

Finance Committee Meeting

Tuesday, October 28, 2025 5:45 PM

Board Assembly Room, 1250 West Broadway Avenue, Minneapolis, Minnesota 55411

1) **Call to Order and Roll Call**

2) **Adoption of Agenda**

3) **Approval of Minutes**

3)a. September 30, 2025

4) **Reports and Discussion**

4)a. Financial Statements

4)a.1. September 2025 Financial Statements

4)b. Five-Year Budget Forecast

4)c. Draft Fiscal Year 2026-2027 (FY27) Budget
Timeline

4)d. Fiscal Year 2026-2027 (FY27) Preliminary Budget
Gap Update

5) **Action Items**

5)a. Fiscal Year 2025-2026 (FY26) Budget Amendment

**OFFICIAL MINUTES
MINNEAPOLIS BOARD OF EDUCATION**

**FINANCE COMMITTEE MEETING
September 30, 2025**

CALL TO ORDER AND ROLL CALL

Committee Chair Abdul Abdi called the meeting to order at 6:37 p.m., a quorum being present.

Present: Directors Collin Beachy, Joyner Emerick (participated via interactive technology), Greta Callahan, Abdul Abdi (4)

Absent: Lucie Skjefte (1)

APPROVAL OF AGENDA

Beachy moved to approve the agenda.

On a roll call vote, the motion was adopted with the following result:

Aye: Beachy, Emerick, Callahan, Abdi (4)

Nay: (0)

Abstain: (0)

Absent: Skjefte (1)

ACCEPTANCE OF MINUTES

Beachy moved to approve the minutes from the May 27, 2025 meeting.

On a roll call vote, the motion was adopted with the following result:

Aye: Beachy, Emerick, Callahan, Abdi (4)

Nay: (0)

Abstain: (0)

Absent: Skjefte (1)

REPORTS AND DISCUSSION

Financial Statements: July 2025 and August 2025

Staff presented the financial statements from August 2025. Statements from July 2025 were available with the meeting materials.

Property Tax Levy Certification

Staff provided an overview of the Property Tax Levy Certification Process.

Multi-Year Budget Projections

Staff provided an update around upcoming multi year budget projections.

Community Engagement on the Budget Development Process

Staff provided an overview on a plan for Community Engagement on the Budget Development Process

ADJOURNMENT

Without objection, Chair Abdi adjourned the meeting at 7:05 p.m.

Minutes submitted by Nandi O'Brien, Assistant to the Superintendent and Board.

Meeting materials: <https://meetings.boardbook.org/Public/Agenda/1807?meeting=710748>



Finance Committee

October 28, 2025

Agenda

- Updates from the Superintendent and Senior Finance Officer
- September 2025 Financial Statements
- Five-Year Budget Forecast
- Draft Fiscal Year 2026-2027 (FY27) Budget Timeline
- Fiscal Year 2026-2027 (FY27) Preliminary Budget Gap Update
- Fiscal Year 2025-2026 (FY26) Budget Amendment
- Adjournment

Updates from the Superintendent and Senior Finance Officer

Financial Statements (September 2025)

September Financial Statements Highlights: Operating Fund Balances

Fund	Balance 2026	Prior Year 2025
General Fund	\$76,796,260	\$126,844,891
Food Service	(\$3,577,866)	(\$2,235,917)
Community Service	\$7,940,513	\$10,909,956

September Financial Statements Highlights: Operating Fund Balances

General Fund	Prelim Balance 2026
Unassigned	\$31,793,652
Assigned	\$24,574,803
Restricted	\$19,210,143
Nonspendable	\$1,217,662

Financial Statements Highlights: Revenue Activity

Fund	FY 2026	Prior Year 2025
General Fund	<ul style="list-style-type: none"> • SEP: \$27,919,175 • YTD: \$70,734,976 	<ul style="list-style-type: none"> • SEP: \$34,552,894 • YTD: \$86,247,458
Food Service	<ul style="list-style-type: none"> • SEP: \$159,052 • YTD: \$219,063 	<ul style="list-style-type: none"> • SEP: \$574,521 • YTD: \$744,707
Community Service	<ul style="list-style-type: none"> • SEP: \$1,569,237 • YTD: \$5,317,553 	<ul style="list-style-type: none"> • SEP: \$4,930,434 • YTD: \$6,774,655

Financial Statements Highlights: Expenditure Activity

Fund	FY 2026	Prior Year 2025
General Fund	<ul style="list-style-type: none">• SEP: \$57,168,236• YTD: \$105,486,474	<ul style="list-style-type: none">• SEP: \$54,705,119• YTD: \$107,400,681
Food Service	<ul style="list-style-type: none">• SEP: \$1,927,619• YTD: \$3,796,928	<ul style="list-style-type: none">• SEP: \$2,813,353• YTD: \$4,717,751
Community Service	<ul style="list-style-type: none">• SEP: \$2,790,364• YTD: \$7,750,367	<ul style="list-style-type: none">• SEP: \$2,519,163• YTD: \$7,342,662

Financial Statements Highlights: Cash and Equivalents

- At the end of September, the District held \$341,277,317 cash and equivalents in the District Minnesota School District Liquid Asset Fund (MSDLAF) accounts
- \$167,901,217 million represents bond proceeds that must be used for approved capital projects
- The District held \$40,774,973 in non-MSDLAF accounts
- Fiscal agent accounts held \$40,106,670 by the District outside agents
- Student Activity accounts held \$668,302

Questions

Five-Year Budget Forecast

Draft Fiscal Year 2026–2027 (FY27) Budget Timeline

Fiscal Year 2026–2027 (FY27) Preliminary Budget Gap Update

Fiscal Year 2025–2026 (FY26) Budget Amendment

Questions/Discussion



MINNEAPOLIS
PUBLIC SCHOOLS
Urban Education. Global Citizens.

