Board of School Trustees Work Session

Monday, August 17, 2026 12:00 PM Eastern

Administration Building
998 Grizzly Cub Drive
Franklin, IN 46131

1. WATCH MEETING LIVE
2. CALL THE MEETING TO ORDER
3. WORK SESSION
   3.A. 2027 Budget Workshop
4. ADJOURNMENT
5. 11. I.C. 5-14-9-1
   David Yount is an appointed member of the Franklin Community School Corporation Board of School Trustees representing Needham Township appointed by Franklin Community School Board. The date of appointment was January 30, 2025, and the term expires December 31, 2026.

FRANKLIN COMMUNITY SCHOOLS

Student-Centered • Innovative

Budget Workshop 2027

2027 Budget
Approval Process Timelines

August 10, 2026	School Board Workshop on the proposed 2027 Budget requesting permission from the board to advertise Notice of Hearing for the 2027 Budget by August 21st.
September 14, 2026	1) Public Hearing on the 2027 Budget 2) Approval of the 2027 Capital Projects and Bus Replacement Plans
October 19, 2026	School Board adoption of the 2027 Budget
November 9, 2026	Adopted Budget due to the County Auditor and the Department of Local Government Finance

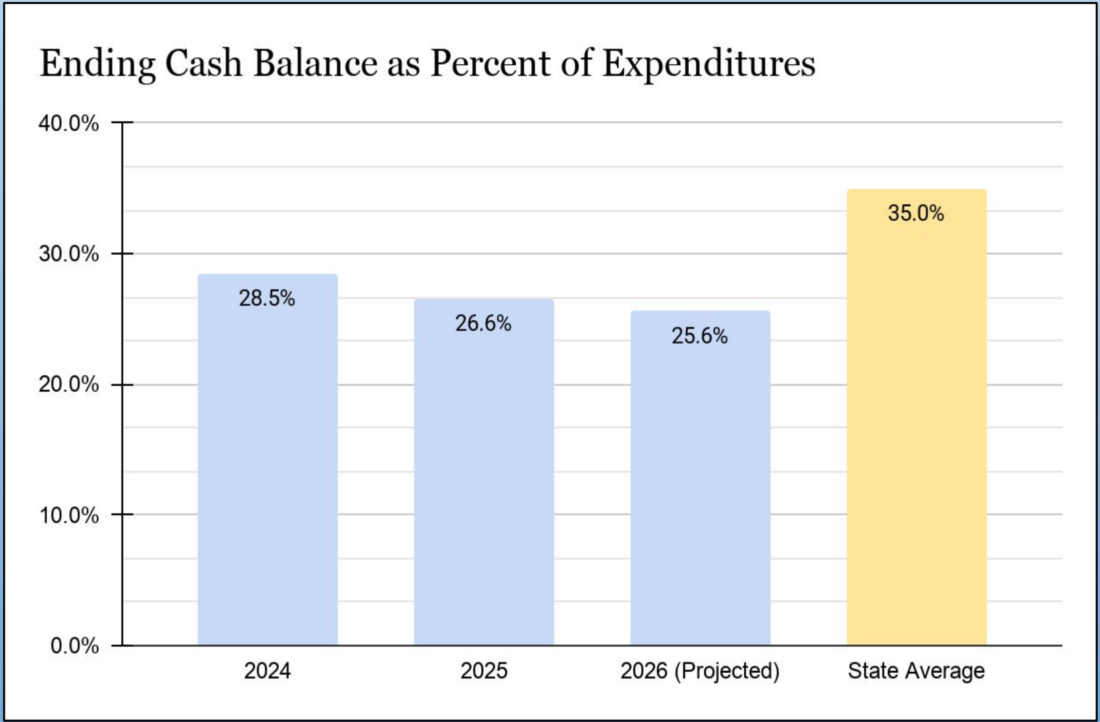
2026 Budget
Projected Outcomes

	Beginning Balance	Estimated Ending Balance	Difference
Education	$3,381,940	$3,657,131	$275,191
Operations	$4,143,086	$4,803,171	$660,085
Referendum	$1,233,512	$2,294,256	$1,060,744
Debt Service	$4,769,307	$4,496,416	-$272,891

