

MESD BUSINESS SERVICES

Financial Update Summary

Board Finance Committee - 4/11/2024

February 29, 2024 FINANCIAL REPORT

Legal Compliance: As of the end of February, all expenditures are within budget appropriation and in compliance with legal requirements.

Cash Balance, All Funds: The MESD's combined cash balance for all funds was \$29.7 million at the end of February. This is 9% below our cash balance last year at this point.

Resolution Services Fund 1: Fund 1 is \$1.6 million or 6% higher than last year. Beginning Fund Balance is the most significant factor.

Contracted Services Fund 2: Fund 2 continues to show a negative cash balance due to timing issues from revenue collection for reimbursable expenses. There are \$11.2 million in outstanding receivables at February 29. ODE contracts have been quite delayed this year. Discussions are continuing with OSU Extensions regarding cashflow timing for Outdoor School.

Operating Fund 6: Fund 6 is \$1.6 million or 22% higher than last year. The largest factor is timing on transit payments to component districts (more detail is below). As a reminder, the January comparison to FY 2023 shows a timing issue. Payroll liability ACH payments for the January payroll were posted at the end of January when they are normally posted in the beginning of February.

Revenues: Recorded revenues in Funds 1, 2, and 6 through the end of February total \$66.4 million, which is 6.4% above this time last year. State School Fund revenue (including Property Taxes and the legislative appropriation) is the most significant factor.

Expenditures: Agency expenditures through February total \$53.9 million, an increase of \$4.9 million or 10.1% above last year.

ESSER grant expenditures account for about 30% of this amount. Other significant increases as compared with last year are in Special Education Services (in particularly at Wheatley) and in School Health services.

Transits: Through February, transits have totaled \$578 thousand (as compared to \$4.0 million as of February 2023).

Transfers Out: To date, \$4.6 million in SSF and property tax funds (10% of total receipts, as per statute) has been transferred to the Operating Fund to offset FY 2024 operating costs.