



**Financial Services**  
 1829 Denver West Drive, Bldg. 27  
 Golden, Colorado 80401-0001  
*phone:* 303-982-6843  
*fax:* 303-982-6826  
[www.jeffcopublicschools.org/finance](http://www.jeffcopublicschools.org/finance)

February 16, 2023

**Transmittal of Quarterly Report**

Attached is the Second Quarter Financial Report for fiscal year (FY) 2022-2023 covering the period from July 1, 2022 to December 31, 2022. Though the general fund shows a loss of approximately \$182 million, this is largely based on the timing of revenue receipts over the course of the school year. Expenditures within the general fund are tracking slightly below benchmark expectations of the year's budget. Overall, the district appears on track to budget expectations.

Following are the 2022-2023 second quarter (unaudited) financial results by fund:

2021-22 Year to Date, \$ in thousands	Revenue	% of Budget For Revenue	Total Expenses	% of Revised Budget For Expenses	Net Income	Fund Balance
General Fund	238,338	28%	422,091	48%	(183,753)	63,340
Debt Service	1,060	2%	51,417	75%	(50,357)	16,425
Capital Reserve	12,537	47%	5,593	42%	6,943	112,368
Building Fund 2018	70	0%	2,967	0%	(2,897)	4,653
Building Fund 2020A	1,533	613%	69,669	51%	(68,136)	82,295
Grants Fund	7,903	8%	26,061	27%	(18,158)	-4,784
Food Services Fund	13,469	54%	14,631	49%	(1,162)	10,978
Campus Activity Fund	11,198	41%	9,564	37%	1,634	14,692
Transportation	16,519	55%	13,643	46%	2,876	3,679
Child Care Fund	10,081	50%	7,709	37%	2,372	6,035
Property Management Fund	1,061	41%	1,262	60%	(201)	5,679
Central Services Fund	1,532	51%	1,350	44%	183	1,735
Employee Benefits Fund	11,238	52%	9,894	44%	1,345	13,165
Insurance Reserve Fund	6,269	51%	7,373	58%	(1,104)	431
Technology Fund	16,992	55%	15,304	48%	1,688	11,800
Charter Schools	52,964	52%	53,966	52%	(1,003)	58,607

#### Cash Management:

- Jeffco has \$321 million in cash as of December 31<sup>st</sup>, compared to \$267 million a year prior, which is a healthy cash balance. The district should not need to borrow funds to cover fluctuations in cash over the course of the year.

#### General Fund:

- Revenues are at 28% of the budgeted annual total, which is customary for this time of year due to property tax collection schedules in Jefferson County and Broomfield.
- Expenditures are running at 48%, similar to last year this time.

#### Debt Service, Capital Reserve and Building Funds:

- The debt service, capital reserve and building funds are executing normally.

#### Grants, Food Service, Campus Activity and Transportation Funds:

- The Grants Fund had a net loss of \$18.2 million for the end of the quarter compared to prior year net loss of \$10.8 million. Federal Grant Revenue shows a negative \$982k as of 12/31/22 due to an adjustment to recognized FY22 revenue for the one-time Emergency Connectivity Fund grant.
- The Food Services Fund ended the quarter with net loss of \$1.2 million compared to a net income of \$2.3 million for the same quarter last year. The USDA did not extend their waiver program allowing all children to eat at no charge for the current fiscal school year. The count of total meals served in Q2 is down 32% compared to the prior year.
- The Campus Activity Fund has net income of \$1.6 million for the quarter compared to a net income of \$1.7 million for the same quarter last year, reflecting front loaded collection of fees for activities.
- Transportation has a net income of \$2.9 million for the quarter compared to \$4.7 million for the same quarter prior year. Revenues are trending below prior year as student bus fees are not being collected. Expenditures are trending below the benchmark due to salary underspend. Bus driver shortages continue to be a challenge.

#### Child Care and Property Management Enterprise Funds:

- The Child Care Fund has a net income of \$2.3 million compared to last year's \$143,430 for the same time period. The Preschool Program portion of the net income is \$1.7 million compared to a \$1.1 million for the prior year. This year preschool is running 93 classrooms compared to prior year 96 classrooms. The school age enrichment (SAE) child care programs provide before and after care for elementary students. SAE ended the quarter with a net income of \$430,226 compared to a prior year net of \$122,463. Revenues and expenses are up this quarter compared to last year same quarter with the opening of three new sites and tuition increases of approximately 10%.
- The Property Management Fund ended the quarter with a net loss of \$201,034 compared to a net loss of \$179,671 in the prior year same quarter. Revenues and expenditures have both increased compared to the prior fiscal year as rental and fee-based usage of the facilities has increased.

Internal Service Funds:

- Central Services has net income of \$182,539 for the quarter compared to a net income of \$227,687 the prior year same quarter.
- The Employee Benefits Fund for vision, dental and self insured medical ended the quarter with a net income of \$1,344,779 compared to the prior year net loss of \$468,646. Revenues and expenditures are coming in higher than prior year due to the new self insured Aetna medical plan. The fund finished the quarter with strong reserves of over \$13.2 million.
- The Insurance Reserve Fund has a net loss of \$1,103,661 for the quarter, which is larger than the net loss of \$290,153 for the prior year same quarter. Overall expenses are higher than the prior year due to increases in premium costs, workers compensation claims, legal expenses and settlement payments. This premium increase was expected and the transfer to the fund was increased.
- The Technology Fund completed the quarter with net income of \$1.7 million compared to last year's net income of \$912 thousand. Revenues are coming in higher than plan due to receiving E-Rate funds of over \$1.5 million. While expenses are trending at the 48% benchmark for the quarter, salary and benefits continue to trend below plan due to vacancies.

Charter Schools Fund:

- All charter schools have positive cash flow for the quarter. Rocky Mountain Deaf Schools' cash is trending low because their tuition rate has not been approved by CDE and the State Board of Education yet.

The report in Appendix A titled "FTE Staffing Analysis" typically presents a comparison for budgeted vs. actual FTE counts within the general fund. This year's report is accurate to the best of our knowledge for salaried individuals. In the transition to using a new budget software, we were unable to capture budgets for classified staff as FTE counts, but only as dollar amounts. Therefore, the comparisons of budget to actual FTE for our support units are incomplete, as indicated in the notes. Next year, we will have all staff captured as FTE counts since schools are now using Anaplan to prepare their budgets.

This memo certifies that the information contained herein is an accurate and fair representation of the district's financial status as of the date shown.

Sincerely,



Brenna Copeland  
Chief Financial Officer