668	(143,053)	(4.21%)
Local/Other	9,320,580	9,638,000	317,420	3.41%
Other Financing Sources	2,360,007	5,195,215	2,893,437	122.60%
Total General Fund	**$214,532,624**	**$226,150,328**	**$11,617,704**	**5.42%**

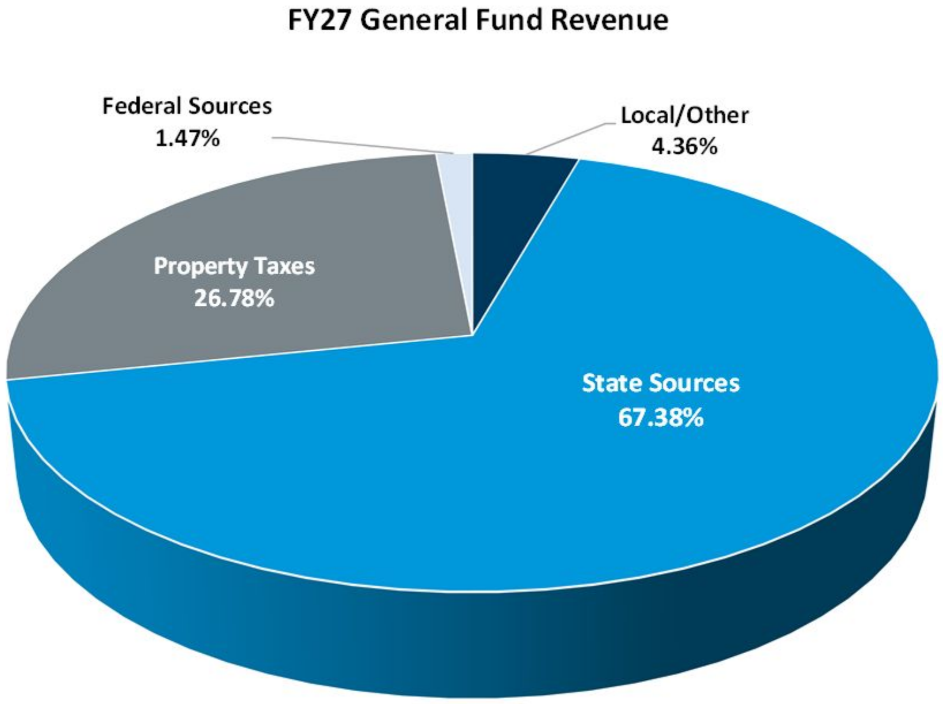
Current Operating Levies

Current District Operating Levies:

Levy	Year	Original Amount per Pupil	Current Amount per Pupil	Current Annual Revenue	Funds Used For	Expiration
Operating Levy (Renewal)	2017	$692.75	$854.09	$11,225,304	Renewal to avoid budget reductions	2027
Operating Levy	2019	$345	$415.64	$5,462,756	Restore Elementary Counselors (4 FTE), Middle School programing (25 FTE), Information Technology staff (6 FTE), SEL support, MS SRO	2029
Operating Levy (Renewal)	2023	$269.29	$275.78	$3,624,576	Staffing for new South High School & New Grade Structure (K-5, 6-8, 9-12)	2033
Operating Levy	2023	$100	$100	$1,300,000	New Highview Elementary building staff (16 FTE)	2033
Capital Projects Levy (Renewal)	2025	N/A	N/A	$3,920,410	Technology Devices, STEM Equipment & Security (Surveillance)	2035
Operating Levy (Renewal)	2025	$100	$128.69	$1,691,373	Elem Art (5 FTE, 1 HR instruction per wk Grade 1-5), High School Class Size (6 FTE), 1 Career/Trades teacher, 5th Grade Band (2.2 FTE)	2035

All operating levy renewals elections align with the November fall election of the expiration year

