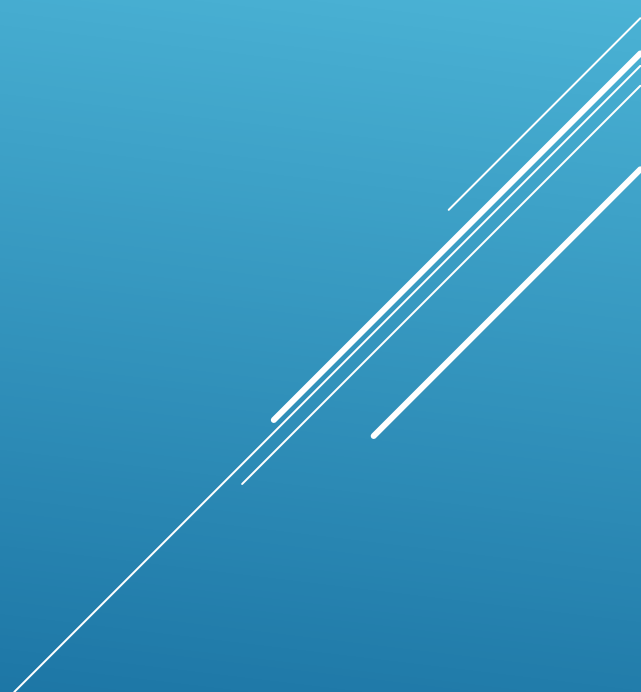


FISCAL YEAR 2024-25 AND 2025-26 FINAL BUDGET RECOMMENATIONS

JUNE 25, 2025



Topics and Objectives

- Updated Budget Projections to June 30, 2025
 - Fiscal Year 2025-26 Proposed Budgets
 - Updated Fund Balance Projections
 - Fiscal Year 2024-25 Capital Projects Fund Adjustment
 - Proposed FY2025-26 Budget
 - FY2024-25 and FY2025-26 Board Budget Resolutions
- 

Updated Budget Projections Through June 30, 2025



Garfield School District RE2

Revenue Projections Through June 30, 2025

Revenues as of June 17, 2025

	A	B	C	D	E	
				B + C	A - C	E ÷ A
					Projected	Proj. %
Revenues:	Approved Budget	YTD Actual	Projection to Year-End	Projected to 6/30/2025	Remaining Budget	Budget Used
Local Taxes:						
Local property taxes	17,527,854	12,206,878	5,320,976	17,527,854	-	100%
Specific Ownership taxes	1,600,000	1,974,952	-	1,974,952	(374,952)	123%
State sources:						
Equalization	41,811,440	41,811,440	-	41,811,440	-	100%
Other state sources	4,132,052	2,576,259	1,000,000	3,576,259	555,793	87%
Other sources:						
Mineral Lease	143,765	144,621	-	144,621	(856)	101%
Federal sources	1,378,685	1,018,457	480,000	1,498,457	(119,772)	109%
Other local sources	2,209,438	1,885,094	171,372	2,056,466	152,972	93%
Total Revenues	68,803,234	61,617,701	6,972,348	68,590,049	213,185	100%

General Fund Revenue Projection

- Total Program: State Share and Local Property Tax are set by the December 2024 mill levies.
 - All state funding received
 - Local funding is on-track, but usually takes until August
- Other State Revenue – Preschool and Small and Rural
- Other Local Funding

