

Memorandum

To: Board of Directors, Estacada School District
From: Scott B. Pillar, Director of Finance
Date: November 4, 2025
Subject: Monthly Financial Report

Enclosed, in your Board Packet is your financial report summarizing preliminary transactions through October. Both revenues and expenditures are performing as expected. The temporary negative figure in local revenue reflects a timing adjustment identified during audit preparations related to the booking of summer property tax receipts.

While the current fiscal year remains on track, fiscal uncertainty persists at both the state and federal levels. The Oregon Department of Education (ODE) has prepared proposed reductions to the State School Fund (SSF) which were submitted to the Legislative Fiscal Office (LFO). ODE will publicly announce those reductions shortly after this memorandum's preparation. These reductions may affect either the current fiscal year, the upcoming year, or both. Following review, the LFO is expected to await the next statewide Economic and Revenue Forecast, scheduled for release on November 19, and will likely recommend a course of action by late November or early December.

By the end of December, we will complete enrollment projections for the 2026–2027 school year. These projections will clarify the potential fiscal impact of any SSF adjustments. Once the data are validated, I will present the Board with updated revenue estimates for both fiscal years and potential mitigation strategies.

Our annual audit for fiscal year 2024–2025 is underway and proceeding smoothly. We anticipate final completion before the end of the calendar year. However, auditors have cautioned that the ongoing federal government shutdown may delay the supplementary single audit component beyond the December 31 deadline. If necessary, we will submit the primary audit on schedule to ensure uninterrupted State School Fund disbursements and complete the single audit portion by the federal June 30 deadline.

Progress continues on the seismic grant project. The selection committee is reviewing eight responses to the CM/GC Request for Proposals. The selection of our Construction Manager/General Contractor is expected to align with the completion of schematic design, allowing us to begin pricing and value engineering before calendar year end.

Thank you for your continued support of the Estacada School District's students! Please contact me if you would like further clarification or detail regarding any aspect of the district's financial position.