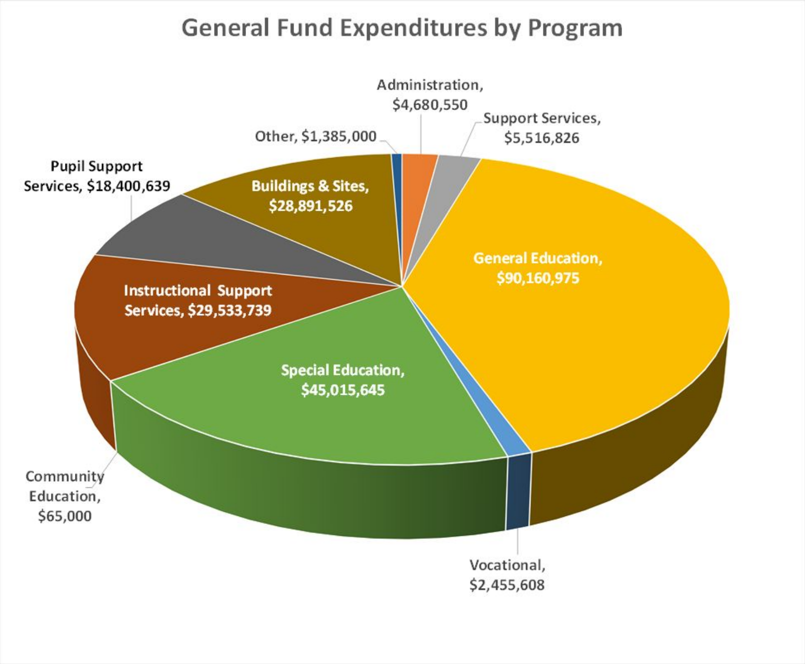
FY27 General Fund Revenue

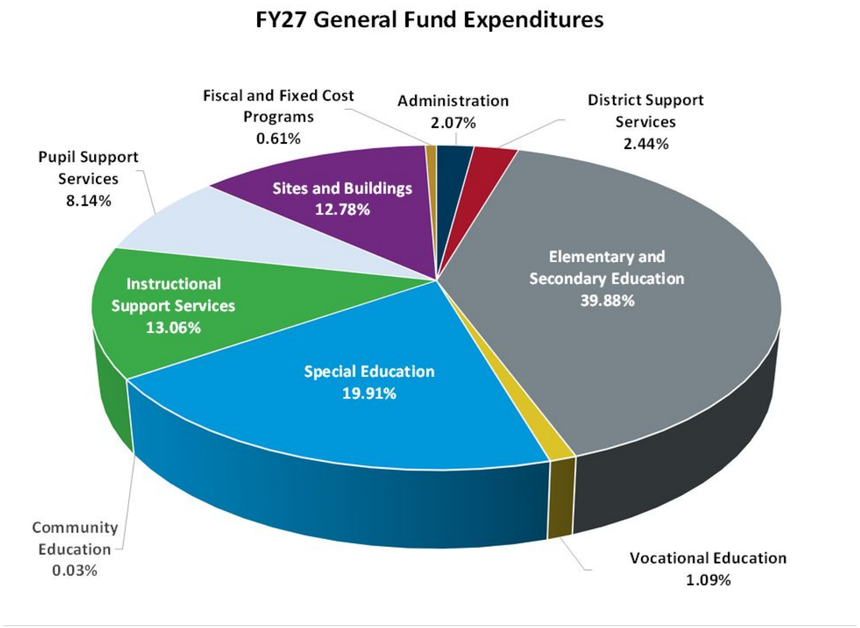


FY27 General Fund Expenditures by Object

Description	FY26 Budget	FY27 Budget	Increase / Decrease	% Change
Salaries & Wages	$108,473,864	$111,151,206	$2,677,342	2.47%
Employee Benefits	49,942,195	54,696,209	4,754,014	9.52%
Purchased Services	32,297,365	32,880,098	582,733	1.80%
Supplies & Materials	5,827,958	6,562,844	734,886	12.61%
Capital Expenditures	15,403,996	19,928,165	4,524,169	29.37%
Other Expenditures	844,972	886,984	42,012	4.97%
Total General Fund	**$212,790,350**	**$226,105,508**	**$13,315,158**	**6.26%**