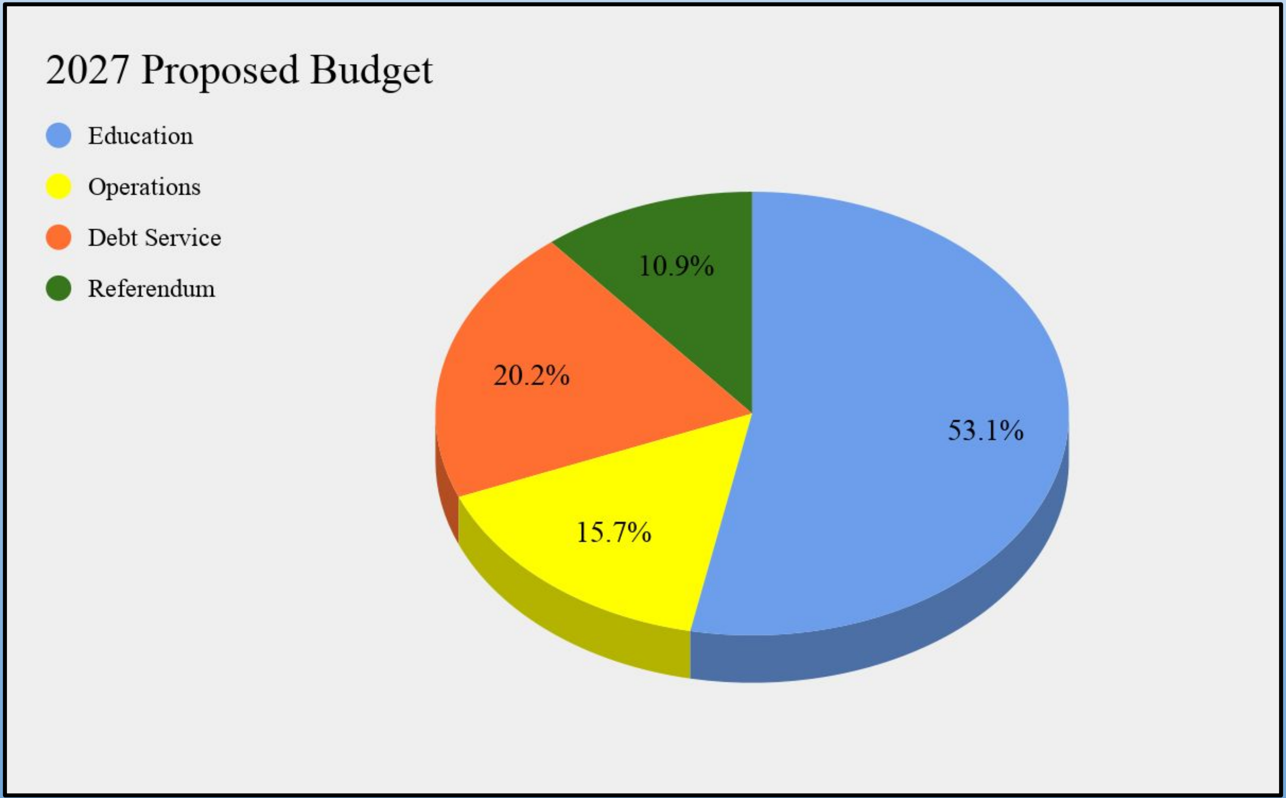
2026 Budget
Projected Cash Balance

<u>Ed + Op + RD (Final Balance)</u>
Total Budget Ed + Op

Board Goal 15%



Proposed 2027 Budget



Good News

- Community Partnerships
  - City of Franklin Technology
  - Johnson Memorial Hospital Nursing
- Virtual School Enrollment - (130)
- Career and Technical Education Grant - ($295,313)
- Lower Fixed Cost Workers Compensation
- Property Casual Holding Steady