Garfield School District RE2

Expenditure Projections Through June 30, 2025

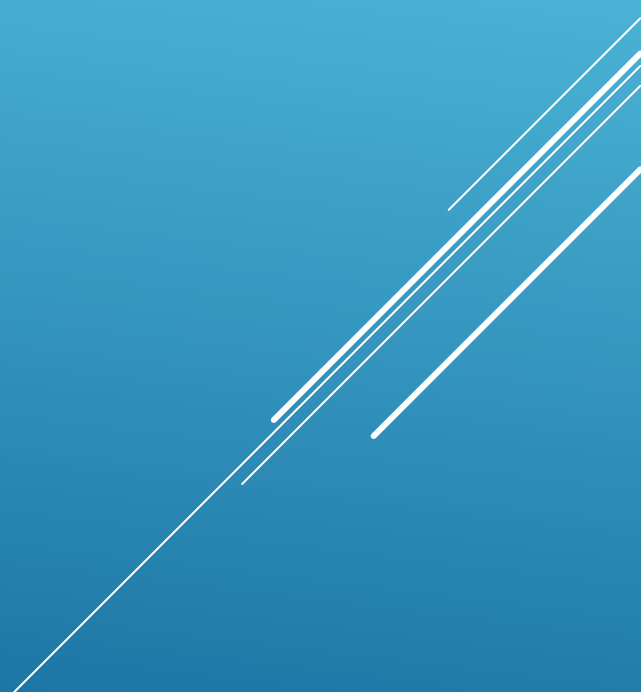
Expenditures as of June 17, 2025

	A	B	C	D	E	
				B + C	A - C	E ÷ A
Expenditures:	Approved Budget	YTD Actual	Projection to Year End	Projected to 6/30/2025	Proj Remaining Budget	Proj. % Bud Used
Instructional Programs:						
Salaries	25,616,746	23,492,351	2,201,001	25,693,352	(76,606)	100%
Employee benefits	9,720,740	8,882,728	818,655	9,701,383	19,357	100%
Purchased services	1,688,066	1,374,744	1,034,270	2,409,014	(720,948)	143%
Supplies	1,451,746	931,941	84,722	1,016,663	435,083	70%
Property	83,076	80,012	7,274	87,285	(4,209)	105%
Other expenditures	133,787	152,126	13,830	165,956	(32,169)	124%
Total Instructional programs	38,694,161	34,913,901	4,159,751	39,073,653	(379,492)	101%
Support services:						
Salaries	15,092,481	13,352,951	1,525,886	14,878,837	213,644	99%
Employee benefits	5,379,054	4,776,270	502,952	5,279,222	99,832	98%
Purchased services	5,267,744	4,766,665	433,333	5,199,998	67,746	99%
Supplies	3,513,843	3,027,372	275,216	3,302,588	211,255	94%
Property	162,920	102,034	9,276	111,310	51,610	68%
Other expenditures	761,914	626,385	56,944	683,330	78,584	90%
Debt Service - Principal	929,231	929,231	0	929,231	(0)	
Transfers to other funds	1,200,000	1,200,000	0	1,200,000	0	100%
Total support services	32,307,187	28,780,909	2,803,607	31,584,516	722,671	98%
Total Expenditures	71,001,348	63,694,810	6,963,358	70,658,168	343,179	100%
Excess of revenues over expenditures	(2,198,114)			(2,068,119)		

General Fund Expenditure Projection

- Numbers are as of June 17, 2025—Salaries/Benefits and Instructional Purchased Services
- Payroll accrual may increase costs – July salaries earned are coded to June due to 11 month contract period
- BOCES services increased significantly in FY2024-25 for non-SPED expenditures (Instructional Personal Services)—a little over \$500,000 more than prior year
- Other line items are within or below budget

Fiscal Year 2025-26 Proposed Budgets



Garfield School District RE2

Revenue Budget

Proposed 2025-2026

Revenues:	A	B	C	D	E		F	G	
				B + C	A - C	E ÷ A	Fiscal Year 2025-26		(G - A) ÷ A
					Projected	Proj. %	Proposed Changes		
	Approved Budget	YTD Actual	Projection to Year-End	Projected to 6/30/2025	Remaining Budget	Budget Used	FY2025-26 Adj. (Inc)/Dec	FY2025-26 Recommended	% Increase Year over Year
Local Taxes:									
Local property taxes	17,527,854	12,206,878	5,320,976	17,527,854	-	100%	417,392	17,945,246	2.4%
Specific Ownership taxes	1,600,000	1,974,952	-	1,974,952	(374,952)	123%	150,000	1,750,000	9.4%
State sources:									
Equalization	41,811,440	41,811,440	-	41,811,440	-	100%	1,943,203	43,754,643	4.6%
Other state sources	4,132,052	2,576,259	1,000,000	3,576,259	555,793	87%	(632,052)	3,500,000	-15.3%
Other sources:									
Mineral Lease	143,765	144,621	-	144,621	(856)	101%	1,235	145,000	0.9%
Federal sources	1,378,685	1,018,457	480,000	1,498,457	(119,772)	109%	21,315	1,400,000	1.5%
Other local sources	2,209,438	1,885,094	171,372	2,056,466	152,972	93%	(79,438)	2,130,000	-3.6%
Total Revenues	68,803,234	61,617,701	6,972,348	68,590,049	213,185	100%	1,821,655	70,624,889	3%

