2025-26 Initial Budget
Northville Public Schools

Budget Hearing
June 24, 2025

2025-26 Budget

Millage Rates & Local Operating Revenue

2026 Tax Year - Property Tax Millage Rates

Non-PRE (Non-Primary Residence Exemption*) – General Operating

- 18 mills assessed on non-PRE property
  - *Note: 2024 millage rate permanently reduced from 18.9961 mills in 2024 Tax Year to 18.4699 in 2025 Tax Year due to Headlee millage reduction fraction. Statutory maximum levy is 18 mills. (Note: Operating Millage expires on 12/31/2026)*
- 6 mills assessed on commercial personal property

All properties

- 6.00 mills for State Education Tax (SET)
- 1.9812 mills for Enhancement Millage
- **3.40 mills for Debt Fund (unchanged from the 2024 Tax Year)**
- 0.9240 mill for Sinking Fund (reduced from 0.9357 due to Headlee)

* Also known as non-homestead property

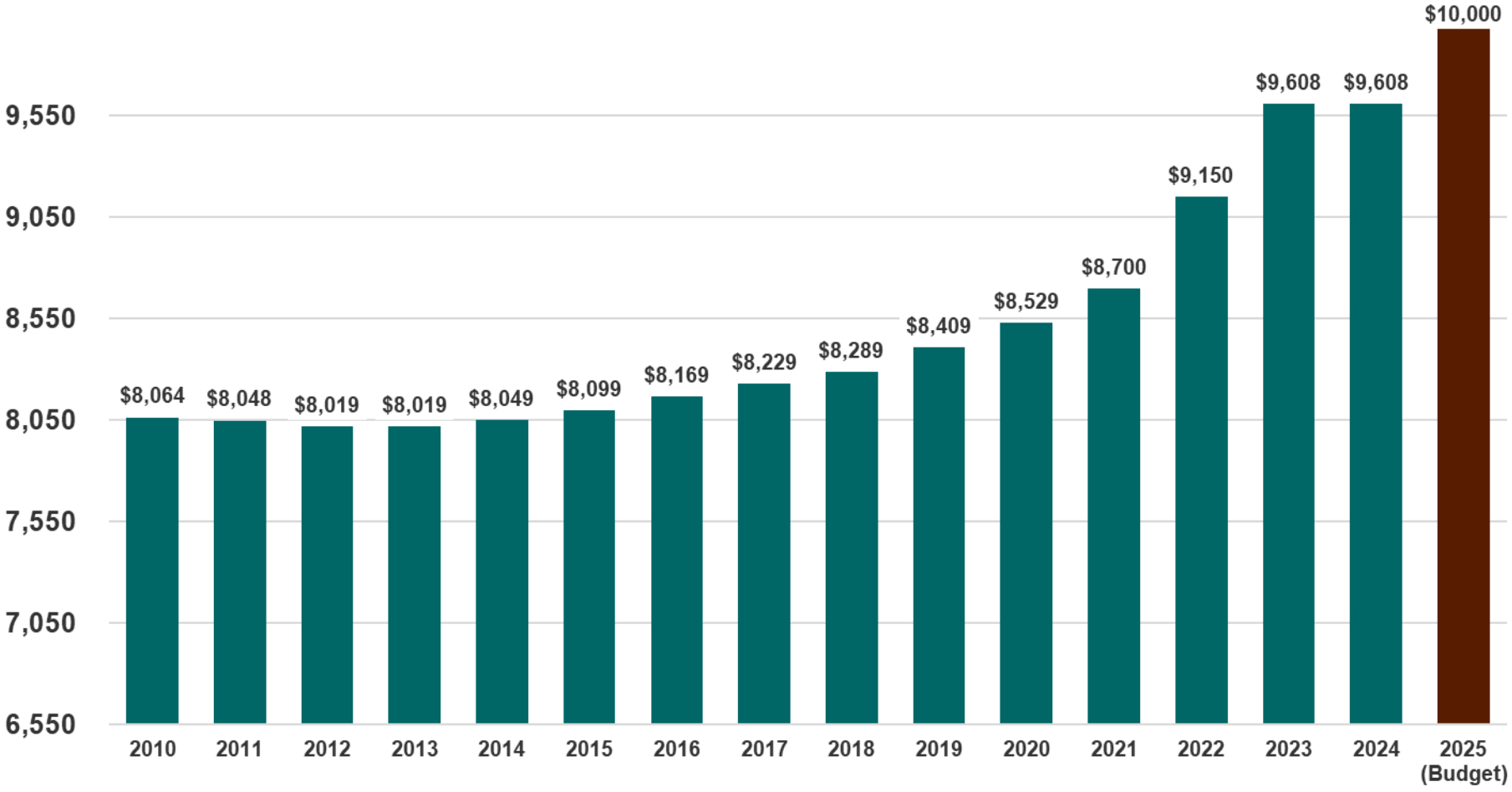
2025-26 Debt Service (2025 Tax Year)

