Financial Services Division General Fund Proforma Financial Statement - As of June 30, 2025 (Unaudited Estimate) October 16, 2025

COBB COUNTY SCHOOL DISTRICT

ne Property Digest growth rate is unknown in future years. For every 1%, up or down, the District could gain/lose \$8-\$9 Million.

Digest Year

2025

2024

2023

2022

2021

2020

A. FY2025 Unaudited Year-End Financial Statement (Estimate as of June 30, 2025)

FY2025 Cobb County School District General Fund FY2025 Actual 6/30/2025 Actual Performance Estimates & Financial Status Year-End Closing Estimates Beginning Total Fund Balance \$376 472 073 \$1,644,864,682 Unaudited General Fund Revenue Unaudited General Fund Expenditures \$1,674,531,555 Unaudited Estimated Ending Total Fund Balance \$346,805,200 Financial Metrics: District FY2025 Credit Rating: Aaa Moody's, AAA Standard & Poor's, AAA Kroll Bond Rating No Long-Term Debt since 2007 Debt Service Status General Fund Millage Rate FY2025 18 70 Mills FY2025 Gross Digest Growth 7 56% FY2026 Gross Digest Growth 2.09% Accounting Data & State of Georgia QBE Information FY2025 State Local Fair Share (\$216,223,669) FY2026 State Local Fair Share (\$217,941,915) FY2025 Accounting Assignments \$158,469,949 FY2025 Nonspendable \$2,142,043 Cumulative Austerity Cuts (Since FY2003) (\$609,952,877) District Long-Term Debt \$186,193,208 Unassigned Fund Balance Estimate - June 30, 2025 Proforma Financial Statement Metrics - June 30, 2025

B. Cobb County Schools Financial Related Data & Comments

1) Financial Impact of Revenue and Expenditure Estimates Being Off by 1%

Unassigned Fund Balance in Work Days One-Month Reserve Target Calculation

Months of Unassigned Fund Balance

The approved FY2026 Budget was developed using a conservative lapse factor, which assumes that actual revenue will closely match budgeted revenue, while actual expenditures will be lower than budgeted. This approach ensures cautious financial planning. Depending on how actual figures compare to estimates, the fund balance may increase or decrease. A 1% variance in estimates could result in a \$33.6 million impact on the fund balance.

 FY2026 Revenue
 \$1,659,682,409

 FY2026 Expenditure Appropriations
 \$1,702,897,117

 FY2026 Total
 \$3,362,579,526

 One Percent (1%) Revenue / Expenditure
 \$33,625,795

(2) Recommendation to Utilize a Cautious/Conservative Budget Approach:

- a. Apply conservative revenue and expenditure estimates to responsibly fund recurring costs, including teacher and staff salaries and essential school support services.
- b. Manage taxpayer funds with professionalism, adhering to best practices and established financial guidelines.
- Preserve a healthy Unassigned Fund Balance to maintain the District's excellent financial standing. Recommended reserve levels
 include:

GFOA: Minimum of 2 months

Moody's, S&P, Kroll: 2 to 3 months

Mauldin & Jenkins (CCSD Auditor): 2 to 3 months

- d. Approach the annual budget development process strategically, anticipating financial trends and potential revenue challenges.
- e. Distinguish between one-time and recurring revenue sources within the General Fund to support long-term financial planning.

C. District Credit Ratings

Cobb County School District Credit Rating Summary

Highest long-term & short-term credit ratings in the U.S.

Long-Term Credit Ratings

Aaa - Moody's Investor Service

AAA - Standard & Poor's

AAA - Kroll Bond Rating Agency

Short-Term Credit Ratings
MIG1 Moody's Investor Service
A-1 Standard & Poor's
A-1 Kroll Bond Rating Agency

MOODY'S

STANDARD &POOR'S



\$1,702,897,117

\$1,702,897,117

\$1,868,958,383

D. District Supplemental Financial Data

- No long-term debt since 2007
- Annual financial audit is unmodified; performed by Mauldin & Jenkins, CPA
 Annual performance audit for SPLOST program is unmodified; performed by Mauldin & Jenkins, CPA

FY2026 General Fund Budget Highlights:

- Full salary step increase for all eligible employees

(2) FY2026 Property Value Digest Data

FY2026 Property Exemptions

Environmentally Sensitive Property

Disabled Veteran

Social Security Disability

Homestead (\$10,000) - Property tax break - legal residence

Age 62 and Older - Property tax break for older citizens

Unmarried Surviving Spouse (Firefighter/Police Officer)

Conservation - Real property devoted to conservation uses

Freeport - Business Inventory Exempt from property taxes

Brownfield Property - Potentially hazardous real property

Exemption % of Total Gross Property Value Digest

Personal Property - Property not attached to home or building

- Adjust all non-temporary staff workdays by 4 days
- Salary & fringe benefits are 94% of the General Fund budget Instructional expenditures account for 70% of the General Fund budget

Fiscal Year

FY2026

FY2025

FY2024

FY2023

FY2022

FY2021

- General administration accounts for 1% of the General Fund budget



\$929.814.900

\$2,938,939,290

\$5,076,549,889

\$3.634.201.226

\$1 704 915 475

Revenue Exempt

(\$238,081,102)

