

# School District Finances

1/12/2026

6:00 p.m.





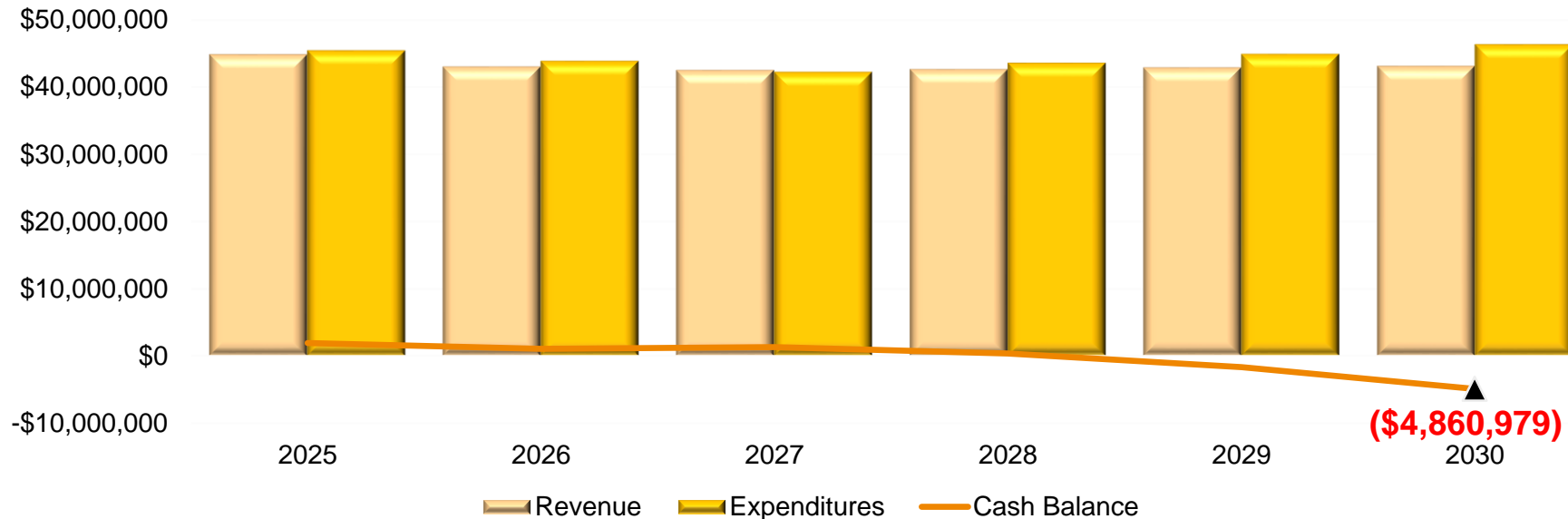
# Tonight's Agenda

- Current state of the district
  - Continuing tax credits vs. ending in 2027
- Budget surplus/shortfalls
- Levy scenarios
  - Need to renew current revenue
    - Substitute levy – No additional taxes, expires calendar year 2028.
- Key considerations





## Negative Cash Balance in FY29 (Homeowner Credits End - 2028)



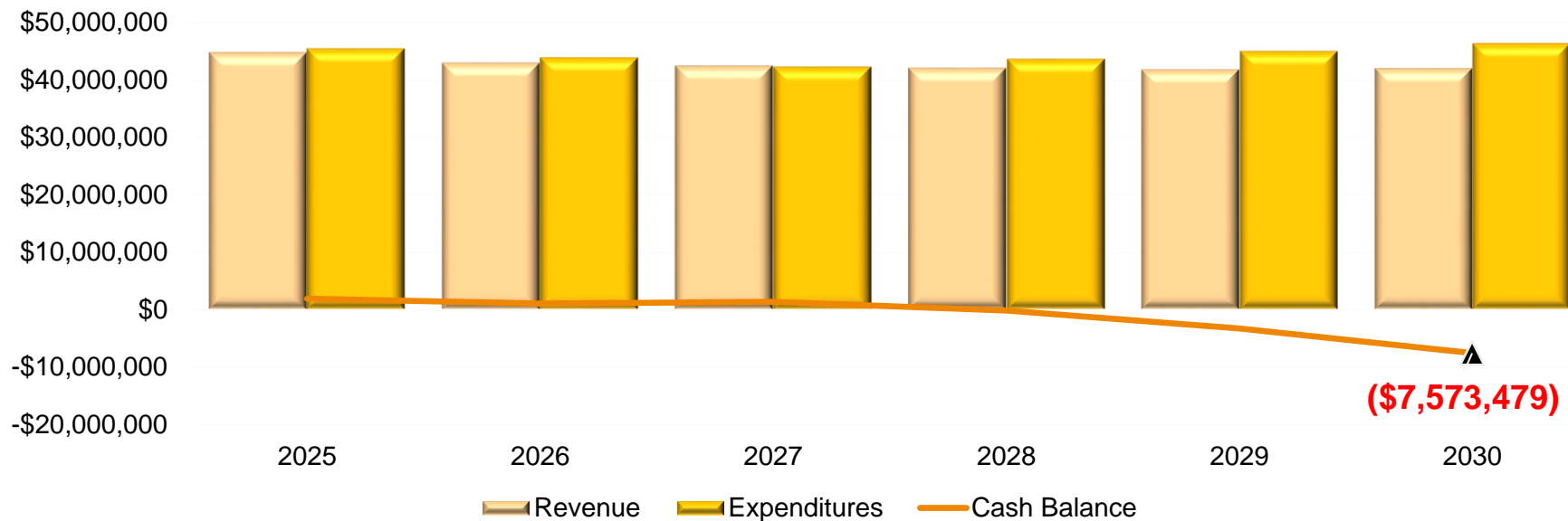
District is projecting positive cash through the end of FY28 (3 Days Cash – Very Small).