Debt	Debt Service FY2026		Expires after Tax Year:
	Principal	Interest	
2018 School Building and Site Bonds, Series I	$2,550,000	$255,000	2026
2019 School Building and Site Bonds, Series II	$1,955,000	$2,241,000	2042
2020 School Building and Site Bonds, Series III	$1,060,000	$819,800	2042
2023 School Building and Site Bonds, Series I	$2,575,000	$2,777,450	2044
TOTAL	$8,140,000	$6,093,250	

2025-26 Budget

State Aid &
One-Time Supplemental Revenue

Foundation Allowance - $/Pupil



2025-26 ORS Rate Changes

General Fund 25/26 ORS Rates	2024-25 Current	2025-26 Proposed	Change	
Pension Normal	9.15%	10.87%	1.72%	
Pension UAAL	20.96%	15.21%	-5.75%	
Health Normal	1.25%	3.83%	2.58%	
Health UAAL	0.00%	0.00%		
	31.36%	29.91%	-1.45%	
MPSERS 147a(4)	-5.75%	-	5.75%	
	25.61%	29.91%	4.30%	Budget Hit
Stabilization UAAL	10.58%	15.02%	4.44%	Budget Neutral

- The loss of 147a(7) revenue is a 4.3% hit even after accounting for ORS rate changes. ($316 per pupil)

One Time Federal & State Revenue

	2021-22	2022-23	2023-24	2024-25	2025-26		Total
- State: SAF Equalization (11r(4))	$ 2,529,572	$ 286,750		$ -	$ -		$ 2,816,322
- State: Innovative Summer Programs (sec. 23b(2)d)	29,544	38,024		-	-		67,568
- Federal: Coronavirus Relief Funds (sec. 11p)	-			-	-		-
- Federal: MAISA MiConnect	23,750			-	-		23,750
- Federal: District COVID Costs (sec. 103(2))	-			-	-		-
- Federal: ESSER I	32,545			-	-		32,545
- Federal: ESSER II	-	475,455		-	-		475,455
- Federal: Learning Loss (sec 98c / ESSER II)	-	341,449		-	-		341,449
- Federal: ESSER III	606,472	462,091		-	-		1,068,563
- Federal: ESSER III Equalization (sec. 11t)	332,204	2,312,047	3,349,734	932,811	-	a/	6,926,796
- Federal: Summer School (sec. 23b(2a)	201,427	88,933		-	-		290,360
- Federal: Credit Recovery (23b(2b))	81,765	65,895		-	-		147,660
- Federal: Before/After School (23b(2c))	13,416	-	-	-	-		13,416
- Federal: Summer Bonus (23(c))	11,600			-	-		11,600
Total One-Time	3,862,295	$ 4,070,644	$ 3,349,734	$ 932,811	$ -		$ 12,215,484

2025-26 Budget

Enrollment

2025-26 Enrollment Projections (Gen Ed) *

Level	Standard Deviation		
	1.00	1.50	2.00
High	6,932	6,944	6,952
Most Likely	6,847	6,844	6,847
Low	6,766	6,746	6,744