Challenges Ahead

- ❖ Declining Enrollment
- ❖ Special Education / Alternative Services Costs vs Revenue
- ❖ Health Insurance Increased 9%
- ❖ Liability Insurance Increased 11%
- ❖ Police Force Cost & Insurance
- ❖ Textbook / Curricular Costs
- ❖ Transportation Costs (Temp Salary & OT)

2027 Proposed Budget

Significant Changes in Revenue

<table>
<tr><th>Date</th><th>Total Enrollment</th><th>Enrollment Increase/Decrease</th><th>Revenue Increase/Decrease</th></tr>
<tr><td>October 2025</td><td>4935</td><td>+44</td><td>$2,273,803</td></tr>
<tr><td>April 2026 Projection (Oct.)</td><td>4881</td><td>-54</td><td>$186,332</td></tr>
<tr><td>August 2026 (Current 8/13)</td><td>4835</td><td>-100</td><td>-$158,304</td></tr>
<tr><td>October 2026 Projection</td><td>4780 (-55)</td><td>-155</td><td rowspan="2">-$579,118</td></tr>
<tr><td>February 2026 Projection</td><td>4740 (-40)</td><td>-195</td></tr>
</table>

Historical Assessed Valuation

Tax Year	Assessed Valuation	Increase/Decrease	Percent
2023	$1,945,879,789	$307,679,212	18.78%
2024	$2,024,392,559	$78,512,770	4.03%
2025	$2,269,183,574	$244,791,015	12.09%
2026	$2,601,064,190	$331,880,616	14.63%
2027	$2,585,916,469	-$15,147,721	-0.58%

Tax Year	(REF) Assessed Valuation	Increase/Decrease	Percent
2026	$2,954,734,289	$433,277,545	17.18%
2027	$2,957,457,892	$2,723,603	0.09%

Proposed 2027 Budget

	Estimated Revenue & Transfer	2027 Requested Budget	Fund Balance Needed
Education	$41,301,211	$42,297,450	$996,239
Operations	$12,752,624	$12,518,345	-$234,279
Debt Service	$15,795,992	$16,081,606	$285,614
Referendum	$6,724,552	$8,711,143	$1,986,591
Total	$76,574,379	$79,608,544	$3,034,165

