

**FINANCE REPORT
MERIDIAN WORLD SCHOOL LLC**

NOVEMBER 5, 2020
Eileen Kuhn, CFO

BUDGET REVIEW – FOURTH QUARTER 2019-20

1. BUDGET TO ACTUAL (Page 1)

Board-Approved Budget, showing Meridian Operations Actuals at 8-31-2020

Total revenue at 4th quarter end is at 101% of budget.

Total expense at 4th quarter end is at 100% of budget.

Net Operating Income is 155% of budgeted goal.

Net addition to Reserves is 127% of budgeted goal.

NOTE: Federal PPP Loan covered deficits in Triple A, Athletics and Cafeteria Programs. Also, an additional State fiscal support grant for Special Education, increased State FSP funding beyond projections, and more robust local fundraising than projected brought year-end net income above budget.

2. STATEMENT OF FINANCIAL POSITION - CONSOLIDATED (UNAUDITED) (Page 2)

Includes the prior quarter statement for comparison.

3. STATEMENT OF ACTIVITIES – CONSOLIDATED (UNAUDITED) (Page 3)

Shows consolidated statement of Income and Expenses. This report includes ALL FUNDS: in addition to State Funding and Local Funding Budgets approved by the Board (Operating Budget, Page 1), the Consolidated Statements also include Federal Grant Funds.

4. SUPPLEMENTAL STATEMENTS - (Pages 4-6)

FUND 175 – TRIPLE-A AFTER-SCHOOL PROGRAM
FEDERAL FUNDS – TITLE I (FUND 211) and SPECIAL EDUCATION IDEA (FUND 224) GRANTS
FUND 240 – MERIDIAN FOOD SERVICE PROGRAM

MERIDIAN WORLD SCHOOL
 BUDGET TO ACTUAL - STATE AND LOCAL FUNDING
 TWELVE MONTHS ENDED AUGUST 31, 2020

	FY'20
K-12th Grade Students Target	1,688
% Enrolled & Attending Projected	95.5%
Student Count for Budget Assumptions	1,612

REVENUE	BUDGET	ACTUAL	%
1 State Funding	\$ 14,800,862	\$ 14,952,381	101%
2 State Instructional Materials Allotment	218,000	213,420	98%
3 AAA After-School Revenue	373,000	349,498	94%
4 Cafeteria Revenue	317,528	320,262	101%
5 Local Funds	533,154	563,499	106%
6 Federal Revenue from PPP Loan	148,318	148,318	0%
7 TOTAL REVENUE	\$ 16,390,862	\$ 16,547,378	101%
 OPERATING EXPENSE			
8 Instructional and Student Services	\$ 9,990,544	\$ 9,834,541	98%
9 Campus Leadership	1,317,377	1,330,954	101%
10 General and Administrative	811,134	827,340	102%
11 Facility Operations	1,480,570	1,566,397	106%
12 Other Expense	121,740	127,745	105%
13 AAA After School Expense	412,000	412,725	100%
14 Bond Mortgage Expense	1,527,217	1,527,217	100%
15 Cafeteria Expense	394,000	397,653	101%
16 TOTAL OPERATING EXPENSE	16,054,582	16,024,572	100%
17 BUDGETED CONTINGENCY	-	-	
18 NET OPERATING INCOME	\$ 336,280	\$ 522,806	155%
 CAPITALIZED EXPENSE & LOAN PRINCIPAL			
19 Depreciation/Amortization added back	806,038	777,922	97%
20 Capitalized Equipment	-	-	
21 Long-term Principal Payments	(550,000)	(550,000)	100%
22 TOTAL ADDED TO RESERVES	\$ 592,318	\$ 750,728	127%
23 ADDED TO OPERATING RESERVE	542,318	700,728	
24 ADDED TO MAINTENANCE RESERVE	50,000	50,000	
25 PRIOR RESERVES	\$ 3,270,021	\$ 3,270,021	
26 TOTAL RESERVES	\$ 3,862,339	\$ 4,020,749	
27 DAY'S EXPENSE	\$ 41,777	\$ 41,772	
28 Days Operating Cash Projected	92	96	
29 Maximum Annual Debt Coverage	1.29	1.36	

