

Narrative for August 2023 Monthly Reporting Package

The period ending August 31, 2023, represents two months, or 17% of the fiscal year.

Revenues

- The preliminary budgeted revenues are \$13,512,644 (including \$3.14M PY carryover)
- Revenues collected to date are \$8,681,775. This amount represents 64% of the total budgeted revenue and is on track with the preliminary budget.

- During the month the following receipts were received:
 - Cafeteria \$740
 - Other State Funding \$14,664
 - Local Funds \$20,638
 - \$36,042

- Material Revenue Outstanding with Expected Receipt Date:
 - Tech Block Grant \$1,381 (December)
 - Education Sustainment \$10,320 (December)
 - School Safety & Security \$36,661 (January)
 - Other State Funds \$66,592 (December)
 - Student Activities \$89,000
 - Local Interest Earned \$100,000
 - Cafeteria \$119,000
 - Federal Funds \$231,550 (December)
 - State Operations \$1,246,801 (December)
 - Local Operations \$3,259,969 (September & December)
 - \$5,161,274

Expenses

- The preliminary budgeted expenses are \$10,732,904.
- Expenses to date are \$2,171,303 with no outstanding encumbrances. The total represents 20% of the budgeted expenditures. If this amount is normalized over the twelve months of the year expenses are 14% year-to-date and in line with the budget.

General

- \$14,664 was received in program supplement funding.
- August's local interest earned was \$15,828 with a rate of 4.22%. The total interest earned during FY24 is \$30,869.
- \$4,810 was received for Montessori tuition repayments from staff members who broke their tuition agreements.
- August salary costs reflect last school year's 10-month employee contracted amounts. New salaries and staff changes begin mid-September for the 2023-2024 school year.
- August's other employment costs show the FY24 increases.
- August custodial services include the last 2 invoices with the previous contract and 2 months of service and supplies for the new contract. Paying a month in advance with the new provider earns FSMA a discounted contract rate.

Reserves

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

○ Maintenance/Building Reserve	\$175,000
○ Project Reserve	\$200,000
○ Summer Pay Reserve	<u>\$1,245,685</u>
TOTAL RESERVES	\$1,620,685

- In addition to the reserve funds in FSF there is a \$100,000 Repair and Replacement Reserve held by the bond investors.

Operating Surplus/Deficit

- The school began the fiscal year with \$3,143,607 in operating cash. The year-end cash balance increased by \$207,841 to \$3,351,448 including restricted cash and funds to be reserved.
- The debt service covenant calculation is 1.96. We are satisfying the minimum requirement of 1.10.
- There are 161 days of cash on hand exceeding the 45-day covenant requirement.