

Summary of Unaudited Actuals

Unaudited actuals in a school district represent the final accounting of all financial activities for a fiscal year but before they are audited. The report reflects the district's revenue, expenditures, and fund balances as of June 30. These figures are compiled after the close of the fiscal year and provide an accurate snapshot of the district's financial position before they are subject to external audit.

The unaudited actuals are crucial for multiple reasons:

- **Budgetary Compliance:** They help ensure that the district has adhered to its budget, complying with legal and regulatory requirements.
- **Financial Transparency:** They provide transparency to stakeholders, including the school board, staff, and the community, regarding how funds were managed and spent.
- **Future Planning:** They serve as a foundation for future budgeting, allowing the district to adjust its financial strategies based on the previous year's actual financial outcomes.

Reasons for Variances in Unaudited Actuals: Variances between the budgeted amounts and the unaudited actuals can occur due to several factors.

1. **Revenue Fluctuations:**

- **State and Federal Funding:** Changes in the timing or amount of state or federal funding can result in higher or lower revenue than anticipated.
- **Local Revenues:** Property tax revenues or other local income sources may vary from projections, affecting the overall revenue.
- For MVWSD, this includes an increase in AV from 7% to 7.51%. Historically, this variance can go up or down by over 1%. There was also an increase in State Lottery entitlement of \$195,000 and we saw an increase in interest revenue of \$1.2 million.

2. **Expenditure Variations:**

- **Personnel Costs:** Differences in staffing levels, salary adjustments, or benefit costs can lead to variances in expenditures. For example, unfilled positions or delayed hiring might result in lower-than-expected spending on salaries.
- **Operational Costs:** Unexpected repairs, maintenance, or changes in utility costs can lead to over- or underspending in operational budgets.
- For MVWSD this included a decrease in \$231,000 to Special Education and a savings of \$299,000 in MOT.

3. **Special Education and Contracted Services:**

- The need to outsource special education services or other contracted work due to hiring challenges or unanticipated student needs can lead to higher expenses than originally budgeted.

4. **Programmatic Changes:**

- Introduction or expansion of programs during the year, or the need to reallocate funds to address emergent needs, can cause actual expenditures to differ from the original budget.
- 5. **Timing Differences:**
 - Certain expenditures or revenues may be recorded in a different fiscal year than anticipated, especially if they occur near the end of the fiscal year, leading to timing variances.
- 6. **Reserve Adjustments:**
 - The district may adjust its reserves or carryover balances based on actual fiscal outcomes, affecting the final fund balances reported.

Unaudited Actual Report Fund 01

	Unrestricted Programs	Restricted Programs	Combined
Beginning Balance, July 1, 2023	\$40,264,916	\$11,851,598	\$52,116,515
Total Revenues	\$70,305,949	\$47,324,234	\$117,630,183
Total Expenditures	\$64,648,205	\$48,966,631	\$113,614,836
Net Increase/(Decrease)	\$5,657,744	(\$1,642,397)	\$4,015,347
Ending Balance, June 30, 2024	\$45,922,660	\$10,209,201	\$56,131,862
		Reserve Level	40.42%
(Unrestricted Ending Balance divided by Total Combined Expenditures)			

Unaudited Actual Report MYP without \$6.5 Shoreline Fund, removal of Google Lease in 26-27, and removal of the parcel tax in 25-26.

	2023-2024 Unaudited Actual	2024-2025 (Year 1)	2025-2026 (Year 2)	2026-2027 (Year 3)
Beginning Balance, July 1	\$52,116,515	\$56,131,862	\$45,082,868	\$31,269,164
Total Revenues	\$117,630,183	\$107,416,302	\$107,179,790	\$108,714,558
Total Expenditures	\$113,614,836	\$118,016,904	\$120,993,494	\$127,364,034
Net Increase/(Decrease)	\$4,015,347	(\$10,600,602)	(\$13,813,704)	(\$18,649,476)
Ending Balance, June 30	\$56,131,862	\$45,082,868	\$31,269,164	\$12,619,689
Reserve Level	40.42%	30.08%	17.94%	2.44%

In summary, while unaudited actuals provide a detailed and accurate financial record for the fiscal year, variances between budgeted and actual figures are common and can be attributed to a range of factors related to revenue, expenditures, and timing differences. These variances are an expected part of the financial process and are closely analyzed to inform future budgeting and financial planning. Variances should be expected and needed due to the district shifting based on the needs of students and staff.