Monthly Financial Report

September 30, 2025

Unaudited Report

Prepared By: Finance Division
Prepared for: Finance Committee

MINNEAPOLIS PUBLIC SCHOOLS

Special School District No.1
Minneapolis, Minnesota

www.mpls.k12.mn.us

John B. Davis Education and Service Center
1250 W. Broadway Ave. Minneapolis, MN 55411

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Monthly Finance Highlights

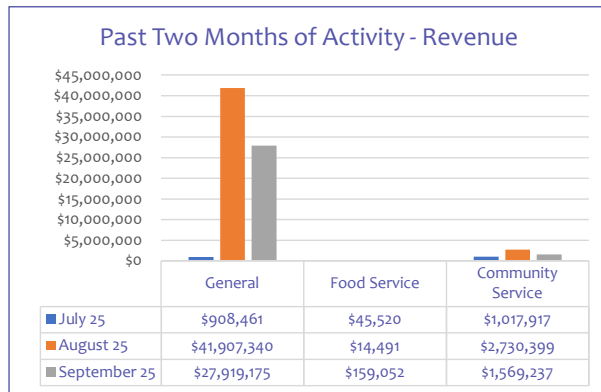
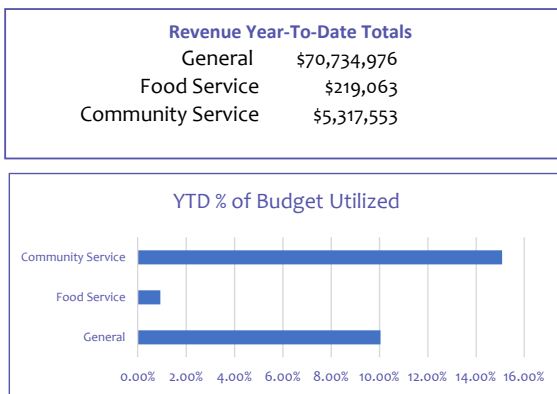
Ending Fund Balance for Operating Funds Month Ended September 30, 2025

Minneapolis Public School began the fiscal year in compliance with the District balance fund policy. Minneapolis Public School is projected to be in compliance at the end of this fiscal year with the District fund policy. Current fund balance is \$76,796,260. District policy dictates that the unassigned portion of General Fund balance be at least 8.0%. Due to the timing of recording revenues & expenditures, fund balance fluctuates throughout the year.

	General	Food Service	Community Service
Month Ending balance	\$76,796,260	(\$3,577,866)	\$7,940,513

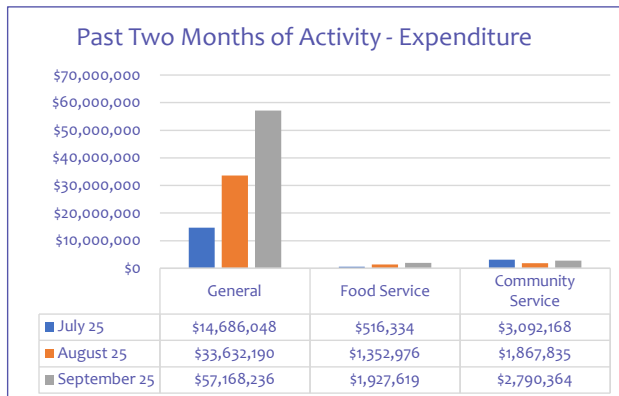
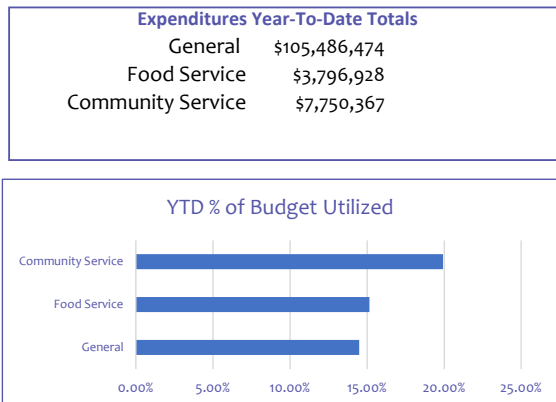
Revenue Highlights for Operating Funds As of September 30, 2025

General Fund revenue during the month was \$27,919,175 (YTD actuals as a % of budget totaled 10.05%). Revenue activity in other funds are stated below:



Expenditures Highlights for Operating Funds As of September 30, 2025

General Fund expenditures during the month was \$57,168,236 (YTD actuals as a % of budget totaled 14.48%). Expenditure activity in other funds are stated below:



**Minneapolis Public Schools
Special School District No. 1
Revenue and Expenditure Summary
Month Ended September 30, 2025**

Revenue Summary

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
General Fund					
Local Sources	172,441,561	2,969,461	1.7%	6,185,370	4.3%
State Sources	329,837,975	67,699,866	20.5%	75,590,379	23.7%
Federal Sources	178,496,129	61,147	0.0%	4,459,150	3.0%
Other	23,076,612	4,502	0.0%	12,558	0.1%
Total	703,852,277	70,734,976	10.0%	86,247,458	13.7%
Operating Funds					
Food Service Fund	23,605,895	219,063	0.9%	744,707	3.4%
Community Service Fund	35,272,531	5,317,553	15.1%	6,774,655	20.8%
Non-Operating Funds					
Building Construction Fund*	90,004,525	2,012,990	2.2%	2,761,110	3.2%
Debt Service Fund*	101,248,920	5,059,307	5.0%	5,076,533	5.1%
Total All Funds	953,984,148	83,343,888	8.7%	101,604,462	11.7%

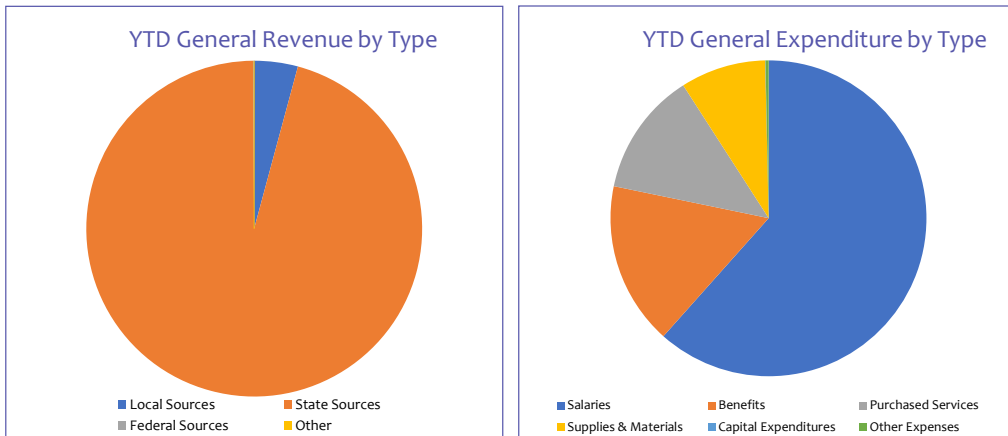
*For the purposes of this report, other financing sources are reported as revenue

Expenditure Summary

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
General Fund					
Salaries	390,163,347	64,963,654	16.7%	63,445,606	15.8%
Benefits	161,179,185	17,582,810	10.9%	16,556,655	11.3%
Purchased Services	115,438,805	13,371,674	11.6%	16,119,305	13.6%
Supplies & Materials	42,218,703	9,196,754	21.8%	11,033,183	28.6%
Capital Expenditures	9,708,762	58,389	0.6%	111,715	3.7%
Other Expenses	9,807,869	313,193	3.2%	134,217	6.3%
Total	728,516,671	105,486,474	14.5%	107,400,681	15.1%
Operating Funds					
Food Service Fund	25,052,086	3,796,928	15.2%	4,717,751	17.7%
Community Service Fund	38,877,352	7,750,367	19.9%	7,342,662	20.7%
Non-Operating Funds					
Building Construction Fund	155,417,464	21,657,664	13.9%	23,245,711	14.9%
Debt Service Fund*	101,248,920	17,240,762	17.0%	16,647,464	16.8%
Total All Funds	1,049,112,493	155,932,194	14.9%	159,354,270	15.5%

*For the purposes of this report, other financing uses are included in expenditures.

