

Harvest Preparatory School

Financial Notes for the period ending August 31, 2017

The Budget shown on the statements is the Original Budget adopted by the Board.

The 'Year-To-Date Budget' columns shown on the statements are calculated on a fiscal year straight-line basis. At August 31, 2017, 17% of the fiscal year has passed.

Balance Sheet

- Harvest Preparatory School had an available cash balance of \$134,819 at the end of August 2017 reflected across all funds.
- Harvest Preparatory School had an Accounts Payable balance of \$348,177 at the end of August 2017, of which \$265,585 has been outstanding for more than 90 days.
- An updated balance sheet is unavailable during August as accounting methods move from cash to accrual in preparation for the FY2017 fiscal audit.

Income Statement

- As of August 31, 2017 the school had recorded a total of \$814,438 in revenue which is 15% of the original budget.
- As of August 31, 2017 the school had recorded expenditures of \$566,619 which is 10% of the original budget. Because school expenditures are generally low during the months of July and August, especially in the salaries category, this is not out of line with expectations.
- This leaves Harvest Prep with a current fiscal year to date balance (revenue over expenditures) of \$247,819.

Management Comments

- Cash flow remains tight. The adopted FY2018 budget does not provide a surplus of cash that would ease our cash flow issue. We received our first FY2017 holdback payment from the state on August 30, but it was smaller than we had expected it to be. This was due to MDE allocating adjustments between payment dates differently than we had expected—in other words, it is a timing issue rather than a loss of revenue. As a result of this issue, we were not able to make the August 31 payment that was due to Non-Profits Assistance Fund. We are on good terms with NAF and are in the midst of working with them to arrange adjusted repayment dates for our loan.
- Revenue and expenditure figures shown reflect data recorded in the general ledger provided primarily by the employed network finance staff.
- These statements reflect information provided by School Administration and by state and federal entities. Statements are prepared for internal purposes and do not reflect audited data.