



Board Committee Report

MEETING DATE: NOVEMBER 19, 2020 ITEM NO: 10A(iv)

SUBJECT: **Financial Monitoring Committee**

DATE: November 13, 2020

FROM: Directors Pham and La Belle

PRESENTATION BY: Directors Pham and La Belle

SUMMARY OF COMMITTEE MEETING

- Staff pre-viewed the 2021 Budget Study Session materials with the Committee on November 9, 2020.
- The 2021 Budget Study Session public meeting was held on November 13, 2020. Staff will present the 2021 Budget to the full Board under agenda item 10I.
- The Committee met again on November 16 when staff reviewed the October, 2020 financials. The committee was briefed on YTD revenue being unfavorable to budget by \$46.8M. Revenue of \$358K for the month of October represented a \$123K increase from September.
- Staff also indicated that total YTD operating expenses were favorable to budget by \$28.8M. The District incurred an unusual expense of \$208K for third quarter unemployment charges. Staff continues to be diligent about cutting costs at all levels.
- As a result, the YTD period ending October 31, 2020 resulted in net proceeds being unfavorable to budget by \$17.6M.
- The budget reforecast for 2020 is now indicating a net deficit against budget of \$16.8M.
- The 2020 year-end Statement of Cash Flows report is projecting cash and cash equivalents at the end of the year to be \$38.4M.

FOLLOW-UP

The next Financial Monitoring Committee meeting is scheduled for December 11, 2020.