

BUDGET UPDATE

October 1, 2026

\$10.3M

measurable savings from
2024-2025 to 2025-2026

Art Martin, Interim CFO | Karla Stastny, Director of Budget

Objectives

01

CHALLENGES

What is putting pressure on the district's financial model?

02

STRATEGIES & ACTIONS

How are resources being aligned and spending controlled?

03

RESULTS

What measurable impact has the work produced?

01

PART ONE

Challenges

The district is managing intersecting enrollment and staffing, operating costs, and capital needs

Budget Constraints

Challenge #1



Declining Enrollment and Staffing Alignment

Fewer students reduce enrollment based revenue. Staffing levels must align with enrollment and program needs

Challenge #2



Operating Costs and Campus Utilization

Utilities, transportation, insurance, technology, and facilities continue to rise. Underused facilities increase cost per student.

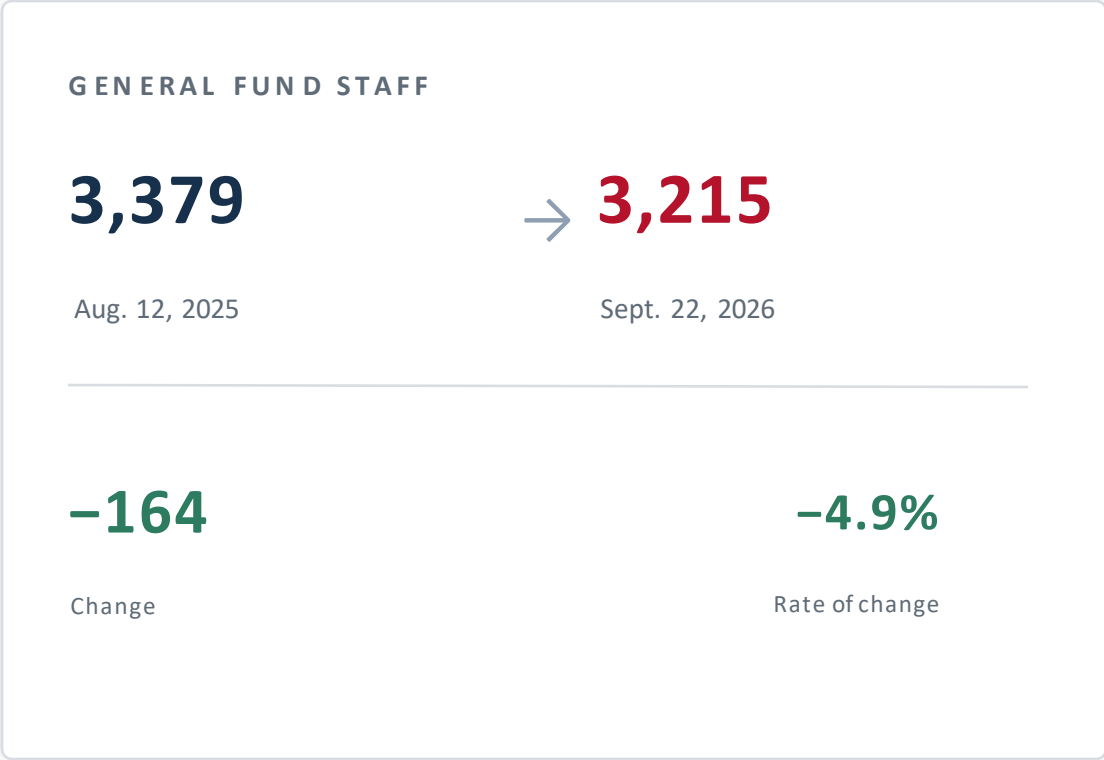
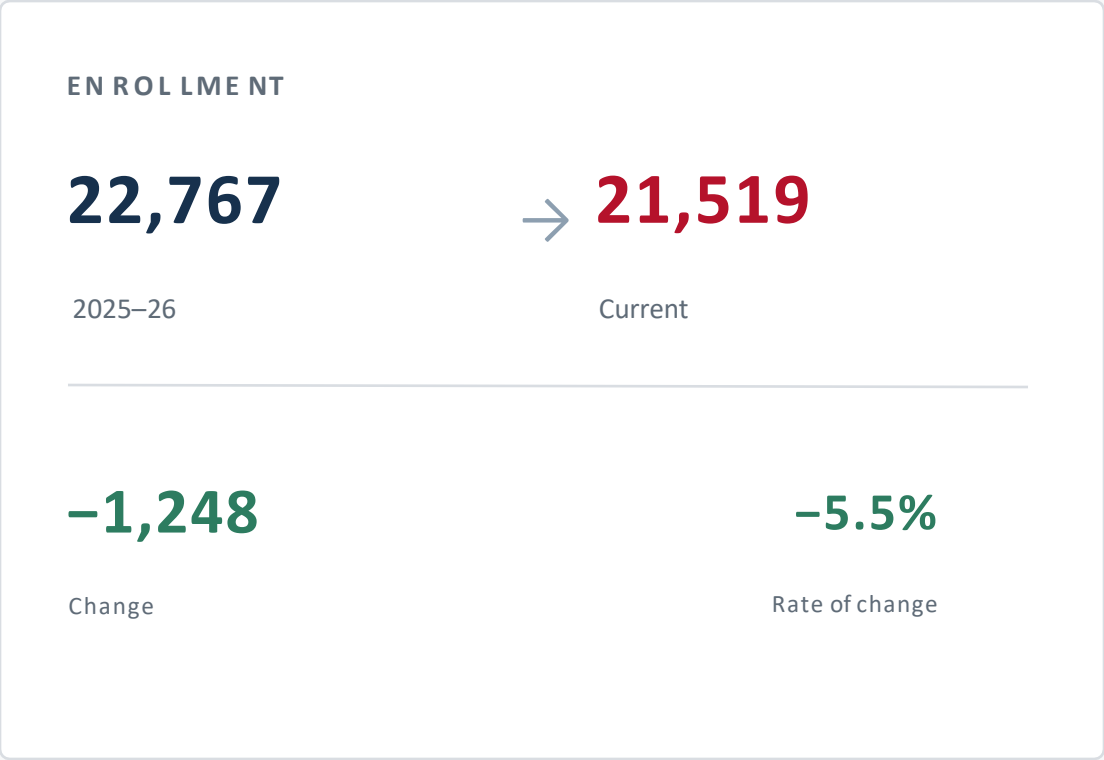
Challenge #3



