Finance Committee Meeting

Tuesday, October 27, 2026 5:45 PM
Board Assembly Room, 1250 West Broadway Avenue, Minneapolis, Minnesota 55411

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

2) **Approval of the Agenda**

3) **Acceptance of Minutes**

3)a. September 29, 2026

4) **Reports and Discussion**

4)a. Financial Statements

4)a.1. September 2026 Financial Statements

4)b. Overview of Annual Bond Issuance Process and Schedule

4)c. Fiscal Year 2026 Audit Update

4)d. Student Enrollment Update

5) **Adjournment**

OFFICIAL MINUTES
MINNEAPOLIS BOARD OF EDUCATION

FINANCE COMMITTEE MEETING
Sept. 29, 2026

CALL TO ORDER AND ROLL CALL

Committee Chair Abdul Abdi called the meeting to order at 5:46 p.m., a quorum being present.

Present: Collin Beachy, Kim Ellison, Joyner Emerick, Abdul Abdi (4)
Absent: Adriana Cerrillo (1)

Pursuant to Minnesota Statutes Section 13D.02, Director Emerick participated via interactive technology due to an approved reason.

APPROVAL OF AGENDA

Ellison moved to approve the agenda. Beachy seconded the motion.

On a roll call vote, the agenda was approved with the following result:

Aye: Beachy, Ellison, Emerick, Abdi (4)
Nay: (0)
Abstain: (0)
Absent: Cerrillo (1)

ACCEPTANCE OF MINUTES

Beachy moved to approve the minutes from the Aug.25, 2026 meeting. Ellison seconded the motion.

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

Aye: Beachy, Ellison, Emerick, Abdi (4)
Nay: (0)
Abstain: (0)
Absent: Cerrillo (1)

DRAFT

REPORTS AND DISCUSSION

Financial Statements

Staff from the Center of Effective School Operations (CESO) presented financial statements for the month of August 2026.

General Financial Operations Updates

Staff from the Center of Effective School Operations (CESO) provided an update on general financial operations for the district.

Fiscal Year 2026 Audit Update

Staff from the Center of Effective School Operations (CESO) provided an update on the progress for the upcoming 2026 audit.

2027 Property Tax Levy Update

Staff provided an update on the process for the 2027 property tax levy.

Policy Reviews

A review of policy 3312 (bidding requirements) was conducted. Recommended updates to this policy include increasing the bid threshold to align with state law. Long term recommendation is to consolidate MPS' bidding policy and consider adopting MSBA's procurement policy.

ADJOURNMENT

Without objection, Chair Abdi adjourned the meeting at 6:58 p.m.

Minutes submitted by Nandi O'Brien, School Board Administrator and Assistant Clerk.
Meeting materials: https://meetings.boardbook.org/Public/Agenda/1807?meeting=768294

DRAFT

MINNEAPOLIS PUBLIC SCHOOLS
Urban Education. Global Citizens.

Monthly Financial Report

September 30, 2026

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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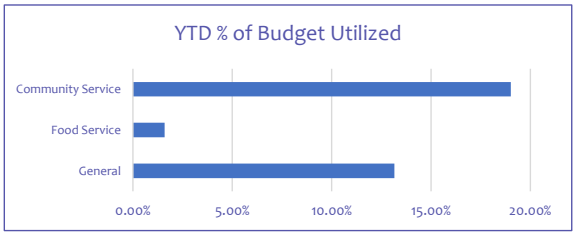
Monthly Finance Highlights

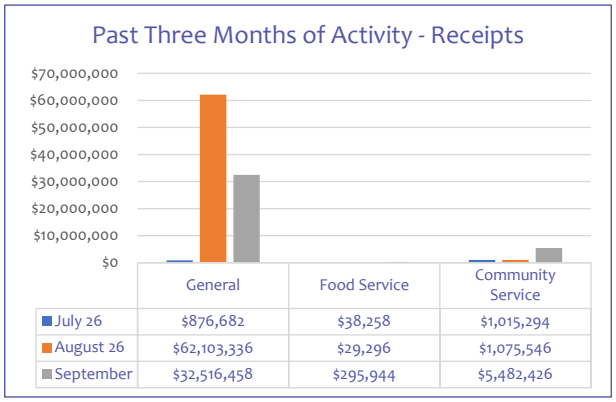
Revenue Highlights for Operating Funds
As of September 30, 2026

