



DATE: May 26, 2026

TITLE: Approval of the 2025-2026 Revised Budget

TYPE: Action

PRESENTER: Todd Lechtenberg, Executive Director of Finance and Operations

BACKGROUND:

Minnesota Statute 123B.77 Accounting, Budgeting, and Reporting Requirement provides guidance for the adoption of School District budgets each year. Statute 123B.77 subdivision 4 notes budget approval is required prior to July 1 of each year. This statute also provides for the necessity for budget amendments prior to the end of each fiscal year.

RATIONALE:

The 2025-2026 Revised Budget was prepared in accordance with school board decisions. The parameters used to develop the budget are detailed in the budget presentation outlining the significant assumptions including:

1. Projected decrease in enrollment of 62 students over the original adopted budget
2. Negotiations settlements from our 5 union contracts
3. Staff changes that were approved during the year
4. Timing of projects (parking lots and playgrounds)

School board policy 714 requires that the District maintain an unassigned operating fund balance of 8.33% which equates to one month's expenditures. The 2025-2026 revised budget estimates year end unassigned fund balance of approximately 12.39%.

The unassigned fund balance, as shown above, exceeds the goal established in school board policy 714.

RECOMMENDATION:

To approve 2025-2026 Revised Budget.