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Members of the Board of Education
 1829 Denver West Drive, Building 27
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Board Members,

Attached is the unaudited Fourth Quarter Financial Report for fiscal year (FY) 2021-22 covering the period from July 1, 2021 to June 30, 2022. Note that the final audited financial statements may vary from the figures below.

The district finished the year close to the revised budget for revenue and expense out of the general fund at 99% of budget for both figures. The ending fund balance increased by about \$1M compared to last year (unaudited). The other funds are discussed in greater detail below. Generally, 2021-22 was still partially disrupted due to the pandemic. Staffing shortages led to challenges in certain areas of the operation and supply chain disruptions challenged various components of the district.

Following are the 2021-22 fourth quarter (unaudited) financial results by fund:

2021/2022 Year to Date, \$ in thousands	Revenue	% of Budget For Revenue	Total Expenses	% of Revised Budget For Expenses	Net Income	Fund Balance
General Fund	827,998	99%	826,836	99%	1,161	213,671
Debt Service	67,633	99%	68,089	100%	(456)	66,782
Capital Reserve	65,985	156%	6,863	27%	41,517	105,424
Building Fund 2018	19	19%	44,997	85%	(44,978)	7,550
Building Fund 2020A	-359	-120%	132,170	78%	(132,529)	150,431
Grants Fund	68,127	57%	66,868	56%	1,260	13,369
Food Services Fund	35,279	134%	28,182	100%	7,097	12,140
Campus Activity Fund	20,474	75%	19,682	72%	792	13,058
Transportation	25,501	88%	25,409	88%	93	802
Child Care Fund	15,826	112%	15,849	90%	(23)	3,633
Property Management Fund	2,143	82%	1,930	78%	214	5,880
Central Services Fund	2,744	81%	2,587	75%	157	1,552
Employee Benefits Fund	7,514	111%	6,723	91%	791	11,820
Insurance Reserve Fund	10,635	104%	11,513	97%	(878)	1,535
Technology Fund	31,293	101%	31,233	92%	60	10,824
Charter Schools	116,119	121%	97,007	90%	19,192	59,610

Cash Management:

- Jeffco has \$500.5 million in cash as of June 30th, compared to \$450.6 million a year prior

General Fund:

- Revenues and expenses are at 99% of the budgeted total, running on plan
- Expenditures on salaries and benefits are \$506.8 M and \$151.2 M respectively, reflecting a mix of salary increases and one-time compensation payments that are approximately 9% higher than the prior year

Debt Service, Capital Reserve and Building Funds:

- Debt service revenues and expenditures ended the year on plan.
- Capital Reserve Fund expenditures are lower than budget for several reasons; the district originally accounted for the full cost of the NW Aquatics Center as expended upon receipt of the financing proceeds; however, the proceeds in the shared account had not been drawn as of June 30 for the construction project; additionally, the district plans to fund the final CIP projects from the Capital Reserve Fund, after spending down the two other building funds
- Building Fund/Capital Projects Fund 2018 was created with the issuance of \$376 million from 2018 Series GO bond proceeds; \$50 million of that was premium. Expenditures ended the year at 86% of the revised budget amount of \$52.6 million. The remaining balance on this fund is \$7.5 million.
- Building Fund/Capital Projects Fund 2020A was created with the issuance of \$308.8 million from 2020A Series GO bond proceeds; \$68.3 million of that is premium. Expenditures ended the year at 78% of the revised budget amount.

Grants, Food Service, Campus Activity and Transportation Funds:

- Grants revenues were \$68 M through the fourth quarter and expenditures \$66.8 M. Both figures are lower than the revised budget because the district fully appropriated the three-year ESSER 3 grant of \$61 M for this fiscal year even though the district did not expect to spend this full amount.
- Food Services generated higher revenues through a significant increase in meals served due to federal subsidies this year. The USDA extended their program allowing all children to eat at no charge through the end of the school year. The fund is showing a \$7 M in net income for the year. The district has committed to re-instating meal fees for the 2022-23 school year at the same level as pre-pandemic fees; this will drawn down a portion of the FNS fund balance accrued in FY22.
- Campus Activity Fund revenues and expenses are trending below budget respectively, both amounts higher than prior year because activities have largely resumed this year. Timing of events, activities and fundraising impacts the collection of revenues and their related expenditures.
- Transportation Fund revenues and transfers ended the year below plan. Fees revenues for field trips and services are up at \$1.7 M compared to prior year because fees and field trips have resumed in FY22. The district rebated and/or decided not to collect bus fees for many routes in FY22 due to service disruptions.

Child Care and Property Management Enterprise Funds:

- Child Care Fund has a slight loss through the fourth quarter, largely due to the accrual of amounts that will be paid in FY23. Revenues are up due to both increases in enrollment and tuition this year compared to last. Both Preschool and School Age Enrichment programs received grant funds this year which is contributing to expenses ending the year below plan at 90%.

- Property Management Fund ended the quarter with a net income of \$213,718. This is better than prior year same quarter. While rentals have increased substantially compared to the prior year, there were still disruptions in the fall and winter that are impacting this fund. Revenues and expenditures are well below budget.

Internal Service Funds:

- The Central Services Fund ended the year with a net income of \$156K. This is higher than the prior year due to the resumption of regular services.
- The Employee Benefits Fund ended the quarter with net income of \$791K. Revenues are above plan due to the collection of premiums in June for the new self-insured medical plan. The fund has a healthy reserve balance that can be spent down to avoid benefits' premium increases for employees.
- The Insurance Reserve Fund had a net loss of \$878K for the quarter. Expenses are trending close to the budget expectation and higher than the prior year due to increases in insurance premiums.
- The Technology Fund ended the quarter with a net income of \$60 K, better than prior year same quarter. Overall, revenues are higher than budget and prior year due to receiving E-rate funds of just over \$2.1 million for the Geomax broadband connection which is an infrastructure rebate. Expenses are trending below plan partly due to salary underspend.

Charter Schools Fund:

- As a whole, the district's 16 charter schools are showing an excess of revenues over expenditures of approximately \$19.7 M

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.



Brenna Copeland
Chief Financial Officer