



Financial Report  
Executive Summary  
July 12, 2021  
Year End  
Estimated Actual  
Month Ending June 2021

Attached to this board agenda item are the following reports:

- Revenue/Expense Report for May 2021 - Closed
- Revenue/Expense Report for June 2021 - Before Closed
- Revenue Fund Account - Year-to-Date Through May 2021 - Closed
- Expense Fund Account - Year-to-Date Through May 2021 - Closed
- Check Registry - May 2021 - Closed

**Overview**

This Executive Summary reports year end (YE) and June's revenues, expenditures and balances before final audit. The amounts will likely change in the coming months but those changes should not be material.

Please note an increase in overall and operating YE revenues, \$1.7M and \$1.6M respectively. YE local operating revenues are down \$3.1M. YE state operating revenues are down \$596K. YE federal operating revenues are up \$5.3M. YE debt service revenues are down \$104K while YE capital revenues are up \$192K.

June's overall revenues are up \$8.5M while operating revenues are up \$8.9M. June's debt service revenues are down \$96K from last year. June's capital revenues are down \$389K.

YE overall expenditures are down \$9.7M with operating expenditures being down 1.6M. YE debt service expenditures are down \$1.9M while capital expenditures are down \$6.1M.

June's overall expenditures are down \$1.7M with June's operating expenditures being up \$998K. The month's debt service expenditures are up \$300. June's capital expenditures are down \$2.7M from June 2020.



The month of June saw the FY21 financial condition of the district shift from significantly low revenues to levels higher than 2020. If the reader has read previous reports, they will recall revenue shortfalls in all major revenue areas. This is still true in local revenue (-\$3.1M). The shortfall in local revenue for the year is a result of lost food service revenue and activity fees. State revenues came in as budgeted but \$596K less than FY20. This loss is due mainly to lost summer school revenue from the summer of 2020. The largest revenue increase and the cause of the revenue turnaround is found in federal revenues. The district received \$8.3M in ESSER II funds in June. This influx of federal revenue is \$5.3M more than last year and changed the FY21 revenue financial condition significantly.

Additionally, the district experienced a drop in expenditures of \$9.6M. This is due mainly to fewer bond projects being completed in FY21. Also of significance is the drop in debt service and operating expenses. The drop in debt service expenditures is due to a one time payment in FY20 of \$1.9M. That one time payment inflated FY20's debt service expenditures. The drop in operating expenses is due to less need in purchased services and supplies as a result of the partial closure in FY21. Namely food service and facility operations supplies as well as transportation purchased services.

The district began the year with \$24.6M in operating reserves and will end the year with \$31M in operating reserves. As will be discussed later, this increase is driven by the large increase in federal revenue related to ESSER funds and the drop in expenditures related to the closure. The Board of Education and the administration need to proceed with caution when considering the use of these reserves.

FY21 was challenging for many reasons. One area of challenge was forecasting revenues and expenditures. This challenge will continue in FY22.

Lastly, the district will need to consider the impact of the large influx of one-time federal funds (ESSER I, II and III). These funds have and will help sustain the district's revenues during the closure and upcoming budget years but they cannot be relied upon to support long term future expenses. In FY23 or FY24 the district will experience a large decrease in federal funds when ESSER funds are not available. Unfortunately, there will be few opportunities to replace ESSER funds with local or state revenues. In addition to this loss of revenue, the district will begin to more fully experience the drop of enrollment in the calculation of state aid.

Steve Shelton, Ed.D., SFO  
Associate Superintendent of Operations  
6608 Raytown Road Raytown, MO 64133  
816.268.7000 816.268.7029 (fax)  
[steve.shelton@raytownschools.org](mailto:steve.shelton@raytownschools.org)  
Page 2 of 9



Currently the district is being paid on FY20 enrollment and will be paid on FY20 enrollment again in FY22. In FY23 the enrollment the district will be paid on is much lower than the enrollment we are being paid on from FY20. In addition to the anticipated loss of future revenue the district will return to more normal expenditure habits. These two factors will draw down our reserves quickly.

Items for the Board of Education to consider to address these issues are:

- Ask the voters for permission to transfer a portion of the debt service levy to operating levy.
- Decrease expenditures

This information and topics will be more fully discussed during upcoming Finance Committee Meetings.

