

Notes of Interest
June (Unaudited) Financial Report

Update on 2015-2016 fiscal year end

- We have now closed the 2015-2016 fiscal year, and transitioned to 2016-2017, preparing for the upcoming school year. We are busy making year end accrual entries before our auditors begin their review in late August. At this point in the process, our revenues receivable entries are more predictable than our accrued liabilities. Most revenues have now been recorded, while many expenses still must be booked.
- Currently, our fund balance as a whole shows an increase of \$29 million, but we expect that to decrease significantly as we continue our year end accrual entries.

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- Most revenue sources tied to economic factors, including all taxes, ended the year with strong increases.
- SEEK Program revenues decreased this year due to our assessment growth increasing more than the increase in base per pupil funding.
- The KSFCC allocation revenue is the state's support of our bonded construction projects. This has increased in the current year and will increase further next year due to the bonds we issued in June. The KSFCC supported approximately half of this bond issue.
- Interest income is up slightly over the previous two years and should increase further with year-end adjustments. This is in part because JCPS has taken a larger investing position and partly due to the Federal Reserve's increased rates.

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- Transportation Professional/Technical Services are negative due to reimbursements from grants for direct transportation services provided to the grant programs.

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- Building Fund had a spike in Operating Transfers Out during 2013-14 when we used predominantly cash to fund projects in the previous year. This was a one-time occurrence due to selling a low-interest bond late in the construction phase, which freed up the Building Fund to finance 2013-14 projects.
- Building Fund receives most of its revenue each year as a required local effort (a percent of our property taxes), which we transfer in November.

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- The expansion of the Community Eligibility program has resulted in a decrease in Food Sales and a directly related increase in Federal Grant revenues.
- Food Service Operating Transfers Out are a new charge during the current year, as the fund is reimbursing the full cost of centralized operations provided by General Fund staff. The reimbursement is recorded in General Fund Indirect Cost Transfers on page 2.

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- The loss in the Enterprise Programs was prior to the General Fund support of the Challenger Learning Center in this year of transition to the Louisville Science Center.