

Memorandum

To: Board of Education
From: Rhonda Kribs, Chief Financial Officer
CC: Dr. Leadriane Roby, Superintendent
Date: March 18 , 2026
Re: Monthly Financial Statements, February 2026

The financial statements ending February 2026 have been completed and reviewed. The District is approximately 66% of the way through the school year, and approximately 67% of the way through the fiscal year.

In addition to the general comments included in this memorandum, you will find the following documents attached for your review:

1. General Fund Balance Sheet
2. General Fund Statement of Revenue, Expenditures, and Changes in Fund Balance
3. Combining Balance Sheet for all Special Revenue Funds
4. Combining Statement of Revenue, Expenditures, and Changes in Fund Balance for all Special Revenue Funds
5. Chart of specific concerns or comments related to the financial information for the General Fund and the Special Revenue funds
6. Combining Balance Sheet for all Debt Retirement Funds
7. Combining Statement of Revenue, Expenditures, and Changes in Fund Balance for all Debt Retirement Funds
8. Combining Balance Sheet for all Capital Projects Funds
9. Combining Statement of Revenue, Expenditures, and Changes in Fund Balance for all Capital Projects Funds
10. Combined Statement of Cash Receipts and Cash Disbursements
11. Combining Statement of Cash Receipts and Cash Disbursements for all funds
12. Cash Disbursements
13. Schedule of Investments

General Comments:

The balance sheet is prepared on the modified cash basis of accounting. Consequently, the statements do not include all known assets and liabilities of the district.

Budgets for the General Fund, Special Revenue Funds and Debt Retirement Funds have been updated to reflect budget amendment one, which was approved by the Board on February 9, 2026.

General Fund: We have received approximately \$54.2 million (97%) of our property tax revenue which will be used throughout the year.

Debt Retirement Funds: Tax collections and interest on debt funds through the end of February were a total of approximately \$28 million, which is approximately 99.5% of our budgeted revenue. The authorized debt millage levied in November 2025 is 3.85 mills, which is the same millage levied in fiscal years 2021 to 2025.

Capital Projects Funds: Revenue is principally investment income related to the bond proceeds from the 2024 school building and site bonds. Bond expenditures for February were approximately \$1.9m million payable for various bond projects – approximately \$525,000 for design work at Ottawa Hills and approximately \$540,000 for construction work at the New Aberdeen campus.

Cash Receipts and Cash Disbursements: Operating receipts for February include approximately \$7.2 million in state-aid revenue, \$1.9 million for section 51a, \$550,000 from WMU for Promise Neighborhood, \$725,000 from KISD for Great Start Readiness Program & \$580,000 for IDEA. We also received \$1.6 million through state-aid for 31a and \$1.4 million for Title I, Part A. Disbursements for the month of February were approximately \$27.6 million and include two payrolls and two MPERS payments, along with the associated federal and state withholding tax payments.

Investments: As expected, the average investment yield rates for the month of February have continued to drop. We anticipate further reductions in the investment yield rates as we move through the year.

Below are the last 3 months of the average yield in our major investment accounts:

	December	January	February
Michigan CLASS	3.9473%	3.8420%	3.7864%
PNC	3.4494%	3.3383%	2.99%
Huntington	2.97%	2.887%	2.887%
PFM/MILAF+	3.84%	3.74 %	3.56%

GRAND RAPIDS PUBLIC SCHOOLS
GENERAL FUND BALANCE SHEET
FEBRUARY 28, 2026

Assets:	
Cash and investments:	\$ 63,431,334
Receivables:	
State aid receivable	69,775
Other accounts	763,361
Total receivables	833,136
Due from other governmental agencies	1,097,750
Due from other funds	1,188,453
Inventory of books, supplies, fuel	308,971
Prepaid expenditures and other assets	1,298,074
Total assets	\$ 68,157,718
Liabilities and fund balance	
Liabilities:	
Accounts payable	\$ 82,826
Accrued salaries, benefits, related withholdings and payroll taxes	7,581,664
Other liabilities	766
Deferred revenue:	
governmental agencies	359,000
Due to other governmental agencies	1,827,904
Deferred inflows of resources	
Unavailable revenue - grants	1,879,254
Total liabilities	11,731,414
Fund Balances:	
Nonspendable	
Inventories & Prepaid	1,607,045
Assigned	13,148,830
Unassigned	41,670,429
Total fund balances	56,426,304
Total liabilities and fund balances	\$ 68,157,718

