

School Board Workshop:

October 14, 2019

Subject:

End of Year 2019

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, 2019. A presentation from the auditors at BergankDV is scheduled for the October 28th meeting.

The school district's main operating fund is the General Fund. General Fund revenues net of other funding sources came in .00% more than budgeted (\$2,804), and expenditures net of other funding uses were 1.71% under budget (\$1,197,501). Overall, including all other sources and uses, the general fund balance went down \$1,403,221. The unassigned/non-spendable fund balance went down \$2,223,758 or 3.87%, and ended the 2018-19 school year at \$6,710,812 or 9.73% of the General Fund's expenditures. The revised budget projection showed this number at 8.44% or 1.29% better than projected. Restricted, committed and assigned fund balances went up a total of \$820,537. The leading reasons for those changes are as follows:

1. Higher special education revenue than anticipated
2. Lower revenue than projected for federal programs
3. Lower than budgeted expenditures for federal programs
4. Lower than projected expenditures for PPD, special ed, and 3rd party billing
5. Lower than projected expenditures for utilities
6. Lower than projected expenditures for salaries and benefits for remaining programs

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 73.29% 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 1.70% and is inside the dashboard target.

ATTACHMENTS:

- Attachment 1: End of Year 2018-19