

ANCHORAGE SCHOOL DISTRICT
ANCHORAGE, ALASKA

ASD MEMORANDUM #309 (2001-2002)

June 24, 2002

TO: SCHOOL BOARD

FROM: OFFICE OF THE SUPERINTENDENT

SUBJECT: TREASURER'S REPORT/FINANCIAL RECAP:
May 31, 2002

PERTINENT FACTS:

The attached report consists of two parts: the Treasurer's Report and the Financial Recap. The Treasurer's Report and the Financial Recap are presented on a monthly basis with year-to-date information as of May 31, 2002.

I. TREASURER'S REPORT

The Anchorage School District Treasurer's Report includes a summary of the total demand deposits and investments which are at hand May 31, 2002, and a summary of the investment transactions completed May 1 through 31, 2002.

The demand deposits in the General Fund reported a deficit of (\$10,922,506) due to three investments made on May 31, 2002, which total to \$51,160,797 that matures after month-end. The District's banking services contract includes the investment of the bank float that provides additional interest revenue to the District. The total amount of investments on hand at May 31, 2002 was \$187,356,661 and the combined total of these liquid assets consisting of the demand deposits and investments were \$176,434,155. A schedule of investments is presented on page 2.

The District transacted 83 investments during the month of May. The specific investments purchased are presented commencing with page 3 of the Treasurer's Report. The anticipated earnings for these investments are \$323,774 in which will be recorded in the General, Capital Projects, Internal Service Fund, and Debt Service Funds. The interest earnings on investments made by the District are recorded upon receipt of the actual interest earnings on the various dates of maturity. The interest earnings on investments made by the Municipality of Anchorage on behalf of the District are accrued on a monthly basis.

In summary, the District's investment performance for fiscal year 2001-2002 year-to-date is shown by the following three-portfolio yield calculations:

- 1) The annualized End-of-Month Portfolio Yield, noted on page 2, represents the weighted average yield on investments outstanding with the District on May 31, 2002. The Annualized End-of-Month Portfolio Yield was 5.24 percent.
- 2) The Weighted Average Interest Rate for investments purchased during May was 1.79 percent and is noted on page 4.
- 3) The Year-to-Date Cumulative Yield, noted on page 5, represents the weighted average yield of all investments purchased by the District since July 1, 2001. On May 31, 2002, the Year-to-Date Cumulative Yield was 2.11 percent.

II. FINANCIAL RECAP

The Financial Recap is a summary of revenues, expenditures and encumbrances for the current fiscal year through May 31, 2002. The funds presented are the General Fund; Debt Service Fund; Food Service and Local/State/Federal Projects Special Revenue Fund; and Capital Projects Funds. The expenditures are on generally accepted accounting principles (GAAP) basis. This means the amount in expenditures include payments on encumbrances from the prior year. For example, the working budget on expenditures includes the current year's revised budget plus the encumbrances from prior year of approximately \$11.9 million. Year-to-Date (YTD) expenditures, therefore, reflect expenditures from the current fiscal year and expenditures from prior year encumbrances that were carried forward. The appropriations from the prior years for these encumbrances were also carried forward.

The General Fund revised budget totals \$355.9 million as compared to the revised budget of \$342.8 million for the prior year. The cumulative actual GAAP expenditures and encumbrances for the seven-month period ended May 31, 2002 were \$297.3 million or 80.8 percent of the \$367.8 million working budget (revised budget plus encumbrance budget).

Summary and detailed budget reports are available to each school, department, and other budgetary unit on IFAS on-line with current up-to-date data. This information is available to assist in daily operations.

CC/JS/TM/CM/SM
Attachment

Prepared by: Terry McCarty, Controller

Approved by: Janet Stokesbary, Chief Financial Officer