

# WORK SESSION BOARD REPORT

TO: Board of Education  
FROM: Director of Business Services Heather Aune  
DATE: Monday, June 8, 2026



TOPIC/PURPOSE OF REPORT: 2026-2027 Proposed Adopted Budget

DATE FOR BOARD ACTION: Monday, June 22, 2026

## REPORT

Heather Aune, Director of Business Services, will provide an update on the 2026-2027 Proposed Adopted Budget.

<b>Fund</b>	<b>Revenues</b>	<b>Expenditures</b>
General	\$61,423,438	\$61,573,528
Student Activities (General)	\$50,000	\$50,000
Subtotal	\$61,473,438	\$61,623,528
Food Service	2,911,281	3,310,919
Community Service	2,410,080	2,382,067
Debt Services	1,804,088	1,718,500
<b>Total Governmental</b>	<b><u>68,598,887</u></b>	<b><u>69,035,014</u></b>
Dental Self Insurance	540,000	490,000
OPEB	500,000	500,000
OPEB Trust	3,651,250	3,474,565
<b>All Funds</b>	<b><u>\$73,290,137</u></b>	<b><u>\$73,499,579</u></b>

## **General Fund**

Causes for the deficit:

- Paying more for the same products and services due to inflation
- State funding reductions
- Federal Funding Reductions
- Lower enrollment: Incoming Kindergarten class being smaller than graduating Seniors

Previous projection over budget:	\$461,962
Administrative Reductions	-333,759
Teacher Leadership Additions	228,838
Right-Sizing Reductions:	-447,338
Right-Sizing Additions:	370,386
ML Cross Subsidy Revenue Allocation	-60,000
Compensatory Education not yet Allocated	<u>-220,000</u>
Updated Deficit	\$150,090

Proposed 2026-27 Adopted Budget:

General Fund Revenue =	61,423,438
General Fund Expenditures =	<u>61,573,528</u>
Deficit =	-150,090
Use of 3rd Party Billing Restricted funds	<u>150,090</u>
Updated Deficit	\$0

## **Food Service Fund**

- Projections based on 25-26 participation
- Includes increased food and staffing costs
- Ended 2024-2025 with \$1,335,400.57 fund balance
- Fund balance should be 3 months of operation - about \$750,000

Food Service Fund Revenue =	\$2,911,281
Food Service Fund Expenditures =	<u>\$3,310,919</u>
Deficit =	-\$399,628

## **Community Service Fund**

- Includes projections on participation
- Includes increased staffing expenditures

Community Education Fund Revenue =	\$2,410,080
------------------------------------	-------------

Community Education Fund Expenditures = \$2,382,067  
Surplus = \$28,013

### **OPEB (Other Post Employee Benefits)**

OPEB Fund Revenue = \$500,000  
OPEB Fund Expenditures = \$500,000

- This fund fluctuates significantly from year to year
- Revisions may be necessary once retirees are identified and interest adjusted to the market in Spring 2027 budget revisions

### **Debt Services**

Debt Services budgets are based on payments due and levy calculations.

### **Dental Self Insurance**

- Fluctuates each month but overall predicted to end in a surplus
- Any fund balance remains in this restricted fund to pay for future dental insurance claims

Dental Fund Revenue = \$540,000  
Dental Fund Expenditures = \$490,000  
Surplus = \$50,000

This will be an action item at the June 22, 2026 school board meeting.