

**FINANCE REPORT
MERIDIAN WORLD SCHOOL LLC**

JUNE 17, 2021
Eileen Kuhn, CFO

BUDGET REVIEW – THIRD QUARTER 2020-21

1. BUDGET TO ACTUAL (Page 1)

Board-Approved Budget, showing Meridian Operations Actuals at 5-31-21

Total revenue at 3RD quarter end is at 75% of budget.

Total expense at 3RD quarter end is at 75% of budget.

Net Operating Income is 117% of budgeted goal.

Net addition to Reserves is 82% of budgeted goal.

Cafeteria program revenue/expense actuals are near or over 100% budget. *

** Budget amendment #2 presented tonight will address this concern.*

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

Includes the prior quarter statement for comparison

3. STATEMENT OF ACTIVITIES – CONSOLIDATED (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) TITLE IV (FUND 255) AND SPECIAL ED IDEA (FUND 224)

FUND 240 – MERIDIAN FOOD SERVICE PROGRAM

MERIDIAN WORLD SCHOOL
 BUDGET TO ACTUAL - STATE AND LOCAL FUNDING
 NINE MONTHS ENDED MAY 31, 2021

	FY'21
K-12th Grade Students Target	1,694
% Enrolled & Attending Projected	96.0%
Student Count for Budget Assumptions	1,626

REVENUE		BUDGET	ACTUAL	%	
1	State Funding	\$ 15,495,498	\$ 11,510,683	74%	
2	State Instructional Materials Allotment	150,000	46,810	31%	
3	AAA After-School Revenue	236,832	142,141	60%	
4	Cafeteria Revenue	295,011	302,282	102%	
5	Local Funds	470,577	421,035	89%	
	Federal CARES Act Funding -WILCO	<u>168,900</u>	<u>168,900</u>	100%	
7	TOTAL REVENUE	\$ 16,816,818	\$ 12,591,851	75%	
Function code	OPERATING EXPENSE				
11, 12, 13, 31, 33, 36	8	Instructional and Student Services	\$ 10,557,425	\$ 7,845,769	74%
21, 23	9	Campus Leadership	1,369,075	1,019,180	74%
41	10	General and Administrative	912,252	608,609	67%
51	11	Facility Operations	1,499,501	1,199,805	80%
53, 61, 81	12	Other Expense	124,175	127,052	102%
61 (Fund 175)	13	AAA After School Expense	224,990	152,994	68%
71	14	Bond Mortgage Expense	1,474,140	1,105,605	75%
35	15	Cafeteria Expense	<u>324,512</u>	<u>319,159</u>	<u>98%</u>
	16	TOTAL OPERATING EXPENSE	<u>16,486,070</u>	<u>12,378,173</u>	75%
	17	BUDGETED CONTINGENCY	<u>148,607</u>	<u>-</u>	
	18	NET OPERATING INCOME	<u>\$ 182,141</u>	<u>\$ 213,678</u>	117%
CAPITALIZED EXPENSE & LOAN PRINCIPAL					
	19	Depreciation/Amortization added back	816,786	565,997	69%
	20	Capitalized Equipment	-	-	
	21	Long-term Principal Payments	<u>(575,000)</u>	<u>(431,250)</u>	75%
	22	TOTAL ADDED TO RESERVES	<u>\$ 423,927</u>	<u>\$ 348,425</u>	82%
	23	ADDED TO OPERATING RESERVE	373,927	298,425	
	24	ADDED TO MAINTENANCE RESERVE	<u>50,000</u>	<u>50,000</u>	
	25	PRIOR RESERVES	<u>\$ 3,892,994</u>	<u>\$ 4,064,595</u>	
	26	TOTAL RESERVES	<u>\$ 4,316,921</u>	<u>\$ 4,413,020</u>	
	27	DAY'S EXPENSE	<u>\$ 42,930</u>	<u>\$ 42,922</u>	
	28	Days Operating Cash Projected	101	103	
	29	Maximum Annual Debt Coverage	1.21	1.23	

