Attachment 10.9

BOARD ACTION REQUEST FORM (BAR)
FENTON AREA PUBLIC SCHOOLS
June 2, 2026

ITEM: Motion to Approve Preliminary Budget for 2026-27

AGENDA LOCATION: Action item

ADMINISTRATOR SUBMITTING ITEM: Dr. Douglas M. Busch

BACKGROUND INFORMATION: This board resolution requests approval for the 2026-27 General Fund Budget . A memo outlining revenues and expenditure factors is attached. The 2026-27 budget will have a traditional amendment in November, 2026.

Note: As of May 29, 2026, the State School Aid bill has not been finalized by the legislature. The district will amend this budget following the completion of the State School Aid Bill and final Fall 2026 pupil count. A cash flow analysis has been completed and there is no need for borrowing due to State Aid timing shortfalls. This marks the eighth year in a row the district has not had to borrow for cash flow purposes.

POLICY REFERENCE NUMBER: None

ATTACHMENTS: 2026-27 Preliminary General Fund Budget

RECOMMENDED ACTION: I resolve that the Fenton Area Public Schools Board of Education approve the 2026-27 preliminary general fund operating budget as presented with the following revenues and expenditures:

Total Revenues of:	$42,591,751
Total Expenditures of:	$42,578,715
Surplus / (Deficit):	$13,036
Projected Fund Balance as of June 30, 2027:	$9,933,291
Fund Balance as a Percentage of Expense:	23.32%
Fund Balance as a Percentage of Revenue:	23.33%

Fenton Area Public Schools

To: Fenton Area Public Schools Board of Education

From: Dr. Douglas M. Busch-Superintendent

Date: June 2, 2026

Re: Preliminary Budget 2026-27 School Year

Factors impacting the 2026-27 budget are listed below.

Revenue

- Increase of $250 per pupil for 2026-27 based on the Executive and Senate preliminary budget and information from the May 2026 Consensus Revenue Estimating Conference (CREC).
- MPSERS offset payments retained.
- Carryover of 31a at State funded At Risk grant funding.
- Carryover of school safety grants.
- Projected decrease of 45 students from Fall 2025 to Fall 2026.
- Retention of $38,088 in State Aid Early Literacy Funds
- Retention of $160,00 in State Aid Transportation Assistance
- Current levels of funding for major grants such as Federal Special Education, Title I and State At Risk Programs.

Expense

- Curriculum budget retained for new adoptions.
- Reduction of three teaching staff by attrition.
- Bargained increase of one step and two total percent for teaching staff.
- Increase of two percent for support and administrative staff.
- Increased insurance costs for staff, property and liability.
- No state aid borrowing interest costs.

2026-27 General Fund Budget Summary				
Revenue				
Totals for Major Class 100	Local 1xx	8,274,055		
Totals for Major Class 200	Local Grant 2xx	61,904		
Totals for Major Class 300	State Revenue 3xx	30,405,581		
Totals for Major Class 400	Federal Revenue 4xx	1,452,665		
Totals for Major Class 500	Intra District 5xx	2,316,846		
Totals for Major Class 600	Transfers 6xx	80,700		
Total		**42,591,751**		
Expense				
Totals for Function 100	Instruction 1xx	26,278,743		
Totals for Function 210	Other Support Services 2xx	15,545,607		
Totals for Function 300	Community Service 3xx	49,605		
Totals for Function 400	Transfers 4xx	635,999		
Totals for Function 500	Issuance Cost 5xx	68,760		
Totals for Function 600	Fund Modification 6xx	0		
Total		**42,578,715**		
Surplus / (Deficit)		13,036		
Fund Balance		9,920,255		
Projected Fund Balance as of 6.30.2027		9,933,291		
Fund Balance as a % of Revenue		23.32%		
Fund Balance as a % of Expense		23.33%		