

ITEM FOR INFORMATION**MONTHLY FINANCIAL UPDATE****SUMMARY**

The financial update is provided monthly and includes the general fund activity and forecast; a summary of revenues, expenditures and encumbrances for all other funds; a report on classroom teacher staffing by school; and information on investment activity as required by policy.

BACKGROUND

Attached is the financial report as of August 31, 2023:

- General fund activity and forecast
- Summary of revenue, expenditures and encumbrances for all funds except general fund
- 2023-24 classroom teacher staffing by school as of September 11, 2023
- Portfolio management summary
- Investments by sector and group
- Investments summary by issuer - grouped by fund

NOTES:

- **Economic Forecast from August 30, 2023**
 - Kicker estimated at \$5.6 billion
 - Economic outlook unchanged
 - Corporate Activities Tax projected up slightly
 - Deaths will outnumber births for decades
 - School age population expected to decline 10% in the next decade
 - Next forecast is November 15, 2023
- **General Fund Activity and Forecast**
 - Enrollment in line with estimates for 2022–23 and 2023–24
 - Fund balance increase projected (still subject to change)
 - Increase in State School Fund
 - Increase in other revenue
 - Lower than expected salary and benefit costs
 - Revenue forecast adjustments
 - Increased State School Fund (\$10.2 billion SSF vs \$10.1 billion budgeted)
 - Increase in investment earnings due to higher interest rates
 - Expenditure forecast adjustments
 - None at this time
- **Other Funds Summary**

Belong. Believe. Achieve.

- **Classroom Teacher Staffing by School**
 - Budgeted vs current enrollment
 - Budgeted classroom teachers vs actual on 9/11/2023 (changes still occurring)
 - Sources of funding including general fund, local option levy, Student Investment Account (SIA) and Elementary and Secondary School Emergency Relief (ESSER)
 - Average staffing ratio
 - Result of weighted students calculation by funding source
 - Secondary does not include prep time (staffing ratio actually higher)
- **Investments**
 - Short term interest rates still favorable

RECOMMENDATION

Staff will present the monthly financial update for the board to receive and discuss. No action is needed.