

MESD Business Services

Financial Update Summary

Board Finance Committee – 10/8/2026

August 31, 2026 Financial Report

Legal Compliance: As of the end of August, MESD has exceeded the Fund 4 Facilities Acquisition/Construction appropriation by \$18.9 thousand. A budget amendment has been prepared and will be presented to the Board at the October Board meeting. This is a timing issue as expenditures for the Creeks Transition project have shifted from FY 2026 to FY 2027.

Cash Balance, All Funds: The MESD's combined cash balance for all funds was \$14.1 million at the end of August. This is 4% below our cash balance last year at this point.

Resolution Services Fund 1: Fund 1 is \$284 thousand or 6% above last year. The largest factor is beginning balance.

Contracted Services Fund 2: Fund 2 continues to show a negative cash balance due to timing issues with revenue collection for reimbursable expenses.

Operating Fund 6: Fund 6 is nearly even with last year.

Revenues: Recorded revenues in Funds 1, 2, and 6 through the end of August total \$3.8 million, which is 13.4% above last year. The increase is primarily in the State School Fund appropriation.

Expenditures: Agency expenditures through August total \$10.1 million, an increase of \$903 thousand or 9.8% above last year. At the department level, the increase is primarily in Special Education and School Health Services.

Transits and Other Transfers: Through August there have been no requests from districts for transit payments. MESD normally begins payments in late November or early December after we receive property tax distributions.

Interfund Transfers: Through August, \$303 thousand in SSF and property tax funds (10% of total receipts, as per statute) has been transferred to the Operating Fund to offset FY 2027 operating costs.

Student Scholarship Fund: There has been no activity in the fund for the fiscal year as of August FY2027. There is a small balance carried over from FY 2026. Business Services will add a section to the upcoming monthly report to show activity.

Upcoming Events: Representatives from TKW will present their report on the 2026 fiscal year to the Board Finance Committee at an upcoming meeting.