



**Southern Boone County R-1
School District**

2026-2027 Budget Recommendation

**Board of Education Meeting
June 22, 2026**

Presentation Objectives

Budget
Process &
Requirements

General
Information
Revenues

General
Information
Expenditures

Debt
Capital Projects
Bond

Operating Fund
Balance Trajectory

Next Steps

January	February	March	April	May	June
Variety of budget review meetings and discussions.					
		Budget updates at BOE meetings, leader prioritization			
				Budget recommendation to BOE	
					Budget document presented for final approval
Routine budget alignment through recommended amendments.					

Budget Timeline

Alignment to Missouri Statute 67.010, BOE Policy DB Annual Budget

1. **A budget message** describing the important features of the budget and major changes from the preceding year.
2. **Estimated revenues** to be received from all sources for the fiscal year, with a comparative statement of actual or estimated revenues for the two years immediately preceding, itemized by year, fund and source.
3. **Proposed expenditures** for each department, office and other classification for the budget year, together with a comparative statement of actual or estimated expenditures for the two years immediately preceding, itemized by year, fund, activity and object.
4. The amount required for the payment of interest, amortization and redemption charges on the **debt of the school district**.
5. **A general budget summary**.

Fund Requirements - Missouri Statute 165.011 RSMo

General Fund 1	Teacher Fund 2	Capital Projects Fund 4
salaries and benefits for non-certificated staff	salaries and benefits for certificated staff	facility or land acquisition
services	tuition	construction
supplies		lease purchase principal and interest payments
Operating Funds		other capital
Operating Levy may be placed within any of these funds.		

Debt Service Fund 3
long-term debt payments of principal, interest, and fees
Debt Service Levy

Funds are maintained as required by the Department of Elementary and Secondary Education.

Districts may also utilize sub-funds to segregate data and SB uses Fund 9 for Bond related transactions.