General Fund revenue during the month was $32,516,458 (YTD actuals as a % of budget totaled 13.16%). Revenue activity in other funds are stated below:

Revenue Year-To-Date Totals

General	$97,024,407
Food Service	$390,177
Community Service	$7,653,103





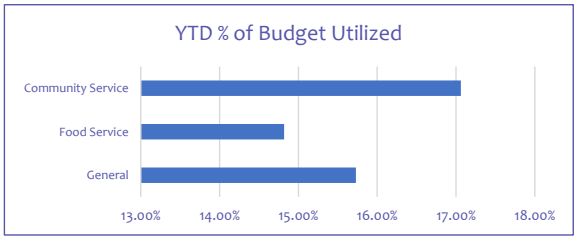
	General	Food Service	Community Service
July 26	$876,682	$38,258	$1,015,294
August 26	$62,103,336	$29,296	$1,075,546
September	$32,516,458	$295,944	$5,482,426

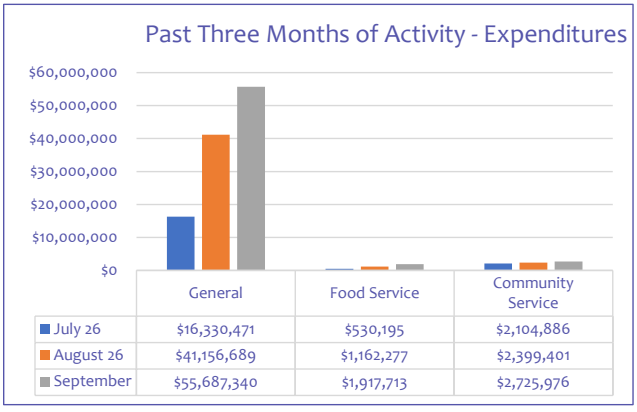
Expenditures Highlights for Operating Funds
As of September 30, 2026

General Fund expenditures during the month were $55,687,340 (YTD actuals as a % of budget totaled 15.73%). Expenditure activity in other funds are stated below:

Expenditures Year-To-Date Totals

General	$115,654,434
Food Service	$3,635,528
Community Service	$7,231,791





	General	Food Service	Community Service
July 26	$16,330,471	$530,195	$2,104,886
August 26	$41,156,689	$1,162,277	$2,399,401
September	$55,687,340	$1,917,713	$2,725,976

Minneapolis Public Schools
Special School District No. 1
Revenue and Expenditure Summary
Month Ended September 30, 2026

Revenue Summary

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
General Fund					
Local Sources	183,050,715	5,574,590	3.0%	2,969,461	1.7%
State Sources	500,816,241	91,352,507	18.2%	67,699,866	20.5%
Federal Sources	53,383,723	68,288	0.1%	61,147	0.0%
Other	-	29,021	-	4,502	0.0%
Total	737,250,679	97,024,407	13.2%	70,734,976	10.0%
Operating Funds					
Food Service Fund	24,535,441	390,177	1.6%	219,063	0.9%
Community Service Fund	40,245,093	7,653,103	19.0%	5,317,553	15.1%
Non-Operating Funds					
Building Construction Fund*	90,336,000	1,687,035	1.9%	2,012,990	2.2%
Debt Service Fund*	102,482,078	5,062,191	4.9%	5,059,307	5.0%
Total All Funds	**994,849,291**	**111,816,913**	**11.2%**	**83,343,888**	**8.7%**

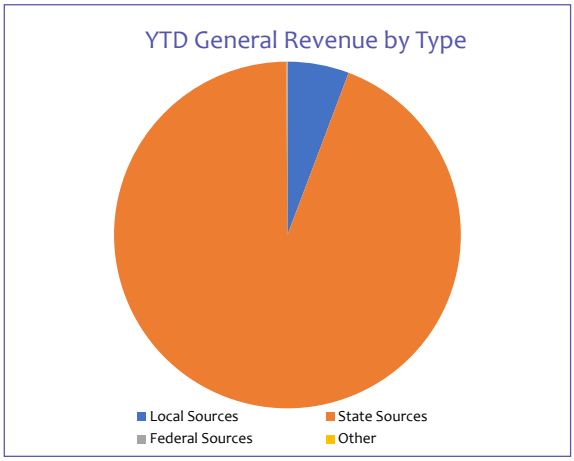
*For the purposes of this report, other financing sources are reported as revenue

