



# *2025-26 Budget Presentation*

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**NORTH BRANCH**  
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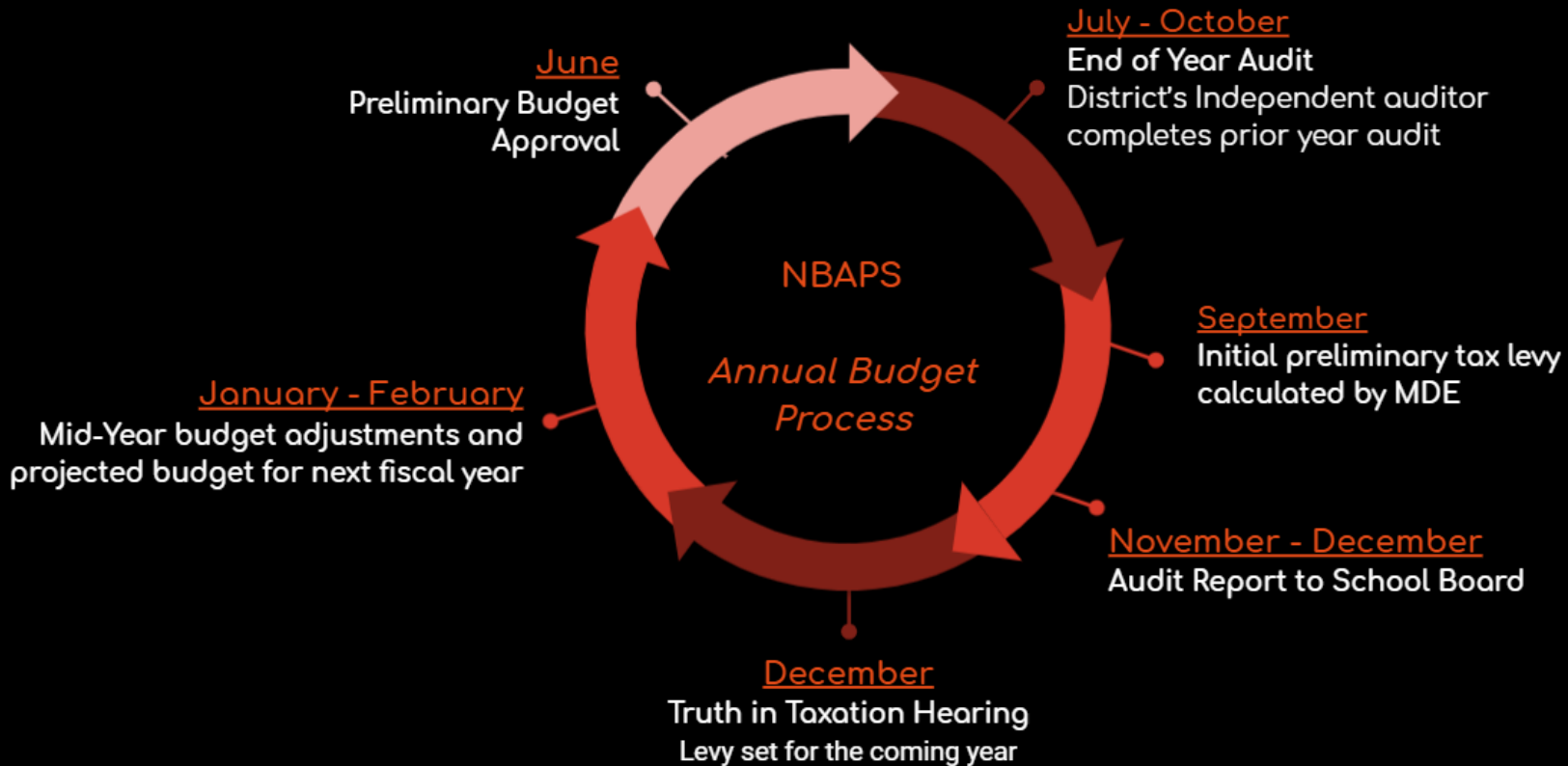
MAY 28, 2026

*Todd Tetzlaff, Director of Finance and Human Resources*

# Overview

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- Revised budget information for the current year (FY 26)
- Proposed budget for next year (FY 27)
- Provide context regarding board action in June



# Current Year – Revised Budget

**The current year revised budget is based on actual revenue and expenditures through March and projections through June 30<sup>th</sup>.**

# Key Budget Drivers – FY26 Revisions

- Enrollment adjustments
- Employee benefit Increases
- Interest earnings

## Current Year Revised Budget – All Funds Revenue

			Revenue	Revenue	
			FY 26 Original	FY 26 Revised	Difference
Fund 01	General Fund		\$ 39,210,398.00	\$ 39,162,121.00	\$ (48,277.00)
Fund 02	Food Service		\$ 2,120,064.00	\$ 2,167,476.00	\$ 47,412.00
Fund 04	Comm Ed		\$ 1,995,497.00	\$ 2,113,300.00	\$ 117,803.00
Fund 07	Debt Service		\$ 5,372,018.00	\$ 5,372,018.00	\$ -
Fund 20	Internal Svc		\$ 275,500.00	\$ 305,000.00	\$ 29,500.00
Fund 45	Irrevocable Trust		\$ 179,850.00	\$ 227,000.00	\$ 47,150.00
Fund 47	OPEB Debt Svc		\$ -	\$ 407,601.00	\$ 407,601.00
	All Revenue		\$ 49,153,327.00	\$ 49,754,516.00	\$ 601,189.00