General Budget
Summary & Change
from FY26 Estimated



General Budget Summary

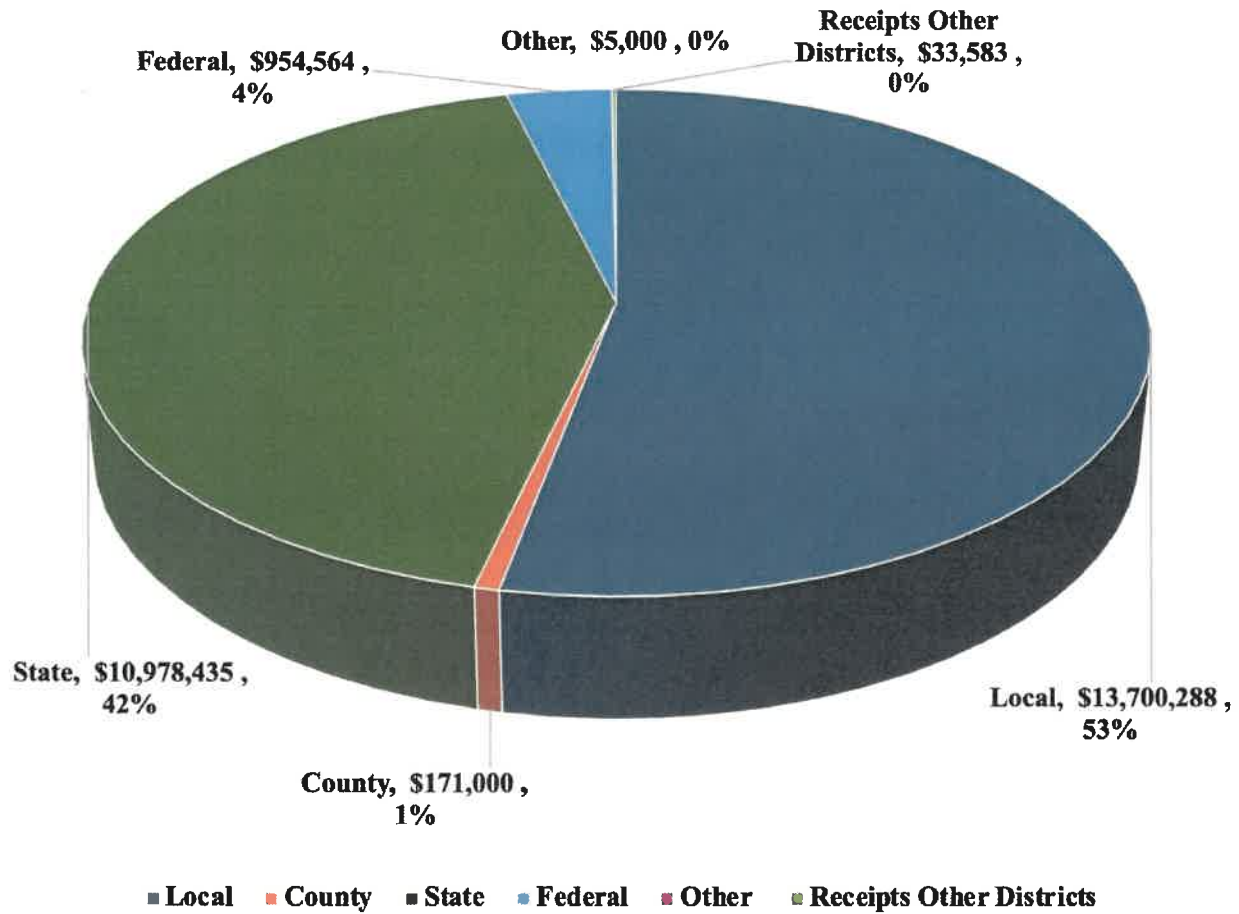
2026-2027 Projected Budget Recommendation with Updated Estimates FY26	General Fund 1	Teacher Fund 2	Debt Service Fund 3	Capital Projects Fund 4	Bond Fund 9 (subfund of CP Fund)	Total All Governmental Funds
Unaudited Beginning Fund Balance, July 1	5,718,779.53	-	3,051,062.87	52,827.35	9,082,034.90	17,904,704.65
Estimated Revenue Budget by Fund	12,728,155	13,114,715	4,439,669	1,162,550	275,000	31,720,089.00
Estimated Expenditure Budget by Fund	10,245,042	15,948,833	4,233,175	1,105,052	8,500,000	40,032,102.00
Proposed Transfers	(2,964,118)	2,834,118	0	130,000	0	0.00
Estimated Ending Fund Balance	5,237,774.53	0.00	3,257,556.87	240,325.35	857,034.90	9,592,691.65
Estimated Restricted Fund Balance	25,000.00	0.00	0.00	0.00	857,034.90	882,034.90
Estimated Operating Fund Balance Percentage	19.90%					