YTD General Fund Revenue & Expenditure by Type



Minneapolis Public Schools
Special School District No. 1
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Month Ended September 30, 2025

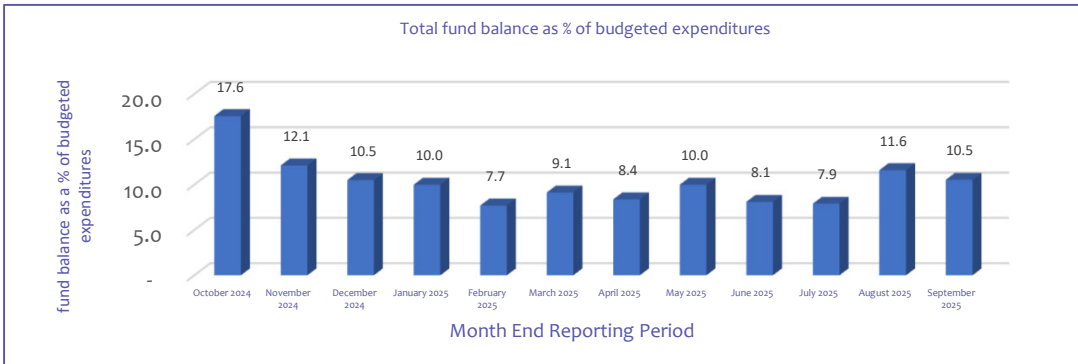
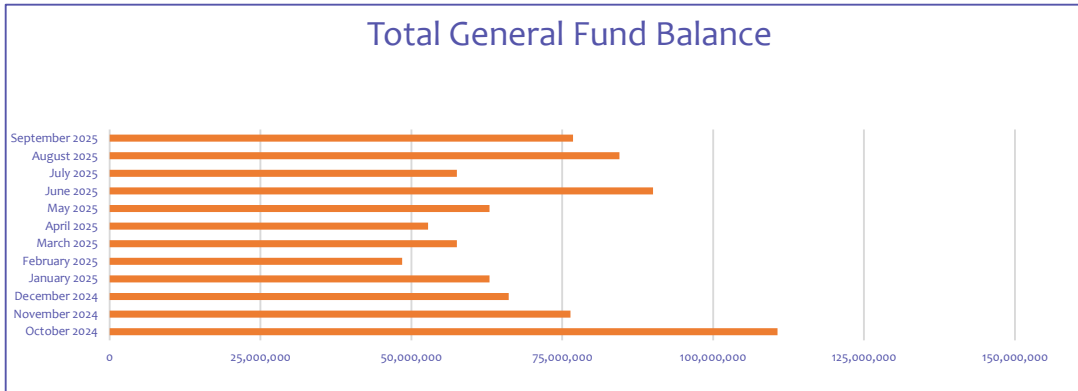
	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Revenues					
Local sources					
Property taxes	172,441,561	-	0.0%	-	0.0%
Earnings on investments	2,000,000	1,673,491	83.7%	2,119,261	106.0%
Other local and county revenues	21,076,612	1,295,969	6.1%	4,066,110	21.6%
Revenue from state sources	329,837,975	67,699,866	20.5%	75,590,379	23.7%
Revenue from federal sources	178,496,129	61,147	0.0%	4,459,150	3.0%
Sale and other conversion of assets	-	4,502	0.0%	12,558	0.0%
Total Revenues	703,852,277	70,734,976	10.0%	86,247,458	13.7%
Expenditures					
Current					
Administration	22,414,934	4,610,660	20.6%	4,833,719	16.6%
District support services	57,261,545	10,307,878	18.0%	14,936,855	27.2%
Elementary and secondary regular	278,591,359	39,977,324	14.3%	39,240,018	13.8%
Vocational education instruction	6,204,203	729,129	11.8%	784,263	9.9%
Special education instruction	155,976,538	20,524,578	13.2%	19,107,676	13.3%
Community education and services	-	-	-	-	-
Instructional support services	46,905,980	7,248,422	15.5%	6,840,887	15.4%
Pupil support services	106,212,628	12,521,146	11.8%	11,956,114	12.3%
Sites and buildings	45,074,361	7,651,037	17.0%	7,773,529	16.7%
Fiscal and other fixed cost programs	2,156,456	1,857,910	86.2%	1,815,905	156.8%
Capital Outlay					
Administration	9,000	-	0.0%	-	-
District support services	-	-	0.0%	-	-
Elementary and secondary regular	96,725	24,524	25.4%	2,543	1.3%
Vocational education instruction	60,000	-	0.0%	-	0.0%
Special education instruction	27,372	-	0.0%	108,706	0.0%
Instructional support services	7,305,570	17,960	0.2%	466	7.9%
Pupil support services	220,000	-	0.0%	-	0.0%
Sites and buildings	-	15,905	#DIV/o!	-	0.0%
Total Expenditures	728,516,671	105,486,474	14.5%	107,400,681	15.1%
Excess of Revenues Over (Under) Expenditures	(24,664,394)	(34,751,498)		(21,153,223)	
Other Financing Sources					
Lease financing	-	-	0.0%	-	0.0%
Total Other Financing Sources	-	-	-	-	-
Net Change in Fund Balances	(24,664,394)	(34,751,498)		(21,153,223)	
Fund Balance					
September 30, 2025		76,796,260			

Minneapolis Public Schools
Special School District No. 1
General Fund Balance Sheet
September 30, 2025

