

Okemos Public Schools
Preliminary Budget Assumptions
2026-27

Increased Expenditures/Decreased Revenue	Optimistic	Most Likely	Worst Case
Health insurance (MESSA 1/2 yr +8%/est 10%, WMHIP +12.85%)*	542,155	542,155	542,155
ISD Special Education Funding, change in funding formula	700,000	700,000	700,000
Teacher division advancement (15,18,21)	127,950	153,540	179,130
Negotiations, steps + on/off schedule, excludes OEA, subject to Board approval on 4/13/26	216,175	216,175	216,175
Transportation, Temp Cornell (1,2,3)	39,850	79,700	119,550
	\$1,626,130	\$1,691,570	\$1,757,010
Increased Revenue/Decreased Expenditures	Optimistic	Most Likely	Worst Case
Increase in per-pupil Foundation Allowance (\$250,\$175,\$100)	1,173,200	821,220	469,270
Enrollment (Oct 26: +30, +10, -10) Blend 10/90	266,170	88,050	(87,370)
MPSERS Expense rate decrease (-2.4 pts to 27.51%, eff. 10/1/26)	815,000	815,000	815,000
Reduction in Sections (4,2,1)	364,800	182,400	91,200
Savings from OEA retirements, resignations (9,7)	343,215	266,945	266,945
	\$2,962,385	\$2,173,615	\$1,555,045
Projected Impact on General Fund Balance	\$1,336,255	\$482,045	(\$201,965)
Carry forward effect on General Fund Budget (7/1/26)	(955,081)	(955,081)	(955,081)
Total Impact on General Fund Balance	\$381,174	(\$473,036)	(\$1,157,046)

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

	Most Likely
2025-26 Net Change in Fund Balance, Budget Revision #1	556,272
Preliminary 2nd Budget Revisions	0
Negotiations: steps & 1x/structural increases, subject to finalized negotiations & Board approval	(906,253)
Utilities (gas/electric/water), 1x & on-going	(284,500)
Operations, Supplies & Contracted Services	(120,000)
ISD SE Funding, 25-26 estimate	310,000
	(444,481)
2025-26 Non-Structural, 1x revisions, do not repeat (removed from 26-27 preliminary assumptions)	
Non-Grant Related	
Environmental remediation	300,000
Retirement Revenues, Health Subsidy & 147a(2) Cost Offset	(634,000)
Operations Contracted Services	83,400
Curriculum/New textbooks	(150,000)
ISD SE Funding, addl received for 24-25 final	(310,000)
Legal Services	100,000
Utilities (gas)	100,000
	(510,600)