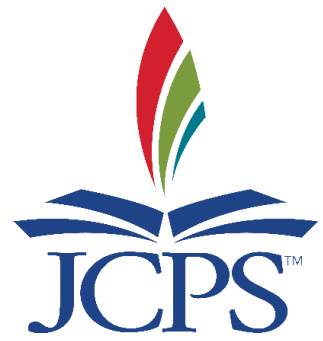


## Notes of Interest

September 2021 Financial Report



- School year 2021-2022 other state revenues and most expense categories lag behind the two comparison years due to on-behalf payments. The payments include KTRS employer match and health insurance for all employees, which benefit JCPS but are paid by the Commonwealth. These payments are recorded each year after our audit is complete, at which time these categories of our data will be comparable.
- Occupational taxes have returned to pre-pandemic levels, and we are forecasting steady growth during the 2021-2022 school year.
- Local grants have increased due to payment timing for two local grants. Local grants should end the year higher than the comparison years.
- Federal grant revenues will be increasing for the next three years due to CARES Act and other COVID-19 relief 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 was significantly lower during the 2020-2021 fiscal year and is forecasted to remain low for the 2021-2022 year.
- Other sources of revenues are higher than in previous years due to receiving indirect cost revenues from the COVID-19 stimulus grants. Indirect costs are charged to grants to subsidize our indirect administrative costs that the grants benefit from, such as Human Resources, Payroll, Purchasing, and Accounts Payable.
- Special Revenue Fund has negative food service expenses due to a timing difference associated with cafeteria expenses paid by the COVID-19 stimulus grants. These entries will reverse in October.
- Capital Outlay fund revenues are part of the state SEEK formula. They are calculated as \$100 per average daily attendance. During the period of COVID-19 when attendance is affected by non-traditional instruction and required quarantines, the state has continued to use the average daily attendance from the 2018-2019 school year, when our average daily attendance was 84,323. This revenue is sent in two partial payments in July and April or May each year. For the 2021-22 school year, the legislature has provided funding for full-day kindergarten, which increased our average daily attendance to 87,753.