



## **Finance, Facilities, and Long-Range Planning Committee**

Monday, June 9, 2025 4:00 PM

District Office, 104 - 5th Avenue South, South St Paul, Minnesota 55075

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I. **2025-26 Adopted Budget**

II. **Worker's Compensation Vendor**

III. **Facilities Update Discussion**

IV. **Other Items Deemed Necessary by the Finance, Facilities, and Long-Range Planning Committee**



**SOUTH ST. PAUL PUBLIC SCHOOLS**  
School Board Agenda Item

**Meeting Date:** June 9, 2025

**Place on Agenda:** Work Session

**Action Requested:** None at this time.

**Attachment:** 2025-26 Budget Summary  
2025-26 Budget Presentation  
2025-26 Fund Balance Summary

<b>Topic:</b> 2025-26 Proposed Budget
<b>Presenter(s):</b> Ra Chhhoth, Director of Finance
<b>Background:</b>  Attached are the proposed budgets for the 2025–2026 fiscal year. In accordance with statutory requirements, the Board of Education must approve these budgets by June 30, 2025.  The <b>2025–2026 Budget Summary</b> provides an overview of each fund, including a description, budget assumptions, and proposed allocations for the following: <ul style="list-style-type: none"><li>● General Fund</li><li>● Food Service Fund</li><li>● Community Service Fund</li><li>● Debt Service Fund</li></ul> These summaries are intended to provide a clear understanding of each fund’s purpose, projected revenues and expenditures, and the rationale behind key budget decisions.
<b>Recommendation:</b>  Following the board’s review of the proposed budgets, they will be presented for formal approval at the Board meeting on June 23, 2025.
<b>Alternatives:</b>  N/A

# FY26 Adopted Budget

Ra Chhoth

Director of Finance

June 23, 2025



# Overview

- General Fund
- Food Service Fund
- Community Service Fund
- Debt Service Fund



# Budget Process

Jan/Feb – Board reviews 2025-26 budget information

Feb-March – Budget recommendations developed

March-April – Board reviews 2025-26 adjustments

April-May – Finance staff prepares 2025-26 budgets

June – Board reviews and approves 2025-26 budgets

# Overall Budget Assumptions

- **Revenue Assumptions:**

- **Basic Formula Allowance** Increase of 2.74% (\$7,481 per pupil unit) for FY26
  - FY27 and beyond is attached to inflation with a floor of 2% and a cap of 3%
- **COVID-19 Federal Relief Funding** FY24 was the final year these funds were available which results in a large revenue decrease for FY25, No longer part of FY26 Revenue Projection
- **Enrollment** is the main driver of district revenues
  - Most funding streams are based on the number of students/pupils served
  - Each student served generates a little over \$10,000 in revenue
  - The district has been experiencing declining enrollment for several years and it is expected to continue for several years due to declining birth rates
- **State** provided funding increases in FY25. Those increases are still not enough to keep pace with inflation and are not sustainable in the current state budget.

# Overall Budget Assumptions

- **Expenditure Assumptions**

- Salary & Benefits - % increases for known settlements and contract changes. Estimates for any unsettled contracts currently in negotiations. Increases for known benefit changes.
- Class size norms have remained unchanged from for 2025-26 school year
- Non-salary items – Budgets were held constant to the extent possible. Some programs and services were subject to a larger budget increases due to inflation and market demands.

- **Other Variables**

- Paid Family Leave Act- Both employee and employer to contribute.



# Enrollment Projection

Enrollment Projected by End of the Year Adjusted ADM

Using a 5 Year Weighted Average

	Enrollment History							Enrollment Projections					
	2018-19	2019-20	2020-21	2021-22	2022-23	2023-24	2024-25	2025-26	2026-27	2027-28	2028-29	2029-30	2030-31
K-12	3,280.2	3,142.6	3,001.0	2,909.1	2,821.1	2,692.2	2,602.4	2,479.5	2,421.3	2,344.4	2,268.2	2,253.3	2,223.8
ECSE-12	3,419.3	3,289.0	3,102.3	3,029.2	2,928.2	2,824.7	2,719.3	2,624.5	2,534.3	2,456.3	2,376.9	2,360.5	2,329.8
Adjusted Pupil Units	3,723.5	3,587.0	3,397.9	3,322.6	3,218.1	3,096.9	2,977.3	2,861.2	2,763.3	2,673.1	2,578.8	2,559.7	2,520.1
% Change K-12		-4.20%	-4.50%	-3.06%	-3.03%	-4.57%	-3.34%	-4.72%	-2.35%	-3.18%	-3.25%	-0.66%	-1.31%



