

**FINANCE REPORT  
MERIDIAN WORLD SCHOOL LLC**

MARCH 24, 2022  
Eileen Kuhn, CFO

**BUDGET REVIEW – SECOND QUARTER 2021-22**

**1. BUDGET TO ACTUAL (Page 1)**

Board-Approved Budget, showing Meridian **Operations** Actuals at 2-28-22  
Total revenue (Line 7) at 2<sup>nd</sup> quarter end is at 51% of budget.  
Total expense (Line 16) at 2nd quarter end is at 49% of budget.

\*Net Operating Income (Line 18) is 8640% of budgeted goal.

\*Net addition to Reserves (Line 22) is 156% of budgeted goal.

*\*See Statement of Activities for clarification*

*I've added an additional column for notes on individual lines, including line items requiring amendments.*

*Please note at top of **ACTUAL** column that the FSP report at this point showed 1618 student ADA. It has since fallen to 1603 in the most recent report and unless attendance recovers we are down in State FSP funding – at this point about \$180K.*

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

Includes the prior quarter (November 30, 2021) statement for comparison.

*Note that we are making progress in regaining **Total Net Assets**, which decreased at refinance.*

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

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

*In addition, this report show **NON-OPERATIONAL EXPENSES** related to the Refinance/Bond Refunding on November 16, 2021.*

**4. SUPPLEMENTAL STATEMENTS - (Pages 4-6)**

FUND 175 – MERIDIAN TRIPLE-A AFTER-SCHOOL PROGRAM

FUNDS 211 & 224 – FEDERAL TITLE I AND SPECIAL EDUCATION GRANTS

FUND 240 – MERIDIAN CAFÉ FOOD SERVICE PROGRAM

MERIDIAN WORLD SCHOOL  
OPERATING BUDGET TO ACTUAL -  
SIX MONTHS ENDED FEBRUARY 28, 2022

	FY'22
K-12th Grade Students Target	1,705
% Enrolled & Attending Projected	95.0%
Student Count for Budget Assumptions	1,620

1618
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*Refined ADA at this point*

		<u>BUDGET</u>	<u>ACTUAL</u>	<u>%</u>	
<b>REVENUE</b>					
	1	\$ 15,154,401	\$ 7,501,866	50%	<i>On target</i>
	2	58,000	-	0%	<i>Unused</i>
	3	580,000	261,945	45%	<i>Normal at this point</i>
	4	595,000	493,846	83%	<i>Amendment</i>
	5	680,200	404,141	59%	<i>On target</i>
	6	458,000	245,278	54%	<i>Amendment</i>
	<b>7</b>	<b>\$ 17,525,601</b>	<b>\$ 8,907,076</b>	<b>51%</b>	
<b>OPERATING EXPENSE</b>					
<u>Function code</u>	8	\$ 10,863,067	\$ 5,449,822	50%	<i>On target</i>
11, 12, 13, 31, 33, 36	9	1,381,599	720,431	52%	<i>On target</i>
21, 23	10	966,174	491,475	51%	<i>On target</i>
41	11	1,506,955	807,211	54%	<i>On target</i>
51	12	144,175	74,178	51%	<i>On target</i>
53, 61, 81	13	448,516	210,215	47%	<i>On target</i>
61 (Fund 175)	14	1,479,667	257,780	17%	<i>Amendment</i>
71	15	577,150	459,798	80%	<i>Amendment</i>
35					
	<b>16</b>	<b>17,367,303</b>	<b>8,470,910</b>	<b>49%</b>	
	<b>17</b>	<b>153,250</b>	<b>-</b>		<i>Unused</i>
	<b>18</b>	<b>\$ 5,048</b>	<b>\$ 436,166</b>	<b>8640%</b>	
<b>CAPITALIZED EXPENSE &amp; LOAN PRINCIPAL</b>					
	19	849,885	358,411	42%	
	20	-	(44,125)		
	21	(600,000)	(352,500)	59%	<i>(6 months calculated)</i>
	<b>22</b>	<b>\$ 254,933</b>	<b>\$ 397,952</b>	<b>156%</b>	
	<b>23</b>	<b>204,933</b>	<b>347,952</b>		
	<b>24</b>	<b>50,000</b>	<b>50,000</b>		
	<b>25</b>	<b>\$ 4,179,271</b>	<b>\$ 4,179,271</b>		
	<b>26</b>	<b>\$ 4,434,204</b>	<b>\$ 4,577,223</b>		
	<b>27</b>	<b>\$ 45,673</b>	<b>\$ 44,452</b>		
	<b>28</b>	<b>97</b>	<b>103</b>		
	<b>29</b>	<b>1.20</b>	<b>1.70</b>		

