



Report of the Chief Executive Officer pursuant to Board Rule 5-4

Board Rule 5-4 sets forth the requirements for financial reporting and forecasting.

Board Rule 5-4 recognizes the importance of forecasting revenues, other resources, and expenditures in order to understand the level of funding available for District operations. As trustees of the community, the Board believes that long-term financial planning is a key fiduciary duty and important to the process of being fiscally responsible stewards of public monies.

Board Rule 5-4 states that on a quarterly basis in a fiscal year, the CEO shall submit to the Board a Current Fiscal Year Revenues and Expenditures Report, which shall include current fiscal year revenues and expenditures by fund, the appropriation for each fund for the current fiscal year, and a forecast of revenues and expenditures by fund for the remainder of the fiscal year.

Reports pursuant to this Rule shall be filed with the Board on its public agenda at the first regular board meeting following the date of submission to the Board.

Table 1: FY2026 Q3 Budget to 9-months/9-months Forecast: Overview*

(\$ in millions)	FY2026 Budget	Through 3/31/26	Q4 Projected	FY2026 Projected Year End	Projected Variance to Budget
Revenues⁽¹⁾	8,657.0	5,664.7	2,948.5	8,593.1	(63.9)
Expenditures	8,657.0	6,308.6	2,345.6	8,654.6	(2.4)
Revenues and reserves over/(under) expenditures	-	(643.9)	602.9	(61.5)	

*Totals may not foot due to rounding.

(1) Includes one-time use of a \$25 million donation.

Table 2: FY2026 Q3 Budget to 9-months/9-months Forecast: Revenues*

(\$ in millions)	FY2026 Budget	Through 3/31/26	Q4 Projected	FY2026 Projected Year End	Projected Variance to Budget over/(under)	Variance Explanation
Property taxes	4,156.5	2,978.9	1,243.5	4,222.4	65.9	Actual amounts received through Q3 were approx. \$2.2B. Includes accruals of approx. \$2B. Overperform from Transit TIF and amended tax levy.
Replacement taxes	240.0	137.6	123.8	261.4	21.4	
State aid	2,299.8	1,388.3	904.6	2,292.9	(6.9)	
Federal aid	902.8	477.1	344.4	821.5	(81.3)	Projected year end difference due to underspend, carry over and reimbursement claim timing delays.
Interest and investment earnings	4.0	8.1	3.8	11.9	7.9	Prevailing higher short-term rates continue to benefit investment earnings.
TIF surplus	379.0	548.9	7.1	556.0	177.0	TIF Surplus amounts exceeding budget, to be used for MEABF payment up to \$175M.
Other⁽¹⁾	675.0	115.8	311.2	427.0	(248.0)	Includes accruals of \$194M and additional City on behalf of revenue adjustments used for MEABF.
Total	8,657.0	5,664.7	2,948.5	8,593.1	(63.9)	

*Totals may not foot due to rounding.

(1) Includes one-time use of a \$25 million donation.

Table 3: FY2026 Q3 Budget to 9-months/9-months Forecast: Expenditures*

(\$ in millions)	FY2026 Budget	Through 3/31/26	Q4 Projected	FY2026 Projected Year End	Projected Variance to Budget over/(under)	Variance Explanation
Salaries	3,860.4	3,083.4	979.2	4,062.6	202.2	Projected increased spending primarily in OSD teachers, paraprofessionals and facilities staffing.
Benefits	769.1	574.6	180.2	754.8	(14.3)	
Pension	1,518.7	1,135.7	390.6	1,526.3	7.6	
Commodities	363.9	246.1	120.8	366.9	3.0	
Professional and special services	518.4	323.4	200.5	523.9	5.5	
Charter schools	976.0	664.0	306.1	970.1	(5.9)	
Transportation	182.0	90.0	86.5	176.5	(5.5)	
Other services	128.4	98.0	32.7	130.7	2.3	
Equipment	43.1	34.3	12.8	47.1	4.0	
Rent	18.9	12.4	1.4	13.8	(5.1)	
Debt service	23.0	31.4	20.6	52.0	29.0	Exceeding budget due to borrowing for property tax delays.
Other	255.2	15.3	4.2	29.5	(225.7)	Lower due to grants underspend and transfers between budget lines used to offset salaries.
Total	8,657.0	6,308.6	2,345.6	8,654.6	(2.4)	

*Totals may not foot due to rounding.

This report is filed with the Secretary of the Board this 31st day of August, 2026.