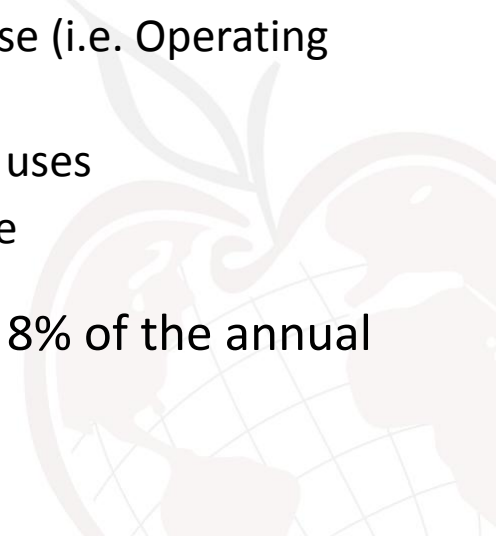
# Fund Balance Categories

**Fund Balance** is the total accumulation of operating surpluses and deficits since the formation of the school district

## **Categories:**

- **Restricted** consists of amounts related to externally imposed constraints such as state statute and funds can only be spent on its specified purpose (i.e. Operating Capital, LTFM, Staff Development, etc)
- **Assigned** consists of internally imposed constraints or intended uses
- **Unassigned** consists of the remaining accumulated fund balance

**Fund Balance Policy** – minimum unassigned fund balance of 8% of the annual budget



# General Fund Summary

## GENERAL FUND BUDGET SUMMARY

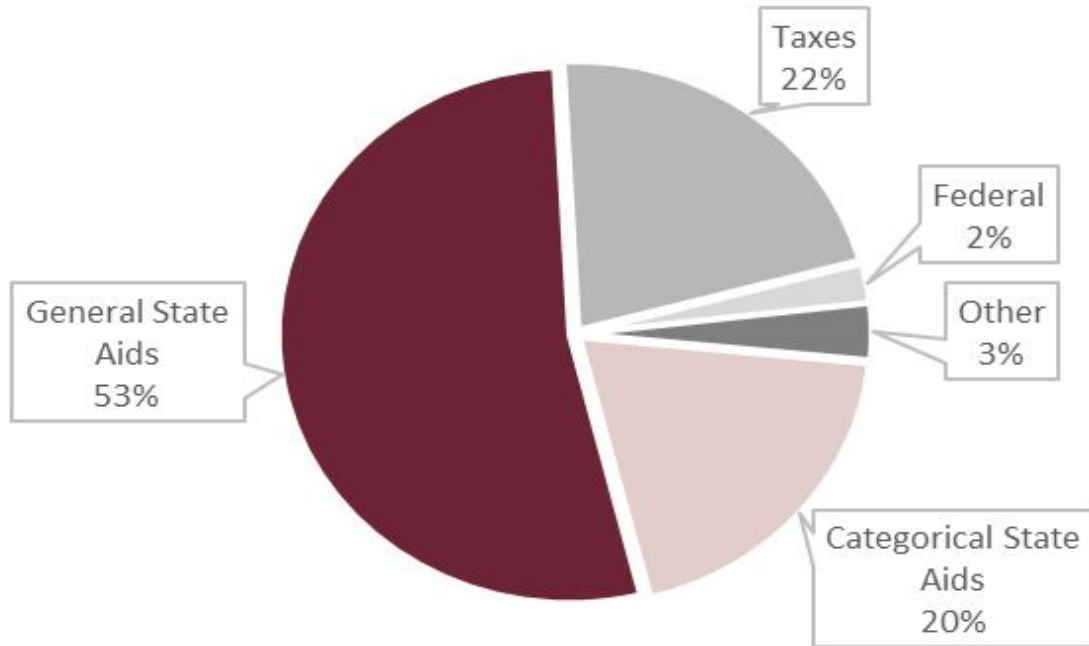
	Actual 2023-24	Revised Budget 2024-25	Projected 2025-26	Projected 2026-27	Projected 2027-28
Enrollment	2,818	2,719	2,624	2,544	2,508
Total Beginning Fund Balance	\$ 9,689,470	\$ 14,051,662	\$ 14,326,600	\$ 14,341,984	\$ 10,160,984
Revenues	54,627,828	52,256,927	52,472,117	49,849,000	48,852,000
Expenditures	50,265,636	51,981,989	52,456,733	54,030,000	54,570,000
Revised Expenditures	50,265,636	51,981,989	52,456,733	54,030,000	54,570,000
<b>Variance (Revenues - Expenditures)</b>	<b>4,362,192</b>	<b>274,938</b>	<b>15,384</b>	<b>(4,181,000)</b>	<b>(5,718,000)</b>
Total Ending Fund Balance	\$ 14,051,662	\$ 14,326,600	\$ 14,341,984	\$ 10,160,984	\$ 4,442,984
Unassigned Fund Balance	7,806,259	10,010,448	9,667,517	5,486,517	(231,483)
Unassigned Fund Balance %	15.53%	19.26%	18.43%	10.15%	-0.42%
Unrestricted Fund Balance %	19.33%	24.60%	22.15%	13.76%	3.15%
Total Fund Balance %	27.95%	27.56%	27.34%	18.81%	8.14%

