



DASNY

Revised Proposed Operating Budget 2026-2027 Fiscal Year

March 11, 2026

Budget Highlights for 2026-2027 Proposal

- **The total 2026-27 proposed operating budget of \$135,763,820 represents an increase of 7.0% over the total adopted operating budget for the 2025-26 fiscal year. This increase is almost entirely due to projected increases in Personal Services expenses including salaries, retirement and health insurance.**
- **The 2026-27 operating results are expected to show a \$2.9M surplus**, primarily as a result of activity in our Public School Districts program, where administrative fees for the life of the bonds are collected at the bond closing.
- **Proposed 2026-27 FTEs** remain consistent with the projected 2025-26 FTEs and budgeted **Salaries** were increased to account for contractually obligated cost of living increases and step advances. It is anticipated that some salary expenses associated with succession planning will be allocated to reserve funds.
- **Health Insurance** expenses are expected to increase by 6.7% compared to the adopted 2025-26 budget, due to higher rates and higher contributions associated with new hires and additional retirees.
- **Retirement contributions** are projected to increase 9.7% based on projected increases to contribution rates received from the NYS Employees' Retirement System and increases to projected payout for contractually obligated salary increases.
- **Maintenance & Operations** expenses are projected to increase 7.7% as DASNY expects to see increases in several categories such as rent/utilities and computer services.
- **Pass Through Insurance** is projected to increase by 5.0% in 2026-27 (compared to 2025-26 adopted), as premiums for property and general liability insurance continue to rise.
- **Post-Employment Benefit (OPEB)** remains consistent with the 2025-26 adopted budget, as we await the next valuation from our actuary. The allocation of these expenses continues to show a higher portion of DASNY's work to support its public clients, resulting in a shift in our retiree health care costs from private clients. Since this is an employee benefit, we allocate the cost based on payroll. In order to minimize volatility when our support shifts between our public and private clients, we calculate the allocation using a 5-year rolling average of the amount of employee time that has been spent supporting our public and private clients.
- **Projected Construction disbursements for 2025-26** are expected to increase 40% from 2024-25 totals.
- **Private Client Financings** are assumed to be consistent with historical average totals.

2025-2026 Adopted Budget vs. 2026-27 Proposed Budget

	ADOPTED 2025-26 BUDGET	PROPOSED 2026-27 BUDGET	CHANGE	
Personal Service				
Salaries	\$ 57,358,969	\$ 61,436,027	\$ 4,077,058	7.11%
Retirement Contributions	9,245,136	10,139,465	894,329	
Social Security	4,158,080	4,456,934	298,854	
Health Insurance	18,358,164	19,585,321	1,227,157	
Workers Compensation	328,000	328,000	-	
Dental & Optical	385,271	455,301	70,030	
Miscellaneous Benefits	606,500	617,000	10,500	
Total Benefits	\$ 33,081,151	\$ 35,582,021	\$ 2,500,870	7.56%
Total Personal Services	\$ 90,440,120	\$ 97,018,048	\$ 6,577,928	7.27%
Maintenance & Operations				
Rent & Utilities	2,309,357	2,543,944	234,587	
Office Supplies & Miscellaneous Expense	1,577,754	1,359,460	(218,294)	
Business Travel Expense	485,640	529,600	43,960	
Management & Staff Training	208,105	200,100	(8,005)	
Publications & Memberships	281,762	327,402	45,640	
Corporate Insurance	1,004,232	829,964	(174,268)	
Non-Capital Equipment & Equipment Leases	128,700	138,700	10,000	
Legal Fees	200,850	220,850	20,000	
Professional Services	937,128	966,569	29,441	
Computer Services & Equipment	3,570,023	4,126,885	556,862	
Depreciation Expense	424,952	751,013	326,061	
Payment in Lieu of Taxes	125,000	125,000	-	
Total Maintenance & Operations	\$ 11,253,503	\$ 12,119,487	\$ 865,984	7.70%
Total Internal Operating Budget	\$ 101,693,623	\$ 109,137,535	\$ 7,443,912	7.32%
Pass Through Expenses				
Pass Through Insurance	28,993,309	30,442,975	1,449,666	
Post Employment Benefits	(8,563,002)	(8,563,002)	(0)	
NYS Cost Recovery Fees	1,000,000	1,000,000	0	
Other Program Specific Expenses	3,746,312	3,746,312	0	
Total Pass Through Expenses	\$ 25,176,619	\$ 26,626,285	\$ 1,449,666	
Total Operating Budget	\$ 126,870,242	\$ 135,763,820	\$ 8,893,578	7.01%

2026-2027 Proposed Budget (December) vs. 2026-27 Proposed Budget (March)