FY27 General Fund Expenditures by Program





Student Nutrition Fund

Lakeville Area Schools Food Service Fund Overview					
Revenue	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Budget	FY27 Prelim Budget
Local/Other	$3,856,529	$1,236,788	$1,173,271	$43,500	$43,500
Federal Sources	2,889,854	3,345,308	2,897,563	4,176,121	4,390,567
State Sources	276,384	4,821,675	5,177,228	5,501,602	5,625,609
Total Revenue	7,022,767	9,403,771	9,248,062	9,721,223	10,059,676
Expenditures					
Food Service	6,913,674	7,327,043	8,498,386	8,924,385	9,043,857
Capital Outlay	462,175	753,231	1,481,304	1,114,500	174,000
Total Expenditures	7,375,849	8,080,274	9,979,690	10,038,885	9,217,857
Other Financing Sources					
Transfers In	-	-	16,549	-	-
Transfers Out	-	-	-	-	-
Total Other Financing Sources	-	-	16,549	-	-
Net Change in Fund Balance	(353,082)	1,323,497	(715,079)	(317,662)	841,819
Fund Balance					
Beginning of Year	3,578,281	3,225,199	4,548,696	3,833,617	3,515,955
End of Year	$3,225,199	$4,548,696	$3,833,617	$3,515,955	$4,357,774

Community Service Fund

Lakeville Area Schools Community Service Fund Overview	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Budget	FY27 Prelim Budget
Revenue					
Local/Other	$6,023,594	$6,703,279	$7,055,598	$7,640,009	$8,155,152
State Sources	1,137,557	1,303,760	1,382,449	1,374,142	1,416,710
Property Taxes	1,295,939	1,300,013	1,237,478	1,368,377	1,268,116
Federal Sources	57,448	11,113	11,932	10,989	5,000
Total Revenue	8,514,538	9,318,165	9,687,457	10,393,517	10,844,978
Expenditures					
Community Service	8,320,637	8,868,790	9,852,826	10,347,668	10,754,693
Capital Outlay	21,512	23,991	15,457	15,672	36,090
Total Expenditures	8,342,149	8,892,781	9,868,283	10,363,340	10,790,783
Net Change in Fund Balance	172,389	425,384	(180,826)	30,177	54,195
Fund Balance					
Beginning of Year	(585,505)	(413,116)	12,268	(168,558)	(138,381)
End of Year	($413,116)	$12,268	($168,558)	($138,381)	($84,186)

Building Construction Fund

Lakeville Area Schools Building Construction Fund Overview	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Budget	FY27 Prelim Budget
Revenue					
Local	$933,695	$1,355,898	$722,799	$300,000	$400,000
Expenditures					
Salaries and Wages	-	-	-	-	37,500
Employee Benefits	-	-	-	-	24,042
Purchased Services	63,632	260,079	-	-	-
Sites and Buildings	38,819,596	26,085,972	12,243,154	12,744,154	30,417,662
Total Expenditures	38,883,228	26,346,051	12,243,154	12,744,154	30,479,204
Revenue over Expenditures	(37,949,532)	(24,990,153)	(11,520,355)	(12,444,154)	(30,079,204)
Other Financing Sources (Uses)					
Sale of Bonds	3,135,000	20,850,000	-	20,600,000	50,000,000
Bond Premium	198,654	2,285,886	-	-	-
Sale of Certificates of Participation	-	-	-	-	-
Total Other Financing Sources (Uses)	3,333,654	23,135,886	-	20,600,000	50,000,000
Net Change in Fund Balance	(34,615,878)	(1,854,267)	(11,520,355)	8,155,846	19,920,796
Fund Balance					
Beginning of Year	59,005,589	24,389,711	22,535,444	11,015,089	19,170,935
End of Year	$24,389,711	$22,535,444	$11,015,089	$19,170,935	$39,091,731