# General Fund Proposed Budget

	6/30/2025 Beginning Fund Balance	Adopted Budget		Fund Balance Buildup/(Usage)	6/30/2026 Ending Fund Balance
		2025-26 Revenues	2025-26 Expenditures		
<b>General Fund</b>					
<b>Unassigned</b>	<b>10,010,448</b>	<b>41,506,933</b>	<b>40,521,330</b>	<b>886,691</b>	<b>10,897,139</b>
<b>Assigned:</b>					
ATPPS Program	103,031	727,515	776,788	(49,273)	53,758
Curriculum & Technology	1,000,000	-	-	-	1,000,000
Staff Development	75,000	-	-	-	75,000
Construction	200,000	-	-	-	200,000
Building Maintenance	1,000,000	-	-	-	1,000,000
Technology Replacement	400,000	-	-	-	400,000
<b>Assigned</b>	<b>2,778,031</b>	<b>727,515</b>	<b>776,788</b>	<b>(49,273)</b>	<b>2,728,758</b>
<b>Restricted:</b>					
Student Activities	333,868	225,000	171,127	53,873	387,741
Gifted & Talented	99,598	37,190	46,827	(9,637)	89,961
Achievement & Integration	(6,529)	597,411	577,921	19,490	12,961
Library Aid	(1,722)	50,174	53,634	(3,460)	(5,182)
Literacy Incentive Aid	(16,873)	113,694	134,615	(20,921)	(37,794)
Area Learning Center	(957,939)	-	980,658	(980,658)	(1,938,597)
Student Support Personnel	(9,335)	139,000	49,257	89,743	80,408
Learning & Development	-	569,202	600,602	-	-
Basic Skills	36,370	4,833,380	4,937,262	(36,370)	-
Medical Assistance	(2,548)	100,000	130,546	(30,546)	(33,094)
Staff Development	97,401	427,971	482,002	(54,031)	43,370
Safe Schools	173,822	141,950	145,547	(3,597)	170,225
Operating Capital	976,894	878,567	775,663	102,904	1,079,798
Long-Term Facilities Maintenance	563,531	1,084,676	1,103,940	(19,264)	544,267
Capital Projects Levy	222,498	988,603	929,220	59,383	281,881
American Indian	29,085	50,850	39,794	11,056	40,141
<b>Total Restricted</b>	<b>1,538,121</b>	<b>10,237,668</b>	<b>11,158,615</b>	<b>(822,035)</b>	<b>716,086</b>
<b>Total General Fund</b>	<b>14,326,600</b>	<b>52,472,117</b>	<b>52,456,733</b>	<b>15,383</b>	<b>14,341,984</b>
<b>Unrestricted Fund Balance %</b>	<b>25.44%</b>				<b>25.98%</b>
<b>Unassigned Fund Balance %</b>	<b>19.92%</b>				<b>20.77%</b>