Deferred Capital Needs

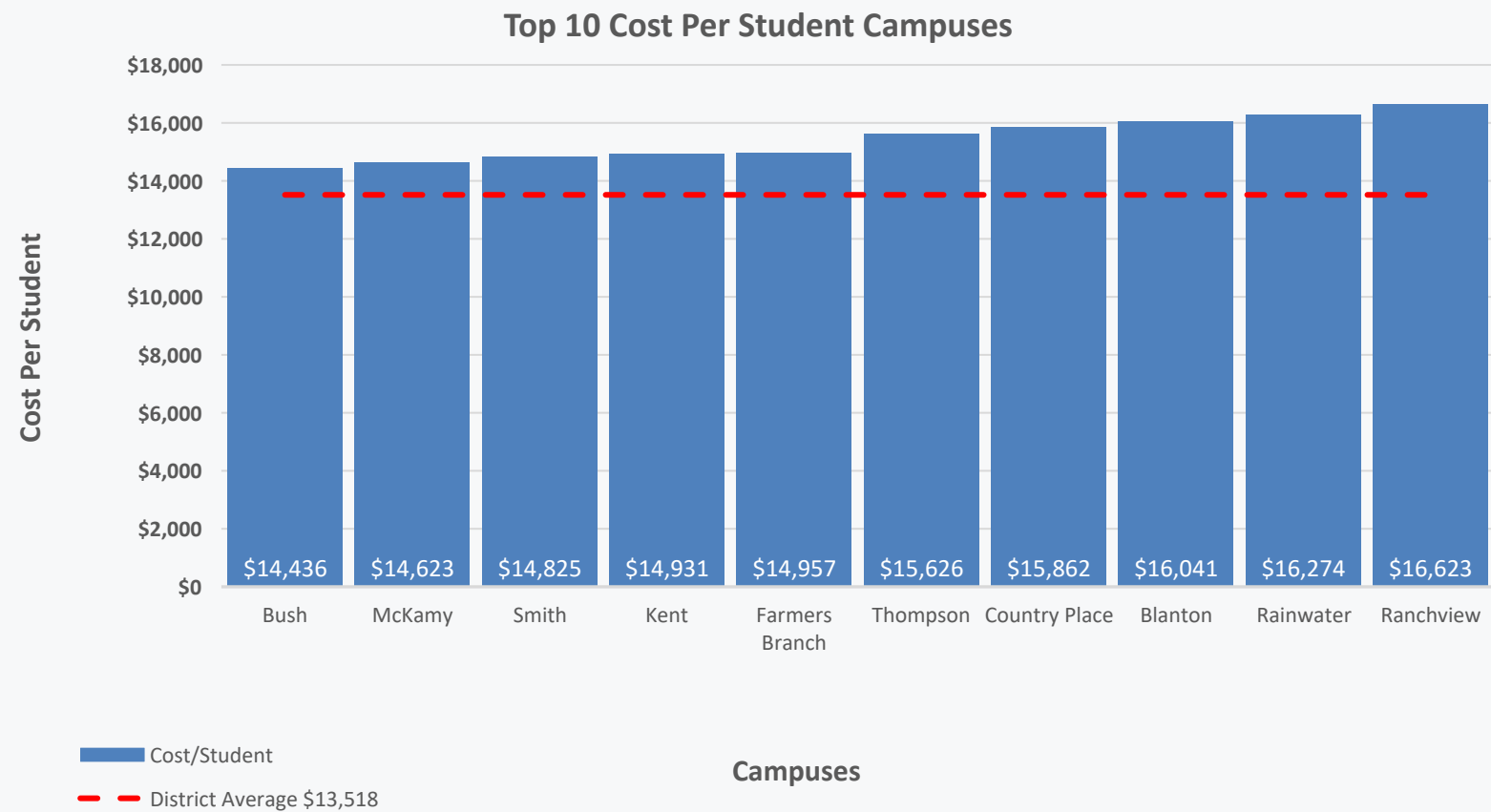
Limited resources can delay repairs and equipment or technology replacements