**YTD - Revenues, Expenditures and Balances by Category**

<b>Year End - Estimated Actual - Revenues</b>	<b>FY21</b>	<b>FY20</b>	<b>Variance</b>
<b>All Funds</b>	\$ 123,385,288.67	\$ 121,665,849.80	\$ 1,719,438.87
<b>Operational</b>	\$ 112,276,967.91	\$ 110,645,247.72	\$ 1,631,720.19
<b>Debt Service</b>	\$ 8,874,337.68	\$ 8,978,744.03	\$ (104,406.35)
<b>Capital</b>	\$ 2,233,983.08	\$ 2,041,858.05	\$ 192,125.03
<b>Year End - Estimated Actual - Expenditures</b>	<b>FY21</b>	<b>FY20</b>	<b>Variance</b>
<b>All Funds</b>	\$ 128,702,084.03	\$ 138,368,461.70	\$ (9,666,377.67)
<b>Operational</b>	\$ 105,821,241.85	\$ 107,424,772.23	\$ (1,603,530.38)
<b>Debt Service</b>	\$ 9,559,405.00	\$ 11,519,754.41	\$ (1,960,349.41)
<b>Capital</b>	\$ 13,321,437.18	\$ 19,423,935.06	\$ (6,102,497.88)
<b>Year End - Estimated Actual - Balances</b>	<b>FY21</b>	<b>FY20</b>	<b>Variance</b>
<b>All Funds</b>	\$ (5,316,795.36)	\$ (16,702,611.90)	\$ 11,385,816.54
<b>Operational</b>	\$ 6,455,726.06	\$ 3,220,475.49	\$ 3,235,250.57
<b>Debt Service</b>	\$ (685,067.32)	\$ (2,541,010.38)	\$ 1,855,943.06
<b>Capital</b>	\$ (11,087,454.10)	\$ (17,382,077.01)	\$ 6,294,622.91



## Year-to-Date Compared to Budgeted

<b>Year End - Estimated Actual - Revenues</b>	<b>FY21 Actual</b>	<b>FY21 Budgeted</b>	<b>Remaining</b>	<b>Percent of Budget</b>
<b>All Funds</b>	\$ 123,385,288.67	\$ 121,496,311.00	\$ (1,888,977.67)	101.55%
<b>Operational</b>	\$ 112,276,967.91	\$ 110,676,878.00	\$ (1,600,089.91)	101.45%
<b>Debt Service</b>	\$ 8,874,337.68	\$ 9,011,933.00	\$ 137,595.32	98.47%
<b>Capital</b>	\$ 2,233,983.08	\$ 1,807,500.00	\$ (426,483.08)	123.60%
<b>Year End - Estimated Actual - Expenditures</b>	<b>FY21 Actual</b>	<b>FY21 Budgeted</b>	<b>Remaining</b>	<b>Percent of Budget</b>
<b>All Funds</b>	\$ 128,702,084.03	\$ 139,959,356.00	\$ 11,257,271.97	91.96%
<b>Operational</b>	\$ 105,821,241.85	\$ 114,598,217.00	\$ 8,776,975.15	92.34%
<b>Debt Service</b>	\$ 9,559,405.00	\$ 9,560,834.00	\$ 1,429.00	99.99%
<b>Capital</b>	\$ 13,321,437.18	\$ 15,800,305.00	\$ 2,478,867.82	84.31%

Steve Shelton, Ed.D., SFO  
 Associate Superintendent of Operations  
 6608 Raytown Road Raytown, MO 64133  
 816.268.7000 816.268.7029 (fax)  
[steve.shelton@raytownschools.org](mailto:steve.shelton@raytownschools.org)  
 Page 5 of 9