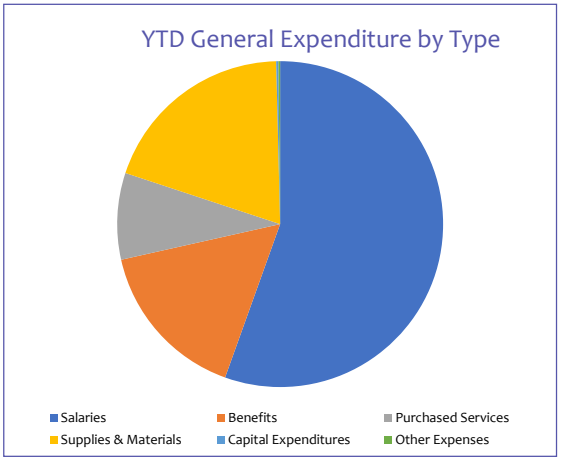
Expenditure Summary

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
General Fund					
Salaries	421,894,764	64,170,661	15.2%	64,963,654	16.7%
Benefits	156,782,972	18,509,808	11.8%	17,582,810	10.9%
Purchased Services	116,755,298	9,934,868	8.5%	13,371,674	11.6%
Supplies & Materials	36,757,036	22,589,174	61.5%	9,196,754	21.8%
Capital Expenditures	506,815	251,428	49.6%	58,389	0.6%
Other Expenses	2,616,970	198,495	7.6%	313,193	3.2%
Total	735,313,855	115,654,434	15.7%	105,486,474	14.5%
Operating Funds					
Food Service Fund	24,535,441	3,635,528	14.8%	3,796,928	15.2%
Community Service Fund	42,389,002	7,231,791	17.1%	7,750,367	19.9%
Non-Operating Funds					
Building Construction Fund	148,277,954	25,840,562	17.4%	21,657,664	13.9%
Debt Service Fund*	102,482,078	17,876,745	17.4%	17,240,762	17.0%
Total All Funds	**1,052,998,330**	**170,239,062**	**16.2%**	**155,932,194**	**14.9%**

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

YTD General Fund Revenue & Expenditure by Type



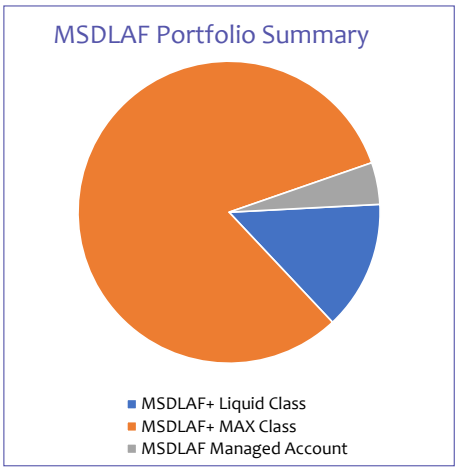


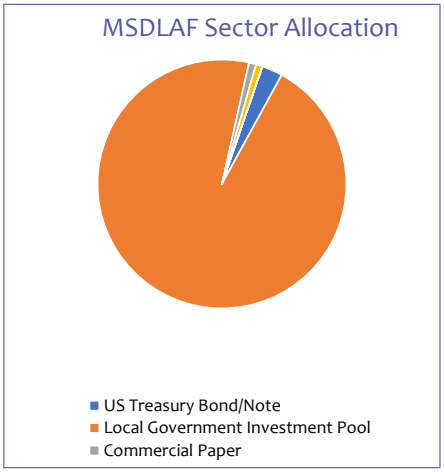
Minneapolis Public Schools
Special School District No. 1
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual - General Fund
Month Ended September 30, 2026

