



Finance Committee Meeting

DATE: November 17, 2022

TOPIC: District Finance Update

PREPARED BY: Courtney Whited

Recommended for:

Action

Discussion

Information

Purpose/Background:

To provide the Finance Committee an update on ongoing Districtwide project(s)

1. Worker's Compensation Safety Grant

IPRF sent communication relative to the 2023 Safety Grant. Typically, over the previous five years, SD74 has received amounts that were less than \$4,000. The current grant amount advertised is \$10,764.

2. FY23 Quarter 1 Revenue Trends

As expected, Property Tax Collections, thus far, have been low:

\$95,768.76 has been collected through July 31, 2022

The District has given up \$3,115.93 through July 31, 2022 due to appeals

However, Corporate Personal Property Replacement Tax (CPPRT) revenue continues to be robust:

Description	YTD Transactions	FY23 Budget
CPPRT ED	\$82,724.83	\$100,000.00
CPPRT O&M	\$74,526.86	\$90,000.00
CPPRT TRANSPORTATION	\$231,778.54	\$280,000.00
CPPRT IMRF	\$165,449.63	\$200,000.00
CPPRT SS & MEDICARE	\$108,063.94	\$130,000.00
CPPRT TORT	\$82,724.82	\$100,000.00

The JUL, AUG, OCT 2022 deposits total \$745,268.62

Last year, by October 31, 2021, the District had collected \$446,732

3. Natural Gas

Vanguard invoices without a contract at \$0.30600/Therm:

\$0.66050/Therm JUL 2022

\$0.87200/Therm AUG 2022

\$0.90400/Therm SEP 2022

IGS refreshed pricing as of 11/10/2022 below:

Term in Months	Start	End	CG Therm Volume	Fixed Price Offer \$/Therm
12	Jan-23	Dec-23	155,500	\$0.598
24	Jan-23	Dec-24	311,000	\$0.576
36	Jan-23	Dec-25	466,500	\$0.565
48	Jan-23	Dec-26	621,990	\$0.559
60	Jan-23	Dec-27	777,490	\$0.556

Similar to the District's electricity supply, if the market ever drops below SD74's fixed contracted price, IGS can do a blend & extend to lower the price and take advantage of the decrease, similar to refinancing a mortgage. This would lower the price effective with the next month's invoice even if SD74 is in the middle of a contract with IGS. John from IGS recommends putting a hedge in place to protect the District from paying high natural gas prices this winter.