MERIDIAN WORLD SCHOOL
STATEMENT OF FINANCIAL POSITION - CONSOLIDATED (UNAUDITED)
MAY 31, 2021, AND FEBRUARY 28, 2021

ASSETS	<u>5/31/21</u>	<u>2/28/21</u>
CURRENT ASSETS		
Cash on Deposit	\$ 4,308,438	\$ 3,873,853
CD -Bancorp South	-	368,743
Due From State and Federal Agencies	1,723,170	1,783,346
Other Receivables	51,807	53,708
Deferred Expenses	<u>26,465</u>	<u>20,973</u>
TOTAL CURRENT ASSETS	<u>6,109,880</u>	<u>6,100,623</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>(4,423,630)</u>	<u>(4,242,378)</u>
TOTAL CAPITALIZED ASSETS	<u>25,211,773</u>	<u>25,393,025</u>
OTHER ASSETS		
Bond Trust Reserve Accounts	<u>2,917,763</u>	<u>2,405,410</u>
TOTAL OTHER ASSETS	<u>2,917,763</u>	<u>2,405,410</u>
TOTAL ASSETS	<u>\$ 34,239,416</u>	<u>\$ 33,899,058</u>
LIABILITIES AND NET ASSETS		
CURRENT LIABILITIES		
Accounts Payable	\$ 269,201	\$ 348,311
Accrued Wages Payable	656,742	656,742
Deferred Revenue	13,214	13,214
Accrued Bond Interest	398,190	29,655
Accrued Student Activity Liability	45,719	32,824
BBVA Note Payable - PPP	148,318	148,318
Current Portion Long-Term Debt	<u>575,000</u>	<u>575,000</u>
TOTAL CURRENT LIABILITIES	<u>2,106,384</u>	<u>1,804,064</u>
LONG-TERM LIABILITIES		
Bond Mortgage Debt	<u>26,458,345</u>	<u>26,450,931</u>
TOTAL LONG-TERM LIABILITIES	<u>26,458,345</u>	<u>26,450,931</u>
TOTAL LIABILITIES	<u>28,564,729</u>	<u>28,254,995</u>
NET ASSETS		
Fund Balance	5,444,775	5,444,775
Current Year Net Income	<u>229,912</u>	<u>199,288</u>
TOTAL NET ASSETS	<u>5,674,687</u>	<u>5,644,063</u>
TOTAL LIABILITIES & NET ASSETS	<u>\$ 34,239,416</u>	<u>\$ 33,899,058</u>

MERIDIAN WORLD SCHOOL
STATEMENT OF ACTIVITIES - CONSOLIDATED (UNAUDITED)
FOR THE NINE MONTHS ENDED MAY 31, 2021

REVENUE	ACTUAL
State Funding	\$ 11,557,493
Federal Grant Revenue	384,014
AAA After-School Revenue	142,141
Cafeteria Revenue	302,282
Local Funds	<u>421,035</u>
TOTAL REVENUE	<u>\$ 12,806,965</u>
OPERATING EXPENSE	
Instructional & Student Services	\$ 8,044,651
Campus Leadership	1,019,180
General and Administrative	608,609
Facility Operations	1,199,802
Other Expense	127,052
AAA After School Expense	152,994
Bond Expense	1,105,605
Cafeteria Expense	<u>319,159</u>
TOTAL OPERATING EXPENSE	<u>12,577,052</u>
NET OPERATING INCOME	<u>\$ 229,913</u>

Income Statement
Fund 175 - Triple-A Afterschool Program
5-31-21

Parameters:

Level: Line Item
 Format: Rollup
 District(s): 246801-Meridian World School LLC
 Date Range: THIS FISCAL YEAR
 Account Mask: AND (([Fund] = '175'))
 Effective Date: 05/31/2021
 Include Encumbrance: No
 Add Encum. To Totals: No
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 05/31/2021	Percent
Revenues & Other Sources						
5748	Triple A Program Revenue	-\$ 236,832.00		-\$ 142,141.19	-\$ 142,141.19	60.02%
5749	Local Sources Revenue	\$ 0.00		\$ 0.00	\$ 0.00	0.00%
Total Revenues & Other Sources		-\$ 236,832.00		-\$ 142,141.19	-\$ 142,141.19	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 201,814.00		\$ 139,030.34	\$ 139,030.34	68.89%
6200	Professional & Contracted Services	\$ 6,360.00		\$ 5,222.95	\$ 5,222.95	82.12%
6300	Supplies & Materials	\$ 6,656.00		\$ 3,108.47	\$ 3,108.47	46.70%
6400	Other Operating Costs	\$ 10,160.00		\$ 5,632.24	\$ 5,632.24	55.44%
Total Expenditures & Other Uses		\$ 224,990.00		\$ 152,994.00	\$ 152,994.00	
Overall Total		-\$ 11,842.00		\$ 10,852.81	\$ 10,852.81	

Income Statement
Federal Grants - Title I, IV and IDEA
5-31-21

Parameters:

Level: Line Item
 Format: Rollup
 District(s): 246801-Meridian World School LLC
 Date Range: THIS FISCAL YEAR
 Account Mask: AND (([Fund] = '211') OR ([Fund] = '212') OR ([Fund] = '224') OR ([Fund] = '225') OR ([Fund] = '226') OR ([Fund] =
 Effective Date: 05/31/2021
 Include Encumbrance: No
 Add Encum. To Totals: No
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 05/31/2021	Percent
Revenues & Other Sources						
5929	Federal Rev Distributed by TEA	-\$ 238,332.00		-\$ 194,211.74	-\$ 194,211.74	81.49%
Total Revenues & Other Sources		-\$ 238,332.00		-\$ 194,211.74	-\$ 194,211.74	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 20,000.00		\$ 17,608.98	\$ 17,608.98	88.04%
6200	Professional & Contracted Services	\$ 173,628.00		\$ 157,591.81	\$ 157,591.81	90.76%
6300	Supplies & Materials	\$ 28,195.00		\$ 7,275.95	\$ 7,275.95	25.81%
6400	Other Operating Costs	\$ 16,509.00		\$ 1,650.00	\$ 1,650.00	9.99%
Total Expenditures & Other Uses		\$ 238,332.00		\$ 184,126.74	\$ 184,126.74	
Overall Total		\$ 0.00		-\$ 10,085.00	-\$ 10,085.00	

Income Statement
Meridian Food Service Program
5-31-21

Parameters:

Level: Line Item
 Format: Rollup
 District(s): 246801-Meridian World School LLC
 Date Range: THIS FISCAL YEAR
 Account Mask: AND (([Fund] = '240'))
 Effective Date: 05/31/2021

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 05/31/2021	Percent
Revenues & Other Sources						
5751	Food Service Activity	-\$ 85,011.00		-\$ 55,250.92	-\$ 55,250.92	64.99%
5756	Cafe Non-Program Food Revenue	\$ 0.00		-\$ 4,379.88	-\$ 4,379.88	0.00%
5829	State Program Revenues Distributed by TEA	-\$ 1,000.00		-\$ 4,282.35	-\$ 4,282.35	428.24%
5921	School Breakfast Program	-\$ 40,000.00		-\$ 42,004.30	-\$ 42,004.30	105.01%
5922	National School Lunch Program	-\$ 169,000.00		-\$ 196,364.38	-\$ 196,364.38	116.19%
Total Revenues & Other Sources		-\$ 295,011.00		-\$ 302,281.83	-\$ 302,281.83	
Expenditures & Other Uses						
6100	Payroll Costs	\$ 144,915.00		\$ 139,070.42	\$ 139,070.42	95.97%
6200	Professional & Contracted Services	\$ 750.00		\$ 1,270.00	\$ 1,270.00	169.33%
6300	Supplies & Materials	\$ 176,347.00		\$ 178,458.25	\$ 178,458.25	101.20%
6400	Other Operating Costs	\$ 2,500.00		\$ 360.00	\$ 360.00	14.40%
Total Expenditures & Other Uses		\$ 324,512.00		\$ 319,158.67	\$ 319,158.67	
Overall Total		\$ 29,501.00		\$ 16,876.84	\$ 16,876.84	