2024-25 Actual = 6,823

2025-26 Fall Proposed Budget = 6,844

** Prepared by: Stanfred Consultants*

2025-26 Blended Enrollment

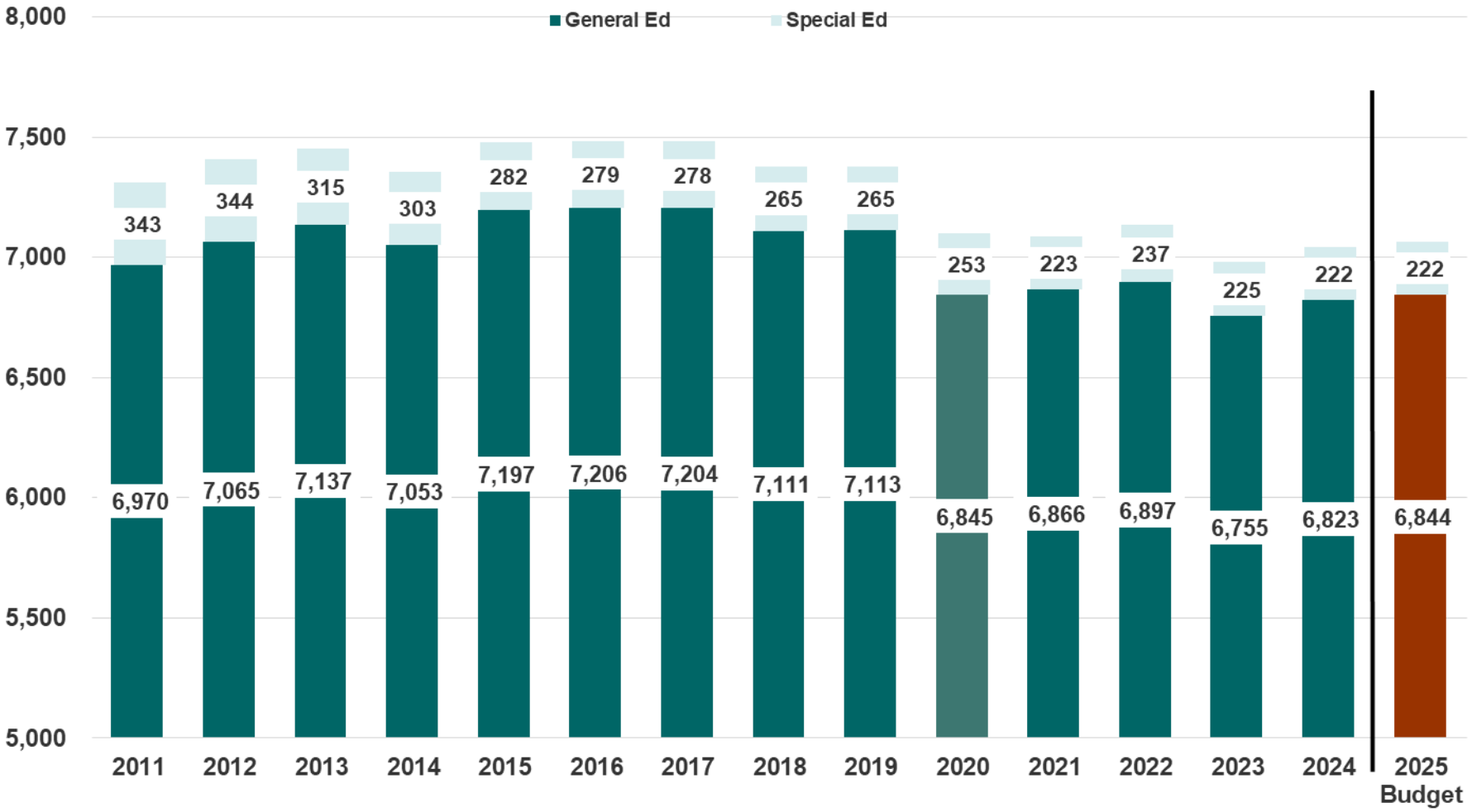
2023-24 Actual		Gen Ed			Spec Ed		
Spring 2023	10%	6,861.84	690.3	10%	235.86	23.6	713.9
Fall 2023	90%	**6,897.34**	6,079.5	90%	224.79	202.3	6,281.8
2023-24 Actual			**6,769.8**			**225.9**	**6,995.7**

2024-25 Final Budget Amendment		Gen Ed			Spec Ed		
Spring 2024	10%	6,902.64	677.7	10%	226.05	22.6	700.3
Fall 2024	90%	**6,755.75**	6,140.1	90%	221.69	199.5	6,339.6
2024-25 Final Budget			**6,817.8**			**222.1**	**7,040.0**