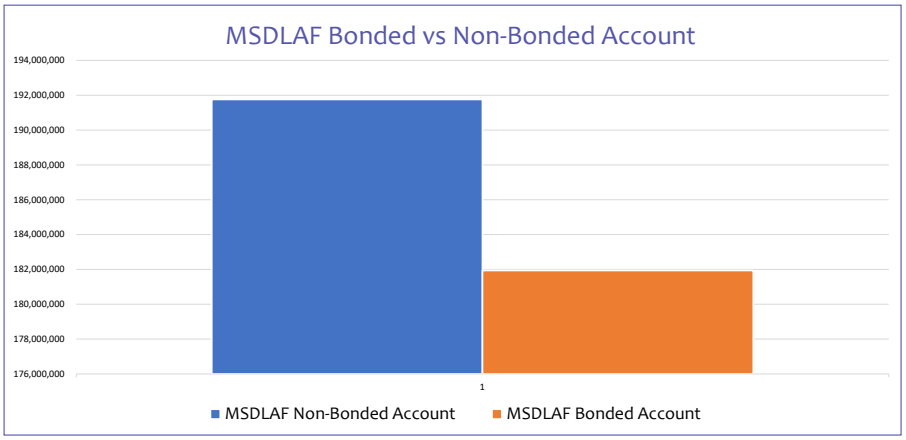
	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Revenues					
Local sources					
Property taxes	173,184,748	-	0.0%	-	0.0%
Earnings on investments	2,000,000	1,544,549	77.2%	1,673,491	83.7%
Other local and county revenues	7,865,967	4,030,041	51.2%	1,295,969	6.1%
Revenue from state sources	500,816,241	91,352,507	18.2%	67,699,866	20.5%
Revenue from federal sources	53,383,723	68,288	0.1%	61,147	0.0%
Sale and other conversion of assets	-	29,021	-	4,502	0.0%
Total Revenues	**737,250,679**	**97,024,407**	**13.2%**	**70,734,976**	**10.0%**
Expenditures					
Current					
Administration	26,239,249	4,683,793	17.9%	4,610,660	20.6%
District support services	52,858,278	19,197,172	36.3%	10,307,878	18.0%
Elementary and secondary regular	277,448,837	42,665,426	15.4%	39,977,324	14.3%
Vocational education instruction	3,797,604	433,222	11.4%	729,129	11.8%
Special education instruction	170,203,850	20,589,408	12.1%	20,524,578	13.2%
Community education and services		-		-	0.0%
Instructional support services	48,068,843	7,210,087	15.0%	7,248,422	15.5%
Pupil support services	104,583,702	9,183,678	8.8%	12,521,146	11.8%
Sites and buildings	49,387,580	9,529,802	19.3%	7,651,037	17.0%
Fiscal and other fixed cost programs	2,219,097	1,910,419	86.1%	1,857,910	86.2%
Capital Outlay					
Administration	-	-	-	-	0.0%
District support services	-	-	-	-	0.0%
Elementary and secondary regular	116,318	5,630	-	24,524	25.4%
Vocational education instruction	239,982	-	-	-	0.0%
Special education instruction	-	-	-	-	0.0%
Instructional support services	97,975	-	0.0%	17,960	0.2%
Pupil support services	-	-	-	-	0.0%
Sites and buildings	52,540	245,798	467.8%	15,905	0.0%
Total Expenditures	**735,313,855**	**115,654,433**	**15.7%**	**105,486,474**	**14.5%**
Excess of Revenues Over (Under) Expenditures	1,936,824	(18,630,026)		(34,751,498)	
Other Financing Sources					
Lease financing	-	-	0.0%		0.0%
Total Other Financing Sources	**-**	**-**	**-**	**-**	**-**

Minneapolis Public Schools
Special School District No. 1
Cash Position & Minnesota School District Liquid Asset Fund Investment Fair Market Values
Month Ended September 30, 2026

MSDLAF Investment Accounts*	2026 September
MSDLAF	
General Investments	16,741,420
General	156,929,743
Payroll	18,089,377
2017B GO Bonds (LTFM)	7
2017C COP's	3,092
2019A GO Bonds	553
2019B GO Bonds (LTFM)	4,307,680
2020B GO Bonds	20
2020C GO Bonds (LTFM)	7,335,927
2021B GO Bonds	30
2021C GO Bonds (LTFM)	1,109,109
2022A GO Bonds	3,674,248
2022B GO Bonds (LTFM)	9,260,832
2023A GO Bonds	12,527,022
2023B GO Bonds	19,691,134
2024A GO Bonds	26,680,615
2024B GO BOND (LTFM)	7,225,282
2025A GO Bonds	49,160,073
2025B GO Bonds (LTFM)	40,966,774
2025C GO Bonds	247
Total Fair Market Value	**373,703,185**
Non MSDLAF Accounts*	
US Bank	3,177
Wells Fargo	636,544
Cash with Fiscal Agents	208,505
Student Activity Accounts	689,689
Total Non MSDLAF	**1,537,914**
Total Cash & Investments	**375,241,099**