Proposed 2027 Budget

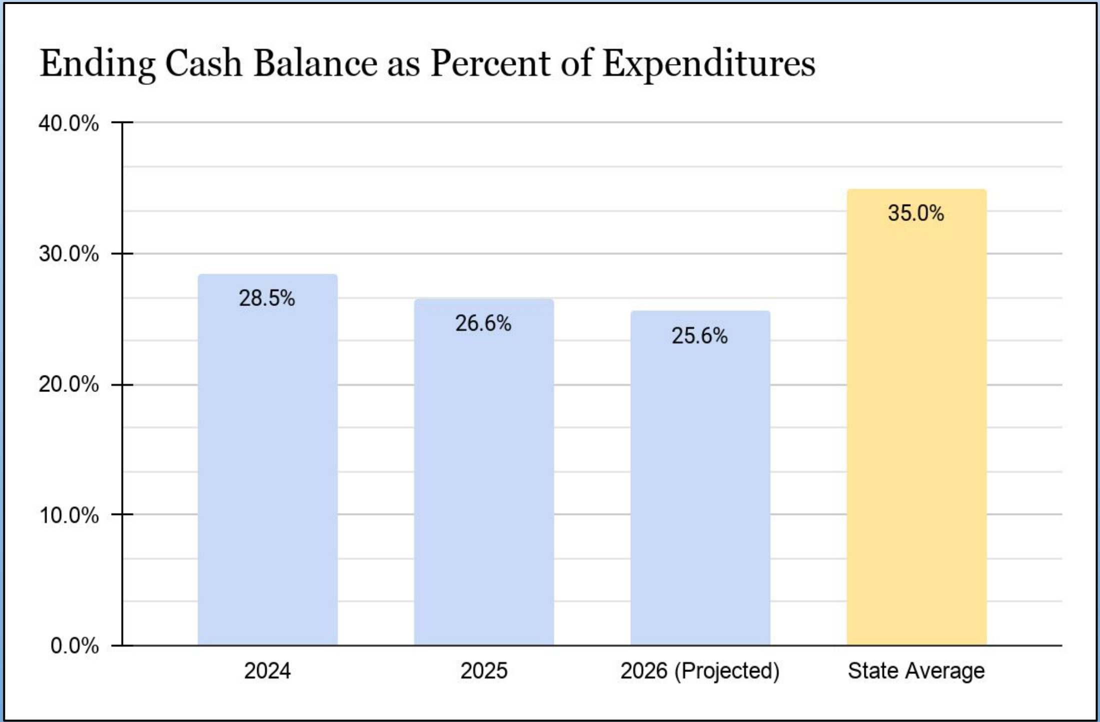
	Estimated Revenue	Estimated Fund Balance 12-31-26	Total Funding Available	2027 Requested Budget	Estimated Fund Balance 12-31-27
Education	$41,301,211	$3,657,131	$44,958,342	$42,297,450	$2,660,892
Operations	$12,752,624	$4,803,171	$17,555,795	$12,518,345	$5,037,450
Debt Service	$15,795,992	$2,294,256	$18,090,248	$16,081,606	$2,008,642
Referendum	$6,724,552	$4,496,416	$11,220,968	$8,711,143	$2,509,825
Total	$76,574,379	$15,250,974	$91,825,353	$79,608,544	$12,216,809

$$\frac{\text{Ed + Op + RD (Final Balance)}}{\text{Total Budget Ed + Op}} = 24.1\%$$