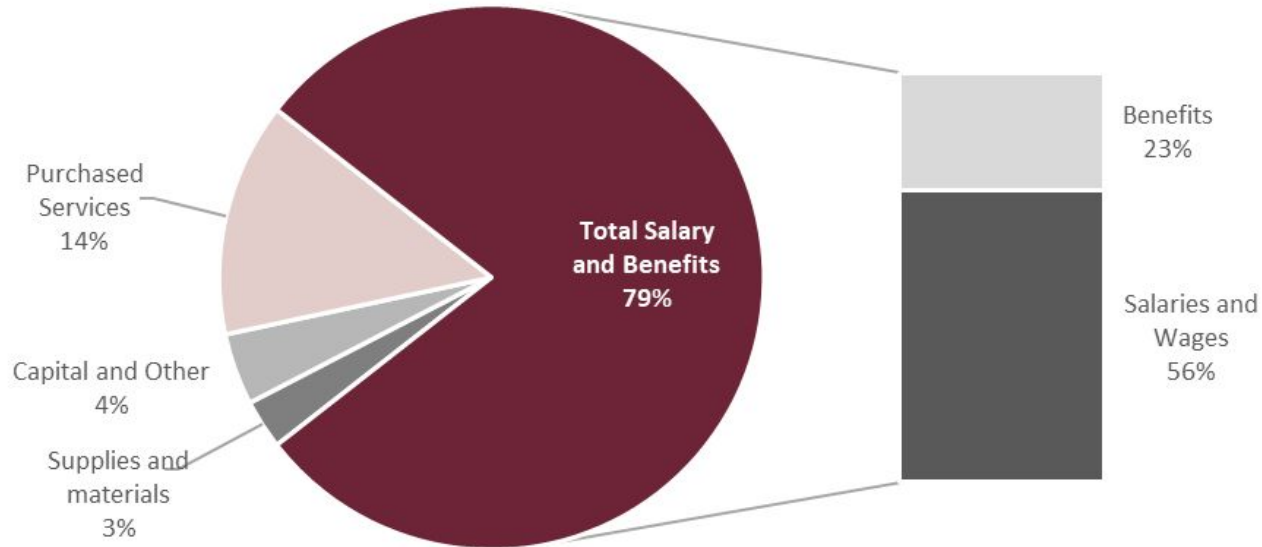
# General Fund Revenue by Source

Total Revenues = \$52,472,117



# General Fund Expense by Type

Total Expenditures = \$52,456,733



# FY25 Nutrition Services

- Fund 02 – Nutrition Services

- Free School Meals for Kids – State will continue to provide reimbursement for breakfast and lunch

Combined State/Federal reimbursement rates – FY 25 (FY26 not known at this time)

- Impacts of inflation:
  - Food costs continue to rise
  - Wages – Lagging the market



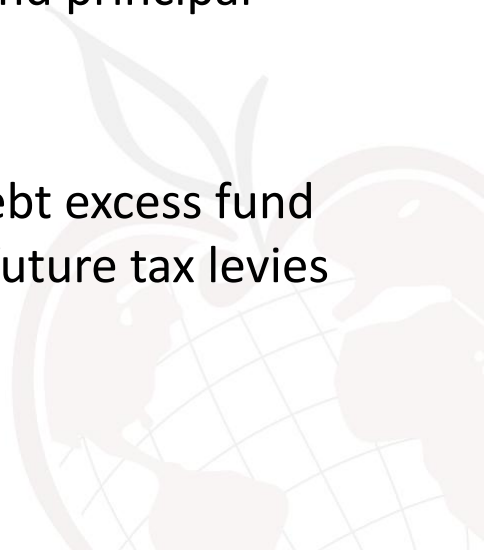
# FY25 Community Education

- Fee Structure –routine increases for fee-based programs.
- Community Programming covers “Birth to Earth” programming



# FY25 – Debt Service

- The debt service fund accounts for the revenues and expenditures for the school district's outstanding bonded indebtedness
- The district is required to levy 105% of the scheduled bond principal and interest payments
- As the fund balance accumulates over time, there is a debt excess fund balance calculation performed by MDE that will reduce future tax levies and return those funds to our taxpayers



# Other Funds Summary

	6/30/2025 Beginning Fund Balance	Adopted Budget		Fund Balance Buildup/(Usage)	6/30/2026 Ending Fund Balance
		2025-26 Revenues	2025-26 Expenditures		
<b>General Fund</b>					
Total General Fund	14,326,600	52,472,117	52,456,733	15,383	14,341,984
<b>Food Service</b>					
Total Food Service	1,178,762	2,243,000	2,219,424	23,576	1,202,338
<b>Community Education</b>					
Total Community Education	904,518	2,386,273	2,302,045	84,228	988,746
<b>Debt Service</b>					
Total Debt Service	834,205	3,688,250	3,423,575	264,675	1,098,880
<b>Total All Funds</b>	<b>17,244,085</b>	<b>60,789,640</b>	<b>60,401,777</b>	<b>387,862</b>	<b>17,631,948</b>

