VALLEY VIEW

LOCAL SCHOOLS

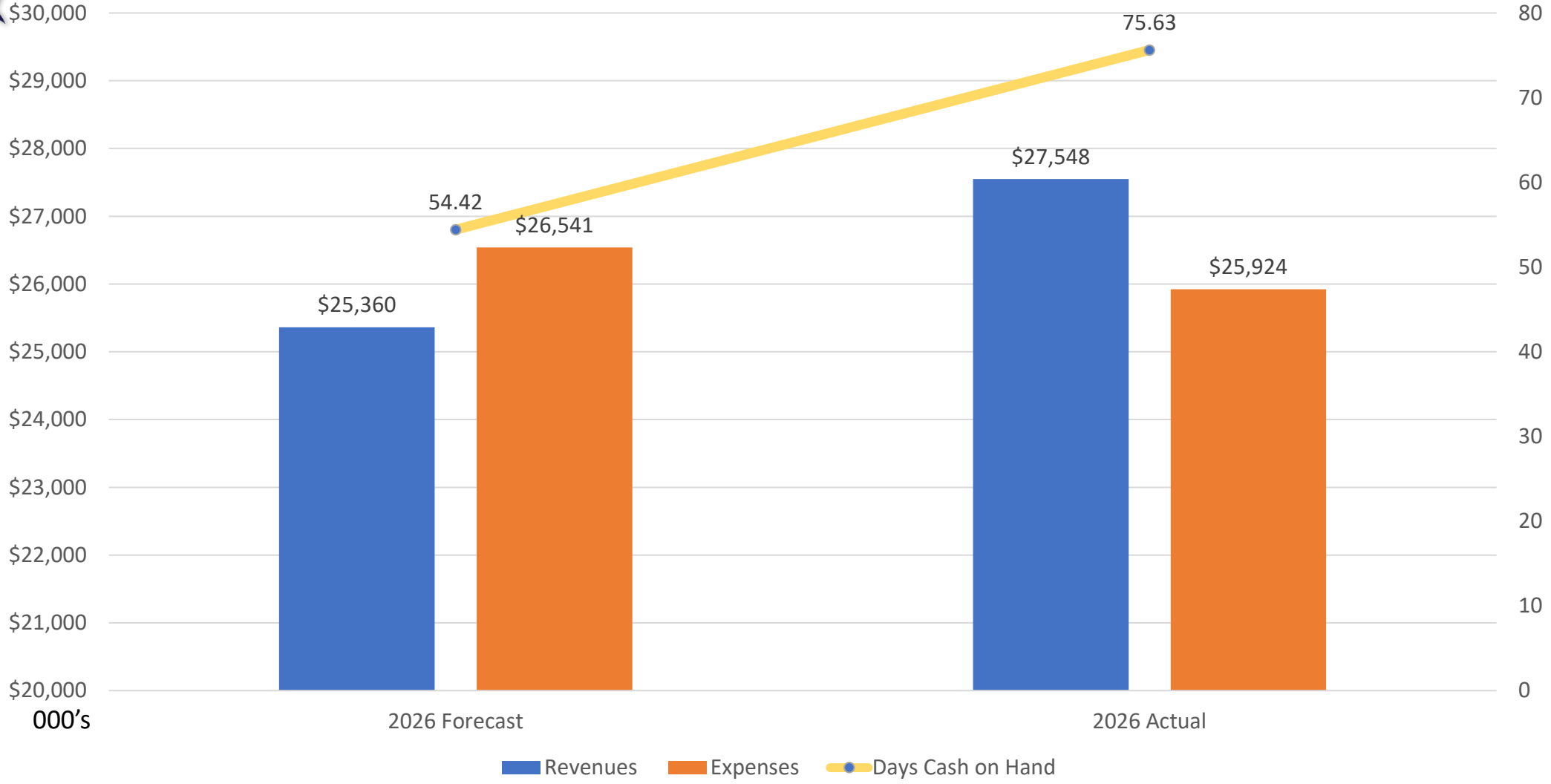
August 2026 Financial Forecast

Monday, August 10th, 2026

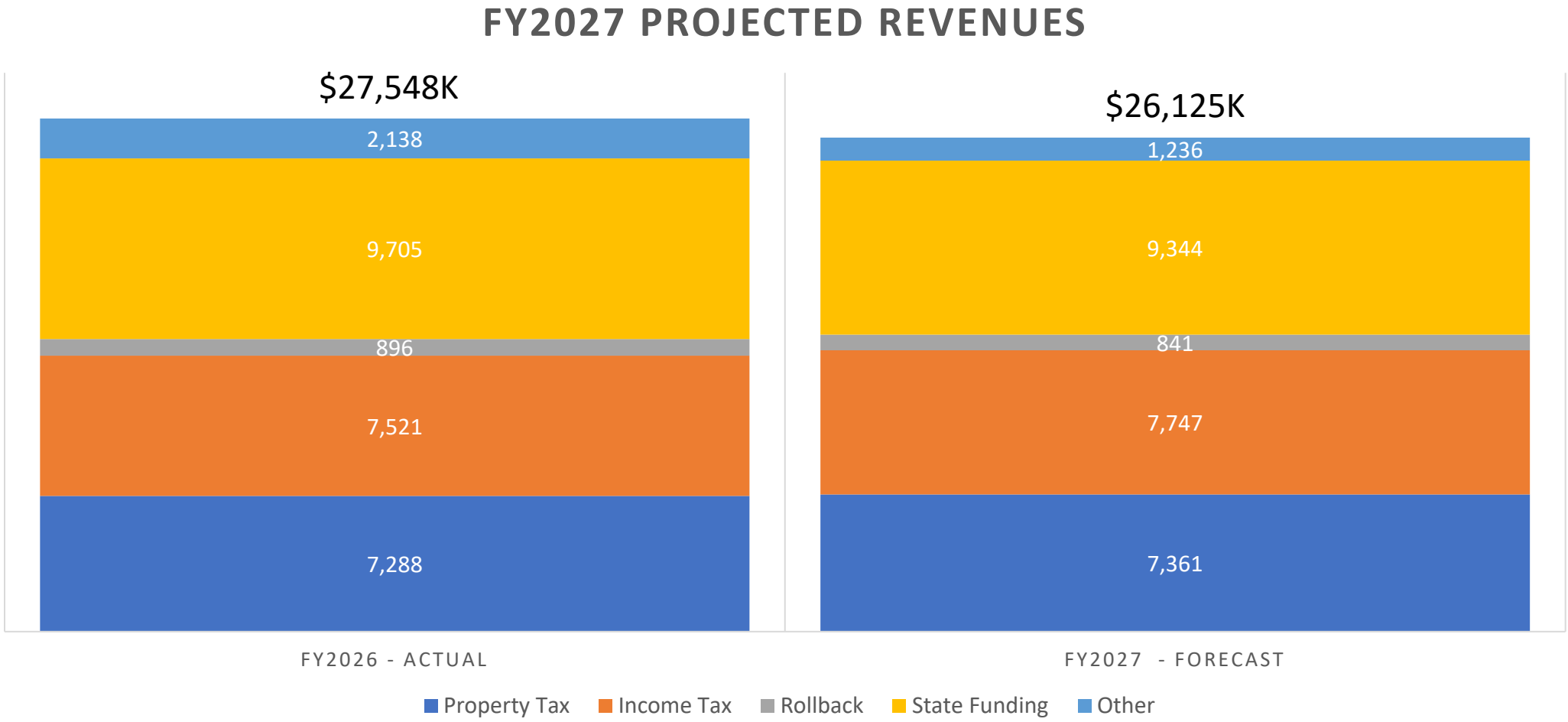
Presentation Topics

- FY2026 Results
- FY2027 Forecast
- Key Revenue Influences
- Key Expenditure Influences
- General Fund Cash Position
- Risks to the Forecast
- Looking Ahead

Fiscal Year 2026 Results



Revenues


FY2027 PROJECTED REVENUES
$27,548K
2,138
9,705
896
7,521
7,288
$26,125K
1,236
9,344
841
7,747
7,361
FY2026 - ACTUAL
FY2027 - FORECAST
Property Tax
Income Tax
Rollback
State Funding
Other

Key Revenue Influences

- Property Tax
  - 2026 Property Value Update – 15% increase in district values
  - Growth of Property Tax Revenue capped to GNP
- Income Tax
  - Income Tax was 27.3% of General Fund collections
  - Collections are projected to grow modestly
- State Funding
  - Local Capacity increased 9.4%
  - FY2027 – Valley View moves from formula funded to a State Guarantee

