

## ROYALTON PUBLIC SCHOOL DISTRICT

### FISCAL YEAR 2026 (FY26) – PROPOSED REVISED BUDGET MODEL

The key changes between the Original Budget (Adopted June 2025) and the proposed Revised Budget version (dated 03.20.26) are as follows:

- In general, we factored in FY26 experience and reviewed pacing and actual expenditures year-to-date (YTD) to derive some of these changes to budget line items.
- Enrollment – budget assumes ADM of 904 which is a decrease from the original budget of 916, thereby resulting in a State Aid decrease of (\$171k) versus the original budget.
- Revenues –
  - a. Federal Revenues – decreased by (\$7k) versus the original budget due to adjustments in final allocations in Title and Federal Special Ed funding. Added Perkins expected revenue.
  - b. Local Revenues – increased by +\$124K versus the original budget mainly due to
    - i. E-rate revenue of +\$14k for eligible technology expenses (network switches, internet)
    - ii. Athletic program receiving a large one-time donation of \$60k.
    - iii. Fund 12 Student Activity revenues increased +\$35k due to YTD packing trending higher than originally budgeted.
- Expenditures –
  - a. Salaries and Wages and benefits – factors in actual payroll experience for contracted salaries and assumes historical experience in hourly costs. Full year forecast increased by +\$37k relative to the original budget.
  - b. Various expenditures were evaluated based on prior year and YTD experience to inform the FY26 Working Budget (e.g., Contracted Services, Utilities, etc.) resulting in more optimized pacing. Input from School Leadership Team was factored into this budget. For example:
    - iv. Contracted Services – decreased (\$37k) from original budget based on YTD expenses and comparing prior year expenses.
    - v. Communication Services & Utilities - decreased (\$4k) from original budget based on YTD billings.
    - vi. Instructional Software License Agreements – increased +\$8k based on additional software licenses.
    - vii. Textbooks/Curriculum – increased +\$14k – prepaid amount for Benchmark Education was not in original budget.
    - viii. Library materials – increased +\$4k, offset with grant under donations.
    - ix. Equipment - decreased (\$31k) – no classroom furniture purchased in ES, as initially budgeted.
    - x. Technology Equipment – increased +\$33k – offset with Cyber Security grant revenue. Expenses included camera security system upgrade & cameras.
    - xi. Dues & Memberships – increased +\$6k due to various additional memberships for staff and transcript services.
    - xii. School Library Aid Expenditures – decreased (\$14k) to match the revenue received from MDE plus PY reserved amount of \$6,826.
    - xiii. Student Support Aid expenditures – increased +\$47k to match revenue from MDE.
    - xiv. Athletic Program Expenditures – increased +\$40k.



- xv. ADSIS – increased +\$159k – new grant for FY26; revenue is reimbursed by the state at approx. 55% of expenditures in the following fiscal year.
- xvi. Special Ed – increased +\$5k.
- xvii. Federal Grants (Title, Fed Sped, Perkins) – decreased (\$86k) to match expected revenue. These grants are fully reimbursed.
- xviii. Other “Discretionary Categories” were confirmed with the Royalton Leadership Team.
- xix. General fund is budgeting a slight deficit of (\$816).
- Food Service Fund – budgeting a deficit of (\$23,786). The Food Service fund has a fund balance of \$181,125 that will be used towards the deficit. Decreased both revenue and expenses based on lower enrollment and YTD trend.
- Community Service Fund – budgeting a deficit of (\$89,147). Revenues and Expenses were adjusted based on YTD pacing and incorporated in ECFE addt'l expenses. Fund balance of \$423,544 carried forward from prior year.
- Debt Service Fund – Budgeting a deficit of (\$29,857). Revenues decreased by \$220k to match projected State revenues per MDE. Fund balance of \$439,016 will be used to cover this deficit.

***In conclusion, the school is expecting a deficit budget of (\$143,607), with a projected fund balance of \$3,537,569.***

21.4% General Fund balance % of general fund expenditures.

22.5% Total Fund balance % of all expenditures.