2026 Budget
Projected Cash Balance

<u>Ed + Op + RD (Final Balance)</u>
Total Budget Ed + Op

Board Goal 15%



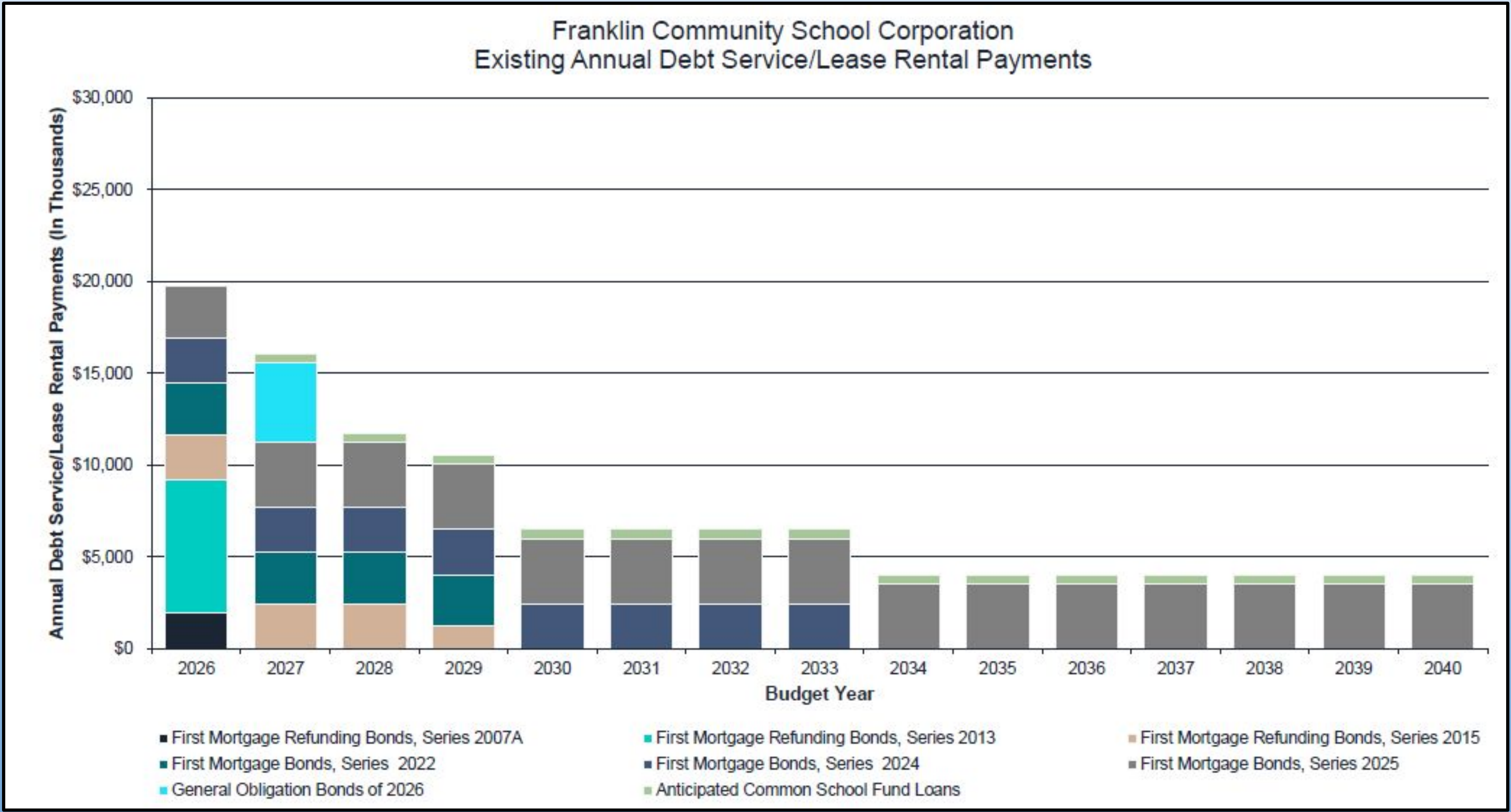
Historical Tax Rate Advertised vs Approved

