



SMSD

Stafford Municipal School District

"The Best Little School District in Texas"

HIGHLIGHTS
of
INTERIM FINANCIAL REPORT
August 31, 2019
and
BUDGET AMENDMENT REPORT
October 14, 2019
Board Meeting



Prepared by
Dr. Jesus Amezcua, PhD, CPA, RTSBA
Business Office

Posted on our website at
<http://staffordmsd.org>

<https://www.showme.com/sh?h=Q0oJDyy>



INTERIM FINANCIAL REPORT (unaudited)

GENERAL FUND Balance Sheet at August 31, 2019



Stafford Municipal School District GENERAL FUND INTERIM BALANCE SHEET August 31, 2019

ASSETS

Cash and Temporary Investments	\$ 16,575,337
Due from State	-
Current Year Taxes Receivable	944,331
Less: Allowance for Uncollectible Taxes	(9,443)
Due from Other Funds	82,032
Central Supply Inventory	-
Prepaid Rent	-
Prepaid Expenses	11,244

Total Assets: \$ 17,603,501

LIABILITIES

Accounts Payable	\$ 19,407
Accrued Expenses	26,647
Accrued Wages	-
Due to Other Funds	231,778
Due to State	0
Deferred Revenue	934,888

Total Liabilities: \$ 1,212,720

Fund Balance:

Beginning Fund Balance 9/1/18	\$ 12,912,427
Plus Revenues and Other Resources	34,234,525
Less Expenditures and Other Uses	30,756,171

Ending Fund Balance: \$ 16,390,781

Total Liabilities and Fund Balance: \$ 17,603,501

INTERIM FINANCIAL REPORT (unaudited)

INTERIM CFO MESSAGE

As of August 31, 2019



**The audited General Fund balance at 9/1/18 is \$12,912,527
One million use of fund balance was budgeted for FY 18-19.**

Description	8-31 2018	Appropriated YTD	Estimated Balance
Non-Spendable	\$7,471	0	\$7,471
Restricted	0	0	0
Committed	2,158,230	0	2,158,230
Assigned	319,335	0	319,335
Unassigned	10,427,491	1,000,000	9,427,491
Total Fund Balance	\$12,912,527	0	\$11,912,527

INTERIM FINANCIAL REPORT (unaudited) As of August 31, 2019

Financial Ratios

- *Level One - Indicator of financial strength*
- *Level Two - Indicator of efficient leverage*



INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2019

Indicator of Financial Strength

- Percent of Fund Balance to G/F Expenditures Ratio**

What is the percent of rainy fund balance?

Fund Balance \$ 16,390,781

Total G/F Expenditures \$ 30,756,171

Goal : > 30% of G/F Exp.
Benchmark: 10% to 29%
Danger: Under 10%

- Working Capital Ratio**

What is the cash flow availability for the organization?

Total Current Assets
Less Total Liabilities

\$17,603,501 – \$1,212,720 = 16,390,781

Goal : >\$15,000,000
Benchmark : \$10M to \$15M
Danger : Under < \$10M

53%
FY19

37%
Budget

\$16.3m
FY19

\$18m
Budget



INTERIM FINANCIAL REPORT (unaudited)

As of August 31, 2019

Indicator of Efficient Leverage Reserves

- Unassigned Fund Balance Ratio**

How much is available in reserves?

Unassigned Fund Balance \$9,427,491

Total Fund Balances \$16,390,781

Goal : >75%
Benchmark: 50% to 75%
Danger: <50%

- Debt to Reserve Ratio**

What is the ability of SMSD to cover its debt payments?

D/S F/Bal \$2,126,712

Annual Principal and Interest Payments on Term Debt \$7,113,610

Goal : > 85% fund balance
Benchmark : 10% to 84% of fund balance
Danger : Under < 10%

58%
FY19

81%
Budget

30%
FY19

38%
Budget



INTERIM FINANCIAL REPORT (unaudited)

GENERAL, DEBT SERVICE FUND AND FOOD SERVICE FUND



Revenues

Budget to Actual at August 31, 2019

Fund	Budget	Received/Billed	%
General Fund	\$ 32,701,197	\$ 34,234,525	104.69%
August is the end of the 12th month or approximately 100% of the fiscal year.			
Child Nutrion Fund	2,255,678	1,904,212	84.42%
August is the end of the 12th month or approximately 100% of the fiscal year.			
Debt Service Fund	6,653,810	6,961,704	104.63%
This fund has activity in February (interest payments) and in August (principal and interest payment)			
Total as of the end of the month	\$41,610,685	\$43,100,441	103.58%

INTERIM FINANCIAL REPORT (unaudited) GENERAL, DEBT SERVICE FUND and FOOD SERVICE FUND



Expenditures

Budget to Actual at August 31, 2019

Fund	Budget	Received/Billed	%
General Fund	\$ 34,294,982	\$ 30,756,171	89.68%
August is the end of the 12th month or approximately 100% of the fiscal year.			
Child Nutrion Fund	2,315,678	1,859,609	80.31%
August is the end of the 12th month or approximately 100% of the fiscal year.			
Debt Service Fund	7,115,110	7,113,610	99.98%
This fund has activity in February (interest payments) and in August (principal and interest payment).			
Total as of the end of the month	\$43,725,770	\$39,729,390	90.86%

