

Notes of Interest
August Financial Report

Update on 2015-2016 fiscal year end

- We have now closed the 2015-2016 fiscal year, and transitioned to 2016-2017. We are busy preparing our financial statements and answering questions from our auditors.
- Currently, our fund balance as a whole shows an increase of \$34 million, about half of which is in our capital funds giving us additional flexibility in near-term funding.

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- The 2016-17 data differs from the previous year because on-behalf payments, such as the employer portion of KTRS and all employees' health insurance, have not been recorded in the current year. This will be recorded when the data is released for 2015-16, on which our 2016-17 estimate is based. These differences affect the state revenues and the employee benefits expenses in General Fund and the Enterprise Funds.
- SEEK Program revenues continues to demonstrate a decreasing trend, as our assessments growth increases more than the increase in base per pupil funding.

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- Transportation Professional/Technical Services are negative due to reimbursements from grants for direct transportation services provided to the grant programs, such as preschool. As transportation resumes for this school year, we anticipate the current year expense reimbursement amount to increase significantly.

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- Capital Outlay receives its funding in two payments from the state in July and May each year.

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- Building Fund had \$7.3 million remaining unspent at the end of the 2015-16 year. These funds have already been included in the facilities and renovation allocation for the 2016-17 year.
- 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 when property tax receipts begin for the year.
- Construction spikes in the summer when school is out and projects will be less disruptive. Consequently, paying for these services causes the Construction Fund fund balance to reduce during the first few months of each year.

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- The Enterprise Funds may change significantly as we continue to record year end adjusting entries, as they are allocated a portion of the unfunded pension liabilities. The current year amounts have not been posted by the pensions.