Challenge #1-Enrollment and Staffing Alignment



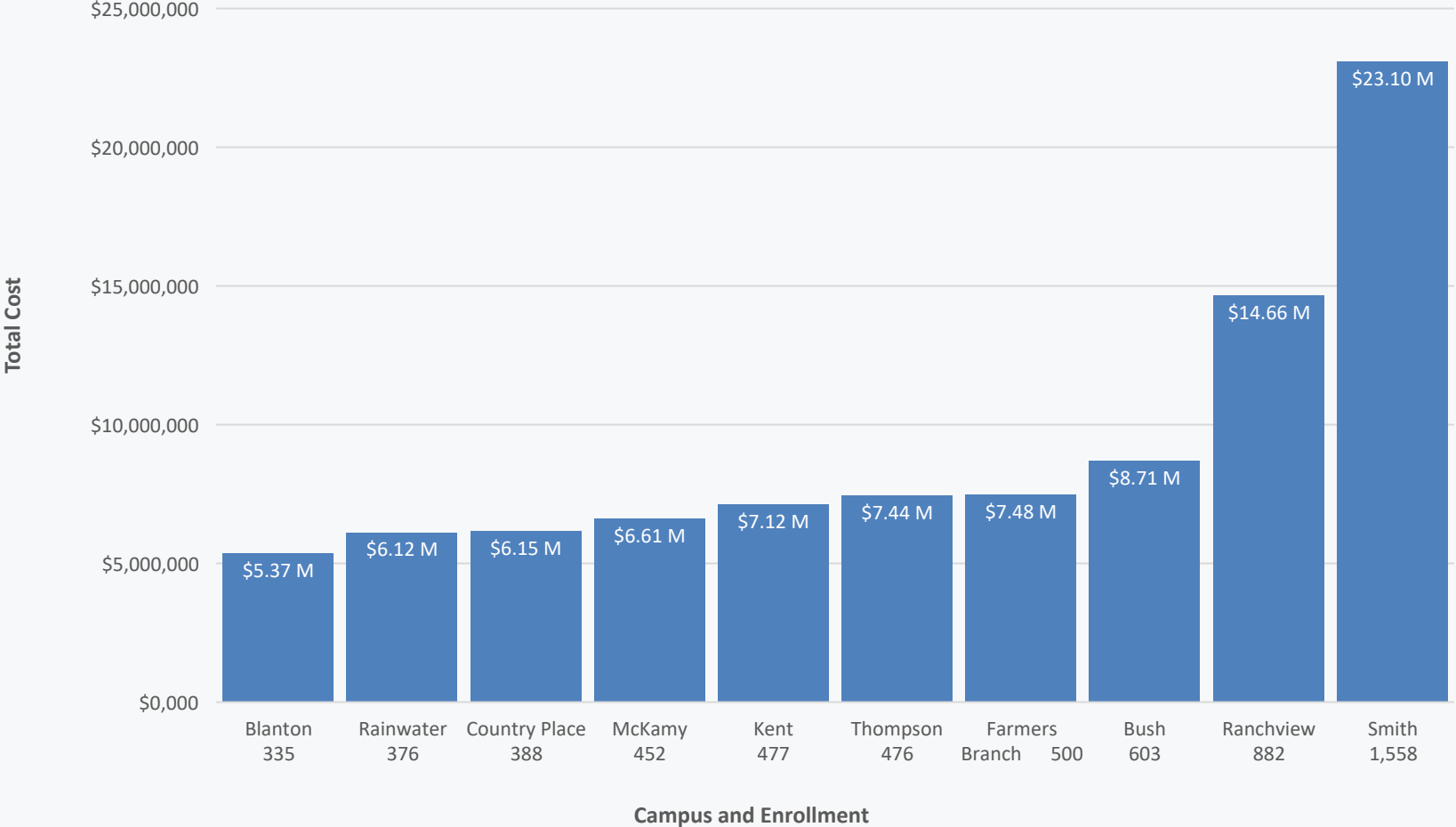
Key takeaway: staffing reductions are substantial, but enrollment is declining slightly faster than staffing.