(\$3,477,898)

(\$2,374,751)

(\$17.010.029)

(\$181,403)

(\$1,184,151)

(\$278,802,895)

(\$72,818)

(\$14,854)

(\$35,783)

\$44 045 018 089

\$43,115,203,189

\$40 176 263 899

\$35,099,714,010

\$31,465,512,784

\$29,760,597,309

(\$12,731,609,713)

(\$185,983,876)

(\$126,992,029)

(\$909.627.244)

(\$1,913,529)

(\$9.700.686)

(\$63,323,592)

(\$14,909,245,713)

(\$3,894,000)

(\$794,312)

Property Exemptions

E. Financial Dashboard

\$139,544,296

1.33

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(1) FY2026 Board Approved Balanced Budge	et Summary	
Local Revenue		
Property Tax Revenue & Other	\$886,337,622	
Local Revenue		
State Revenue		
Quality Basic Education (QBE)	\$741,353,105	
Grants	\$16,257,061	
Total State Revenue	\$757,610,166	
Federal & Other Revenue		
Indirect Cost, ROTC, MedACE,	\$15,734,621	
Medicaid	·	
Total Revenue		\$1,659,682,409
Utilization of Fund Balance		\$43,214,708

GENERAL FUND & OTHER FUNDS EXPENDITURES

Total Resources

Total Expenditures

Cassial Bayenya Funda

Total Other Funds Expenditures		\$166,061,260
Internal Service Funds Unemployment, Self-Insurance	\$12,550,000	
<u>Capital Projects Fund</u> Miscellaneous small capital projects	\$2,016,468	
<u>Debt Service Fund</u> The District has no long-term debt	\$0	
Grants, After School Program, Venue Mgmt., etc.	\$151,494,798	

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(3) State of G	eorgia Local Five
Mill Share Re	duction
FY2026	(\$217,941,915)
FY2025	(\$216,223,669)
FY2024	(\$207,828,997)
FY2023	(\$184,085,315)
FY2022	(\$172,787,491)
FY2021	(\$166,638,238)
FY2020	(\$161,428,591)
FY2019	(\$155,355,360)
FY2018	(\$144,570,519)
FY2017	(\$136,707,956)
FY2016	(\$132,140,110)
FY2015	(\$133,378,963)
FY2014	(\$131,545,629)
FY2013	(\$135,582,243)
FY2012	(\$134 918 836)

(4) FY2026 State of Georgia QBE	
Revenue	FY2026 Budget
QBE Earnings	\$940,150,693
Transportation	\$16,519,187
Nurses	\$2,571,365
Military Counselors	\$53,775
Local Five Mill Share	(\$217,941,915)
Total QBE Revenue	\$741,353,105

	(5) Age 62	Revenue Exempt
get	FY2026	(\$238,081,102)
93	FY2025	(\$222,696,095)
87	FY2024	(\$196,198,209)
65	FY2023	(\$167,343,658)
75	FY2022	(\$144,461,759)
15)	FY2021	(\$132,178,610)
05	FY2020	(\$122,730,091)

(\$155,555,560)	(6) Cobb Schools Property Tax Calculation	
(\$144,570,519)	Average Home Value - The value of an average priced home in Cobb County	\$450,000
(\$136,707,956)	40% Assessment Rate - Homes in Georgia are assessed at 40% of FMV	X 0.40
(\$132,140,110)	Assessed Value	\$180,000
(\$133,378,963)	Cobb Homestead Exemption	(\$10,000)
(\$131,545,629)	Tax Base for Property Tax	\$170,000
(\$135,582,243)	18.700 Cobb County School District Millage Rate	X 0.0187
(\$134,918,836)	FY2026 General Fund School Property Tax Calculation	\$3,179
	·	

) Salary Inc	reases (Last Seven Years History)
FY2026	Full salary step for all eligible employees.
FY2025	4.40% - 9.00% raise, depending upon salary step eligibility.
FY2024	7.50% - 12.10% raise, depending upon salary step eligibility.
FY2023	8.50% - 13.10% raise, depending upon salary step eligibility.
	(Largest in District History)
FY2022	4.00% - 8.60% raise, depending upon salary step eligibility.
FY2021	Full salary step for all eligible employees.
FY2020	8.00% - 12.60% raise, depending upon salary step eligibility.
	(Largest in District History)

	General Fund	Bond	Homestead	Taxes on a
	Millage Rate	Millage Rate	Exemption	\$450,000 Home
DeKalb County School District	22.980	0.000	\$12,500	\$3,849
Atlanta Public Schools (APS)	20.500	0.000	\$50,000	\$2,665
Gwinnett County School District	19.200	1.450	\$4,000	\$3,634
Cobb County School District (Second Lowest)	18.700	0.000	\$10,000	\$3,179
Fulton County School District	17.140 🔻	0.000	\$2,000	\$3,051
Cobb Schools General Fund Millage	Rate of 18.70 Mills is 1.30 Mills be	elow the 20.00 Mill State of Geo	orgia Millage Rate Cap	
The value of	1.00 Mill is \$43.0 Million & the val	ue of 1.30 Mills is \$55.3 Million		