



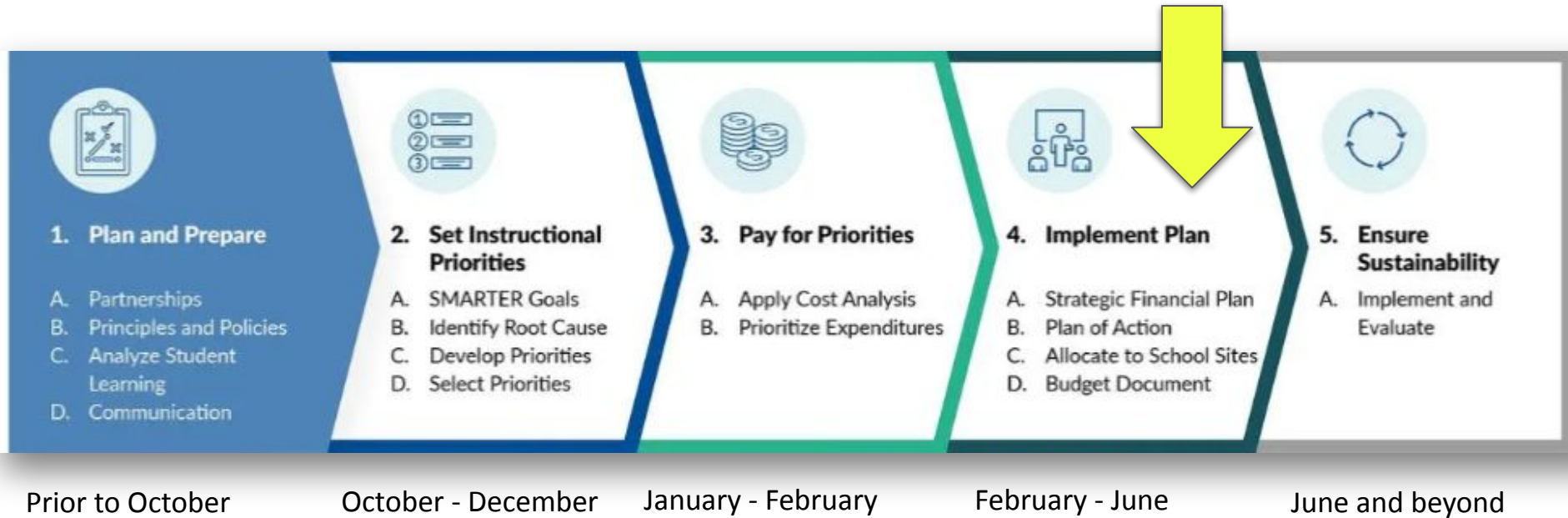
Expect
More.

2026-27 Priority Based Budgeting Update

Presented to the School Board
April 21, 2026

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Chief Financial Officer

Priority-Based Budgeting (PBB) Framework



Strategic Directions and Initiatives

Strategic Direction A: Ensure the learning process is adaptable to meet individual student needs

Strategic Direction B: Foster a safe, welcoming and inclusive environment for all staff and students

Strategic Direction C: Utilize systems and align resources in an efficient manner to support learning

Strategic Direction D: Develop strong partnerships with the communities we serve

Focus Areas:

- Literacy
- School Culture/Equity & Inclusion
- Social Emotional Learning & Mental Health



Expect
More.



Current Financial Reality

- Unfunded state mandates
- Legislation impacting revenue
- Inflation and rising costs
- Projected enrollment levels



Most Significant Cost Drivers

- Employee salaries and benefits
- Transportation
- Special Education
- External enrollment options



K-12 Enrollment

	2025-26	2026-27
Budgeted	8,076	8,081
Actual	<u>8,077</u>	TBD
Difference	1	

*Actual enrollment as of 4/1/26



2026-27 General Fund Revenue Assumptions (in millions)

Current fiscal year (2025-26) is the baseline budget year

Revenue Category	2025-26 Revised Budget	2026-27 Projected Budget	Difference	Projection Assumptions
State Aid <i>(excluding Comp Ed, Sped, EL)</i>	\$74.9	\$76.6	\$1.7	Includes a 2.69% increase to the general ed. basic aid formula for FY27
Compensatory Education	1.9	1.8	-0.1	Projected revenue is pending FY27 formula recommendations from the 2025 Legislative session Compensatory Ed working group
Special Education	23.6	25.4	1.8	Projection includes current law – pending outcomes from the 2025 Legislative session Special Education funding working group
English Learner (EL)	0.5	0.7	0.2	Projection includes EL cross-subsidy revenue
Levy	46.6	45.3	-1.3	Based on the certified Pay 2026 levy, current law & projected enrollment
Federal	2.3	2.5	0.2	Projection assumes similar federal sources for FY27
Other	<u>4.1</u>	<u>3.7</u>	<u>-0.4</u>	Projection is lower than FY26 levels (includes student activity funds, athletics, interest, grants)
Total	\$153.9	\$156.0	\$2.1	



