



MEMO

TO: Executive Board

FROM: Matt McDonald, Senior Director of Human Resources & Business/CSBO

DATE: September 30, 2026

RE: Financial Report

Background: Administration monitors revenues and expenditures on an ongoing basis and provides the Board with monthly financial updates. The following reflects the financial position as of September 30, 2026.

Discussion:

Revenue:

As of September 30, total revenue received is approximately \$11,802,444, or 60.0% of the FY27 adopted budget. Tuition revenue totals approximately \$11.19 million, or 64.4% of budget, including \$420,717 in Operations and Maintenance tuition. Other local revenue totals \$32,617, or 22.3% of budget. State and federal revenue totals \$575,542, or 26.9% of budget.

Tuition remains the primary source of revenue. Evidence-Based Funding and ALOP receipts are at 18.2% and 11.8% of their respective annual budgets. Federal revenue has reached \$323,312, or 108.5% of budget, largely because Medicaid fee-for-service receipts exceed the amount budgeted. Administration will continue to monitor the timing of state receipts and the federal revenue variance.

Expenditures:

Total expenditures through September 30 are approximately \$3,228,507, or 16.1% of the annual expense budget shown in the report. Instructional expenses total approximately \$2.48 million, or 14.2% of budget, including \$1.79 million in program costs. Administration and Board expenses total \$618,605, or 29.2% of budget. Operations and Maintenance expenses total \$130,917, or 30.4% of budget, compared with \$327,428 at this point last year.

Expenditures plus encumbrances total approximately \$15.66 million, or 78.3% of the expense budget shown in the report. Student support is 93.8% expended or encumbered, reflecting substantial commitments early in FY27. Administration will continue to monitor these commitments against available budget as the year progresses. Year-to-date revenue exceeds expenditures by approximately \$8.57 million, reflecting the timing of tuition collections and spending.

The Financial Summary reports an unaudited fund balance of approximately \$11.44 million as of September 30, 2026, and remains sufficient to meet current operational needs

Recommendation: Administration recommends that the Board accept the Mid-Valley Financial Report as presented.