MERIDIAN WORLD SCHOOL
STATEMENT OF FINANCIAL POSITION - CONSOLIDATED (UNAUDITED)
AUGUST 31, 2020, AND MAY 29, 2020

ASSETS	<u>8/31/20</u>	<u>5/31/20</u>
CURRENT ASSETS		
Cash on Deposit	\$ 3,523,684	\$ 3,440,551
CD -Bancorp South	366,615	366,615
Due From State and Federal Agencies	1,956,255	1,647,535
Other Receivables	30,402	49,296
Deferred Expenses	<u>12,354</u>	<u>33,488</u>
TOTAL CURRENT ASSETS	<u>5,889,310</u>	<u>5,537,485</u>
CAPITALIZED ASSETS		
Land Purchase & Improvements	7,195,527	7,195,527
Buildings & Improvements	20,950,496	20,950,496
Furniture & Equipment	1,359,336	1,359,336
Library Books & Media	130,044	130,044
Accumulated Depreciation Capitalized Assets	<u>(3,879,874)</u>	<u>(3,704,534)</u>
TOTAL CAPITALIZED ASSETS	<u>25,755,529</u>	<u>25,930,869</u>
OTHER ASSETS		
Bond Trust Reserve Accounts	<u>2,117,769</u>	<u>2,939,029</u>
TOTAL OTHER ASSETS	<u>2,117,769</u>	<u>2,939,029</u>
TOTAL ASSETS	<u>\$ 33,762,608</u>	<u>\$ 34,407,383</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 471,683	\$ 283,598
Accrued Wages Payable	656,742	712,197
Deferred Revenue	25,743	22,819
Accrued Bond Interest	29,655	404,046
Accrued Student Activity Liability	47,072	40,083
BBVA Note Payable - PPP	148,318	148,318
Current Portion Long-Term Debt	<u>575,000</u>	<u>550,000</u>
TOTAL CURRENT LIABILITIES	<u>1,954,213</u>	<u>2,161,061</u>
LONG-TERM LIABILITIES		
Bond Mortgage Debt	<u>26,436,103</u>	<u>26,981,449</u>
TOTAL LONG-TERM LIABILITIES	<u>26,436,103</u>	<u>26,981,449</u>
TOTAL LIABILITIES	<u>28,390,316</u>	<u>29,142,510</u>
NET ASSETS		
Fund Balance	4,849,486	4,849,486
Current Year Net Income	<u>522,806</u>	<u>415,387</u>
TOTAL NET ASSETS	<u>5,372,292</u>	<u>5,264,873</u>
TOTAL LIABILITIES & NET ASSETS	<u>\$ 33,762,608</u>	<u>\$ 34,407,383</u>

MERIDIAN WORLD SCHOOL
STATEMENT OF ACTIVITIES - CONSOLIDATED (UNAUDITED)
FOR THE TWELVE MONTHS ENDED AUGUST 31, 2020

REVENUE	ACTUAL
State Funding	\$ 15,165,801
Federal Grant Revenue	213,351
AAA After-School Revenue	349,498
Cafeteria Revenue	320,262
Local Funds	563,499
Federal Revenue from PPP Loan	<u>148,318</u>
TOTAL REVENUE	\$ <u>16,760,729</u>
OPERATING EXPENSE	
Instructional & Student Services	\$ 10,047,892
Campus Leadership	1,330,954
General and Administrative	827,340
Facility Operations	1,566,397
Other Expense	127,745
AAA After School Expense	412,725
Bond Expense	1,527,217
Cafeteria Expense	<u>397,653</u>
TOTAL OPERATING EXPENSE	<u>16,237,923</u>
NET OPERATING INCOME	\$ <u>522,806</u>

Income Statement
Triple A After-school Program
8-31-2020

Parameters:

Level: Line Item
 Format: Rollup
 District(s): 246801-Meridian World School LLC
 Date Range: LAST FISCAL YEAR
 Account Mask: AND (([Fund] = '175')) AND (([Function] = '61') OR ([Function] = '00')) AND (([Object] = '5748') OR ([Object] = '5949'))
 Effective Date: 08/31/2020
 Include Encumbrance: No
 Add Encum. To Totals: No
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 08/31/2020	Percent
Revenues & Other Sources						
5748	Triple A Program Revenue	-\$ 348,000.00		-\$ 349,498.27	-\$ 349,498.27	100.43%
5949	Federal Revenues Distributed Directly from the Federal Government	-\$ 86,833.00		-\$ 86,833.00	-\$ 86,833.00	100.00%
Total Revenues & Other Sources		-\$ 434,833.00		-\$ 436,331.27	-\$ 436,331.27	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 340,172.00		\$ 338,732.40	\$ 338,732.40	99.58%
6200	Professional & Contracted Services	\$ 21,800.00		\$ 20,227.08	\$ 20,227.08	92.78%
6300	Supplies & Materials	\$ 29,761.00		\$ 34,688.55	\$ 34,688.55	116.56%
6400	Other Operating Costs	\$ 20,267.00		\$ 19,077.43	\$ 19,077.43	94.13%
Total Expenditures & Other Uses		\$ 412,000.00		\$ 412,725.46	\$ 412,725.46	
Overall Total		-\$ 22,833.00		-\$ 23,605.81	-\$ 23,605.81	

Income Statement
Federal Grant Programs
8-31-2020

Parameters:

Level:	Line Item
Format:	Rollup
District(s):	246801-Meridian World School LLC
Date Range:	LAST FISCAL YEAR
Account Mask:	AND (([Fund] = '211') OR ([Fund] = '212') OR ([Fund] = '224') OR ([Fund] = '225') OR ([Fund] = '226') OR ([Fund] = '255'))
Effective Date:	08/31/2020
Include Encumbrance:	No
Add Encum. To Totals:	No
Show History:	No

		Actual				
		Budget	Encumbrance	09/01 - 08/31	FY to 08/31/2020	Percent
Revenues & Other Sources						
5929	Federal Rev Distributed by TEA	-\$ 299,774.00		-\$ 213,350.92	-\$ 213,350.92	71.17%
Total Revenues & Other Sources		-\$ 299,774.00		-\$ 213,350.92	-\$ 213,350.92	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 23,649.00		\$ 14,884.45	\$ 14,884.45	62.94%
6200	Professional & Contracted Services	\$ 175,292.00		\$ 189,352.37	\$ 189,352.37	108.02%
6300	Supplies & Materials	\$ 14,000.00		\$ 5,514.10	\$ 5,514.10	39.39%
6400	Other Operating Costs	\$ 0.00		\$ 3,600.00	\$ 3,600.00	0.00%
Total Expenditures & Other Uses		\$ 212,941.00		\$ 213,350.92	\$ 213,350.92	
Overall Total		-\$ 86,833.00		\$ 0.00	\$ 0.00	

Income Statement
Meridian Food Service Program
8-31-2020

Parameters:

Level: Line Item
 Format: Rollup
 District(s): 246801-Meridian World School LLC
 Date Range: LAST FISCAL YEAR
 Account Mask: AND (([Fund] = '240'))
 Effective Date: 08/31/2020
 Include Encumbrance: No
 Add Encum. To Totals: No
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 08/31/2020	Percent
Revenues & Other Sources						
5751	Food Service Activity	-\$ 248,146.00		-\$ 248,262.23	-\$ 248,262.23	100.05%
5756	Cafe Non-Program Food Revenue	\$ 0.00		-\$ 2,151.62	-\$ 2,151.62	0.00%
5829	State Program Revenues Distributed by TEA	-\$ 2,000.00		-\$ 2,134.82	-\$ 2,134.82	106.74%
5921	School Breakfast Program	-\$ 6,063.00		-\$ 6,488.63	-\$ 6,488.63	107.02%
5922	National School Lunch Program	-\$ 61,319.00		-\$ 61,224.99	-\$ 61,224.99	99.85%
5949	Federal Revenues Distributed Directly from the Federal Government	-\$ 47,972.00		-\$ 47,972.00	-\$ 47,972.00	100.00%
Total Revenues & Other Sources		-\$ 365,500.00		-\$ 368,234.29	-\$ 368,234.29	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 232,305.00		\$ 232,079.06	\$ 232,079.06	99.90%
6200	Professional & Contracted Services	\$ 1,500.00		\$ 1,996.31	\$ 1,996.31	133.09%
6300	Supplies & Materials	\$ 145,195.00		\$ 148,923.06	\$ 148,923.06	102.57%
6400	Other Operating Costs	\$ 15,000.00		\$ 14,654.36	\$ 14,654.36	97.70%
Total Expenditures & Other Uses		\$ 394,000.00		\$ 397,652.79	\$ 397,652.79	
Overall Total		\$ 28,500.00		\$ 29,418.50	\$ 29,418.50	