# Next Steps

- June 23 - School Board approval of 2025-26 Budgets



**South St. Paul**  
*Public Schools*



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# 2025-2026 Budgets

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First Reading: June 09, 2025  
Final Approval: June 23, 2025

## District Financial Timeline

South St Paul Public Schools, along with all other Minnesota school districts, operates on a fiscal year from July 1 – June 30. The budget is presented to the School Board for approval each June. Management of the school district’s budget is a process that includes important steps that occur throughout the year. The life cycle of the 2025-26 budget began last fall and will conclude with the final audit scheduled for November 2026.

<b>September 2024</b>	The school board reviewed and approved the preliminary property tax levy for fiscal year 2025-26.
<b>November 2024</b>	The school board reviewed and approved the final 2023-24 audit.
<b>December 2024</b>	The school board reviewed and approved the final property tax levy for fiscal year 2025-26.
<b>January 2025</b>	The school board began the 2025-26 budget planning process by reviewing the 2025-26 budget assumptions and budget projections. The school board approved the 2025-26 Budget Guiding Change Document.
<b>March 2025</b>	The school board reviewed and approved the proposed budget adjustments for 2025-26.
<b>June 2025</b>	The school board will review and approve the 2025-26 budgets.
<b>September 2025</b>	The school board will review and approve the preliminary property tax levy for fiscal year 2026-27.
<b>November 2025</b>	The school board is scheduled to review and approve the final 2024-25 audit.
<b>December 2025</b>	The school board will review and approve the final property tax levy for fiscal year 2026-27.

## District Financial Overview

Minnesota school districts are required by law to prepare financial reports and annual budgets. For school districts, these financial reports include the detailed tracking of revenues and expenditures within a structure known as the Uniform Financial Accounting and Reporting Standards (UFARS). The Minnesota Legislature mandated that school districts use the UFARS reporting system. This system allows school districts to meet legislative requirements, establish greater accuracy in reporting, and provide financial accountability of public funds.

A school district’s operating budget comprises different revenue and expenditure categories called ‘funds’. These funds are established within UFARS in accordance with statutory requirements and Generally Accepted Accounting Principles (GAAP). Each fund maintains its own separate revenues, expenditures and fund balances. South St Paul Public Schools currently uses five funds:

Fund #	Fund Title	Common Purpose
01	General	Used to account for the general operating costs, such as educational activities, district instructional and student support programs, student support services, operations and maintenance costs and building and district administration.
02	Food Service	Record financial activities of a school district's food service program. Food service includes activities for the purpose of preparation and service of meals, snacks and milk in connection with school and community service activities.
04	Community Service	Used to record all financial activities of the Community Service program, including Early Childhood Family Education (ECFE), School Readiness, and Adult Basic Education (ABE)
07	Debt Service	Account for revenues and expenditures for a school district's outstanding bonded indebtedness.
20	Internal Service	<p>The Internal Service Fund is used for two purposes:</p> <ol style="list-style-type: none"> <li>1. Record revenues and expenditures for the district’s dental and medical self-insurance programs.</li> <li>2. Record financial activity related to assets held in a revocable trust to finance the district’s OPEB liabilities.</li> </ol> <p>Note: No annual budget is required for these funds</p>

# General Fund – Fund 01

<b>Budget Assumptions</b>
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## Revenue