Assets	Current Year	Prior Year
Cash and investments	104,227,992	50,890,919
Cash and investments held by trustee	-	-
Due from food service fund (negative cash)	5,516,482	4,077,398
Receivables		
Current property taxes receivable	85,084,251	70,457,403
Delinquent property taxes receivable	1,581,763	1,453,953
Due from other Minnesota school districts	12,680	4,691
Due from the Minnesota Department of Education	14,880,760	22,488,314
Due from the federal government through MDE	26,829,589	109,530,161
Due from the federal government directly	47,910	2,238,133
Due from other governmental units	2,293,882	2,376,651
Other receivables	2,922,340	2,695,102
Prepaid items	1,093,276	-
Inventory	124,384	132,726
Total assets	244,615,308	266,345,452
Liabilities		
Salaries and compensated absences payable	8,347,359	13,000,763
Payroll deductions and contributions payable	5,143,941	2,272,192
Accounts and contracts payable	5,547,994	1,500,890
Due to other governmental units	(26,470)	(35,391)
Unearned revenue	-	(3,609)
Total liabilities	19,012,823	16,734,845
Deferred Inflows of Resources		
Property taxes levied for subsequent expenditures	147,157,024	121,244,325
Unavailable revenue - delinquent property taxes	1,581,763	1,453,953
Deferred Inflow - lease revenue	67,438	67,438
Total deferred inflows of resources	148,806,225	122,765,715
Total fund balances	76,796,260	126,844,891
Total liabilities, deferred inflows of resources, and fund balances	244,615,308	266,345,452

Cash and investments are net of salaries & compensated wages payable

General Fund - Fund Balance Analysis



District policy requires that the unassigned portion of General Fund balance be at least 8.0% of budgeted expenditures. The above graphs display total fund balance, unassigned in a portion of the overall fund balance of MPS.

Overview of fund balance types

Nonspendable – assets that are inherently Nonspendable (inventory and prepaid expenditures).

Restricted – amounts that are subject to externally enforceable legal purpose restrictions.

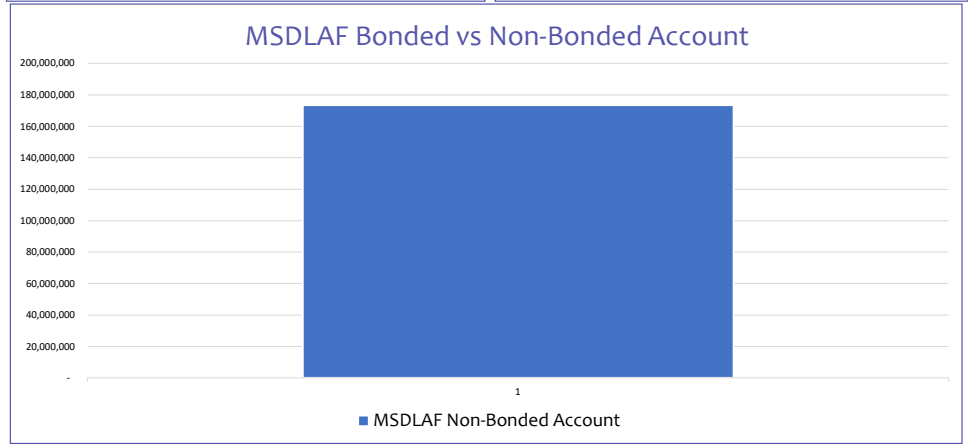
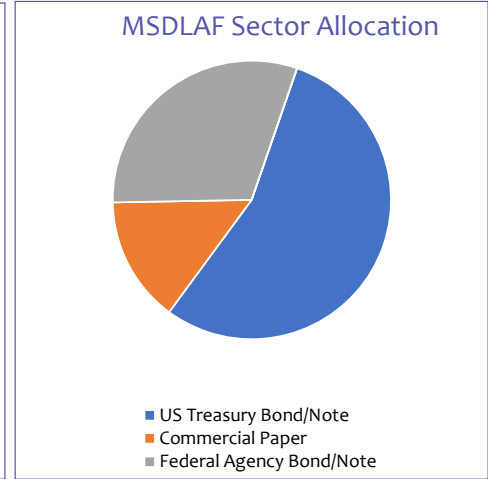
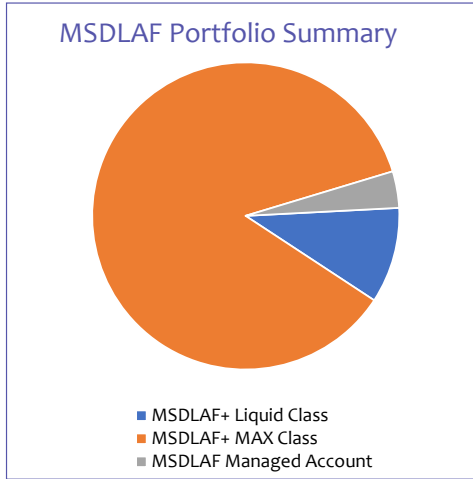
Assigned – amounts that are subject to a purpose constraint that represents an intended use established by The District

Unassigned – represents the residual classification for the government’s general fund

As displayed in the bar graph above, the District receives revenue throughout the year unevenly causing the fund balance bar graph to show a U shaped curve. The District receives most of their funds during the first third and end of the school year. Due to uneven revenue collection during the year, the District most set aside funding for the periods to remain in operations. This additional reconciling item is being displayed as "fluctuations of revenue during the year" as part of assigned. Assigned fund balance is fully reconciled during the course of the annual audit process at June year end.

**Minneapolis Public Schools
Special School District No. 1
Cash Position & Minnesota School District Liquid Asset Fund Investment Fair Market Values
Month Ended September 30, 2025**

MSDLAF Investment Accounts*	2025 September
MSDLAF	
General Investments	16,300,421
General	155,721,198
Payroll	1,354,481
2016B GO Bonds (LTFM)	0.03
2016C COP's	119
2017A GO Bonds	0.71
2017B GO Bonds (LTFM)	2,711
2017C COP's	1,142,549
2018B GO Bonds (LTFM)	202
2019A GO Bonds	1,066,874
2019B GO Bonds (LTFM)	7,322,621
2020B GO Bonds	3,427,818
2020C GO Bonds (LTFM)	10,791,128
2021B GO Bonds	7,540,710
2021C GO Bonds (LTFM)	10,373,502
2022A GO Bonds	7,277,717
2022B GO Bonds (LTFM)	11,615,755
2023A GO Bonds	22,062,395
2023B GO Bonds	22,765,977
2024A GO Bonds	43,684,786
2024B GO BOND (LTFM)	18,826,352
Total Fair Market Value	341,277,317
Non MSDLAF Accounts*	
US Bank	-
Cash with Fiscal Agents	40,106,670
Student Activity Accounts	668,302
Total Non MSDLAF	40,774,973
Total Cash & Investments	382,052,290



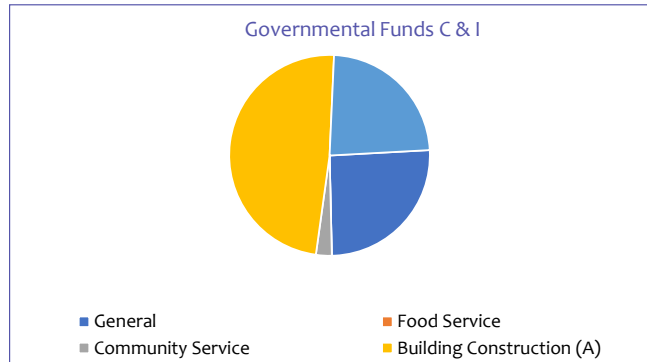
*Note 1: These amounts represent cash balances and do not take into account pending transactions (outstanding checks, deposits in transit, etc.).