## Current Year Revised Budget – All Funds Expenses

			Expenses	Expenses	
			FY 26 Original	FY 26 Revised	Difference
Fund 01	General Fund		\$ 39,938,496.00	\$ 40,484,229.00	\$ 545,733.00
Fund 02	Food Service		\$ 1,825,970.00	\$ 1,833,770.00	\$ 7,800.00
Fund 04	Comm Ed		\$ 2,040,095.00	\$ 2,182,647.00	\$ 142,552.00
Fund 07	Debt Service		\$ 5,305,830.00	\$ 5,305,830.00	\$ -
Fund 20	Internal Svc		\$ 241,235.00	\$ 253,000.00	\$ 11,765.00
Fund 45	Irrevocable Trust		\$ 327,000.00	\$ 122,000.00	\$ (205,000.00)
Fund 47	OPEB Debt Svc		\$ 429,220.00	\$ 429,220.00	\$ -
	<b>All Expenses</b>		<b>\$ 50,107,846.00</b>	<b>\$ 50,610,696.00</b>	<b>\$ 502,850.00</b>

# Next Year – Proposed Budget

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- **Next year's proposed budget is based on our current understanding of legislative changes, applied contract increases and projections based on prior years.**

# Key Budget Drivers – FY27 Budget

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- Formula inflator of 2.69% applied to basic revenue
- Compensatory revenue
- Teacher contract increases applied
- Inflationary pressures persist

## 2026 – 2027 Proposed Budget – All Funds Revenue

			Revenue	Revenue	
			FY 26 Revised	FY 27 Proposed	Difference
Fund 01	General Fund		\$ 39,162,121.00	\$ 40,000,205.00	\$ 838,084.00
Fund 02	Food Service		\$ 2,167,476.00	\$ 2,175,526.00	\$ 8,050.00
Fund 04	Comm Ed		\$ 2,113,300.00	\$ 2,128,750.00	\$ 15,450.00
Fund 07	Debt Service		\$ 5,372,018.00	\$ 5,590,997.00	\$ 218,979.00
Fund 20	Internal Svc		\$ 305,000.00	\$ 305,000.00	\$ -
Fund 45	Irrevocable Trust		\$ 227,000.00	\$ 227,000.00	\$ -
Fund 47	OPEB Debt Svc		\$ 407,601.00	\$ -	\$ (407,601.00)
	All Revenue		\$ 49,754,516.00	\$ 50,427,478.00	\$ 672,962.00

## 2026 – 2027 Proposed Budget – All Funds Expenses

		Expenses		Expenses		
		FY 26 Revised		FY 27 Proposed		Difference
Fund 01	General Fund	\$	40,484,229.00	\$	40,974,707.00	\$ 490,478.00
Fund 02	Food Service	\$	1,833,770.00	\$	1,895,070.00	\$ 61,300.00
Fund 04	Comm Ed	\$	2,182,647.00	\$	2,259,950.00	\$ 77,303.00
Fund 07	Debt Service	\$	5,305,830.00	\$	5,305,830.00	\$ -
Fund 20	Internal Svc	\$	253,000.00	\$	253,000.00	\$ -
Fund 45	Irrevocable Trust	\$	122,000.00	\$	122,000.00	\$ -
Fund 47	OPEB Debt Svc	\$	429,220.00	\$	429,220.00	\$ -
	All Expenses	\$	50,610,696.00	\$	51,239,777.00	\$ 629,081.00

# Long Term Facilities Maintenance Ten Year Plan

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- Plan must be adopted by the school board for submission to MDE to access funding through levy certification process
- LTFM revenue and expenditure plan and spreadsheets will be brought to the school board for approval at the June meeting and needs to be submitted to MDE prior to the end of July.
- Plan reflects Facility Bond, Series 2018A
- Beginning three years ago, the school board was also asked to levy an additional amount to be used by SCRED to maintain their facilities.

# Budget Opportunites

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## Opportunities

- Enrollment is a critical component of our financial projection
- We did not have to define a budget cut target
- Expanding student programs and adding teaching staff
- We continue to obtain grant funding and expanded partnerships
- Recent bond rating calls, financial audits have been favorable

# School Board Action in June

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Board action is needed to finalize budget processes that affect staffing, programming, and community investments

- Action to adopt the revised FY 26 budget
- Action to adopt the proposed FY 27 budget
- Action to approve LTFM budgets for FY 27
- Action to approve student fees and meal prices for FY 27



# Questions?

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