General Fund Revenue Adjustments

- Total Program and Local Share are fixed by the mill levy in December
- Other State Revenue – it is likely we can reduce this variance with year-end adjustments (qualifying exps)
- Interest Revenue—budget estimate looks like it might be slightly higher than actual, but final interest revenue has not been booked
 - Other Local Sources (non-interest) is coming in slightly higher than expected

Garfield School District RE2

Expenditure Budget Adjustments

Proposed 2025-2026

	A	B	C	D	E		F	G	
				B + C	A - C	E ÷ A		D + F	(G - D) ÷ D
Expenditures:	Approved Budget	YTD Actual	Projection to Year End	Projected to 6/30/2025	Proj Remaining Budget	Proj. % Bud Used	FY2025-26 Adj. Inc/(Dec)	FY2025-26 Recommended	% Increase Year over Year
Instructional Programs:									
Salaries	25,616,746	23,492,351	2,201,001	25,693,352	(76,606)	100%	513,867	26,255,133	2.2%
Employee benefits	9,720,740	8,882,728	818,655	9,701,383	19,357	100%	776,111	10,484,988	8.1%
Purchased services	1,688,066	1,374,744	1,034,270	2,409,014	(720,948)	143%	795,302	2,483,368	3.1%
Supplies	1,451,746	931,941	84,722	1,016,663	435,083	70%	(706,784)	744,962	-26.7%
Property	83,076	80,012	7,274	87,285	(4,209)	105%	(19,476)	63,600	-27.1%
Other expenditures	133,787	152,126	13,830	165,956	(32,169)	124%	57,072	190,859	15.0%
Total Instructional programs	38,694,161	34,913,901	4,159,751	39,073,653	(379,492)	101%	1,416,092	40,222,909	3.6%
Support services:									
Salaries	15,092,481	13,352,951	1,525,886	14,878,837	213,644	99%	297,577	14,957,356	0.5%
Employee benefits	5,379,054	4,776,270	502,952	5,279,222	99,832	98%	422,338	5,647,992	7.0%
Purchased services	5,267,744	4,766,665	433,333	5,199,998	67,746	99%	77,904	5,345,648	2.8%
Supplies	3,513,843	3,027,372	275,216	3,302,588	211,255	94%	342,085	3,855,928	16.8%
Property	162,920	102,034	9,276	111,310	51,610	68%	14,782	177,702	59.6%
Other expenditures	761,914	626,385	56,944	683,330	78,584	90%	(11,369)	750,545	9.8%
Debt Service - Principal	929,231	929,231	0	929,231	(0)		(609,073)	320,158	-65.5%
Transfers to other funds	1,200,000	1,200,000	0	1,200,000	0	100%		1,200,000	
Total support services	32,307,187	28,780,909	2,803,607	31,584,516	722,671	98%	534,244	32,255,329	2.1%
Total Expenditures	71,001,348	63,694,810	6,963,358	70,658,168	343,179	100%	1,950,336	72,478,239	2.6%
Excess of revenues over expenditures	(2,198,114)			(2,068,119)				(1,853,350)	

General Fund Expenditures Through June 30, 2025

- Salaries and Benefits
 - The retirement/separation payouts have been made
 - Year-end accrual for contract services earned in June, but paid in July
- The variance in Instruction Purchased Services of \$720,948 is mostly offset by the \$435,083—it looks like the January ‘rebalancing’ was a little too aggressive
- The change in projections from May to June is primarily because of expenditures that are within budget, but did not trend as expected (i.e. follow the year-to-date trends)

