

Narrative for January 2026 Monthly Reporting Package

The period ending January 31, 2026, represents seven months, or 58% of the fiscal year.

Revenues

- The final budgeted revenues are \$17,542,383 (including \$4.81 PY carryover)
- Revenues collected to date are \$17,471,958. This amount represents 99% of the total budgeted revenue and is in line with the final budgeted amount.

- During the month the following receipts were received:
 - School Activities \$ 2,904
 - Cafeteria \$ 11,902
 - Tuition Tax \$ 27,118
 - Local Interest Earned (4.59%) \$ 34,112
 - Local Funds \$ 246,800
 - 322,835

- Material Revenue Outstanding with Expected Receipt Date:
 - Donations (Throughout FY) \$ 12,800
 - Other State Funds (Throughout FY) \$ 22,442
 - Cafeteria (Throughout FY) \$ 44,124
 - School Activities (Throughout FY) \$ 47,659
 - Local Interest Earned (Throughout FY) \$ 125,000
 - \$ 252,025

Expenses

- The final budgeted expenses are estimated at \$11,794,978.
- Expenses to date are \$6,672,769 with \$29,624 in outstanding encumbrances. The total represents 57% of the budgeted expenditures. If this amount is normalized over the twelve months of the year expenses are 55% year-to-date and in line with the final budgeted amount.

General

- The year-to-date local interested earned is \$183,697.
- Funds are being encumbered for additional security cameras being installed at both buildings.
- Utilities for the month of January are high due to the water leak in the 920 building. The City of Wilmington approved our leak forgiveness application, resulting in a 50% grace on the amount due.
- All local district payments and tuition funds have been received.

Reserves

- The current school reserve accounts held in the state finance system (FSF):
 - Maintenance/Building Reserve \$225,000
 - Project Reserve \$200,000
 - Summer Pay Reserve \$1,426,926
 - TOTAL RESERVES \$1,851,926

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

Operating Surplus/Deficit

- The school began the fiscal year with \$4,810,864 in operating cash. The year-end cash balance increased by \$1,951,979 to \$6,762,843 including restricted cash and funds to be reserved.
- The debt service covenant calculation is 3.34. We are satisfying the minimum requirement of 1.10.
- There are 283 days of cash on hand exceeding the 45-day covenant requirement.