

School Board Workshop:

October 9, 2017

Subject:

End of Year 2017

Presenter:

**Gary Kawlewski, Director
Finance and Operations**

SUGGESTED SCHOOL BOARD ACTION:

For Board Review Only.

DESCRIPTION:

Attached is a preliminary look at the school district's financial results for the year ending June 30, 2017. A presentation from the auditors at BerganKDV is scheduled for the October 23rd meeting.

The school district's main operating fund is the General Fund. General Fund revenues net of other funding sources came in about .52% less than budgeted (\$323,805), and expenditures net of other funding uses were 2.58% under budget (\$1,666,241). Overall, including all other sources and uses, the general fund balance went up \$493,300. The unassigned/non-spendable fund balance ended the 2016-17 school year at \$10,406,572 or 16.77% of the General Fund's expenditures. This is an increase of \$404,696. Restricted, committed, and assigned fund balances went up a total of \$88,604. The leading reasons for those changes are as follows:

1. Savings from operations and maintenance
2. Teacher development and PPD expenditures under budget
3. Use of contingency funds less than projected
4. Lower than projected salary and benefit costs
5. Less spending than projected in LTFM and operating capital projects

The Business office has three Dashboard Indicators for our department and all are in the area of Fiscal Responsibility/Accountability. The first is that the district will have an unqualified opinion and the results of the preliminary audit review are that the district will receive an unqualified opinion. The second category is that the district will spend at least 75% of the General Fund expenditures on instructional costs. The district was just short of this target at 74.08% of all costs going into instruction. The third Dashboard Indicator category is to have the final results for revenues and expenditures be within 2% of the General fund budget. The combined budget variance for revenues and expenditures is 3.13% and is slightly outside the Dashboard target.

Attachments:

Attachment 1: End of Year 2016-17