

**Okemos Public Schools**  
**Preliminary Budget Assumptions**  
**2026-27**

<b>Increased Expenditures/Decreased Revenue</b>	<b>Most Likely</b>
Health insurance (MESSA 1/2 yr +8%/est 10%, WMHIP +12.85%)*	542,155
ISD Special Education Funding, change in funding formula	200,000
Teacher division advancement (15,18,21)	153,540
Negotiations est, steps + on/off schedule, OEA budget same as others, subject to finalized negotiations	1,189,831
Expiration of Safety & Security Grant (Director/Software Fees)	233,650
Add'l Para & Overage assignments, +.50 HS/+ .51 CMS	166,730
Transportation, Temp Cornell (1,2,3)	79,700
Athletic Uniforms	17,000
All Other	13,432
	<b>\$2,596,038</b>
<b>Increased Revenue/Decreased Expenditures</b>	<b>Most Likely</b>
Increase in per-pupil Foundation Allowance (\$250)	1,173,200
Enrollment (Oct 26: +30, +10, -10) Blend 10/90	88,720
MPERS Expense rate decrease (-2.4 pts to 27.51%, eff. 10/1/26)	815,000
Reduction in Sections (2.4, 1.4, 1.4)	127,360
Savings from OEA retirements, resignations (7)	266,945
<b>Budget reduction savings</b>	<b>1,157,080</b>
	<b>\$3,628,305</b>
<b>Projected Impact on General Fund Balance</b>	<b>\$1,032,267</b>
<b>Carry forward effect on General Fund Budget (7/1/26)</b>	<b>(1,555,854)</b>
<b>Total Impact on General Fund Balance</b>	<b>(\$523,587)</b>

*Note: 2026-27 Proposed Budget includes \$519,000 of non-structural, one-time expenditures*

<b>Fund Balance - as percentage of expenditures</b>		
Audited 6/30/24	\$ 10,928,320	15.6%
Audited 6/30/25	\$ 9,225,700	12.8%
2025-26 Revised Budget #1	\$ 9,781,972	13.8%
2025-26 Revised Budget #2 est	\$ 8,249,037	11.2%
2026-27 Most Likely	\$ 7,725,450	10.8%

**Okemos Public Schools**  
**2025-26 Non-Recurring, 1-Time Budget Items**  
**Effect on 2026-27 Proposed Budget**

	<u>Most Likely</u>
<b>2025-26 Net Change in Fund Balance, Budget Revision #1</b>	556,272
<b>Preliminary 2nd Budget Revisions</b>	<u>(1,532,935)</u>
	<b>(976,663)</b>
<b>2025-26 Non-Structural, 1x revisions, do not repeat</b> (removed from 26-27 preliminary assumptions)	
<b>Non-Grant Related</b>	
Environmental remediation	300,000
Retirement Revenues, Health Subsidy & 147a(2) Cost Offset	(634,000)
Operations Contracted Services	83,400
Curriculum/New textbooks	(270,000)
ISD SE Funding, addl received for 24-25 final	(330,000)
Legal Services	100,000
Utilities (gas)	86,000
Staffing Related Expenses	85,409
	<u>(579,191)</u>
<b>Total Non-Structural, 1x revisions</b>	<u>(579,191)</u>
<b>Carry forward effect on General Fund Budget (7/1/26)</b>	<u><u>(1,555,854)</u></u>