

MESD BUSINESS SERVICES

Financial Update Summary

Board Finance Committee - 2/13/2025

December 31, 2024 FINANCIAL REPORT

Legal Compliance: As of the end of December, all expenditures are within budget appropriation and in compliance with legal requirements.

Cash Balance, All Funds: The MESD's combined cash balance for all funds was \$34.7 million at the end of December. This is 6% lower than our cash balance last year at this point.

Resolution Services Fund 1: Fund 1 is \$3.7 million or 11% lower than last year. Beginning fund balance is the most significant factor. Transit payments have also begun earlier than in FY 2024. More detail is below.

Contracted Services Fund 2: Fund 2 continues to show a negative cash balance due to timing issues with revenue collection for reimbursable expenses. There are \$10.6 million in outstanding receivables at December 31.

Operating Fund 6: Fund 6 is \$398 thousand or 5% above last year. Beginning fund balance is the most significant factor

Revenues: Recorded revenues in Funds 1, 2, and 6 through the end of December total \$61.3 million, which is 6.3% above this time last year. State sources is the most significant factor.

Expenditures: Agency expenditures through December total \$43.3 million, an increase of \$3.4 million or 8.6% above last year.

Instructional Services, on the whole, is up 13.0% above last year with the largest increases in the ESD Student Success Act Technical Assistance and the ESSER III After School STEM grants. Special Education Services is up 16.9%, with the largest increase at Wheatley. MESD made an initial Emergency Aid loan payment to Corbett School District of \$1 million in December.

Transits and Other Transfers: Through December, transits have totaled \$900 thousand (there were no transits through December 2023). MESD made an initial Emergency Aid loan payment to Corbett School District of \$1 million in December.

Interfund Transfers: To date, \$4.5 million in SSF and property tax funds (10% of total receipts, as per statute) has been transferred to the Operating Fund to offset FY 2025 operating costs.

Upcoming Events: MESD is working on preliminary costs for next year's services to our component district Business Managers. This work is a significant step to completing the 2025-26 Proposed Budget that will be presented to the Budget Committee on April 8th.