2026-27 General Fund Expenditure Assumptions (in millions)

Current fiscal year (2025-26) is the baseline budget year

Expenditure Category		2025-26 Revised Budget	2026-27 Projected Budget	Difference	Projection Assumptions
Salaries		\$75.9	\$79.2	\$3.3	Assuming current FY26 staffing levels as of 7/1/25, negotiated agreements, (steps and lanes, where applicable), COLA % included
Benefits	FICA, PERA, TRA	12.0	12.7	0.7	Employee benefit costs (assuming FY26 staffing levels and negotiated agreements)
	Health & Dental Insurance	17.6	19.3	1.7	
	Paid FMLA	0.2	0.4	0.2	
	OPEB	1.0	1.6	0.6	
	Work Comp, Life, TSA, VEBA, other	<u>6.3</u>	<u>6.9</u>	<u>0.6</u>	
		37.1	40.9	3.8	
Purchased Services		28.3	29.1	0.8	Cost of inflation included in projections Includes utilities & insurance
Supplies, Materials, Other		<u>12.6</u>	<u>12.3</u>	<u>-0.3</u>	Cost of inflation included in projections
Total		\$153.9	\$161.5	\$7.6	

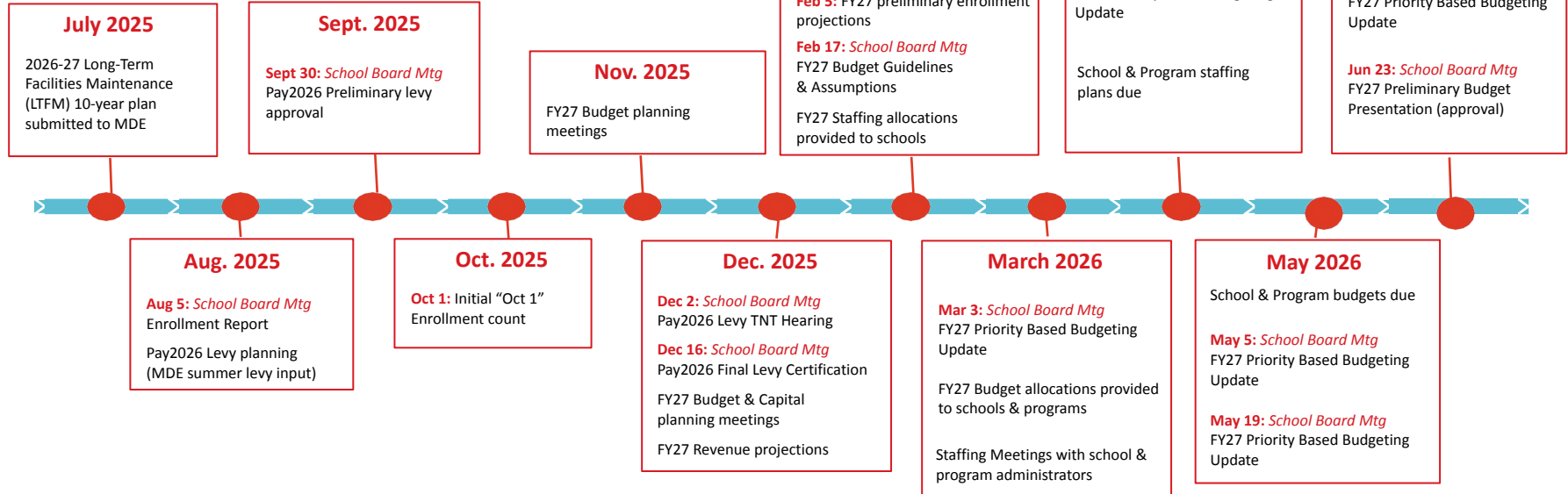


2026-27 General Fund Budget (in millions)

	2025-26 Revised Budget	2026-27 Projected Budget (as of 4/17/26)	Difference
Revenue	\$153.9	\$156.0	\$2.1
Expenditures	<u>-153.9</u>	<u>-161.5</u>	-\$7.6
Surplus/(Shortfall)	\$0.0	-\$5.5	
Priority Based Budgeting Adjustments/Reductions	<u>0.0</u>	<u>5.4</u>	
Shortfall Balance	\$0.0	-\$0.1	



2026-27 Budget Timeline





Questions