2027 Requested Tax Rates

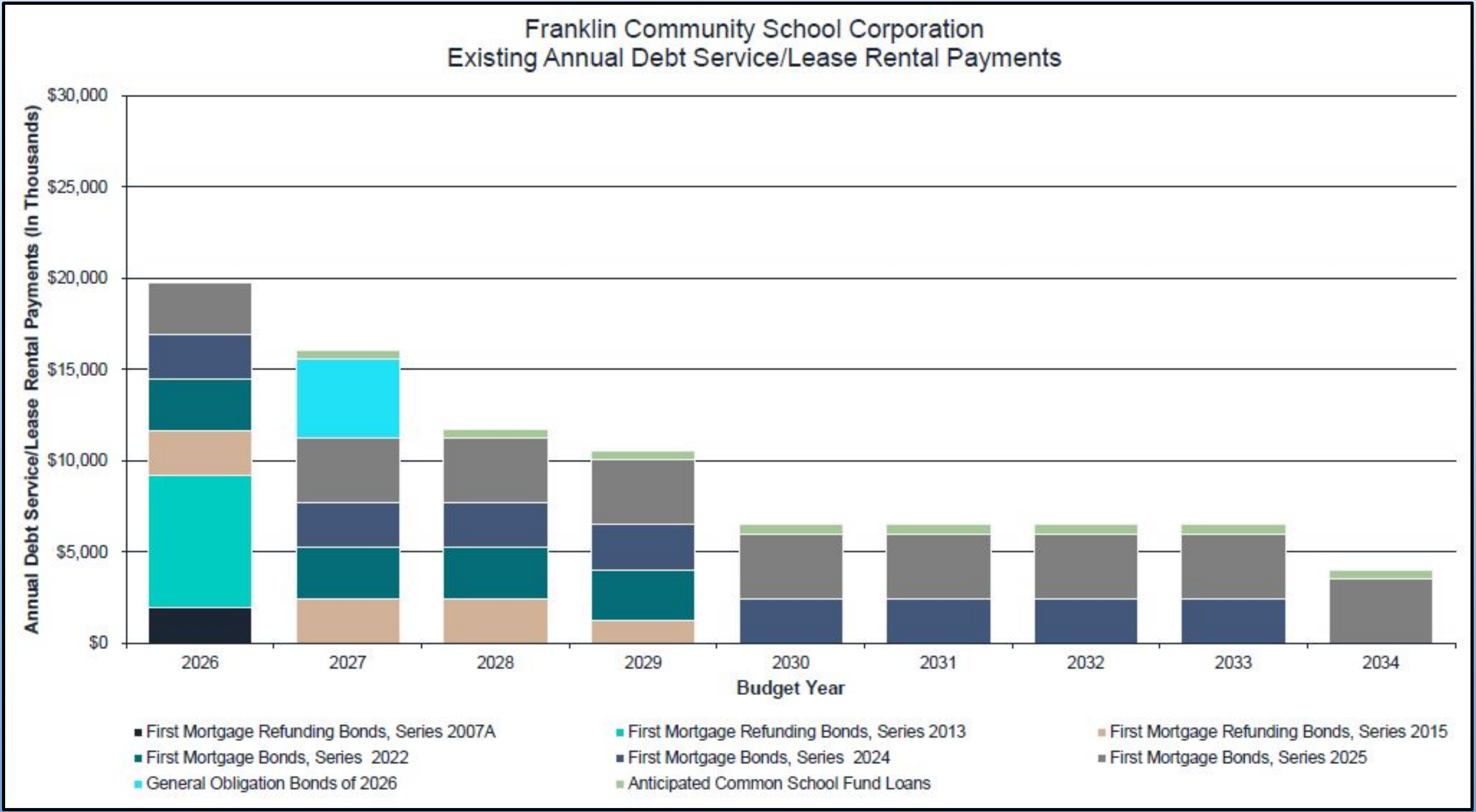
Fund	Total Requested	Anticipated Approval	Adjusted Referendum
Operations	$0.4975	$0.3852	$0.3852
Debt Service	$0.9951	$0.6079	$0.6079
Referendum	$0.3808	$0.2300	$0.2900
Total	$1.8734	$1.2231	$1.2831

Historical Tax Rate
Advertised vs Approved

Tax Year	Advertised Tax Rate	Certified Tax Rate	Adjusted Referendum
2023	$2.3546	$1.5794	$1.5794
2024	$1.8924	$1.4331	$1.4331
2025	$1.9580	$1.3761	$1.3761
2026	$1.9160	$1.2346	$1.2346
2027	$1.8734	$1.2231	$1.2831