Fiscal Year 2024-25 through 2026-2027 Fund Balance Projections



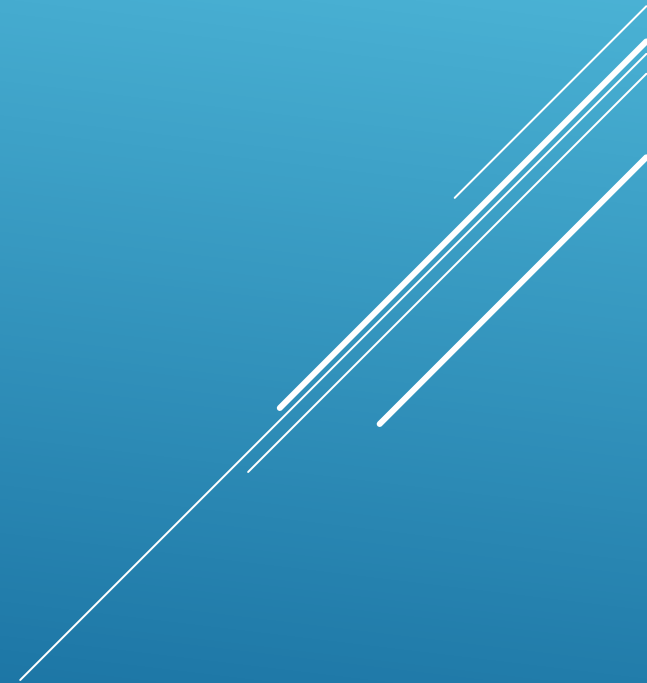
Garfield School District RE2

Fund Balance Projections FY2024 to FY2027

June 25, 2025

Description	Prior Year Actual June 30, 2024	Projected Thru June 30, 2025	Projection to June 30, 2026	Projected June 30, 2027
Beginning Fund Balance	21,312,954	22,448,837	20,380,718	18,527,368
Revenue	68,766,282	68,590,049	70,624,889	72,037,387
Expenditures	(65,330,399)	(69,458,168)	(71,278,239)	(74,129,368)
Net Revenue/(Expense) Before Transfers:	3,435,883	(868,119)	(653,350)	(2,091,981)
Transfers (Capital/Nutrition)**	(2,300,000)	(1,200,000)	(1,200,000)	(1,200,000)
Net Revenue/(Expense) After Transfers:	1,135,883	(2,068,119)	(1,853,350)	(3,291,981)
Projected Total Fund Balance Before Bd Reserve	22,448,837	20,380,718	18,527,368	15,235,387
Less Board Policy Restriction of Fund Balance/TABOR	(8,000,000)	(8,000,000)	(8,000,000)	(8,000,000)
Projected Unrestricted Fund Balance	14,448,837	12,380,718	10,527,368	7,235,387

Proposed Budget Adjustment Fiscal Year 2024-25



Reason for Adjustment

- The JCI contract timeframe has extended past expected
- Budget/cash impact on the fund is \$0, since payments to JCI are made from the Bank of America loan
- Payment occurred in June 2025, and was difficult to estimate or anticipate

Garfield School District RE2

Proposed Budget Adjustment

Fiscal Year 2024-2025

Capital Projects Fund			
	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY24-25 Budget
Beginning Fund Balance	2,601,071		2,601,071
Revenues:			
Property Tax	-		-
Specific Ownership	-		-
Other Local	-		-
State Share	-		-
Other State	-		-
Federal	-		-
	-		-
	1,200,000		1,200,000
Total Revenue	1,200,000		1,200,000
Total Available	3,801,071		3,801,071
Expenditures:			
Salaries	-		-
Benefits	-		-
Purchased Services	-		-
Supplies/Other	272,591		272,591
Debt service/Lease payments	-		-
Capital Outlay	2,221,409	551,957	2,773,366
Transfers out	-		-
Total expenditures	2,494,000		3,045,957
Change In Fund Balance	1,307,071		3,045,957
Ending Fund Balance	3,908,142		755,114


