MESD Business Services

Financial Update Summary

Board Finance Committee – 9/10/2026

June 30, 2026 Financial Report

Legal Compliance: As of the end of June, all expenditures are within budget appropriation and in compliance with legal requirements.

Cash Balance, All Funds: The MESD's combined cash balance for all funds was $16.5 million at the end of June. This is 25% below our cash balance last year at this point.

> **Resolution Services Fund 1:** Fund 1 is $3.2 million or 28% below last year. Beginning fund balance and transit payment timing are the most significant factors. (Please see note below regarding transits)
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> **Contracted Services Fund 2:** Fund 2 continues to show a negative cash balance due to timing issues with revenue collection for reimbursable expenses.
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> **Operating Fund 6:** Fund 6 is $362 thousand or 3% above last year.

Revenues: Recorded revenues in Funds 1, 2, and 6 through the end of June total $104.2 million, which is 1.3% above last year. The increase is primarily in the State School Fund appropriation and Property Taxes.

Expenditures: Agency expenditures through June total $104.0 million, a decrease of $1.1 million or 1.1% below last year. At the department level, the largest difference is in Instructional Services. Outdoor School Reductions are one of the primary factors. Additionally, FY 2025 was the final year of the ESSER grants.

Transits and Other Transfers: Through June, transits have totaled $9.0 million (as compared with $10.6 million through June 2025). Note that payments occur upon component district request. $5.0 million of the FY 2026 transit payments had been made as of June 30, 2026 (as compared with $3.6 million made by June 30, 2025).

Interfund Transfers: Through June, $5.7 million in SSF and property tax funds (10% of total receipts, as per statute) has been transferred to the Operating Fund to offset FY 2026 operating costs.