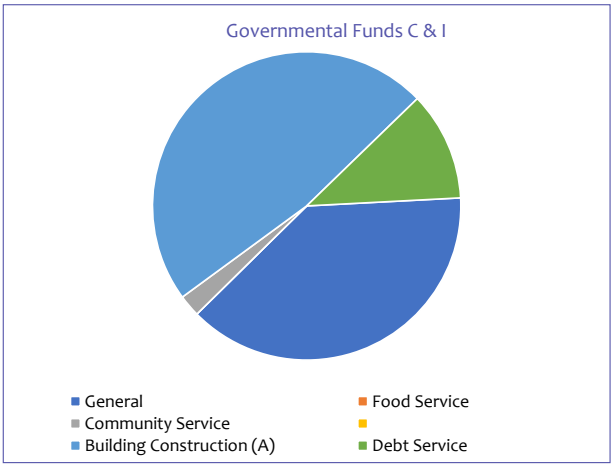


*Note 1: These amounts represent cash balances and do not take into account pending transactions (outstanding checks, deposits in transit, etc.).
*Note 2: Cash & Investments balances for non-governmental funds may also be displayed above, however aren't included in cash on hand table.
*Note 3: All investments 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	$169,981,567
Food Service	$0
Community Service	$10,219,578
Non-Operating Funds	
Building Construction **(A)**	$211,370,301
Debt Service	$50,481,601

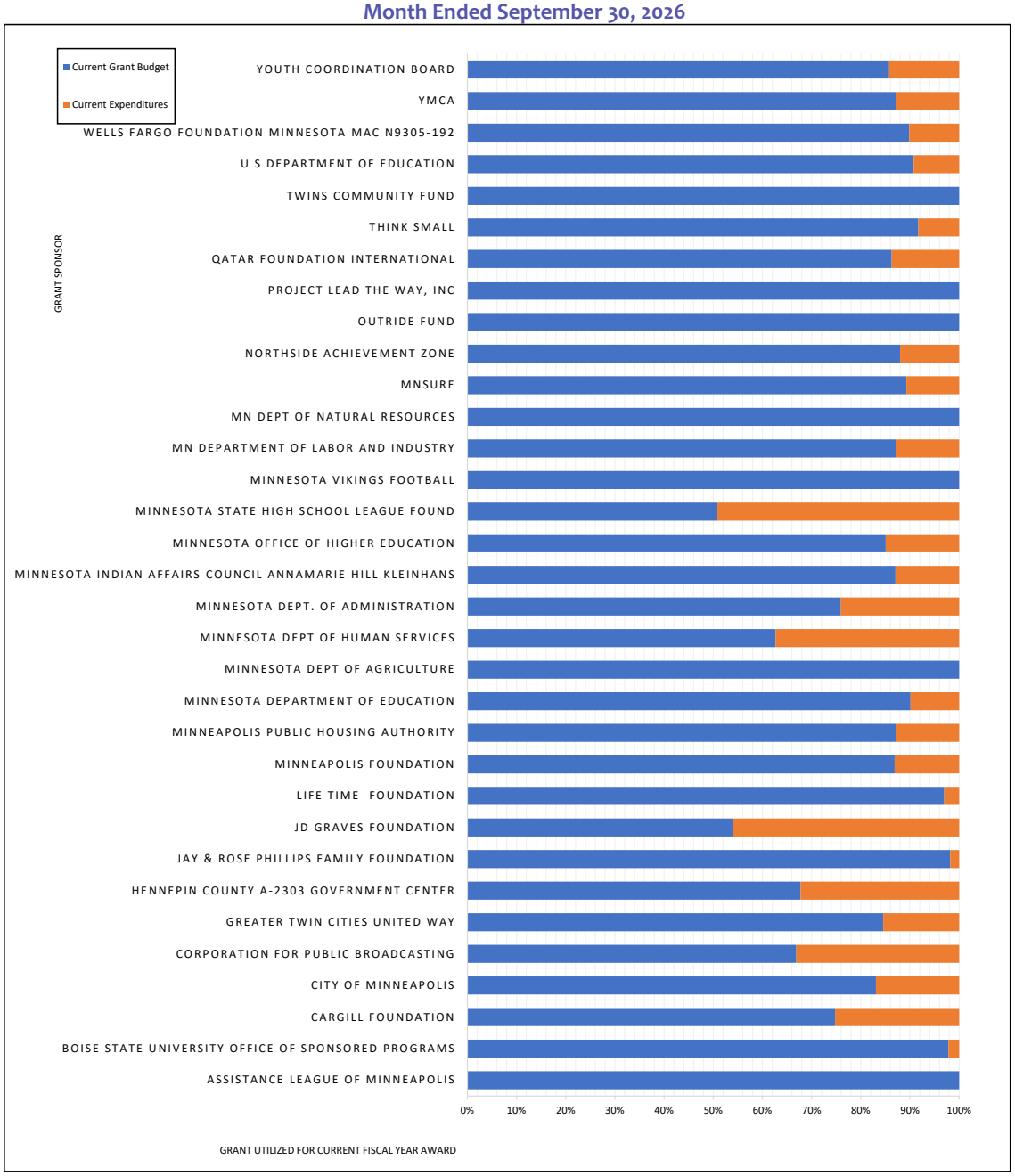
(A) A significant portion of The District's Cash and Investment is in the building construction fund. This funding must be spent on capital projects.



