



52585 Dequindre Road • Rochester, Michigan • 48307 • Phone: 248.726.3000 • Fax: 248.726.3105

MEMORANDUM

December 8, 2025

To: Nicholas A. Russo, Superintendent

From: Matthew McDaniel, Assistant Superintendent of Business Operations

Subject: **Amended General Fund Budget for the 2025-2026 Fiscal Year**

The following pages contain the Resolutions and changes by function for an amendment to the 2025-2026 General Fund budgets.

The General Fund budget revenue increased by \$7,917,682 due to an increase in state revenue. Expenditures increased \$5,296,211 related to significant changes to health insurance, retirement, and grant changes. The budget also forecasts current staffing levels. Because of these changes, projected ending fund balance is \$44,348,682.

The budget was reviewed in detail with members of the Superintendent's Business and Operations Committee on December 3, 2025. The budget will also be reviewed with the Board of Education prior to its adoption.

Based on this information, we recommend THAT the Rochester Board of Education adopt the following resolution for the General Fund.

**RESOLUTION FOR ADOPTION BY
THE BOARD OF EDUCATION
OF ROCHESTER COMMUNITY SCHOOLS
2025-2026 AMENDED BUDGET**

RESOLVED, that this resolution shall be the **GENERAL FUND** Appropriation Act of the Rochester Community Schools for the fiscal year 2025-2026: A resolution to make appropriations; and to provide for the disposition of all income received by Rochester Community Schools.

BE IT FURTHER RESOLVED, that the total revenues and unappropriated fund balance estimated to be available for appropriation in the **GENERAL FUND** of Rochester Community Schools for fiscal year 2025-2026 which includes 18.000 mills of ad valorem taxes to be levied on non-homestead property to be used for general operations be adopted as follows:

Revenues		
Local	\$	35,871,679
State		174,547,728
Federal		5,276,621
Other Financing Sources		<u>18,777,634</u>
Total Revenue		234,473,661
Fund Balance July 1, 2025	\$	48,306,737
Fund Balance Appropriated to Expenditures		<u>(6,579,526)</u>
Projected Fund Balance June 30, 2026		41,727,211
Fund Balance Appropriated to Expenditures		<u>(6,579,526)</u>
Total Appropriated for General Fund Expenditures	\$	<u><u>241,053,188</u></u>

BE IT FURTHER RESOLVED, that \$241,053,188 in the **General Fund** is hereby appropriated in the amounts and for

Expenditures		
INSTRUCTION:		
Basic Programs		104,931,406
Added Needs		33,613,476
Adult and Continuing Education		341,308
SUPPORT SERVICES:		
Pupil Support		26,222,146
Instructional Support		13,251,097
General Administration		1,375,088
School Administration		9,881,834
Business Support		2,441,569
Operations & Maintenance		19,876,472
Transportation		9,691,793
Central Support		9,062,554
Other Support		3,504,299
COMMUNITY SERVICES		3,533,475
BUILDING IMPROVEMENT SERVICES		75,000
PAYMENTS TO OTHER GOVERNMENTS		4,000
OTHER FINANCING USES:		
Loan Principal		618,574
Loan Interest		7,624
SBITAS		-
TRANSFERS:		
Transfer to Other Funds		<u>-</u>

Total Appropriated for General Fund

\$ 238,431,717

This appropriation is to become effective December 8, 2025

FURTHER RESOLVED, that no board of education member or employee of the school district shall expend any funds or obligate the expenditure of any funds except pursuant to appropriations made by the board of education and in keeping with the budgetary policy statement hitherto adopted by the board. Changes in the amount of appropriated by the board shall require approval of the board.

ROCHESTER COMMUNITY SCHOOLS
GENERAL FUND BUDGET
June 30, 2026

	2024-2025	2025-2026		
	Final	Initial		Amended
	Actuals	Budget	Adjustments	Budget
REVENUE:				
Local Revenue	\$ 33,712,357	\$ 34,176,663	\$ 1,695,016	\$ 35,871,679
State Revenue	175,257,775	169,705,925	4,841,803	174,547,728
Federal Revenue	5,504,660	5,636,077	(359,456)	5,276,621
Transfers In & Other Financing Sources	16,997,508	17,037,315	1,740,319	18,777,634
TOTAL REVENUE & OTHER SOURCES	231,472,300	226,555,980	7,917,682	234,473,661
EXPENDITURES:				
INSTRUCTION:				
Basic Programs	103,425,876	100,488,493	4,442,913	104,931,406
Added Needs	29,962,115	33,587,961	25,515	33,613,476
Adult and Continuing Education	212,314	327,110	14,198	341,308
TOTAL INSTRUCTION	133,600,305	134,403,565	4,482,626	138,886,190
SUPPORT SERVICES:				
Pupil Support	24,549,685	25,871,816	350,331	26,222,146
Instructional Staff Support	11,607,997	12,105,540	1,145,558	13,251,097
General Administration	2,190,011	1,334,259	40,829	1,375,088
School Administration	10,027,305	9,570,496	311,337	9,881,834
Business Support	2,482,056	2,540,971	(99,401)	2,441,569
Operations, Maintenance & Security	20,244,848	20,382,252	(505,780)	19,876,472
Pupil Transportation Services	9,696,411	9,512,994	178,799	9,691,793
Central Support	8,651,816	9,526,072	(463,518)	9,062,554
Other Support	3,295,805	3,295,960	208,339	3,504,299
TOTAL SUPPORT SERVICES	92,745,934	94,140,360	1,166,493	95,306,853
COMMUNITY SERVICES	3,262,208	3,555,268	(21,793)	3,533,475
BUILDING IMPROVEMENT SERVICES	740,163	406,115	(331,115)	75,000
PAYMENTS TO OTHER GOVERNMENTS	52,000	4,000	-	4,000
DEBT SERVICE	-	-	-	-
	4,054,371	3,965,383	(352,908)	3,612,475
OTHER FINANCING USES:				
Loan Principal	606,700	618,574	-	618,574
Interest on Debt	15,045	7,624	-	7,624
SBITA	-	-	-	-
Interfund Transfer	151,875	-	-	-
TOTAL OTHER USES	773,620	626,198	-	626,198
TOTAL EXPENDITURES & OTHER USES	231,174,230	233,135,506	5,296,211	238,431,717
EXCESS (SHORTAGE) REVENUES OVER EXPENDITURES	298,070	(6,579,526)		(3,958,055)
FUND BALANCE - BEGINNING OF YEAR	48,008,667	48,306,737		48,306,737
FUND BALANCE - END OF YEAR	\$ 48,306,737	\$ 41,727,211		\$ 44,348,682
FUND BALANCE AS PERCENT OF EXPENDITURES	20.90%	17.90%		18.60%