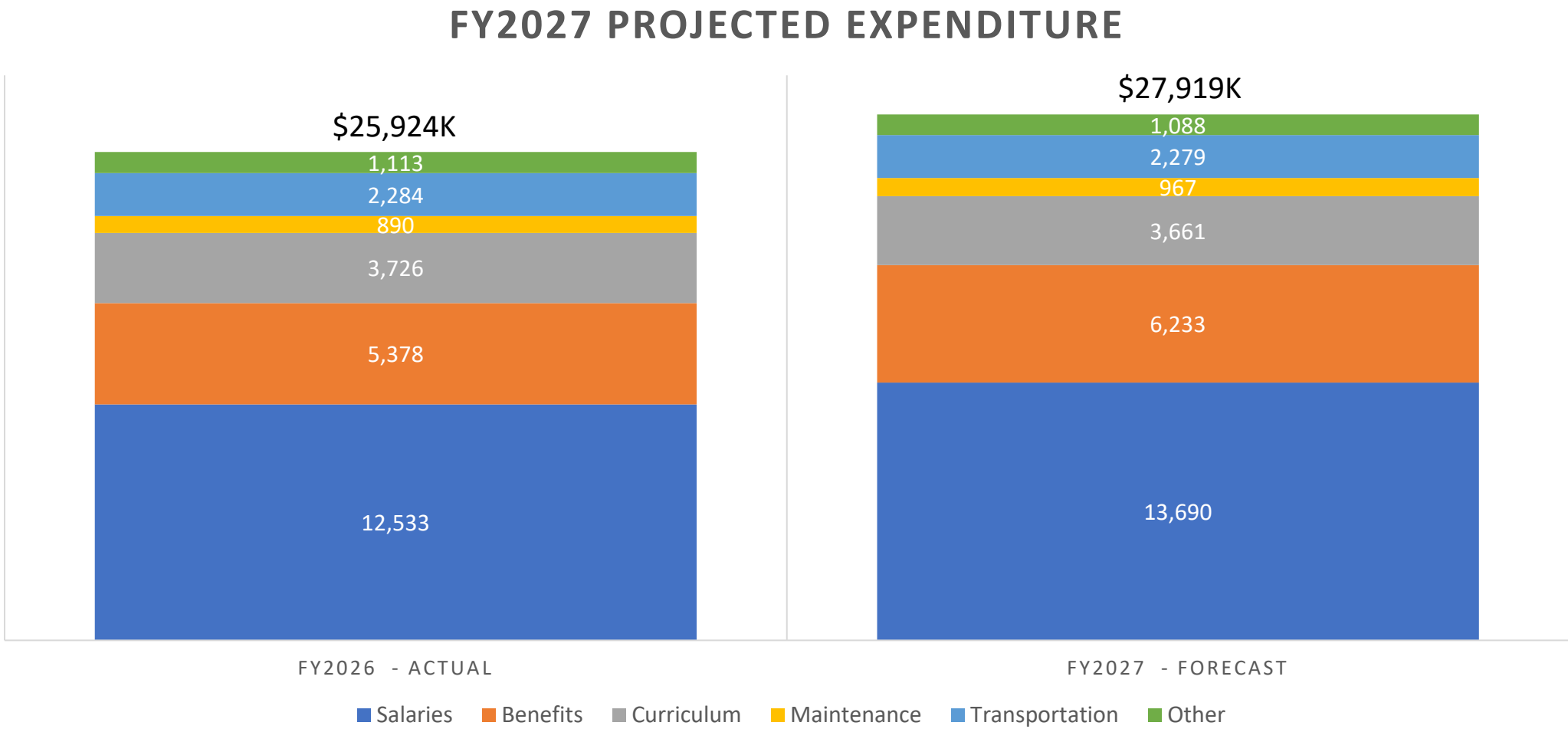
State Funding – What Changed

- Local Capacity – increased 9.4% from FY2026

	2024	2025	2026	2027
Local Capacity	$4,043.91	$4,487.98	$4,886.42	$5,346.91
% Change		11.0%	8.9%	9.4%

  - District Local Capacity has increased 32% since FY2024
- Formula expects Valley View to fund a greater share of its calculated cost
- Results in Valley View moving to a State Guarantee
  - Guarantee prevents Base Funding from falling below the FY2021 levels
- Offsetting Factors
  - Targeted Assistance – Increase 14%
  - Base Funding Supplement - $40 per student
  - Performance Supplement – Report Card Performance