Minneapolis Public Schools
Special School District No. 1
Grant Awards and Expenditures
Month Ended September 30, 2026

Grant Sponsor	Current Grant Budget	Current Expenditures
Assistance League of Minneapolis	1,265	-
Boise State University Office of Sponsored Programs	467,872	10,328
Cargill Foundation	716,306	241,513
City of Minneapolis	523,308	106,660
Corporation for Public Broadcasting	47,885	23,700
Greater Twin Cities United Way	9,127	1,667
Hennepin County A-2303 Government Center	563,786	267,995
Jay & Rose Phillips Family Foundation	64,281	1,189
JD Graves Foundation	18,546	15,840
Life Time Foundation	27,388	850
Minneapolis Foundation	1,308,398	197,265
Minneapolis Public Housing Authority	790,645	117,023
Minnesota Department of Education	44,850,380	4,915,062
Minnesota Dept of Agriculture	27,000	-
Minnesota Dept of Human Services	59,947	35,657
MINNESOTA DEPT. OF ADMINISTRATION	108,000	34,197
Minnesota Indian Affairs Council Annamarie Hill Kleinhans	500,001	74,418
Minnesota Office of Higher Education	587,284	103,084
Minnesota State High School League Found	4,656	4,502
Minnesota Vikings Football	530,843	-
MN Department of Labor and Industry	509,998	74,699
MN Dept of Natural Resources	21,832	-
MNSure	50,000	6,006
Northside Achievement Zone	555,890	75,751
Outride Fund	596	-
PROJECT LEAD THE WAY, INC	9,750	-
Qatar Foundation International	43,315	6,888
Think Small	1,337,757	120,985
Twins Community Fund	2,317	-
U S Department of Education	4,642,644	472,633
Wells Fargo Foundation Minnesota MAC N9305-192	40,000	4,524
YMCA	972,913	143,640
Youth Coordination Board	325,177	53,851
Grand Total	**59,719,104**	**7,109,926**

Minneapolis Public Schools
Special School District No. 1
Grant Utilization for Current Fiscal Year Award
Month Ended September 30, 2026



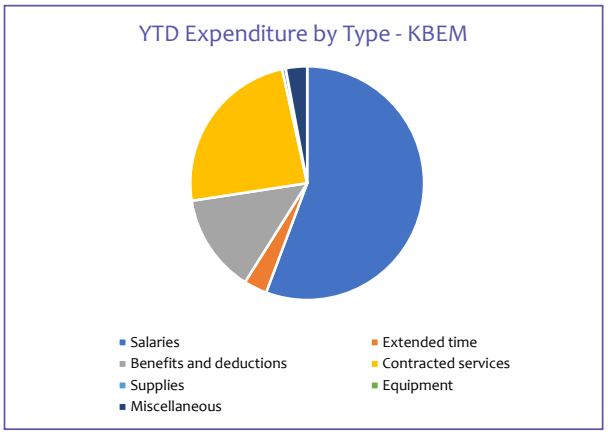
Minneapolis Public Schools
Special School District No. 1
Budget and Actual Expenditures - KBEM
Month Ended September 30, 2026