MERIDIAN WORLD SCHOOL  
STATEMENT OF FINANCIAL POSITION - CONSOLIDATED (UNAUDITED)  
FEBRUARY 28, 2022, AND  
NOVEMBER 30, 2021

	2/28/22	11/30/21
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash on Deposit	\$ 5,124,296	\$ 4,689,885
Due From State and Federal Agencies	1,655,320	1,805,771
Other Receivables	36,523	34,692
Deferred Expenses	<u>83,749</u>	<u>66,217</u>
<b>TOTAL CURRENT ASSETS</b>	<b><u>6,899,888</u></b>	<b><u>6,596,565</u></b>
<b>CAPITALIZED ASSETS</b>		
Land Purchase & Improvements	7,203,591	7,203,591
Buildings & Improvements	20,986,574	20,986,574
Furniture & Equipment	1,558,875	1,594,934
Library Books & Media	127,974	130,044
Accumulated Depreciation Capitalized Assets	<u>(4,886,966)</u>	<u>(4,752,668)</u>
<b>TOTAL CAPITALIZED ASSETS</b>	<b><u>24,990,048</u></b>	<b><u>25,162,475</u></b>
<b>TOTAL ASSETS</b>	<b><u>\$ 31,889,936</u></b>	<b><u>\$ 31,759,040</u></b>
<b>LIABILITIES AND NET ASSETS</b>		
<b>CURRENT LIABILITIES</b>		
Accounts Payable	\$ 386,779	\$ 419,503
Accrued Wages Payable	665,502	665,502
Deferred Revenue	25,078	25,698
Accrued Student Activity Liability	30,307	12,953
Current Portion Long-Term Debt	<u>705,000</u>	<u>705,000</u>
<b>TOTAL CURRENT LIABILITIES</b>	<b><u>1,812,666</u></b>	<b><u>1,828,656</u></b>
<b>LONG-TERM LIABILITES</b>		
Long-term Loans (Sunflower Bank)	<u>28,177,457</u>	<u>28,163,900</u>
<b>TOTAL LONG-TERM LIABILITIES</b>	<b><u>28,177,457</u></b>	<b><u>28,163,900</u></b>
<b>TOTAL LIABILITIES</b>	<b><u>29,990,123</u></b>	<b><u>29,992,556</u></b>
<b>NET ASSETS</b>		
Fund Balance	5,899,395	5,899,395
Current Year Net Income (Loss)	<u>(3,999,582)</u>	<u>(4,132,911)</u>
<b>TOTAL NET ASSETS</b>	<b><u>1,899,813</u></b>	<b><u>1,766,484</u></b>
<b>TOTAL LIABILITIES &amp; NET ASSETS</b>	<b><u>\$ 31,889,936</u></b>	<b><u>\$ 31,759,040</u></b>

MERIDIAN WORLD SCHOOL  
STATEMENT OF ACTIVITIES - CONSOLIDATED (UNAUDITED)  
FOR THE SIX MONTHS ENDED FEBRUARY 28, 2022

<b>REVENUE</b>	<b>ACTUAL</b>
State Education Funding	\$ 7,501,866
AAA After-School Revenue	261,945
Cafeteria Revenue	493,846
Local Funds	404,141
Federal Grant Funding	<u>323,396</u>
<b>TOTAL REVENUE</b>	<b>\$ <u>8,985,194</u></b>
<b>OPERATING EXPENSE</b>	
Instructional & Student Services	\$ 5,527,940
Campus Leadership	720,431
General and Administrative	491,475
Facility Operations	807,211
Other Expense	74,178
AAA After School Expense	210,215
Loan Interest & Amortization Expense	257,780
Cafeteria Expense	<u>459,798</u>
<b>TOTAL OPERATING EXPENSE</b>	<b><u>8,549,028</u></b>
<b>NET OPERATING INCOME</b>	<b>\$ <u><u>436,166</u></u></b>
<b>NON-OPERATING (EXTRAORDINARY) EXPENSE</b>	
Prepaid Bond Interest at Refinance	\$ 3,726,506
Amortization Write-off at Refinance	<u>709,242</u>
<b>TOTAL NON-OPERATING EXPENSE</b>	<b><u>4,435,748</u></b>
<b>NET INCOME (LOSS)</b>	<b>\$ <u><u>(3,999,582)</u></u></b>

