



To: Board of Education

From: Christine Marcy

Subject: Executive Summary May 31, 2025 Finance Packet

Date: June 9, 2025

The May finance packet does not have much to highlight apart from 3 payrolls. The budget will be amended as explained below.

This memo will help explain the Final Amendment for June 30, 2025 and the Projected Budget for June 30, 2026.

Final amendments are necessary to adjust all areas to actual. The original budget adopted in June is based on many assumptions; enrollment, revenues, staffing etc. The shifts to Revenues and Expenses are a result of additional State funding and related expenses and some additional local and ISD revenues. This is due to the many grants that are received in Revenue and Expenses. Please see details below.

Overview of 24/25 Final Amendment:

Revenues:

Local increased \$661k

- Investment Income \$300k
- Medicaid Revenue \$150k
- Act 18/Enhancement Mil \$275k
- Misc (\$64k)

State increase \$1.3 million

- Additional MPSERS funding \$785k
- 3% Retirement refund for employees \$621k
- Several State grants (\$112k)

Expenses:

Basic Programs, Added Needs, Pupil Services, Instructional Staff

- Staff shifts and other expense to align grants
- Staffing adjustments
- Adjustments for purch svcs/supplies

Instructional Staff

- Less curriculum purchases (multi year – grant funded in prior year)

Operations \$263k increase

- Increase in utilities \$100k
- Increase in snow removal (harsh winter) \$45k
- Additional Maint to Building and Equip \$130k
- Other adjustments (\$12k)

Community Service (\$268k) decrease

- Expanded GSRP – teacher exp moved to Basic Programs

Expenses have been adjusted to reflect anticipated actual expenses. The budget process continues to be challenging with all the new grant funds and the various restrictions etc. Please let me know if you have any questions.

Projected Budget June 30, 2026 Assumptions:

Revenues:

- ✚ \$392/pupil increase in Foundation allowance
- ✚ Flat enrollment
- ✚ Increase in property tax due to increase in tax base
- ✚ Adjustments to grants (many grants are expiring in 2026)

Expenses:

- ✚ Salary/benefit increase (still negotiating)
- ✚ Staff adjustments