Debt Service Fund

Lakeville Area Schools
Debt Service Fund Overview

Revenue	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Budget	FY27 Prelim Budget
State Sources	$1,276,058	$1,504,203	$1,628,941	$1,671,335	$1,671,748
Property Taxes	18,564,441	20,111,547	20,633,288	22,697,368	18,415,005
Federal Sources	418,422	422,042	421,235	420,427	420,500
Local/Other	505,190	642,148	710,400	700,000	700,000
Total Revenue	20,764,111	22,679,940	23,393,864	25,489,130	21,207,253
Expenditures					
Principal	14,105,000	15,990,000	16,660,000	17,860,000	15,255,000
Interest	6,676,515	5,888,303	6,170,983	5,322,275	5,395,521
Fiscal Charges and Other	-	-	-	15,000	15,000
Total Expenditures	20,781,515	21,878,303	22,830,983	23,197,275	20,665,521
Revenue over Expenditures	(17,404)	801,637	562,881	2,291,855	541,732
Fund Balance					
Beginning of Year	4,998,150	4,980,746	5,782,383	6,345,264	8,637,119
End of Year	$4,980,746	$5,782,383	$6,345,264	$8,637,119	$9,178,851

Internal Service Fund

Lakeville Area Schools
Internal Service Fund Overview

Revenue	FY23 Actual	FY24 Actual	FY25 Actual	FY26 Budget	FY27 Prelim Budget
Self-Insured Dental Plan	$1,556,862	$1,555,729	$1,542,440	$1,600,000	$1,600,000
Self-Insured Health Plan	30,000,188	29,846,582	30,092,739	33,000,000	36,336,982
Total Revenue	31,557,050	31,402,311	31,635,179	34,600,000	37,936,982
Expenditures					
Self-Insured Dental Plan	1,615,372	1,625,266	1,759,792	1,700,000	1,700,000
Self-Insured Health Plan	28,185,017	29,225,648	35,371,334	35,000,000	35,995,000
Payment to Employees	-	43,596	62,151	61,514	67,554
Total Expenditures	29,800,389	30,894,510	37,193,277	36,761,514	37,762,554
Operating Income	1,756,661	507,801	(5,558,098)	(2,161,514)	174,428
Fund Balance					
Beginning of Year	4,973,223	6,729,884	7,237,685	1,679,587	(481,927)
End of Year	$6,729,884	$7,237,685	$1,679,587	($481,927)	($307,499)

FY27 Fund Overview

Fund	Projected Fund Balance June 30, 2026	Revenues	Other Financing Sources	Expenditures	Change in Fund Balance	Projected Fund Balance June 30, 2027
Lakeville Area Schools Fund Overview						
General Fund	$27,371,666	$220,955,113	$5,195,215	$226,105,508	$44,820	$27,416,486
Student Nutrition Fund	3,515,955	10,059,676	-	9,217,857	841,819	4,357,774
Community Service Fund	(138,381)	10,844,978	-	10,790,783	54,195	(84,186)
Building Construction Fund	19,170,935	400,000	50,000,000	30,479,204	19,920,796	39,091,731
Debt Service Fund	8,637,119	21,207,253	-	20,665,521	541,732	9,178,851
Trust Fund	955,119	140,000	-	140,000	-	955,119
Internal Service Fund	(481,927)	37,936,982	-	37,762,554	174,428	(307,499)
Total - All Funds	$59,030,486	$301,544,002	$55,195,215	$335,161,427	$21,577,790	$80,608,276

Summary

- The overall financial health of the school district continues to improve.
- The General Fund Unassigned Fund Balance is projected to increase to 8.5% of General Fund expenditures.
- The Unassigned General Fund Balance is projected to be within School Board policy of 7.5% - 10%
- Subject to change due to hiring.