GRAND RAPIDS PUBLIC SCHOOLS
GENERAL FUND
SCHEDULE OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR PERIOD ENDED
FEBRUARY 28, 2026

	General Programs			Grants			Athletics			Combined
	Budget	Actual	Percentage	Budget	Actual	Percentage	Budget	Actual	Percentage	Actual
Revenue										
Local sources:										
Property taxes	\$ 55,800,000	\$ 54,220,820	97.17%							\$ 54,220,820
Investment income	2,000,000	1,810,305	90.52%							1,810,305
Payment from local governmental agencies	26,830,000	18,289,756	68.17%							18,289,756
Other	816,000	526,545	64.53%	\$ 1,676,154	\$ 3,182,870	189.89%	\$ 534,000	\$ 308,936	57.85%	4,018,351
State sources:										
Restricted	33,510,500	19,572,695	58.41%	41,637,076	39,659,200	95.25%				59,231,895
Unrestricted	77,463,900	35,410,233	45.71%							35,410,233
Federal sources:										
Restricted	220,000	125,441	57.02%	22,557,113	10,050,407	44.56%				10,175,848
Unrestricted	50,000		0.00%							
Total revenue	196,690,400	129,955,795	66.07%	65,870,343	52,892,477	80.30%	534,000	308,936	57.85%	183,157,208
Other financing sources										
Operating transfers in	947,663		0.00%							
Total other financing sources	947,663		0.00%							
Total revenue and other financing sources	197,638,063	129,955,795	65.75%	65,870,343	52,892,477	80.30%	534,000	308,936	57.85%	183,157,208

GRAND RAPIDS PUBLIC SCHOOLS
BALANCE SHEET
SPECIAL REVENUE FUNDS
FEBRUARY 28, 2026

	Food Service	GRASP	Houseman Field	Total
Assets				
Cash and investments	\$ 1,358,820	\$ 69,271	\$ 24,397	\$ 1,452,488
Receivables:				
Other accounts	550,923			550,923
Total receivables	550,923			550,923
Inventories	70,811			70,811
Due from other funds		485,088		485,088
Total assets	<u>\$ 1,980,554</u>	<u>\$ 554,359</u>	<u>\$ 24,397</u>	<u>\$ 2,559,310</u>
Liabilities				
Due to other funds	\$ 2,964,538		\$ 21,336	\$ 2,985,874
Other liabilities	105,844			105,844
Total liabilities	3,070,382		21,336	3,091,718
Fund balances				
Reserved for inventories	70,811			70,811
Restricted	(1,160,639)			(1,160,639)
Assigned		\$ 554,359	3,061	557,420
Total fund balances	(1,089,828)	554,359	3,061	(532,408)
Total liabilities and fund balances	<u>\$ 1,980,554</u>	<u>\$ 554,359</u>	<u>\$ 24,397</u>	<u>\$ 2,559,310</u>

GRAND RAPIDS PUBLIC SCHOOLS
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES
SPECIAL REVENUE FUNDS
AS OF FEBRUARY 28, 2026

