



July 2, 2026

**MEMORANDUM**

TO: Committee of the Whole

THRU: Dr. Arun Puracken, Director *AP*  
Education and Workforce Development Committee

FROM: Caleb Callender *CC*  
Legislative Budget and Policy Analyst

RE: Board of Education FY 2026 Financial Review & Transfer Request #3

The Board of Education requests authority to decrease the FY 2026 operating budget and transfer operating funds between major expenditure categories to maintain a balanced budget and ensure fiscal stability throughout the end of the fiscal year. The projected total revenue and expenditures for FY26 will decrease to a total of **\$2,989,759,213**.

The Financial Review, undertaken by Prince George's County Public Schools (PGCPS), would decrease the FY 2026 operating budget by a net of **\$5,553,550**. The Financial Review accounts for a decrease in revenue from the State and local share of the Blueprint College and Career Readiness Grant by **\$3,193,464** and **\$2,360,086**, respectively, due to a revision of the number of eligible students. The transfer realigns categories within the FY 2026 Board of Education Approved Budget to meet current and projected instructional and support service needs for the remainder of the fiscal year.

Additionally, adjustments of expenditure appropriations will be made between the expenditure major categories, as displayed in **Exhibit B**.

**Questions for Committee Consideration:**

1. How will the projected downward trend of students continue to impact the County share of the Blueprint Grant and the overall funding for the Board of Education?
2. Can you speak to the \$21M increase to other instructional costs requested upon this transfer?

**Exhibit A: Adjusted Revenue Projections**

Revenue	FY 2026 Board of Education APPROVED	FY 2026 Financial Review & Transfer Request #3			FY 2026 Board of Education REVISED
		Unrestricted	Restricted	Total Transfer	
Board Sources	\$ 31,575,391	\$ -	\$ -	\$ -	\$ 31,575,391
County Sources	967,592,621	-	(2,360,086)	(2,360,086)	965,232,535
Federal Sources	137,579,433	-	-	-	137,579,433
State Sources	1,724,770,325	-	(3,193,464)	(3,193,464)	1,721,576,861
Use of Fund Balance	133,794,993		-		133,794,993
Revenue Total	\$ 2,995,312,763	-	\$ (5,553,550)	\$ (5,553,550)	\$2,989,759,213

**Exhibit B: Adjusted Expenditure Projections**

Expenditures Major Categories	FY 2026 Board of Education APPROVED	FY 2026 Financial Review & Transfer Request #3			FY 2026 Board of Education REVISED
		Unrestricted	Restricted	Total Transfer	
Administration	\$ 97,342,776	\$ -	\$ 2,132,557	\$ 2,132,557	\$ 99,475,333
Mid-Level Administration	199,561,786	-	(2,257,327)	(2,257,327)	197,304,459
Instructional Salaries	1,002,915,111	-	(990,100)	(990,100)	1,001,925,011
Textbooks & Instructional Materials	53,029,423	-	-	-	53,029,423
Other Instructional Costs	151,296,671	-	21,000,778	21,000,778	172,297,449
Special Education	406,254,073	(5,700,000)	(16,003,283)	(21,703,283)	384,550,790
Student Personnel Services	79,878,908	-	(11,472,561)	(11,472,561)	68,406,347
Student Health Services	52,013,481	-	8,033,133	8,033,133	60,046,614
Student Transportation Services	140,848,431	-	(1,089,020)	(1,089,020)	139,759,411
Operation of Plant	168,637,885	-	(2,475,017)	(2,475,017)	166,162,868
Maintenance of Plant	68,627,104	-	(304,276)	(304,276)	68,322,828
Fixed Charges	539,848,932	5,700,000	(4,381,225)	1,318,775	541,167,707
Food Services	1,009,000	-	-	-	1,009,000
Community Services	7,049,182	-	(1,502,166)	(1,502,166)	5,547,016
Capital Outlay	27,000,000	-	3,754,957	3,754,957	30,754,957
<b>Total Expenditures</b>	<b>\$2,995,312,763</b>	<b>\$ -</b>	<b>\$ (5,553,550)</b>	<b>\$ (5,553,550)</b>	<b>\$2,989,759,213</b>