2025-26 Initial Budget Amendment		Gen Ed			Spec Ed		
Spring 2025	10%	6,902.64	690.3	10%	226.05	22.6	712.9
Fall 2025 (Budgeted)	90%	**6,837.50**	6,153.8	90%	221.69	199.5	6,353.3
2025-26 Initial Budget			**6,844.0**			**222.1**	**7,066.1**

2025-26 Initial Budget O/(U) 2023-24 Final Budget Amendment			**26.2**			**-**	**26.2**

Fall Enrollment Trend (FTE)



2025-26 Budget

General Fund

Explanation of Change from 2024-25 Final Budget Amendment

2025-26 Revenue Changes (General Fund)

	2025-26 Initial Budget Over / (Under) 2024-25 Final Amendment	
Revenue Changes		
• Property Taxes	$ 580,000	• 5.4% increase in Property Tax Revenue
• Other Local Revenue	(340,000)	• Decrease in Investment Income
• Foundation Allowance	2,419,680	• Increase of $392/pupil - from $9,608 to $10,000 Increase of (24) FTE - from 7040 to 7064
• MPSERS 147a(4)	(2,979,407)	• Loss of one time funding
• ESSER 3 11t	(932,812)	• End of COVI Funding
• Sale of Fixed Assets	(50,000)	
Total Revenue Changes	**$ (1,302,539)**	

2025-26 Salary & Benefit Changes (General Fund)

	2025-26 Initial Budget Over / (Under) 2024-25 Final Amendment	
• **Salary & Benefit Changes**		
- Contractual Wages & Salary	$ 1,685,763	• Includes MPSERS and FICA
- Other Benefit Changes:		
a) Medical/Dental	224,649	• 3% 'Hard Cap' increase
b) Other Benefits	(42,438)	• Loss of 27K Grant
b) MPSERS Cost Savings	(938,713)	• 1.45% Rate Reduction
b) MPSERS	(14,804)	
	$ 914,457	

2025-26 Non-Personnel Changes (General Fund)

	2025-26 Initial Budget Over / (Under) 2024-25 Final Amendment	
• **Purchased Services**		
- Contracted Transportation	300,000	• Contract increase
- Contracted Transportation ACT 18	40,000	• Budget Adjustment Projection
- Contracted Custodial	150,000	• Contract increase
- All Other	(5,906)	
	$ 484,094	
• **Supplies / Utilities**		
- Utility Cost Increases	$ 64,000	
- All Other	16,307	
	$ 80,307	
• **Other**		
- Capital Outlay		
- All Other	200,000	• Cooke (RESA funded)
Total Expenditure Changes	**$ 1,678,858**	

2025-26 General Fund Budget (by Object)

General Fund Budget	2023-24 Actual	2024-25 Final Budget Amendment	2025-26 Initial Budget	2025-26 Initial Budget O/(U) : 2023-24 Actual	2025-26 Initial Budget O/(U) : 2024-25 Final Budget
Total Revenues (Incl. Net Transfers)	**$ 101,520,689**	**$ 100,408,092**	**$ 99,105,553**	**$ (2,415,136)**	**$ (1,302,539)**
Expenditures					
Salaries & Wages	$ 43,877,841	$ 47,068,547	$ 48,754,310	$ 4,876,469	$ 1,685,763
Benefits	33,291,719	31,442,124	30,670,818	(2,620,901)	(771,306)
Purchased Services	12,723,466	14,850,812	15,334,906	2,611,440	484,094
Supplies & Materials	5,320,267	5,791,054	5,871,361	551,094	80,307
Capital Outlays	1,724,811	1,221,083	1,421,083	(303,728)	200,000
All Other Expenditures	534,110	788,476	788,476	254,366	-
Total Expenditures	**$ 97,472,215**	**$ 101,162,096**	**$ 102,840,954**	**$ 5,368,739**	**$ 1,678,858**
Surplus / (Deficit)	$ 4,048,475	$ (754,004)	$ (3,735,401)	$ (7,783,876)	$ (2,981,397)
Fund Balance - Beginning of year	$ 29,064,570	$ 33,113,045	$ 32,359,041		
Fund Balance - End of year	$ 33,113,045	$ 32,359,041	$ 28,623,640		
Fund Balance - Pct. Of Revenue	33.97%	31.99%	27.83%		