	Food Service		GRASP		Houseman Field		Total	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenue:								
Local sources:								
Investment income	\$ 25,000	\$ 34,843	\$ 20,000				\$ 45,000	\$ 34,843
Sales	199,500	11,900			\$ 45,000	\$ 23,264	244,500	35,164
Admissions / fees			341,712	\$ 3,064			341,712	3,064
Total local sources	224,500	46,743	361,712	3,064	45,000	23,264	631,212	73,071
State sources - restricted	637,712	316,009					637,712	316,009
Federal sources - restricted	12,772,000	6,178,781					12,772,000	6,178,781
Total revenue	13,634,212	6,541,533	361,712	3,064	45,000	23,264	14,040,924	6,567,861
Expenditures:								
School services:								
Salaries	4,133,835	2,367,613	155,351	95,104	6,711	2,530	4,295,897	2,465,247
Benefits and payroll taxes	2,842,243	1,074,306	101,553	21,795	3,199	781	2,946,995	1,096,882
Nonsalaries	7,546,103	4,260,253	107,550	33,764	188,500	32,685	7,842,153	4,326,702
Total expenditures	14,522,181	7,702,172	364,454	150,663	198,410	35,996	15,085,045	7,888,831
Other financing sources (uses):								
Transfer from General Fund	1,835,632				153,410		1,989,042	
Transfer to General Fund	(947,663)						(947,663)	
Total other financing sources (uses)	887,969				153,410		1,041,379	
Net change in fund balances		(1,160,639)	(2,742)	(147,599)		(12,732)	(2,742)	(1,320,970)
Fund balances at beginning of year	70,811	70,811	701,958	701,958	15,793	15,793	788,562	788,562
Fund balances at end of period	\$ 70,811	\$ (1,089,828)	\$ 699,216	\$ 554,359	\$ 15,793	\$ 3,061	\$ 785,820	\$ (532,408)

Grand Rapids Public Schools
 Monthly Financial Statement Analysis
 February 2025

The following items were identified as requiring further analysis

<u>Account Description</u>	<u>Issue</u>	<u>Explanation</u>
General Fund		
Balance Sheet		
unassigned fund balance	balance is in excess of \$47 million	We have collected approximately 97% of our budgeted local property taxes (18 mills, \$47.1 million). Our fund balance will decline as we move through the school year.

Revenue		
general programs, other revenue	actual is 124% of budget	Refund received from Standard insurance. Budget will be adjusted in Amendment 2.
grants, other revenue	actual is 169% of budget	ERATE funds received. Budget to be adjusted in Amendment 2.

Expense		
general programs, transportation	balance is 36% of budget	We have not received invoices from KISD (Nov-Feb) and Dean Transportation (Jan-Feb) services.
grants, other basic programs	actual is 38% of budget	Summer School for 2025 budgeted in Title 1. Expenses to follow.
grants, school administration	actual is 99% of budget	27K funds fully reimbursed to staff.
grants, fiscal services	actual is 100% of budget	ESSER funds fully expended
grants, operations and maintenance	actual is 25% of budget	Section 97 Security grants fully budgeted. Expenditures will continue to be incurred as we progress throughout the fiscal year.
grants, facilities building improvements	actual is 1% of budget	Health Centers Construction Grants fully budgeted. Expenses will incur as we progress throughout the fiscal year.

Special Revenue

Balance Sheet		
restricted fund balance, food service	balance is negative	Expenditures continue to track higher than revenue. At year end the restricted fund balance cannot be negative. If the preliminary restricted fund balance is negative at year end, a transfer from the general fund will be needed.