### Year-to-Date Fund Balances and Compared to Budget

	Fund 1	Fund 2	Fund 3	Fund 4	Total
<b>July 1, 2020 Balance</b>	\$ 24,188,652.75	\$ 420,000.00	\$ 5,545,370.95	\$ 21,821,115.68	\$ 51,975,139.38
<b>Revenues</b>	\$ 54,250,075.13	\$ 58,026,892.78	\$ 8,874,337.68	\$ 2,233,983.08	\$ 123,385,288.67
<b>Projected Balances and Revenues</b>	\$ 78,438,727.88	\$ 58,446,892.78	\$ 14,419,708.63	\$ 24,055,098.76	\$ 175,360,428.05
<b>Expenditures</b>	\$ (43,508,473.01)	\$ (62,312,768.84)	\$ (9,559,405.00)	\$ (13,321,437.18)	\$ (128,702,084.03)
<b>Transfer(s) From (Minus)</b>	\$ (4,285,876.06)				\$ (4,285,876.06)
<b>Transfer(s) To (Plus)</b>		\$ 4,285,876.06			\$ 4,285,876.06
<b>YE Balances</b>	\$ 30,644,378.81	\$ 420,000.00	\$ 4,860,303.63	\$ 10,733,661.58	\$ 46,658,344.02
<b>Restricted Balances</b>	\$ 180,000.00	\$ 420,000.00		\$ 4,681,416.73	\$ 5,281,416.73
<b>Budgeted Revenues</b>	\$ 55,582,351.00	\$ 55,094,527.00	\$ 9,011,933.00	\$ 1,807,500.00	\$ 121,496,311.00
<b>YE Revenues</b>	\$ 54,250,075.13	\$ 58,026,892.78	\$ 8,874,337.68	\$ 2,233,983.08	\$ 123,385,288.67
<b>Budgeted Revenues % Realized</b>	97.60%	105.32%	98.47%	123.60%	101.55%
<b>Budgeted Expenditures</b>	\$ 51,978,217.00	\$ 62,620,000.00	\$ 9,560,834.00	\$ 15,800,305.00	\$ 139,959,356.00
<b>YE Expenditures</b>	\$ 43,508,473.01	\$ 62,312,768.84	\$ 9,559,405.00	\$ 13,321,437.18	\$ 128,702,084.03
<b>Budgeted Expenditures % Realized</b>	83.71%	99.51%	99.99%	84.31%	91.96%

Steve Shelton, Ed.D., SFO  
 Associate Superintendent of Operations  
 6608 Raytown Road Raytown, MO 64133  
 816.268.7000 816.268.7029 (fax)  
[steve.shelton@raytownschools.org](mailto:steve.shelton@raytownschools.org)  
 Page 6 of 9



## Monthly Report for June 2021

June - Revenues	FY21	FY20	Variance
All Funds	\$ 18,597,743.31	\$ 10,143,496.57	\$ 8,454,246.74
Operational	\$ 18,013,027.06	\$ 9,072,025.65	\$ 8,941,001.41
Debt Service	\$ 92,358.25	\$ 189,188.22	\$ (96,829.97)
Capital	\$ 492,358.00	\$ 882,282.70	\$ (389,924.70)
June - Expenditures	FY21	FY20	Variance
All Funds	\$ 16,173,009.60	\$ 17,921,141.28	\$ (1,748,131.68)
Operational	\$ 15,839,577.22	\$ 14,841,515.34	\$ 998,061.88
Debt Service	\$ 300.00	\$ -	\$ 300.00
Capital	\$ 333,132.38	\$ 3,079,625.94	\$ (2,746,493.56)
June - Balances	FY21	FY20	Variance
All Funds	\$ 2,424,733.71	\$ (7,777,644.71)	\$ 10,202,378.42
Operational	\$ 2,173,449.84	\$ (5,769,489.69)	\$ 7,942,939.53
Debt Service	\$ 92,058.25	\$ 189,188.22	\$ (97,129.97)
Capital	\$ 159,225.62	\$ (2,197,343.24)	\$ 2,356,568.86

### Financial Items of Interest:

- The FY22 budget was adopted by the Board of Education on June 28th, 2021. It is available for review on the district's website and at the receptionist's desk at the Administration Building.
- Audit Dates
  - Preliminary was held on June 2nd
  - Final is scheduled for September 20th-23rd.
  - Any board member may request a meeting with the auditor. Please contact me or Jacqui Vernon to set an appointment.

Steve Shelton, Ed.D., SFO  
 Associate Superintendent of Operations  
 6608 Raytown Road Raytown, MO 64133  
 816.268.7000 816.268.7029 (fax)  
[steve.shelton@raytownschools.org](mailto:steve.shelton@raytownschools.org)  
 Page 7 of 9

- Bond Spending and Balance
  - FY19 Spent: \$12,323,823.86
  - FY20 Spent: \$16,930,401.24
  - FY21 Spent: \$11,146,800.32 (Paid 7/1/2020 through \*6/30/2021)
  - Total Spent: \$40,401,025.42 (all monies paid from bond through \*6/30/2021 )
  
- Bond Proceeds Overview
  - Bond Starting Amount: \$44,533,659.50
  - Bond Spent Amount: - \$40,401,025.42
  - Bond Int (less disc): + \$ 358,083.67 (\*Through FY20)
  - Bond Balance: \$ 4,490,717.75

\*Does not include final June VPA payment or FY21 interest-FY21 totals will be updated.



**Upcoming Meetings:**

- Finance Committee
  - August 9th, 2021 - 4:00 - Administration Building
- Benefit Committee
  - TBD
- Rayteam
  - September 16th, 2021 - 8:30-4:30 - Administration Building

If you have any questions, please feel free to contact me prior to the July 12th board meeting.

Respectfully Submitted,

