

ANCHORAGE SCHOOL DISTRICT
ANCHORAGE, ALASKA

ASD MEMORANDUM #232 (2003-2004)

April 12, 2004

TO: SCHOOL BOARD

FROM: OFFICE OF THE SUPERINTENDENT

SUBJECT: TREASURER'S REPORT/FINANCIAL RECAP:
February 29, 2004

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. The Treasurer's report and Financial Recap are year-to-date information as of February 29, 2004.

I. TREASURER'S REPORT

The Anchorage School District Treasurer's Report includes a summary of the total demand deposits and investments, which are on hand February 29, 2004, and a summary of the investment transactions completed February 1 through February 29, 2004.

The demand deposits in the General Fund reported negative funds available of (\$4,811,427). 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 February 29, 2004 was \$216,872,342 and the combined total of these liquid assets consisting of the demand deposits and investments were \$212,060,915. A schedule of investments is presented on page 2.

The District transacted 76 investments during the month of February. The specific investments purchased are presented commencing with page 4 of the

Treasurer's Report. The anticipated earnings for these new investments are \$130,594, 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 2003-2004 year-to-date is shown by the following three-portfolio yield calculations:

- 1) The annualized End-of-Month Portfolio Yield, noted on page 3, represents the weighted average yield on investments outstanding with the District on February 29, 2004. The Annualized End-of-Month Portfolio Yield was 1.18 percent.
- 2) The Weighted Average Interest Rate for investments purchased during February was 1.03 percent and is noted on page 5.
- 3) The Year-to-Date Cumulative Yield, noted on page 6, represents the weighted average yield of all investments purchased by the District since July 1, 2003. On February 29, the Year-to-Date Cumulative Yield was 1.10 percent.

II. FINANCIAL RECAP

The Financial Recap is a summary of revenues, expenditures and encumbrances for the current fiscal year through February 29, 2004. 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 \$9.35 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 \$367.6 million, which was decreased by \$2.6 million by the School Board on ASD Memorandum #334, dated June 23, 2003. This authorization was placed in contingency. This \$367.6 million is

compared to the revised budget of \$360.4 million for the prior year. The cumulative actual GAAP expenditures and encumbrances for the five-month period ended February 29, 2004 were \$217 million or 58 percent of the \$376.9 million working budget (revised budget plus encumbrance budget).

Summary and detailed budget reports are available for 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/SD
Attachment

Prepared by: Stacey Dunn, Controller
Approved by: Janet Stokesbary, Chief Financial Officer