Revenue		
nothing to report		

Expense		
nothing to report		

GRAND RAPIDS PUBLIC SCHOOLS
 COMBINING BALANCE SHEET
 DEBT RETIREMENT FUND
 FEBRUARY 28, 2026

	2024 Debt	2019 Debt	2017 Refunding Bonds	2016 Debt	Totals
Assets					
Cash and investments	\$ 7,424,940	\$ 2,708,237	\$ 6,868,548	\$ 8,523,475	\$ 25,525,200
Due from other funds	17,494	9,679		16,095	43,268
Total assets	<u><u>\$ 7,442,434</u></u>	<u><u>\$ 2,717,916</u></u>	<u><u>\$ 6,868,548</u></u>	<u><u>\$ 8,539,570</u></u>	<u><u>\$ 25,568,468</u></u>
Liabilities and fund balances					
Liabilities					
Due to other funds			\$ 118,162		\$ 118,162
Total liabilities			<u>118,162</u>		<u>118,162</u>
Fund Balances					
Restricted	\$ 7,442,434	\$ 2,717,916	6,750,386	\$ 8,539,570	25,450,306
Total Liabilities and fund balances	<u><u>\$ 7,442,434</u></u>	<u><u>\$ 2,717,916</u></u>	<u><u>\$ 6,868,548</u></u>	<u><u>\$ 8,539,570</u></u>	<u><u>\$ 25,568,468</u></u>

GRAND RAPIDS PUBLIC SCHOOLS
STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
DEBT RETIREMENT FUND
PERIOD ENDED FEBRUARY 28, 2026

	2024 Debt		2019 Debt		2017 Refunding Bonds		2016 Debt and Refunding Bonds	
	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
Revenue								
Property taxes	\$ 8,365,000	\$ 8,334,013	\$ 4,885,000	\$ 4,943,709	\$ 5,720,000	\$ 6,043,857	\$ 8,250,000	\$ 8,263,032
Investment income	245,000	176,354	145,000	90,140	170,000	125,971	240,000	196,532
Total local sources	<u>8,610,000</u>	<u>8,510,367</u>	<u>5,030,000</u>	<u>5,033,849</u>	<u>5,890,000</u>	<u>6,169,828</u>	<u>8,490,000</u>	<u>8,459,564</u>
State sources - restricted					200,000			
Total revenue	<u>8,610,000</u>	<u>8,510,367</u>	<u>5,030,000</u>	<u>5,033,849</u>	<u>6,090,000</u>	<u>6,169,828</u>	<u>8,490,000</u>	<u>8,459,564</u>
Expenditures								
Bond principal maturities	3,925,000		2,000,000	2,000,000	4,580,000		4,935,000	
Interest on bonded debt	4,360,000	2,180,000	2,862,500	1,456,250	986,500	493,250	3,284,750	1,642,375
Other	500		500		69,750	374,332	500	
Total expenditures	<u>8,285,500</u>	<u>2,180,000</u>	<u>4,863,000</u>	<u>3,456,250</u>	<u>5,636,250</u>	<u>867,582</u>	<u>8,220,250</u>	<u>1,642,375</u>
Net change in fund balance	<u>324,500</u>	<u>6,330,367</u>	<u>167,000</u>	<u>1,577,599</u>	<u>453,750</u>	<u>5,302,246</u>	<u>269,750</u>	<u>6,817,189</u>
Fund balances at beginning of year	<u>1,112,067</u>	<u>1,112,067</u>	<u>1,140,317</u>	<u>1,140,317</u>	<u>1,448,140</u>	<u>1,448,140</u>	<u>1,722,381</u>	<u>1,722,381</u>
Fund balances at end of period	<u>\$ 1,436,567</u>	<u>\$ 7,442,434</u>	<u>\$ 1,307,317</u>	<u>\$ 2,717,916</u>	<u>\$ 1,901,890</u>	<u>\$ 6,750,386</u>	<u>\$ 1,992,131</u>	<u>\$ 8,539,570</u>

GRAND RAPIDS PUBLIC SCHOOLS
 COMBINING BALANCE SHEET
 CAPITAL PROJECTS FUNDS
 FEBRUARY 28, 2026

	Unrestricted General Purpose	Capital Projects Sinking Fund	Capital Projects 2024 Bond Issue	Total
Assets				
Cash and investments	\$ 392,429	\$ 202,660	\$ 79,866,226	\$ 80,461,315
Due from other funds	1,671,048			1,671,048
Total assets	\$ 2,063,477	\$ 202,660	\$ 79,866,226	\$ 82,132,363
Liabilities and fund balances				
Liabilities				
Accounts payable			\$ 221,106	\$ 221,106
Due to other funds			357,074	357,074
Total liabilities			578,180	578,180
Fund balances				
Restricted		\$ 202,660	79,288,046	79,490,706
Assigned	\$ 2,063,477			2,063,477
Total fund balances	2,063,477	202,660	79,288,046	81,554,183
Total liabilities and fund balances	\$ 2,063,477	\$ 202,660	\$ 79,866,226	\$ 82,132,363