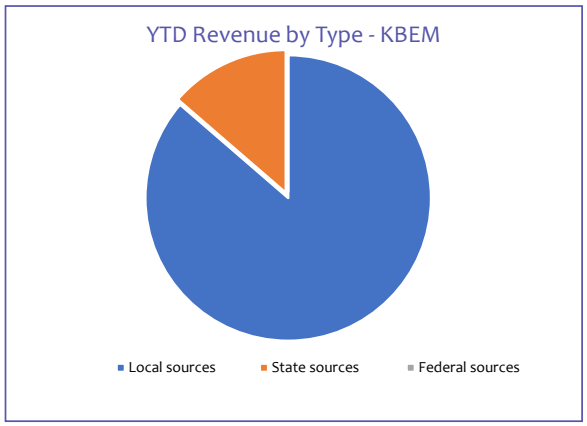
Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Salaries	768,217	149,564	19.5%	178,728	23.5%
Extended time	20,000	8,622	43.1%	8,073	0.0%
Benefits and deductions	319,709	36,655	11.5%	43,259	14.3%
Contracted services	217,597	64,325	29.6%	69,217	65.2%
Supplies	240	1,329	553.6%	3,363	15.6%
Equipment	-	-	-	-	0.0%
Miscellaneous	3,500	7,927	226.5%	295	
Total	**1,329,263**	**268,421**	20.2%	**302,934**	**25.4%**

Revenue Breakdown - KBEM
Month Ended September 30, 2026

	YTD Actuals
Local sources	316,079
State sources	50,000
Federal sources	-
YTD Revenue Received	**366,079**

Pie Chart Displaying Breakdown of Revenue & Expenditure by Type

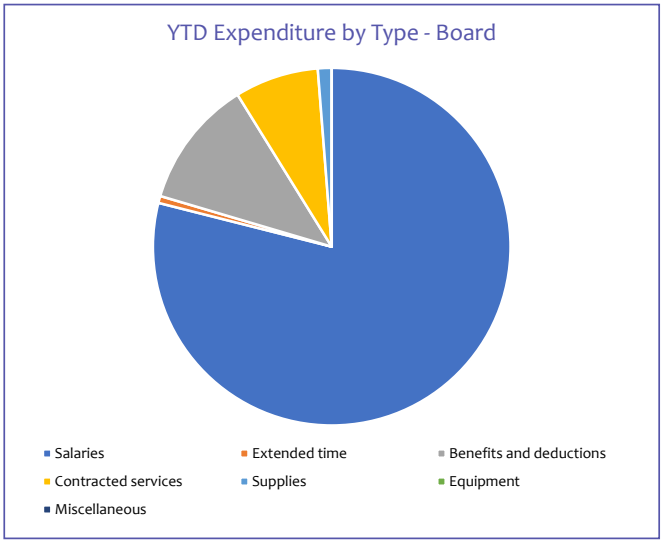




Minneapolis Public Schools
Special School District No. 1
Budget and Actual Expenditures - Board of Education
Month Ended September 30, 2026

Fund	Budget	YTD Actuals	% of Budget	PY YTD Actuals	PY % of Budget
Salaries	317,801	76,258	**24.0%**	71,998	24.5%
Extended time	-	611	**-**	925	0.0%
Benefits and deductions	87,243	11,200	**12.8%**	12,323	16.1%
Contracted services	167,500	7,323	**4.4%**	12,330	5.4%
Supplies	13,000	1,205	**9.3%**	1,133	8.7%
Equipment	-	-	**-**	-	0.0%
Miscellaneous	-		**-**	-	
Total	**585,544**	**96,598**	**16.5%**	**98,709**	**16.2%**

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, 2026

The activity represented below is for the current fiscal year

	Operating Funds		Non-Operating Funds	
	Food Service	**Community Service**	**Building Construction**	**Debt Service**
Revenues				
Local sources	37,142	3,799,658	1,687,035	-
Revenue from state sources	17,997	3,853,445	-	5,062,191
Revenue from federal sources	263,011	-	-	-
Other Revenue	72,027	-	-	-
Total Revenues	**390,177**	**7,653,103**	**1,687,035**	**5,062,191**
Expenditures				
Current	3,613,664	7,231,791	8,000,428	-
Capital Outlay	21,865	-	17,840,134	-
Debt Service	-	-	-	17,876,745
Total Expenditures	**3,635,528**	**7,231,791**	**25,840,562**	**17,876,745**
Excess of Revenues Over (Under) Expenditures	(3,245,351)	421,312	(24,153,527)	(12,814,555)
Other Financing Sources				
Total Other Financing Sources	**-**	**-**	**-**	**-**

Minneapolis Public Schools
Special School District No. 1
Balance Sheet - Governmental Funds (Non - General Fund)
September 30, 2026