**Income Statement**  
**Fund 175 - Triple A After-school Program**  
**February 28, 2022**

**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: 02/28/2022  
 Include Encumbrance: No  
 Add Encum. To Totals: No  
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 02/28/2022	Percent
<b>Revenues &amp; Other Sources</b>						
5748	Triple A Program Revenue	-\$ 580,000.00		-\$ 262,213.96	-\$ 262,213.96	45.21%
5749	Local Sources Revenue	\$ 0.00		\$ 268.94	\$ 268.94	0.00%
<b>Total Revenues &amp; Other Sources</b>		-\$ 580,000.00		-\$ 261,945.02	-\$ 261,945.02	
<b>Expenditures &amp; Other Uses</b>						
6100	Payroll Costs	\$ 400,861.00		\$ 194,732.45	\$ 194,732.45	48.58%
6200	Professional & Contracted Services	\$ 13,839.00		\$ 0.00	\$ 0.00	0.00%
6300	Supplies & Materials	\$ 13,656.00		\$ 3,537.97	\$ 3,537.97	25.91%
6400	Other Operating Costs	\$ 20,160.00		\$ 11,944.48	\$ 11,944.48	59.25%
<b>Total Expenditures &amp; Other Uses</b>		\$ 448,516.00		\$ 210,214.90	\$ 210,214.90	
<b>Overall Total</b>		-\$ 131,484.00		-\$ 51,730.12	-\$ 51,730.12	

**Income Statement**  
**Fund 211 Title I and Fund 224 IDEA Sped**  
**February 28, 2022**

**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] = '224')  
 Effective Date: 02/28/2022  
 Include Encumbrance: No  
 Add Encum. To Totals: No  
 Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 02/28/2022	Percent
<b>Revenues &amp; Other Sources</b>						
5929	Federal Rev Distributed by TEA	-\$ 247,590.00		-\$ 78,117.93	-\$ 78,117.93	31.55%
<b>Total Revenues &amp; Other Sources</b>		-\$ 247,590.00		-\$ 78,117.93	-\$ 78,117.93	
<b>Expenditures &amp; Other Uses</b>						
6100	Payroll Costs	\$ 20,000.00		\$ 7,093.57	\$ 7,093.57	35.47%
6200	Professional & Contracted Services	\$ 177,963.00		\$ 51,064.50	\$ 51,064.50	28.69%
6300	Supplies & Materials	\$ 31,679.00		\$ 18,939.12	\$ 18,939.12	59.78%
6400	Other Operating Costs	\$ 17,948.00		\$ 1,020.74	\$ 1,020.74	5.69%
<b>Total Expenditures &amp; Other Uses</b>		\$ 247,590.00		\$ 78,117.93	\$ 78,117.93	
<b>Overall Total</b>		<b>\$ 0.00</b>		<b>\$ 0.00</b>	<b>\$ 0.00</b>	

**Income Statement**  
**Fund 240 - Food Service Program**  
**February 28, 2022**

**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: 02/28/2022  
Include Encumbrance: No  
Add Encum. To Totals: No  
Show History: No

		Budget	Encumbrance	Actual 09/01 - 08/31	FY to 02/28/2022	Percent
<b>Revenues &amp; Other Sources</b>						
5751	Food Service Activity	-\$ 105,011.00		-\$ 35,451.02	-\$ 35,451.02	33.76%
5759	Cocurricular, Enterprising Services or Activities	\$ 0.00		-\$ 3,971.37	-\$ 3,971.37	0.00%
5829	State Program Revenues Distributed by TEA	-\$ 5,000.00		\$ 0.00	\$ 0.00	0.00%
5839	State Rev from State of Texas Government Agencies (Other than TEA)	\$ 0.00		-\$ 614.00	-\$ 614.00	0.00%
5921	School Breakfast Program	-\$ 85,539.00		-\$ 52,465.72	-\$ 52,465.72	61.34%
5922	National School Lunch Program	-\$ 399,450.00		-\$ 401,344.24	-\$ 401,344.24	100.47%
<b>Total Revenues &amp; Other Sources</b>		<b>-\$ 595,000.00</b>		<b>-\$ 493,846.35</b>	<b>-\$ 493,846.35</b>	
<b>Expenditures &amp; Other Uses</b>						
6100	Payroll Costs	\$ 275,553.00		\$ 165,151.48	\$ 165,151.48	59.93%
6200	Professional & Contracted Services	\$ 1,950.00		\$ 3,768.71	\$ 3,768.71	193.27%
6300	Supplies & Materials	\$ 282,147.00		\$ 287,565.00	\$ 287,565.00	101.92%
6400	Other Operating Costs	\$ 7,500.00		\$ 140.00	\$ 140.00	1.87%
6600	Capital Outlay - Land, Building & Equipment	\$ 10,000.00		\$ 3,173.00	\$ 3,173.00	31.73%
<b>Total Expenditures &amp; Other Uses</b>		<b>\$ 577,150.00</b>		<b>\$ 459,798.19</b>	<b>\$ 459,798.19</b>	
<b>Overall Total</b>		<b>-\$ 17,850.00</b>		<b>-\$ 34,048.16</b>	<b>-\$ 34,048.16</b>	