

2026-27 Preliminary Budget Assumptions

Board Meeting • 05/18/2026



2025-26 Preliminary Budget Revision #2 & Carryforward Impact on 2026-27 Budget

	Budget Impact
2025-26 Net Change in Fund Balance, Budget Revision #1	\$556,272
Negotiations Est: steps + 1x & structural increases, OEA budget same as others, subject to finalized negotiations	(1,415,518)
Community Education Programs	(83,900)
Utilities (gas/electric/water), 1x & on-going	(284,500)
Operations, Supplies & Contracted Services	(120,000)
ISD SE Funding, 25-26 estimate	457,000
Secondary Alternative Programs	(55,650)
	(946,296)
2025-26 Non-Structural, 1x revisions	
Environmental remediation	300,000
Curriculum/New textbooks	(150,000)
Retirement Revenues, Health Subsidy & 147a(2) Cost Offset	(634,000)
ISD SE Funding, addl received for 24-25 final	(330,000)
Legal Services	100,000
Operations Contracted Services	83,400
Utilities (gas)	100,000
	(530,600)
Net Impact of Changes	(\$530,600)
Carry forward effect on General Fund Budget (6/30/27)	(\$1,476,896)

2026-27 Expenditure Increases/Revenue Decreases

<u>Decreases to General Fund</u>	<u>Optimistic</u>	<u>Most Likely</u>	<u>Worst Case</u>
Health insurance (MESSA 1/2 yr +8%/est 10%, WMHIP +12.85%)*	542,155	542,155	542,155
ISD Special Education Funding, formula change	200,000	200,000	200,000
Teacher division advancement (15,18,21)	127,950	153,540	179,130
Negotiations est, steps+on/off schedule, OEA budget same, subject to finalized negotiations	1,189,831	1,189,831	1,189,831
Safety & Security Grant Expire (Director/Software Fees)	233,650	233,650	233,650
Overage assignments, +.50	58,020	58,020	58,020
Transportation, Temp Cornell (1,2,3)	39,850	79,700	119,550
	\$2,391,456	\$2,456,896	\$2,522,336

2026-27 Revenue Increases/Expenditure Decreases

<u>Increases to General Fund</u>	<u>Optimistic</u>	<u>Most Likely</u>	<u>Worst Case</u>
Increase in Foundation Allowance (\$250)	1,173,200	1,173,200	1,173,200
Enrollment (Oct 26: +30, +10, -10) Blend 10/90	266,170	88,720	(88,720)
MPSERS rate decrease (-2.4 pts to 27.51%)	815,000	815,000	815,000
Reduction in Sections (0,0,1)	0	0	91,200
Savings from OEA retirements (7)	266,945	266,945	266,945
	\$2,521,315	\$2,343,865	\$2,257,625

2026-27 Projected Impact on General Fund Budget

	<u>Optimistic</u>	<u>Most Likely</u>	<u>Worst Case</u>
Expenditure Increases/Revenue Decreases	(\$2,391,456)	(\$2,456,896)	(\$2,522,336)
Revenue Increases/Expenditures Decreases	2,521,315	2,343,865	2,257,625
Net Impact on General Fund Balance	\$129,859	(\$113,031)	(\$264,711)
Carryforward effect on GF Budget (6/30/27)	(1,476,896)	(1,476,896)	(1,476,896)
Total Impact on General Fund Balance	(\$1,347,037)	(\$1,589,927)	(\$1,741,607)
Fund Balance as a % of Expenditures		9.0%	

Impending Budget Discussion 2026-27

Topics w/financial impact not in assumptions

- **Enrollment**
- **Grants**
- **Expenditure Review (vehicles, curriculum, uniforms, etc)**
- **Other Variable Sources of General Fund Revenue**

Budget Development Tentative Timeline

2025-26 Fiscal Year	
Monitor Revenue and Expense Activity	Feb– May
2 nd Budget Revision	May/June

2026-27 Fiscal Year	
Budget Review & Discussion Leadership	Jan-May
Budget Development & Updated Assumptions	Feb– May (at Board mtg)
Budget Work Session/Special Mtg	May 26
Proposed Budget	June 8
Budget Adoption	June 22