MID-VALLEY SPECIAL EDUCATION COOPERATIVE

MEMO

TO: Executive Board

FROM: Matt McDonald, Senior Director of Human Resources & Business/CSBO

DATE: August 31, 2026

RE: Financial Report

Background: Administration monitors revenues and expenditures on an ongoing basis and provides the Board with monthly financial updates. The following reflects the financial position as of August 31, 2026.

Discussion:
Revenue:

As of August 31, total revenue received is approximately $11,450,637.64, or 58.2% of the FY27 adopted budget. Tuition revenue totals approximately $11.07 million, or 63.7% of budget, reflecting district tuition collections and O&M tuition received early in the fiscal year. Other local revenue totals approximately $10,478, or 7.2% of budget. State and federal revenue totals approximately $367,365, or 17.2% of budget.

Revenue collections remain strong and are primarily supported by tuition receipts. Federal reimbursements above the annual budget represent a favorable variance and will continue to be monitored as additional receipts are recorded. At this time, there are no areas of concern within the revenue budget.

Expenditures:

Total expenditures through August 31 are approximately $1,641,853.75, or 8.2% of the annual budget. Instructional expenses total approximately $1.06 million, or 6.1% of budget, demonstrating a controlled pace of spending early in the fiscal year. Administration and Board expenses total approximately $472,146, or 22.3% of budget, reflecting the timing of early-year administrative and board-related costs. Operations and Maintenance expenses total approximately $108,487, or 25.2% of budget, reflecting initial facility and operational expenditures for FY27.

Overall, spending across instructional and support service areas remains stable, with no significant variances noted. Expended and encumbered amounts total approximately $15.09 million, or 75.4% of the expenditure budget, indicating that a significant portion of annual staffing and other obligations has already been committed. The Cooperative continues to maintain a solid financial position, supported by strong tuition collections and controlled expenditure activity.

As of August 31, 2026, the Cooperative's cash balance is approximately $12.51 million and remains sufficient to meet current operational needs.

Recommendation: Administration recommends that the Board accept the Mid-Valley Financial Report as presented.