Expenditures



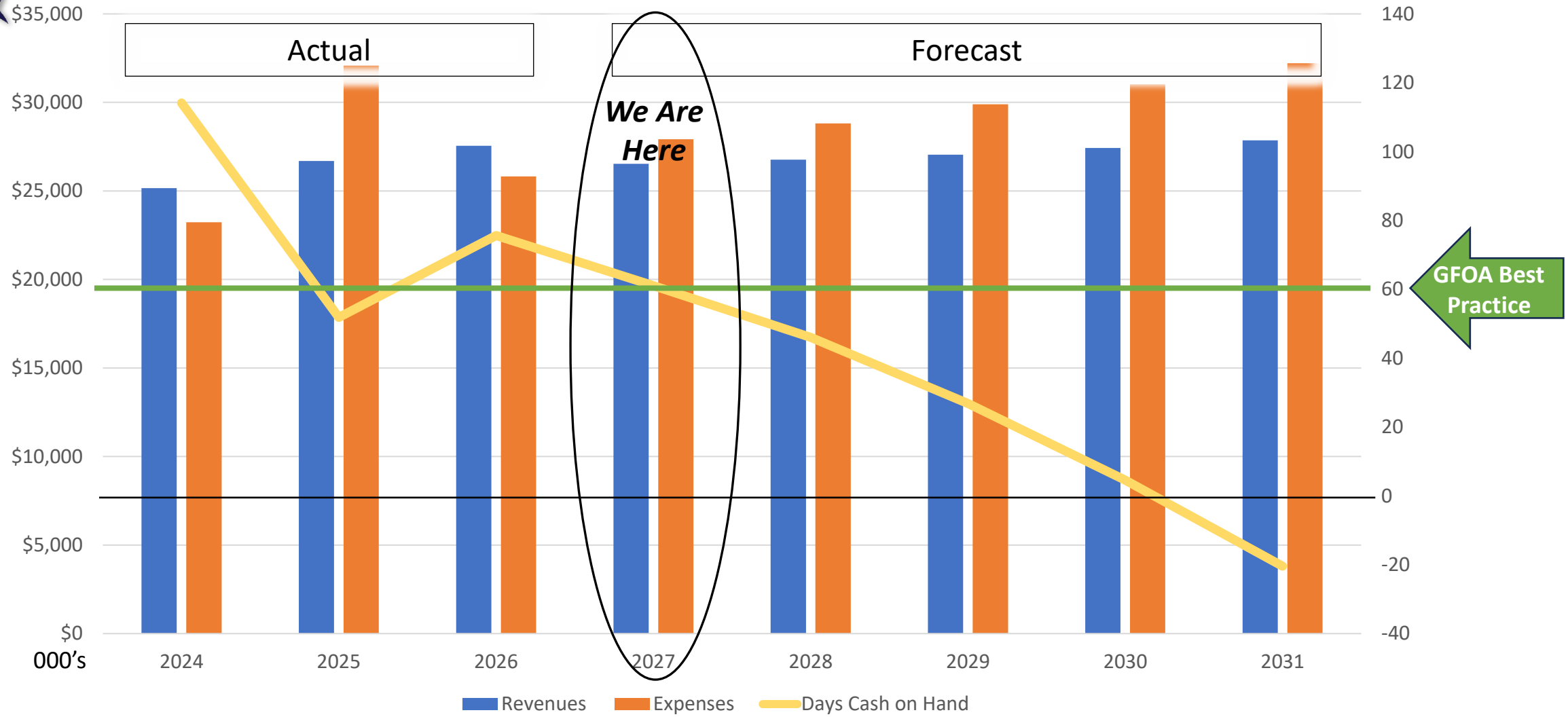
Key Expenditure Influences

- Personnel
  - Salaries & Benefits remain primary expenditure driver
- K-12 Facility
  - FY2026 Actual operating costs incorporated into FY2027 forecast
    - FY2026 first full year in new building
- Transportation – New 10 Year contract
  - Change from FY26-FY27 essentially flat
- Curriculum/Maintenance
  - Continue to invest in instructional and facility needs

Transportation Update

- Initial 10 Year First Student Contract concluded
  - Large budget line item
- Competitive “Request For Proposal” completed during FY2026
  - Four proposals received
  - Proposals reviewed by district evaluation team
- First Student submitted the best overall proposal
  - FY2027 costs essentially flat compared with FY2026
  - Modest annual increases thereafter
  - Enhanced technology and communication tools for staff and families

Forecast – General Fund Cash Position



What the Forecast is Telling us

- Valley View enters FY2027 in a Sound Financial Position
- FY2026 results were better than expected
- Recurring Expenditures are projected to grow faster than Recurring Revenues
- Current reserves provides a runway to thoughtfully address the structural imbalance
- Early action provides more options and greater flexibility

Key Risks & Unknowns

- Enrollment – Finalize August 31st
- Summer 2027 Collective Bargaining Changes
- Future State Budget
- Property Tax Legislation
  - Continued legislative and statewide efforts to significantly modify or eliminate property taxes
- Health Insurance & Benefit Costs

Looking Ahead

- Monitor FY2027 Actual Results
  - Should know more in November
- Continue Staffing and Expenditure Review
- Continue to Identify Operational Efficiencies Before Reductions Become Necessary
- Prepare for Bargaining
- Continue Long Term Planning

Budget Building Guiding Principles

- Valley View Understands the Increased Burden on Local Taxpayers
- Committed to Provide a Quality Education to Our Students
- Continuously Explore Cost Saving Opportunities
- Striving to Extend Days Cash On Hand