2025-26 General Fund Budget (by Function)

	Function Code	2024-25 Final Amendment	2025-26 Initial Budget	%of Spending	Salaries	Benefits	Purchased Services	Supplies & Materials	Capital Outlays	All Other Expenditures
REVENUE										
LOCAL	1xx	$ 14,363,474	$ 14,603,474							
STATE	3xx	76,658,559	76,098,832							
FEDERAL	4xx	3,038,513	2,105,701							
INTERDISTRICT	5xx	5,642,546	5,592,546							
OPERATING TRANSFRS	6xx	705,000	705,000		Spending on Student Instruction =			73.5%		
TOTAL REVENUE		$ 100,408,092	$ 99,105,553							
EXPENSE										
INSTRUCTION										
BASIC PROGRAMS	11x	$ 51,763,785	$ 52,359,933		$30,263,591	$18,649,937	$1,805,249	$1,295,597	$52,334	$293,225
ADDED NEEDS	12x	10,533,767	10,625,602		6,089,117	4,009,961	397,100	48,596	828	80,000
SUBTOTAL		$ 62,297,552	$ 62,985,535	61.2%	$36,352,708	$22,659,898	$2,202,349	$1,344,193	$53,162	$373,225
SUPPORT SERVICES										
PUPIL SERVICES	21x	7,543,189	7,534,834	7.3%	4,086,739	2,757,535	359,080	328,092	3,388	-
INSTRUCTIONAL SERVICES	22x	5,018,000	5,094,471	5.0%	1,618,603	961,586	1,727,901	743,879	11,695	30,807
GENERAL ADMINISTRATION	23x	1,058,430	1,064,059	1.0%	405,965	220,225	348,305	19,080	52,521	17,963
SCHOOL ADMINISTRATION	24x	4,985,257	5,053,752	4.9%	3,003,261	1,869,930	114,818	46,118	7,500	12,125
BUSINESS SERVICES	25x	1,155,465	1,272,195	1.2%	631,244	347,293	84,345	-	100,000	109,313
OPER & MAINTENANCE	26x	10,135,247	10,465,520	10.2%	848,028	546,518	5,650,440	2,931,300	286,734	202,500
TRANSPORTATION	27x	3,533,674	3,873,630	3.8%	36,400	3,518	3,545,054	238,265	42,440	7,953
CENTRAL SERVICES	28x	3,094,781	3,120,725	3.0%	1,240,555	854,179	729,590	72,303	223,708	390
ATHLETICS	29x	1,439,768	1,482,164	1.4%	361,743	361,863	549,329	144,619	30,410	34,200
COMMUNITY SERV	37x	281,208	274,544	0.3%	169,064	88,273	13,695	3,512	-	-
CAPITAL IMPROVEMENTS	45x	619,525	619,525	0.6%	-	-	10,000	-	609,525	-
TOTAL EXPENSES		$ 101,162,096	$ 102,840,954	100.0%	$48,754,310	$30,670,818	$15,334,906	$5,871,361	$1,421,083	$788,476
REVENUE OVER/(UNDER)		(754,004)	(3,735,401)							
BEGIN FUND BALANCE		33,113,045	32,359,041							
ENDING FUND BALANCE		$ 32,359,041	$ 28,623,640							
MILL RATES-ALL PROPERTY		STATE 6.0	STATE 6.0							
-NONHOMESTD		LOCAL 18.0	LOCAL 18.0							