Operating Revenue **\$25,842,870**
Operating Expenditures **\$26,193,875**

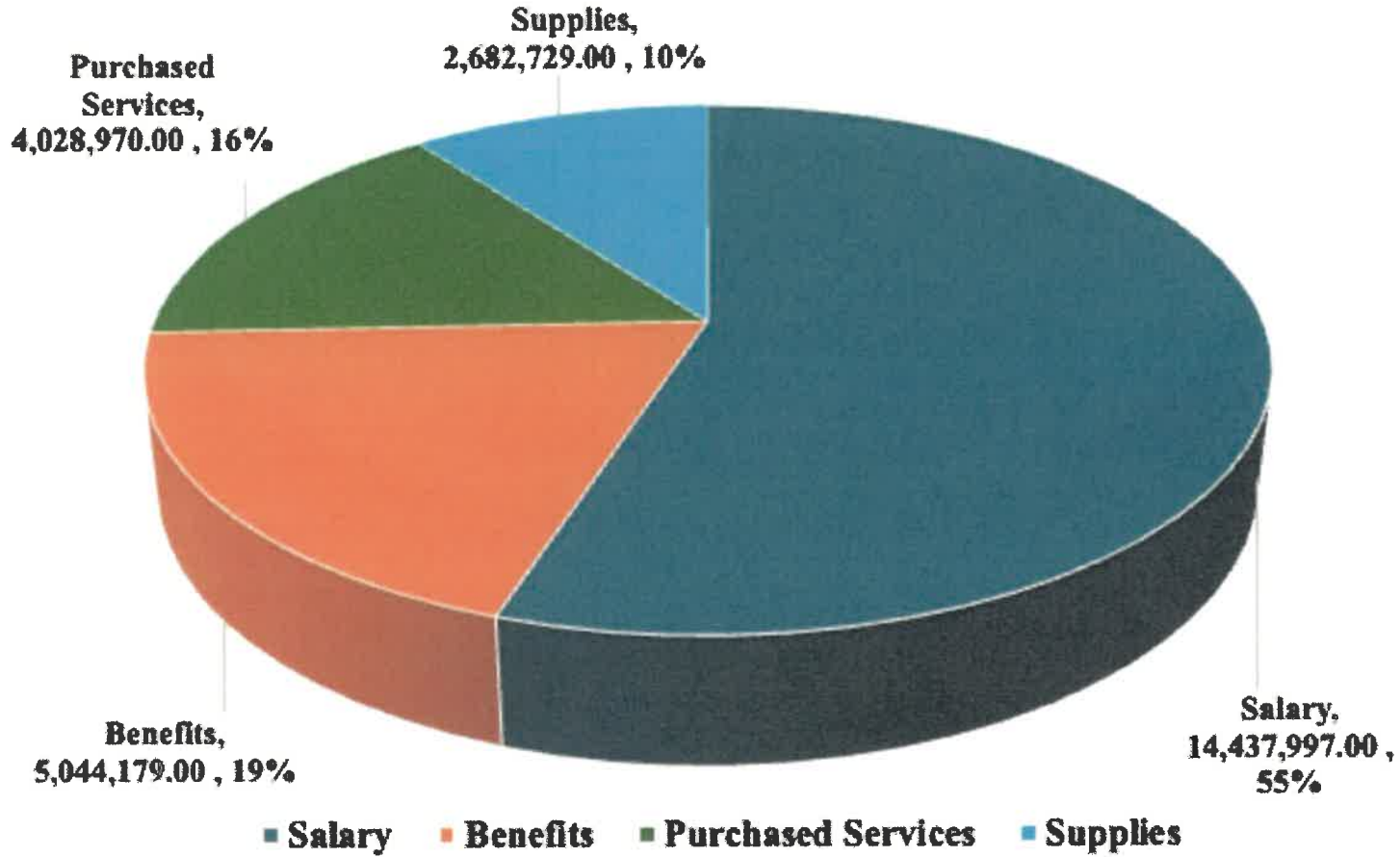
Expenditures exceed revenue by \$351,005

Data will change - FY26 closes June 30, 2026.

2026-2027 Operating Revenue Budget



2026-2027 Operating Expenditure Budget



General Information Revenues

Primary Factors Impacting Local Revenue

Local Tax

- Local tax rate calculation
- Assessed valuation data
- Consumer Price Index
- Collection rate of local tax revenue

Proposition C

- Statewide sales tax collected, statewide measure, and student measure (previously used only attendance, now membership + attendance)

Primary Factors Impacting State Revenue

- **Student Measure** - attendance and membership
- **State Adequacy Target** - adequate education factor
- **Dollar Value Modifier** - cost of living adjustment
- **Weightings add additional student measure on formula:**
 - Free & Reduced Lunch students
 - Special Education Individualized Education Plans
 - Limited English Proficient students

Primary Factors Impacting Federal Revenue

Federal Revenue has primarily replicated prior year allocations. Adjustments will be provided through future budget amendment recommendations once appropriations are known.