- Yearly cash flow is important to evaluate.
  - District would continue to borrow to cover cash flow in January.
- State and local funding could change the future outlook (not optimistic)
- Includes Substitute Levy – needs to be renewed by end of 2028
- Key expense assumption – no base salary increases





## Negative Cash Balance in FY28 (Homeowner Credits Continue)



District is projecting positive cash through the end of FY27 (12 Days Cash – Very Small).

- Yearly cash flow is important to evaluate.
  - District would continue to borrow to cover cash flow in January.
- State and local funding could change the future outlook (not optimistic)
- Includes Substitute Levy – needs to be renewed by end of 2028
- Key expense assumption – no base salary increases

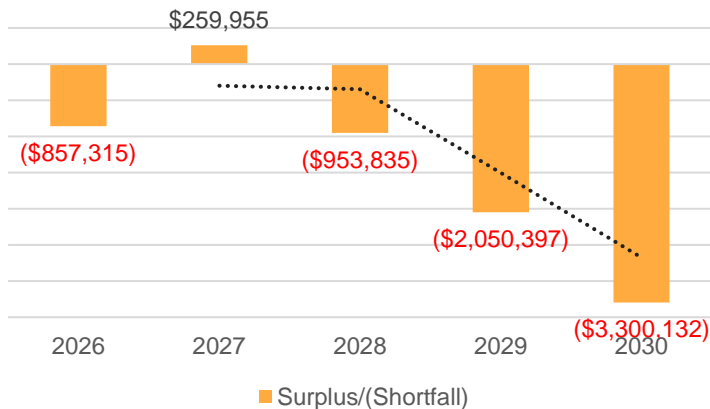




# Budget Surplus/Shortfall

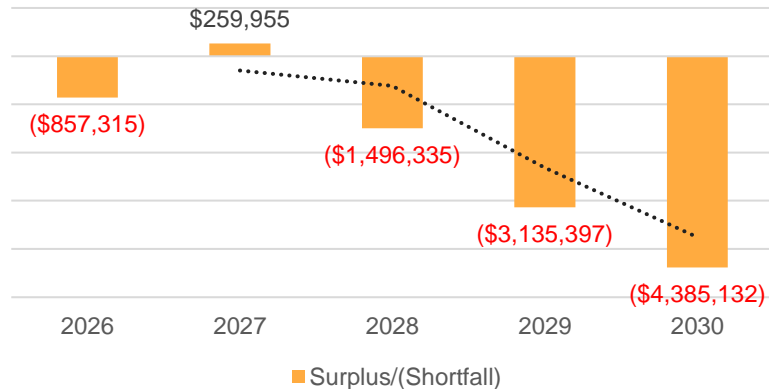
## Homeowner Credits Stop

Annual Revenue Surplus/(Shortfall)



## Homeowner Credits Continue

Annual Revenue Surplus/(Shortfall)



