

School Board Workshop:

October 10, 2016

Subject:

End of Year 2016

Presenter:

Gary Kawlewski

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, 2016. A presentation from the auditors at BerganKDV is scheduled for the October 24th meeting.

The school district's main operating fund is the General Fund. General Fund revenues net of other funding sources came in about 2.03% more than budgeted (\$1,212,493), and expenditures net of other funding uses were 1.13% under budget (\$692,120). Overall, including all other sources and uses, the general fund balance went up \$345,140. The unassigned/non-spendable fund balance ended the 2015-16 school year at \$10,001,876 or 16.48% of the General Fund's expenditures. This is a decrease of \$273,023 which is a 1.44% decrease. Restricted, committed, and assigned fund balances went up a total of \$618,164. The leading reasons for those changes are as follows:

1. Significant savings from operations and maintenance and tuition
2. Higher than anticipated special and special ed transportation costs
3. Little use of contingency funds
4. Lower than projected salary and benefit costs
5. Less spending than projected in health and safety and operating capital projects
6. Increases to site carryover amounts and other assigned fund balances

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 met this target at 75.11% 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 3.16% and is slightly outside the Dashboard target.

Attachments:

Attachment 1: End of Year 2015-16