1. Property Taxes – Property taxes are budgeted based on the 2024 Payable 2025 Levy that was approved by the Board of Education on December 09, 2024.
2. Other – The primary source of revenue in this area is participation and admission fees. Revenue is based on the fees approved by the Board of Education. Other sources include the district’s student activities accounts and third party billing revenue.
3. State Sources – The following primary state funding sources have been budgeted:
  - a. General Education Revenue – the budget is based on \$7,481 per pupil unit, which is a 2.74% increase over the 2024-25 level of \$7,281.
  - b. Compensatory Revenue – the budget is based on the MDE’s entitlement report, which is based on the October 1, 2024 Free/Reduced student count. The state legislature has decided to hold harmless for one year funding for Compensatory Revenue. We will have to address this again in the next budget cycle if a permanent fix to the formula is not concluded.
  - c. Special Education Revenue – the budget is based on the special education formula and projected operating expenditures.
  - d. Other State Funding – budgets have been projected based on the approved levy, projected enrollment and MDE estimates.
4. Federal Sources – The district receives funding for Title I, Title II, Title III and Special Education. The district has budgeted for all federal programs at a similar or slightly lower level as of 2024-25. The additional one-time federal funding received as a result of the COVID-19 Pandemic has been fully spent and is no longer available.
5. Enrollment – The table below shows the actual Average Daily Membership (ADM) for 2023-24, the budgeted ADM for 2024-25 and the projected ADM for 2025-26.

Grade	2023-24 Actual	2024-25 Budget	2025-26 Projected
ECSE (1)	52	53	53
VPK (2)	80	80	93
K-5	1,149	1,097	1105

**SPECIAL SCHOOL DISTRICT NO. 6  
ALL FUNDS**

**Proposed 2025-2026 Budget**

	General Fund	Food Service Fund	Comm Serv Fund	Debt Service Fund	TOTAL
Revenue					
Local sources					
Property taxes	\$ 11,364,998	-	\$ 512,450	\$ 3,688,250	\$ 15,565,698
Other	1,025,904	60,000	1,020,701	-	2,106,605
State sources	38,103,836	703,000	833,662	-	39,640,498
Federal sources	1,227,379	1,480,000	19,460	-	2,726,839
Total revenue	<u>52,472,117</u>	<u>2,243,000</u>	<u>2,386,273</u>	<u>3,688,250</u>	<u>60,789,640</u>
Expenditures					
Current					
Salaries	29,532,662	578,083	1,452,511	-	31,563,256
Employee benefits	11,862,612	184,476	479,788	-	12,526,876
Purchased services	7,334,922	170,558	294,286	-	7,799,766
Supplies and materials	1,540,746	1,116,652	59,835	-	2,717,233
Other expenditures	(42,410)	166,375	1,741	-	125,706
Debt service	-	-	-	3,423,575	3,423,575
Capital outlay	2,228,201	3,280	13,884	-	2,245,365
Total expenditures	<u>52,456,733</u>	<u>2,219,424</u>	<u>2,302,045</u>	<u>3,423,575</u>	<u>60,401,777</u>
Net change in fund balances	15,384	23,576	84,228	264,675	387,863
Fund balances					
Beginning of year	<u>14,067,796</u>	<u>1,004,730</u>	<u>753,000</u>	<u>834,205</u>	<u>16,659,731</u>
End of year	<u>\$ 14,083,180</u>	<u>\$ 1,028,306</u>	<u>\$ 837,228</u>	<u>\$ 1,098,880</u>	<u>\$ 17,047,594</u>

6-8	590	539	563
9-12	947	930	810
Total	2818	2,699	2,624

- (1) ECSE = Early Childhood Special Education
- (2) VPK = Voluntary Pre-Kindergarten

**Expenditures**

1. Salaries and Employee Benefits – Employee compensation is based on current collective bargaining agreements and estimates are used for any contracts that are currently in negotiations.
2. Class Size Norms – Class size norms remain unchanged for the 2025-26 school year and have remained unchanged for several years. Staffing is based on the following class size norms:

Grade	2023-24 Norms	2024-25 Norms	2025-26 Norms
K	20-24	20-24	20-24
1	21-25	21-25	21-25
2	22-26	22-26	22-26
3	23-27	23-27	23-27
4	24-28	24-28	24-28
5	25-29	25-29	25-29
6-8	27-31	27-31	27-31
9-12	29-33	29-33	29-33

3. Other Budgets – Budgets were held constant to the extent possible. Some budgets for programs and services were subject to a larger budget increase due to inflation, market demands, or previously agreed to agreements.