*Note 2: Cash & Investments balances for non-governmental funds may also be displayed above, however aren't included in cash on hand table.

*Note 3: All investments held at the Minnesota School District Liquid Asset Fund adhere to MPS investment Policy 3296 & 3296A, as well as state & federal guidelines.

Month End Governmental Funds Cash and Investments

Governmental Funds	Balances
Operating Funds	
General	\$104,227,992
Food Service	\$0
Community Service	\$10,343,834
Non-Operating Funds	
Building Construction (A)	\$198,455,626
Debt Service	\$96,018,155

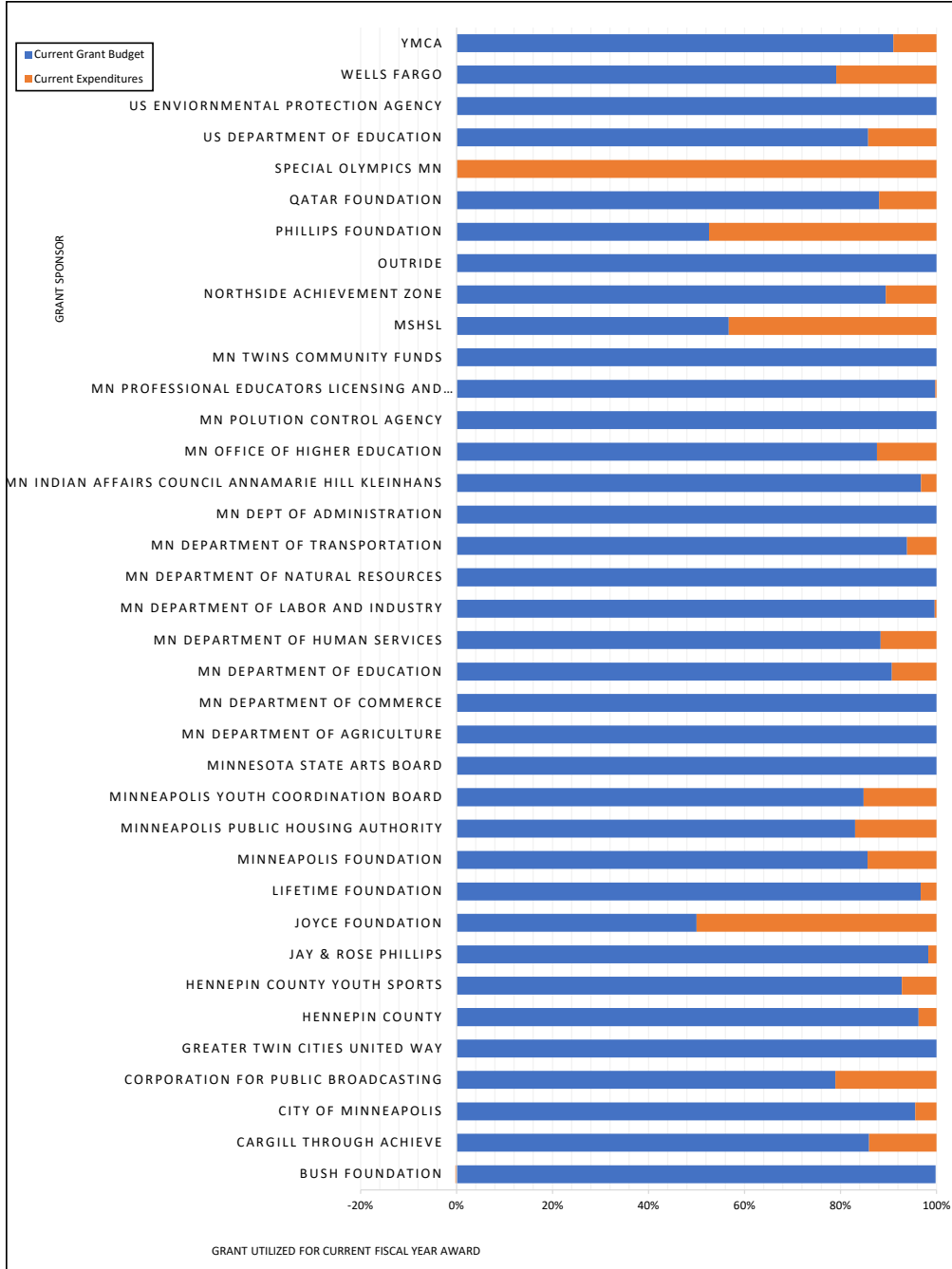


(A) A significant portion of The District's Cash and Investment is in the building construction fund. This funding must be spent on capital

**Minneapolis Public Schools
Special School District No. 1
Grant Awards and Expenditures
Month Ended September 30, 2025**

Grant Sponsor	Current Grant Budget	Current Expenditures
Bush Foundation	7,984	(16)
Cargill through Achieve	574,698	93,711
City of Minneapolis	854,731	39,400
Corporation for Public Broadcasting	128,270	34,242
Greater Twin Cities United Way	43,781	-
Hennepin County	472,119	18,119
Hennepin County Youth Sports	165,249	12,811
Jay & Rose Phillips	90,565	1,588
Joyce Foundation	5,667	5,667
Lifetime Foundation	14,350	491
Minneapolis Foundation	25,961	4,363
Minneapolis Public Housing Authority	749,993	152,929
Minneapolis Youth Coordination Board	360,296	64,545
Minnesota State Arts Board	70,950	-
MN Department of Agriculture	31,454	-
MN Department of Commerce	1,206,325	-
MN Department of Education	55,650,405	5,694,038
MN Department of Human Services	211,371	27,858
MN Department of Labor and Industry	142,088	546
MN Department of Natural Resources	10,000	-
MN Department of Transportation	34,661	2,257
MN Dept of Administration	84,400	-
MN Indian Affairs Council Annamarie Hill Kleinhans	898,914	29,733
MN Office of Higher Education	523,472	73,880
MN Polution Control Agency	24,500	-
MN Professional Educators Licensing and Standards Board	270,366	658
MN Twins Community Funds	2,318	-
MSHSL	4,883	3,727
Northside Achievement Zone	613,873	72,339
Outride	5,115	-
Phillips Foundation	10,000	9,000
Qatar Foundation	67,163	9,133
Special Olympics MN		14,144
US Department of Education	3,406,535	565,049
US Enviornmental Protection Agency	7,000,000	-
Wells Fargo	40,000	10,542
Grand Total	74,757,138	7,035,024