Local Tax

Estimated reduction \$769,629 all funds

- Tax Year 2026, Fiscal Year 2026-2027 is a non-reassessment year (even year)
- Consumer Price Index 2.7% (cap on revenue growth)
- Average 3-year collection rate is 98%, not including settlement
- Boone County officials provide assessed values to the district, levy set with State Auditor forms
- Missouri Statute 137.115 provides assessed valuation percentages
- Reduction from FY26 is due to Ameren settlement, coupled with \$268,371 estimated increase
- Represents 36.6% of operating revenues
- FY27 \$13,753,536 total all funds



AV is 33.33%
of MV Personal Property



AV is 32% of MV
Commercial Real Estate



AV is 19% of MV
Residential Real Estate



AV is 12% of MV
Agricultural Real Estate

Assessed Value (AV)

Market Value (MV)

Local Impact Hancock Amendment

- **Missouri Constitution Article X, Sections 18-24 provides taxation limits.**
- **Constitutional amendment approved by 55% of voters November 4, 1980.**
- **Public education limited on local tax revenue.**
- **The aggregate revenue growth permitted for districts is the lower of:**
 - 1) the actual assessed valuation growth rate,
 - 2) the inflation rate as determined by the consumer price index, or
 - 3) 5 percent.

This cap is applied to revenue generated from reassessments.
Districts may capture all revenue for new construction and improvements,

Tax Levy History

Fiscal Year	Tax Year	Operating Levy	Debt Levy	Total Levy
2020-2021	2020	4.1118	1.6800	5.7918
2021-2022	2021	4.1257	1.6700	5.7957
2022-2023	2022	3.9857	1.8044	5.7901
2023-2024	2023	3.9846	1.8055	5.7901
2024-2025	2024	4.1846	1.6055	5.7901
2025-2026	2025	4.0478	1.7423	5.7901

The 2025-2026 tax levy was set in August 2025.

State Measure - Student Membership

FY23	FY24	FY25	FY26	FY27 Estimated
1938	1903	1887	1835	1863

Weighted Average Membership (WAM) and Weighted Average Daily Attendance (WADA) primary factors in formula calculation, other revenues.

Data is submitted to DESE through the Core Data system and a primary factor in the state basic formula calculation. Attendance data is solidified through the June cycle.

Attendance matters - both instructionally, and financially.

State Funding Challenge

Information was received mid-April from the Department of Elementary and Secondary Education indicating significant reductions in revenue will likely be experienced by all districts due to insufficient statewide revenues.

At that time and for the budget development, the reduction for all districts in the current fiscal year was estimated at \$245 per student measure. New information late June indicates the reduction is \$187 per student measure.

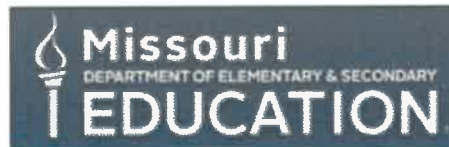
Impacts in FY27 are currently unknown, and a State Adequacy Target of \$6,800 is currently used in the budget estimate. Final revenues for 2026-2027 will not be known until late June 2027.

State Basic Formula & Classroom Trust Fund

Change FY26 to FY27 is an estimated net decrease of \$201,480
Classroom Trust Fund is a carve out of the total formula calculation.

Assumptions:

- Calculated State Adequacy Target is \$7,145 per WAM/WADA, FY27 budgeted estimate \$6,800 due to estimated state revenue withholdings
- Dollar Value Modifier 1.035, same as FY26 due to lack of Federal information
- FY27 estimate is based on 20% membership and 80% attendance rate.
- FY27 estimate \$9,593,681 Operating Funds, \$497,227 Capital Projects Fund



Proposition C Sales Tax



Proposition C originated in 1982 as a one-cent statewide sales tax to benefit school and highway funds.

FY27 estimated decrease of \$3,090

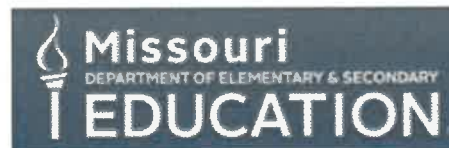
- FY27 includes the phase-in of 20% WAM + 80% WADA
- Budget estimate includes estimate of \$1,452 per estimated FY27 WAM/WADA
 - FY26 estimate was \$1,465 - with the phase in process, higher student measures
- A budget amendment will be recommended as needed

FY27 estimate \$2,696,721

State Transportation

FY27 estimate same as FY26 funding level

- Full funding means 75% of eligible costs are reimbursed.
- Revenue is based on prior year eligible expenditures.
- FY21 reimbursed 30.6% of the State Board 75% level, FY22 41.1%, FY23 100%. Prior to that, full funding was last received in 1991.
- The estimated revenue is \$446,686.



