

Budget Amendments

2025-2026

January 12, 2026



Key Revenue Swings



Initial Budget (Adopted June 16, 2025)

- State budget was unknown
- Anticipated flat enrollment
- Included \$392 per pupil increase (per Governor's budget proposal)

Proposed Amended Budget (January 12, 2026)

- Increase of \$50 per pupil foundation increase (current per pupil amount is now \$10,050)
- Fall 2025 enrollment increase of 14.8 FTE
- Aligned retirement reimbursement estimates to state allocation (increase of \$1.7 million in UAAL - also included in expenditures with net zero budget impact)
- Addition of 35m Literacy Grant
- Does not include 27L on both revenue and expenditure (will be included in June Amendments)

Key Expenditure Swings



- Salary and benefit contract settlement increases (teachers and administrators)
- Addition of 35m Literacy Grant expenditure
- Does not include 27L on both revenue and expenditure (will be included in June Amendments)
- Michigan Public School Employee Retirement System (MPSERS) accrued unfunded liabilities obligations are required to run through each public schools financial reports.

24/25 accrued unfunded liability expense is \$3,350,839

24/25 accrued unfunded liability offset revenue is \$3,350,839

25/26 Amended Budget reflects an increase from last year of \$1,701,956 in both retirement expense and revenue (now \$5,052,795).

Note: These MPSERS accrued unfunded liabilities obligations have a net impact of zero to the budget as the revenue is offset with an equal expense.

2025-2026 Big Picture



| | 2024-25 Actual | 2025-26 Adopted 6/16/25 | 2025-26 Proposed Amendment | Change |
|--------------------------|-------------------|-------------------------------|----------------------------------|------------------|
| Revenues | 72,870,444 | 71,566,106 | 74,335,933 | 2,769,827 |
| Expenditures | 70,705,815 | 71,994,897 | 75,559,454 | 3,564,557 |
| Surplus/(Deficit) | 2,164,629 | (428,791) | (1,223,521) | (794,730) |
| Ending Fund Balance | 14,230,553 | 13,801,762 | 13,007,032 | (794,730) |
| % of Expenditures | 20.1% | 19.2% | 17.2% | |