



# Finance Committee Budget Session

March 24, 2025  
Chancellor Center





# Agenda

- 2025-26 Proposed Final General Fund Budget
  - Budget overview
  - Revenue
  - Expenditures
  - Full day kindergarten
  - MBIT budget
  - Next steps



# 2025-26 Budget Overview

- Maintains the same rates for health insurance as in 202425
- Uses 202425 amounts for state funding
- Teacher salary and step increases are not in the payroll section of the budget due to contract negotiations
- Budget includes a 0.57% increase in real estate taxes for full day kindergarten



## Revenues

	<u>2025/2026</u>	<u>2024/2025</u>	Dollar <u>Difference</u>	Percent <u>Difference</u>
Local revenues	215,711,499	215,158,647	552,852	0.26%
State revenues	62,664,283	60,650,414	2,013,869	3.32%
Federal revenues	<u>1,805,703</u>	<u>1,832,038</u>	<u>(26,335)</u>	-1.44%
Total revenues	280,181,485	277,641,099	2,540,386	0.91%

Information herein is subject to change and is for discussion purposes only.



	Expenditures						Dollar Difference	Percent Difference
	2025/2026			2024/2025				
	Salary	Benefits	Total	Salary	Benefits	Total		
Administrators and confidential assistants	8,068,661	4,426,609	12,495,270	8,164,033	4,489,684	12,653,717	(158,447)	-1.25%
Professional staff	93,316,591	53,380,131	146,696,722	92,206,590	52,761,936	144,968,526	1,728,196	1.19%
Support staff	19,671,046	15,454,836	35,125,882	19,080,262	15,106,221	34,186,483	939,399	2.75%
Other salary	<u>8,195,331</u>		<u>8,195,331</u>	<u>8,361,494</u>		<u>8,361,494</u>	<u>(166,163)</u>	-1.99%
Total salary and benefits	129,251,629	73,261,576	202,513,205	127,812,379	72,357,844	200,170,223	2,342,982	1.17%
Non-personnel expenditures			<u>92,557,175</u>			<u>79,284,700</u>	<u>13,272,475</u>	16.74%
Total expenditures			<u>295,070,380</u>			<u>279,454,923</u>	15,615,457	5.59%
Total surplus (deficit)			(14,888,895)			(1,813,824)		

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# 2025/2026 Revenues

- State revenues include prior year Homestead Farmstead amount for comparability purposes
  - Reduces local revenue by the same amount
- Real estate tax increase of 0.57% for full day kindergarten is included
  - Remaining tax increase of 3.43%
  - Each 1% tax increase is worth \$1,821,243
  - Total remaining possible tax increase is \$6,246,862
  - Each 1% tax increase will cost \$65 for a property owner at the average district assessment
- Anticipated earnings from investments is set at \$5,500,000 per Kevin Karpuk of Cornerstone



# 2025/2026 Expenditures

- Salary and step increases for teacher contract negotiations is built into non-personnel spending
- We completed compiling the original budget last week and are beginning the process of review
  - Amount over budget is 5% of total expenditure budget
- Administration salaries and benefits have decreased due to the elimination of a technology management position
- Teacher and portion of support staff increase is due to additional staff for full day kindergarten



# Full Day Kindergarten

- Teacher and support staff salary budget increased to accommodate new kindergarten teachers and support staff as outlined in the full day kindergarten presentations
  - \$2.4 million of additional salary and benefits
  - Covered by two years of 0.57% tax increases
- Other startup costs in 2025/2026 will not be budgeted and will be paid from Educational Initiatives fund balance as planned in the prior year



# MBIT Budget

- MBIT is considering a budget with an additional teachers' salary
  - Total budget increase to participating schools with new position is \$640,824
  - Total budget increase to participating schools without new position is \$528,457
- We have not received a reconciliation of our costs for next year
- For budgetary purposes we calculated our contribution would decrease from \$2,548,483 in 2024/2025 to \$2,382,965 in 2025/2026
  - The decrease is due to a large reconciliation in the prior year to repair an issue in a prior year



# Next Steps

- Administration to review budget to reduce deficit beginning this week
- Awaiting information from Keystone regarding next years expected earned income tax results
- Adjust budget depending on results of:
  - Teachers contract
  - Printer contract
  - Janitorial services contract
- Provide additional information to Board and the public in April 2025

