

Sequim School District **Summary of Financial Status as of January 31, 2017**

General Fund

Revenues – Our percentage of budgeted revenues collected to date is comparable to this same time last year. As noted last month, in January the *State, General Purpose* (general apportionment) funding is updated to reflect actual enrollment and not just budgeted (we are funded based on budget from September through December and actual from January through August). Due to increased enrollment and our staff mix factor we will be receiving approximately \$225,000 (estimated based on current average enrollment and includes the estimated decrease in enrollment between February through the end of the school year) more in general apportionment funding.

Expenditures – We've spent almost the same percentage of our budget capacity year to date as last year; .5% less, however there are some outstanding invoices for Running Start and to ESD #114 in February that will significantly increase February's expenditures.

Fund Balance – Our fund balance is \$421,212 higher than last January with a current fund balance of 7.21% of budgeted expenditure. The fund balance percentage is close to where the District was at two years ago in January (2014-15 school year).

Budget Amendment – The District is close to the same place it was last year at this time with budget capacity. The District also has an increase in apportionment funding and donated funds that were not anticipated in the original 2016-17 budget. As previously discussed, I am preparing a budget amendment to present to the board for adoption in March. A budget amendment has the same notice and public hearing requirements as the regular budget approval process and I have started the budget amendment with an anticipated board adoption date of March 20, 2017.

January is usually a reasonable indicator of where ending fund balance will be (within \$200,000 approximately), the fund balance trend reflects this. However, there are a couple large invoices being paid in February and future expenditure plans for donated revenues could increase expenditures over the remaining school year, skewing the trend. Last year the budget was exceeded by \$155,000.

Questions:

- Keep projected ending fund balance as budgeted (which will allow an increase in budget capacity of approximately \$250,000)?
- Or reduce budgeted ending fund balance to allow greater capacity in expenditures (increase budget capacity of approximately \$550,000)?

Budget Amendment Discussion

1617 Budgeted Beginning Fund Balance	2,229,600
1617 Actual Beginning Fund Balance	1,928,220
Difference	(301,380)

1617 Budgeted <u>Ending</u> Fund Balance	1,923,664
January Ending Fund Balance	2,267,952
Difference	344,288

Budgeted Revenues	31,293,906
Additional Revenues:	
Increase in apportionment funding	250,000.00
Increase in donations	300,000.00

Budgeted Expenditures & Transfers	31,599,842
Additional Budget Capacity	??

Capital Projects Fund

Activity includes tax collection and payment of the first half of permit fees for the modular at Greywolf Elementary. Budgeted revenues and expenditures now reflect what the board approved in Resolution No 6/2015-16 and what was reported to OSPI via EDS.

Debt Service Fund

Revenue includes property tax earnings. Budgeted revenues and expenditures now reflect what the board approved in Resolution No 6/2015-16 and what was reported to OSPI via EDS.

ASB Fund

Budgeted revenues and expenditures now reflect what the board approved in Resolution No 6/2015-16 and what was reported to OSPI via EDS.

Transportation Vehicle Fund

Budgeted revenues and expenditures now reflect what the board approved in Resolution No 6/2015-16 and what was reported to OSPI via EDS.

School Year 16-17 Enrollment

Our 2016-17 February basic education enrollment is 54.92 FTE higher than budgeted with a cumulative average of 50.46 FTE over budgeted enrollment.

Enrollment Comparison				
School		Feb 17	Cumulative Average	Budgeted
Grey Wolf		555.00	547.92	503
Hellen Haller		620.67	622.73	629
Sequim Middle School		637.95	624.81	598
Sequim High School		795.70	810.65	838
Olympic Peninsula Academ		90.00	89.68	79
SOS		21.60	20.68	19
Total w/o RS		2,720.92	2,716.46	2,666
Running Start		90.47	90.94	105
Total with RS		2,811.39	2,807.40	2,771
SMS Vocational Enrollment		217.30	216.22	210
SHS Vocational Enrollment		23.56	24.32	-