

Narrative for November 2021 Monthly Reporting Package

The period ending November 30, 2021 represents five months or 41.66% of the fiscal year.

Revenues

- The proposed final budgeted revenues are \$11,918,239 (includes \$2.92m PY carryover)
- Revenues collected to-date are \$9,708,376 (includes \$2.97m PY carryover) This amount represents 81.50% of the total budgeted revenue and in line with budget.
- During the month of November the following receipts were received:

○ <u>Tech Block Grant</u>	\$1,135
○ <u>Local Funds & Transfer & interest</u>	\$841,113
○ Donations	\$1,090
○ <u>School Activities</u>	<u>\$2048</u>
Total November Receipts	\$845,386

- Material Revenue Outstanding with Expected Date of Receipt:

○ Local Revenues	\$1,021,595	Dec 2021
○ State Funding	<u>\$631,836</u>	Dec 2021
Total	\$1,653,431	

Expenses

- The proposed final budgeted expenses are \$10,197,909.
- Expenses to-date are \$4,103,064 with outstanding encumbrances of \$58,519, the total of which represents 40.81% of the budgeted expenditures.
- The annual Debt Service of \$764,340 was paid in July. If this amount is normalized over the twelve months of the year expenses are 36.44% year-to-date and in line with budget.

General

- Local Revenue has been finalized.
- State Revenue will be determined after all staff is in place and credentialed.
- The year-end projection for net income is affected by a reduction in students from 625 to 600

Reserves

- The current school reserve accounts held in the state finance system (FSF):

○ Summer Pay Reserve	\$941,468
○ Project Reserve	\$200,000
○ Maintenance/Building Reserve	<u>\$125,000</u>

TOTAL RESERVES \$1,266,468

- In addition to the reserve funds in FSF there is a \$100,000 Repair and Replacement Reserve held by the bond investors.
- Final Budget Reserves are expected to be increased \$101,498 for summer deferred pay and building reserves for a total of \$1,367,966 reducing operating cash and increasing restricted cash.

Operating Surplus/Deficit

- The school began the fiscal year with \$2,216,563 in operating cash and is projecting a fiscal year end cash balance of \$2,023,301 (assuming contingency is not spent) when compared to the updated budget. The preliminary cash deficit generated during the fiscal year is (\$193,262).
- In addition, once teacher credentialing is complete state revenue may increase ~\$30k to \$35k and thus reduce the deficit.
- In the projection the Federal Expansion grant and ESSER funding is projected to be spent down by \$278k and \$636k respectively.
- A tuition tax billing has been sent to DEDOE in the amount of \$241,416.
- If all of the tuition tax bill and credentialing revenue is received there would be positive cash flow for the year of ~ \$83,000 instead of a deficit.