**SPECIAL SCHOOL DISTRICT NO. 6**  
**General Fund**  
**2025-2026**

	2023-24 <u>Actual</u>	2024-25 <u>Budget</u>	2025-26 <u>Proposed</u>
Revenue			
Local sources			
Property taxes	\$ 11,468,447	\$ 11,477,386	\$ 11,364,998
Investment earnings	752,478	250,000	750,000
Other	1,377,389	905,357	1,025,904
State sources	37,789,940	37,076,240	38,103,836
Federal sources	3,198,331	1,258,044	1,227,379
Total revenue	<u>54,586,585</u>	<u>50,967,027</u>	<u>52,472,117</u>
Expenditures			
Current			
Salaries	27,399,282	29,266,039	29,532,662
Employee benefits	11,519,145	11,435,239	11,862,612
Purchased services	7,603,554	6,631,812	7,334,922
Supplies and materials	1,510,991	1,489,814	1,540,746
Other expenditures	38,823	116,770	(42,410)
Capital outlay	2,193,840	2,011,220	2,228,201
Total expenditures	<u>50,265,635</u>	<u>50,950,894</u>	<u>52,456,733</u>
Net change in fund balances	4,362,193	16,133	15,384
Fund balances			
Beginning of year	<u>9,689,470</u>	<u>14,051,663</u>	<u>14,067,796</u>
End of year	<u>\$ 14,051,663</u>	<u>\$ 14,067,796</u>	<u>\$ 14,083,180</u>
Fund Balance %			
Restricted	6.1%	5.6%	1.0%
Assigned	5.5%	5.5%	5.3%
Unassigned	16.1%	16.3%	20.0%
Total	<u>27.7%</u>	<u>27.4%</u>	<u>26.3%</u>

## Food Service Fund – Fund 02

<b>Budget Assumptions</b>
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### Revenue

For the 2024-2025 school year, the district operated under the National School Lunch Program and the School Breakfast Program. On March 17, 2023, Governor Walz signed the Free School Meals bill into law which took effect for the 2023-2024 school year. This legislation provides the reimbursement for a free breakfast and lunch to students who receive meals through their school's participation in the National School Lunch Program and the School Breakfast Program.

1. Other – Primarily Meal Sales – Primary meals sales are minor in comparison to state and federal funding due to the Free School Meals bill. Primary meal sales consist of ala carte and adult meals.
2. State Sources – State reimbursements are based on the difference between the full federal reimbursement rate and the actual rate generated by our meals served.
3. Federal Sources – Federal reimbursements are based on the 2024-25 National School Lunch Program rates as the 2025-26 rates are not known at this time.

### Expenditures

1. Salaries and Employee Benefits – Employee compensation is based on current employment agreements and estimates are used for wage increases and staffing adjustments.
2. Other Costs – Other costs are based on projected supplies, materials and food related costs. Inflation has resulting in larger increases that we have experienced historically.
3. Capital outlay – Capital outlay is budgeted based on expected costs related to equipment replacements in the kitchens.

**SPECIAL SCHOOL DISTRICT NO. 6**  
**Food Service Fund**  
**2025-2026**

	2023-24 <u>Actual</u>	2024-25 <u>Budget</u>	2025-26 <u>Proposed</u>
Revenue			
Local sources			
Investment earnings	\$ 55,014	\$ -	\$ -
Other - primarily meal sales	94,700	50,000	60,000
State sources	760,149	690,370	703,000
Federal sources	<u>1,619,324</u>	<u>1,334,282</u>	<u>1,480,000</u>
Total revenue	<u>2,529,187</u>	<u>2,074,652</u>	<u>2,243,000</u>
Expenditures			
Current			
Salaries	539,742	595,914	578,083
Employee benefits	179,012	214,019	184,476
Purchased services	170,711	196,146	170,558
Supplies and materials	1,095,077	1,029,019	1,116,652
Other expenditures	163,160	103,035	166,375
Capital outlay	<u>3,217</u>	<u>175,000</u>	<u>3,280</u>
Total expenditures	<u>2,150,919</u>	<u>2,313,133</u>	<u>2,219,424</u>
Net change in fund balances	378,268	(238,481)	23,576
Fund balances			
Beginning of year	<u>864,943</u>	<u>1,243,211</u>	<u>1,004,730</u>
End of year	<u>\$ 1,243,211</u>	<u>\$ 1,004,730</u>	<u>\$ 1,028,306</u>
Fund Balance %	<u>57.8%</u>	<u>43.4%</u>	<u>46.3%</u>

## Community Service Fund – Fund 04

<b>Budget Assumptions</b>
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### Revenue

1. Property Taxes – Property taxes are budgeted based on the 2024 Payable 2025 Levy that was approved by the Board of Education on December 09, 2024. The district levies for General Community Education, Early Childhood Family Education (ECFE), Youth Services, Home Visiting and School Age Care – Disabled.
2. Other Sources – Primarily Tuition and Fees – The district collects participation fees in the following areas: Camps and Clinics, Preschool, School Age Care, Youth Development, After School Youth, Senior Citizen Programming and Early Childhood Family Education (ECFE).
3. State Sources – State funding for General Community Education, ECFE and School Readiness are based on Minnesota Department of Education (MDE) projections. State funding for Adult Basic Education (ABE), Childhood Screening and Non-Public Pupil Aid are based on district estimates.

