

Business Manager Report

Davenport School District

Leslie Oliver

July 27, 2020

COVID-19 Updates

We have been allotted \$119,000 in the Cares Act funding and I believe this amount is set and will not change. We have expended around \$64,000 of these funds.

Update on the FEMA funds. We have expended about \$39,000 in reimbursable funds from FEMA. We will get 75% of those funds reimbursed and I plan to use Cares Act to fund the other 25%, that amount is included in the \$64,000 above. I anticipate this amount will increase dramatically in August as we start to purchase more PPE for students.

Even with all of that, it may be a daunting task paying for all of the requirements. So far, I have identified costs around \$350,000, which is verified by the ASBO/Forecast5 report attached to the board packet. While these are just estimates, and we may not see actual extra costs for some of these items due to using current staffing, I think they help give us a place to start from when looking at next years' budget.

2020-21 Budget

We will cover this in detail in the presentation, but I wanted to add this caveat. We were instructed to budget as usual without COVID weighing into any of the finances. So, our budget is assuming many things, that students and enrollment will be normal, that funding from the State and Federal Government will remain at the same level, that classes will be normal and costs associated with education will be at usual levels. We already are seeing schools move to online learning as an option for parents/guardians and we are looking at those options as well. I feel we can adjust the budget as needed to be able to provide those online options. We can work together to make those decisions.

2019-20 Revenues

Revenues are still remaining lower than the trend for this time of year. We are almost always under projections for local funds as we budget for potential grants and higher tuition reimbursement for College in the HS, but this year, we are down quite a bit due to local food service revenues stopping in March. State revenues are below trend because the legislature moved 2.5% of our funding into July. We used to get 20% of our revenue in July and August and to save more funds in their fiscal year, the State is moving towards increasing that to 25%. Currently, we will receive 12.5% in July and 10% in August. Next

year it will be 12.5% in each respective month, July and August. Federal revenues are up this year, mostly due to the Summer Food Program that we ran from March to June. This program funded us at the higher free rate for the meals we served which helped pay for the additional staff it took to run the program.

2019-20 Expenditures

Overall, expenditures are lower than projections. We have seen an increase in the amount we spend on basic education over the last couple of years as salaries have increased and there are less categorical funds to help pay for staff. We are still projected to be below budget for expenditures by around \$93,000 and end with a fund balance around \$744,000. I am trying to estimate possible costs of starting up school into my projections for July and August, but there are many unknowns due to COVID.

2019-20 Lunch Program Review

I have posted the lunch program review spreadsheet through June 2020. Normally by this time, we know the final numbers and revenues from the Federal and State lunch programs. However, since we are operating the SFSP program we will have revenues and expenditures for July and August. Last count, I heard we had almost 100 students signed up which equates to 200 meals a day and 1400 meals a week. That's so awesome! Since we are only having staff come in a couple days a week to prep and serve, I feel we will break even on the program.

Thanks,

Leslie Oliver