

Scarborough Public Schools

School Board Presentation



FY24 Year-end Financials

October 3, 2024



FY24 Year-End Financial Report

Two supporting documents are posted with SB agenda for tonight:

[FY24 Year-End Financial Statement](#)

[Year-End budget transfers](#)

Quarterly financial reports are posted on the Scarborough Public Schools website at www.scarboroughschools.org (see Finance Committee section of Standing Committees page).



General Fund Expenditure Review

General Fund expenditures came in under budget by \$2,086,340

Personnel costs represented 80% of the FY24 budget, and most surplus generated was in these areas of impact:

- ☐ \$437,000 - Special Services wages & benefits
- ☐ \$251,000 - Custodian wages & benefits
- ☐ \$165,000 - Bus Driver wages & benefits
- ☐ \$300,000 - Savings from other turnover & open positions

Total surplus of \$1,153,000 attributable to these factors.



General Fund Expenditure Review

General Fund expenditures came in under budget by \$2,086,340

Other savings - Programs & Services:

- \$77,000 - Curriculum - refined subscriptions, deferred updates, used grant funds
- \$37,000 - Athletics & Activities - unfilled coaching positions
- \$240,000 - Special Services - lower than expected tuition costs

Other savings - Operations:

- \$65,000 - Debt Service - reduced interest on delayed bond issue
- \$122,000 - Facilities - energy costs

Total surplus of \$541,000 attributable to these factors.



General Fund Expenditure Review

- ❑ School Board is required by policy DBJ to vote approval of budget transfers for any individual account overspent by \$10,000 or more.
- ❑ Most overages can be offset by surplus in other budget lines, within the same voter-approved categories. Inter-category transfers made in compliance with statute.



General Fund Revenue Review

FY24 revenue was \$183,526 over budgeted projections

Significant surplus revenue:

- New MLL Hardship Funds from DOE
- State Agency Clients
- Other Miscellaneous - Alternative Energy Credits



Statement of General Fund Surplus

Breakdown of General Fund Surplus Balances

As of 6/30/2023 fund balance was :	\$	3,686,133
Used For FY24 Budget	\$	(1,500,000)
Undesignated Fund Balance 7/1/2023	\$	2,186,133
FY24 Appropriations Balance	\$	2,086,340
FY24 Revenue Balance	\$	183,526
FY24 Year-end Adjustments	\$	(800,000)
FY24 Year-end Balance	\$	1,469,865
Total Available Fund Balance	\$	3,655,998
Used for FY25 Budget	\$	<u>(1,500,000)</u>
Undesignated Fund Balance 6/30/2024	\$	2,155,998



Other Funds

Along with General Fund data, the Financial Statement includes:

- ❑ Adult Education
- ❑ School Nutrition
- ❑ Federal Restricted Funds
- ❑ Grants, Trusts & Special Revenues
- ❑ Capital Improvement Projects



Adult Education

- Programs continuing to rebuild - tuition revenues still short
- Health Services courses less popular, MLL programs booming
- Personnel and supply costs held under budget
- Program year-end fund balance is \$31,029, after \$35,000 is applied as revenue to FY25 budget



School Nutrition

- ❑ State funding allowed for continuation of free meals for all students
- ❑ High demand continued to reflect in both breakfast and lunch meal counts - meal counts in 2024 were 12 x higher than 2019, and reimbursement was 220% more
- ❑ Investments for production & delivery: dough sheeter, new van
- ❑ Staffing challenges/open positions continue to create surplus in personnel costs
- ❑ Food costs have stabilized compared with the past few years
- ❑ Year end program surplus was generated for the third year in a row, with an ending fund balance of \$554,050



Special Revenue Funds

Federal grant funds:

- Last of the COVID grants billed in September 2023
 - ESSER III (ARP ESSER) - Final payment for FY23 summer payroll
 - ARP Local Entitlement - Supplemental staff, transportation and contracted services
- New ARP mini-grants from DOE
- Regular federal grants for education: Titles I, II and Local Entitlement

Local Grants, Trusts & Special Revenues:

- MLTI Tech Hardware reimbursement delayed
- School Nutrition Special Programs - Backpack Program



Capital Improvement Projects

Multi-year projects continued with facilities maintenance and technology upgrades. Some highlights:

- 3 new buses per replacement cycle
- Tech refresh at Middle School - chromebooks & projectors
- Roof restoration at Middle School & Eight Corners
- Flooring restoration at Middle School
- Replacement of worn out furnishings
- HVAC repairs & system controls district-wide

Long-range planning funds were expended up to the referendum in November 2023; reset for the [building project](#) moving forward.



Capital Reserve Fund



The School Capital Reserve Fund was established at the end of FY22 using year-end surplus funds to provide revenue for capital projects as determined by the Board through the annual budget process.

- Funded with \$600,000 at the end of FY22 (unexpected GPA revenue)
- Used \$199,000 in FY23 for capital budget revenue (district-wide equipment replacement)
- Added \$800,000 at the end of FY23 from available surplus
- Used \$405,783 in FY24 for capital budget revenue (buses)
- Committed \$585,000 in FY25 for capital budget revenue (building project planning costs)

Business Office & Finance Committee recommend replenishing the fund with \$800,000 of available year-end surplus from FY24 (Board Action Item)





Action Items

FY24 year-end action items for School Board

October 3, 2024

- ❑ 1) Request approval of [budget transfers](#) for accounts which were overspent by more than \$10,000.

- ❑ 2) Request approval of transfer of \$800,000 from General Fund surplus to School Capital Reserve Fund.