

## Board Agenda Item Explanation

### **Finance Report June 2024**

Revenue and expenses continue to trend as expected, resulting in a forecasted fund balance of \$7.0 million for the year ending June 30, 2024.

### **Sodexo Contract Amendment #1**

The District entered into a new contract with SODEXO that began on July 1, 2023. This contract allows for a maximum of four one-year renewals. The contract for 24/25 is the first of the renewal contracts.

The contract includes an annual escalator provision. The fixed price per meal/lunch equivalent increase is based on the Consumer Price Index (CPI) for Food Away From Home. The annual March to March increase for this CPI is the maximum allowable increase.

The increase in this CPI was 4.2% however SODEXO increased the price by 4%.

I recommend that this renewal contract be approved.

### **GO Bond Update**

The District is underway on the progress to complete the issuance of the voter approved GO bonds. Initial schedule has the bonds being issued early September. A resolution authorizing the sale of the GO Bonds will be presented to the board for approval once the state certifies the election and provides the necessary documents to the district. Upon closing of the bond sale, the proceeds of the GO Bonds will be deposited into our bank account, they will subsequently be invested per ORS Regulation – 294.035 & 294.135.

### **State School Fund (SSF) Update**

In the 6/5/2024 release of the 2024-2025 State School Fund Grant, the revenue for Molalla River School District decreased by \$49,441 for the FY2024-2025. The decrease was driven by an adjustment to the Statewide ADMW resulting in the funding ratio decreasing from 2.34 to 2.33.

Submitted by: Andy Campbell