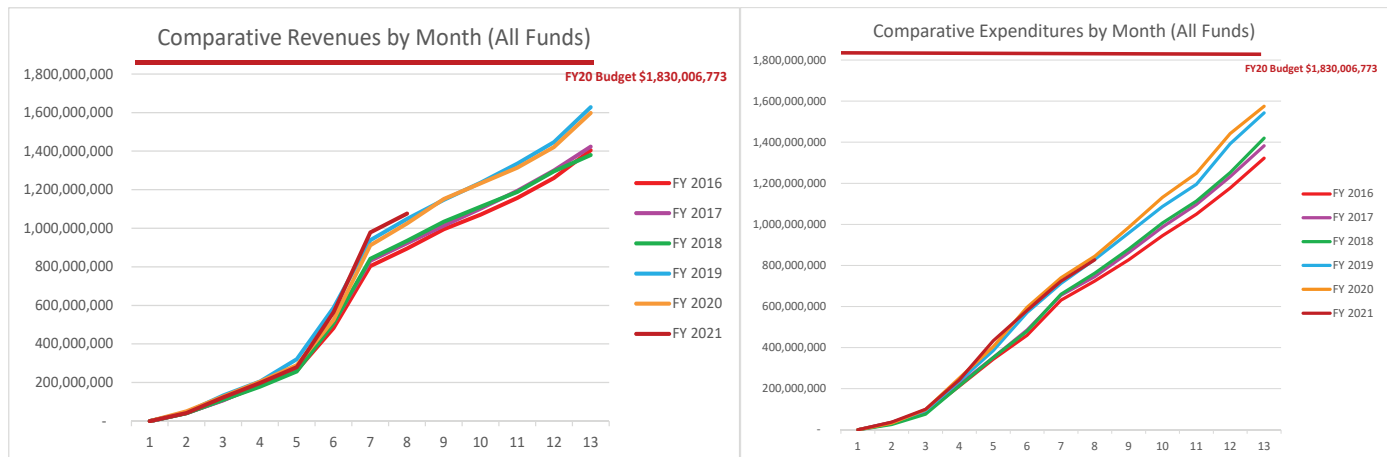
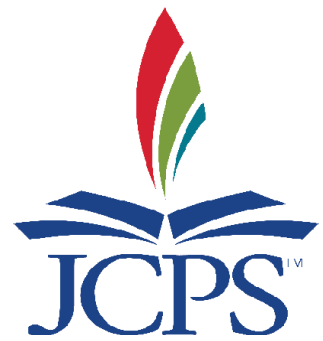


Notes of Interest

January 2021 Financial Report



January Report Items of Note:

- January is the last month each year before we request that our schools and cost centers start working on their budget for the next year. By this point, we have already been working toward building the budget since November, which results in the Draft Budget submitted to the Board.
- The federal government has awarded the District a second appropriation of emergency aid to combat the COVID-19 pandemic, called Coronavirus Response and Relief Supplement Appropriations (CRRSA). This significant appropriation will shore up the District financially by protecting our schools from needing to use instructional funds for personal protective equipment and other pandemic response expenses.
- Property taxes, our largest revenue source each year, are collected between November and May each year, with the vast majority collected between November and January. Collections are ahead of schedule for this fiscal year.
- Occupational taxes are higher this year than in previous years. Occupational taxes are both a payroll tax and corporate gross profits tax. Metro Louisville unemployment is lower than the rest of the country, which is helping sustain our occupational tax revenues.
- SEEK state revenues continue to decrease as a result of the state funding formula, which lowers the amount sent to JCPS as our assessments increase. In the 2020-2021 school year, the state is projecting that we will receive \$3.2 million less than in 2019-2020.
- Federal grant revenues are significantly higher this year due to CARES Act funds. These funds are intended to reduce the effects of the pandemic. They do not fund additional programs or student opportunities other than programs related to COVID-19 learning loss.
- Interest income remains significantly lower this year.
- As we have continued remote learning, we are realizing some cost savings, such as a savings of \$310 thousand on water, \$470 thousand on sewage, and \$220 thousand on sanitation.