**Minneapolis Public Schools
Special School District No. 1
Grant Utilization for Current Fiscal Year Award
Month Ended September 30, 2025**



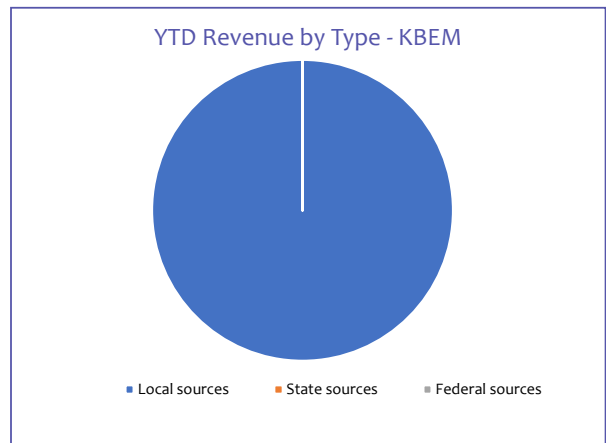
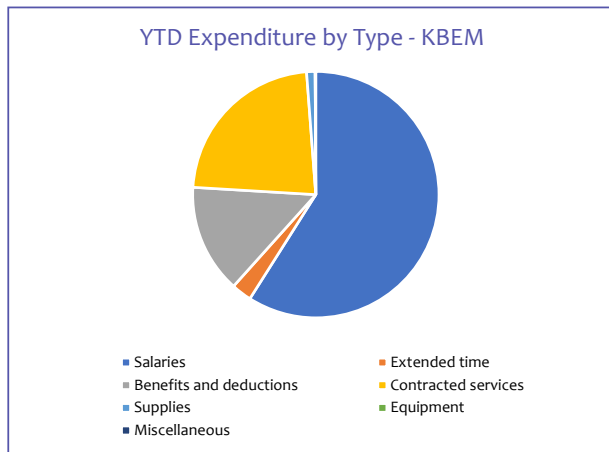
**Minneapolis Public Schools
Special School District No. 1
Budget and Actual Expenditures - KBEM
Month Ended September 30, 2025**

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Salaries	760,579	178,728	23.5%	187,615	18.7%
Extended time	-	8,073	0.0%	10,210	40.8%
Benefits and deductions	302,559	43,259	14.3%	42,987	11.0%
Contracted services	106,181	69,217	65.2%	113,048	17.7%
Supplies	21,500	3,363	15.6%	2,821	1.8%
Equipment	-	-	0.0%	-	
Miscellaneous	-	295		189	1.0%
Total	1,190,819	302,934	25.4%	356,870	16.0%

**Revenue Breakdown - KBEM
Month Ended September 30, 2025**

	YTD Actuals
Local sources	294,712
State sources	-
Federal sources	-
YTD Revenue Received	294,712

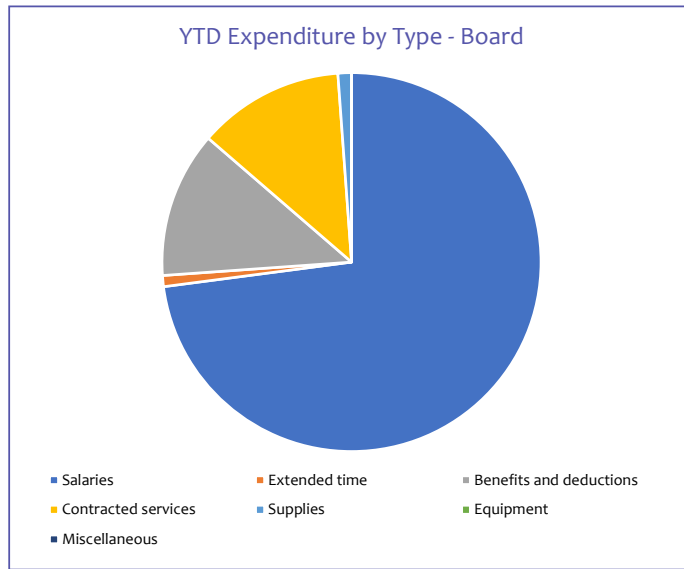
Pie Chart Displaying Breakdown of Revenue & Expenditure by Type



Minneapolis Public Schools
Special School District No. 1
Budget and Actual Expenditures - Board of Education
Month Ended September 30, 2025

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Salaries	294,000	71,998	24.5%	42,461	23.1%
Extended time	-	925	0.0%	-	0.0%
Benefits and deductions	76,400	12,323	16.1%	3,479	6.1%
Contracted services	227,500	12,330	5.4%	20,298	9.2%
Supplies	13,000	1,133	8.7%	4,556	20.5%
Equipment	-	-	0.0%	-	
Miscellaneous	-	-		70,118	
Total	610,900	98,709	16.2%	140,913	29.1%

Pie Chart Displaying Breakdown of Expenditure by Type



Minneapolis Public Schools
Special School District No. 1
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Governmental Funds (Non - General Fund)
Month Ended September 30, 2025

The activity represented below is for the current fiscal year

	<u>Operating Funds</u>		<u>Non-Operating Funds</u>	
	<u>Food Service</u>	<u>Community Service</u>	<u>Building Construction</u>	<u>Debt Service</u>
Revenues				
Local sources	79,958	3,372,651	2,012,990	-
Revenue from state sources	-	1,944,903	-	5,059,307
Revenue from federal sources	100,162	-	-	-
Other Revenue	38,942	-	-	-
Total Revenues	<u>219,063</u>	<u>5,317,553</u>	<u>2,012,990</u>	<u>5,059,307</u>
Expenditures				
Current	3,796,928	7,750,367	12,300,776	-
Capital Outlay	-	-	9,356,888	-
Debt Service	-	-	-	17,240,762
Total Expenditures	<u>3,796,928</u>	<u>7,750,367</u>	<u>21,657,664</u>	<u>17,240,762</u>
Excess of Revenues Over (Under) Expenditures	(3,577,866)	(2,432,813)	(19,644,674)	(12,181,455)
Other Financing Sources				
Total Other Financing Sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(3,577,866)</u>	<u>(2,432,813)</u>	<u>(19,644,674)</u>	<u>(12,181,455)</u>
Fund Balances				
September 30, 2025	<u>(3,577,866)</u>	<u>7,940,513</u>	<u>199,829,947</u>	<u>44,703,542</u>