Operating Cost Structure

General Fund	2020-21 Actual	2021-22 Actual	2022-23 Actual	2023-24 Actual	2024-25 Final Amendmnet	2025-26 Initial Budget
Total Revenues (Incl. Net Transfers)	**$ 83,676,622**	**$ 87,575,227**	**$ 98,596,781**	**$101,520,689**	**$ 100,408,092**	**$ 99,105,553**
Expenditures						
Salaries & Wages	$ 41,252,881	$ 41,890,748	$ 43,003,637	$ 43,877,841	$ 47,068,547	$ 48,754,310
Benefits	27,516,103	29,420,545	36,035,049	33,291,719	31,442,124	30,670,818
Purchased Services	9,164,895	10,256,025	11,453,590	12,723,466	14,850,812	15,334,906
Supplies & Materials	4,465,933	3,803,448	4,311,342	5,320,267	5,791,054	5,871,361
Capital Outlays	1,030,607	1,341,688	211,062	1,724,811	1,221,083	1,421,083
All Other Expenditures	423,443	588,358	704,694	534,110	788,476	788,476
Total Expenditures	**$ 83,853,862**	**$ 87,300,812**	**$ 95,719,374**	**$ 97,472,215**	**$ 101,162,096**	**$ 102,840,954**
Surplus / (Deficit)	$ (177,240)	$ 274,415	$ 2,877,407	$ 4,048,474	$ (754,004)	$ (3,735,401)
Memo: % of Revenue a/						
Salaries & Wages	49.3%	47.8%	43.6%	43.2%	46.9%	49.2%
Benefits	32.9%	33.6%	36.5%	32.8%	31.3%	30.9%
Purchased Services	11.0%	11.7%	11.6%	12.5%	14.8%	15.5%
Supplies & Materials	5.3%	4.3%	4.4%	5.2%	5.8%	5.9%
Capital Outlays	1.2%	1.5%	0.2%	1.7%	1.2%	1.4%
All Other Expenditures	0.5%	0.7%	0.7%	0.5%	0.8%	0.8%
	100.2%	99.7%	97.1%	96.0%	100.8%	103.8%

a/ Structural balance at 100% of revenue

80.1%

2025-26 Budget

Other Funds

2025-26 Budget – Food Service, Early Childhood, Special Education (Act 18) Funds

	FOOD SERVICE			EARLY CHILDHOOD			SPECIAL EDUCATION - CENTER		
	2023-24 Actual	2024-25 Final Budget	20245-26 Initial Budget	2023-24 Actual	2024-25 Final Budget	2025-26 Initial Budget	2023-24 Actual	2024-25 Final Budget	2025-26 Initial Budget
REVENUE									
LOCAL	$932,863	$ 840,000	$ 840,000	$ 4,240,355	$ 4,620,000	$ 4,512,730	$ 148,006	$ 148,000	$ 120,000
STATE	2,738,058	2,630,000	2,630,000	-	-	-	5,749,346	5,761,743	5,905,787
FEDERAL	1,034,915	573,000	900,000	-	-	-	-	-	-
INTERDISTRICT	-	-	-	-	-	-	4,651,991	4,386,000	4,500,000
OPERATING TRANSFRS	(30,000)	(50,000)	(50,000)	(30,000)	(75,000)	(75,000)	(250,000)	(580,000)	(580,000)
TOTAL REVENUE	$4,675,836	$ 3,993,000	$ 4,320,000	$ 4,210,355	$ 4,545,000	$ 4,437,730	$ 10,299,343	$ 9,715,743	$ 9,945,787
EXPENSE									
INSTRUCTION									
BASIC PROGRAMS	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
ADDED NEEDS	-	-	-	-	-	-	7,602,211	7,770,000	8,080,800
SUBTOTAL	$ -	$ -	$ -	$ -	$ -	$ -	$ 7,602,211	$ 7,770,000	$ 8,080,800
SUPPORT SERVICES									
PUPIL SERVICES	-	-	-	-	-	-	2,166,544	2,368,922	2,463,679
INSTRUCTIONAL SERVICES	-	-	-	-	-	-	350,982	351,000	365,040
GENERAL ADMINISTRATION	-	-	-	-	-	-	-	-	-
SCHOOL ADMINISTRATION	-	-	-	-	-	-	469,160	480,000	499,200
BUSINESS SERVICES	-	-	-	-	-	-		-	-
OPER & MAINTENANCE	-	50,000	100,000	-	-	-	-	-	-
TRANSPORTATION	-	-	-	-	-	-	25,543	-	-
CENTRAL SERVICES	-	-	-	-	-	-	13,370	-	-
ATHLETICS	-	-	-	-	-	-	-	-	-
FOOD SERVICES	4,278,539	4,070,000	4,192,100						
SPECIAL EDUCATION									
OTHER									
COMMUNITY SERV	-	-	-	4,432,823	4,200,000	4,331,675	-	-	-
CAPITAL IMPROVEMENTS	55,866	75,000	75,000	7,066	-	-	43,637	-	-
TOTAL EXPENSES	$4,334,405	$ 4,195,000	$ 4,367,100	$ 4,439,889	$ 4,200,000	$ 4,331,675	$ 10,671,447	$ 10,969,922	$ 11,408,719
REVENUE OVER/(UNDER)	341,431	(202,000)	(47,100)	$ (229,534)	345,000	106,055	(372,104)	(1,254,179)	(1,462,932)
BEGIN FUND BALANCE	1,271,996	1,613,427	1,411,427	3,755,108	3,525,574	3,870,574	3,182,675	2,810,571	1,556,392
ENDING FUND BALANCE	$1,613,427	$ 1,411,427	$ 1,364,327	$ 3,525,574	$ 3,870,574	$ 3,976,629	$ 2,810,571	$ 1,556,392	$ 93,460

