

Narrative for July 2022 Monthly Reporting Package

The period ending July 31, 2022 represents one month or 8.33% of the fiscal year.

Revenues

- The final budgeted revenues are \$11,857,091 (includes \$2.66m PY carryover)
 - Revenues collected to-date are \$7,209,759. This amount represents 60.8% of the total budgeted revenue.
 - During the month of July the following receipts were received:
 - State Operations \$4,292,456
 - Education Sustainment Fund \$89,278
 - Tech Block Grant \$11,948
 - Other State \$13,431
 - Opportunity Fund \$35,749
 - Minor Capital Improvements \$94,777
 - School Activities \$440
 - Federal Funds \$9,062
- | | |
|---------------------|-------------|
| Total July Receipts | \$4,547,141 |
|---------------------|-------------|
- Material Revenue Outstanding with Expected Receipt Date:
 - State Operations \$1,180,234 December 2022
 - Local Receipts \$3,052,329 35% September, 65% December 2022
 - Federal funds \$191,830 October 2022

Expenses

- The final budgeted expenses are \$9,714,195.
- Expenses to-date are \$778,087 with outstanding encumbrances of \$811,146 the total of which represents 16.36% of the budgeted expenditures.
- The outstanding encumbrances include the annual debt service payment. If this amount is normalized over the twelve months of the year expenses are 9.12% year-to-date and more in line with budget.
- July is a 3 pay month.

General

- State and local revenues are estimated and are conservative. Revenues will be recalculated after the September 30th unit count, new teacher credentials are verified and we have local per pupil amounts from the local school districts.

Reserves

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

○ Summer Pay Reserve	\$1,102,762
○ Project Reserve	\$200,000
○ Maintenance/Building Reserve	<u>\$150,000</u>

TOTAL RESERVES \$1,452,762

- In addition to the reserve funds in FSF there is a \$100,000 Repair and Replacement Reserve held by the bond investors.
Reserves have been increased. \$161,294 was added to the summer pay reserve and \$25,000 was added to the Maintenance/Building Reserve.

Operating Surplus/Deficit

- The school began the fiscal year with \$2,437,171 in operating cash. The year end cash balance is projected to be \$2,384,220.
- Based on the conservative budget and projections the debt service covenant calculation is 1.0, which does not meet the requirement. It is expected that the school will meet the covenant when final revenues are determined.