



## EDEN PRAIRIE SCHOOLS

Inspiring each student every day

January 27, 2024

To: Dr. Josh Swanson, Superintendent  
From: The Business Office  
RE: Fiscal Year 2025 Mid-Year Budget Update

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We recommend the updated FY 2025 Budget for Eden Prairie Independent School District No. 272. This report incorporates the audited fiscal year-end results for FY 2024 and adjustments for FY 2025. Notably, no budget adjustments were proposed for the Community Education, Debt Service, or Trust & Agency Funds. Key highlights from the mid-year update include:

### **General Fund**

We are projecting an increase in both revenues and expenditures of \$2,368,500 and \$2,327,486, respectively. Revenue adjustments include increases in Special Education Aid resulting from increases in cross-subsidy, unemployment aid, interest income, as well as levy and aid adjustments due to enrollment, and one-time read act revenue. Expenditure adjustments were made to reflect negotiated settlements, staffing adjustments, and increased summer unemployment costs. We are projecting an improvement of \$41,014, resulting in a planned deficit of \$247,564.

### **Food Service**

We are projecting an increase in both revenues and expenditures of \$353,000 and \$478,000, respectively. These adjustments are based on the current year trend data and are intended to strategically reduce the fund balance. The increased expenditures are specifically allocated to invest in updating and acquiring food service equipment, aligning with the district's operational priorities.

### **Capital Outlay**

We are projecting adjustments to both the Long-Term Facilities Maintenance (LTFM) and Capital Project (Tech Levy) funds. LTFM expenditures decreased by \$637,169 to offset the audited 2023-24 fund balance. This adjustment does not impact the district's ability to complete planned LTFM projects. Capital Project expenditures are increasing with planned investments in network infrastructure and student and staff device needs.

### **Building Construction Funds**

We are projecting an increase in expenditure of \$3,000,000 to reflect the planned use of the certificate of participation proceeds. This investment will focus on educational spaces at the Valley View property, including TASSEL, Adult Basic Education and Alternative Learning.

### **Internal Service Fund**

We are projecting increases in both revenues and expenditures of \$292,000 and \$1,184,265, respectively. Increased participation and claims in our medical plan are the major drivers of this change. Overall, we are projecting to spend down the fund balance by \$1,838,000.

This budget update is presented in summary form reflecting changes since the adoption of the budget on June 24, 2024. It reflects our continued efforts to proactively plan the district's future by aligning resources with our mission.