2025-26 Budget – Student Activities, Sinking Fund, Public Improvement Funds

	STUDENT ACTIVITIES		SINKING FUND (A Fund)		PUBLIC IMPROVEMENT	
	2024-25 Final Budget	2025-26 Initial Budget	2024-25 Final Budget	2025-26 Initial Budget	2024-25 Final Budget	2025-26 Initial Budget
REVENUE						
LOCAL	$ 2,600,000	$ 2,600,000	$ 4,100,000	$ 4,100,000	$ -	$ -
STATE	-	-			-	-
FEDERAL	-	-			-	-
INTERDISTRICT	-	-			-	-
OPERATING TRANSFRS	-	-			-	-
TOTAL REVENUE	$ 2,600,000	$ 2,600,000	$ 4,100,000	$ 4,100,000	$ -	$ -
EXPENSE						
INSTRUCTION						
BASIC PROGRAMS	$ -	$ -			$ -	$ -
ADDED NEEDS	-	-			-	-
SUBTOTAL	$ -	$ -			$ -	$ -
SUPPORT SERVICES						
PUPIL SERVICES	-	-			-	-
INSTRUCTIONAL SERVICES	-	-			-	-
GENERAL ADMINISTRATION	-	-			-	-
SCHOOL ADMINISTRATION	-	-			-	-
BUSINESS SERVICES	-	-			-	-
OPER & MAINTENANCE	-	-			-	-
TRANSPORTATION	-	-			-	-
CENTRAL SERVICES	2,600,000	2,600,000			-	-
ATHLETICS	-	-			-	-
FOOD SERVICES	-	-				
SPECIAL EDUCATION						
OTHER						
COMMUNITY SERV	-	-				
CAPITAL IMPROVEMENTS	-	-	3,700,000	4,100,000	-	-
TOTAL EXPENSES	$ 2,600,000	$ 2,600,000	$ 3,700,000	$ 4,100,000	$ -	$ -
REVENUE OVER/(UNDER)	-	-	400,000	-	-	-
BEGIN FUND BALANCE	1,760,360	1,760,360	6,141,319	6,541,319	1,061,545	1,061,545
ENDING FUND BALANCE	$ 1,760,360	$ 1,760,360	$ 6,541,319	$ 6,541,319	$ 1,061,545	$ 1,061,545

2025-26 Budget

Watch Points

Watch Points

- There is currently no approved State Aid Budget
  - Majority of our revenue is unknown
- May Revenue Consensus revenues came in stable from January for School State Aid Fund but less for State General Fund
- State Aid Fund Still in good condition
- One-Time Grants
  - Slowly being eliminated