Minneapolis Public Schools
Special School District No. 1
Balance Sheet - Governmental Funds (Non - General Fund)
September 30, 2025

The activity represented below is a snapshot as of month end

	<u>Operating Funds</u>		<u>Non-Operating Funds</u>	
	<u>Food Service</u>	<u>Community Service</u>	<u>Building Construction</u>	<u>Debt Service</u>
Assets				
Cash and investments	-	10,343,834	198,455,626	96,018,155
Receivables	-	3,218,486	-	50,858,132
Due from other gov entities	151,399	-	-	-
Prepaid items	-	16,883	2,666,623	-
Inventory	1,938,616	-	-	-
Total assets	2,090,015	13,579,203	201,122,249	146,876,284
Liabilities				
Due to general fund (negative cash)	5,516,482	-	-	-
Salaries and benefits payable	-	-	-	-
Accounts, contracts, and DTOG payable	151,399	173,122	1,292,302	200
Unearned revenue	-	-	-	-
Total liabilities	5,667,881	173,122	1,292,302	200
Deferred Inflows of Resources				
Total deferred inflows of resources	-	5,465,571	-	102,172,542
Fund Balances				
Nonspendable	1,938,616	16,883	2,666,623	-
Restricted	(5,516,481)	7,923,629	197,163,324	44,703,542
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total fund balances	(3,577,866)	7,940,513	199,829,947	44,703,542
Total liabilities, deferred inflows of resources, and fund balances	2,090,015	13,579,203	201,122,249	146,876,284

Financial Projection Summary - General Fund
 MINNEAPOLIS PUBLIC SCHOOL DIST.
 LRF - October 28th, 2025

	FY2026 Budget	FY2027 Projected	Percent Change	FY2028 Projected	Percent Change	FY2029 Projected	Percent Change	FY2030 Projected	Percent Change	FY2031 Projected	Percent Change
Local Revenue											
Property Tax Levy	\$172,441,561	\$172,855,809	0.24%	\$171,552,080	-0.75%	\$170,258,351	-0.75%	\$168,974,622	-0.75%	\$167,700,893	-0.75%
Admission and Student Activity Revenue	\$0	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%
All Other Local Revenue	\$9,814,424	\$9,694,424	-1.22%	\$9,694,424	0.00%	\$9,694,424	0.00%	\$9,694,424	0.00%	\$9,694,424	0.00%
Total Local Revenue	\$182,255,985	\$182,550,233	0.16%	\$181,246,504	-0.71%	\$179,952,775	-0.71%	\$178,669,046	-0.71%	\$177,395,317	-0.71%
State Revenue											
General Education Aid	\$329,837,976	\$336,863,208	2.13%	\$327,947,824	-2.65%	\$324,672,113	-1.00%	\$321,434,525	-1.00%	\$318,204,300	-1.00%
State Aid for Special Education	\$114,626,947	\$118,696,204	3.55%	\$118,696,204	0.00%	\$121,070,128	2.00%	\$123,491,530	2.00%	\$125,961,361	2.00%
Other State Aid	\$16,438,915	\$16,969,375	3.23%	\$16,438,915	-3.13%	\$16,438,915	0.00%	\$16,438,915	0.00%	\$16,438,915	0.00%
Total State Revenue	\$460,903,838	\$472,528,786	2.52%	\$463,082,943	-2.00%	\$462,181,155	-0.19%	\$461,364,970	-0.18%	\$460,604,576	-0.16%
Federal Revenue	\$58,749,009	\$58,749,009	0.00%	\$58,749,009	0.00%	\$58,749,009	0.00%	\$58,749,009	0.00%	\$58,749,009	0.00%
Total Revenue	\$701,908,832	\$713,828,028	1.70%	\$703,078,456	-1.51%	\$700,882,939	-0.31%	\$698,783,025	-0.30%	\$696,748,901	-0.29%
Other Revenue Sources	\$0	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%
Total Revenue + Other Revenue Sources	\$701,908,832	\$713,828,028	1.70%	\$703,078,456	-1.51%	\$700,882,939	-0.31%	\$698,783,025	-0.30%	\$696,748,901	-0.29%
Expenditure:											
Salaries and Wages	\$406,353,828	\$418,544,443	3.00%	\$431,100,776	3.00%	\$444,033,799	3.00%	\$457,354,813	3.00%	\$471,075,458	3.00%
Employee Benefits	\$145,783,342	\$150,156,842	3.00%	\$154,661,548	3.00%	\$159,301,394	3.00%	\$164,080,436	3.00%	\$169,002,849	3.00%
Purchased Services	\$108,538,805	\$111,794,969	3.00%	\$115,148,818	3.00%	\$118,603,283	3.00%	\$122,161,381	3.00%	\$125,826,223	3.00%
Supplies and Materials	\$42,225,040	\$43,491,791	3.00%	\$44,796,545	3.00%	\$46,140,441	3.00%	\$47,524,655	3.00%	\$48,950,394	3.00%
Capital Expenditures	\$9,708,762	\$10,000,025	3.00%	\$10,300,026	3.00%	\$10,609,026	3.00%	\$10,927,297	3.00%	\$11,255,116	3.00%
Debt Service	\$0	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%
Other Expenditures	\$9,802,869	\$10,096,955	3.00%	\$10,399,864	3.00%	\$10,711,860	3.00%	\$11,033,215	3.00%	\$11,364,212	3.00%
Other Financing Uses	\$0	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%	\$0	0.00%
Total Expense	\$722,412,646	\$744,085,025	3.00%	\$766,407,576	3.00%	\$789,399,803	3.00%	\$813,081,798	3.00%	\$837,474,251	3.00%
Beginning Fund Balance	\$140,296,510	\$119,792,696		\$89,535,699		\$26,206,578		-\$62,310,286		-\$176,609,059	
Surplus/Deficit	-\$20,503,814	-\$30,256,997		-\$63,329,120		-\$88,516,864		-\$114,298,773		-\$140,725,350	
Ending Fund Balance	\$119,792,696	\$89,535,699		\$26,206,579		-\$62,310,286		-\$176,609,059		-\$317,334,409	

NB: Fund Balance for FY26 is preliminary and predicated on the final FY25 Audited Financial Report.

● Salaries and Benefits do not include Final Labor negotiated costs.