Total Revenue Changes FY26 to FY27 All Funds

Other changes include:

- Other Federal revenue - moved the Ranken revenue from FY26 to FY27 \$645,323
- Removed Sale of Bonds \$4,510,936 occurred in June 2026
- Removed Refunding Bonds \$2,260,000 occurred in June 2026

The total revenue change from FY26 Updated Estimate to the FY27 Projection is a reduction of \$7,099,812.

General Information Expenditures

Primary Factors Impacting Expenditures

- Staffing and changes to salary & benefits
- Student enrollments and programs
- Inflation
- Purchased service adjustments
- Supply adjustments
- Major capital improvement changes
- Changes to debt structure

Salary & Benefit Changes FY26 to FY27

The overall change estimate from FY26 to FY27 is \$143,820 and includes:

- 2 percent cost of living increase to the base, entry level, for certificated staff schedules
- Eligible staff advance a step or receive step equivalency
- Reposition staff and coaches to be awarded up to 14 years of experience
- Middle school math collaboration stipends
- Increase one percent stipends to two percent
- Position reductions: 1 administrator, 2 teachers, 1 instructional coach, 2.5 paras, 1 maintenance
- 2 percent cost of living increase for non-certificated salary amounts
- 2% cost of living increase and 1.67% step equivalency for administrators
- Staff turnover cost savings estimated at \$101,161 with taxation
- Health insurance increase 2.9%, no plan changes, *\$74,679 included in total above*

Salary & Benefits General Information

Retirement Types - District Match

Public School Retirement System (PSRS)	14.50%
Certification in non-PSRS position (PSRS-S)	9.67%
Public Education Employee Retirement (PEERS)	6.86%

Calculated on Gross + Health

Other Benefit District Match/Paid

Social Security (non-PSRS)	6.20%
Medicare (all employees)	1.45%
Life Insurance	\$33 annually

Health Insurance

244 employees district paid
\$9,395.88 annual cost per year

Total Expenditure Changes FY26 to FY27 All Funds

Other changes include:

- Purchased service reductions, \$27,437
- Supply reductions, \$133,785
- Capital outlay increase relative to bond construction, \$1,000,000
- Capital outlay net reduction in equipment, \$129,339
- Debt service reduction, \$1,814,600

The total expenditure change from FY26 Updated Estimate to the FY27 Projection is a reduction of \$961,341.

Debt Service Fund Summary FY27

2026-2027 Projected Budget Recommendation with Updated Estimates FY26	Debt Service Fund 3
Unaudited Beginning Fund Balance, July 1	3,051,062.87
Estimated Revenue Budget by Fund	4,439,669
Estimated Expenditure Budget by Fund	4,233,175
Proposed Transfers	0
Estimated Ending Fund Balance	3,257,556.87
Estimated Restricted Fund Balance	0.00

Primary revenues:

- Local tax
- Earnings from deposits
- County stock insurance

Primary expenditures:

- Principal, interest, and fees

Changes relative to the debt service tax levy when set in August will be applied through budget amendments

General Obligation Debt

Series	Summary of Schedules by Series		
	Principal	Interest	Total
2016	1,875,000.00	139,050.00	2,014,050.00
2017	1,780,000.00	189,700.00	1,969,700.00
2018	4,785,000.00	2,440,200.00	7,225,200.00
2021	6,200,000.00	3,488,000.00	9,688,000.00
2022	3,000,000.00	2,760,000.00	5,760,000.00
2024	8,700,000.00	5,451,900.00	14,151,900.00
2026	6,260,000.00	4,679,425.00	10,939,425.00
TOTAL	32,600,000.00	19,148,275.00	51,748,275.00

Principal and interest obligations for
FY27 total \$4,229,175.