FY2025-26 Proposed Budget



Nutrition Fund

- No adjustments to the proposed budgets from May
- Revenue is expected to be mostly level, unless student count or law changes
- Payroll and other expenditures are within budget in the current year
- The proposed budget includes 2% for Salaries and 8% for benefits

Custodial/Grant Fund Proposed Budget Assumptions

- Federal Title Programs are mostly consistent with FY2024-25 allocations, based on information provided by CDE
 - Grant funds should also be able to absorb salary/benefits increases without adjustment
- 

Activity and Debt Service Funds Proposed Budget Assumptions

- Fiscal Year 2025-26 Revenue is being adjusted to match expenditures. Year-to-date, the Activity Fund is under the \$1.12 million budgeted
- Debt Service increases the closer to retirement it gets, so there is an increase in the FY2025-26 payment

Capital Projects Fund Proposed Budget Assumptions

- The Capital Projects Fund has around \$750,000 of budget for projects that will be completed in FY2025-26
- Added to the \$1.2 million transfer, total budget for FY2025-26 is \$1.95 million
- Any completed work for JCI will be included in the budget, when invoiced

Garfield School District RE2

Proposed Budget

Fiscal Year 2025-2026

	General Fund			Food Service Fund			Custodial/Grants Fund		
	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget
Beginning Fund Balance	22,448,837		20,250,723	458,205		670,783	-		-
Revenues:									
Property Tax	17,527,854	417,392	17,945,246			-			-
Specific Ownership	1,600,000	150,000	1,750,000			-			-
Other Local	2,353,203	(78,203)	2,275,000	425,000	(375,000)	50,000	225,000		225,000
State Share	41,811,440	1,943,203	43,754,643	-		-			-
Other State	4,132,052	(632,052)	3,500,000		650,000	650,000	-		-
Federal	1,378,685	21,315	1,400,000	1,862,609	(264,609)	1,598,000	1,680,000		1,680,000
	-		-	-		-			-
	-		-	-		-			-
Total Revenue	68,803,234	1,821,655	70,624,889	2,287,609	10,391	2,298,000	1,905,000	-	1,905,000
Total Available	91,252,071		90,875,612	2,745,814		2,968,783	1,905,000		1,905,000
Expenditures:									
Salaries	40,709,226	503,263	41,212,489	986,532	24,468	1,011,000	860,700		860,700
Benefits	15,099,793	1,033,187	16,132,980	333,499	69,501	403,000	348,100		348,100
Purchased Services	6,955,810	873,206	7,829,016	65,000	(40,500)	24,500	379,700		379,700
Supplies/Other	6,107,289	(323,693)	5,783,596	690,000	271,950	961,950	316,500		316,500
Debt service/Lease payments	929,231	(609,073)	320,158	-		-	-		-
Capital Outlay	-		-	-		-	-		-
Transfers out	1,200,000		1,200,000	-		-	-		-
Total expenditures	71,001,348	1,476,890	72,478,239	2,075,031	325,419	2,400,450	1,905,000	-	1,905,000
Change In Fund Balance	(2,198,114)		(1,853,350)	212,578		(102,450)	-		-
Ending Fund Balance	20,250,723		18,397,373	670,783		568,334	-		-