DRAFT

Fiscal Year 2027 Budget Timeline

Month	Levy Certification	FY27 Operating/ Capital Budget	School Board Meetings (Work Sessions, Finance Committee, Business)
September	<p>9/7 – Levy certification report released by MDE</p> <p>9/9 – School Board approves maximum levy pre-certification</p> <p>9/20 – Deadline to submit report of prior year career and technical education (CTE) expenditures</p> <p>9/30 – Finance committee update on the tax levy</p>	<p>Preliminary communication on FY27 multi-year forecast and community engagement format</p>	<p>Business: September 9, 2025</p> <p>Work Session: September 16, 2025</p> <p>Finance: September 30, 2025</p>
October	<p>10/28 – Levy report presentation to the Finance Committee</p>	<p>10/28 – Presenting the 5 year forecast and Revised Gap to the Finance Committee</p> <p>10/28 – FY26 Budget Amendment</p>	<p>Business: October 14, 2025</p> <p>Finance: October 28, 2025</p>

Fiscal Year 2027 Budget Timeline

Month	Levy Certification	FY27 Operating/ Capital Budget	School Board Meetings (Work Sessions, Finance Committee, Business)
November	Proposed property tax statements mailed	Final enrollment and revenue projections 11/18 – Work session to present 5 year forecast, revised budget gap, and discuss school board budget board priorities (TBD *All meetings scheduled before Jan.) Tentative community 'Zone' meetings to discuss district finances and financial outlook for FY27	Business: November 18, 2025 Work Session: November 25, 2025 Finance: December 2, 2025
December	12/9 – Truth in Taxation hearing and final School Board approval	12/9 – 2025 Audit Presentation 12/9 – Bond sale resolution	Business: December 9, 2025 (starts at 6:00 p.m. and includes Truth-in-Taxation meeting)

Fiscal Year 2027 Budget Timeline

Month	Levy Certification	FY27 Operating/ Capital Budget	School Board Meetings (Work Sessions, Finance Committee, Business)
		<p>12/10 - 12/15 Meet with Associate Superintendents to review preliminary school allocations</p> <p>Tentative community 'Zone' meetings to discuss district finances and financial outlook for FY27 (Dates TBD)</p>	<p>Work Session: No meeting</p> <p>Finance: No meeting</p>
January		<p>Tentative community 'Zone' meetings to discuss district finances and financial outlook for FY27 (Dates TBD)</p>	<p>2026 Board meeting dates confirmed in Jan. 2026</p>
February		<p>2/13 – School and Department Allocations sent to Principals</p> <p>2/13 – Budget Tie-out (BTO) system opens.</p>	<p>2026 Board meeting dates confirmed in Jan. 2026</p>

Fiscal Year 2027 Budget Timeline

Month	Levy Certification	FY27 Operating/ Capital Budget	School Board Meetings (Work Sessions, Finance Committee, Business)
March		<p>3/6 – BTO system closes.</p> <p>3/6 to 4/1 - BTO review and approval</p>	<p>2026 Board meeting dates confirmed in Jan. 2026</p>
April		<p>4/13 - Interview & Select begins.</p> <p>The Finance Committee reviews the budget for first reading</p> <p>The Finance Committee reviews the capital bond plan</p>	<p>2026 Board meeting dates confirmed in Jan. 2026</p>
May		<p>Budget First Reading by the Board</p> <p>Presenting Capital bond plan to School Board</p> <p>Publish budget report on district website</p>	<p>2026 Board meeting dates confirmed in Jan. 2026</p>

Fiscal Year 2027 Budget Timeline

Month	Levy Certification	FY27 Operating/ Capital Budget	School Board Meetings (Work Sessions, Finance Committee, Business)
		The Finance Committee review budget for Final Reading	
June		Operating Budget approval Capital Budget approval Signed Resolution published on Budget website	2026 Board meeting dates confirmed in Jan. 2026

**Special School District Number 1
Board of Education Resolution**



MINNEAPOLIS
PUBLIC SCHOOLS

Resolution: 2025-0050

November 18, 2025

Resolution Approving the District's Fiscal Year 2025-2026 Budget Amendment

WHEREAS, the District received additional state attendance revenue of \$3,350,405; and

WHEREAS, the District had \$100,000 in unbudgeted fuel costs; and

WHEREAS, the District had additional expenses of \$90,129 in school staffing adjustments; and

WHEREAS, the District will not receive the grant for Electric Bus of \$7,000,000, reducing revenue and expense; and

WHEREAS, the District will receive additional grant revenue of \$2,062,460; and

WHEREAS, the District will receive \$139,493 reduced Achievement and Integration funding, reducing both revenue and expense; and

WHEREAS, the District's funding for Teen and Parent Services adjusted funding from General to Community Ed, \$1,217,121; and

WHEREAS, the District's funding for ABE Consortium is increased \$138,493 in additional revenue and expense as a passthrough.

NOW THEREFORE BE IT RESOLVED, that the Board of Directors of Special School District No. 1 (Minneapolis Public Schools) hereby approves the abovementioned changes, which result in the following updated budget.

Special School District Number 1
Board of Education Resolution



MINNEAPOLIS
PUBLIC SCHOOLS

Resolution: 2025-0050

November 18, 2025

	Revenue	Expenditures	Fund Transfers	Change in Fund Balances
General Operating Fund	\$ 620,117,395	\$ 640,024,134	\$ (946,191)	\$ (20,852,930)
General Fund Grants	\$ 58,931,642	\$ 58,931,642		
General Fund Special Revenue	\$ 23,076,612	\$ 23,076,612		
Food Service Fund	\$ 5,882,862	\$ 7,329,053	\$ 1,446,191	\$ -
Food Service Fund Grants	\$ 17,789,148	\$ 17,789,148		
Community Service Fund	\$ 33,673,618	\$ 38,495,561	\$ (500,000)	\$ (5,321,943)
Community Service Fund Grants	\$ 1,708,645	\$ 1,708,645		
FY26 Operating Budget	\$ 761,179,922	\$ 787,354,795	\$ -	\$ (26,174,873)
Capital Projects Fund	\$ 90,004,525	\$ 155,417,464		\$ (65,412,939)
Debt Service Fund	\$ 101,248,920	\$ 101,248,920		
Total All Funds	\$ 191,253,445	\$ 256,666,384	\$ -	\$ (65,412,939)

ADOPTED this 18th day of November 2025.

Collin Beachy, Chair

Lori Norvell, Clerk

**Special School District Number 1
Board of Education Resolution**



MINNEAPOLIS
PUBLIC SCHOOLS

Resolution: 2025-0050

November 18, 2025

DIRECTOR	MOVE	SECOND	AYE	NAY	ABSTAIN	ABSENT
Abdi						
El-Amin						
Skjefte						
Cerrillo						
Norvell						
Callahan						
Beachy						
Ellison						
Emerick						

Draft