## Cuts...

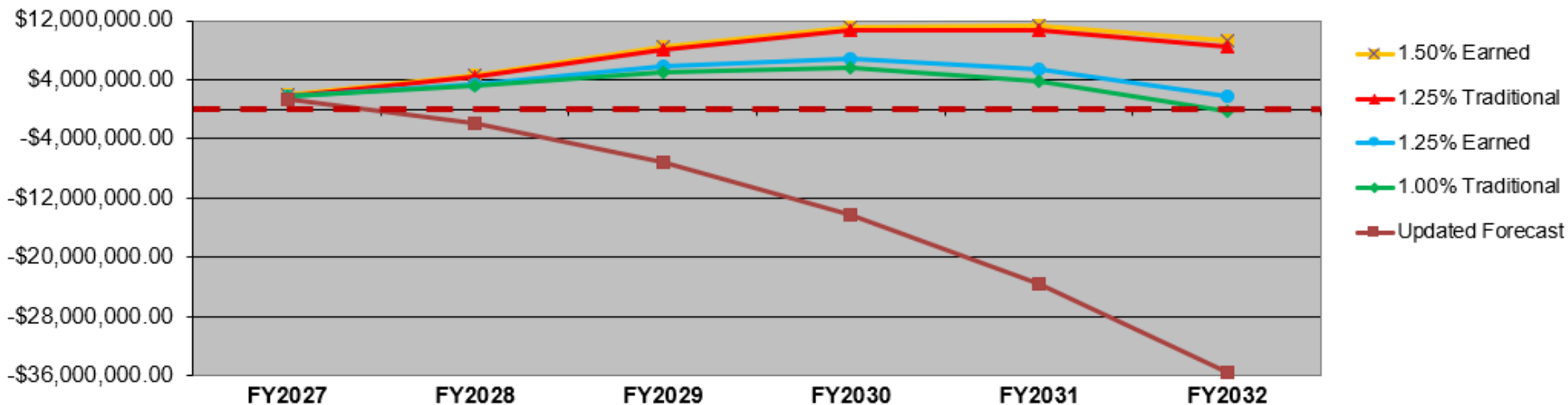
- **Balanced budget in 2027**
  - Accomplished through \$3 million in cuts to staffing and programs.
  - Revenue continues to decrease
- **Balanced budget moving forward**
  - Must continue to decrease services to students if cannot increase revenue.
    - Homeowner Credits Stop – need to cut over \$1 million by FY28
    - Homeowner Credits Do Not Stop – need to cut over \$1.6 million by FY28





# Levy Estimates (Homeowner Credits Do Not Continue)

Levy Estimates



## Projections.

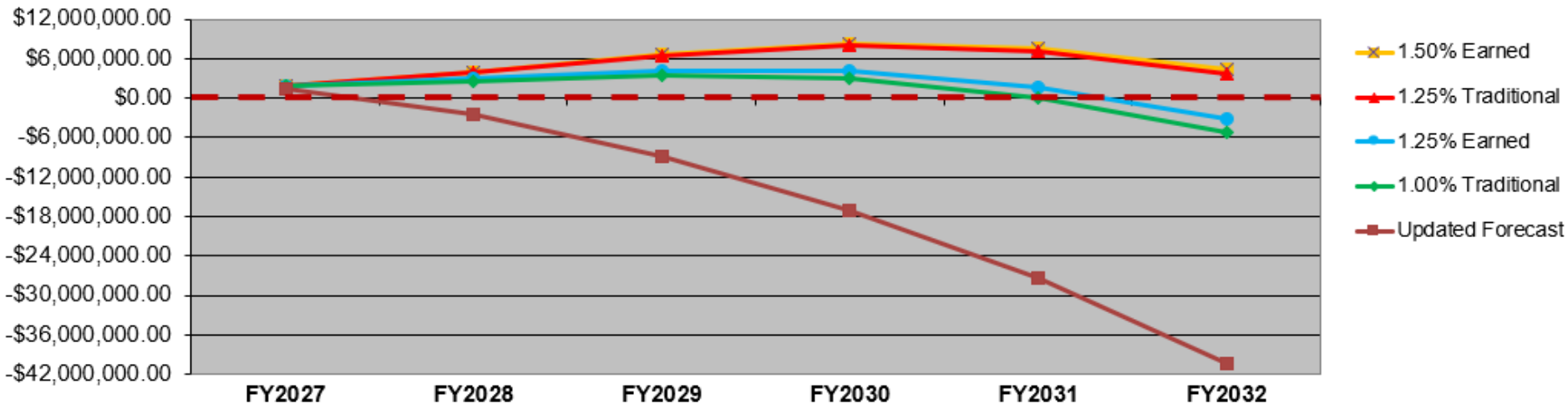
- Includes bringing back some programs
  - i.e. bussing and full day kindergarten
- Flat enrollment
- No changes to state funding
- Current property tax reform





# Levy Estimates (Homeowner Credits Continue)

Levy Estimates



## Projections.

- Includes bringing back some programs
  - i.e. bussing and full day kindergarten
- Flat enrollment
- No changes to state funding
- Projecting current property tax reform beyond 2027





# Key Considerations

- Current Forecast Assumptions

- No base salary increases
- Only current property tax reform
  - More coming?
- Current programming based on cuts from most recent levy failure

- Financial Considerations

- Only spring and fall levy cycles
  - Would continue to reduce expenses until increased revenue
- Need to renew substitute levy by end calendar year 2028
  - Would only maintain current revenue
- Significant future unknowns
  - \*Federal Funding\*
    - District currently receives approximately \$2.7 million
  - \*Biennial Budget/State Funding\*
    - No changes until FY28
    - Continue to decrease?
  - \*Local Funding\*







Questions?