Franklin Community School Corporation
Existing Annual Debt Service/Lease Rental Payments
Annual Debt Service/Lease Rental Payments (In Thousands)
$30,000
$25,000
$20,000
$15,000
$10,000
$5,000
$0
2026
2027
2028
2029
2030
2031
2032
2033
2034
2035
2036
2037
2038
2039
2040
Budget Year
First Mortgage Refunding Bonds, Series 2007A
First Mortgage Refunding Bonds, Series 2013
First Mortgage Refunding Bonds, Series 2015
First Mortgage Bonds, Series 2022
First Mortgage Bonds, Series 2024
First Mortgage Bonds, Series 2025
General Obligation Bonds of 2026
Anticipated Common School Fund Loans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2028
2029
2030
2031
2032
2033
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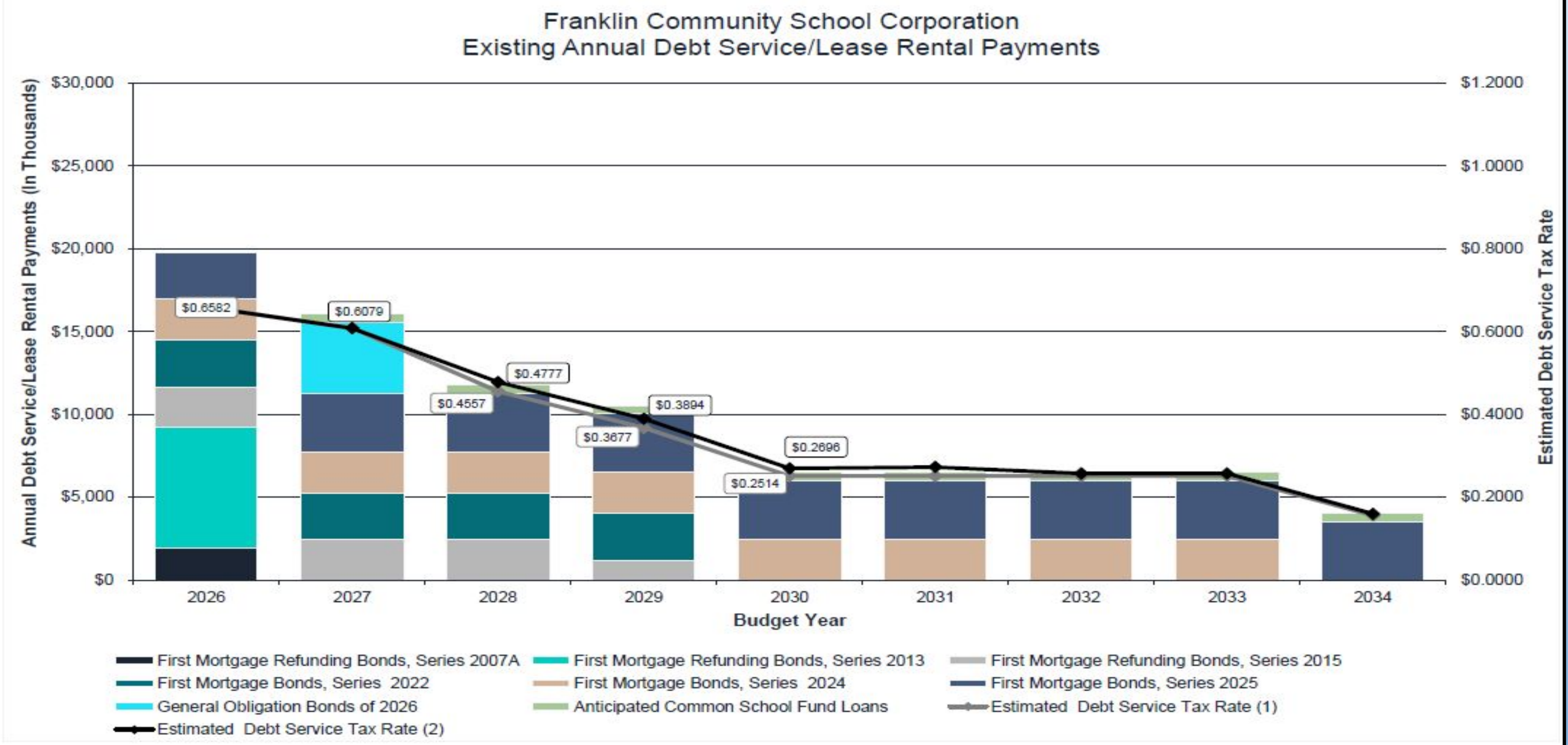

Note: Final maturity of First Mortgage Bonds, Series 2025 is January 15, 2041, which is budget year 2040.

(1) Based on 2026 and 2027 certified net assessed valuation per the DLGF. Assumes no change thereafter.
(2) Based on 2026 and 2027 certified net assessed valuation per the DLGF with changes per Policy Analytics assumed 2028-2032 and no changes assumed thereafter.