Garfield School District RE2

Proposed Budget

Fiscal Year 2025-2026

	Activity Fund			Debt Service Fund			Capital Projects Fund		
	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget	Approved FY24-25 Budget	FY24-25 Adjustments	Adjusted FY25-26 Budget
Beginning Fund Balance	622,219		541,589	11,353,097		11,353,097	2,601,071		3,908,142
Revenues:									
Property Tax			-	8,435,260	628,820	9,064,080	-		-
Specific Ownership			-	-		-	-		-
Other Local	1,039,370	80,630	1,120,000	-		-	-		-
State Share			-	-		-	-		-
Other State			-	-		-	-		-
Federal			-	-		-	-		-
			-	-		-	-		-
			-	-		-	1,200,000		1,200,000
Total Revenue	1,039,370		1,120,000	8,435,260		9,064,080	1,200,000		1,200,000
Total Available	1,661,589		1,661,589	19,788,357		20,417,177	3,801,071		5,108,142
Expenditures:									
Salaries	-		-	-		-	-		-
Benefits	-		-	-		-	-		-
Purchased Services	-		-	-		-	-		-
Supplies/Other	1,120,000		1,120,000		14,000	14,000	272,591	(217,591)	55,000
Debt service/Lease payments	-		-	8,435,260	628,820	9,064,080	-		-
Capital Outlay	-		-	-		-	2,221,409	(271,409)	1,950,000
Transfers out	-		-	-		-	-		-
Total expenditures	1,120,000	-	1,120,000	8,435,260	642,820	9,078,080	2,494,000		2,005,000
Change In Fund Balance	(80,630)		-	-		(14,000)	1,307,071		(805,000)
Ending Fund Balance	541,589		541,589	11,353,097		11,339,097	3,908,142		3,103,142

FY2025-26 Proposed Budget
And FY2024-25 Budget
Board Resolutions



SUPPLEMENTAL APPROPRIATION RESOLUTION

Be it resolved by the Board of Education of Garfield School District No. Re-2 in Garfield County, that the amounts shown in the following schedule be a supplemental appropriation to the Capital Projects Fund as specified in the January Revised Budget for the fiscal year beginning July 1, 2024 and ending June 30, 2025. The funds available in the Capital Projects Fund are sufficient to allow for this one-time expenditure

FUND	APPROPRIATION AMOUNT
Capital Projects Funds:	
Capital Reserve Capital Projects Fund	551,957
TOTAL SUPPLEMENTAL	551,957

Adpoted this 25th day of June 2025

President

Secretary

APPROPRIATION RESOLUTION

Be it resolved by the Board of Education of Garfield School District No. Re-2 in Garfield County, that the amounts shown in the following schedule be appropriated to each fund as specified in the January Revised Budget for the fiscal year beginning July 1, 2025 and ending June 30, 2026.

FUND	APPROPRIATION AMOUNT
General Fund	72,478,239
Special Revenue Funds:	
Food Service Special Revenue Fund	2,400,450
Governmental Designated-Purpose Grants Fund	1,905,000
Pupil Activity Special Fund Expenditures	1,120,000
Bond Redemption Fund	9,078,080
Capital Projects Funds:	
Capital Reserve Capital Projects Fund	2,005,000
TOTAL APPROPRIATION	88,986,769

Adopted this 25th day of June, 2025

President

Secretary

RESOLUTION

AUTHORIZING THE USE OF A PORTION OF BEGINNING FUND BALANCE AS AUTHORIZED BY COLORADO STATUTES

WHEREAS, C.R.S. 22-44-105 states that a budget, duly adopted pursuant to this article, shall not provide for expenditures, interfund transfers, or reserves, in excess of available revenues and beginning fund balance.

WHEREAS, the Board of Education may authorize the use of a portion of the beginning fund balance in the budget, stating the amount to be used, the purpose for which the expenditure is needed, and the district's plan to ensure that the use of the beginning fund balance will not lead to an ongoing deficit.

WHEREAS, the Board of Education has determined the beginning fund balances in the General Fund, Student Activity Fund, and Capital Projects Fund are sufficient to allow for the one-time expenditures and these actions will not lead to an ongoing deficit.

NOW, THEREFORE, BE IT RESOLVED:

IN ACCORDANCE with C.R.S. 22-44-105, the Board of Education authorizes the use of a portion of the FY2025-2026 beginning fund balance for the planned use of one time expenditures from the following funds and in the following amounts:

General Fund	1,853,350
Student Nutrition Fund	102,450
Bond Redemption/Debt Service Fund	14,000
Capital Projects Fund	805,000

BE IT FURTHER RESOLVED, the use of this portion of these beginning fund balances for the purpose/s set forth above will not lead to ongoing deficits in the funds.

Adopted this 25th day of June, 2025

Garfield School District No. Re-2

President

Secretary