GRAND RAPIDS PUBLIC SCHOOLS
 COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCE
 CAPITAL PROJECTS FUNDS
 PERIOD ENDED FEBRUARY 28, 2026

	Unrestricted General Purpose	Capital Projects Sinking Fund	Capital Projects 2024 Bond Issue	Total
Revenue				
Investment income	\$ 8,543	\$ 4,411	\$ 2,562,508	\$ 2,575,462
Lease revenue	24,684			24,684
Other income			26,137	26,137
Restricted donations	544,484			544,484
Total revenue	<u>577,711</u>	<u>4,411</u>	<u>2,588,645</u>	<u>3,170,767</u>
Expenditures				
Building improvements	373,816		15,411,675	15,785,491
Other				
Total expenditures	<u>373,816</u>		<u>15,411,675</u>	<u>15,785,491</u>
Revenue and other sources over (under) expenditures and other financing uses	<u>203,895</u>	<u>4,411</u>	<u>(12,823,030)</u>	<u>(12,614,724)</u>
Fund balances at beginning of year	<u>1,859,582</u>	<u>198,249</u>	<u>92,111,076</u>	<u>94,168,907</u>
Fund balances at end of period	<u>\$ 2,063,477</u>	<u>\$ 202,660</u>	<u>\$ 79,288,046</u>	<u>\$ 81,554,183</u>

**GRAND RAPIDS PUBLIC SCHOOLS
COMBINED STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE PERIOD FROM FEBRUARY 1, 2026 THROUGH FEBRUARY 28, 2026**

CASH, 1/31/26	\$ 49,740
INVESTMENTS, 1/31/26	<u>183,929,066</u>
TOTAL, 1/31/26	183,978,806
RECEIPTS	19,396,751
DISBURSEMENTS	30,602,532
OUTSTANDING CHECKS	(1,255,030)
PRIOR PERIOD CHECKS	<u>2,741,010</u>
NET USE OF CASH	<u>32,088,512</u>
ENDING CASH & INVESTMENTS	<u><u>\$ 171,287,045</u></u>
CASH, 2/28/26	\$ 50,995
INVESTMENTS, 2/28/26	<u>171,236,050</u>
TOTAL, 2/28/26	<u><u>\$ 171,287,045</u></u>

**GRAND RAPIDS PUBLIC SCHOOLS
COMBINING STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS
FOR THE PERIOD FROM FEBRUARY 1, 2026 THROUGH FEBRUARY 28, 2026**