	PROPOSED 2026-27 BUDGET (December)	PROPOSED 2026-27 BUDGET (March)	CHANGE	
Personal Service				
Salaries	\$ 62,624,421	\$ 61,436,027	\$ (1,188,394)	-1.90%
Retirement Contributions	10,139,465	10,139,465	-	
Social Security	4,543,148	4,456,934	(86,214)	
Health Insurance	18,903,481	19,585,321	681,840	
Workers Compensation	328,000	328,000	-	
Dental & Optical	403,132	455,301	52,169	
Miscellaneous Benefits	617,000	617,000	-	
Total Benefits	\$ 34,934,226	\$ 35,582,021	\$ 647,795	1.85%
Total Personal Services	\$ 97,558,647	\$ 97,018,048	\$ (540,599)	-0.55%
Maintenance & Operations				
Rent & Utilities	2,327,284	2,543,944	216,660	
Office Supplies & Miscellaneous Expense	1,500,615	1,359,460	(141,155)	
Business Travel Expense	529,600	529,600	-	
Management & Staff Training	200,100	200,100	-	
Publications & Memberships	327,402	327,402	-	
Corporate Insurance	809,719	829,964	20,245	
Non-Capital Equipment & Equipment Leases	138,700	138,700	-	
Legal Fees	220,850	220,850	-	
Professional Services	966,569	966,569	-	
Computer Services & Equipment	3,779,685	4,126,885	347,200	
Depreciation Expense	751,013	751,013	-	
Payment in Lieu of Taxes	125,000	125,000	-	
Total Maintenance & Operations	\$ 11,676,537	\$ 12,119,487	\$ 442,950	3.79%
Total Internal Operating Budget	\$ 109,235,184	\$ 109,137,535	\$ (97,649)	-0.09%
Pass Through Expenses				
Pass Through Insurance	30,442,975	30,442,975	-	
Post Employment Benefits	(8,563,002)	(8,563,002)	-	
NYS Cost Recovery Fees	1,000,000	1,000,000	-	
Other Program Specific Expenses	3,746,312	3,746,312	-	
Total Pass Through Expenses	\$ 26,626,285	\$ 26,626,285	\$ -	
Total Operating Budget	\$ 135,861,469	\$ 135,763,820	\$ (97,649)	-0.07%

Revenue and Expense Allocation by Program

(in thousands)

	PROJECTED 2025-26		PROPOSED 2026-27		Change
REVENUE*					
Private Institutions	\$ 7,816	5.9%	\$ 7,321	5.3%	\$ (495)
Mental Health	30,658	23.3%	32,567	23.5%	1,909
Municipal Facilities	3,951	3.0%	4,138	3.0%	187
NYS Agencies	19,229	14.6%	20,294	14.7%	1,065
SUNY	17,762	13.5%	18,747	13.5%	985
CUNY	52,082	39.5%	55,095	39.8%	3,013
Other	229	0.2%	260	0.2%	31
	\$ 131,727	100.0%	\$ 138,422	100.0%	\$ 6,695
Other Non-Operating Revenue	2,475		2,475		-
Total Revenue	\$ 134,202		\$ 140,897		\$ 6,695
ALLOCATED OPERATING EXPENSES*					
Private Institutions	\$ 6,127	4.8%	\$ 6,507	4.8%	\$ 380
Mental Health	30,600	23.9%	32,510	23.9%	1,910
Municipal Facilities	2,247	1.8%	2,351	1.7%	104
NYS Agencies	19,229	15.0%	20,294	14.9%	1,065
SUNY	17,762	13.8%	18,747	13.8%	985
CUNY	52,082	40.6%	55,095	40.6%	3,013
Other	229	0.2%	260	0.2%	31
	\$ 128,276		\$ 135,764		\$ 7,488
Other Non-Operating Expenses	2,200		2,200		-
Total Expenses	\$ 130,476		\$ 137,964		\$ 7,488
EXCESS (DEFICIENCY) BY PROGRAM					
Private Institutions	\$ 1,689		\$ 814		\$ (875)
Mental Health	58		57		(1)
Municipal Facilities	1,704		1,787		83
NYS Agencies	-		-		-
SUNY	-		-		-
CUNY	-		-		-
Other	-		-		-
	\$ 3,451		\$ 2,658		\$ (793)
Other Non-Operating	275		275		-
Excess (Deficiency) of Revenues over Expenses*	\$ 3,726		\$ 2,933		\$ (793)

* Includes Pass Through Revenue or Expenses, if applicable.

Budget and Financial Plan Summary
April 1, 2024 - March 31, 2030

(in thousands)

Budgeted Revenues, Expenditures and Changes in Net Assets

	Actual 2024-25	Projected 2025-26	Proposed 2026-27	Proposed 2027-28	Proposed 2028-29	Proposed 2029-30
REVENUE & FINANCIAL SOURCES						
Operating Revenues:						
Fees for services	\$124,091	\$135,842	\$142,587	\$145,984	\$150,580	\$155,346
Rental & financing income	760	475	475	475	475	475
Other operating revenues						
Non-operating Revenues						
Income on investments	5,913	2,000	2,000	1,500	1,500	1,500
Other non-operating revenues	-3,662	-4,115	-4,165	8,000	8,000	8,000
Total Revenues and Financial Sources	127,102	134,202	140,897	155,959	160,555	165,321
EXPENDITURES						
Operating Expenditures:						
Salaries and wages	\$55,291	\$59,630	\$61,436	\$63,279	\$65,177	\$67,133
Other employee benefits	30,086	32,711	35,582	36,649	37,749	38,881
Office Infrastructure	7,676	8,414	9,226	9,226	9,226	9,226
Legal & Professional services	1,344	1,037	1,188	1,188	1,188	1,188
Other operating expenditures	1,131	1,308	1,706	1,706	1,706	1,706
Total Operating Expenditures	95,528	103,100	109,138	112,048	115,046	118,134
Non-internal operating expenditures	22,220	25,176	26,626	42,211	43,809	45,487
Total Operating Budget	117,748	128,276	135,764	154,259	158,855	163,621
Non-Operating Expenses	4,324	2,200	2,200	1,700	1,700	1,700
Total Expenditures	\$122,072	\$130,476	\$137,964	\$155,959	\$160,555	\$165,321
Excess (Deficit) of revenues over expenditures	\$5,030	\$3,726	\$2,933	\$0	\$0	\$0