### Expenditures

1. Salaries and Employee Benefits – Employee compensation is based on current collective bargaining agreements, independent agreements, and estimates are used for any contracts that are currently in negotiations, anticipated wage increases, and staffing adjustments.
2. Other Costs – Other costs are based on projected supplies, materials and other related costs.

**SPECIAL SCHOOL DISTRICT NO. 6**  
**Community Service Fund**  
**2025-2026**

	2023-24 <u>Actual</u>	2024-25 <u>Budget</u>	2025-26 <u>Proposed</u>
Revenue			
Local sources			
Property taxes	\$ 424,014	\$ 246,794	\$ 512,450
Investment earnings	52,601	-	-
Other - primarily tuition and fees	957,028	856,600	1,020,701
State sources	896,229	911,661	833,662
Federal sources	17,618	17,300	19,460
Total revenue	<u>2,347,490</u>	<u>2,032,355</u>	<u>2,386,273</u>
Expenditures			
Current			
Salaries	1,380,649	1,464,166	1,452,511
Employee benefits	456,101	476,949	479,788
Purchased services	280,594	150,869	294,286
Supplies and materials	51,241	73,600	59,835
Other expenditures	1,657	2,870	1,741
Capital outlay	13,217	3,000	13,884
Total expenditures	<u>2,183,459</u>	<u>2,171,454</u>	<u>2,302,045</u>
Net change in fund balances	164,031	(139,099)	84,228
Fund balances			
Beginning of year	<u>728,068</u>	<u>892,099</u>	<u>753,000</u>
End of year	<u>\$ 892,099</u>	<u>\$ 753,000</u>	<u>\$ 837,228</u>
Fund Balance Components			
Community Education Programs	\$ 583,974	\$ 395,591	\$ 428,704
Early Childhood Family Education	195,478	192,412	263,174
School Readiness	103,822	40,446	2,818
Adult Basic Education	8,825	124,551	142,532
Total	<u>\$ 892,099</u>	<u>\$ 753,000</u>	<u>\$ 837,228</u>

## Debt Service Fund – Fund 07

<b>Budget Assumptions</b>
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### Revenue

1. Property Taxes – Property taxes are budgeted based on the 2024 Payable 2025 Levy that was approved by the Board of Education on December 09, 2024. The district is required to levy 105% of the scheduled bond principal and interest payments.

### Expenditures

1. Principal and Interest – The district makes payments based on the scheduled bond principal and interest payments.
2. Fiscal Charges and Other – The district incurs trustee costs related to the payments on the bonds.

**SPECIAL SCHOOL DISTRICT NO. 6**  
**Debt Service Fund**  
**2025-2026**

	2023-24 <u>Actual</u>	2024-25 <u>Budget</u>	2025-26 <u>Proposed</u>
Revenue			
Local sources			
Property taxes	\$ 3,256,925	\$ 3,239,924	\$ 3,688,250
Investment earnings	102,048	-	-
Other sources	37	-	-
Total revenue	<u>3,359,010</u>	<u>3,239,924</u>	<u>3,688,250</u>
Expenditures			
Debt Service			
Principal	2,300,000	2,345,000	2,655,000
Interest	1,073,110	874,100	761,800
Fiscal charges and other	6,775	6,775	6,775
Total expenditures	<u>3,379,885</u>	<u>3,225,875</u>	<u>3,423,575</u>
Other financing sources (uses)			
Bond Proceeds	-	-	-
Refunding Bond Payment	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(20,875)	14,049	264,675
Fund balances			
Beginning of year	<u>841,031</u>	<u>820,156</u>	<u>834,205</u>
End of year	<u><u>\$ 820,156</u></u>	<u><u>\$ 834,205</u></u>	<u><u>\$ 1,098,880</u></u>