	GENERAL OPERATING	BUILDING & SITE	SPECIAL REVENUE	TRUST & AGENCY	DEBT RETIREMENT	TOTAL
CASH, 1/31/26	\$ 899	\$ 105	\$ 427	\$ 3,080	\$ 45,229	\$ 49,740
INVESTMENTS, 1/31/26	72,778,073	82,703,280	1,446,211	1,614,844	25,386,658	183,929,066
TOTAL, 1/31/26	<u>72,778,972</u>	<u>82,703,385</u>	<u>1,446,638</u>	<u>1,617,924</u>	<u>25,431,887</u>	<u>183,978,806</u>
RECEIPTS	18,070,619	231,793	924,015	77,013	93,311	19,396,751
DISBURSEMENTS:						
CURRENT PERIOD	25,122,432	1,904,463	1,103,232	20,134	2,452,271	30,602,532
LESS: OUTSTANDING CHECKS	(1,255,030)					(1,255,030)
PLUS: PRIOR PERIOD	2,741,010					2,741,010
INTERFUND TRANSFERS	(445,065)	595,537	(183,067)	34,866	(2,271)	-
NET USE OF CASH	<u>26,163,347</u>	<u>2,500,000</u>	<u>920,165</u>	<u>55,000</u>	<u>2,450,000</u>	<u>32,088,512</u>
ENDING CASH & INVESTMENTS	<u>\$ 64,686,244</u>	<u>\$ 80,435,178</u>	<u>\$ 1,450,488</u>	<u>\$ 1,639,937</u>	<u>\$ 23,075,198</u>	<u>\$ 171,287,045</u>
CASH, 2/28/26	\$ 2,594	\$ 105	\$ 610	\$ 21,430	\$ 26,256	\$ 50,995
INVESTMENTS, 2/28/26	64,683,650	80,435,073	1,449,878	1,618,507	23,048,942	171,236,050
TOTAL, 2/28/26	<u>\$ 64,686,244</u>	<u>\$ 80,435,178</u>	<u>\$ 1,450,488</u>	<u>\$ 1,639,937</u>	<u>\$ 23,075,198</u>	<u>\$ 171,287,045</u>

**GENERAL OPERATIONS, MULTI FUNDED AND FULLY FUNDED PROGRAMS
DISBURSEMENTS FOR THE PERIOD: FEBRUARY 1 - FEBRUARY 28, 2026**

Operation Funds

Invoices: Materials and Services			\$ 16,118,209
Taxes:			
Federal		927,632	
State		385,695	
City		135,336	
Total Taxes		<u>1,448,663</u>	1,448,663
Payroll:			
Gross Payroll		11,574,779	
Non Tax Reimbursements		32,039	
Less:			
Income Tax Withholding	1,451,206		
Social Security Withholding	829,206		
Annuities	1,173,014		
Hospital & Life Insurance	774,131		
Other Deductions	27,536		
Total Deductions	<u>4,255,093</u>		
Net Payroll			7,351,724
Payroll Reclassified to Funds Below			<u>(346,164)</u>
Total Operating Funds Disbursements			<u>\$ 24,572,432</u>

**BUILDING & SITE, SPECIAL REVENUE, TRUST & AGENCY AND DEBT RETIREMENT
DISBURSEMENTS FOR THE PERIOD: FEBRUARY 1 - FEBRUARY 28, 2026**

Other Funds

	Invoices	Payroll	
Building and Site Funds	1,904,463	0	\$ 1,904,463
Special Revenue Funds	757,603	345,629	1,103,232
Trust and Agency Funds	19,599	535	20,134
Debt Retirement Funds	<u>2,452,271</u>	<u>0</u>	<u>2,452,271</u>
Total Other Funds Disbursements	5,133,936	346,164	5,480,100
TOTAL DISBURSEMENTS - ALL FUNDS			<u>\$ 30,052,532</u>

**SCHEDULE OF INVESTMENTS
AS OF FEBRUARY 28, 2026**

	TYPE	AMOUNT
MONEY MARKET FUNDS		
	Federated Gov't Fund	\$ 12,096.71
	Federated Gov't Fund	883,123.94
	Federated Gov't Fund	19,496.48
	Fifth Third General Operating	512,279.21
	PNC Capital Projects	392,381.01
	PNC Trust & Agency	1,599,010.51
	PNC Debt	1,656.69
	PNC School Service	566,753.71
	PNC Sinking Fund	202,603.48
	PNC General Operating	3,323,836.26
	PFM/MILAF+ - Series 2024	79,840,089.07
	Huntington General Operating	1,625,450.29
	MI CLASS General Operating	59,209,987.10
	MI CLASS Series 2016 Debt Service	6,066,304.41
	MI CLASS Series 2017 Debt Service	6,860,323.55
	MI CLASS Series 2019 Debt Service	2,703,478.62
	MI CLASS Series 2024 Debt Service	7,417,179.16
		<u>\$ 171,236,050.20</u>