Challenge #2-Operating Costs and Campus Utilization



Combined Expenditures for the 10 Highest Cost-Per-Student Campuses

Expenses shown are preliminary and unaudited



Challenge #3-Deferred Capital Needs

- Technology for Staff and Students
- Maintenance Equipment and Building Systems
- Security Equipment
- Transportation
- Athletic Equipment

Budget Constraint Summary

Declining Enrollment

Fewer Students reduces enrollment based revenue

Campuses at Low capacity

Underutilized facilities increases the cost per student

Staffing Levels Exceed Enrollment needs

As enrollment declines, current staffing levels no longer align with program needs

Rising Operating Costs

Inflation, utilities, transportation, insurance, technology, and facility costs continue to rise

Deferred Capital Needs

Limited resources may delay facility repairs, equipment and technology replacement

02

PART TWO

Strategies and actions

A deliberate, districtwide approach focused on structural alignment and spending discipline.

Budget Reduction Strategies

1

Priority Based Budgeting

Resources aligned to district priorities

2

Analyzing All Spending

Review all requisitions, utilize alternative funding

3

Right-size staffing

Align staffing with enrollment and operational needs, monitor recurring overtime

4

Consolidation of Schools

Consolidation of four campuses

5

Enhancing Systems and Processes

Improve efficiency, strengthen controls, and streamline workflows

03

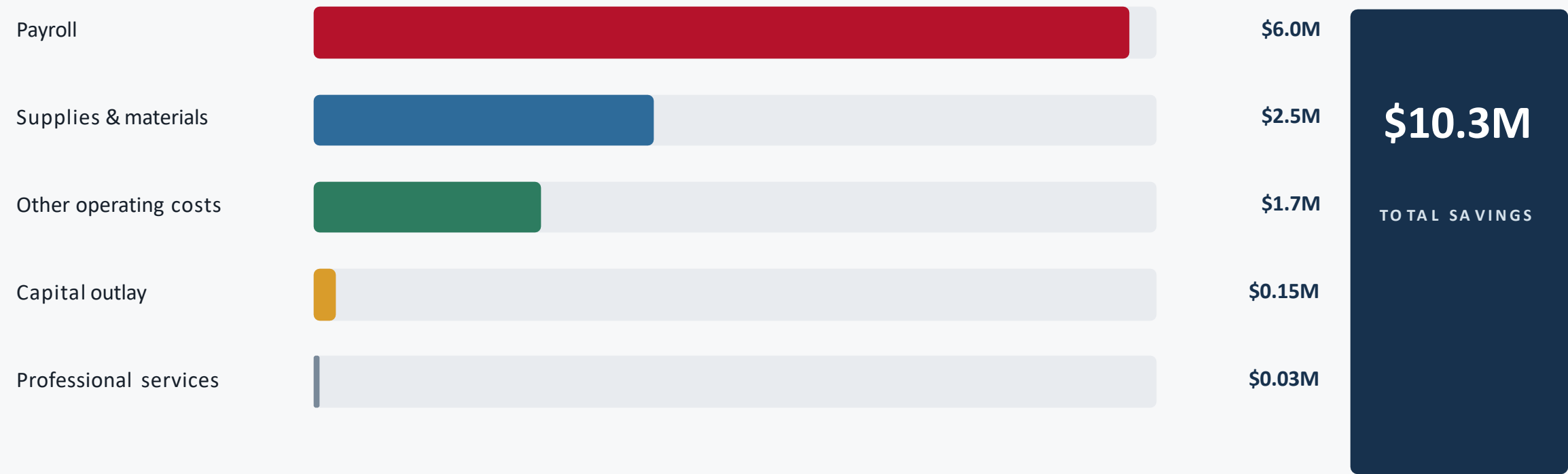
PART THREE

Results

The strategy is producing measurable savings while the district continues to strengthen its financial position.

Measuring the impact

Year-over-year General Fund spending decreased by \$10.3 million.



\$302.4M

2024–25 spending



\$292.1M

2025–26 spending

Payroll accounts for 58% of total savings.

What comes next?

Maintain momentum, confirm results, and continue disciplined stewardship.

