

## Narrative for February 2022 Monthly Reporting Package

The period ending February 2022 represents eight months or 66.67% of the fiscal year.

### Revenues

- The proposed final budgeted revenues are \$11,602,870 (includes \$2.92m PY carryover)
- Revenues collected to-date are \$11,489,620. This amount represents 99.1% of the total budgeted revenue and in line with budget.
- During the month of February the following receipts were received:
  - o Donations \$1,585
  - School Activities \$655
  - CSD Settlement \$4,140
  - o Federal Funds \$2,612
  - Total February Receipts \$8,992
- Material Revenue Outstanding with Expected Receipt Date:
  - State General Funds \$34,602

### Expenses

- The proposed final budgeted expenses are \$9,505,389.
- o Expenses to-date are \$6,200,706 with outstanding encumbrances of \$28,138 the total of which represents 65.53% of the budgeted expenditures.
- o 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 62.85% year-to-date and in line with budget.

### General

- Local Revenue has been finalized.
- State Revenue has been finalized.

## **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 \$111,330 for summer deferred pay and \$25,000 for building reserves for a total of \$1,402,798 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 \$2,353,689 (assuming contingency is not spent).
- A tuition tax billing has been sent to DEDOE in the amount of \$241,416. Previous reports have included \$70,000 being received before fiscal year end. This has been eliminated as funds will not be received during the current fiscal year. DEDOE has a proposed solution to the districts and charters and more information will be shared when the proposal is finalized or a new path is determined.
- In the cash flow report deferred pay is not included in the year end cash projection. On the covenant page the deferred pay is added in and increases the debt service covenant calculation to 1.17, which meets the requirement.