Fiscal Year	Summary of Schedules by Annual Payment		
	Principal	Interest	Total
2027	2,610,000.00	1,619,175.00	4,229,175.00
2028	1,805,000.00	1,578,250.00	3,383,250.00
2029	1,920,000.00	1,502,000.00	3,422,000.00
2030	2,180,000.00	1,417,950.00	3,597,950.00
2031	565,000.00	1,318,250.00	1,883,250.00
2032	470,000.00	1,282,050.00	1,752,050.00
2033	540,000.00	1,251,500.00	1,791,500.00
2034	1,430,000.00	1,219,100.00	2,649,100.00
2035	725,000.00	1,133,300.00	1,858,300.00
2036	990,000.00	1,089,800.00	2,079,800.00
2037	1,275,000.00	1,030,400.00	2,305,400.00
2038	1,585,000.00	953,900.00	2,538,900.00
2039	1,925,000.00	858,800.00	2,783,800.00
2040	2,260,000.00	781,300.00	3,041,300.00
2041	2,625,000.00	685,700.00	3,310,700.00
2042	3,010,000.00	574,200.00	3,584,200.00
2043	2,160,000.00	401,100.00	2,561,100.00
2044	2,525,000.00	271,500.00	2,796,500.00
2045	1,000,000.00	120,000.00	1,120,000.00
2046	1,000,000.00	60,000.00	1,060,000.00
	32,600,000.00	19,148,275.00	51,748,275.00

Capital Projects Fund - Regular

Fund Expenditures

- Furniture, fixtures, & equipment
- Group purchases of assets
- Lease payments
- Land, buildings, major improvements

2026-2027 Projected Budget Recommendation with Updated Estimates FY26	Capital Projects Fund 4
Unaudited Beginning Fund Balance, July 1	52,827.35
Estimated Revenue Budget by Fund	1,162,550
Estimated Expenditure Budget by Fund	1,105,052
Proposed Transfers	130,000
Estimated Ending Fund Balance	240,325.35
Estimated Restricted Fund Balance	0.00

Fund Revenues

- Fund balance carryover
- Transfer from the Operating Fund FY27 \$130,000
- Certain revenue at discretion of BOE or based on levy

The State of Missouri reporting combines regular capital expenditures with bond expenditures.

Certificate of Participation Leases

- Certificates of Lease Participation are a type of debt financing that allows the District to borrow funds to complete projects related to buildings, facilities, sites, furnishing, and equipment.
- Debt is secured by the property or leased equipment and the District makes rental payments until the completion of the lease.
- Lease payments are paid using the Capital Fund.

Series 2019 - second story on the primary building, gym for the elementary building.

Series 2022 - refinancing of 2014 Series for renovating & equipping buildings for energy conservation purposes.

Fiscal Year	Total Payments		
	Principal	Interest	Total
2027	245,000.00	336,107.50	581,107.50
2028	275,000.00	327,407.50	602,407.50
2029	295,000.00	317,507.50	612,507.50
2030	215,000.00	306,857.50	521,857.50
2031	240,000.00	298,257.50	538,257.50
2032	275,000.00	288,657.50	563,657.50
2033	305,000.00	277,857.50	582,857.50
2034	340,000.00	263,207.50	603,207.50
2035	380,000.00	247,207.50	627,207.50
2036	415,000.00	232,757.50	647,757.50
2037	465,000.00	217,157.50	682,157.50
2038	510,000.00	199,907.50	709,907.50
2039	550,000.00	181,157.50	731,157.50
2040	595,000.00	161,107.50	756,107.50
2041	640,000.00	143,257.50	783,257.50
2042	695,000.00	124,057.50	819,057.50
2043	740,000.00	102,812.50	842,812.50
2044	795,000.00	80,207.50	875,207.50
2045	860,000.00	55,937.50	915,937.50
2046	930,000.00	29,062.50	959,062.50
	9,765,000.00	4,190,490.00	13,955,490.00

Other Leases

Total Payments		
Principal	Interest	Total
153,071.03	26,983.51	180,054.54
160,070.12	19,984.41	180,054.53
167,114.05	12,672.77	179,786.82
111,468.17	5,023.53	116,491.70
591,723.37	64,664.22	656,387.59

- The district has agreements that are classified as leases for the telephone equipment and buses.
- Lease payments are paid using the Capital Fund.