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at August 31, 2019(12 month/12 month)



General Fund

TAX YEAR 2018 COLLECTION SUMMARY					
DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax 5711 (ST)	\$25,528,463	\$0	\$26,078,980	(\$550,517)	102%
Delinquent Tax 5712 (ST)	100,000	34,176	351,418	(251,418)	351%
Penalty & Interest (5719)	100,000	5,701	181,802	(81,802)	182%
Total General Fund	\$25,728,463	\$39,876	\$26,612,201	(\$883,738)	103.4%

a) 2018 Tax Rate = $\$1.055 + .27175 = \$1.32675 / \$100$ Property Assessment/Appraisal - --> Annual Tax on a \$149,459- \$35,990 = $\$113,469 / 100$ x $\$1.32675 =$ Residential Property = \$ 1,505.144 (net of 20% homestead exception.)

ST = State - used in funding template

INTERIM FINANCIAL REPORT (unaudited)

TAX COLLECTIONS Fiscal Year-To-Date at August 31, 2019 (12 month/12 month)



Debt Service Fund

TAX YEAR 2018 COLLECTION SUMMARY

DESCRIPTION	BUDGET	CURRENT MONTH	Y-T-D	BALANCE (OVER) / UNDER	Y-T-D % OF BUDGET
REVENUES:					
Current Tax 5711 (ST)	\$6,586,310	\$0	\$6,696,707	(\$110,397)	102%
Delinquent Tax 5712 (ST)	15,000	12,362	74,775	(59,775)	499%
Penalty & Interest (5719)	15,000	1,999	43,706	(28,706)	291%
Total Debt Service	\$6,616,310	\$14,361	\$6,815,188	(\$198,878)	103.0%

ST = State - used in funding template

INTERIM FINANCIAL REPORT (unaudited) DISBURSEMENTS – ALL FUNDS August 31, 2019



DESCRIPTION	DISBURSEMENTS	AMOUNT
All Funds	356 Checks	\$1,298,702

Notes:

(A) All Purchase Orders and Payment Authorizations are reviewed before disbursement.

(B) A report on CH Local expenditures (Check register) is included in the monthly report.

INTERIM FINANCIAL REPORT (unaudited)

Quarterly Report - Investments as of August 31, 2019

As of August 31, 2019, the District's investable funds were invested in the following categories.

	Total Market Value	Percent	General Fund Market Value	Interest & Sinking Market Value	Construction Market Value	Food Service Market Value	Agency Market Value
Lonestar Investment Pool	\$ 1,505	0%	\$ 1,505	\$ -	\$ -	\$ -	\$ -
Texpool	12,913,532	21%	11,167,153	1,746,379	-	-	27,665
Logic Pool	41,784,572	68%	1,034,432	-	40,750,140	-	-
Texstar Pool	2,597,093	4%	1,892,622	612,043	92,428	-	-
Frost Bank	4,361,598	7%	3,271,001	205,185	242,720	602,208	40,484
Total Portfolio	\$ 61,658,300		\$17,366,713	\$ 2,563,607	\$ 41,085,288	\$ 602,208	\$ 68,149



INTERIM FINANCIAL REPORT (unaudited)

Quarterly Report - Interest Earnings for the three months ending 8 /31/ 2019

Stafford Municipal School District
Interest Earned by Fund by Source
For Three Months Ending August 31, 2019

	General Operating Fund	Interest and Sinking Fund	Construction Fund	Agency/ Activity Funds	Total Interest
Frost Bank	\$ 8,824	\$ 954	\$ 552	\$ 264	\$ 10,594
Lone Star Investment Pool	9	-	-	-	9
TexPool/TexStar/Logic	103,291	32,565	276,322	161	412,339
	<u>\$ 112,124</u>	<u>\$ 33,519</u>	<u>\$ 276,874</u>	<u>\$ 425</u>	<u>422,942</u>



**HIGHLIGHTS
Of
BUDGET AMENDMENT REPORT
October 14, 2019
Board Meeting
(unaudited)**



General Fund -Amendment #1 # 2

BA # 1 = \$189,125 (transfers with no effect on fund balance - \$83,125 STEM Academy, \$58,200 Sugar Bowl, \$47,800 Spec Ed settlements)

BA # 2 = \$181,000 from fund balance



INTERIM FINANCIAL REPORT (unaudited)

FY 2019-2020 BUDGET AMENDMENT REPORT

October 14, 2019

General Fund



Budget Description	Amended Budget 2019-2020	Proposed Adjustment	Amended Budget 2019-2020
BA # 1			STEM, Sugar Bowl and Special Ed.
Total adjusted appropriations General Fund	\$34,754,406	0	\$34,754,406
	Transfers	\$183,125	From various functions with no effect on total appropriations and fund balance
Difference		-0-	
BA # 2			
Fund Balance	\$11,912,429	(\$181,000)	\$ 11,731,429
Total adjusted appropriations	\$34,754,406	181,000	\$34,935,406
Difference		181,000	Chillers BA # 2

INTERIM FINANCIAL REPORT (unaudited)

I certify that the foregoing information is true and accurate to the best of my knowledge.

/s/ Jesus J. Amezcua, PhD, CPA, RTSBA Acting CFO –
HCDE Consultant

Q & A