The activity represented below is a snapshot as of month end

	Operating Funds		Non-Operating Funds	
Assets	**Food Service**	**Community Service**	**Building Construction**	**Debt Service**
Cash and investments	-	10,219,578	211,370,301	50,481,601
Receivables	-	3,096,406	-	51,472,749
Due from other gov entities	878,939	-	-	-
Prepaid items	-	-	-	-
Inventory	2,365,696	-	-	-
Total assets	**3,244,635**	**13,315,985**	**211,370,301**	**101,954,351**
Liabilities				
Due to general fund (negative cash)	2,200,899	-	-	-
Salaries and benefits payable	-	-	-	-
Accounts, contracts, and DTOG payable	878,939	131,892	3,926,386	-
Unearned revenue	-	-	-	-
Total liabilities	**3,079,838**	**131,892**	**3,926,386**	**-**
Deferred Inflows of Resources				
Total deferred inflows of resources	**-**	**4,973,823**	**-**	**103,332,076**

Financial Statements (September 2026)

MINNEAPOLIS PUBLIC SCHOOLS

September Financial Statements Notes

- The September report will focus on revenue and expenditures compared to last year
- [Actual] FY2027 Beginning Fund Balances not available:
  - Modified Accrual Accounting
  - FY2026 Audit underway and on track to meet statutory deadlines
  - FY2027 Beginning/Fund Balances will be presented when audit has sufficiently advanced to establish those balances

September Financial Statements Highlights: General Fund

General Fund	Budget	YTD	Percent of Budget	Prior Year Percent of Budget
Revenue	$ 737,250,679	$ 97,024,407	13.2%	10.0%
Expenditures	$ 735,313,855	$ 115,654,434	15.7%	14.50%
Revenue vs Expenditures	$ 1,936,824	$(18,630,027)		
Beginning Fund Balance				
		Pending Finalization of FY2026 Audit		
Ending Fund Balance				

September Financial Statements Highlights: Community Service Fund

Community Service Fund	Budget	YTD	Percent of Budget	Prior Year Percent of Budget
Revenue	$ 40,245,093	$ 7,653,103	19.0%	15.1%
Expenditures	$ 42,389,002	$ 7,231,791	17.1%	19.9%
Revenue vs Expenditures		$ 421,312		
Beginning Fund Balance				
		Pending Finalization of FY2026 Audit		
Ending Fund Balance				

September Financial Statements Highlights: Food Service Fund

Food Service Fund	Budget	YTD	Percent of Budget	Prior Year Percent of Budget
Revenue	$ 24,535,441	$ 390,177	1.6%	0.9%
Expenditures	$ 24,535,441	$ 3,635,528	14.8%	15.2%
Revenue vs Expenditures		$ (3,245,351)		
Beginning Fund Balance				
		Pending Finalization of FY2026 Audit		
Ending Fund Balance				

Questions



Capital Plan Financing Update

Finance Committee

October 27, 2026

MINNEAPOLIS PUBLIC SCHOOLS

Capital Plan Financing Updates for School Board

- **October 27, 2026 Finance Committee**
  - General awareness of annual bond issuance schedule
- **November 24, 2026 Finance Committee**
  - Detailed information and draft of 12/8/2026 resolutions
  - Preview of Anishinabe Academy Gate Check B financial information
- **December 8, 2026 Regular Business Meeting**
  - Board action on resolutions approving the issuance of bonds (GOB and LTFM)
  - Presentation and request for approval of Anishinabe Academy Gate Check B
    - Locked final project budget and scope
    - Overall project financing plan (first bond issuance anticipated July 2027)
      - Direction to proceed with preparing for such actions, including the submittal to MDE for Review & Comment
    - Direction to proceed to bidding (Gate Check C)

December 2026 Issuance Resolution

- **Series 2026A:** $36,915,000* General Obligation School Building Bonds
  - Utilizing our annual borrowing authority for funding various capital improvements and equipment
  - Amortization of debt by useful life of projects is a combination of over 10 and 20 years
  - Funding a maximum of $38,099,000 in projects
- **Series 2026B:** $50,740,000* General Obligation Long-Term Facilities Maintenance Bonds
  - Providing funds for repair and facility projects at selected school sites
  - Amortization of debt by useful life of projects is a combination of over 3, 10, and 20 years
  - Funding a maximum of $52,237,000 in projects (per approved June 9, 2026 Capital Plan)

* Preliminary; subject to change

Questions/Discussion