Capital Projects Fund - Bond

Fund Expenditures

- Furniture, fixtures, & equipment
- Group purchases of assets
- Land, buildings, major improvements

2026-2027 Projected Budget Recommendation with Updated Estimates FY26	Bond Fund 9 (subfund of CP Fund)
Unaudited Beginning Fund Balance, July 1	9,082,034.90
Estimated Revenue Budget by Fund	275,000
Estimated Expenditure Budget by Fund	8,500,000
Proposed Transfers	0
Estimated Ending Fund Balance	857,034.90
Estimated Restricted Fund Balance	857,034.90

Fund Revenues

- Fund balance carryover
- Interest income, premiums
- Sale of bonds

FY26 expenditure budgets for projects approved expended by the end of the fiscal year will be transferred to FY27 following the close of the current fiscal year.

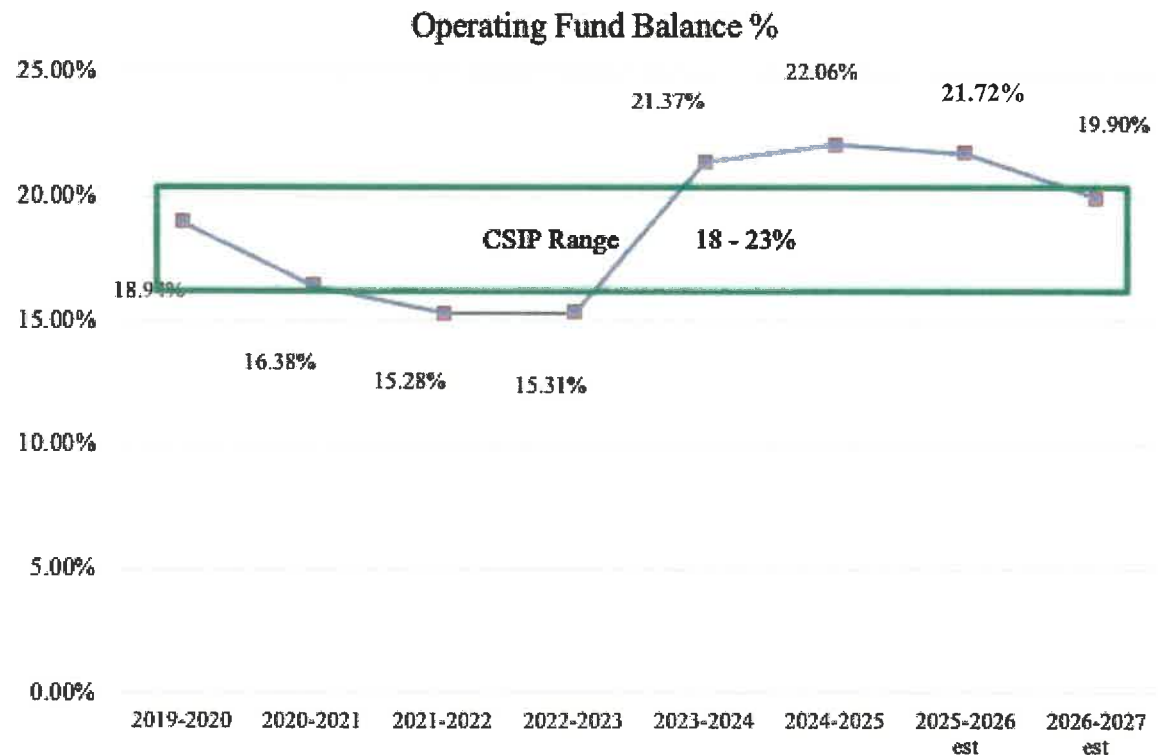
The State of Missouri reporting combines regular capital expenditures with bond expenditures.

Operating Fund Balance Trajectory FY21-FY25 and FY26-FY27

FY21 - FY25
represents actual

FY26 - FY27
estimated and will change

Revenues will continue to be monitored and additional expenditure reductions will be identified to provide financial sustainability.





Next Actions

- 1. Approve of 2026-2027 Budget**
- 2. Analyze FY26 Budget Performance**
- 3. Identify FY27 Budget Amendments**

Questions or Clarifications