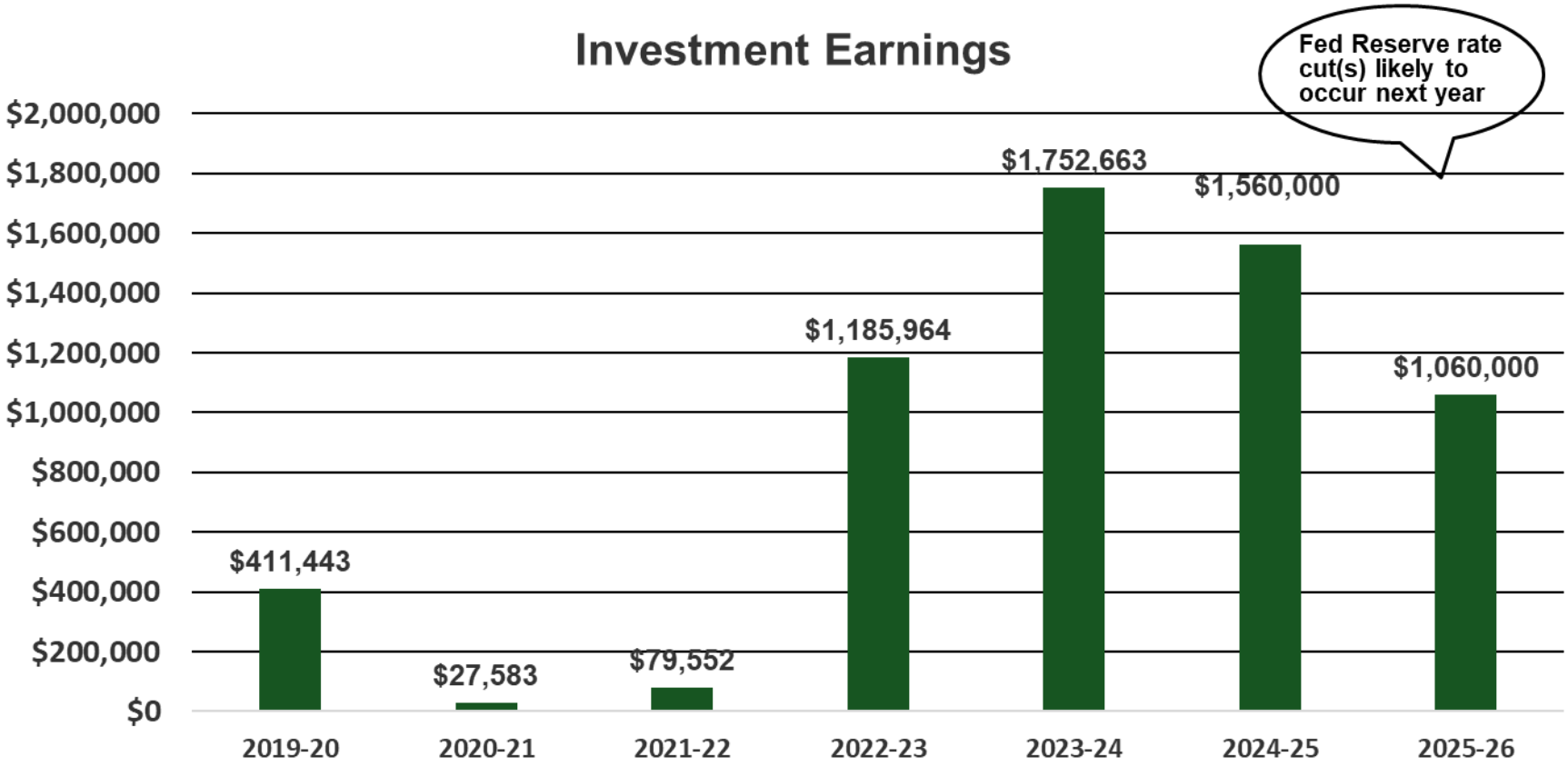
Watch Points

- **One Time MPSERS SEC 147a(4)**
  - **Loss of $2.9 million**

- **Pension Unfunded Actuarial Accrued Liability (UAAL)**
  - **With retiree health care payments being fully funded, the state has an opportunity to reduce school districts' required UAAL contribution**
  - **Initial 2025-26 Budget assumes no change to UAAL rates**

- **Investment Income**
  - **Federal Reserve could begin to reduce interest rates in late 2025 if inflation moderates to the Fed's target level.**

Investment Income



Watch Points

- **Enrollment**
  - **Young 5 program in 2025-26 to attract early learners**
  - **Slight increase expected in 25-26, birthrate decline expected to continue in 26-27 & 27-28.**

- **Revenue ‘Cliff’**
  - **Supplemental Funding: COVID (11t) funding ending 9/30/24 – revenue loss of $932,00 from 2024-25**
  - **Enhancement Millage: Renewal (1.9812 mills) – generates about $360/ pupil**

Watch Points

- **Fund Balance**
  - **Regulating reductions in fund balance to avoid operational borrowing or impact on credit ratings**

